

**PLATEAU VALLEY SCHOOL DISTRICT 50
COLLBRAN, COLORADO**

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

JUNE 30, 2024

PLATEAU VALLEY SCHOOL DISTRICT 50

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Plateau Valley School District 50
Collbran, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District 50 (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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

DMC Auditing and Consulting, LLC

February 20, 2025
Bailey, Colorado

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

Management’s Discussion and Analysis

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

The discussion and analysis of Plateau Valley School District 50’s financial performance provides an overall review of the District’s financial activities for the fiscal year that ended June 30, 2024. The intent of this discussion and analysis is to look at the District’s financial performance as a whole; it should be read in conjunction with the basic financial statements and notes to enhance the reader’s understanding of the District’s overall financial performance.

Financial Highlights

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

- Our student count for October at Plateau Valley was as follows:
Overall: 310, down 4 from 314 the prior year
Elementary: 145. Down 7 from 152 the prior year
Junior High School: 44. Up 10 from 34 the prior year
PV High School: 78. Down 17 from 95 the prior year
GM High School: 43. Up 10 from 33 the prior year
- The state granted us with a \$26.6 million BEST grant due to the critical condition of our school facilities. New School Bond passed and was issued in January of 2024 to meet the requirement of a 60% local match. The new preK-12 school is under construction now with anticipated occupancy during the 2025-26 school year.
- Continued investment in curriculum as well as technology improvements for students by adding additional laptops, learning, and assessment software.
- Earnings on investments increased again this year due to higher interest rates.
- Title I, II, and IV grant monies were used to help fund salaries for half time Title teachers.
- READ Act funds were used to purchase curriculum
- ESSER Funds were used to provide intensive tutoring and summer school services and fund several paraprofessionals and a math interventionist.
- REAP grant funds were used to partially pay for our kindergarten teacher, the same as in years past.
- A state grant to libraries allowed some upgrades to our library program.
- A large decrease in assessed valuation resulted in a larger state share of the funding formula.
- We were able to add to our reserves once again
- Salary schedules: Step increase for the 23-24 fiscal year.

Using the Basic Financial Statements

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

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

REPORTING THE DISTRICT AS A WHOLE

Statement of Net Position and Statement of Activities

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

These statements include all assets and liabilities using the accrual basis of accounting, taking into account all of the current year's revenues and expenses regardless of when cash was received or paid.

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

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

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

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District’s total net position on June 30, 2024 was \$8,274,423. Of the District’s \$62,445,487 in assets, \$7,575,823 (12.13%) reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

Table 1

	Net Position	
	Governmental Activities	
	FY 24	FY 23
ASSETS		
Current and Other Assets	54,869,664	7,213,445
Capital Assets	7,575,823	5,269,570
Total Assets	<u>62,445,487</u>	<u>12,483,015</u>
Deferred Outflows	<u>1,979,329</u>	<u>1,694,421</u>
LIABILITIES		
Current and Other Liabilities	2,869,224	1,080,171
Long Term Liabilities	52,652,121	7,772,862
Total Liabilities	<u>55,521,345</u>	<u>8,853,033</u>
Deferred Inflows	<u>629,048</u>	<u>1,393,191</u>
NET POSITION		
Net Investment in Capital Assets	6,513,699	4,729,570
Restricted for:		
Labor Reserve	245,000	151,100
Debt Service	2,115,974	572,654
Food Service	68,715	9,453
Preschool	41,148	26,701
Unrestricted	<u>(710,113)</u>	<u>(1,558,266)</u>
	<u>8,274,423</u>	<u>3,931,212</u>

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

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

Table 2:	Changes in Net Position	
	Governmental Activities	
	FY24	FY23
Revenues		
Charges for Services	\$ 229,690	\$ 232,599
Operating Grants and Contributions	908,357	852,953
Capital Grants and Contributions	1,009,917	-
Property Taxes	5,503,822	2,783,457
Specific Ownership Taxes	488,709	310,355
Equalization	1,510,030	1,333,349
Earnings on Investments	1,310,255	200,519
Other Revenues	34,400	10,500
TOTAL REVENUES	10,995,180	5,723,732
Expenses		
Instructional Services	3,036,278	2,592,667
Supporting Services	2,624,524	1,998,292
Food Service	206,528	130,508
Interest on Long-Term Debt	784,639	23,056
TOTAL EXPENSES	6,651,969	4,744,523
Increase (Decrease) in Net Position	4,343,211	979,209
Net Position, Beginning	3,931,212	2,952,003
Net Position, Ending	8,274,423	3,931,212

◆ The cost of all governmental activities this year was \$6,651,969.

◆ The federal and state government subsidized certain programs with grants and contributions of \$1,918,274. (See below.)

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

Table - 3 Governmental Activities by Major Function

	Total Cost of Service		Net Cost of Service	
	FY 24	FY 23	FY 24	FY 23
Instructional services	3,036,278	3,186,390	(2,580,042)	(2,514,149)
Supporting Activities	2,624,524	2,455,903	(1,129,846)	(2,187,017)
Food Services	206,528	160,395	(9,478)	(15,970)
Interest on Long Term Liabilities	784,639	23,056	(784,639)	(23,056)
Total	6,651,969	5,825,744	(4,504,005)	- (4,740,192)

◆ Most of the District’s costs, however, were financed by District and State taxpayers. This portion of governmental activities was financed with \$1,510,030 in state equalization from the School Finance Act, \$5,992,531 in property tax/specific ownership taxes and \$1,344,655 in investment earnings and other miscellaneous revenue.

General Fund Budgeting Highlights

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

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

Plateau Valley School District #50 also has a policy stating we must have six months operating expenses in reserve in case funding is severely cut or delayed. Six months operating expenditures for this fiscal year was approximately \$2,502,253. We never fell below this level for the entire fiscal year. We were able to increase our fund balance from the year before.

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT’S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2024

GENERAL FIXED ASSETS:

At the end of 2024, the District had a total of \$7,575,823 invested in fixed assets including the significant investment in construction in progress on the new building which is significantly underway, as of the publication of this audit.

Table 4: Capital Assets (Net of Depreciation)

	Governmental <u>2023-2024</u>	Governmental <u>2022-2023</u>
Construction in Progress	2,539,309	
Land & Sites	1,156,867	1,156,867
Buildings & Improvements	3,495,578	3,745,871
Equipment & Vehicles	358,634	353,210
Food Service	25,435	13,622
Total Capital Assets	<u>7,575,823</u>	<u>5,269,570</u>

Long-Term Debt

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

A new bond was issued in January of 2024 for the purpose of constructing a new preK-12 school. The new bond is a \$40.8 million general obligation bond and the final payment will be due on 12/1/2049. See footnote 5 of the financial statements for more details about the terms of these bonds.

PLATEAU VALLEY SCHOOL DIST. 50
 MANAGEMENT’S DISCUSSION AND ANALYSIS
 For the Fiscal Year Ended June 30, 2024

CHANGES IN LONG TERM DEBT

	<u>Balance</u> <u>7/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/2024</u>
2024 New Issue		40,800,000	-	40,800,000
2012 Refunding Issue	540,000		265,000	275,000
Totals	<u>540,000</u>	<u>40,800,000</u>	<u>265,000</u>	<u>41,075,000</u>

CURRENT ISSUES, ECONOMIC CONDITION AND OUTLOOK

The current state funding model along with the negative factor, which is being addressed by the governor, is looking slightly more hopeful for financial managers and educators in rural areas. Enrollment numbers remain stagnant. With Federal funding sources uncertain and the state budget model changing, we will remain conservative with our funding strategy.

CONTACTING THE DISTRICT’S FINANCIAL MANAGEMENT

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

Plateau Valley School District #50
 56600 Hwy 330
 Collbran, CO 81624

Tel: 970-487-3547
 Fax: 970-487-3196
tlong@pvsd50.org or karengrover@pvsd50.org

BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT 50

STATEMENT OF NET POSITION

June 30, 2024

	PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES
ASSETS	
Cash and Investments	\$ 54,288,041
Accounts Receivable	4,093
Grants Receivable	471,971
Taxes Receivable	95,217
Inventory	10,342
Capital Assets, <i>Not Being Depreciated</i>	3,696,176
Capital Assets, <i>Net of Accumulated Depreciation</i>	3,879,647
TOTAL ASSETS	62,445,487
DEFERRED OUTFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	1,952,983
OPEB, <i>Net of Accumulated Amortization</i>	24,618
Loss on Refunding, <i>Net of Accumulated Amortization</i>	1,728
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,979,329
LIABILITIES	
Accounts Payable	668,517
Retainage Payable	32,990
Accrued Salaries and Benefits	404,927
Accrued Interest Payable	172,561
Unearned revenue	345,229
Noncurrent Liabilities	
Due Within One Year	1,245,000
Due in More Than One Year	44,296,818
Net Pension Liability	8,158,313
Net OPEB Liability	196,990
TOTAL LIABILITIES	55,521,345
DEFERRED INFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	525,492
OPEB, <i>Net of Accumulated Amortization</i>	103,556
TOTAL DEFERRED INFLOWS OF RESOURCES	629,048
NET POSITION	
Net Investment in Capital Assets	6,513,699
Restricted for:	
Emergencies	245,000
Preschool	41,148
Debt Service	2,115,974
Food Service	68,715
Unrestricted	(710,113)
TOTAL NET POSITION	\$ 8,274,423

See Notes to the Financial Statements.

PLATEAU VALLEY SCHOOL DISTRICT 50
STATEMENT OF ACTIVITIES
Year Ended June 30, 2024

FUNCTIONS / PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION
PRIMARY GOVERNMENT	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENT PRIMARY
Governmental Activities	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENT ACTIVITIES
Instruction	\$ 3,036,278	\$ -	\$ 456,236	\$ (2,580,042)
Supporting Services	2,624,524	213,661	271,100	(1,129,846)
Food Services	206,528	16,029	181,021	(9,478)
Interest on Long-Term Debt	<u>784,639</u>	<u>-</u>	<u>-</u>	<u>(784,639)</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 6,651,969</u>	<u>\$ 229,690</u>	<u>\$ 908,357</u>	<u>(4,504,005)</u>
GENERAL REVENUES				
Local Property Taxes				5,503,822
Specific Ownership Taxes				488,709
State Equalization				1,510,030
Investment Income				1,310,255
Other				<u>34,400</u>
TOTAL GENERAL REVENUES				<u>8,847,216</u>
CHANGE IN NET POSITION				4,343,211
NET POSITION, Beginning				<u>3,931,212</u>
NET POSITION, Ending				<u>\$ 8,274,423</u>

PLATEAU VALLEY SCHOOL DISTRICT 50

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2024

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>BUILDING</u>
ASSETS			
Cash and Investments	\$ 7,145,238	\$ 2,269,674	\$ 44,585,942
Accounts Receivable	1,490	-	-
Grants Receivable	5,101	-	454,663
Taxes Receivable	51,539	43,678	-
Inventory	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 7,203,368</u>	<u>\$ 2,313,352</u>	<u>\$ 45,040,605</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 25,047	\$ -	\$ 643,470
Retainage Payable	-	-	32,990
Accrued Salaries and Benefits	395,758	-	-
Unearned Revenue	342,277	-	-
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	<u>763,082</u>	<u>-</u>	<u>676,460</u>
 DEFERRED INFLOWS OF RESOURCES			
Property Taxes	26,884	24,817	-
	<hr/>	<hr/>	<hr/>
 FUND BALANCES			
Restricted for:			
Emergencies	245,000	-	-
Capital Projects	-	-	44,364,145
Preschool	41,148	-	-
Debt Service	-	2,288,535	-
Food Service	-	-	-
Assigned to Student Activities	-	-	-
Unassigned	6,127,254	-	-
	<hr/>	<hr/>	<hr/>
TOTAL FUND BALANCES	<u>6,413,402</u>	<u>2,288,535</u>	<u>44,364,145</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
	<u>\$ 7,203,368</u>	<u>\$ 2,313,352</u>	<u>\$ 45,040,605</u>

	<u>NONMAJOR</u> <u>GOVERNMENTAL</u>		
<u>FOOD SERVICE</u>	<u>FUNDS</u>	<u>TOTAL</u>	
\$ -	\$ 287,187	\$ 54,288,041	
-	2,603	4,093	
-	12,207	471,971	
-	-	95,217	
-	10,342	10,342	
<u>-</u>	<u>312,339</u>	<u>54,869,664</u>	
<u>\$ -</u>	<u>\$ 312,339</u>	<u>\$ 54,869,664</u>	
\$ -	\$ -	\$ 668,517	
-	-	32,990	
-	9,169	404,927	
-	2,952	345,229	
<u>-</u>	<u>12,121</u>	<u>1,451,663</u>	
-	-	51,701	
<u>-</u>	<u>-</u>	<u>51,701</u>	
-	-	245,000	
-	-	44,364,145	
-	-	41,148	
-	-	2,288,535	
-	68,715	68,715	
-	231,503	231,503	
-	-	6,127,254	
<u>-</u>	<u>300,218</u>	<u>53,366,300</u>	
\$ -	\$ 312,339	\$ 54,869,664	
<u>\$ -</u>	<u>\$ 312,339</u>	<u>\$ 54,869,664</u>	

See Notes to the Financial Statements.

PLATEAU VALLEY SCHOOL DISTRICT 50
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2024

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

Total Fund Balances of Governmental Funds	\$	53,366,300
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		7,575,823
Long-term assets are not available to pay current year expenditures and, therefore, are deferred in governmental funds. This amount represents property taxes earned but not available as current financial resources.		51,701
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:		
Loss on Refunding, <i>Net of Accumulated Amortization</i>		1,728
Compensated Absences		(115,549)
Accrued Interest Payable		(172,561)
Bonds Payable		(45,426,269)
Net Pension Liability		(8,158,313)
Pension-Related Deferred Outflows of Resources		1,952,983
Pension-Related Deferred Inflows of Resources		(525,492)
Net OPEB Liability		(196,990)
OPEB-Related Deferred Outflows of Resources		24,618
OPEB-Related Deferred Inflows of Resources		(103,556)
		(103,556)
Total Net Position of Governmental Activities	\$	8,274,423

PLATEAU VALLEY SCHOOL DISTRICT 50
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2024

	GENERAL	DEBT SERVICE	BUILDING
REVENUES			
Local Sources	\$ 3,718,487	\$ 2,689,478	\$ 1,009,122
County Sources	2,278	-	-
State Sources	1,982,569	-	1,003,684
Federal Sources	254,797	-	-
 TOTAL REVENUES	 5,958,131	 2,689,478	 2,012,806
EXPENDITURES			
Current			
Instruction	2,653,609	-	-
Supporting Services	2,350,898	-	356,070
Food Services	-	-	-
Capital Outlay	-	-	2,534,407
Debt Service			
Principal	-	265,000	-
Interest and Fiscal Charges	-	708,597	-
 TOTAL EXPENDITURES	 5,004,507	 973,597	 2,890,477
 EXCESS REVENUES OVER (UNDER) EXPENDITURES	 953,624	 1,715,881	 (877,671)
OTHER FINANCING SOURCES (USES)			
Bond Proceeds	-	-	40,800,000
Bond Premium	-	-	4,441,816
Transfers In	-	-	-
Transfers Out	(82,603)	-	-
 TOTAL OTHER FINANCING SOURCES (USES)	 (82,603)	 -	 45,241,816
 CHANGES IN FUND BALANCES	 871,021	 1,715,881	 44,364,145
FUND BALANCES, Beginning, as Originally Classified	5,542,381	572,654	-
Reclassification to Nonmajor Fund	-	-	-
FUND BALANCES, Beginning, as Reclassified	5,542,381	572,654	-
FUND BALANCES, Ending	\$ 6,413,402	\$ 2,288,535	\$ 44,364,145

See Notes to the Financial Statements.

	NONMAJOR GOVERNMENTAL		
<u>FOOD SERVICE</u>	<u>FUNDS</u>	<u>TOTAL</u>	
\$ -	\$ 229,693	\$ 7,646,780	
-	-	2,278	
-	74,353	3,060,606	
-	106,668	361,465	
<hr/>	<hr/>	<hr/>	
-	410,714	11,071,129	
<hr/>	<hr/>	<hr/>	
-	139,901	2,793,510	
-	-	2,706,968	
-	203,054	203,054	
-	17,340	2,551,747	
-	-	265,000	
-	-	708,597	
<hr/>	<hr/>	<hr/>	
-	360,295	9,228,876	
<hr/>	<hr/>	<hr/>	
-	50,419	1,842,253	
<hr/>	<hr/>	<hr/>	
-	-	40,800,000	
-	-	4,441,816	
-	82,603	82,603	
-	-	(82,603)	
<hr/>	<hr/>	<hr/>	
-	82,603	45,241,816	
<hr/>	<hr/>	<hr/>	
-	133,022	47,084,069	
9,453	167,196	6,291,684	
(9,453)	-	(9,453)	
<hr/>	<hr/>	<hr/>	
-	167,196	6,282,231	
<hr/>	<hr/>	<hr/>	
\$ -	\$ 300,218	\$ 53,366,300	

See Notes to the Financial Statements.

PLATEAU VALLEY SCHOOL DISTRICT 50
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2024

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

Net Change in Fund Balances of Governmental Funds	\$ 47,084,069
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as:	
Depreciation Expense	(366,806)
Capital Outlay	2,673,059
Revenues that do not provide current financial resources are deferred in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in deferred property taxes (deferred inflows of resources).	
	(75,949)
The repayment of long-term debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not affect the statement of activities.	
	265,000
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This is the effect of these differences in the treatment of long-term debt and amortization of bond premiums.	
	(45,141,976)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This includes the changes in the following:	
Loss on Refunding	(5,121)
Accrued Interest Payable	(170,761)
Compensated Absences	(105,035)
Net Pension Liability	(917,239)
Pension-Related Deferred Outflows of Resources	303,728
Pension-Related Deferred Inflows of Resources	751,438
Net OPEB Liability	49,798
OPEB-Related Deferred Outflows of Resources	(13,699)
OPEB-Related Deferred Inflows of Resources	12,705
	4,343,211
Change in Net Position of Governmental Activities	\$ 4,343,211

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: Summary of Significant Accounting Policies

The accounting policies of the Plateau Valley School District 50 (the District) conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the District's more significant policies.

Reporting Entity

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

Government-wide and Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

The *Debt Service Fund* is used to account for the accumulation of resources for, and the payment of, long term general obligation debt principal, interest, and related costs.

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

The *Building Fund* is used to account for the resources accumulated for the funding of the District's school improvements and construction of new school buildings, primarily the proceeds obtained from the issuance of general obligation bonds.

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

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

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

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

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

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

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

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property taxes levied for the current year but not received at year end are reported as taxes receivable and are presented net of an allowance for uncollectible taxes. Grant reimbursements not received before year-end for which eligibility has been met and expenditures have been incurred are reported as grants receivable.

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2024

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

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

Buildings	15 – 35 years
Equipment	5 – 10 years
Vehicles	6 years

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

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

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

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

Long-Term Debt - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refundings are deferred and amortized over the life of the debt using the effective interest method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Compensated Absences – Personnel accrue leave days based on the number of days worked in a year. Employees may accumulate up to 12 days of leave. Unused accumulated leave benefits are paid upon separation/termination at the employee’s most recent five-year average. These compensated absences are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued compensated absences when earned.

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2024

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

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

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

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

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

Property Taxes

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

NOTE 2: Cash and Investments

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

Deposits	\$ 883,953
Investments	53,404,088
	\$ 54,288,041
Total	\$ 54,288,041

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 2: Cash and Investments (Continued)

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At June 30, 2024, the District had bank deposits of \$917,057 collateralized with securities held by the financial institution's agent but not in the District's name.

Investments

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

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

Local Government Investment Pools - At June 30, 2024, the School had \$53,398,523 invested in the Colorado Local Government Liquid Asset Trust (ColoTrust), and \$5,565 invested in the Colorado Surplus Asset Fund Trust (CSAFE), investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the Pools. The Pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The Pools are reported at the net asset value per share, with each share valued at \$1. The Pools are rated AAAM by Standard and Poor's. Investments of the Pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

Fair Value Measurements - At June 30, 2023, the District's investments in the local government investment pool reported at the net asset value per share.

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 2: Cash and Investments (Continued)

Investments (Continued)

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

NOTE 3: Interfund Balances and Transfers

During the year ended June 30, 2024, the General Fund transferred \$82,603 to the Food Service Fund to subsidize food service operations.

NOTE 4: Capital Assets

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

	Balance 6/30/2023	Additions	Deletions	Balance 6/30/2024
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,156,867	\$ -	\$ -	\$ 1,156,867
Construction in Progress	-	2,539,309	-	2,539,309
Total Capital Assets, Not Being Depreciated	<u>1,156,867</u>	<u>2,539,309</u>	<u>-</u>	<u>3,696,176</u>
Capital Assets, Being Depreciated:				
Buildings and Site Improvements	10,592,942	-	-	10,592,942
Equipment	686,716	10,390	-	697,106
Vehicles	967,101	106,020	-	1,073,121
Food Service	82,297	17,340	-	99,637
Total Capital Assets, Being Depreciated	<u>12,329,056</u>	<u>133,750</u>	<u>-</u>	<u>12,462,806</u>
Less Accumulated Depreciation:				
Buildings and Site Improvements	(6,847,071)	(250,293)	-	(7,097,364)
Equipment	(504,380)	(40,216)	-	(544,596)
Vehicles	(796,227)	(70,770)	-	(866,997)
Food Service	(68,675)	(5,527)	-	(74,202)
Total Accumulated Depreciation	<u>(8,216,353)</u>	<u>(366,806)</u>	<u>-</u>	<u>(8,583,159)</u>
Total Capital Assets, Being Depreciated, Net	<u>4,112,703</u>	<u>(233,056)</u>	<u>-</u>	<u>3,879,647</u>
Capital Assets, Governmental Activities, Net	<u>\$ 5,269,570</u>	<u>\$ 2,306,253</u>	<u>\$ -</u>	<u>\$ 7,575,823</u>

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

Instruction	\$ 290,509
Supporting Services	70,770
Food Service	<u>5,527</u>
Total	<u>\$ 366,806</u>

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 5: Long-Term Debt

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

	Balance 6/30/2023	Additions	Reductions	Balance 6/30/2024	Due in One Year
Governmental Activities					
GO Bond, Series 2012	\$ 540,000	\$ -	\$ 265,000	\$ 275,000	\$ 275,000
Premium 2012	9,293	-	6,948	2,345	-
GO Bond, Series 2024	-	40,800,000	-	40,800,000	970,000
Premium 2024	-	4,441,816	92,892	4,348,924	-
Compensated Absences	10,514	105,035	-	115,549	-
Total Long-Term Debt	\$ 559,807	\$ 45,346,851	\$ 364,840	\$ 45,541,818	\$ 1,245,000

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

2012 General Obligation Bonds

On February 7, 2012, the District issued \$2,400,000 in General Obligation Refunding Bonds with an average interest rate of 3.07% to advance refund of outstanding 2004 General Obligation Bonds bearing interest rates ranging from 4.00% to 5.00%. Refunding proceeds of \$2,656,183 were deposited with an escrow agent to provide debt service payments of \$2,335,000 in principal and \$630,200 in interest on the 2004 Series Bonds.

As a result, that portion of 2006 Bonds is considered to be defeased and the liability for the issue has been removed from the financial statements. The defeased debt balance at June 30, 2023, was \$565,000. The District completed the advance refunding to reduce the total debt service payments by \$220,337 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

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

2024 General Obligation Bonds

On January 18, 2024, the District issued General Obligation Refunding Bonds, Series 2024, in the amount of \$40,800,000 to finance the grant-matching portion of the State of Colorado’s Building Excellent Schools Today (BEST) program. The proceeds and the grant will be used to construct a new school. The District also received a premium of \$4,441,816, which will be amortized over the term of the bonds using the effective interest rate method. Principal payments are due annually on December 1, through 2049. Interest payments are due semi-annually on June 1st and December 1st, with interest accruing at 4% to 5.5% per annum. The full faith and credit of the District is pledged for the payment of the principal and interest on these bonds with ad valorem taxes on all of the taxable property in the District.

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 5: Long-Term Debt (Continued)

Bond payments to maturity are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,245,000	\$ 2,040,975	\$ 3,285,975
2026	835,000	1,990,350	2,825,350
2027	880,000	1,947,475	2,827,475
2028	925,000	1,902,350	2,827,350
2029	970,000	1,854,975	2,824,975
2030-2034	5,625,000	8,477,500	14,102,500
2035-2039	7,180,000	6,884,875	14,064,875
2040-2044	9,155,000	4,863,075	14,018,075
2045-2049	11,560,000	2,380,913	13,940,913
2050	2,700,000	74,250	2,774,250
Total	<u>\$ 41,075,000</u>	<u>\$ 32,416,738</u>	<u>\$ 73,491,738</u>

NOTE 6: Risk Management

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

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

NOTE 7: Defined Benefit Pension Plan

General Information

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

General Information (Continued)

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

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

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

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

Contributions provisions as of June 30, 2024 - The District, State, and eligible employees are required to contribute to the SDTF at rates established by Title 24, Article 51, Part 4 of the CRS. These contribution requirements are established and may be amended by the State Legislature. The contribution rate for employees was 11% for the period from July 1, 2023, through June 30, 2024. The District's contribution rate for the fiscal year was 21.40% of covered salaries. However, a portion of the District's contribution (1.02% of covered salaries) is allocated to the Health Care Trust Fund (Note 8). The District's contributions to the SDTF for the year ended June 30, 2024, were \$558,045 equal to the required contributions.

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

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

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

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

At December 31, 2023, the District's proportion was 0.0461353740%, which was an increase of 0.0063699327% from its proportion measured at December 31, 2023.

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

District's proportionate share of the net pension liability	\$ 8,158,313
State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	<u>178,888</u>
Total	<u><u>\$ 8,337,201</u></u>

For the year ended June 30, 2024, the District recognized pension expense of (\$2,091,102) and a revenue of (\$13,629) 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>
Differences between expected and actual experience	\$ 386,859	\$ -
Net difference between projected and actual earnings on plan investments	584,823	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	680,517	525,492
Contributions subsequent to the measurement date	<u>300,784</u>	<u>-</u>
Total	<u><u>\$ 1,952,983</u></u>	<u><u>\$ 525,492</u></u>

District contributions subsequent to the measurement date of \$300,784 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

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

<u>Year Ended June 30,</u>	
2025	\$ 41,175
2026	606,000
2027	642,597
2028	<u>(163,065)</u>
Total	<u>\$ 1,126,707</u>

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

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

The actuarial assumptions used in the December 31, 2022, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (SB) 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan participants were used to reduce the estimated amount of total service costs for future plan members.
- District contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. District contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated District contributions reflect reductions for the funding of the annual increase reserve and retiree health care benefits. For future plan members, District contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the state, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million, commencing July 1, 2018, that is proportioned between the PERA Division Trust Funds, including SDTF, based upon the covered payroll. The annual direct distribution ceases when all PERA Division Trust Funds are fully funded.
- District contributions and the amount of total service costs for future plan participants were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The annual increase reserve balance was excluded from the initial fund net position, as, per statute, annual increase reserve amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. Annual increase reserve transfers to the fiduciary net position and the subsequent annual increase reserve benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 67 projection test.

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2024

NOTE 7: Defined Benefit Pension Plan (Continued)

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$ 10,909,022	\$ 8,158,313	\$ 5,864,555

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

NOTE 8: Postemployment Healthcare Benefits

General Information

Plan Description - All employees of the District are eligible to receive postemployment benefits other than pensions (OPEB) through the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees' Retirement Association of Colorado (PERA). Title 24, Article 51, Part 12 of the Colorado Revised Statutes (CRS), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carryout the purposes of the PERACare program, including administration of the premium subsidies. CRS provisions may be amended by the Colorado General Assembly. PERA issues a publicly available financial report, that includes information on the HCTF, which may be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided - The HCTF provides a healthcare premium subsidy to eligible participating benefit recipients and retirees who choose to enroll in one of the PERA health care plans. However, the subsidy is not available if only enrolled in the dental and/or vision plan(s). Eligibility to enroll is voluntary and includes benefit recipients, their eligible dependents, and surviving spouses, among others. Eligible benefit recipients may enroll in the HCTF upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period. The health care premium subsidy is based on the benefit structure under which the member retires and the member's years of service credit.

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

PERA Benefit Structure - The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare, and \$115 per month for benefit recipients who are over 65 years of age or who are under 65 years of age and entitled to Medicare. The maximum subsidy is based on 20 or more years of service. The subsidy is reduced by 5% for each year of service less than 20 years. The benefit recipient pays the remaining portion of the premium not covered by the subsidy.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, CRS § 24-51-12-6(4) provides an additional subsidy. According to the State statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF on behalf of recipients not covered by Medicare Part A.

Contributions - As established by Title 24, Article 51, Section 208(1)(f) of the CRS, as amended, 1.02% of the District's contributions to the School Division Trust Fund (SDTF) (Note 7) are apportioned to the HCTF. No employee contributions are required. These contribution requirements are established and may be amended by the State Legislature. The District's apportionment to the HCTF for the year ended June 30, 2024, was \$27,930, equal to the required amount.

At June 30, 2024, the District reported a net OPEB liability of \$196,990, representing its proportionate share of the net OPEB liability of the HCTF. The net OPEB liability was measured at December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total OPEB liability to December 31, 2023.

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

At December 31, 2023, the District's proportion was 0.0276002303%, which was a decrease of 0.0026257075% from its proportion measured at December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB expense of (\$18,373). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 40,377
Changes of assumptions and other inputs	2,317	20,888
Net difference between projected and actual earnings on plan investments	6,095	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	1,152	42,291
Contributions subsequent to the measurement date	15,054	-
Total	\$ 24,618	\$ 103,556

District contributions subsequent to the measurement date of \$15,054 will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ended June 30,

2025	\$ (37,672)
2026	(22,362)
2027	(11,417)
2028	(13,213)
2029	(6,640)
2030	(2,688)
Total	\$ (93,992)

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

Actuarial Cost Method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40% - 11.00%
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates:	
Service-based premium subsidy	0.0%
PERACare Medicare plans	
7% in 2023, gradually decreasing to 4.5% in 2033	
Medicare Part A premiums:	
3.5% in 2023, gradually increasing to 4.5% in 2035	

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

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

Age-Related Morbidity Assumptions

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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

The actuarial assumptions used in the December 31, 2022, valuations were based on the results of the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

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

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

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

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

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives	6.00%	4.70%
Total	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 total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions. In addition, the following methods and assumptions were used in the projection of cash flows:

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2023, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 74 projection test.
- As of December 31, 2023, measurement date, the fiduciary net position and related disclosure components for the HCTF reflect payments related to disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of December 31, 2023, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

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

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

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates (7.25%)</u>	<u>1% Increase in Trend Rates</u>
Initial PERACare Medicare trend rate	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	<u>\$ 191,336</u>	<u>\$ 196,990</u>	<u>\$ 203,140</u>

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

	<u>1% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Increase (8.25%)</u>
Proportionate share of the net OPEB liability	<u>\$ 232,670</u>	<u>\$ 196,990</u>	<u>\$ 166,466</u>

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

NOTE 9: Commitments and Contingencies

Claims and Judgments

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

Tabor Amendment

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

In November 1999, voters within the District authorized the District to collect and to expend the full revenues received by the District from any source in the current fiscal year and in each fiscal year thereafter, notwithstanding the limits of the Amendment effective January 1, 1998. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment.

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 9: Commitments and Contingencies (Continued)

Tabor Amendment (Continued)

The Amendment requires the District to establish a reserve for emergencies, representing 3% of qualifying expenditures. At June 30, 2024, the District's emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$245,000.

Litigation

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

NOTE 10: Reclassification of Major to Nonmajor Funds

At June 30, 2024, the District reclassified the food service fund from major to nonmajor as a result of the addition of the building fund. The change is reported in the governmental funds financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

PLATEAU VALLEY SCHOOL DISTRICT 50
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ 3,191,449	\$ 2,793,354	\$ 2,907,855	\$ 114,501
Specific Ownership Taxes	336,104	258,253	488,709	230,456
Investment Income	-	-	289,801	289,801
Miscellaneous	57,000	222,000	32,122	(189,878)
County Sources	3,000	3,000	2,278	(722)
State Grants	1,591,852	2,062,767	1,982,569	(80,198)
Federal Grants	200,088	245,234	254,797	9,563
TOTAL REVENUES	5,379,493	5,584,608	5,958,131	373,523
EXPENDITURES				
Current				
Instruction	2,923,299	2,807,663	2,653,609	154,054
Supporting Services				
Students	171,689	187,296	189,113	(1,817)
Instructional Staff	93,155	100,401	95,196	5,205
General Administration	63,412	258,240	163,428	94,812
School Administration	604,040	451,493	553,817	(102,324)
Business Services	136,041	136,039	155,925	(19,886)
Operations and Maintenance	671,172	710,731	609,614	101,117
Student Transportation	218,586	233,632	217,270	16,362
Central Support	258,585	233,948	255,472	(21,524)
Facilities Acquisition	222,000	222,000	111,063	110,937
Total Supporting Services	2,438,680	2,533,780	2,350,898	182,882
TOTAL EXPENDITURES	5,361,979	5,341,443	5,004,507	336,936
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	17,514	243,165	953,624	710,459
OTHER FINANCING SOURCES (USES)				
Transfers Out	(60,000)	(95,498)	(82,603)	12,895
CHANGE IN FUND BALANCE	(42,486)	147,667	871,021	723,354
FUND BALANCE, Beginning	5,135,401	5,515,680	5,542,381	26,701
FUND BALANCE, Ending	<u>\$ 5,092,915</u>	<u>\$ 5,663,347</u>	<u>\$ 6,413,402</u>	<u>\$ 750,055</u>

PLATEAU VALLEY SCHOOL DISTRICT 50
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO SCHOOL DIVISION TRUST FUND
June 30, 2024

MEASUREMENT YEAR	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>	<u>12/31/20</u>
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY				
District's Proportion of the Net Pension Liability	0.0461353740%	0.0397654413%	0.0460809991%	0.0545080730%
District's Proportionate Share of the Net Pension Liability	\$ 8,158,313	7,241,074	\$ 5,362,614	\$ 8,240,521
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>178,888</u>	<u>2,110,122</u>	<u>614,755</u>	<u>-</u>
Total Proportionate Share of the Net Pension Liability	<u>8,337,201</u>	<u>9,351,196</u>	<u>5,977,369</u>	<u>8,240,521</u>
District's Covered Payroll	\$ 3,049,957	3,114,085	\$ 2,987,483	\$ 2,826,104
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	267%	233%	180%	292%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65%	75%	75%	67%
FISCAL YEAR				
DISTRICT CONTRIBUTIONS				
Statutorily Required Contribution	\$ 558,045	634,651	\$ 593,912	\$ 561,829
Contributions in Relation to the Statutorily Required Contribution	<u>(558,045)</u>	<u>(634,651)</u>	<u>(593,912)</u>	<u>\$ (561,829)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
District's Covered Payroll	\$ 2,738,191	3,114,085	\$ 2,987,483	\$ 2,826,104
Contributions as a Percentage of Covered Payroll	20.38%	20.38%	19.88%	19.88%

<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
0.0500465770%	0.0532604051%	0.0596509439%	0.0629070322%	0.0618526641%	0.0591675226%
\$ 7,476,850	\$ 9,430,849	\$ 19,288,995	\$ 18,729,856	\$ 9,459,928	8,019,187
<u>948,342</u>	<u>1,289,540</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>8,425,192</u>	<u>10,720,389</u>	<u>19,288,995</u>	<u>18,729,856</u>	<u>9,459,928</u>	<u>8,019,187</u>
\$ 2,996,722	\$ 2,829,940	\$ 2,855,378	\$ 2,802,681	\$ 2,842,160	\$ 2,503,338
250%	333%	676%	668%	333%	320%
65%	57%	44%	43%	59%	63%
<u>06/30/20</u>	<u>06/30/19</u>	<u>06/30/18</u>	<u>06/30/17</u>	<u>06/30/16</u>	<u>06/30/15</u>
\$ 580,765	\$ 541,368	\$ 539,072	\$ 515,135	\$ 503,926	\$ 448,314
\$ <u>(580,765)</u>	\$ <u>(541,368)</u>	\$ <u>(539,072)</u>	\$ <u>(515,135)</u>	\$ <u>(503,926)</u>	\$ <u>(448,314)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ 2,996,722	\$ 2,829,940	\$ 2,855,378	\$ 2,802,681	\$ 2,842,160	\$ 2,503,338
19.38%	19.13%	18.88%	18.38%	17.73%	17.91%

PLATEAU VALLEY SCHOOL DISTRICT 50
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO HEALTH CARE TRUST FUND
June 30, 2024

MEASUREMENT YEAR	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>
PROPORTIONATE SHARE OF THE NET OPEB LIABILITY			
District's Proportion of the Net OPEB Liability	0.0276002303%	0.0302259378%	0.0300873566%
District's Proportionate Share of the Net OPEB Liability	\$ 196,990	\$ 259,445	\$ 299,676
District's Covered Payroll	\$ 3,049,957	\$ 1,008,985	\$ 985,178
District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	6%	26%	30%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	46%	39%	39%
FISCAL YEAR			
DISTRICT CONTRIBUTIONS			
Statutorily Required Contributions	\$ 27,930	\$ 31,764	\$ 30,472
Contributions in Relation to the Statutorily Required Contribution	<u>(27,930)</u>	<u>(31,764)</u>	<u>(30,472)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 2,738,191	\$ 3,114,085	\$ 2,987,483
Contributions as a Percentage of Covered Payroll	1.02%	1.02%	1.02%

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

<u>12/31/20</u>	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>
0.0315373384%	0.0327046947%	0.0346728330%	0.0338644673%
\$ 367,600	\$ 471,738	\$ 440,103	\$ 463,603
\$ 901,354	\$ 911,399	\$ 876,505	\$ 904,274
41%	52%	50%	51%
33%	24%	17%	18%
<u>6/30/21</u>	<u>6/30/20</u>	<u>6/30/19</u>	<u>6/30/18</u>
\$ 28,826	\$ 30,567	\$ 28,865	\$ 29,125
<u>(28,826)</u>	<u>(30,567)</u>	<u>(28,865)</u>	<u>(29,125)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,826,104	\$ 2,996,722	\$ 2,829,940	\$ 2,855,378
1.02%	1.02%	1.02%	1.02%

PLATEAU VALLEY SCHOOL DISTRICT 50
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 1: Stewardship, Compliance, and Accountability

Budgetary Information

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

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

Budget Compliance

For the year ending June 30, 2024, the District did not approve a budget for the Building Fund. At June 30, 2024, the Debt Service Fund actual expenditures exceeded budgeted appropriations by \$692,097. These may be violations of state statutes.

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

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

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

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

NOTE 3: Changes in Assumptions and Other Inputs

No changes made to the actuarial methods or assumptions.

SUPPLEMENTARY INFORMATION

PLATEAU VALLEY SCHOOL DISTRICT 50

COMBINING BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2024

	FOOD SERVICE	PUPIL ACTIVITY FUND	TOTAL NONMAJOR
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Investments	\$ 55,684	\$ 231,503	\$ 287,187
Accounts Receivable	2,603	-	2,603
Grants Receivable	12,207	-	12,207
Inventories	<u>10,342</u>	<u>-</u>	<u>10,342</u>
 TOTAL ASSETS	 <u>\$ 80,836</u>	 <u>\$ 231,503</u>	 <u>\$ 312,339</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accrued Salaries and Benefits	\$ 9,169	\$ -	\$ 9,169
Unearned Revenue	<u>2,952</u>	<u>-</u>	<u>2,952</u>
 TOTAL LIABILITIES	 <u>12,121</u>	 <u>-</u>	 <u>12,121</u>
 FUND BALANCES			
Restricted for Food Service	68,715	-	68,715
Assigned to Student Activities	<u>-</u>	<u>231,503</u>	<u>231,503</u>
 TOTAL FUND BALANCES	 <u>68,715</u>	 <u>231,503</u>	 <u>300,218</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	 <u>\$ 80,836</u>	 <u>\$ 231,503</u>	 <u>\$ 312,339</u>

PLATEAU VALLEY SCHOOL DISTRICT 50
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2024

	FOOD SERVICE	PUPIL ACTIVITY FUND	TOTAL NONMAJOR
REVENUES			
Local Sources	\$ 16,032	\$ 213,661	\$ 229,693
State Sources	74,353	-	74,353
Federal Sources	106,668	-	106,668
TOTAL REVENUES	<u>197,053</u>	<u>213,661</u>	<u>410,714</u>
EXPENDITURES			
Current			
Instruction	-	139,901	139,901
Food Services	203,054	-	203,054
Capital Outlay	17,340	-	17,340
TOTAL EXPENDITURES	<u>220,394</u>	<u>139,901</u>	<u>360,295</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES	<u>(23,341)</u>	<u>73,760</u>	<u>50,419</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	82,603	-	82,603
CHANGES IN FUND BALANCES	59,262	73,760	133,022
FUND BALANCES, Beginning	<u>9,453</u>	<u>157,743</u>	<u>167,196</u>
FUND BALANCES, Ending	<u><u>\$ 68,715</u></u>	<u><u>\$ 231,503</u></u>	<u><u>\$ 300,218</u></u>

PLATEAU VALLEY SCHOOL DISTRICT 50
BUDGETARY COMPARISON SCHEDULE
FOOD SERVICE FUND
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Fees	\$ -	\$ -	\$ 14,504	\$ 14,504
Investment Income	-	-	3	3
Miscellaneous	5,700	11,200	1,525	(9,675)
State Grants	800	42,300	74,353	32,053
Federal Grants	188,000	132,200	106,668	(25,532)
TOTAL REVENUES	194,500	185,700	197,053	11,353
EXPENDITURES				
Current				
Salaries	73,976	77,829	77,169	660
Benefits	17,052	26,419	24,121	2,298
Purchased Services	6,800	6,800	3,620	3,180
Supplies and Materials	134,700	153,100	97,872	55,228
Other	50	50	272	(222)
Capital Outlay	17,000	17,000	17,340	(340)
TOTAL EXPENDITURES	249,578	281,198	220,394	60,804
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(55,078)	(95,498)	(23,341)	72,157
OTHER FINANCING SOURCES (USES)				
Transfers In	60,000	95,498	82,603	(12,895)
CHANGE IN FUND BALANCE	4,922	-	59,262	59,262
FUND BALANCE, Beginning	12,000	9,453	9,453	-
FUND BALANCE, Ending	\$ 16,922	\$ 9,453	\$ 68,715	\$ 59,262

PLATEAU VALLEY SCHOOL DISTRICT 50
BUDGETARY COMPARISON SCHEDULE
PUPIL ACTIVITY FUND
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Contributions	\$ 185,000	\$ 185,000	\$ 213,661	\$ 28,661
EXPENDITURES				
Current				
Supporting Services	185,000	185,000	139,901	45,099
CHANGE IN FUND BALANCE	-	-	73,760	73,760
FUND BALANCE, Beginning	153,860	153,860	157,743	3,883
FUND BALANCE, Ending	\$ 153,860	\$ 153,860	\$ 231,503	\$ 77,643

PLATEAU VALLEY SCHOOL DISTRICT 50
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ -	\$ -	\$ 2,671,916	\$ 2,671,916
Investment Income	-	-	17,562	17,562
TOTAL REVENUES	-	-	2,689,478	2,689,478
EXPENDITURES				
Debt Service				
Principal	265,000	265,000	265,000	-
Interest	16,300	16,300	708,597	(692,297)
Fees and Charges	200	200	-	200
TOTAL EXPENDITURES	281,500	281,500	973,597	(692,097)
CHANGE IN FUND BALANCE	(281,500)	(281,500)	1,715,881	1,997,381
FUND BALANCE, Beginning	573,606	573,606	572,654	(952)
FUND BALANCE, Ending	<u>\$ 292,106</u>	<u>\$ 292,106</u>	<u>\$ 2,288,535</u>	<u>\$ 1,996,429</u>

PLATEAU VALLEY SCHOOL DISTRICT 50
BUDGETARY COMPARISON SCHEDULE
BUILDING FUND
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Investment Income	\$ -	\$ -	\$ 1,002,889	\$ 1,002,889
Miscellaneous	-	-	6,233	6,233
State Sources				
BEST Grant	-	-	1,003,684	1,003,684
TOTAL REVENUES	-	-	2,012,806	2,012,806
EXPENDITURES				
Current				
Supporting Services	-	-	356,070	(356,070)
Capital Outlay	-	-	2,534,407	(2,534,407)
TOTAL EXPENDITURES	-	-	2,890,477	(2,890,477)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(877,671)	(877,671)
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	-	-	40,800,000	40,800,000
Bond Premium	-	-	4,441,816	4,441,816
TOTAL OTHER FINANCING SOURCES (USES)	-	-	45,241,816	45,241,816
CHANGE IN FUND BALANCE	-	-	44,364,145	(877,671)
FUND BALANCE, Beginning	-	-	-	-
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,364,145</u>	<u>\$ 44,364,145</u>

COMPLIANCE SECTION

STATE COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 1990 - Plateau Valley 50
 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	5,515,680		5,875,531	5,004,509		6,386,701
18 Risk Mgmt Sub-Fund of General Fund	0		0	0		0
19 Colorado Preschool Program Fund	26,700		0	0		26,700
Sub-Total	5,542,380		5,875,531	5,004,509		6,413,402
11 Charter School Fund	0		0	0		0
20.26-29 Special Revenue Fund	0		0	0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0	0		0
07 Total Program Reserve Fund	0		0	0		0
21 Food Service Spec Revenue Fund	9,453		273,117	213,855		68,715
22 Govt Designated-Purpose Grants Fund	0		0	0		0
23 Pupil Activity Special Revenue Fund	157,743		213,661	139,901		231,503
25 Transportation Fund	0		0	0		0
31 Bond Redemption Fund	572,654		2,689,478	973,596		2,288,535
39 Certificate of Participation (COP) Debt Service Fund	0		0	0		0
41 Building Fund	0		47,254,622	2,890,477		44,364,145
42 Special Building Fund	0		0	0		0
43 Capital Reserve Capital Projects Fund	0		0	0		0
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
Totals	6,282,229		56,306,410	9,222,338		53,366,300
Proprietary						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	0		0	0		0
60.65-69 Other Internal Service Funds	0		0	0		0
Totals	0		0	0		0
Fiduciary						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	0		0	0		0
73 Agency Fund	0		0	0		0
74 Pupil Activity Agency Fund	0		0	0		0
79 GASB 34/Permanent Fund	0		0	0		0
85 Foundations	0		0	0		0
Totals	0		0	0		0

FINAL