



SCHOOLS

Annual Comprehensive Financial Report

for the Fiscal Year Ended June 30, 2025

School District 27J
88 N. 40th Avenue • Brighton, CO 80601

SCHOOL DISTRICT 27J
ADAMS, WELD AND BROOMFIELD COUNTIES
BRIGHTON, COLORADO

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2025**

Prepared by:
Finance Office

School District 27J, Colorado
Annual Comprehensive Financial Report
For The Year Ended June 30, 2025

TABLE OF CONTENTS

Introductory Section

Governing Board of Education – Function and Composition	1
Executive Administrative Staff	1
Organizational Chart	2
GFOA Certificate of Achievement	3
Letter of Transmittal	4

Financial Section

Independent Auditors’ Report	9
Management’s Discussion and Analysis	14

Basic Financial Statements

Government-Wide Financial Statements

Statement of Net Position	26
Statement of Activities	27

Fund Financial Statements

Governmental Funds

Balance Sheet	28
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	29
Statement of Revenues, Expenditures and Changes in Fund Balances	30
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	31

Proprietary Funds

Statement of Net Position.....	32
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	33
Statement of Cash Flows	34

Fiduciary Funds

Statement of Fiduciary Net Position.....	35
Statement of Changes in Fiduciary Net Position.....	36

Notes to the Basic Financial Statements	37
--	----

Required Supplementary Information

Budgetary Comparison Schedule – <i>General Fund</i>	98
Budgetary Comparison Schedule – <i>Government Designated Grants Fund</i>	99
Budgetary Comparison Schedule – <i>Nutrition Services Fund</i>	100
Schedule of the District’s Proportionate Share of the Net Pension Liability.....	101
Schedule of District Pension Contributions.....	102
Schedule of the District’s Proportionate Share of the OPEB Liability	103

School District 27J, Colorado
Annual Comprehensive Financial Report
For The Year Ended June 30, 2025

Schedule of District OPEB Contributions	104
Notes to the Required Supplementary Information.....	105

Supplementary Information

Combining and Individual Fund Financial Statements and Schedules

Governmental Funds

Non-major Special Revenue Funds

Combining Balance Sheet	109
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	110
Budgetary Comparison Schedule – <i>Pupil Activity Fund</i>	111
Budgetary Comparison Schedule – <i>Transportation Fund</i>	112
Budgetary Comparison Schedule – <i>Child Care/Extended Day Kindergarten</i>	113
Budgetary Comparison Schedule – <i>Other Special Programs Fund</i>	114

Major Capital Projects Fund

Budgetary Comparison Schedule	115
-------------------------------------	-----

Major Debt Service Fund

Budgetary Comparison Schedule	116
-------------------------------------	-----

Proprietary Funds

Internal Service Fund

Combining Statement of Net Position	118
Combining Statement of Revenues, Expenditures and Changes in Net Position	119
Combining Statement of Cash Flows	120
Budgetary Comparison Schedule – <i>Print Shop Fund</i>	121
Budgetary Comparison Schedule – <i>Risk Management Fund</i>	122

Fiduciary Fund

Schedule of Changes in Net Position – Budget to Actual	123
--	-----

Component Units

Combining Statement of Net Position	125
Combining Statement of Activities.....	126

Statistical Section

SEC Bond Issue Requirements.....	128
----------------------------------	-----

Financial Trends

Net Position by Component	129
Changes in Net Position	130
Fund Balances of Governmental Funds	131

School District 27J, Colorado
Annual Comprehensive Financial Report
For The Year Ended June 30, 2025

Changes in Fund Balances of Governmental Funds132
Governmental Funds Revenue by Source133
Governmental Funds Expenditures by Function134

Revenue Capacity

Assessed Value and Actual Value of Taxable Property in the District.....135
Property Tax Levies and Collections136
History of District's Assessed Valuation.....137
Property Tax Rates138
Principal Property Tax Payers.....139
Direct and Overlapping Property Tax Rates140

Debt Capacity

Ratio of Governmental Debt to Actual Value and Total Outstanding Debt Per Capita.....141
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total
General Fund Expenditures142
Legal Debt Margin Information143
Estimated Overlapping General Obligation Debt144

Demographic and Economic Information

Principal Employers145
Percentage of Free and Reduce Meals146

Operating Information

Full-time Equivalent School District Employees by Function.....147
Teacher/Student Ratio148
Teacher Salaries and Education149
School Building Information.....150
Enrollment and Funded Pupil Count by Grade151

Compliance Section

Single Audit

Independent Auditors' Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed
in Accordance with Government Auditing Standards152
Independent Auditors' Report on Compliance for Each Major Federal Program, Report on
Internal Control Over Compliance and Report on the Schedule of Expenditures of Federal
Awards Required by the Uniform Guidance155
Schedule of Expenditures of Federal Awards159
Notes to Schedule of Expenditures of Federal Awards.....160
Corrective Action Plan.....164
Summary Schedule of Prior Audit Findings165

State Compliance

Auditors Electronic Financial Data Integrity Check Figures166

Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Introductory Section



SCHOOL DISTRICT 27J

List of Elected and Appointed Officials June 30, 2025

Board of Education

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Tom Green	President	2027
Mandy Thomas	Vice-President	2025
Melinda Carbajal	Director	2027
Ashley Conn	Director	2025
Tracie Alvarado	Director	2025
Starr Trujillo	Director	2025
Rachel Wilhelm	Director	2027

Executive Administrative Staff

William Pierce	Superintendent
Stacey Yoshimoto	Chief Financial Officer
Terry Lucero	Chief Operations Officer
Michael Clow	Chief Human Resources Officer
Jeremy Heide	Chief Information Officer
Janelle Asmus	Chief Communications Officer
Brett Minne	Executive Director of Schools
Karla Reider	Executive Director of Learning Services

Board of Education

**Superintendent of Schools
Will Pierce**

Superintendent Administrative Assistant

Board Secretary

**Chief Human Resource Officer
Michael Clow**

**Chief Operation Officer
Terry Lucero**

**Chief Communications Officer
Janelle Asmus**

**Chief Financial Officer
Stacey Yoshimoto**

**Executive Director of Schools
Brett Minne**

**Chief Information Officer
Jeremy Heide**

**Executive Director of Learning Services
Karla Reider**

**Executive Director of Safety, Health, Student Support & High Schools
Vacant**

Recruitment Hiring

Benefits

Compensation

Employee Relations

Substitute Services

Licenses and Renewals

Retirement

Contracts

Title IX - Staff

Construction Bond Program

Grounds, Buildings, Facilities

Planning Enrollment Projections

Hazardous Materials

Transportation Operations Fleet

Asset Protection

School Specifications

Land Acquisition

Nutrition Services

Strategic Communications

Crisis Communications

Bond Communications and Mill Levy Communications

Media Relations

Website Development and Accessibility Support

School Messaging Support

Public Relations Marketing

Online, Print & Video Production

Public Opinion Polling

Community Engagement

Budget Management

Budget Development

Bond Accounting

Accounts Receivable

Accounts Payable

P-Cards

Payroll

Child Care Services

Elementary School Principals

Middle School Principals

Federal Grants

Unified School Improvement Plans

Preschool

AVID

Student Data

IT Infrastructure

Client Services

Data and Software

Virtual Systems

Cyber Security

Enterprise Application Systems

Student/Staff Tech Devices

Information Management

Network Management

Telecommunications Management

Special Education

Culturally Linguistically Diverse Education (CLDE)

Post Secondary Workforce Readiness

Professional Development

Data and Assessment

Gifted and Talented

Instructional Support

Intervention Services

Discipline Threat Assessments

Law Enforcement Partnerships

Safe2Tell

Family Resource Center Title IX

Safety Training Crisis Preparedness

Reunification School Response Protocol

Safety, Security and Emergency Services

High School Principals and Athletics



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School District 27J
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO



27J Schools

Superintendent William Pierce
18551 E. 160th Avenue, Brighton, CO 80601

27J Schools Board of Education

Tom Green, President
Mandy Thomas, Vice President
Tracie Alvarado, Director
Melinda Carbajal, Director
Ashley Conn, Director
Starr Trujillo, Director
Rachel Wilhelm, Director

December 23, 2025

To the Board of Education and Citizens of 27J Schools:

The Local Government Audit Law requires Colorado local governments to have an annual audit of their financial statements and publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This Annual Comprehensive Financial Report (ACFR) is published to fulfill that requirement for the fiscal year ended June 30, 2025.

The District management assumes full responsibility for the completeness and reliability of the information contained in the ACFR, based upon a comprehensive framework of internal control that it has established for this purpose. The District's financial services department prepared this report which contains management's representations concerning the finances of the District. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects, reported in a manner to present fairly the financial position and results of operations of the District's funds. As the cost of internal controls should not outweigh the benefits, the outcome is to provide reasonable, rather than absolute, assurance the financial statements are free of any material misstatements.

The ACFR is presented in three sections: Introductory, Financial, and Statistical.

- The introductory section includes this letter of transmittal, the District's organizational chart, a list of principal officials and a reproduction of the 2024 GFOA Certificate of Achievement.
- The financial section includes the report of the independent auditor, management's discussion and analysis (MD&A), basic financial statements, required supplementary information and notes, combining statements, and individual fund statements and schedules.
- The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

RubinBrown LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the School District 27J's financial statements for the year ended June 30, 2025. The independent auditors' report is located at the front of the financial section of this report.

MD&A immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of School District 27J

Counties of Adams and Weld School District 27J, commonly referred to as School District 27J, formed in 1959 upon the reorganization and consolidation of several former school districts. School District 27J is located northeast of the Denver, Colorado metropolitan area and encompasses approximately 212.4 square miles in northwest Adams County, northeast Broomfield County and southwest Weld County and serves a population of about 110,000. The District is the only school district serving the City of Brighton and also serves segments of the cities of Thornton and Commerce City, in addition to the surrounding unincorporated and generally rural areas.

The District is a legally separate, primary government entity that operates under a publicly elected seven-member Board of Education. The Board of Education members are elected to alternating four-year terms with elections held every two years. Board members represent a specific area of the District, but are elected at-large. The School District 27J Board of Education voted January 27, 2009 to adopt the Policy Governance model of board governance. The Board of Education adopts the budget, employs all personnel required to maintain the operations, determines the educational programs provided by the district, and is primarily accountable for fiscal matters.

The District provides a full range of educational programs and services authorized by Colorado State Statutes to over 23,000 enrolled students. Included are basic kindergarten through twelfth-grade (K-12) education as well as preschool, vocational, special education, gifted and talented, bilingual education and numerous services and programs. The District's K-12 curriculum is delivered in its neighborhood school system of 13 elementary schools, 6 middle schools (5 comprehensive and 1 alternative), 4 high schools (3 comprehensives and 1 alternative), and 6 charter schools.

School District 27J is financially accountable for six charter schools and one capital foundation that are legally separate entities; all financial activity of the seven component units is discretely presented in the District's financial statements for the year ended June 30, 2025. The District's seven component units, are Belle Creek Charter School, Bromley East Charter School, Eagle Ridge Academy, Foundations Academy and Landmark Academy (charter schools operated by National Heritage Academies), The STEAD School, and the School District 27J Capital Facility Fee Foundation (CFFF). Additional information on all of these legally separate entities can be found in the notes to the financial statements (see note I-A).

Colorado State Statutes require that the District adopt the budget by June 30 prior to the beginning of the subsequent fiscal year. Budget revisions may be adopted prior to January 31 of the current fiscal year. The District maintains extensive budgetary controls, to ensure compliance with legal requirements, Board of Education policies and District administrative guidelines. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund. Staffing levels are authorized for each site and are tracked monthly to ensure usage within budgeted limits. Monthly reports are provided to each site's administrative staff, to allow monitoring of their discretionary budgets. As demonstrated by the statements and schedules included in the financials section of this report, the District continues to meet its responsibility for sound financial management.

Local economy

School District 27J provides educational services in the Metro Denver area inclusive of the cities of Brighton, Thornton and Commerce City. The District has a significant economic presence, employing in total more than 2,000 teachers, professionals and support staff.

The labor market in Colorado remains strong, with overall employment well exceeding pre-pandemic levels. While Colorado continues to outpace the nation on most labor market measures, there are some indications of softening. Elevated job openings continue to indicate that there is room to reign in inflationary pressures without decreasing employment. Employment levels in Colorado reached pre-pandemic levels in February 2022. Jobs are abundant, and ample household savings have helped to shrink the gap between rising incomes and even more quickly rising prices, but inflation has taken its toll. Rapid price hikes from energy and housing to food and vehicles have eroded real gains in earnings and income. Imposing and persistent inflationary pressures have prompted the Federal Reserve to raise interest rates and reduce asset purchases. The coming months will illuminate the inflation response to monetary policy treatment, as well as any persistent impacts for households and businesses.

Metro Denver has a limited supply of residential real estate and above-average population growth, so home prices and appreciation are rising, and construction activity is robust. School District 27J is one of the few remaining areas in Metro Denver with large amounts of land for development. The population in Brighton, Thornton and Commerce City have all increased in recent years.

Brighton City Council has continued its commitment to expanding both the employment base and range of retail opportunities by funding and working in cooperation with the Brighton Economic Development Corporation, Brighton Urban Renewal Authority, and Adams County Economic Development and Upstate Colorado Economic Development.

The District maintains a credit rating for schools of "A+" with a stable outlook. Credit ratings, provided by independent third parties, serve as an indicator of an organization's financial stability—as well as the safety and security of the debt sold by that organization. The most recent report from Standard and Poor referenced the District's access to, and participation in, the large and diverse Denver economy, coupled with very strong per capita wealth levels and good to very strong income indicators; which include continued growth in enrollment, the primary influence on the District's operating revenues; and consecutive years of positive operations with strong available general fund balances. In general, higher credit ratings often result in lower borrowing costs for the District because our interest rates are lower and there is a wider market of buyers.

Long-term financial planning and major initiative

Unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund at year end was 28.4 percent of the total general fund revenues.

Student enrollment increased annually through fiscal year 2024-2025. Enrollment in fiscal year 2025-2026 will increase minimally due to the opening of a new charter school, Capstone Academy. The District has worked through budget policy and practice of a structurally balanced budget in order to maintain stability, despite the changing legislative decisions surrounding the state budget, which ultimately has an impact on the Colorado School Finance Act which has limited growth on a per pupil basis.

The District was successful in passing a \$515 million bond in the November 2021 election supporting building four new schools, including a fourth district high school, a sixth district middle school, the second phase of the fourteenth district elementary and a K-8 school. In addition, STEM/CTE expansions at the three high schools, a new transportation terminal, additional technology, increased safety and security and continued deferred maintenance at the existing District buildings will all be supported by the bond. Discovery Magnet opened in the fall of 2023 along with all three CTE centers at the comprehensive high schools.

The District was also successful in passing a \$17.74 mill levy override in the November of 2022 election supporting compensation, safety and security and supporting our career technical and education centers.

Achievement

- Students in 27J are approaching the state average on Colorado Measures of Academic Success (CMAS).
- The percent of students meeting or exceeding grade level expectations in 27J are scoring below the state percentage in nearly every assessment.
- These proficiency gaps widen as students approach graduation.
- There is a significant gap in performance with EL students, Hispanic students, and free and reduced lunch students within 27J.

Growth

- Students in 27J are approaching making enough yearly growth.

Gaps

- Proficient or advanced 27J students are not "keeping up" with their proficiency at the same rate that other Colorado students are, nor are the proficient students "moving up" toward an advanced score.
- The "Students with Disabilities" student group received a "Does Not Meet" rating in English Language Arts (Reading and Writing), Math, and Science at all school levels.

The three major improvement strategies outlined in the 27J Unified Improvement Plan are:

Thinking Classrooms provide a framework for outlining the structures for 27J leaders. The Thinking Classroom is a classroom that transfers the definition of learning from the teacher delivering knowledge to the teacher being a driver of focused intentional learning, and students moving from a passive receiver of facts to a thinker using information. All students will have access to the same goal derived from the adopted 27J standards which are based on Colorado Academic Standards and the Common Core Standards.

The Thinking Classroom will have student evidence that is thoughtfully considered for each goal and assessed against the desired learning. Adjustments will be made in the instruction, and accommodations are offered to ensure the goal attainment based on the evidence.

The second focus is to use 27J curricular frames to align instruction toward big ideas. The 27J curricular frame is used to help create unit goals. These unit goals consider big ideas, the acquisition of essential knowledge and understandings, and the skills that a student will need to transfer this learning. Daily lessons are planned backwards from the unit goals. Each daily lesson's objective is essential in the development of larger unit goals.

The third area is to use 27J common assessment evidence to improve instruction. The teacher is also clear about what successful learning looks like and sounds like for each unit goal, daily objective and assignment. The teacher uses these learning criteria to tune in smartly to every student conversation, project, quiz, exit ticket or homework assignment as a way to gather evidence of learning, provide feedback, adjust future lessons, organize instructional supports, etc.

Relevant financial policies

The District's accounting system is designed to provide reasonable assurance that its assets are adequately safeguarded and that transactions are accurately recorded and have proper authorization. The District's budgetary and accounting controls provide reasonable assurance that errors or irregularities of a material nature are prevented or are detected in a reasonable period of time. The District is required by state law to adopt an annual budget that represents a complete financial plan for the ensuing fiscal year. A detailed programmatic budget is used as a guideline for expenditures, and monthly financial variance reports are prepared and distributed to the Superintendent and District leadership. The monthly reports contain information for all funds regarding revenue and expenditures as compared to the approved budget and prior fiscal year. While minor deviations from budget at the line-item level are allowed, control of expenditures is maintained at the fund

level to ensure that all budget areas stay within their total budgeted appropriations. School principals and department managers use the reports to monitor budgetary variances and significant differences are discussed with the appropriate supervisory staff as they occur. The Board of Education also receives monitoring reports throughout the fiscal year providing further detailed financial information on all funds as well as charter school operational and financial activity.

The financial accounting and budgetary system is automated and includes edits and balancing routines to ensure the integrity of the data entered. An evaluation of internal controls conducted by our auditors is included as part of this annual financial audit. The auditors' findings are presented to the Board of Education in the Single Audit report in the Compliance Section.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to School District 27J for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. This is the thirty-third year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable program requirements. A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current ACFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

This preparation of this report would not have been possible without the skill, effort, and dedication of the entire Finance Office staff. Each and every member of the Finance Office staff provides input into this report. We commend the Board of Education for their interest and unfailing support related to the planning and management of the District's finances in a responsible and progressive manner. Additionally, we would like to express our appreciation to the cities of Brighton, Commerce City, Thornton, Adams and Weld Counties, and other public entities which provided meaningful information in the preparation of this report.

Respectfully submitted,



William Pierce
Superintendent of Schools



Stacey Yoshimoto
Chief Financial Officer

Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Financial Section



Independent Auditors' Report

Board of Education
School District 27J
Brighton, Colorado

Report On The Audit Of The Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information for School District 27J (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the District as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Eagle Ridge Academy Charter School, Bromley East Charter School, Belle Creek Charter School, Foundation Academy Charter School, Landmark Academy Charter School, Capital Facility Fee Foundation, and the STEAD School, which represent 100 percent of the assets, net position and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Eagle Ridge Academy Charter School, Bromley East Charter School, Belle Creek Charter School, Foundation Academy Charter School, Landmark Academy Charter School, Capital Facility Fee Foundation and the STEAD School, is based solely on the reports of the other auditors.

Correction Of Error

As discussed in Note 3-E to the financial statements, the District corrected net position and fund balances as of July 1, 2024 due to correction of an error made in the year ended June 30, 2024.

Our opinion is not modified with respect to this matter.

Basis For Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities For The Audit Of The Financial Statements section of our report. The financial statements of Bromley East Charter School, Belle Creek Charter School, the Capital Facility Fee Foundation, and the STEAD School were not audited in accordance with *Government Auditing Standards*.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities Of Management For The Financial Statements

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

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

Auditors' Responsibilities For The Audit Of The Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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 on pages 13 through 24 and budgetary comparison information, schedule of the District's proportionate share of the net pension liability, schedule of the District's contributions to the pension plan, schedule of the District's proportionate share of the net other postemployment benefit (OPEB) liability and the schedule of the District's contributions to the OPEB plan on pages 94 through 101 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, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedule of expenditures of federal awards, as required by the U.S. Office of Management and Budget's Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; the Colorado Department of Education Auditor's Electronic Financial Data Integrity Check Figures, the combining and individual fund financial statements and schedules and the combining component unit financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS by us and the other auditors. In our opinion, based on our audit, the procedures performed as described above and the report of the other auditors, the schedule of expenditures of federal awards, the Colorado Department of Education Auditor's Electronic Financial Data Integrity Check Figures, the combining and individual fund financial statements and schedules and the combining component unit financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required By *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

RubinBrown LLP

December 23, 2025

School District 27J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the fiscal year ended June 30, 2025

As management of School District 27J, counties of Adams, Weld and Broomfield, Colorado (the School District), we offer readers of the School District's Annual Comprehensive Financial Report this narrative overview and analysis of the financial activities of the School District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal; which can be found on pages 4-8 of this report, and the School District's financial statements, which follow this section.

Financial Highlights

- Effective July 1, 2014, the District is required to apply the Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and Financial Reporting for Pensions (GASB 68). GASB 68 revises and establishes new financial reporting requirements for governments that provide their employees with pension benefits. The School District provides its employees with pension benefits through a multiple employer cost sharing defined benefit retirement program administered by the Public Employees' Retirement Association of Colorado (PERA).
- Due to the effect of GASB 68, the assets and deferred outflows of resources of the School District only exceeded its liabilities and deferred inflows of resources at June 30, 2025, by \$74.9 million (net position).
- During the November 2020 election, the School District voters successfully passed an authorization for issuance of \$515 million of bonds. The bonds are funding building a new comprehensive high school; two new middle schools; STEM/CTE centers at all three of the current high schools, all of which opened in the fall of 2023; a K-8 school, Discovery Magnet, which opened in the fall of 2023 and the second phase of a new elementary, Southlawn Elementary, which opened in fall of 2022. In addition, the School District will increase safety and security measures district-wide and lengthen the life of existing educational facilities through repairs, maintenance and renovations.
- During the November 2022 election, the School District voters successfully passed a Mill Levy Override to increase the District's taxes by \$17.74 million beginning in tax collection year 2023, and by whatever amounts as may be generated annually thereafter by the imposition of an additional mill levy of not to exceed 8 mills. This funding is used for the safety of students, staff, and community; Compensation to attract and retain effective and experienced staff to serve and support students; and for career and technical education/stem center staffing.
- The net position of the School District governmental activities includes \$133.0 million net investment in capital assets; net position of \$94.3 million restricted for debt service payments, \$8.0 million required emergency reserves; and an unrestricted net position balance of negative \$(170.0) million.

Overview of the Financial Statements

The discussion and analysis provided are intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This report also includes required supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the School District's Annual Comprehensive Financial Report a broad overview of the School District's finances in a manner similar to a private sector business. The government-wide financial statements include the statement of net position and the statement of activities.

The statement of net position presents financial information on all of the School District's assets, deferred outflows or resources, liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District as a whole is improving or deteriorating. Evaluation of the overall health of the School District would extend to other non-financial factors such as diversification of the taxpayer base or the condition of School District infrastructure, in addition to the financial information provided in this report.

The statement of activities presents information showing how the School District's net position changed during the current fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods. The purpose of the statement of activities is to show the financial reliance of the School District's activities or functions on revenues provided by the School District's taxpayers.

In the government-wide financial statements, the School District's activities include:

- ***Governmental activities:*** Most of the School District's basic services are included here, such as instruction and support services that are principally supported by property taxes and state funding.

The government-wide financial statements include not only financial data for the School District itself (known as the primary government), but also the legally separate Capital Facility Fee Foundation and seven legally separate charter schools for which the School District is financially accountable. Financial information for these component units is presented separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 26-27 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report. All of the funds of the School District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains ten individual governmental funds. The major funds are the general fund, the capital projects fund, the debt service fund, nutrition services fund and the government designated purpose grants fund. They are presented separately in the fund financial statements with the remaining governmental funds combined into a single aggregated presentation labeled non-major governmental funds. Individual fund information for the non-major funds is presented as supplementary information in this document.

The School District adopts an annual appropriated budget for each of the governmental funds. Budgetary comparison statements for the ten governmental funds are included in the supplementary information to demonstrate compliance with the amended budget.

The basic governmental fund financial statements can be found on pages 28-31 of this report.

Proprietary funds: Effective July 1, 2014 the School District maintains one type of proprietary fund, internal service funds. Internal service funds are used to accumulate and allocate costs internally among the governmental functions. The School District has two internal service funds, the risk management/dental insurance fund, which is used for the School District self-insured dental program and the print shop fund, which is used for the in-house printing services. The School District adopts an annual appropriated budget for each of the proprietary funds. Budgetary comparison statements for the two proprietary funds are included in the supplementary information to demonstrate compliance with the amended budget.

The basic proprietary fund financial statements can be found on pages 32-34 of this report.

Private Purpose Trust Fund: The private purpose trust fund is used to account for resources held for the benefit of parties outside of the School District. The private purpose trust fund is not reflected in the government-wide financial statements because the resources of those funds are not available to support the School District's own programs. The accounting used for private purpose trust funds is much like that used for proprietary funds. The School District has one private purpose trust fund which is primarily used for scholarship activity.

The basic private purpose trust fund financial statements can be found on pages 35-37 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the School District's budget presentations. Budgetary comparison statements are included as "required supplementary information" for the general fund, nutrition services fund and the government designated purpose grant fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the School District's adopted budget.

As discussed, the School District reports major funds in the basic financial statements. Combining and individual fund statements and schedules for non-major funds can be found beginning on page 109 of this report.

Government-wide Overall Financial Analysis

Government-wide Net Position

As noted earlier, net position may serve as a useful indicator of a government's financial position. At June 30, 2025, the assets and deferred outflows of resources of the School District exceeded its liabilities and deferred inflows by \$74.9 million. This positive net position is inclusive of a \$319 million net pension liability that is due to the effect of GASB 68.

The assets of the School District are classified as current assets, capital assets, net of depreciation and amortization and other non-current assets. Cash, investments, deposit with insurance pool, receivables, inventories and prepaid

expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. Cash and investments account for 93.9% of the current assets. Receivables are due in large part as a result of the property tax collection process. The School District receives close to 95% of the annual property tax assessment between March and June. The School District reports deferred outflows of resources related to pensions and the loss on refunding.

Current and noncurrent liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, accrued interest payable, unearned revenue, early retirement payable, compensated absences payable, leases payable, SBITAs payable, estimates for claims and premiums, and current debt obligations. The liquidation of current liabilities is anticipated to be from current available resources, current assets or new resources that become available during fiscal year 2025-2026. Noncurrent liabilities such as long-term debt obligations and compensated absences will be liquidated from resources that will become available after fiscal year 2025-2026.

The School District's net position includes a \$133.0 million investment in capital assets net of accumulated depreciation and amortization and any related outstanding debt that was used to acquire those assets. The School District uses these capital assets to provide educational services to its students. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net position of \$94.3 million, accumulated due to voter approved bonded debt mill levy assessments, have been restricted to provide resources to liquidate the current general obligation bond principal and related interest payments.

Unrestricted net position is different than what would be reflected on a governmental fund accounting basis. This is due to GASB 68 and 75 along with the accounting treatment in the government-wide statements of accrued salaries and benefits earned but unpaid and compensated absences payable. The \$2.0 million long-term portion of compensated absences is recorded as a liability on the government-wide statements, but not on the governmental fund statements because they are not payable with current funds. The GASB 68 net pension liability and GASB 75 net other post-employment benefit liability are reported in the same manner as compensated absences and are \$319.0 million and \$5.7 million, respectively.

Comparative Summary of Net Position			
As of June 30, 2025			
	Governmental Activities		Total % Change
	2025	2024	2024 to 2025
<u>Assets:</u>			
Total Current Assets	\$ 222,686,416	\$ 213,886,581	4.1%
Capital Assets net of Depreciation and Amortization	642,595,323	560,833,276	14.6%
Other Non-Current Assets	192,742,217	133,493,291	44.4%
Total Assets	1,058,023,956	908,213,148	16.5%
Deferred Outflows of Resources	76,686,664	106,109,869	-27.7%
<u>Liabilities:</u>			
Total Current	63,301,793	43,369,069	46.0%
Total Non-Current	989,731,634	906,867,977	9.1%
Total Liabilities	1,053,033,427	950,237,046	10.8%
Deferred Inflows of Resources	6,771,381	17,222,384	-60.7%
<u>Net Position:</u>			
Net Investment in Capital Assets	120,956,278	94,832,292	27.5%
Restricted for:			
TABOR	7,948,700	6,698,233	18.7%
Debt Service	94,327,645	93,037,976	1.4%
Government Designated Purpose Grants	259,563	590,457	-56.0%
Colorado Preschool Program	-	1,177,845	-100.0%
Nutrition Service	7,463,156	5,924,443	26.0%
Other Program Purposes	2,015,676	3,927,377	-48.7%
Unrestricted	(158,065,207)	(159,325,035)	-0.8%
Total Net Position	\$ 74,905,811	\$ 46,863,588	59.8%

The School District's overall net position increased \$28.0 million from the prior fiscal year. Further detail for this overall increase is provided in the following sections for governmental activities.

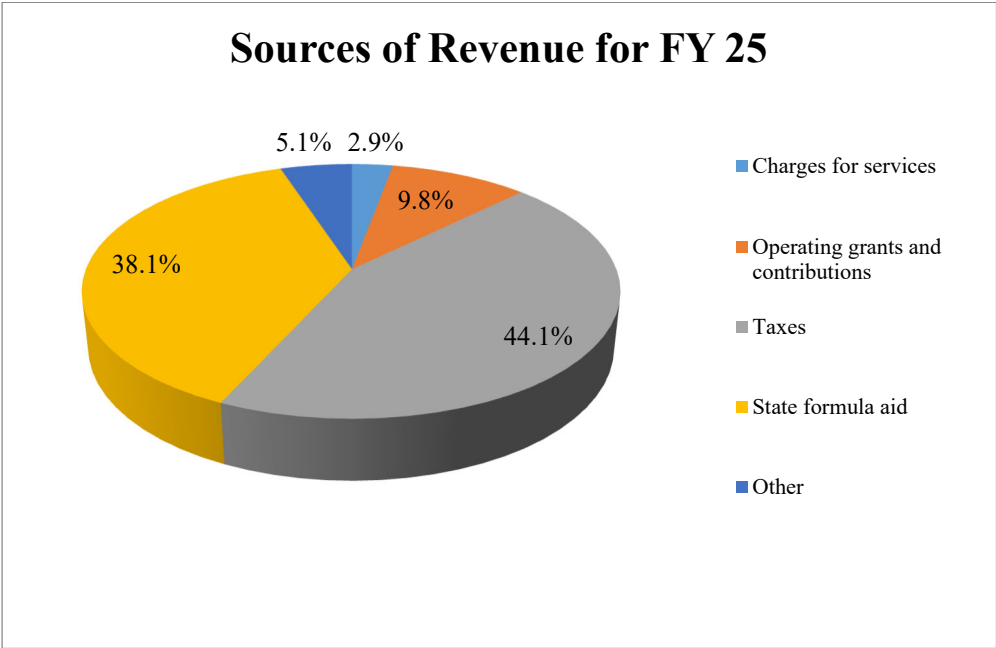
Governmental Activities

Governmental activities increased the net position of the School District by \$17.1 million. A prior year restatement of a \$10.9 million increase is also reflected in the ending net position of \$74.9 million.

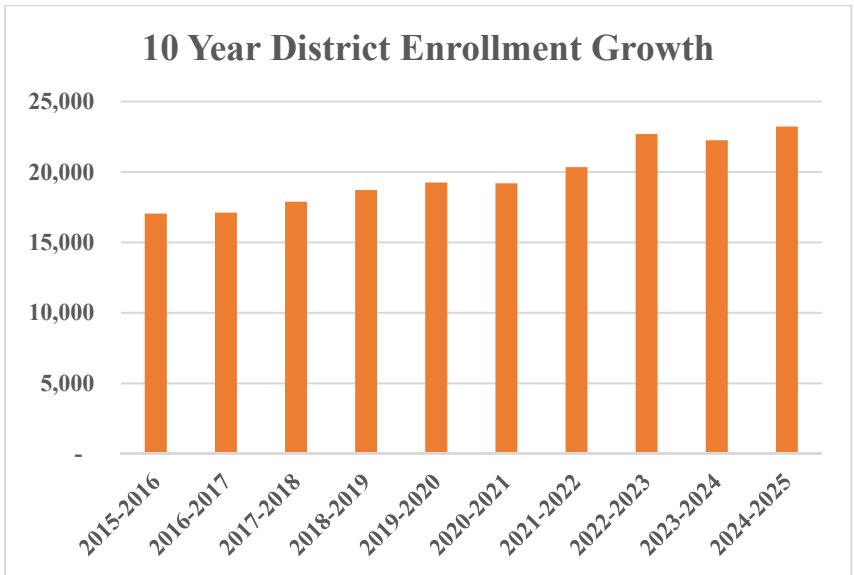
Comparative Schedule of Changes in Net Position			
For the Year Ended June 30, 2025			
	Governmental Activities		Total % Change
	2025	2024	2024 to 2025
<u>Program Revenues:</u>			
Charges for Services	\$ 12,344,082	\$ 11,103,237	11.2%
Operating Grants and Contributions	41,721,723	35,741,970	16.7%
Capital Grants and Contribution	-	-	0.0%
<u>General Revenues:</u>			
Local Property Taxes	178,909,421	174,904,541	2.3%
Specific Ownership Taxes	9,617,984	17,414,190	-44.8%
Equalization	162,836,058	148,507,058	9.6%
Other	21,663,507	11,430,480	89.5%
Total Revenues	427,092,775	399,101,476	7.0%
<u>Expenses:</u>			
Instruction	145,371,885	158,392,433	-8.2%
Supporting Services			
Pupil Services	17,638,160	15,676,949	12.5%
Instructional Staff	10,749,804	10,092,098	6.5%
General Administration	3,758,931	3,847,710	-2.3%
School Administration	19,852,388	21,178,190	-6.3%
Operations and Maintenance	26,063,441	23,912,487	9.0%
Pupil Transportation	13,347,673	11,151,250	19.7%
Business Supporting Services	3,544,911	3,135,787	13.0%
Central Supporting Services	26,368,747	19,431,738	35.7%
Community Services	2,273,945	2,264,391	0.4%
Pupil Activities	4,904,009	4,691,778	4.5%
Charter Schools	74,318,211	66,437,883	11.9%
Debt Service - Interest	51,077,678	20,909,071	144.3%
Nutrition Service	10,705,532	10,072,396	6.3%
Total Expenses	409,975,315	371,194,161	10.4%
Change in Net Position	17,117,460	27,907,315	-38.7%
Beginning Net Position, as previously stated	46,863,588	18,956,273	147.2%
Restatement	10,924,763	-	
Beginning Net Position, as restated	57,788,351	18,956,273	204.9%
Ending Net Position	\$ 74,905,811	\$ 46,863,588	59.8%

While the continued uncertainties in state funding due to its continuing budget deficit continue to effect the Colorado Public School Finance Act (SFA), School District management has been able to limit expenses to minimize the impact on governmental activities over the long term. The SFA provides for the majority of the funding of local school districts based on a funded pupil count formula and a maximum property tax mill levy determined for each school district. Funding for the SFA comes from property taxes, specific ownership tax and state equalization. State equalization provided 38.1% of the School District’s total governmental revenues, which is 2.4% increase

over the prior fiscal year. Local taxes provided 44.1% of governmental revenue. The \$4.0 million increase in local property taxes from the prior fiscal year is associated with the increase new construction of residential and commercial property. The School District levies 35.66 mills annually for the SFA, an increase of 0.36 from the prior year. The \$14.3 million increase in equalization is due to an increase in per pupil funding and an increase in overall enrollment.

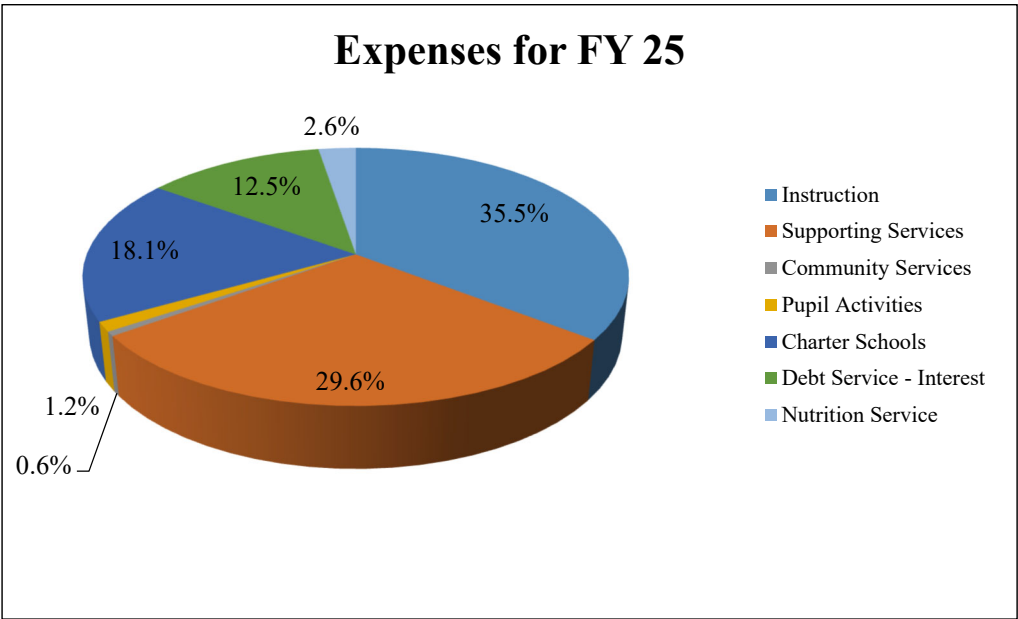


Year	Student Count	% Change
2015-2016	17,042	-0.4%
2016-2017	17,115	0.4%
2017-2018	17,883	4.5%
2018-2019	18,711	4.6%
2019-2020	19,248	2.9%
2020-2021	19,188	-0.3%
2021-2022	20,338	6.0%
2022-2023	22,687	11.5%
2023-2024	22,249	-1.9%
2024-2025	23,220	4.4%



Government-wide expenses increased \$38.8 million from the prior year. A large portion of this was due to the increase in the amount the State contributed to the state pension fund and the amount the District was required to report as an “on-behalf” benefit as well as an investment in total compensation to School District employees. Direct governmental instructional expenses make up 35.5% of the total governmental expenses. This category includes

direct instruction to students. Support services, which includes but is not limited to operations and maintenance, transportation, pupil services, and other general support services is 29.6% of the total governmental expenses. Charter schools' governmental expenses constitute 18.1% of the total governmental expenses in fiscal year 2025. The remaining 16.8% of the total governmental expenses include community services, pupil activities, nutrition services and debt service interest payments.



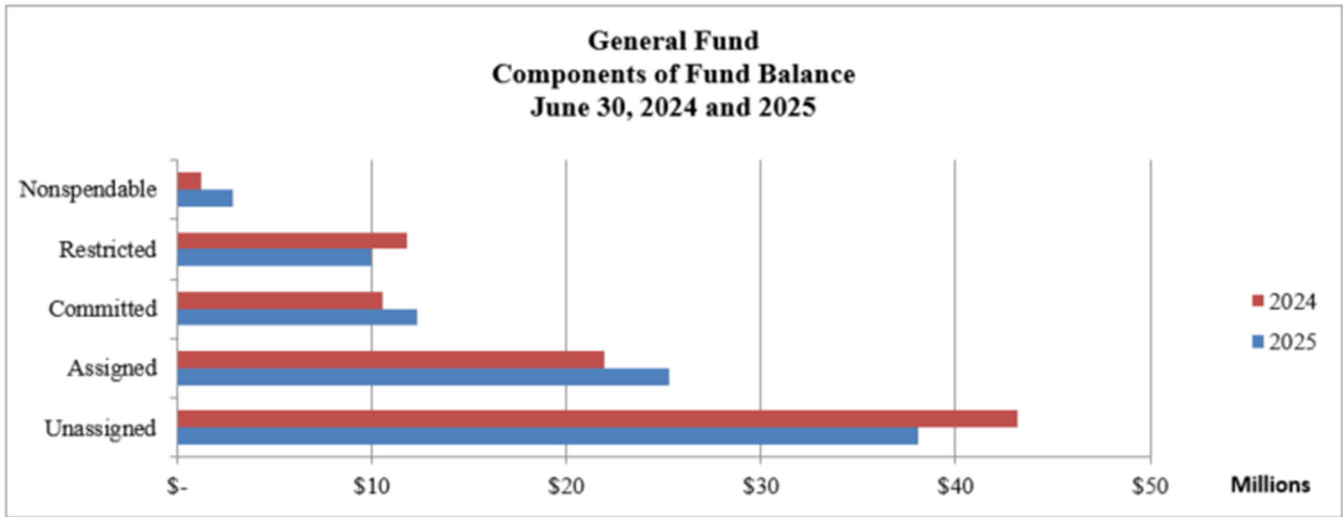
Financial Analysis of Governmental Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related laws and regulations.

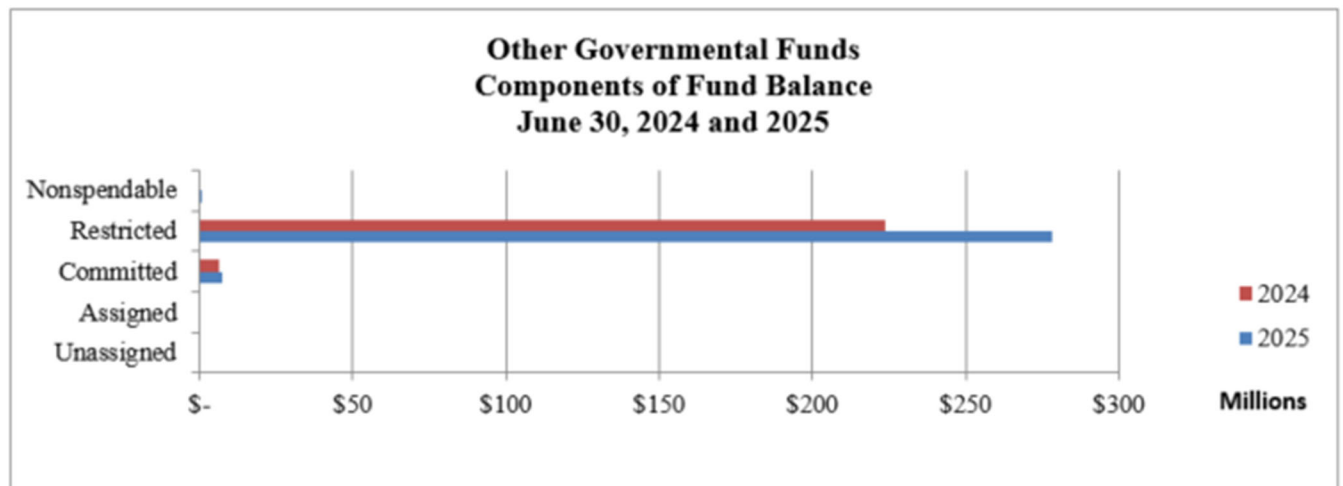
Governmental Funds

The focus of the School District’s governmental funds is to provide information on near-term inflows, outflow, and balances of spendable resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the School District, or a group or individual that has been delegated authority to assign resources for particular purposes by School District’s Board of Education.

Of this year-end total, \$38.1 million is unassigned, indicating availability for continuing School District service requirements. Legally restricted fund balances include \$94.3 million for debt service, \$172.3 million for capital projects and \$7.9 million restricted pursuant to the TABOR Amendment. Article X 20(5) of the Colorado State Constitution (TABOR Amendment), requires that an amount equal to 3% or more of its fiscal year spending excluding debt service be set aside. Committed fund balances include \$7.5 million for special revenue funds, \$8.2 million for Board contingencies, and \$4.1 million for risk management insurance.



The General Fund is the School District’s primary operating fund and the largest source of day-to-day service delivery. At the end of the current fiscal year, unassigned fund balance in the general fund was \$38.1 million, while total fund balance decreased \$0.1 million to \$88.6 million. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 16.8% of total general fund expenditures net of intergovernmental – charter schools, while total fund balance represents approximately 39.0% of that same amount.



The Other Governmental Funds consist of the School District’s Capital Projects, Government Designated Purposed Grants, Debt Service, Nutrition Services, and Non-Major Governmental Funds. At the end of the current fiscal year, the restricted fund balance in the other governmental funds was \$278.4 million, an increase of \$54.7 million from the prior year. This increase is primarily due to an increase in the Capital Projects fund with the issuance of the General Obligation 2024A Bond Series.

Proprietary Funds

The School District’s proprietary funds consist of two internal service funds that provide the same type of information found in the government-wide financial statements, but in more detail. In fiscal year 2025, the School District accounted for the School District’s self-insured dental plan and print shop as part of the proprietary funds.

The unrestricted net position for the School District’s self-insured dental plan and print shop is \$0.68 million, with the School District’s self-insured dental plan accounting for 100 percent of the total.

General Fund Budgetary Highlights

Revenue - Actual revenues were \$8.0 million more than the final approved budget. This is primarily due to receiving more than budgeted in specific ownership taxes from Adams County, investment earnings and state categorical revenue.

FY25 General Fund Revenue	Budget	Actual	Difference
Taxes	\$ 118,073,166	\$ 123,776,806	\$ 5,703,640
Intergovernmental Revenue	174,992,140	175,197,062	204,922
Charges for Services	2,142,900	2,336,752	193,852
Investment Earnings	3,000,000	4,269,725	1,269,725
Miscellaneous	5,074,208	5,709,100	634,892
Total	\$ 303,282,414	\$ 311,289,445	\$ 8,007,031

Expenditures – General fund expenditures were \$64.7 million less than budgeted. The fiscal year 2025 budget includes reserves to account and prepare for the new mill levy override funds received in fiscal year 2025 but not expensed until fiscal year 2026. In addition, the District negotiated an increase to compensation that was budgeted in fiscal year 2025 to go into effect in fiscal year 2026, since this is a recurring cost to the District.

Capital Assets and Debt Administration

Capital assets

The School District's investment in capital assets, net of accumulated depreciation and amortization, for governmental activities as of June 30, 2025, was \$642.6 million. The overall increase in this net investment was \$81.0 million. This increase is due to the increase in construction in progress, purchase of capital equipment and new subscription based software leases. See Note 2-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

Capital Assets		
As of June 30, 2025		
	Governmental Activities	
	2025	2024
Non-depreciable assets:		
Land	\$ 13,131,691	\$ 13,131,691
Water Shares	1,496,673	1,496,673
Construction in progress	120,736,412	36,754,340
Total non-depreciable	135,364,776	51,382,704
Depreciable assets:		
Buildings	644,076,366	635,183,968
Equipment	27,121,254	24,720,702
Right-to-Use Lease Equipment	676,116	843,174
Subscription Based IT Arrangements	4,442,922	2,000,574
Total depreciable assets	676,316,658	662,748,418
Less accumulated depreciation and amortization	169,086,110	153,297,845
Book Value - depreciable assets	507,230,547	509,450,572
Percentage depreciated	25.0%	23.1%
Book Value - all assets	\$ 642,595,322	\$ 560,833,276

Long-term debt

At the end of the fiscal year, the School District had outstanding general obligation bonds of \$613.8 million.

This debt is backed by the full faith and credit of the School District (general obligation bonds) with debt service fully funded by voter-approved property taxes.

The School District has incurred liabilities for early retirement obligations and compensated absences earned by employees. The following chart provides summary information on the School District's long-term debt:

Long Term Debt		
As of June 30, 2025		
	Governmental Activities	
	2025	2024
<u>Type of Debt:</u>		
General Obligation Bonds	\$ 613,825,000	\$ 526,640,000
Certificates of Participation	2,836,338	3,155,529
Leases Payable	498,492	356,687
SBITA Payable	-	621,556
Arbitrage Payable	2,349,734	-
Bond Premium	62,047,657	57,931,210
Total	681,557,221	588,704,982
Early Retirement of Obligation	77,010	216,056
Compensated Absences	4,988,796	3,897,868
Total	\$ 5,065,806	\$ 4,113,924

The School District maintains an “A+” rating from Standard & Poor’s and an “Aa3” from Moody’s Investors Service for general obligation debt.

Additional information on the School District’s long-term debt can be found in Note 2-I of this report.

Economic Factors and Budget Highlights

The School District is highly dependent upon the State of Colorado for operating revenue. Amendment 10 of the Colorado Constitution, TABOR, restricts the School District’s ability to raise property taxes without a vote of the electorate. The School District has seen lower than expected funding from the state for ten consecutive years.

The State economy heading into the 2025-2026 fiscal year reflects a slightly optimistic outlook for revenue stated in the Governor’s budget published November 2025. However, the effects of the state’s budget deficit remain unknown.

The Board of Education established a course of action for 2025-2026 fiscal year planning and budgeting. The direction from the Board is “Financial planning for any fiscal year or the remaining part of any fiscal year will not deviate materially from the Board’s Goals priorities, risk financial jeopardy, or fail to be derived from a multi-year plan.” The Board’s Global Goals are:

1. The graduation/completer rate will increase by 2% per year until 95% is attained at which it will not drop lower.
2. A) Every student will graduate from High School prepared to enroll in a 2 or 4-year college, enter the workforce with employment credentials, or enlist in the military. B) 27J Schools’ matriculation rate will increase by 2% every year.
3. The 27J School District will increase the Academic Growth and Performance score by 2.5 points or more per year, based on the 27J Academic Dashboard
4. A) Each 27J managed school will increase the percentage of students who are demonstrating proficient social emotional skills by 2% each year until every student demonstrates proficient social emotional skills. B) Each 27J managed school will decrease the percentage of students demonstrating “at risk” behavior by 2% until there are no students behaving “at risk.” C) 80% of district managed schools will have an accomplishing rating on the 27J Schools Climate/Culture Dashboard.

The key principles of the budget development process are:

- Maximize resources in direct and indirect instruction of students
- Increase parent involvement and communications
- Focus on enrollment growth and seat capacity where needed
- Maintain fiscal stability by keeping expenditures (of which employee compensation is the largest component) in-line with revenue expectations
- Continued support of current technology in schools
- Investment in asset protection and maintenance of facilities
- Maintenance of strategic long range financial plan

Contacting the School District’s Financial Management

The intent of this financial report is to provide a general overview of the School District’s finances, comply with finance-related laws and regulations, and demonstrate the School District’s commitment to public accountability. If there are questions about this report or you would like to request additional information, contact the School District’s Finance Department at the Educational Services Center located at 1850 E. Egbert Street in Brighton, CO 80601. You can also visit the School District’s website at www.sd27j.org for additional information about its schools, departments, and finances.

THIS PAGE INTENTIONALLY LEFT BLANK

School District 27J, Colorado
Statement of Net Position
June 30, 2025

	Governmental Activities	Component Units
Assets		
Current Assets		
Cash and Investments	\$ 209,112,173	\$ 22,527,108
Investment in Insurance Pool	4,106,844	-
Inventory	114,749	250
Receivables		
Accounts	456,744	850,659
Property Taxes	2,030,347	-
Intergovernmental	2,565,253	35,944
Grants	-	1,086,899
Leases	623,843	-
Accrued Interest on Investments	231,534	-
Deposits and Prepays	3,444,928	278,466
Total Current Assets	222,686,415	24,779,326
Noncurrent Assets		
Restricted Cash and Investments	192,742,217	15,433,036
Non Depreciable Capital Assets	135,364,776	30,774,840
Depreciable Capital Assets, Net	507,230,547	42,927,956
Total Noncurrent Assets	835,337,540	89,135,832
Total Assets	1,058,023,955	113,915,158
Deferred Outflows of Resources		
Loss on Refunding	898,247	22,649
Related to OPEB	2,381,761	169,203
Related to Pensions	73,406,656	6,448,459
	<u>76,686,664</u>	<u>6,640,311</u>
Liabilities		
Current Liabilities		
Accounts Payable	21,988,963	3,185,667
Accrued Salary and Benefits	13,482,792	1,276,009
Accrued Interest Payable	2,358,348	1,003,086
Loan Payable	-	14,407,442
Building Loan	-	7,142
Unearned Revenue	3,902,228	281,698
Compensated Absences Payable	2,993,278	60,771
Early Retirement Payable	77,010	-
Claims Payable	55,661	8,796
Leases Payable	244,851	48,454
Certificates of Participation	319,191	-
General Obligation Bonds Payable	17,879,472	-
Total Current Liabilities	63,301,793	20,279,065
Noncurrent Liabilities		
Compensated Absences Payable (net of current portion)	1,995,515	86,735
Leases Payable (net of current portion)	253,641	46,892
Arbitrage Payable (net of current portion)	2,349,734	-
COPS (net of current portion)	2,517,147	-
General Obligation Bonds Payable (net of current portion)	657,993,185	-
Loans Payable (net of current portion)	-	38,476,773
Net OPEB Liability	5,659,374	535,776
Net Pension Liability	318,963,038	30,196,810
Total Noncurrent Liabilities	989,731,634	69,342,986
Total Liabilities	1,053,033,427	89,622,051
Deferred Inflows of Resources		
Related to Leases	587,631	-
Related to OPEB	3,057,404	316,992
Related to Pensions	3,126,345	651,971
	<u>6,771,381</u>	<u>968,963</u>
Net Position		
Net Investment in Capital Assets	120,956,278	20,742,080
Restricted for		
TABOR	7,948,700	1,775,626
Debt Service	94,327,645	4,294,586
Government Designated Purpose Grants	259,563	-
Other Program Purposes	2,015,676	452,024
Nutrition Service	7,463,156	-
Building Maintenance	-	2,310,441
Operations and Maintenance	-	43,176
Capital Projects	-	7,645,325
Unrestricted	(158,065,207)	(7,298,803)
Total Net Position	\$ 74,905,811	\$ 29,964,455

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Activities
For The Year Ended June 30, 2025

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities	Component Units
Primary Government						
Governmental Activities						
Instructional Services	\$ 145,371,885	\$ -	\$ 28,566,264	\$ -	\$ (116,805,621)	\$ -
Supporting Services						
Pupil Services	17,638,160	-	-	-	(17,638,160)	-
Instructional Staff	10,749,804	-	-	-	(10,749,804)	-
General Administration	3,758,931	-	-	-	(3,758,931)	-
School Administration	19,852,388	-	-	-	(19,852,388)	-
Operations and Maintenance	26,063,441	-	-	-	(26,063,441)	-
Pupil Transportation	13,347,673	944,249	2,180,017	-	(10,223,407)	-
Business Supporting Services	3,544,911	-	-	-	(3,544,911)	-
Central Supporting Services	26,368,747	-	-	-	(26,368,747)	-
Community Services	2,273,945	6,990,715	-	-	4,716,770	-
Pupil Activities	4,904,009	3,822,562	-	-	(1,081,447)	-
Charter School Funding	74,318,211	-	-	-	(74,318,211)	-
Interest on Long-Term Debt	51,077,678	-	-	-	(51,077,678)	-
Nutrition Services	10,705,532	586,556	10,975,442	-	856,466	-
Total Governmental Activities	\$ 409,975,315	\$ 12,344,082	\$ 41,721,723	\$ -	(355,909,510)	-
Component Units						
Capital Facility Fee Foundation	57,281	1,030,192	43,609	-	-	1,016,520
Bromley East Charter School	17,230,330	1,346,019	939,500	472,014	-	(14,472,797)
Eagle Ridge Academy	\$ 7,750,972	\$ 251,000	\$ 118,737	\$ 613,024	-	(6,768,211)
Belle Creek Charter School	7,510,249	450,049	604,710	385,100	-	(6,070,390)
Foundations Academy Charter School	10,353,258	-	86,447	-	-	(10,266,811)
Landmark Academy Charter School	10,367,603	-	426,731	-	-	(9,940,872)
The STEAD School	7,751,146	1,040,093	2,737,973	143,741	-	(3,829,339)
Total Component Units	\$ 61,020,839	\$ 4,117,353	\$ 4,957,707	\$ 1,613,879	-	(50,331,900)
General Revenues						
Local Property Taxes					178,909,421	-
Specific Ownership Taxes					9,617,984	-
Equalization					162,836,058	-
Equalization - Charter Schools					-	48,367,744
Mill Levy Override					-	5,325,445
Investment Earnings					15,878,031	1,238,348
Other					5,785,476	1,565,623
Total General Revenues					373,026,970	56,497,160
Change in Net Position					17,117,460	6,165,260
Net Position Beginning of Year, as previously stated					46,863,588	23,877,273
Restatement					10,924,763	(78,078)
Net Position Beginning of Year, as restated					57,788,351	23,799,195
Net Position End of Year					\$ 74,905,811	\$ 29,964,455

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Balance Sheet
Governmental Funds
June 30, 2025

	General	Capital Projects	Government Designated Purpose Grants	Debt Service	Nutrition Services	Non-Major Governmental Funds	Total Governmental Funds
Assets							
Cash and Investments	\$ 109,068,170	\$ -	\$ -	\$ 93,319,517	\$ 6,139,966	\$ 584,520	\$ 209,112,173
Restricted Cash and Investments	-	192,742,217	-	-	-	-	192,742,217
Deposit with Insurance Pool	4,106,844	-	-	-	-	-	4,106,844
Inventory	-	-	-	-	114,747	-	114,747
Receivables							
Accounts	227,007	-	-	-	-	212,622	439,629
Property Taxes	1,295,792	-	-	734,555	-	-	2,030,347
Intergovernmental	-	-	1,609,467	-	955,786	-	2,565,253
Leases	-	-	-	-	-	623,843	623,843
Interfund Receivable	7,298,418	-	3,413,336	42,039	503,814	11,470,981	22,728,588
Interest on Investment	-	-	-	231,534	-	-	231,534
Prepaid Items	2,889,007	-	478,093	-	-	77,828	3,444,928
Total Assets	\$ 124,885,238	\$ 192,742,217	\$ 5,500,896	\$ 94,327,645	\$ 7,714,313	\$ 12,969,794	\$ 438,140,103
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts and Other Current Payables	\$ 5,578,166	\$ 15,606,498	\$ 708,807	\$ -	\$ 10,695	\$ 84,797	\$ 21,988,963
Accrued Salary and Benefits	12,139,714	-	630,298	-	125,715	587,065	13,482,792
Unearned Revenue	-	-	3,902,228	-	-	-	3,902,228
Interfund Payable	18,585,634	4,859,026	-	-	-	-	23,444,660
Total Liabilities	36,303,514	20,465,524	5,241,333	-	136,410	671,862	62,818,643
Deferred Inflows of Resources							
Unavailable Lease Receivable	-	-	-	-	-	587,631	587,631
Fund Balances							
Nonspendable Items	2,889,007	-	478,093	-	114,747	77,828	3,559,675
Restricted for Debt Service	-	-	-	94,327,645	-	-	94,327,645
Restricted for Capital Projects	-	172,276,693	-	-	-	-	172,276,693
Restricted for TABOR	7,948,700	-	-	-	-	-	7,948,700
Restricted for Cash-in-Lieu of Land	1,325,676	-	-	-	-	-	1,325,676
Restricted for Government Designated Purpose Grants	-	-	259,563	-	-	-	259,563
Restricted for Multi-Year Obligations	690,000	-	-	-	-	-	690,000
Restricted for Nutrition Services	-	-	-	-	7,463,156	-	7,463,156
Restricted for Pupil Activity	-	-	-	-	-	4,098,546	4,098,546
Committed for Risk Management Insurance	4,106,844	-	-	-	-	-	4,106,844
Committed, Reported in Special Revenue Funds	-	-	-	-	-	7,547,934	7,547,934
Committed for Board Contingencies	8,233,216	-	-	-	-	-	8,233,216
Assigned for Capital Reserve Projects	4,352,821	-	-	-	-	-	4,352,821
Assigned for Universal Preschool	943,732	-	-	-	-	-	943,732
Assigned for Subsequent Year Expenditures	19,980,167	-	-	-	-	-	19,980,167
Unassigned, Reported in General Fund	38,111,561	-	-	-	-	-	38,111,561
Unassigned, Reported in other Governmental Funds	-	-	(478,093)	-	-	(14,002)	(492,095)
Total Fund Balances	88,581,724	172,276,693	259,563	94,327,645	7,577,903	11,710,306	374,733,834
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 124,885,238	\$ 192,742,217	\$ 5,500,896	\$ 94,327,645	\$ 7,714,313	\$ 12,969,799	\$ 438,140,108

See accompanying notes to the basic financial statements

School District 27J, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2025

Total Governmental Fund Balances	\$	374,733,834
Amounts reported for governmental activities in the Statement of Activities are different due to:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds but are reported on the Statement of Activities:		
Cost	\$ 811,681,432	
Less Accumulated Depreciation and Amortization	<u>(169,086,110)</u>	642,595,322
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds:		
Unavailable Property Tax Revenue		-
An Internal Service Fund is used by management to charge the costs of dental insurance premiums to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities on the Statement of Net Position.		
		677,526
Accrued interest on long-term debt is not reported at the fund financial reporting level, but is reported on the Statement of Net Position.		
		(2,358,348)
Liabilities not due and payable in the current period are not reported in the funds but are reported on the Statement of Net Position:		
COPS Payable	\$ (2,836,338)	
Bonds Payable	(613,825,000)	
Leases Payable	(498,492)	
Compensated Absences Payable	(4,988,796)	
Early Retirement Payable	(77,010)	
Arbitrage Payable	<u>(2,349,734)</u>	(624,575,370)
Premiums, discounts and refunding differences are reported as expenditures in the funds when the debt is issued but capitalized on the Statement of Net Position:		
Premium	\$ (62,047,657)	
Deferred Outflow: Loss on Refunding	<u>898,247</u>	(61,149,410)
Net pension liability and deferrals are not reported in the funds but are reported on the Statement of Net Position:		
Deferred Outflow	\$ 73,406,656	
Deferred Inflow	(3,126,345)	
Net Pension Liability	<u>(318,963,038)</u>	(248,682,728)
Net OPEB liability and deferrals are not reported in the funds but are reported on the Statement of Net Position:		
Deferred Outflow	\$ 2,381,761	
Deferred Inflow	(3,057,404)	
Net OPEB Liability	<u>(5,659,374)</u>	(6,335,017)
Net Position of Governmental Activities	<u>\$</u>	<u>74,905,811</u>

See accompanying notes to the basic financial statements

School District 27J, Colorado
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For The Year Ended June 30, 2025

	General	Capital Projects	Government Designated Purpose Grants	Debt Service	Nutrition Services	Non-Major Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 123,776,806	\$ -	\$ -	\$ 67,087,209	\$ -	\$ -	\$ 190,864,015
Intergovernmental Revenue							
Vocational Education	771,569	-	-	-	-	-	771,569
Special Education	8,974,733	-	-	-	-	-	8,974,733
State On-Behalf	2,614,702	-	-	-	-	-	2,614,702
Transportation	-	-	-	-	-	2,180,017	2,180,017
Federal Grants	-	-	11,070,712	-	7,935,831	-	19,006,543
State Grants	-	-	5,134,548	-	3,039,611	-	8,174,159
Equalization	162,836,058	-	-	-	-	-	162,836,058
Pupil Activities	-	-	-	-	-	3,822,562	3,822,562
Charges for Services	2,336,752	-	-	-	586,556	5,598,212	8,521,520
Investment Earnings	4,269,725	8,156,540	-	3,126,536	309,831	15,399	15,878,031
Miscellaneous	5,709,100	-	70,565	-	-	5,813	5,785,478
Total Revenues	311,289,445	8,156,540	16,275,825	70,213,745	11,871,829	11,622,003	429,429,387
Expenditures							
Current							
Instructional Services	134,768,776	-	9,550,845	-	-	770,078	145,089,699
Supporting Services							
Pupil Services	14,395,923	-	2,471,575	-	-	-	16,867,498
Instructional Staff	6,399,271	-	3,287,835	-	-	457,416	10,144,522
General Administration	2,996,718	-	-	-	-	-	2,996,718
School Administration	15,643,814	-	112,108	-	-	-	15,755,922
Operations and Maintenance	21,703,232	-	-	-	-	-	21,703,232
Pupil Transportation	58,210	-	70,985	-	-	12,041,761	12,170,956
Business Supporting Services	1,970,925	-	790,016	-	-	6,240	2,767,181
Central Supporting Services	23,071,352	-	327,976	-	-	344,843	23,744,171
Community Services	2,905	-	4,641	-	-	2,167,043	2,174,589
Nutrition Services	-	-	-	-	10,171,672	-	10,171,672
Pupil Activities	-	-	-	-	-	4,689,739	4,689,739
Capital Outlay	5,148,508	104,833,943	65,778	-	150,627	172,490	110,371,346
Intergovernmental - Charter Schools	74,318,211	-	-	-	-	-	74,318,211
Debt Service							
Principal Retirement	549,571	-	-	40,865,000	-	-	41,414,571
Interest	75,662	-	-	26,999,025	-	-	27,074,687
Bond Issuance Costs	-	739,585	-	66,059	-	-	805,644
Fiscal Charges	2,000	-	-	6,601	-	-	8,601
Total Expenditures	301,105,078	105,573,528	16,681,759	67,936,685	10,322,299	20,649,610	522,268,959
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,184,367	(97,416,988)	(405,934)	2,277,060	1,549,530	(9,027,607)	(92,839,572)
Other Financing Sources (Uses)							
Issuance of Bonds	-	128,500,000	-	24,870,000	-	-	153,370,000
Premium on Bonds	-	8,934,334	-	983,741	-	-	9,918,075
Payment to COP Escrow	-	-	-	(25,701,617)	-	-	(25,701,617)
Leases and SBITAs	266,203	-	-	-	-	-	266,203
Transfers Out	(10,550,048)	-	-	-	-	-	(10,550,048)
Transfers In	-	-	75,040	-	-	10,362,824	10,437,864
Total Other Financing Sources (Uses)	(10,283,845)	137,434,334	75,040	152,124	-	10,362,824	137,740,477
Net Change in Fund Balances	(99,478)	40,017,346	(330,894)	2,429,184	1,549,530	1,335,217	44,900,905
Fund Balance Beginning of Year, as previously stated	88,681,202	121,334,584	590,457	91,898,461	6,028,373	10,375,089	318,908,166
Restatement	-	10,924,763	-	-	-	-	10,924,763
Fund Balance Beginning of Year, as restated	88,681,202	132,259,347	590,457	91,898,461	6,028,373	10,375,089	329,832,929
Fund Balances End of Year	\$ 88,581,724	\$ 172,276,693	\$ 259,563	\$ 94,327,645	\$ 7,577,903	\$ 11,710,306	\$ 374,733,834

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended June 30, 2025

Net Changes In Fund Balances - Total Governmental Funds \$ 44,900,905

Amounts reported for governmental activities in the Statement of Activities are different because 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 as depreciation expense. This is the amount by which capital outlay exceeded depreciation and loss on disposal of capital assets in the current period.

Depreciation and Amortization	\$ (16,649,829)	
Net Book Value of Disposed Assets	-	
Capital Outlay	98,411,876	81,762,047

Property tax and grant revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (2,336,610)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Bond Principal	\$ 66,185,000	
Lease Payable	124,398	
SBITA Payable	621,556	
COPs Principal	319,191	67,250,145

Governmental funds report the effect of premiums and discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities.

Amortization:		
Premium	\$ (4,116,447)	
Bond Refunding	(584,243)	(4,700,690)

The issuance of long-term debt (e.g. bonds, leases, certificates of participation) provides current financial resources of governmental funds. Neither transaction has any effect on net position.

Bond Proceeds	\$ (153,370,000)	
Issuance of Lease	(266,203)	(153,636,203)

Pension expense reported in the Statement of Activities, does not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds. (13,723,750)

OPEB benefit reported in the Statement of Activities, does not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds. 1,290,022

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. The change in the current year's accruals are as follows:

Compensated Absences		
Liability 2024	\$ 3,897,868	
Liability 2025	(4,988,796)	(1,090,928)
Accrued Interest		
Liability 2024	\$ 1,994,967	
Liability 2025	(2,358,348)	(363,381)
Arbitrage		
Liability 2025		(2,349,734)
Early Retirement		
Liability 2024	\$ 216,056	
Liability 2025	(77,010)	139,046

Internal Service Fund activity related to third parties is not reported in governmental funds but is reported as governmental activities in the Statement of Activities. (23,408)

Change In Net Position Of Governmental Activities \$ 17,117,460

See accompanying notes to the basic financial statements

School District 27J, Colorado
Statement of Net Position
Proprietary Funds
June 30, 2025

	Governmental Activities - Internal Service Funds
Assets	
Receivables:	
Accounts	\$ 840
Interfund Receivable	<u>732,347</u>
Total Assets	<u>733,187</u>
Liabilities	
Current Liabilities:	
Accounts Payable	<u>55,661</u>
Total Liabilities	<u>55,661</u>
Total Net Position	<u><u>\$ 677,526</u></u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For The Year Ended June 30, 2025

	Governmental Activities - Internal Service Funds
Operating Revenues	
Interfund Services Provided:	
Dental Insurance Premiums	\$ 1,078,524
Print Shop	46,272
Total Operating Revenues	1,124,796
Operating Expenses	
Salaries and Benefits	104,710
Purchased Services	13,082
Materials and Supplies	35,609
Indirect Costs	5,055
Dental Claims	1,101,932
Total Operating Expenses	1,260,388
Income (Loss) from Operations	(135,592)
Other Financing Sources	
Transfers In (Out)	112,184
Change in Net Position	(23,408)
Net Position Beginning of Year	700,934
Net Position End of Year	\$ 677,526

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Cash Flows
Proprietary Funds
For The Year Ended June 30, 2025

	Governmental Activities - Internal Service Funds
Cash Flows From (Used for) Operating Activities	
Cash Received from Interfund Services Provided	\$ 1,167,483
Cash Payments for Goods and Services	(159,600)
Cash Payments for Insurance Premiums and Expenses	(1,120,067)
	(112,184)
Net Cash From (Used for) Operating Activities	(112,184)
Cash Flows From (Used for) Noncapital Financing Activities	
Transfers In (Out)	112,184
	112,184
Net Increase (Decrease) in Cash and Cash Equivalents	-
Cash and Cash Equivalents Beginning of Year	-
Cash and Cash Equivalents End of Year	\$ -
Reconciliation of Operating Income (Loss) to Net Cash From (Used for) Operating Activities	\$ (135,592)
Adjustments:	
(Increase) Decrease in Assets:	
Interfund Receivable	41,466
Increase (Decrease) in Liabilities:	
Accounts Payable	(18,135)
	(18,135)
Net Cash From (Used for) Operating Activities	\$ (112,184)

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Fiduciary Net Position
Private Purpose Trust Fund
June 30, 2025

	Private Purpose Trust Fund
Assets	
Cash and Investments	\$ 49,636
Total Assets	<u>49,636</u>
Liabilities	
Due to Other Groups	<u>16,275</u>
Total Liabilites	<u>16,275</u>
Net Position	
Restricted for Scholarships	<u>33,360</u>
Total Net Position	<u><u>\$ 33,360</u></u>

See accompanying notes to the basic financial statements

School District 27J, Colorado
Statement of Changes in Fiduciary Net Position
Private Purpose Trust Fund
For The Year Ended June 30, 2025

	<u>Private Purpose Trust Fund</u>
Additions	
Investment Earnings	\$ 2,308
Change in Net Position	2,308
Net Position Beginning of Year	<u>31,052</u>
Net Position End of Year	<u>\$ 33,360</u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Index

Summary of Significant Accounting Policies	1
Reporting Entity	1-A
Basis of Presentation	1-B
Measurement Focus	1-C
Basis of Accounting.....	1-D
Assets, Deferred Outflows, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position	1-E
Cash, Cash Equivalents and Investments.....	1-E-1
Receivables.....	1-E-2
Interfund Balances.....	1-E-3
Consumable Inventories.....	1-E-4
Prepaid Items.....	1-E-5
Capital Assets.....	1-E-6
Deferred Outflows/Inflows of Resources.....	1-E-7
Compensated Absences.....	1-E-8
Accrued Liabilities and Long-Term Obligations.....	1-E-9
Leases and Subscription Based Information Technology Arrangements.....	1-E-10
Bond Premiums, Discounts and Issuance Costs.....	1-E-11
Fund Balance/Net Position.....	1-E-12
Operating Revenues and Expenses.....	1-E-13
Contributions of Capital.....	1-E-14
Interfund Activity.....	1-E-15
Estimates	1-E-16
Budgets.....	1-E-17
Detailed Notes on All Funds.....	2
Cash and Investments.....	2-A
Receivables	2-B
Property Taxes	2-C
Capital Assets.....	2-D
Interfund Receivables, Payables and Transfers.....	2-E
Compensated Absences.....	2-F
Early Obligation Retirement	2-G
Arbitrage	2-H
Long-Term Liabilities	2-I
Short-Term Debt	2-J
Defined Benefit Pension Plan.....	2-K
Defined Contribution Pension Plan.....	2-L
Other Post-Employment Benefits.....	2-M
Net Position.....	2-N
Other Notes	3
Risk Management.....	3-A
Tax, Spending and Debt Limitations.....	3-B
Designated for Cash-In-Lieu of Land Dedication	3-C
Contingent Liabilities.....	3-D
Restatement Due to the Correction of an Error	3-E
Change in Accounting Principle.....	3-F
Subsequent Events.....	3-G

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Counties of Adams, Weld and Broomfield School District 27J, Colorado (the School District) is a school district located northeast of Denver, Colorado. The School District provides Preschool through 12th Grade Public Education.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) in the United States of America as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for government accounting and financial reporting. The most significant of the School District's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the School District. For the School District, this reporting entity includes the legal entity, School District 27J, Colorado and seven discretely presented component units.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organizations; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the School District in that the School District approves the budget, levies their taxes or issues their debt. Finally, the School District may include separate legal entities that do not meet the above criterion; however, the School District would consider the financial statements to be misleading if omitted.

The component unit column included on the government-wide financial statements identifies the financial data of the School District's aggregate discretely presented component units. They are reported separately to emphasize that they are legally separate from the School District.

Significant transactions between the School District and its component unit Charter Schools consist of monthly payments to each Charter School for their share of mill levy override and state equalization money and charges from the School District to each Charter School for contracted purchased services. Brief descriptions of the discretely presented component units follow:

The Bromley East Charter School was established by contract with the School District during fiscal year 2000. The School is a legally separate entity. The contract between the Bromley East Charter School and the School District was executed on April 26, 2000, for the purpose of establishing and clarifying the relationship between the Bromley East Charter School and the School District. The Bromley East Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Bromley East Charter School would result in misleading financial reporting. Financial activity of the Bromley East Charter School is included within the School District's financial statements.

The Belle Creek Charter School was established by contract with the School District during fiscal year 2002. The School is a legally separate entity. The contract between the Belle Creek Charter School and the School District was executed on June 25, 2002, for the purpose of establishing and clarifying the relationship between the Belle Creek Charter School and the School District. The Belle Creek Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Belle Creek Charter School would result in misleading financial reporting. Financial activity of the Belle Creek Charter School is included within the School District's financial statements.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

The Landmark Academy Charter School was established by contract with the School District during fiscal year 2008. The School is a legally separate entity. The contract between the Landmark Academy Charter School and the School District was executed on January 23, 2007 for the purpose of establishing and clarifying the relationship between the Landmark Academy Charter School and the School District, but the school did not open until fiscal year 2008. Landmark Academy Charter School has entered into a management agreement with National Heritage Academies, Inc. (NHA) which requires NHA to provide administration, strategic planning and all labor, materials, equipment and supervision necessary for the provision of educational services to students. As part of the consideration received under the agreement, NHA also provides the facility in which the Landmark Academy Charter School operates. Under the terms of the agreement, NHA receives as remuneration for its services an amount equal to the total revenue received by the Landmark Academy Charter School from all revenue sources. The Landmark Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Landmark Academy Charter School would result in misleading financial reporting. Financial activity of the Landmark Academy Charter School is included within the School District's financial statements.

The Foundations Academy Charter School was established by contract with the School District during fiscal year 2011. The Foundations Academy Charter School is a legally separate entity. The contract between the Foundations Academy Charter School and the School District was executed on October 19, 2008, for the purpose of establishing and clarifying the relationship between the Foundations Academy Charter School and the School District, but the school did not open until fiscal year 2011. Foundations Academy Charter School has entered into a management agreement with National Heritage Academies, Inc. (NHA) which requires NHA to provide administration, strategic planning and all labor, materials, equipment and supervision necessary for the provision of educational services to students. As part of the consideration received under the agreement, NHA also provides the facility in which the Foundations Academy Charter School operates. Under the terms of the agreement, NHA receives as remuneration for its services an amount equal to the total revenue received by the Foundations Academy Charter School from all revenue sources. The Foundations Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Foundations Academy Charter School would result in misleading financial reporting. Financial activity of the Foundations Academy Charter School is included within the School District's financial statements.

The Eagle Ridge Academy Charter School was established by contract with the School District and is a legally separate entity. A contract between the Eagle Ridge Academy Charter School and the School District was executed in July 2010 for the purpose of establishing and clarifying the relationship between this Eagle Ridge Academy Charter School and the School District. The Eagle Ridge Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding Eagle Ridge Academy Charter School would result in misleading financial reporting. Financial activity of the Eagle Ridge Academy Charter School is included within the School District's financial statements.

The STEAD School was established by contract with the School District and is a legally separate entity. A contract between The STEAD School and the School District was executed in August 2020 for the purpose of establishing and clarifying the relationship between this The STEAD School and the School District, but the school did not open until fiscal year 2022. The STEAD School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding The STEAD School would result in misleading financial reporting. Financial activity of The STEAD School is included within the School District's financial statements.

The School District 27J Capital Facility Fee Foundation (Foundation) was established during fiscal year 2001 in response to rapid growth with the onset of the development of the Denver International Airport. The School District wanted to be proactive about the growth rather than reactive and began discussion in the late 1990's with the primary municipalities within the School District. This included Brighton, Commerce City and Thornton as well as a group of developers with projects within the School District. At the time, the primarily rural School District would not have had the financial capacity to raise enough capital through the sale of voter-approved bonds to meet the needs for new schools in a timely manner.

A small group of builders and developers and School District representatives formed a working group to find solutions to address the shortfall needs. A program of voluntary financial contributions was implemented. The Foundation is a 501(c)(3)

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

organization whose purpose is to promote and assist in the development, financing, and acquisition of educational facilities and capital improvements in the School District. The Foundation consists of a nine-member board of directors and includes three representatives of contributing builders or developers, three School District representatives, and one city council representative of each city. Voluntary contributions are accepted by the Foundation and kept in foundation-managed accounts. The Board of Education makes requests for the release of Foundation funds for school construction purposes as needed. The Foundation Board determines if the request meets the requirements for disbursement of the funds.

The Capital Facility Fee Foundation is deemed to be a component unit of the School District because the Foundation may only distribute funds to the School District and only at the request of the School District. Because of this restricted use of Foundation Funds, the Foundation is a discretely presented component unit.

Complete financial statements for each of the individual component units may be obtained at each entity's administrative offices.

Eagle Ridge Academy
3551 Southern Street
Brighton, CO 80601

Belle Creek Charter School
9290 E 107th Ave
Henderson, CO 80640

Landmark Academy Charter School
c/o National Heritage Academies, Inc.
3850 Broadmoor SE, Suite 201
Grand Rapids, MI 49512

Bromley East Charter School
c/o Bart A. Skidmore, CPA
356 Longspur Drive
Brighton, CO 80601

School District 27J
Capital Facility Fee Foundation
18551 East 160th Avenue
Brighton, CO 80601

Foundations Academy
c/o National Heritage Academies, Inc.
3850 Broadmoor SE, Suite 201
Grand Rapids, MI 49512

The STEAD School
18251 Homestead Trail
Commerce City, CO 80022

Related Organization - The 27J Education Foundation provides opportunities for individuals and/or groups beyond what the School District can offer. Their mission is to preserve, support and improve the educational opportunities within the community by developing a community partnership among schools, businesses and individuals. Through this partnership, this Foundation encourages a wide variety of educational experiences through grants awarded to individuals and organizations. The Foundation is governed by a twelve-member board consisting of community members and education members. The School District Board does not appoint members of the 27J Education Foundation, nor is this Foundation fiscally dependent on the School District and therefore, this Foundation is not considered a component unit and is not included in the School District's financial statements.

1-B. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements report financial information for the School District as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by grants and governmental general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. However, the District has no business-type activities. Fiduciary funds and fiduciary-type component units are excluded from the government-wide financial statements because the School District holds these assets in a purely custodial capacity and cannot use these resources for School District programs.

The Statement of Net Position presents the financial position of the governmental activities of the School District and the School District's discretely presented component units at year-end. The Statement of Activities presents a comparison between

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

direct expenses and program revenues for each function of the School District activities and for each identifiable activity of the business-type activities of the School District's component units. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The School District does not allocate indirect expenses to functions in the Statement of Activities.

The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the School District's services; (2) operating grants and contributions which finance annual operating activities including restricted investment earnings; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. When identifying which function program revenue pertains to, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is for which function the revenues are restricted. Other revenue sources not properly included with program revenues are reported as general revenues of the School District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds. Major individual governmental funds are reported in separate columns.

Fund Accounting - The School District uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The School District uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - School District funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The School District reports the difference between governmental fund assets, liabilities, and deferred inflows of resources as fund balance. The following are the School District's major governmental funds:

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund.

Capital Projects Fund - This fund accounts for bond proceeds and other revenues used for the construction and acquisition of major capital facilities other than those related to the nutrition services fund.

Governmental Designated-Purpose Grants Fund - This fund accounts for grants received for designated programs funded by federal, state or local governments. It is a special revenue fund.

Debt Service Fund - This fund accounts for the accumulated resources (normally property taxes) used to retire principal and interest on general long-term debt.

Nutrition Services Fund - This fund accounts for financial resources related to food service operations. The School District receives USDA school breakfast/lunch money in this fund. It is a special revenue fund.

The School District also has four non-major governmental funds that account for financial resources specific to each funds purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Additionally, the School District reports the following fund types:

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The School District's proprietary funds are classified as internal service funds.

Internal Service Funds - The internal service funds account for the School District's self-insured dental plan and the School District's print shop.

Private Purpose Trust Funds – Funds that are fiduciary in nature and present changes in fiduciary net position. Private purpose trust funds are accounted for using the full accrual basis of accounting. These funds are used to account for assets the School District holds for others in a fiduciary capacity. The School District's fiduciary fund provides scholarships to students.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows/inflows of resources and liabilities associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities reports revenues and expenses.

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

Fund Financial Statements - The governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The Statement of Cash Flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. The School District's fiduciary funds are accounted for on an economic resources measurement focus.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. The fiduciary funds use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Revenues – Non-exchange Transactions - Non-exchange transactions in which the School District receives value without directly giving equal value in return, include grants, taxes and donations. Revenue from property taxes and specific ownership taxes is recognized in the fiscal year for which the taxes are levied (Note 2-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include: timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected by the School District within 60 days except for specific ownership taxes which use a 30-day available period, and grant revenues which use a 180-day available period) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, specific ownership taxes, interest and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and when certain grants are received before eligibility requirements are met.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred inflows of resources (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue at both reporting levels.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Deferred Outflows, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position

1-E-1. Cash, Cash Equivalents, and Investments

The School District utilizes the pooled cash concept whereby cash balances of each of the School District's funds are pooled and invested by the School District in short-term certificates of deposit, repurchase agreements, money market deposit accounts, government pools, and U.S. Treasury obligations.

For the purposes of the Statement of Cash Flows, cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the School District to be cash equivalents.

Generally, the School District invests in governmental securities, local government investment pools, and collateralized certificates of deposits in Colorado banks and repurchase agreements. Investments are either measured at net asset value, which approximates fair value, or at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

1-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/ interfund payables". Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide financial statements as "internal balances."

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

1-E-4. Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements all inventories are stated at cost. For all fund level reporting, cost is determined on a first-in, first-out basis. Donated surplus commodities received are valued based upon the cost furnished by the Federal Government.

1-E-5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is non-spendable in the governmental fund types as this amount is not available for general appropriation.

1-E-6. Capital Assets

Capital assets from governmental activities are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The School District reports these assets in the governmental activities column of the government-wide Statement of Net Position but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The School District maintains a capitalization threshold of \$5,000. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. All reported capital assets are depreciated except for land, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. The adjustment for removal of salvage value is shown in the Capital Assets Note 2-D. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Component Units Estimated Lives</u>
Buildings	20-50 years	5-50 Years
Equipment	3-25 years	5-15 years

At the inception of right-to-use asset leases at the governmental fund reporting level, expenditures and an “other financing source” of an equal amount are reported at the net present value of future minimum lease payments.

1-E-7. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and fund level balance sheet will sometimes report a separate section for deferred outflows and inflows of resources. Deferred outflows of resources represent a consumption of net assets and deferred inflows represent an acquisition of net assets that applies to future periods and so will not be recognized as an outflow or inflow of resources until then. Deferred charge on refunding is reported in the government-wide Statement of Net Position as a deferred outflow of resources. A deferred charge on refunding results from the difference in the carrying value of refunded debt and reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position and fund level balance sheet will sometimes report a separate section for deferred inflows of resources. This section represents acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. Receivables for long-term leases where the school district is the lessor are reported in the government-wide Statement of Net Position and governmental fund financial statements as a

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

deferred inflow of resources. On governmental fund financial statements (i.e., on the modified accrual basis), other receivables that will not be collected within the available period have been reported as deferred inflows of resources (i.e., they are measurable but not available) rather than as revenue.

Deferred outflows of resources and deferred inflows of resources as related to pensions and other post-employment benefits can result from the net difference between expected and actual experience, projected and actual earnings on plan investments, changes in the District's proportionate of liability, changes of assumptions, as well as contributions made by the District to PERA after PERA's measurement date. Generally, deferred inflows are not aggregated with deferred outflows.

1-E-8. Compensated Absences

For the year ended June 30, 2025, the School adopted the provisions of GASB Statement No. 101, Compensated Absences, effective July 1, 2024. The primary objective of this statement is to update the recognition and measurement guidance for compensated absences. The adoption requires that a liability be recognized for accrued leave that has been earned but not used and is more likely than not to be settled through cash or through other non-cash means. The effect of GASB Statement No. 101 is immaterial to the District's financial statements and therefore the beginning balances have not been restated.

Vacation leave that meets these criteria is accrued when earned in the government-wide financial statements. Temporary leave (sick leave, personal and bereavement) is accrued only to the extent that it is reasonably expected to be paid upon separation or used in future periods. The amount reported as a liability is based on the pay rates in effect at the end of the reporting period and includes applicable salary-related payments.

In the governmental fund financial statements, compensated absences are recognized as expenditures only when due.

1-E-9. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and deferred amounts on refunding bonds, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premiums and discounts.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds are recognized as a liability in the governmental fund financial statements when due.

1-E-10. Leases and Subscription Based Information Technology Arrangements (SBITA)

For arrangements where the District is a lessee or enters into a SBITA, a liability and a right to use (RTU) intangible asset are recognized at the commencement of the lease or arrangement term. RTU assets represent the District's right to use an underlying asset for the contracted term and liabilities represent the District's obligation to make payments arising from the lease or arrangement. RTU assets and liabilities are recognized at the lease or arrangement commencement date based on the estimated present value of the payments over the contracted term. Subsequently, the liability is reduced by the principal portion of payments made. The RTU asset is initially measured as the initial amount of the liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs and is amortized on a straight-line basis over its useful life for leases and subscription term for SBITAs.

Key estimates and judgements related to leases and SBITAs include how the School determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease or arrangement term, and (3) payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

- The term includes the noncancellable period of the lease or arrangement. Payments included in the measurement of the liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement and will remeasure the RTU asset and liability if certain changes occur that are expected to significantly affect the amount of the liability. RTU assets are reported with other capital assets and liabilities are reported with long-term debt on the statement of net position.

For government-wide and fund statements, for arrangements in which the District is the lessor, a lease receivable and a deferred inflow of resources is recognized at the commencement of the lease term. The deferred inflows of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relates to future periods.

1-E-11. Bond Premiums, Discounts and Issuance Costs

On the government-wide Statement of Net Position and the proprietary fund type Statement of Net Position, bond premiums and discounts are netted against bonds payable and bond issuance costs are reported as an expense in the year they are charged. On the government-wide and proprietary fund type Statement of Activities, gains/losses on refunding are recognized as deferred inflows/outflows and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental funds recognize bond premiums, discounts, and bond issuance costs, during the current period. 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 on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payments of bond proceeds made to an escrow agent for refunding bonds are reported as other financing uses.

1-E-12. Fund Balance/Net Position

Fund equity at the governmental fund financial reporting level is classified as “fund balance”. Fund equity for all other reporting is classified as “net position”.

Fund Balance – Generally, fund balance represents the difference between the fund assets and fund liabilities. The School District restricts those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unassigned fund balance indicates that portion of fund balance that is available for appropriation in future periods.

Classifications of fund balances are management’s intent to set aside these resources for specific services. The School District follows GASB 54, *Fund Balance Reporting and Government Fund Type Definition*, and records fund balances in the following classifications depicting the relative strength of the spending constraints placed on the purposed for which resources can be used:

Non-spendable fund balance – amounts that are not in a spendable form (such as inventory or prepaid items) or are required to be maintained intact (such as the corpus of an endowment fund).

Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance – amounts that can be used only for specific purposes determined by a formal action of the Board of Education, the highest level of decision-making authority for the District. Commitments may be established, modified or rescinded only through resolutions approved by the Board of Education.

Assigned fund balance – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Board of Education’s adopted policy, only the Superintendent or his/her designee may assign amounts for specific purposes.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Assigned fund balance – consists of amounts which are constrained by School’s management’s intent for these funds to be used for a specific purpose but are neither formally restricted by external sources nor committed by Board action.

Unassigned fund balance – amounts that are available for any purpose; a positive unassigned fund balance is reported only in the general fund.

The School District adopted fund balance policy (Superintendent Policy DA-R(1)) in fiscal year 2011. The governing body’s process for assigning fund balance is determined by the Chief Financial Officer.

The District’s order of fund balance spending policy is to apply expenditures against restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance. The District reserves the right to selectively spend unassigned fund balance.

Net Position - Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net investment in capital assets consists of capital assets, net of accumulated depreciation and related debt. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

The School District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

1-E-13. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating expenses are necessary costs incurred to provide meals, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expense.

1-E-14. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-15. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. The effect of interfund activity has been eliminated from the government-wide financial statements. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide Statement of Activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated.

Since the internal service fund revenues are employee payments for dental insurance, they are not eliminated (i.e., they do not relate to other funds, rather they relate to third parties).

1-E-16. Estimates

The preparation of the financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

1-E-17. Budgets

A budget was adopted for all government funds, proprietary funds, and fiduciary funds on a basis consistent with Generally Accepted Accounting Principles. A proposed budget is submitted to the Board of Directors for the fiscal year commencing the following July 1. The budget is adopted by the board prior to June 30.

Expenditures may not legally exceed appropriations at the fund level. Revisions must be approved by the Board. The budget includes proposed expenditures and the means of financing them.

Note 2 – Detailed Notes on All Funds

2-A. Cash and Investments

At June 30, 2025, the School District had the following cash and investments:

	District	Private Purpose Trust	Component Units
Cash on Hand	\$ 352	\$ -	\$ 1,418
Deposits	54,849,834	-	14,430,469
Investments	347,004,204	49,636	23,528,257
Total	<u>\$ 401,854,390</u>	<u>\$ 49,636</u>	<u>\$ 37,960,144</u>
Governmental Activities	\$ 209,112,173	\$ -	\$ 22,527,108
Restricted Cash and Investments	192,742,217	-	15,433,036
Subtotal	\$ 401,854,390	\$ -	\$ 37,960,144
Fiduciary Activities	-	49,636	-
Total	<u>\$ 401,854,390</u>	<u>\$ 49,636</u>	<u>\$ 37,960,144</u>

Restricted Cash and Investments – As of June 30, 2025, the School District has restricted cash and investments of \$192,742,217 recorded in the School District’s capital projects fund for that purpose.

Cash Held in Trust – As of June 30, 2025, the School District has \$1,635,111 held in trust. Adams County and Weld County collected property taxes for the School District and holds the funds in trust until sent to the School District on a monthly basis. Cash held in trust is grouped in deposits in the Cash and Investments section in the above table.

Deposits – The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. At June 30, 2025, the State regulatory commissioners had indicated that all financial institutions holding deposits for the School District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. 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 the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102 percent of the uninsured deposits. As of June 30, 2025, the School District had bank deposits of \$57,783,169 all of which was covered by federal depository insurance or collateralized with securities held by the financial institution’s agency not in the School District’s name.

At June 30, 2025, component unit Eagle Ridge Academy had deposits with financial institutions with a carrying amount of \$4,343,299 all of which was covered by federal depository insurance or collateralized under PDPA. At June 30, 2025, Bromley East Charter School had deposits with financial institutions with a carrying amount of \$4,617,825. Of the bank balances, \$250,000 was covered by federal deposit insurance and the remaining balance was uninsured but collateralized in accordance with the provisions of PDPA. At June 30, 2025, Belle Creek Charter School had bank deposits of \$750,367. Of the bank balances, \$250,000 was covered by federal deposit insurance and the remaining balance was uninsured but collateralized in accordance with the provisions of PDPA. At June 30, 2025, The STEAD School had bank deposits of \$3,021,825. Of the bank

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

balances, \$250,000 were covered by federal deposit insurance and the remaining balance was uninsured but collateralized in accordance with the provisions of the PDPA. At June 30, 2025, Landmark Academy had deposits with a carrying amount and bank balance of \$1,183,401, of which \$933,401 was uninsured and uncollateralized by federal depository insurance. At June 30, 2025, Foundations Academy had deposits with a carrying amount of \$933,451 of which \$683,451 was uninsured and uncollateralized by federal depository insurance.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure the School District’s deposits may not be returned to it. The School District and the discretely presented component units do not have a formal deposit policy for custodial credit risk, but are following PDPA. At June 30, 2025 the School District had no deposits exposed to custodial credit risk.

Investments – Colorado statutes specify investment instruments meeting defined rating maturity and concentration risk criteria. The School District has adopted an investment policy which is more restrictive and limits investments to the following:

- Obligations of the United States Treasury
- Agencies and Instrumentalities of the federal government
- Bank deposits collateralized according to PDPA
- AA or AAA rated corporate bonds
- A-1 or P-1 rated commercial paper or negotiable certificates of deposit
- A, AA or AAA rated municipal bonds
- Money market mutual funds
- Local government investment pools (“LGIP”)

The District and its component units have investments either at net asset value (NAV), which approximates fair value, including certain external investment pools and market funds, fair value and amortized cost, including certificates of deposit, in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

The District’s Colorado Government Liquid Asset Trust (ColoTrust) external investment pool of \$56,530,565 at June 30, 2025 is valued using the NAV per share (or its equivalent) of the investments. The District’s Colorado Statewide Investment Program (CSIP) external investment pool of \$115,100,254 at June 30, 2025 is valued using the NAV per share (or its equivalent) of the investments. The District’s Colorado Surplus Asset Fund Trust (CSAFE) external investment pool of \$1,550,565 is measured at amortized cost. The component units’ external investment pools of \$23,528,257 at June 30, 2025, are valued using the NAV per share (or its equivalent) and amortized cost of the investments. The investments do not have any unfunded commitments, redemption restrictions or redemption notice periods. The component units have investments in U.S. Treasuries, Fixed Income, Money Market and Certificates of Deposit in the amount of \$1,782,877, \$1,102,126, \$806,494 and \$5,755,872, respectively, with maturity dates of less than one and two years. The Money Market investments are valued with Level 1 inputs and the Certificates of Deposit are valued with Level 2 inputs.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Investments by Fair Value Level	June 30, 2025	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Money Market Mutual Fund	\$ 85,644,186	\$ 85,644,186	\$ -	\$ -
Corporate Notes	6,002,884	-	6,002,884	-
U.S. Treasury Obligations	69,928,977	-	69,928,977	-
Total Investments by Fair Value Level	\$ 161,576,047	\$ 85,644,186	\$ 75,931,861	\$ -
Investments at Net Asset Value (NAV)				
	June 30, 2025			
ColoTrust Investment Pool	\$ 56,530,565			
CSIP Investment Pool	115,100,254			
Total Investments held at Net Asset Value (NAV)	\$ 171,630,819			
Investments at Amortized Cost				
	June 30, 2025			
CSAFE Investment Pool	\$ 1,550,565			
Certificates of Deposit	\$ 12,296,409			
Total Investments held at Amortized Cost	\$ 13,846,974			
Total Investments	\$ 347,053,840			

As of June 30, 2025, the School District had the following investments. Deposits and investments are internally pooled to maximize investment safety, liquidity and interest yield:

Type of Security	Value	Concentration	S&P Rating	Maturity		
				12 Months or Less	1-3 Years	3-5 Years
ColoTrust (external investment pool)	\$ 56,530,565	16.29%	AAAm	\$ 56,530,565	\$ -	\$ -
CSAFE (external investment pool)	1,550,565	0.45%	AAAm	1,550,565	-	-
Certificates of Deposit	12,296,409	3.54%	A-1	12,296,409	-	-
Corporate Notes	6,002,884	1.73%	A+	-	6,002,884	-
CSIP (external investment pool)	115,100,254	33.16%	AAAm	115,100,254	-	-
U.S. Treasury Obligations	69,928,977	20.15%	AA+	10,570,575	59,358,402	-
Money Market Mutual Fund	85,644,186	24.68%	AAAm	85,644,186	-	-
	\$ 347,053,840	100.00%		\$ 281,692,554	\$ 65,361,286	\$ -

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

At June 30, 2025, the School District's discretely presented component units' investments are as follows:

Eagle Ridge Academy	
ColoTrust	\$ 1,007,856
CSAFE	1,055,804
Total	<u>\$ 2,063,660</u>
Bromley East Charter School	
Colotrust	\$ 2,400,665
CSAFE	2,550,481
Fixed Income	1,102,126
Total	<u>\$ 6,053,272</u>
Belle Creek Charter School	
CSAFE	\$ 3,950,509
Colotrust	62,344
Total	<u>\$ 4,012,853</u>
The STEAD School	
CSAFE	3,053,229
Money Market	806,494
Total	<u>\$ 3,859,723</u>
Capital Facility Fee Foundation	
U.S. Treasuries	\$ 1,782,877
Certificate of Deposits	5,755,872
Total	<u>\$ 7,538,749</u>
Total Component Units	<u>\$ 23,528,257</u>

Local Government Investment Pool - These are investment trusts established for local government entities in Colorado to pool surplus funds and are registered with the State Securities Commissioner. These pools operate similarly to a money market fund and each share is equal in value to \$1. Investments of the pool consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by pools in connection with the direct investment and withdrawal functions of the pools. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial banks. The custodian's internal records identify the investments owned by the School District. Due to their high liquidity, these funds are classified as investments for reporting purposes. The Trusts or Pools are rated AAAM by Standard and Poor's.

Interest Rate Risk – The School District and the component units do not have formal investment policies that limit investment maturities as a means of managing its exposure to fair value loss resulting from increasing interest rates. The Colorado Revised Statute 24-75-601 limits investment maturities to five years or less without governing board approval. Based on the current rate environment, the School District and the component units assume that investments will be held to maturity.

As of June 30, 2025, no coupon and discount securities had investment maturities greater than five years. The weighted average maturity of the local government entity investment pools investments shall not exceed 60 days for ColoTrust and CSAFE at June 30, 2025.

Credit Risk – State statute limit investments in U.S. Government Agency securities to the highest rating issued by Nationally Recognized Statistical Rating Organizations (NRSROs).

Concentration of Credit Risk – State statutes do not limit the amount the School District may invest in one issuer. The School District has adopted a policy which is more restrictive and limits investments to: not more than 25% of the School District's portfolio invested in the securities in any "one" government agency with the exception of United States Treasury securities; not more than 25% of the School District's portfolio invested in deposit accounts; money market mutual funds shall be diversified so that no fund shall hold more than 50% of the School District's portfolio; combined fund investments not to exceed 75% of the total portfolio and not exceeding 25% of the School District's total portfolio in repurchase agreements.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

All of the Charter Schools and the Capital Facility Fee Foundation have adopted an investment policy that does not vary significantly from Colorado State Statutes.

Foundation Academy Charter School and Landmark Academy Charter School did not have investments in marketable securities or ColoTrust and CSAFE investment pools at June 30, 2025.

2-B. Receivables

Receivables at June 30, 2025, consisted of taxes, interest, accounts (billings for user charges) and School District receivables arising from grants, fiduciary activity and lease payments.

Receivables and payables are recorded on the governmental financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

Leases Receivable

The School District, serving in a lessor capacity, is required to recognize a lease receivable for certain lease transactions. These Lease assets receivables are offset by a deferred inflows of resources as well as accrued interest earned. For the period, principal lease revenue of \$38,384 was collected along with interest revenue of \$2,276

	Balance 7/1/2024	Additions	Deductions	Balance 6/30/2025	Current Portion
Leases Receivable	\$ 662,226	\$ -	\$ 38,383	\$ 623,843	\$ 39,606

AT&T – In February of 2019, the District entered into a lease agreement with New Cingular Wireless PCS, LLC to lease approximately six hundred (600) square feet of land, including the air space above such ground space, owned by the District and located at S. 8th avenue and E. Southern Street in the City of Brighton, Adams County, Colorado. New Cingular Wireless will use a portion of the Property in connection with its federally licensed communications business. The initial term of the lease will be five (5) years, commencing on February 2019. The lease will automatically renew for four (4) additional five (5) year terms unless the tenant notifies the landlord in writing of its intention not to renew the lease agreement. The lease requires monthly lease payments to the District of \$1,217 with rent payments increasing fifteen percent (15.0%) on an annual basis. The outstanding lease receivable on June 30, 2025, is \$369,624

Verizon - In November of 2019, the District entered into a lease agreement with Verizon Wireless, LLC to lease approximately two thousand nine hundred (2,900) square feet of land, including the air space above such ground space, owned by the District and located at Brighton Gardens in the City of Brighton, Adams County, Colorado. Verizon Wireless will use a portion of the Property in connection with its federally licensed communications business. The initial term of the lease will be five (5) years, commencing on November 2019. The lease will automatically renew for two (2) additional five (5) year terms unless the tenant notifies the landlord in writing of its intention not to renew the lease agreement. The lease requires monthly lease payments to the District of \$1,808 with rent payments increasing fifteen percent (15.0%) on an annual basis. The outstanding lease receivable on June 30, 2025, is \$254,219.

2-C. Property Taxes

The Board of Education levies property taxes. The levy is based on assessed valuations determined by the County Assessors’ offices generally as of January 1st of each year. The levy is set by December 15th by certification to the County Commissioners to put the tax lien on the individual properties as of December of each year. The County Treasurers’ offices collect the determined taxes during the ensuing calendar year. The taxes are payable by April 30th or, if in equal installments, at the taxpayer’s election on February 28th and June 15th. Delinquent taxpayers are notified in August and tax sales of the liens on delinquent properties are held in November. The County Treasurers’ offices remit the taxes collected to the School District on the 10th of each month and on March 25th, May 25 and June 25th.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

2-D. Capital Assets – Capital asset activity for the year ended June 30, 2025, was as follows:

	Balance 7/1/2024	Additions	Deductions	Balance 6/30/2025
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 13,131,691	\$ -	\$ -	\$ 13,131,691
Water Shares	1,496,673	-	-	1,496,673
Construction in Progress	36,754,340	92,874,471	8,892,399	120,736,412
Total Capital Assets not being depreciated	51,382,704	92,874,471	8,892,399	135,364,776
Other Capital Assets being depreciated:				
Buildings and Improvements	635,183,968	8,892,399	-	644,076,366
Equipment	24,720,702	2,464,879	64,327	27,121,254
Total Other Capital Assets	659,904,670	11,357,278	64,327	671,197,620
Lease and SBITA Right-to-Use Assets				
Equipment	843,174	266,203	433,262	676,116
Software	2,000,574	2,806,323	363,975	4,442,922
Total Lease Assets	2,843,748	3,072,526	797,237	5,119,038
Total Capital Assets	714,131,122	107,304,275	9,753,963	811,681,433
Accumulated Depreciation and Amortization				
Buildings and Improvements	131,964,829	13,627,598	-	145,592,427
Equipment	19,544,198	1,715,113	64,327	21,194,984
Lease Right-of-Use Asset Equipment	484,551	122,690	433,262	173,979
SBITA Right-of-Use Asset Software	1,304,267	1,184,428	363,975	2,124,720
Total Accumulated Depreciation and Amortization	153,297,845	16,649,829	861,564	169,086,110
Total Capital Assets being Depreciated and Right-of-Use Assets, Net	509,450,572	(2,220,025)	-	507,230,547
Governmental Activities Capital Assets, net	\$ 560,833,276	\$ 90,654,446	\$ 8,892,399	\$ 642,595,322

Governmental Activities Depreciation/Amortization Expense

Instructional Services	\$ 12,595,234
Business Supporting Services	1,307,906
Operation and Maintenance	593,518
Pupil Transportation	614,617
Central Supporting Services	1,472,449
Nutrition Services	66,105
	<u>\$ 16,649,829</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Component Units Capital Assets	Balance 7/1/2024	Additions	Deductions	Balance 6/30/2025
Eagle Ridge Academy				
Capital Assets not being depreciated:				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Construction in Progress	6,451,670	466,696	6,918,366	-
Total capital assets not being depreciated	<u>6,501,670</u>	<u>466,696</u>	<u>6,918,366</u>	<u>50,000</u>
Capital Assets being depreciated:				
Buildings and Improvements	10,011,600	6,940,800	-	16,952,400
Land Improvements	2,558,959	-	-	2,558,959
Equipment	33,756	-	-	33,756
Total capital assets being depreciated	<u>12,604,315</u>	<u>6,940,800</u>	<u>-</u>	<u>19,545,115</u>
Less Accumulated Depreciation	<u>(3,579,808)</u>	<u>(483,766)</u>	<u>-</u>	<u>(4,063,574)</u>
Total Depreciable Capital Assets	<u>9,024,507</u>	<u>6,457,034</u>	<u>-</u>	<u>15,481,541</u>
Net Eagle Ridge Academy	<u>\$ 15,526,177</u>	<u>\$ 6,923,730</u>	<u>\$ 6,918,366</u>	<u>\$ 15,531,541</u>
Bromley East Charter School:				
Capital Assets not being depreciated:				
Land	\$ 144,120	\$ -	\$ -	\$ 144,120
Total Capital Assets not being depreciated	<u>144,120</u>	<u>-</u>	<u>-</u>	<u>144,120</u>
Capital Assets being depreciated:				
Buildings and Improvements	23,003,436	-	-	23,003,436
Vehicles and Equipment	1,699,780	-	-	1,699,780
Total Capital Assets being depreciated	<u>24,703,216</u>	<u>-</u>	<u>-</u>	<u>24,703,216</u>
Less Accumulated Depreciation	<u>(6,918,460)</u>	<u>(724,333)</u>	<u>-</u>	<u>(7,642,793)</u>
Total - Depreciable Capital Assets	<u>17,784,756</u>	<u>(724,333)</u>	<u>-</u>	<u>17,060,423</u>
Lease Assets being Amortized:				
Vehicles and Equipment	74,679	-	-	74,679
Total Lease Assets being Amortized	<u>74,679</u>	<u>-</u>	<u>-</u>	<u>74,679</u>
Less Accumulated Amortization	<u>(37,340)</u>	<u>(18,670)</u>	<u>-</u>	<u>(56,010)</u>
Total Amortized Lease Assets	<u>37,339</u>	<u>(18,670)</u>	<u>-</u>	<u>18,669</u>
Total Depreciable & Amortizable Capital Assets	<u>17,822,095</u>	<u>(743,003)</u>	<u>-</u>	<u>17,079,092</u>
Net Bromley East Charter School	<u>\$ 17,966,215</u>	<u>\$ (743,003)</u>	<u>\$ -</u>	<u>\$ 17,223,212</u>
Belle Creek Charter School:				
Capital Assets not being depreciated:				
Construction in Progress	\$ 6,319,236	\$ 239,483	\$ 6,558,719	\$ -
Total Capital Assets not being depreciated	<u>6,319,236</u>	<u>239,483</u>	<u>6,558,719</u>	<u>-</u>
Capital Assets being depreciated:				
Buildings and Improvements	7,738,414	6,558,719	-	14,297,133
Furniture & Equipment	62,957	-	-	62,957
Vehicles	101,481	-	6,500	94,981
Total Capital Assets being depreciated	<u>7,902,852</u>	<u>6,558,719</u>	<u>6,500</u>	<u>14,455,071</u>
Less Accumulated Depreciation	<u>(3,941,350)</u>	<u>(308,369)</u>	<u>(6,500)</u>	<u>(4,243,219)</u>
Total Depreciable Capital Assets	<u>3,961,502</u>	<u>6,250,350</u>	<u>-</u>	<u>10,211,852</u>
Lease Assets being Amortized:				
Furniture and Equipment	54,995	-	-	54,995
Total Lease Assets being Amortized	<u>54,995</u>	<u>-</u>	<u>-</u>	<u>54,995</u>
Less Accumulated Amortization	<u>(26,167)</u>	<u>(10,862)</u>	<u>-</u>	<u>(37,029)</u>
Total Amortized Lease Assets	<u>28,828</u>	<u>(10,862)</u>	<u>-</u>	<u>17,966</u>
Total Depreciable and Amortizable Capital Assets	<u>3,990,330</u>	<u>6,239,488</u>	<u>-</u>	<u>10,229,818</u>
Net Belle Creek Charter School	<u>\$ 10,309,566</u>	<u>\$ 6,478,971</u>	<u>\$ 6,558,719</u>	<u>\$ 10,229,818</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Component Units Capital Assets, Continued	Balance			Balance
	7/1/2024	Additions	Deductions	6/30/2025
The STEAD School:				
Capital Assets not being depreciated:				
Construction in Progress	\$ 27,171,604	\$ 3,409,116	\$ -	\$ 30,580,720
Total Capital Assets not being depreciated	<u>27,171,604</u>	<u>3,409,116</u>	<u>-</u>	<u>30,580,720</u>
Capital Assets being depreciated:				
Furniture and Equipment	28,026	74,476	-	102,502
Less Accumulated Depreciation	(11,678)	(19,200)	-	(30,878)
Total Capital Assets being depreciated	<u>16,348</u>	<u>55,276</u>	<u>-</u>	<u>71,624</u>
Lease Assets being amortized:				
Vehicles and Equipment	-	98,821	-	98,821
Less Accumulated Amortization	-	(32,940)	-	(32,940)
Total Amortized Lease Assets	<u>-</u>	<u>65,881</u>	<u>-</u>	<u>65,881</u>
Total Depreciable & Amortizable Capital Assets	<u>16,348</u>	<u>121,157</u>	<u>-</u>	<u>137,505</u>
Net The STEAD School	<u>\$ 27,187,952</u>	<u>\$ 3,530,273</u>	<u>\$ -</u>	<u>\$ 30,718,225</u>
Total Component Unit Capital Assets, Net	<u>\$ 70,989,910</u>	<u>\$ 16,189,971</u>	<u>\$ 13,477,085</u>	<u>\$ 73,702,796</u>

Bromley East has entered into a lease agreement for equipment. The total costs of these right-to-use lease assets are recorded as \$74,679, less amortization of \$74,679. Belle Creek has entered into lease agreements for equipment. The total costs of these right-to-use lease assets are recorded as \$54,995, less amortization of \$54,995. The STEAD School has entered into a lease agreement for a vehicle. The total costs of this right-to-use lease asset is recorded as \$98,821, less amortization of \$32,940.

2-E. Interfund Receivables, Payables and Transfers

Interfund receivable and payable balances at June 30, 2025, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The School District expects to repay all interfund balances within one year.

Receivable Fund		Payable Fund	
Government Designated Purpose Grant Fund	\$ 3,413,336	General Fund	\$ 18,585,634
Nonmajor Governmental Funds	11,470,981	Nutrition Services Fund	-
General Fund	7,298,418	Capital Projects Fund	4,859,026
Internal Service Fund	732,347	Public Activity Agency Fund	16,275
Debt Service Fund	42,039		
Nutrition Service Fund	503,814		
Total	<u>\$ 23,460,935</u>		<u>\$ 23,460,935</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Interfund transfers for the year ended June 30, 2025, consisted of the following:

	Transfers In					Total
	Designated	Pupil	Other Special	Transportation	Print Shop	
	Purpose Grants Fund	Activity Fund	Programs Fund	Fund	Fund	
<u>Transfers Out</u>						
General Fund	\$ 75,040	\$ 938,756	\$ 354,176	\$ 9,069,892	\$ 112,184	\$ 10,550,048

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations.

All School District transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

2-F. Compensated Absences

School District policy limits the accumulation of earned employee vacation to the equivalent of 2 years earned vacation. Also, the School District grants temporary (personal & bereavement) leave to all classes of employees. Unused leave balances are paid at termination. Upon termination and/or retirement, Administrative, Professional, Technical (APT) personnel are paid at a flat rate of \$98 a day. Certified personnel are paid at a flat rate of \$98 for all temporary leave days accumulated before July 1, 2018 and \$107.31 for all temporary leave days accumulated after July 1, 2018. Classified personnel are paid at a rate of \$5.95 per hour for the first 75 days; after 75 days they are paid \$7.08 per hour. Classified employees with 75 or more days of accrued temporary leave and certified employees with 45 or more days of accrued temporary leave have the option of being paid for the excess days each June. As of June 30, 2025, the District has a compensated absence balance of \$4,988,796.

2-G. Early Obligation Retirement

In fiscal year 2014, the District offered Early Separation Plans and Long Term Service Benefits to its employees. Only those employees who have completed fifteen or more years of service in the District as of July 1, 2009 are eligible after completing twenty years of service. These plans ended on June 30, 2014. Classified employees may receive 90% of their current year's salary at either July 31st or January 31st of the year following their retirement. Eligible certified employees who voluntarily resign or retire shall receive a payout that equals the difference between the certified employee's actual salary for the 2008-2009 school years and the \$45,129 average salary of full-time teachers hired by the District during that school year. Administrators may receive the average paid out to certified employees during the year of their retirement. There were no early separation plan/long term service payments in fiscal year 2025. As of June 30, 2025, there were four certified employees who were eligible for future payments at a total remaining cost of \$77,010.

2-H. Arbitrage

The School District is required to recognize arbitrage payable as it becomes aware of the liability. As of June 30, 2025, the District had the following future arbitrage liability:

	Outstanding 7/1/2024	Additions	Deductions	Outstanding 6/30/2025	Amounts Due in One Year
General Obligation Bond Series 2022	\$ -	\$ 1,733,628	\$ -	\$ 1,733,628	\$ -
General Obligation Bond Series 2024	-	616,106	-	616,106	-
Total Arbitrage Liability	<u>\$ -</u>	<u>\$ 2,349,734</u>	<u>\$ -</u>	<u>\$ 2,349,734</u>	<u>\$ -</u>

The General Obligation Bond Series 2022 arbitrage liability is due March 31, 2027 and the General Obligation Bond Series 2024 arbitrage liability is due September 24, 2029.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

2-I. Long-Term Liabilities

Long-term Debt

Periodically, the School District issues bonds to finance the construction of its various facilities.

Certificates of Participation Series 2019– Certificates of Participation, Series 2019, dated and issued September 30, 2019, were a direct purchase non-bank qualified tax exempt obligation of \$4,768,184. The Certificates of Participation include Series 2016 Certificates refunded at current principal and interest of \$1,730,184 and a Lease Purchase Agreement to provide funds to acquire 30,599 square feet of space in the Brighton Learning Resource Center at a purchase price of \$3,000,000.

Interest on the Certificates at a rate of 2.33% is payable annually at August 1, including principal, each calendar year thereafter to 2032. The certificates are payable solely from annually appropriated base rentals and any purchase option price paid by the School District under the lease from the Capital Reserve Fund.

Annual debt service requirements to maturity for the Certificates of Participation, Series 2019, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 326,628	\$ 66,087	\$ 392,715
2027	334,238	58,476	392,714
2028	342,026	50,689	392,715
2029	349,995	42,719	392,714
2030	358,150	34,564	392,714
2031-2033	1,125,301	52,842	1,178,143
Total	<u>\$ 2,836,338</u>	<u>\$ 305,377</u>	<u>\$ 3,141,715</u>

General Obligation Refunding Bonds Series 2012A – General Obligation Refunding Bonds, Series 2012A, were dated and issued April 24, 2012, total issue of \$31,340,000. The bonds were issued to refund a portion of the School District’s outstanding general obligation debt for the purpose of reducing debt service requirements. The obligation refunded consisted of the School District’s General Obligation Bonds, Callable Series 2004, originally issued in the principal aggregate amount of \$49,900,000.

Interest at a rate of 2.00% –5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2012 and each calendar year thereafter to 2025. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

The General Obligation Refunding Bonds series 2012A was fully repaid in fiscal year 2025.

General Obligation Bonds Series 2015 – General Obligation Bonds, Series 2015, were dated and issued December 15, 2015, total issue of \$160,000,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$25,353,909 was realized at time of issue.

Interest at a rate of 2.00% –5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2017 and each calendar year thereafter to 2041. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2015, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ -	\$ 7,275,700	\$ 7,275,700
2027	-	7,275,700	7,275,700
2028	-	7,275,700	7,275,700
2029	8,560,000	7,061,700	15,621,700
2030	8,990,000	6,622,950	15,612,950
2031-2035	51,440,000	26,556,075	77,996,075
2036-2040	65,295,000	11,873,625	77,168,625
2041	15,080,000	754,000	15,834,000
Total	<u>\$ 149,365,000</u>	<u>\$ 74,695,450</u>	<u>\$ 224,060,450</u>

General Obligation Bonds Series 2016A – General Obligation Refunding Bonds, Series 2016A, were dated and issued November 3, 2016, total issue of \$33,570,000. The bonds were issued to current refund aggregate principal amounts of the District’s general obligation refunded bonds, Series 2006A and advance refund the District’s general obligation refunded bonds, Series 2008. A premium of \$3,494,045 was realized at time of issue.

Interest at a rate of 4.25% –5.25% is payable at each June 1 and December 1. Taxable yield on the Series 2016A bonds is 1.82%. Principal payments are payable on December 1, 2018 and each calendar year thereafter to 2028. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2016A, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 290,000	\$ 254,275	\$ 544,275
2027	295,000	247,688	542,688
2028	9,760,000	122,000	9,882,000
Total	<u>\$ 10,345,000</u>	<u>\$ 623,963</u>	<u>\$ 10,968,963</u>

General Obligation Bonds Series 2016B – General Obligation Refunding Bonds, Taxable Series 2016B, were dated and issued November 3, 2016, total issue of \$3,040,000. The bonds were issued to current refund aggregate principal amounts of the District’s general obligation refunded bonds, Series 2006A and advance refund the District’s general obligation refunded bonds, Series 2008. The Taxable Series 2016B bonds are not subject to optional redemption prior to maturity.

Interest at a rate of 4.00% –5.25% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2017 and each calendar year thereafter to 2028. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2016B, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 65,000	\$ 75,971	\$ 140,971
2027	65,000	74,103	139,103
2028	2,480,000	36,580	2,516,580
Total	<u>\$ 2,610,000</u>	<u>\$ 186,654</u>	<u>\$ 2,796,654</u>

General Obligation Bonds Series 2017 – General Obligation Bonds, Taxable Series 2017, were dated and issued September 14, 2017, total issue of \$88,000,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$17,658,825 was realized at time of issue.

Interest at a rate of 2.00%–5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2028 and each calendar year thereafter to 2043. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2017, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ -	\$ 4,400,000	\$ 4,400,000
2027	-	4,400,000	4,400,000
2028	-	4,400,000	4,400,000
2029	2,575,000	4,335,625	6,910,625
2030	2,700,000	4,203,750	6,903,750
2031-2034	12,225,000	15,359,875	27,584,875
2035-2039	19,060,000	15,334,750	34,394,750
2040-2043	51,440,000	6,845,000	58,285,000
Total	<u>\$ 88,000,000</u>	<u>\$ 59,279,000</u>	<u>\$ 147,279,000</u>

General Obligation Bonds Series 2022 – General Obligation Bonds, Taxable Series 2022, were dated and issued March 31, 2022, total issue of \$272,915,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$28,368,117 was realized at time of issue.

Interest at a rate of 2.00%–5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2022 and each calendar year thereafter to 2047. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2022, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 1,160,000	\$ 9,975,900	\$ 11,135,900
2027	1,215,000	9,916,525	11,131,525
2028	3,025,000	9,810,525	12,835,525
2029	4,600,000	9,619,900	14,219,900
2030	4,830,000	9,384,150	14,214,150
2031-2034	21,850,000	34,934,850	56,784,850
2035-2039	33,840,000	37,085,850	70,925,850
2040-2044	64,200,000	28,989,400	93,189,400
2045-2047	103,075,000	6,292,300	109,367,300
Total	<u>\$ 237,795,000</u>	<u>\$ 156,009,400</u>	<u>\$ 393,804,400</u>

General Obligation Bonds Series 2024A – General Obligation Bonds, Taxable Series 2024A, were dated and issued September 24, 2024, total issue of \$128,500,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$8,934,334 was realized at time of issue.

Interest at a rate of 5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2024 and each calendar year thereafter to 2048. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2024A, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 20,360,000	\$ 4,533,000	\$ 24,893,000
2027	330,000	4,015,750	4,345,750
2028	105,000	4,004,875	4,109,875
2029	105,000	3,999,625	4,104,625
2030	115,000	3,994,125	4,109,125
2031-2034	520,000	15,914,750	16,434,750
2035-2039	810,000	19,729,250	20,539,250
2040-2044	1,030,000	19,499,750	20,529,750
2045-2048	77,465,000	15,446,625	92,911,625
Total	<u>\$ 100,840,000</u>	<u>\$ 91,137,750</u>	<u>\$ 191,977,750</u>

General Obligation Refunding Bonds Series 2024B– General Obligation Refunding Bonds, Series 2024B, were dated and issued September 24, 2024, total issue of \$24,870,000. The bonds were issued to current refund aggregate principal amounts of the District’s general obligation refunded bonds, Series 2014. The refunding reduced total debt service payments of the next 2 years by \$472,750. This results in an economic gain of \$854,487. A premium of \$983,741 was realized at time of issue.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Interest at a rate of 5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2025 and 2027. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2024B, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2026	\$ 12,130,000	\$ 940,250	\$ 13,070,250
2027	12,740,000	318,500	13,058,500
Total	<u>\$ 24,870,000</u>	<u>\$ 1,258,750</u>	<u>\$ 26,128,750</u>

A summary of the above bonds and certificates outstanding at June 30, 2025 follows:

Long Term Debt	Principal	Interest	Total
Certificates of Participation Series 2019	\$ 2,836,338	\$ 305,377	\$ 3,141,715
General Obligation Bonds Series 2015	149,365,000	74,695,450	224,060,450
General Obligation Refunding Bonds Series 2016A	10,345,000	623,963	10,968,963
General Obligation Refunding Bonds Series 2016B	2,610,000	186,654	2,796,654
General Obligation Bonds Series 2017	88,000,000	59,279,000	147,279,000
General Obligation Bonds Series 2022	237,795,000	156,009,400	393,804,400
General Obligation Bonds Series 2024A	100,840,000	91,137,750	191,977,750
General Obligation Refunding Bonds Series 2024B	24,870,000	1,258,750	26,128,750
Total	<u>\$ 616,661,338</u>	<u>\$ 383,496,344</u>	<u>\$ 1,000,157,682</u>

Component Unit Long-Term Debt

Belle Creek Charter School: Following is a summary of Belle Creek Charter School's long-term debt transactions for the year ended June 30, 2025:

	Beginning Balance	Debt Issued and Additions	Reductions	Ending Balance	Due Witin One Year
Building Loan	\$ 6,075,000	\$ -	\$ (105,000)	\$ 5,970,000	\$ 110,000
Discount	(34,445)	-	1,236	(33,209)	-
Total	<u>\$ 6,040,555</u>	<u>\$ -</u>	<u>\$ (103,764)</u>	<u>\$ 5,936,791</u>	<u>\$ 110,000</u>

2022 Building Loan - On May 11, 2022, the Colorado Educational and Cultural Facilities Authority (CECFA) issued \$5,925,000 of Charter School Revenue Refunding Bonds, Series 2022A, and \$325,000 Taxable Charter School Revenue Bonds, Series 2022B, to current refund CECFA's outstanding Series 2007 Bonds. Proceeds of bond issuances have been loaned to the Education Center the School's building. The School is obligated under a lease agreement to make monthly lease payments to the Education Center for using the facilities. The Education Center is required to make equal payments to the trustee for payment of the bonds. Interest accrues at a rate of 5.00% to 5.25% and is due semi-annually. Principal payments are due annually on March 15 through 2052.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Annual debt service requirements to maturity for loan payable is as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 110,000	\$ 308,894	\$ 418,894
2027	115,000	303,281	418,281
2028	120,000	297,531	417,531
2029	125,000	291,531	416,531
2030	135,000	285,281	420,281
2031-2035	770,000	1,318,819	2,088,819
2036-2040	980,000	1,101,287	2,081,287
2041-2045	1,265,000	821,787	2,086,787
2046-2050	1,635,000	453,863	2,088,863
2051-2052	715,000	55,125	770,125
Total	<u>\$ 5,970,000</u>	<u>\$ 5,237,399</u>	<u>\$ 11,207,399</u>

Eagle Ridge Academy: Following is a summary of Eagle Ridge Academy's long-term debt transactions for the year ended June 30, 2025:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Due In One Year
Bonds Payable - Series 2022	\$ 10,300,000	\$ -	\$ 235,000	\$ 10,065,000	\$ 245,000
Premium - Series 2022	171,408	-	7,142	164,266	7,142
Total	<u>\$ 10,471,408</u>	<u>\$ -</u>	<u>\$ 242,142</u>	<u>\$ 10,229,266</u>	<u>\$ 252,142</u>

Charter School Revenue Bond Series 2022 –On July 20, 2022, the Colorado Educational Cultural Facilities Authority (CECFA) issued \$10,525,000 Charter School Revenue Bonds dated July 20, 2022. The Building Corporation has entered into a mortgage and lease agreement with the Eagle Ridge Academy to use the bond proceeds for: 1) current refunding of Eagle Ridge Authority's Charter School Revenue Bonds Series 2016 originally issued in the aggregate principal amount of \$9,720,000 and outstanding in the aggregate principal amount of \$8,095,000; 2) constructing improvements to existing educational facilities; and 3) funding a bond reserve fund and paying costs associated with the issuance of the Series 2022 bonds. The bonds accrue interest at 5.0%. Interest payments are due semi-annually on May 1 and November 1. Principal payments are due annually on November 1, through 2048.

Annual debt service requirements to maturity for the long-term debt transactions are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 245,000	\$ 454,563	\$ 699,563
2027	260,000	441,938	701,938
2028	275,000	428,563	703,563
2029	285,000	414,563	699,563
2030	300,000	399,938	699,938
2031-2035	1,750,000	1,751,940	3,501,940
2036-2040	2,235,000	1,263,189	3,498,189
2041-2045	2,765,000	717,720	3,482,720
2046-2048	1,950,000	126,438	2,076,438
Total	<u>\$ 10,065,000</u>	<u>\$ 5,998,852</u>	<u>\$ 16,063,852</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Bromley East Charter School: Following is a summary of Bromley East Charter School’s long-term debt transactions for the year ended June 30, 2025:

	Balance			Balance June 30, 2025	Due In One Year
	June 30, 2024	Additions	Deletions		
Building Loan	\$ 14,698,190	\$ -	\$ (652,890)	\$ 14,045,300	\$ 14,045,300

2015 Building Loan - In September, 2015, the Colorado Educational and Cultural Facilities Authority (CECFA) issued \$19,155,000 Charter School Refunding and Improvement Revenue Bonds, Series 2015. Proceeds of the Series 2015 Bonds were loaned to the CECFA to provide funding to construct the School’s educational facilities. The School is obligated under a lease agreement to make monthly lease payments to the CECFA for using the facilities. The Building Corporation is required to make equal payments to the trustee, for payment of the bonds. Interest accrues a rate of 3.4% and is due semi-annually. Principal payments are due annually on September 1, with a balloon payment of \$14,045,300 due on September 1, 2025.

Annual debt service requirements to maturity for the long-term debt transactions are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 14,045,300	\$ 159,180	\$ 14,204,480
Total	\$ 14,045,300	\$ 159,180	\$ 14,204,480

The STEAD School: Following is a summary of The STEAD School’s long-term debt transactions for the year ended June 30, 2025:

	Balance			Balance June 30, 2025	Due In One Year
	June 30, 2024	Additions	Deletions		
Loans Payable	\$ 22,680,000	\$ -	\$ -	\$ 22,680,000	\$ -

CECFA Loan - On December 21, 2023, the Building Corp entered into a loan agreement with the Colorado Educational and Cultural Facilities Authority in the amount of \$22,680,000. Proceeds of the loan were used to pay off the construction loans previously acquired. The remaining proceeds were deposited into the project fund and to fund construction of the School’s educational facilities. Interest accrues at a rate of 7.00% to 8.13% and is payable January 1 and July 1. Principal is payable July 1, with final maturity in 2034.

Annual debt service requirements to maturity for the loan payable is as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ -	\$ 1,592,831	\$ 1,592,831
2027	180,000	1,585,519	1,765,519
2028	190,000	1,570,487	1,760,487
2029	210,000	1,554,884	1,764,884
2030	225,000	1,539,125	1,764,125
2031-2035	21,875,000	6,709,675	28,584,675
Total	\$ 22,680,000	\$ 14,552,521	\$ 37,232,521

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Long-term Leases

Equipment Leases

Quadiant Leasing – In December of 2020, the District entered into a 5 year agreement for the right to use a postage machine. The incremental borrowing rate at the commencement of the agreement was 0.43%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 1,726	\$ 2	\$ 1,728
Total	\$ 1,726	\$ 2	\$ 1,728

CBS Copier Lease 900-0355955-001- In April of 2024, the District entered into a 3 year agreement for the right to use copy machines. The incremental borrowing rate at the commencement of the agreement was 2.87%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 3,062	\$ 178	\$ 3,240
2027	3,150	90	3,240
Total	\$ 6,212	\$ 268	\$ 6,480

CBS Copier Lease 900-0358092-000 - In June of 2024, the District entered into a 3 year agreement for the right to use copy machines. The incremental borrowing rate at the commencement of the agreement was 2.87%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 2,805	\$ 163	\$ 2,969
2027	2,886	83	2,969
Total	\$ 5,691	\$ 246	\$ 5,938

CBS Copier Lease 900-0355955-000 - In March of 2024, the District entered into a 3 year agreement for the right to use copy machines. The incremental borrowing rate at the commencement of the agreement was 2.87%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 107,783	\$ 6,277	\$ 114,060
2027	110,877	3,183	114,060
Total	\$ 218,660	\$ 9,460	\$ 228,121

CBS Copier Lease CBS 900-036352-000 - In January of 2025, the District entered into a 3 year agreement for the right to use copy machines. The Incremental borrowing rate at the commencement of the agreement was 2.81%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 4,262	\$ -	\$ 4,262
2027	4,032	230	4,262
2028	4,145	117	4,262
Total	<u>\$ 12,439</u>	<u>\$ 347</u>	<u>\$ 12,786</u>

CBS Copier Lease CBS 900-036352-001 - In June of 2025, the District entered into a 2 year agreement for the right to use copy machines. The Incremental borrowing rate at the commencement of the agreement was 2.87%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 117,972	\$ -	\$ 117,972
2027	114,678	3,294	117,972
Total	<u>\$ 232,650</u>	<u>\$ 3,294</u>	<u>\$ 235,944</u>

CBS Copier Lease CBS 900-036352-002 - In June of 2025, the District entered into a 3 year agreement for the right to use copy machines. The Incremental borrowing rate at the commencement of the agreement was 2.93%. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 7,242	\$ -	\$ 7,242
2027	6,836	406	7,242
2028	7,036	206	7,242
Total	<u>\$ 21,114</u>	<u>\$ 612</u>	<u>\$ 21,726</u>

Subscription Based Information Technology Arrangements (SBITA)

GreatHorn – In November of 2022, the District entered into a 3 year agreement for the right to use software. The incremental borrowing rate at the commencement of the agreement was 2.736%. The lease obligations were fully paid in fiscal year 2025.

SofTech – In July of 2023, the District entered into a 3 year agreement for the right to use software. The incremental borrowing rate at the commencement of the agreement was 1.87%. The lease obligations were fully paid in fiscal year 2025.

Component Unit Long-Term Leases

Belle Creek Charter School: The School, as lessee, has entered into lease agreements for equipment with lease terms of five years. The total costs of these right-to-use lease assets are recorded as \$54,995, less accumulated amortization of \$26,167. The School has determined that as of June 30, 2025, there is no loss associated with an impairment of the right-to-use lease asset. The future lease payments under lease agreements as of June 30, 2025 are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 11,153	\$ 1,495	\$ 12,648
2027	7,249	857	8,106
2028	3,157	407	3,564
2029	1,925	154	2,079
Total	<u>\$ 23,484</u>	<u>\$ 2,913</u>	<u>\$ 26,397</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Bromley East Charter School: The School, as a lessee, had entered into a lease agreement for equipment with a lease term of 3 years. The total costs of these right-to-use lease assets are recorded as \$74,679, less accumulated amortization of \$37,340. The School has determined that as of June 30, 2025, there is no loss associated with an impairment of the right-to-use lease asset.

The future lease payments under lease agreements as of June 30, 2025 are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2026	\$ 4,388	\$ 219	\$ 4,607
Total	\$ 4,388	\$ 219	\$ 4,607

Changes in Long-term Liabilities - Changes in the School District's long-term obligations consisted of the following for the year ended June 30, 2025:

Governmental Activities:	Beginning Balance	Debt Issued And Additions	Reductions	Ending Balance	Amounts Due in One Year
General Obligation Bonds	\$ 526,640,000	\$ 153,370,000	\$ 66,185,000	\$ 613,825,000	\$ 13,205,000
Certificates of Participation	3,155,529	-	319,191	2,836,338	319,191
Leases Payable	356,687	266,203	124,398	498,492	244,851
SBITA Payable	621,556	-	621,556	-	-
Arbitrage Payable	-	2,349,734	-	2,349,734	-
Bond Premium	57,931,210	9,918,075	5,801,628	62,047,657	4,674,472
Total	<u>\$ 588,704,982</u>	<u>\$ 165,904,012</u>	<u>\$ 73,051,773</u>	<u>\$ 681,557,221</u>	<u>\$ 18,443,514</u>
Early Retirement Obligation	\$ 216,056	\$ -	\$ 139,046	\$ 77,010	\$ 77,010
Compensated Absences Payable	3,897,868	1,090,928	-	4,988,796	2,993,278
Total	<u>\$ 4,113,924</u>	<u>\$ 1,090,928</u>	<u>\$ 139,046</u>	<u>\$ 5,065,806</u>	<u>\$ 3,070,288</u>

Changes in the Component Units' Long-Term Obligations consisted of the following for the year ended June 30, 2025:

Governmental Activities:	Beginning Balance	Debt Issued And Additions	Reductions	Ending Balance	Amounts Due in One Year
Loans Payable	\$ 39,055,000	\$ -	\$ 340,000	\$ 38,715,000	\$ 355,000
Building Loan	14,698,190	-	652,890	14,045,300	-
Premium/Discount	136,963	-	5,906	131,057	7,142
Leases Payable	64,539	98,821	68,014	95,346	48,454
Compensated Absences	78,078	69,428	-	147,506	60,771
Total	<u>\$ 54,032,770</u>	<u>\$ 168,249</u>	<u>\$ 1,066,810</u>	<u>\$ 53,134,209</u>	<u>\$ 471,367</u>

Other – Payment of principal and interest for general obligation bonds is made from the bond redemption debt service fund. The legal limit and debt margin as of June 30, 2025 are \$1,695,504,444 and \$1,081,679,444, respectively. Compensated absences, pension and OPEB obligations are generally liquidated in the General Fund.

2-J. Short-Term Debt

During the year ended June 30, 2025, the District did not borrow funds from the State Treasurer's interest-free loan program.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

2-K. Defined Benefit Pension Plan

Summary of Significant Accounting Policies

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

General Information about the Pension Plan

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

Benefits provided as of December 31, 2024 - PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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

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

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

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

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

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

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

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

Contributions provisions as of June 30, 2025: Eligible employees of the School District and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 11.00% of their PERA-includable salary during the period of July 1, 2024 through June 30, 2025. Employer contribution requirements are summarized in the table below:

	July 1, 2024 Through June 30, 2025
Employer contribution rate	11.40%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02%)
Amount apportioned to the SCHDTF	10.38%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%
Total employer contribution rate to the SCHDTF	20.38%

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

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the School District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the School District were \$29,498,147 for the year ended June 30, 2025.

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute a \$225 million direct distribution each year to PERA starting on July 1, 2018. For 2024, a portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund.

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

The net pension liability for the SCHDTF was measured as of December 31, 2024, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll-forward the TPL to December 31, 2024. The School District’s proportion of the net pension liability was based on the School District’s contributions to the SCHDTF for the calendar year 2024 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

At June 30, 2025, the School District reported a liability of \$318,963,038 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The amount recognized by the School District as its proportionate share for the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the School District were as follows:

The School District's proportionate share of the net pension liability	\$318,963,038
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the School District	5,659,374
Total	\$324,622,412

At December 31, 2024, the School District's proportion was 1.8485361046% which was an increase of 0.0229474208% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School District recognized pension expense of \$42,981,903 and revenue of \$2,614,702 for support from the State as a non-employer contributing entity. At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$18,062,412	\$ ---
Changes of assumptions or other inputs	2,391,306	---
Net difference between projected and actual earnings on pension plan investments	6,017,939	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	31,198,104	3,126,345
Contributions subsequent to the measurement date	15,736,895	N/A
Total	\$73,406,656	\$3,126,345

The \$15,736,895 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year ended June 30	
2026	\$36,453,534
2027	30,568,657
2028	(8,186,819)
2029	(4,291,957)
Total	\$54,543,415

Actuarial assumptions - The TPL in the December 31, 2023 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40%–11.00%
Long-term investment rate of return, net of pension	

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS Benefit Structure (compounded annually)	1.00%
PERA benefit structure hired after 12/31/06 ¹	Financed by the AIR

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

All mortality assumptions are developed on a benefit-weighted basis and apply generational mortality. Note that in all categories, displayed as follows, the mortality tables are generationally projected using scale MP-2019.

	Mortality Table	Adjustments, as Applicable
Pre-Retirement	PubT-2010 Employee	N/A
Post-Retirement (Retiree), Non-Disabled	PubT-2010 Healthy Retiree	Males: 112% of the rates prior to age 80/ 94% of the rates age 80 and older Females: 83% of the rates prior to age 80/ 106% of the rates age 80 and older
Post-Retirement (Beneficiary), Non-Disabled	Pub-2010 Contingent Survivor	Males: 97% of the rates for all ages Females: 105% of the rates for all ages
Disabled	PubNS-2010 Disabled Retiree	99% of the rates for all ages

The actuarial assumptions used in the December 31, 2023, valuation were based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by the PERA Board on November 20, 2020.

Based on the 2024 experience analysis, dated January 3, 2025, for the period January 1, 2020, to December 31, 2023, revised actuarial assumptions were adopted by PERA's Board on January 17, 2025, and were effective as of December 31, 2024. The following assumptions were reflected in the roll forward calculation of the total pension liability from December 31, 2023, to December 31, 2024.

Salary increases, including wage inflation:	4.00%-13.40%
---	--------------

Salary scale assumptions were altered to better reflect actual experience.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

The estimated administrative expense as a percentage of covered payroll was increased from 0.40% to 0.45%.

The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on the experience. All mortality assumptions are developed on a benefit-weighted basis. Note that in all categories, displayed as follows, the mortality tables are generationally projected using the 2024 adjusted MP-2021 projection scale.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	Mortality Table	Adjustments, as Applicable
Pre-Retirement	PubT-2010 Employee	N/A
Post-Retirement (Retiree), Non-Disabled	PubT-2010 Healthy Retiree	Males: 106% of the rates for all ages Females: 86% of the rates prior to age 85/ 115% of the rates age 85 and older
Post-Retirement (Beneficiary), Non-Disabled	Pub-2010 Contingent Survivor	Males: 92% of the rates for all ages Females: 100% of the rates for all ages
Disabled	PubNS-2010 Disabled Retiree	95% of the rates for all ages

The long-term expected return on plan assets is monitored on an ongoing basis and reviewed as part of periodic experience studies prepared every four years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the 2024 Experience Study report dated January 3, 2025.

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

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the November 15, 2019, meeting, and again at the Board's September 20, 2024, meeting. 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	51.00%	5.00%
Fixed Income	23.00%	2.60%
Private Equity	10.00%	7.60%
Real Estate	10.00%	4.10%
Alternatives	6.00%	5.20%
Total	100.00%	

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

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

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

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.

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

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$432,439,956	\$318,963,038	\$223,910,258

Pension plan fiduciary net position - Detailed information about the SCHDTF’s FNP is available in PERA’s ACFR which can be obtained at www.copera.org/forms-resources/financial-reports-and-studies.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information – 2024 Changes in Plan Provisions Since 2023

- There were no changes made to the plan provisions.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information – 2024 Changes in Assumptions or Other Inputs Since 2023

- Salary scale assumptions were altered to better reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The Pub-2010 Public Retirement Plans Mortality base tables were retained for purposes of active, retired, disabled, and beneficiary lives, with revised adjustments for credibility and gender, where applicable. In addition, the applied generational projection scale was updated to the 2024 adjusted scale MP-2021.
- The estimated administrative expense as a percentage of covered payroll was increased from 0.40% to 0.45%.

Subsequent Events

- SB 25-310, enacted June 2, 2025, and effective immediately, allows PERA to accept a series of warrants from the State Treasurer totaling \$500 million (actual dollars) on or after July 1, 2025, and before October 1, 2025. These dollars are to be proportioned over time to replace reductions to future direct distributions intended to fund the Peace Officer Training and Support Fund and, at that time, will be allocated to the appropriate Division Trust Fund(s) within PERA. SB 25-310 also allows for an alternative actuarial method to allocate the direct distribution if the allocation, based on the reported payroll of each participating division, results in an AAP assessment ratio below the 98% benchmark.

Component Unit Defined Benefit Pension Plan

Bromley East Charter School

Contributions: Employer contributions recognized by the SCHDTF from the School were \$1,575,228 for the year ended June 30, 2025.

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

At June 30, 2025, the School reported a liability of \$16,764,537 for its proportionate share of the net pension liability that reflected an increase for support from the State as a nonemployer contributing entity. The School's proportion of the net pension liability was measured as of December 31, 2024, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll forward the TPL to December 31, 2024. The School's proportion of the net pension liability was based on the School's contributions to the SCHDTF for the calendar year 2024 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At December 31, 2024, the School's proportion of the net pension liability was 0.0971581275%, which was an increase of 0.0008616912% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School recognized pension expense of \$464,102 and revenue of \$158,790 for support from the State as a nonemployer contributing entity. At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$949,351	\$ ---
Changes of assumptions or other inputs	125,686	---
Net difference between projected and actual earnings on pension plan investments	316,300	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	1,441,123	204,732
Contributions subsequent to the measurement date	771,094	---
Total	\$3,603,554	\$204,732

\$771,094 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year ended June 30	
2026	\$1,739,124
2027	1,551,378
2028	(437,190)
2029	(225,584)
2030	---
Total	\$2,627,728

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$22,728,826	\$16,764,537	\$11,768,610

Eagle Ridge Academy

Contributions: Employer contributions recognized by the SCHDTF from the School were \$549,221 for the year ended June 30, 2025.

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

At June 30, 2025, the School reported a liability of \$5,821,804 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The School's proportion of the net pension liability was measured as of December 31, 2024, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll forward the TPL to December 31, 2024. The School's proportion of the net pension liability was based on the School's contributions to the SCHDTF for the calendar year 2024 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

At December 31, 2024, the School's proportion of the net pension liability was 0.03374%, which was an increase of 0.00045% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School recognized pension expense of \$231,127 and revenue of \$55,143 for support from the State as a nonemployer contributing entity. At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$329,680	\$ ---
Changes of assumptions or other inputs	43,647	---
Net difference between projected and actual earnings on pension plan investments	109,841	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	546,270	62,084
Contributions subsequent to the measurement date	276,438	---
Total	\$1,305,876	\$62,084

\$276,438 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year ended June 30	
2026	\$641,744
2027	552,748
2028	(148,799)
2029	(78,339)
Total	\$967,354

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$7,893,017	\$5,821,804	\$4,086,873

Belle Creek Charter School

Contributions: Employer contributions recognized by the SCHDTF School were \$754,059 for the year ended June 30, 2025.

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

At June 30, 2025, the School reported a liability of \$7,610,469 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The School's proportion of the net pension liability was measured as of December 31, 2024, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll forward the TPL to December 31, 2024. The School's proportion of the net pension liability was based on the School's contributions to the

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

SCHDTF for the calendar year 2024 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At December 31, 2024, the School's proportion of the net pension liability was 0.0441061338%, which was a decrease of 0.0020535265% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School recognized pension expense of \$(170,158) and revenue of \$72,085 for support from the State as a nonemployer contributing entity. At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$430,969	\$ ---
Changes of assumptions or other inputs	57,057	---
Net difference between projected and actual earnings on pension plan investments	143,588	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	531,221	385,155
Contributions subsequent to the measurement date	376,194	N/A
Total	\$1,539,029	\$385,155

\$376,194 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year ended June 30	
2026	\$ 554,062
2027	574,165
2028	(248,139)
2029	(102,408)
Total	\$777,680

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$10,318,032	\$7,610,469	\$5,342,506

2-L. Defined Contribution Pension Plan

Voluntary Investment Program (PERAPLUS 401(k) plan)

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

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Funding Policy – The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. There is no employer match. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2025, program members contributed \$653,888.

2-M. Other Post-Employment Benefits

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

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

General Information about the Pension Plan

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

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

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

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

PERA Benefit Structure. The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

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

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

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the School District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the School District were \$1,470,374 for the year ended June 30, 2025.

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

At June 30, 2025 the School District reported a liability of \$5,659,374 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2024, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll-forward the TOL to December 31, 2024. The School District's proportion of the net OPEB liability was based on the School District contributions to the HCTF for the calendar year 2024 relative to the total contributions of participating employers to the HCTF.

At December 31, 2024, the School District's proportion was 1.1835559299% which was an increase of 0.0914053184% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School District recognized OPEB benefit of \$(81,756). At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$---	\$1,248,397
Changes of assumptions or other inputs	64,877	1,809,007
Net difference between projected and actual earnings on OPEB plan investments	19,190	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	1,510,077	---
Contributions subsequent to the measurement date	787,617	N/A
Total	\$2,381,761	\$3,057,404

\$787,617 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (benefit) as follows:

Year ended June 30:	
2026	\$(430,103)
2027	(184,777)
2028	(440,248)
2029	(199,669)
2030	(121,357)
Thereafter	(87,105)
Total	\$(1,463,259)

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Actuarial assumptions. The TOL in the December 31, 2024 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

	State Division	School Division	Local Government Division	Judicial Division
Actuarial cost method			Entry age	
Price inflation			2.30%	
Real wage growth			0.70%	
Wage inflation			3.00%	
Salary increases, including wage inflation				
Members other than Safety Officers	3.30%-10.90%	3.40%-11.00%	3.20%-11.30%	2.80%-5.30%
Safety Officers	3.20%-12.40%	N/A	3.20%-12.40%	N/A
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation			7.25%	
Discount rate			7.25%	
Health care cost trend rates				
PERA benefit structure:				
Service-based premium subsidy			0.00%	
PERACare Medicare plans				16.00% in 2024, then 6.75% in 2025, gradually decreasing to 4.50% in 2034
MAPD PPO #2				105.00% in 2024, then 8.55% in 2025, gradually decreasing to 4.50% in 2034
Medicare Part A premiums				3.50% in 2024, gradually increasing to 4.50% in 2033
DPS benefit structure:				
Service-based premium subsidy			0.00%	
PERACare Medicare plans			N/A	
Medicare Part A premiums			N/A	

As of the December 31, 2024, measurement date, the FNP and related disclosure components for the HCTF reflect additional payments related to the disaffiliation of Tri-County Health Department (Tri-County Health) as a PERA-affiliated employer, effective December 31, 2022. The additional employer disaffiliation payment allocations to the HCTF and Local Government Division Trust Fund were \$0.020 million and \$0.486 million, respectively.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Each year the per capita health care costs are developed by plan option. As of the December 31, 2023, actuarial valuation, costs are based on 2024 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 were then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

Age-Related Morbidity Assumptions

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

Sample Age	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$1,710	\$1,420	\$585	\$486	\$1,897	\$1,575
70	\$1,921	\$1,589	\$657	\$544	\$2,130	\$1,763
75	\$2,122	\$1,670	\$726	\$571	\$2,353	\$1,853

Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,536	\$5,429	\$4,241	\$3,523	\$7,063	\$5,866
70	\$7,341	\$6,073	\$4,764	\$3,941	\$7,933	\$6,563
75	\$8,110	\$6,385	\$5,262	\$4,143	\$8,763	\$6,900

The 2024 Medicare Part A premium is \$505 per month.

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

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

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. PERACare Medicare plan rates are applied where members have no premium-free Part A and where those premiums are already exceeding the maximum subsidy. MAPD PPO #2 has a separate trend because the first year rates are still below the maximum subsidy and to reflect the estimated impact of the Inflation Reduction Act for that plan option.

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

Year	PERACare Medicare Plans¹	MAPD PPO #21	Medicare Part A Premiums
2024	16.00%	105.00%	3.50%
2025	6.75%	8.55%	3.75%
2026	6.50%	8.10%	3.75%
2027	6.25%	7.65%	4.00%
2028	6.00%	7.20%	4.00%
2029	5.75%	6.75%	4.25%
2030	5.50%	6.30%	4.25%
2031	5.25%	5.85%	4.25%
2032	5.00%	5.40%	4.25%
2033	4.75%	4.95%	4.50%
2034+	4.50%	4.50%	4.50%

Mortality assumptions used in the December 31, 2023, valuation for the Division Trust Funds as shown in the following table, reflect generational mortality and were applied, as applicable, in the December 31, 2023, valuation for the HCTF, but developed using a headcount-weighted basis. Note that in all categories, displayed as follows, the mortality tables are generationally projected using scale MP-2019. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Pre-Retirement	Mortality Table	Adjustments, as Applicable
State and Local Government Divisions (members other than Safety Officers)	PubG-2010 Employee	N/A
Safety Officers	PubS-2010 Employee	N/A
School Division	PubT-2010 Employee	N/A
Judicial Division	PubG-2010(A) Above-Median Employee	N/A

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Post-Retirement (Retiree), Non-Disabled	Mortality Table	Adjustments, as Applicable
State and Local Government Divisions (members other than Safety Officers)	PubG-2010 Healthy Retiree	Males: 94% of the rates prior to age 80/ 90% of the rates age 80 and older Females: 87% of the rates prior to age 80/ 107% of the rates age 80 and older
Safety Officers	PubS-2010 Healthy Retiree	N/A
School Division	PubT-2010 Healthy Retiree	Males: 112% of the rates prior to age 80/ 94% of the rates age 80 and older Females: 83% of the rates prior to age 80/ 106% of the rates age 80 and older
Judicial Division	PubG-2010(A) Above-Median Healthy Retiree	N/A
Post-Retirement (Beneficiary), Non-Disabled	Mortality Table	Adjustments, as Applicable
All Beneficiaries	Pub-2010 Contingent Survivor	Males: 97% of the rates for all ages Females: 105% of the rates for all ages
Disabled	Mortality Table	Adjustments, as Applicable
Members other than Safety Officers	PubNS-2010 Disabled Retiree	99% of the rates for all ages
Safety Officers	PubS-2010 Disabled Retiree	N/A

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

- Per capita health care costs in effect as of the December 31, 2023, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits were updated to reflect costs for the 2024 plan year.
- The health care cost trend rates applicable to health care premiums were revised to reflect the current expectation of future increases in those premiums. A separate trend rate assumption set was added for MAPD PPO #2 as the first-year rate is still below the maximum subsidy and also the assumption set reflects the estimated impact of the Inflation Reduction Act for that plan option.
- The Medicare health care plan election rate assumptions were updated effective as of the December 31, 2023, valuation date based on an experience analysis of recent data.

The actuarial assumptions used in the December 31, 2023, valuations were based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Based on the 2024 experience analysis, dated January 3, 2025, for the period January 1, 2020, to December 31, 2023, revised actuarial assumptions were adopted by PERA's Board on January 17, 2025, and were effective as of December 31, 2024. The following assumptions were reflected in the roll forward calculation of the total OPEB liability from December 31, 2023, to December 31, 2024.

	State Division	School Division	Local Government Division	Judicial Division
Salary increases, including wage inflation:				
Members other than Safety Officers	2.70%-13.30%	4.00%-13.40%	3.40%-13.00%	2.30%-4.70%
Safety Officers	3.20%-16.30%	N/A	3.20%-16.30%	N/A

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

- Salary scale assumptions were altered to better reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- Participation rates were reduced.
- MAPD premium costs are no longer age graded.

Plan	With Medicare Part A	Without Medicare Part A
MAPD PPO #1	\$1,824	\$6,972
MAPD PPO #2	624	4,524
MAPD HMO (Kaiser)	2,040	7,596

The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on the experience. Note that in all categories, the mortality tables are generationally projected using the 2024 adjusted MP-2021 project scale. These assumptions updated for the Division Trust Funds, were also applied in the roll forward calculations for the HCTF using a headcount-weighted basis. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Pre-Retirement	Mortality Table	Adjustments, as Applicable
State and Local Government Divisions (members other than Safety Officers)	PubG-2010 Employee	N/A
Safety Officers	PubS-2010 Employee	N/A
School Division	PubT-2010 Employee	N/A
Judicial Division	PubG-2010(A) Above-Median Employee	N/A
Post-Retirement (Retiree), Non-Disabled	Mortality Table	Adjustments, as Applicable
State and Local Government Divisions (members other than Safety Officers)	PubG-2010 Healthy Retiree	Males: 90% of the rates for all ages Females: 85% of the rates prior to age 85/ 105% of

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

the rates age 85 and older

Safety Officers	PubS-2010 Healthy Retiree	N/A
School Division	PubT-2010 Healthy Retiree	Males: 106% of the rates for all ages Females: 86% of the rates prior to age 85/ 115% of the rates age 85 and older
Judicial Division	PubG-2010(A) Above-Median Healthy Retiree	N/A
Post-Retirement (Beneficiary), Non-Disabled	Mortality Table	Adjustments, as Applicable
All Beneficiaries	Pub-2010 Contingent Survivor	Males: 92% of the rates for all ages Females: 100% of the rates for all ages
Disabled	Mortality Table	Adjustments, as Applicable
Members other than Safety Officers	PubNS-2010 Disabled Retiree	95% of the rates for all ages
Safety Officers	PubS-2010 Disabled Retiree	N/A

The actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed annually and updated, as appropriate, by the PERA Board's actuary.

The long-term expected return on plan assets is monitored on an ongoing basis and reviewed as part of periodic experience studies prepared every four years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the 2024 Experience Study report dated January 3, 2025.

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

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the November 15, 2019, meeting, and again at the Board's September 20, 2024, meeting. 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:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	51.00%	5.00%
Fixed Income	23.00%	2.60%
Private Equity	10.00%	7.60%
Real Estate	10.00%	4.10%
Alternatives	6.00%	5.20%
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%.

Sensitivity of the School 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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate ¹	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial MAPD PPO#2 trend rate ¹	7.55%	8.55%	9.55%
Ultimate MAPD PPO#2 trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate ¹	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$6,935,650	\$5,659,374	\$4,559,069

¹For the January 1, 2025, plan year.

Discount rate. The discount rate used to measure the TOL was 7.25%. The basis for the projection of liabilities and the FNP used to determine the discount rate was an actuarial valuation performed as of December 31, 2023, and the financial status of the HCTF as of the current measurement date (December 31, 2024). In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2024, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

- 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.
- As of the December 31, 2024, measurement date, the FNP and related disclosure components for the HCTF reflect additional payments related to the disaffiliation of Tri-County Health as a PERA-affiliated employer, effective December 31, 2022. The additional employer disaffiliation payment allocations to the HCTF and Local Government Division Trust Fund were \$0.020 million and \$0.486 million, respectively.

Based on the above assumptions and methods, the FNP for the HCTF was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on OPEB plan investments was applied to all periods of projected benefit payments to determine the TOL. The discount rate determination did 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 School 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 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$6,935,650	\$5,659,374	\$4,559,069

OPEB plan fiduciary net position. Detailed information about the HCTF’s FNP is available in PERA’s ACFR which can be obtained at www.copera.org/forms-resources/financial-reports-and-studies.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information – 2024 Changes in Plan Provisions Since 2023

- As of the December 31, 2024, measurement date, the FNP and related disclosure components for HCTF reflect additional payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. The additional employer disaffiliation payment allocations to the HCTF and Local Government Division Trust Fund were \$0.020 million and \$0.486 million, respectively.

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information – 2024 Changes in Assumptions or Other Inputs Since 2023

- Salary scale assumptions were altered to better reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on experience. In addition, the mortality projection scale was updated to the 2024 adjusted scale MP-2021 to reflect future improvements in mortality for all groups.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

- Participation rates were reduced.
- MAPD premium costs are no longer age graded.

Component Unit Post-Employment Benefits

Bromley East Charter School

Contributions: Employer contributions recognized by the HCTF from the School were \$78,839 for the year ended June 30, 2025.

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

At June 30, 2025, the School reported a liability of \$297,450 for its proportionate share of the net OPEB liability. At December 31, 2024, the School's proportion was 0.0622063050%, which was an increase of 0.0045973775% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the School recognized an OPEB expense of \$(93,336). At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$---	\$65,611
Changes of assumptions or other inputs	3,411	95,080
Net difference between projected and actual earnings on OPEB plan investments	1,008	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	55,432	4,802
Contributions subsequent to the measurement date	38,593	N/A
Total	\$98,444	\$165,493

\$38,593 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (benefit) as follows:

Year ended June 30:	
2026	\$(27,666)
2027	(19,685)
2028	(30,057)
2029	(14,973)
2030	(8,491)
Thereafter	(4,770)
Total	\$(105,642)

Sensitivity of the School'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:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate ¹	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial MAPD PPO#2 trend rate ¹	7.55%	8.55%	9.55%
Ultimate MAPD PPO#2 trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate ¹	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$289,436	\$297,450	\$306,520

Sensitivity of the School'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 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$364,350	\$297,450	\$239,619

Eagle Ridge Academy

Contributions. Employer contributions recognized by the HCTF from the School were \$27,488 for the year ended June 30, 2025.

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

At June 30, 2025, the School reported a liability of \$103,295 for its proportionate share of the net OPEB liability. At December 31, 2024, the School's proportion was 0.02160%, which was an increase of 0.00169% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2024, the School recognized OPEB income of \$34,275. At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$---	\$22,785
Changes of assumptions or other inputs	1,184	33,018
Net difference between projected and actual earnings on OPEB plan investments	350	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	19,787	61
Contributions subsequent to the measurement date	13,835	---
Total	\$35,156	\$55,864

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

\$13,835 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (benefit) as follows:

Year ended June 30:	
2026	\$(11,517)
2027	(5,619)
2028	(9,081)
2029	(4,266)
2030	(2,485)
Thereafter	(1,575)
Total	\$(34,543)

Sensitivity of the School'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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate ¹	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial MAPD PPO#2 trend rate ¹	7.55%	8.55%	9.55%
Ultimate MAPD PPO#2 trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate ¹	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$100,512	\$103,295	\$106,445

Sensitivity of the School'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 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$126,590	\$103,295	\$83,212

Belle Creek Charter School

Contributions: Employer contributions recognized by the HCTF from the School were \$37,740 for the year ended June 30, 2025.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB
 At June 30, 2025, the School reported a liability of \$135,031 for its proportionate share of the net OPEB liability. At December 31, 2024, the School's proportion was 0.0282393253%, which was an increase of 0.0006244829% from its proportion measured as of December 31, 2023.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

For the year ended June 30, 2025, the School recognized OPEB expense of \$(51,693). At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$---	\$29,785
Changes of assumptions or other inputs	1,548	43,163
Net difference between projected and actual earnings on OPEB plan investments	458	---
Changes in proportion and differences between contributions recognized and proportionate share of contributions	14,768	22,687
Contributions subsequent to the measurement date	18,829	N/A
Total	\$35,603	\$95,635

\$18,829 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (benefit) as follows:

Year ended June 30:	
2026	\$(19,492)
2027	(15,073)
2028	(21,862)
2029	(12,095)
2030	(6,989)
Thereafter	(3,350)
Total	\$(78,861)

Sensitivity of the School'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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate ¹	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial MAPD PPO#2 trend rate ¹	7.55%	8.55%	9.55%
Ultimate MAPD PPO#2 trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate ¹	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$131,393	\$135,031	\$139,148

Sensitivity of the School'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 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current rate:

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$165,483	\$135,031	\$108,778

2-N. Net Position

Net investment in capital assets on the Government-wide Statement of Net Position as of June 30, 2025 is calculated as:

Net investment in capital assets:	Governmental Activities
Cost of Capital Assets	\$ 811,681,432
Less Accumulated Depreciation	(169,086,110)
Book Value	642,595,322
Less Capital Related Debt - Bonds	(613,825,000)
Less Capital Related Debt - Certificates of Participation	(2,836,338)
Less Capital Related Debt - Lease	(498,492)
Less Capital Related Debt - Accounts Payable	(12,022,239)
Less Retainage Payable	(3,584,259)
Less Bond Premiums	(62,047,657)
Add Bond Deferred Outflows of Resources	898,247
Add Unspent Proceeds	172,276,693
	<u>\$ 120,956,278</u>

Note 3 - Other Notes

3-A. Risk Management

Self-Insurance Pool - The School District is exposed to various risks of loss related to torts, thefts or damage to, or destruction of assets; errors or omissions; workers' compensation; employee dental claims; and natural disasters. School District 27J has been a member of the Adams County BOCES Self Insurance Pool (the Pool) since its inception in 1979. The BOCES consists of 3 school districts in Adams County including Adams 1 – Mapleton, Adams 50 – Westminster and School District 27J. The Pool provides property and liability, workers' compensation, boiler and machinery, errors and omissions, and school board legal liability insurances for its member districts. Annually each district provides funding for the pool based on a pre-established amount that covers the cost of insurance, claims, operation of the Pool. Also, each district receives annual financial information on the equity interest and gains or losses. For the year ended June 30, 2025, the District recorded an investment of \$4,106,844. The District's ending surplus share of the Pool was a net gain of \$522,373.

Pool members and percentage shares are as follows:

<u>Adams County School Districts</u>	<u>% Shares in Pool</u>
No. 1	22.53
No. 27J	44.15
No. 50	33.32

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

Following is a summary of financial information for the Pool as of and for the year ended June 30, 2025:

	Total	District's Share
Assets	\$ 13,871,535	\$ 6,124,742
Liabilities	3,311,553	2,017,898
Equity	\$ 10,559,982	\$ 4,106,844
Revenues	\$ 4,967,567	\$ 2,193,345
Expenditures	3,784,478	1,670,972
Net Income	1,183,089	522,373
Surplus, Beginning	9,376,893	3,584,471
Surplus, Ending	\$ 10,559,982	\$ 4,106,844

Percentage shares are as of June 30, 2025. Percentages will vary slightly from year-to-year depending upon premium allocation factors. The Pool's Board of Directors consists of one member appointed by the Board of Education of each participating school district. All members of the Pool's Board of Directors have an equal vote in the administration of the Pool's activities, are responsible for selection of management and have complete responsibility for all fiscal matters in the operation of the Pool. Separate financial statements for the Pool are available from the Adams County BOCES, 1400 W. 122nd Avenue, Suite 110, Westminster, Colorado 80234.

The School District pays annual premiums for property, liability and workers compensation coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds that the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula. The Pool, which is subjected to actuarial review and annual audit, has various levels of self-insured retentions and purchases excess insurance for amounts above the retentions for liability, property and workers' compensation coverage.

The following schedule shows the coverage for fiscal year 2025:

	School District Deductible	Pool's Self-Insured Retention (Per Occurrence)	Excess Insurance Per Occurrence
Liability	\$ -	\$ 150,000	\$ 4,850,000 (auto) 4,850,000 (general)
Property		250,000	750,000
Content	5,000		
Vehicles	5,000		
Workers' Compensation	-	550,000	550,000 Statutory
Errors and Omissions	-	150,000	4,850,000
Boiler and Machinery	-	N/A	100,000,000
Crime	-	N/A	1,000,000
Cyber	-	N/A	5,000,000

The School District is protected under the statutes of the Colorado Governmental Immunity Act to a maximum of \$424,000 per individual and \$1,195,000 per occurrence for liability exposure.

The School District continues to carry commercial insurance coverage for errors and omissions risks of loss and employee health. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Dental Self-Insurance Plan - The School District maintains a dental self-insurance plan (the "Plan") for employees who elect to purchase dental insurance through the plan. The Plan is entirely funded from employee contributions. Monthly premiums are \$42.90 per month for the employee. Dependent coverage is also available. The Plan is designed to minimize the risk to the School District by designing the plan to be dependent upon employee-paid premiums for all plan expenditures. The Plan

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

limits participant claims to \$1,500 per calendar year and a lifetime \$2,000 per person orthodontic claim. The School District consults with Lockton Companies to annually evaluate the plan. Claims are paid by the third party administrator acting on behalf of the School District. Claims due and payable within one year equal \$54,517 and are reported in the proprietary fund Statement of Net Position under current liabilities in the governmental activities internal service fund.

Date	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2024	51,244	1,045,684	1,024,276	72,652
2025	72,652	1,101,932	1,120,067	54,517

3-B. Tax, Spending and Debt Limitations

In November of 1992, Colorado voters approved a State Constitutional amendment, referred to as the Taxpayer’s Bill of Rights (TABOR), containing tax, spending and debt limitations on the state and local governments. TABOR limits increases in revenues and expenditures to the rate of inflation and local growth. TABOR also requires local governments to establish emergency reserves to be used only for declared emergencies. On November 3, 1998, School District 27J voters approved a ballot question “for Authorization of Collection, Retention and Expenditures of Revenue in Excess of the limitations set by Section 20 of Article X of the State Constitution”. This ballot issue authorized the School District to retain and expend all excess revenue in fiscal year 1997/98 and in each fiscal year thereafter. This ballot question was approved by a vote of 4,357 in favor of the question and 2,512 opposing the question. As required by the Amendment, the School District has established a reserve for emergencies of \$7,948,700 at June 30, 2025. This reserve is recorded as a restricted fund balance in the general fund.

Belle Creek Charter School reported an emergency reserve of \$213,000 at June 30, 2025 as a restricted fund balance in the general fund. Eagle Ridge Academy reported a reserve of \$252,000 at June 30, 2025 as a restricted fund balance in the general fund. Bromley East Charter School reported an emergency reserve of \$504,000 at June 30, 2025 as a restricted fund balance in the general fund. Landmark Academy Charter School reported an emergency reserve of \$311,028 at June 30, 2025 as a restricted fund balance in the general fund. Foundations Academy Charter School reported an emergency reserve of \$310,598 at June 30, 2025 as a restricted fund balance in the general fund. The STEAD School reported an emergency reserve of \$185,000 at June 30, 2025 as a restricted fund balance in the general fund.

3-C. Designated for Cash-In-Lieu of Land Dedication

Pursuant to CRS 29-1-801, the School District has received land dedications or cash-in-lieu of land dedications from residential land developers to ensure that the cost of school site acquisition is borne by new residential construction and residential development. The School District entered into agreements with various cities and developers called the “Fair Contributions for Public School Sites” that restricts the use of the funds.

The following cash-in-lieu of activities have been recognized in the School District’s general fund balance – restricted for cash-in-lieu of land in the governmental funds Balance Sheet:

Beginning balance as of July 1, 2024	\$ 3,007,377
Cash received through June 30, 2025	118,299
Cash utilized through June 30, 2025	<u>(1,800,000)</u>
Ending balance as of June 30, 2025	<u>\$ 1,325,676</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

3-D. Commitments and Contingent Liabilities

Grants – The School District participates in a number of federal and state 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 School District may be required to reimburse the grantor government. As of June 30, 2024, significant amounts of grant expenditures have not been audited by the funding agencies but the School District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the School District.

Short-Term Leases – For 2025 an operating lease agreement was extended through 2026 with Williams Scotsman for the use the one modular unit. Under terms of the agreement, the School District makes monthly rental payments. Rent expense through June 30, 2025 was \$10,593.

Litigation – The School District is involved in significant or potential litigation for the year ended June 30, 2025. The School District believes the final resolution of these matters will not have a materially and adverse effect on the financial position of the District due to its defense to these matters, budgeted reserves and adequate insurance.

Stewardship, Compliance and Accountability

Construction – The School District had multiple construction contracts during fiscal year 2025. As of June 30, 2025 a total of \$177,253,297 was committed for construction. The breakdown is as follows:

<u>Location</u>	<u>Amount</u>
DM 2021	\$ 7,828,239
Friendship Park	6,322
North Transportation	2,622,246
Padilla Modular	215,189
Rocky Vista High School	126,011,020
Safety & Security	1,520,153
Talon Ridge Middle School	39,050,128
	\$ 177,253,297

An investment gain of \$916,678 was incurred in fiscal year 2025 on unspent bond proceeds. The total amount expended in fiscal year 2025 for capital projects was \$104,833,943.

3-E. Restatement Due to Correction of an Error

Net Position as of June 30, 2024 has been restated to correct a managed investment transaction that was classified as an investment loss instead of a reconciling item clearing July 1, 2024. As a result of this error, the Net Position as of July 1, 2024 was restated by \$10,924,763 in the governmental activities and in the governmental capital projects fund. The effect of the restatement is shown in the table below.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2025

	June 30, 2024 Net Position, As Previously Reported	Restatement for Correction of Error	June 30, 2024 Net Position, As Restated
Government-Wide			
Governmental Activities	\$ 46,863,588	\$ 10,924,763	\$ 57,788,351
Total Primary Government	<u>\$ 46,863,588</u>	<u>\$ 10,924,763</u>	<u>\$ 57,788,351</u>
Governmental Funds			
Capital Projects Fund	\$ 121,334,584	\$ 10,924,763	\$ 132,259,347
Total Governmental Funds	<u>\$ 121,334,584</u>	<u>\$ 10,924,763</u>	<u>\$ 132,259,347</u>

3-F. Change in Accounting Principle

Effective July 1, 2024, The STEAD School, component unit of the District, implemented the provisions of GASB Statement No. 101, Compensated Absences. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of July 1, 2024, was restated by (\$78,078) in the component unit governmental activities. The effect of the implementation of this standard is shown in the table below.

	June 30, 2024 Net Position, As Previously Reported	Restatement for Correction of Error	June 30, 2024 Net Position, As Restated
Government-Wide			
Governmental Activities	\$ 10,942,727	\$ (78,078)	\$ 10,864,649
Total Governmental	<u>\$ 10,942,727</u>	<u>\$ (78,078)</u>	<u>\$ 10,864,649</u>

3-G. Subsequent Events

The Capstone Academy Charter School opened in fiscal year 2026. The School has grade levels K-6 and a capacity of 675 students. The School has a management agreement with National Heritage Academies, Inc. (NHA) which requires NHA to provide administration, strategic planning and all labor, materials, equipment and supervision necessary for the provision of educational services to students. Financial activity of the School will be included as a discretely presented component unit within the School District's financial statements in fiscal year 2026.

Required Supplementary Information

School District 27J, Colorado
General Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Taxes	\$ 112,757,082	\$ 118,073,166	\$ 123,776,806	\$ 5,703,640
Intergovernmental Revenue:				
Vocational Education	475,000	475,000	771,569	296,569
Special Education	7,875,014	8,951,552	8,974,733	23,181
State On-Behalf	-	-	2,614,702	2,614,702
Equalization	165,565,588	165,565,588	162,836,058	(2,729,530)
Charges for Service	1,939,086	2,142,900	2,336,752	193,852
Investment Earnings	1,923,473	3,000,000	4,269,725	1,269,725
Miscellaneous	4,995,909	5,074,208	5,709,100	634,892
Total Revenues	<u>295,531,152</u>	<u>303,282,414</u>	<u>311,289,445</u>	<u>8,007,031</u>
Expenditures				
Instructional Services	136,876,962	142,309,110	134,768,776	7,540,334
Supporting Services				
Pupil Services	13,405,824	14,273,998	14,395,923	(121,925)
Instructional Staff	8,493,403	9,551,740	6,399,271	3,152,469
General Administration	3,380,002	3,590,737	2,996,718	594,019
School Administration	16,403,259	16,779,641	15,643,814	1,135,827
Operations and Maintenance	17,300,223	20,478,523	21,703,232	(1,224,709)
Pupil Transportation	5,000	5,000	58,210	(53,210)
Business Supporting Services	5,471,335	20,611,884	1,970,925	18,640,959
Central Supporting Services	38,033,318	29,417,204	23,071,352	6,345,852
Community Services	663,069	663,069	2,905	660,164
Contingency Reserves	3,790,055	31,923,839	-	31,923,839
Capital Outlay	1,896,094	1,981,094	5,148,508	(3,167,414)
Debt Service				
Principal Retirement	319,191	319,191	549,571	(230,380)
Interest	73,524	73,524	75,662	(2,138)
Fiscal Charges	2,000	2,000	2,000	-
Intergovernmental				
Charter Schools	71,562,583	73,843,336	74,318,211	(474,875)
Total Expenditures	<u>317,675,842</u>	<u>365,823,890</u>	<u>301,105,078</u>	<u>64,718,812</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,144,690)	(62,541,476)	10,184,367	72,725,843
Other Financing Sources (Uses)				
Leases and SBITAs	-	-	266,203	266,203
Transfers Out	(10,537,768)	(12,037,642)	(10,550,048)	1,487,594
Net Change in Fund Balance	<u>\$ (32,682,458)</u>	<u>\$ (74,579,118)</u>	(99,478)	<u>\$ 74,479,640</u>
Fund Balance Beginning of Year			<u>88,681,202</u>	
Fund Balance End of Year			<u>\$ 88,581,724</u>	

See the independent auditors' report and notes to required supplementary information.

School District 27J, Colorado
Government Designated Purpose Grants Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Intergovernmental				
Federal Grants	\$ 10,104,992	\$ 11,372,944	\$ 11,070,712	\$ (302,232)
State Grants	6,790,574	8,440,942	5,134,548	(3,306,394)
Miscellaneous	119,150	127,550	70,565	(56,985)
Total Revenues	<u>17,014,716</u>	<u>19,941,436</u>	<u>16,275,825</u>	<u>(3,665,611)</u>
Expenditures				
Current				
Instructional Services	8,552,412	10,553,739	9,550,845	1,002,894
Supporting Services				
Pupil Services	2,885,249	2,142,664	2,471,575	(328,911)
Instructional Staff	3,103,094	4,701,809	3,287,835	1,413,974
School Administration	104,782	118,182	112,108	6,074
Pupil Transportation	42,084	76,884	70,985	5,899
Business Supporting Services	460,419	655,118	790,016	(134,898)
Central Supporting Services	349,944	756,703	327,976	428,727
Community Services	42,760	43,145	4,641	38,504
Contingency Reserves	2,064,165	1,456,838	-	1,456,838
Capital Outlay	59,504	58,350	65,778	(7,428)
Total Expenditures	<u>17,664,413</u>	<u>20,563,432</u>	<u>16,681,759</u>	<u>3,881,673</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(649,697)	(621,996)	(405,934)	216,062
Other Financing Sources (Uses)				
Transfers In (Out)	-	75,040	75,040	-
Net Change in Fund Balance	<u>\$ (649,697)</u>	<u>\$ (546,956)</u>	<u>(330,894)</u>	<u>\$ 216,062</u>
Fund Balance Beginning of Year			<u>590,457</u>	
Fund Balance End of Year			<u>\$ 259,563</u>	

See the independent auditors' report and notes to required supplementary information.

School District 27J, Colorado
Nutrition Services Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Student Lunches	\$ 660,617	\$ 660,617	\$ 586,556	\$ (74,061)
State Match	3,644,732	3,644,732	3,039,611	(605,121)
Federal Sources				
School Lunches	4,278,692	4,278,692	5,616,515	1,337,823
Breakfast Program	604,231	604,231	940,908	336,677
Summer Program	47,438	47,438	368,296	320,858
Commodity Donations	600,000	600,000	1,010,112	410,112
Investment Income	235,000	235,000	309,831	74,831
Total Revenues	10,070,710	10,070,710	11,871,829	1,801,119
Expenditures				
Pupil Services:				
Salaries	3,479,461	3,474,734	3,618,540	(143,806)
Benefits	1,034,484	1,175,730	1,073,483	102,247
Purchased Services	171,120	200,628	148,942	51,686
Food and Milk	3,804,650	3,836,408	3,944,767	(108,359)
General and Office Supplies	1,063,745	1,063,856	1,385,940	(322,084)
Capital Outlay	580,000	319,354	150,627	168,727
Contingency	5,097,610	6,028,372	-	6,028,372
Total Expenditures	15,231,070	16,099,082	10,322,299	5,776,783
Net Change in Fund Balance	\$ (5,160,360)	\$ (6,028,372)	1,549,530	\$ 7,577,902
Fund Balance Beginning of Year			6,028,373	
Fund Balance End of Year			\$ 7,577,903	

See the independent auditors' report and notes to required supplementary information.

School District 27J, Colorado
Schedule of the District's Proportionate Share of the
Last 10 Calendar Years*
(Dollar amounts in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the Net Pension Liability (Asset)	1.52%	1.52%	1.49%	1.36%	1.42%	1.70%	1.56%	1.36%	1.83%	1.85%
District's proportionate share of the Net Pension Liability (Asset)	\$ 232,267	\$ 454,010	\$ 480,489	\$ 240,860	\$ 212,554	\$ 256,724	\$ 181,482	\$ 246,851	\$ 322,826	\$ 318,963
State of Colorado's proportionate share of the Net Pension Liability (Asset) associated with the District	-	-	-	32,934	26,960	-	20,805	71,935	7,079	28,649
Total	\$ 232,267	\$ 454,010	\$ 480,489	\$ 273,794	\$ 239,514	\$ 256,724	\$ 202,287	\$ 318,786	\$ 329,905	\$ 347,612
Districts Covered Payroll	\$ 66,182	\$ 68,435	\$ 68,519	\$ 74,198	\$ 83,028	\$ 90,279	\$ 96,938	\$ 103,625	\$ 119,616	\$ 141,769
District's proportionate share of the Net Pension Liability (Asset) as a percentage of its Covered Payroll	350.95%	663.42%	701.25%	324.62%	256.00%	284.37%	187.21%	238.22%	269.89%	224.99%
Plan fiduciary net position as a percent of the total Pension Liability	59.20%	43.10%	43.96%	57.01%	64.50%	66.99%	74.86%	61.79%	64.74%	67.17%

* The amounts presented for each fiscal year were determined as of 12/31.

See independent auditor's report and accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of District Pension Contributions
Last 10 Fiscal Years
(Dollar amounts in thousands)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	\$ 11,804	\$ 12,402	\$ 13,451	\$ 14,891	\$ 17,137	\$ 18,576	\$ 19,827	\$ 22,492	\$ 27,125	\$ 29,498
Contributions in relation to the contractually required contribution	(11,804)	(12,402)	(13,451)	(14,891)	(17,137)	(18,576)	(19,827)	(22,492)	(27,125)	(29,498)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 65,847	\$ 67,842	\$ 71,479	\$ 77,313	\$ 87,849	\$ 93,013	\$ 99,075	\$ 109,354	\$ 131,904	\$ 151,575
Contributions as a percent of Covered Payroll	17.93%	18.28%	18.82%	19.26%	19.51%	19.97%	20.01%	20.57%	20.56%	19.46%

See independent auditor's report and accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of the Districts Proportionate Share of the
Net OPEB Liability
Last 10 Calendar Years*
(Dollar amounts in thousands)

	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the OPEB Liability (Asset)	0.84%	0.88%	0.93%	0.98%	1.02%	1.03%	1.09%	1.18%
District's proportionate share of the OPEB Liability (Asset)	\$ 10,968	\$ 12,029	\$ 10,448	\$ 9,329	\$ 8,780	\$ 8,408	\$ 7,795	\$ 5,659
District's Covered Payroll	\$ 68,519	\$ 74,198	\$ 83,028	\$ 90,279	\$ 96,938	\$ 103,625	\$ 119,616	\$ 141,769
District's proportionate share of the OPEB Liability (Asset) as a percentage of its Covered Payroll	16.01%	16.21%	12.58%	10.33%	9.06%	8.11%	6.52%	3.99%
Plan fiduciary net position as a percent of the total OPEB Liability	17.53%	17.03%	24.49%	32.78%	39.40%	38.57%	46.16%	59.83%

* This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School District is presenting information for those years for which information is available.

See independent auditor's report and accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of District OPEB Contributions
Last 10 Fiscal Years*
(Dollar amounts in thousands)

	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	\$ 721	\$ 791	\$ 902	\$ 954	\$ 1,016	\$ 1,144	\$ 1,144	\$ 1,470
Contributions in relation to the contractually required contribution	(721)	(791)	(902)	(954)	(1,016)	(1,144)	(1,144)	(1,470)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 71,479	\$ 77,313	\$ 87,849	\$ 93,013	\$ 99,075	\$ 109,354	\$ 131,904	\$ 151,575
Contributions as a percent of Covered Payroll	1.01%	1.02%	1.03%	1.03%	1.03%	1.05%	0.87%	0.97%

* This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School District is presenting information for those years for which information is available.

See independent auditor's report and accompanying notes to the basic financial statements

School District 27J, Colorado
Notes to the Required Supplementary Information
For The Year Ended June 30, 2025

NOTE 1: GENERAL FUND BUDGETARY INFORMATION

Budgets are required by state law for all funds. By June 1, the Superintendent submits to the Board of Education a proposed budget for all funds 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 Board of Education to obtain taxpayer comments. The budget must be adopted by formal resolution prior to June 30, although it may be subsequently revised by January 31.

Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments, within any fund and the reallocation of budget line items within any department or within any fund rests with the Superintendent of Schools. Revisions that alter the total expenditures of any fund must be approved by the Board of Education. Appropriations are based on total resources expected to be available in each budget year, including reserves as established by the Board of Education. Variances between budget and actual are the result from the non-expenditure of reserves, nonoccurrence of anticipated events, scheduling of capital projects and normal operating variances.

Budgets for all fund types are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts reported in the accompanying financial statements are as originally adopted and as amended by the Superintendent of Schools and/or the Board of Education throughout the year.

NOTE 2: NET PENSION LIABILITY, ASSUMPTION CHANGE, AND DISTRICT CONTRIBUTIONS

The schedules presented will illustrate a 10-year trend. The District implemented GASB Statement No. 68 in fiscal year 2015.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information
2024 Changes in Plan Provisions since 2023

- There were no changes made to the plan provisions.

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information 2023
2024 Changes in Assumptions or Other Inputs Since 2023.

- Salary scale assumptions were altered to better reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflected actual experience.
- The Pub-2010 Public Retirement Plans Mortality base tables were retained for purposes of active, retired disabled, and beneficiary lives, with revised adjustments for credibility and gender, were applicable. In addition, the applied generational projection scale was updated to the 2024 adjusted scale MP-2021.
- The estimated administrative expense as a percentage of covered payroll was increase from 0.40% to 0.45%.

School District 27J, Colorado
Notes to the Required Supplementary Information
For The Year Ended June 30, 2025
(CONTINUED)

NOTE 3: NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS

The schedules presented will illustrate a 10-year trend. However, the District did not implement GASB Statement No. 75 until fiscal year 2018, only eight years are presented in these prior schedules. As information is available, each subsequent year will be added until the full 10-year is compiled.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information
2024 Changes in Plan Provisions Since 2023.

- As of December 31, 2024, measurement date, the FNP and related disclosure components for HCTF reflect additional payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. The additional employer disaffiliation payment allocations to the HCTF and Local Government Division Trust Fund were \$0.020 million and \$0.486 million, respectively.

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information
2024 Changes in Assumptions or Other Inputs Since 2023.

- Salary scale assumptions were altered to better reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on experience. In addition, the mortality projection scale was updated to the 2024 adjusted scale MP-2021 to reflect future improvements in mortality for all groups.
- Participation rates were reduced.
- MAPD premium costs are no longer age graded.

Supplementary Information
Combining and Individual Fund
Financial Statements and Schedules

The Combining and Individual Fund Financial Statements represent the second level of financial reporting for the District. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type. For those fund types with a single fund, individual fund financial statements are presented.

Non-Major Governmental Funds

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Pupil Activity Fund - This fund accounts for financial transactions of all school activity funds in the District. Revenues are those raised by clubs and/or school building support groups. Expenditures are for school activity functions.

Transportation Fund - This fund accounts for fees collected for the payment of excess transportation costs without voter approval. Transportation categorical program revenues received from the state are also recorded in this fund.

Child Care/Extended Day Kindergarten – This fund is considered an “Other Special Revenue” fund. The Child Care and Extended Day Kindergarten programs are tuition based for generating revenue.

Other Special Programs Fund - This fund accounts for all revenues and costs of providing day care to people who live within the District. This fund also accounts for the Detention Center school. The Brighton School District provides this program for the Adams County Detention Center. All other school districts that make up the catchment area for the center are billed an amount in proportion to their number of students. Also included are the district print shop, and the summer school programs.

Other Major Governmental Funds

Capital Projects Fund - This fund accounts for bond proceeds and other revenues used for the construction and acquisition of major capital facilities.

Debt Service Fund - This fund accounts for the accumulated resources (normally property taxes) used to retire principal and interest on general long-term debt.

School District 27J, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Pupil Activity	Transportation	Child Care / Extended Day Kindergarten	Other Special Programs	Non-Major Governmental Funds
Assets					
Cash and Investments	\$ 584,520	\$ -	\$ -	\$ -	\$ 584,520
Receivables					
Accounts	9,582	142,419	2,365	58,261	212,627
Leases	-	-	-	623,843	623,843
Interfund Receivable	3,546,425	344,114	556,919	7,023,523	11,470,981
Prepaid Items	60,248	14,002	-	3,578	77,828
Total Assets	\$ 4,200,775	\$ 500,535	\$ 559,284	\$ 7,709,205	\$ 12,969,799
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$ 36,621	\$ 39,267	\$ 4,746	\$ 4,163	\$ 84,797
Accrued Salary and Benefits	5,360	461,268	66,067	54,370	587,065
Total Liabilities	41,981	500,535	70,813	58,533	671,862
Deferred Inflows of Resources					
Deferred Inflow Leases	-	-	-	587,631	587,631
Fund Balances					
Nonspendable Prepaid Items	60,248	14,002	-	3,578	77,828
Restricted for Pupil Activity Committed, Reported In	4,098,546	-	-	-	4,098,546
Nonmajor Governmental Funds	-	-	488,471	7,059,463	7,547,934
Unassigned, Reported In Nonmajor Governmental Funds (See Note 1-E-12)	-	(14,002)	-	-	(14,002)
Total Fund Balances	4,158,794	-	488,471	7,063,041	11,710,306
Total Liabilities and Fund Balances	\$ 4,200,775	\$ 500,535	\$ 559,284	\$ 7,709,205	\$ 12,969,799

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For The Year Ended June 30, 2025

	Pupil Activity	Transportation	Child Care / Extended Day Kindergarten	Other Special Programs	Nonmajor Governmental Funds
Revenues					
Transportation Services	\$ -	\$ 2,180,017	\$ -	\$ -	\$ 2,180,017
Pupil Activities	3,822,562	-	-	-	3,822,562
Investment Earnings	15,399	-	-	-	15,399
Charges for Services	-	944,249	1,924,686	2,729,277	5,598,212
Leases	-	-	-	5,813	5,813
Total Revenues	<u>3,837,961</u>	<u>3,124,266</u>	<u>1,924,686</u>	<u>2,735,090</u>	<u>11,622,003</u>
Expenditures					
Instructional Services	-	-	1,923	768,155	770,078
Business Supporting Services	-	-	-	6,240	6,240
Transportation Services	-	12,041,761	-	-	12,041,761
Instructional Staff	-	-	-	457,416	457,416
Community Services	-	-	2,167,043	-	2,167,043
Central Supporting Services	-	-	-	344,843	344,843
Pupil Activities	4,589,631	-	-	100,108	4,689,739
Capital Outlay	20,093	152,397	-	-	172,490
Total Expenditures	<u>4,609,724</u>	<u>12,194,158</u>	<u>2,168,966</u>	<u>1,676,762</u>	<u>20,649,610</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(771,763)	(9,069,892)	(244,280)	1,058,328	(9,027,607)
Other Financing Sources (Uses)					
Transfers In (Out)	938,756	9,069,892	-	354,176	10,362,824
Net Change in Fund Balances	166,993	-	(244,280)	1,412,504	1,335,217
Fund Balances Beginning of Year	<u>3,991,801</u>	<u>-</u>	<u>732,751</u>	<u>5,650,537</u>	<u>10,375,089</u>
Fund Balances End of Year	<u>\$ 4,158,794</u>	<u>\$ -</u>	<u>\$ 488,471</u>	<u>\$ 7,063,041</u>	<u>\$ 11,710,306</u>

See the independent auditors' report.

School District 27J, Colorado
Pupil Activity Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Pupil Activities	\$ 4,741,372	\$ 3,752,800	\$ 3,822,562	\$ 69,762
Investment Earnings	12,000	12,000	15,399	3,399
Total Revenues	<u>4,753,372</u>	<u>3,764,800</u>	<u>3,837,961</u>	<u>73,161</u>
Expenditures				
Pupil Activities	8,483,655	8,695,352	4,589,631	4,105,721
Capital Outlay	-	-	20,093	(20,093)
Total Expenditures	<u>8,483,655</u>	<u>8,695,352</u>	<u>4,609,724</u>	<u>4,085,628</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,730,283)	(4,930,552)	(771,763)	4,158,789
Other Financing Sources (Uses)				
Transfers In (Out)	938,756	938,756	938,756	-
Net Change in Fund Balance	<u>\$ (2,791,527)</u>	<u>\$ (3,991,796)</u>	166,993	<u>\$ 4,158,789</u>
Fund Balance Beginning of Year			<u>3,991,801</u>	
Fund Balance End of Year			<u>\$ 4,158,794</u>	

See the independent auditors' report.

School District 27J, Colorado
Transportation Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Pupil Transportation	\$ 1,751,046	\$ 1,751,046	\$ 2,180,017	\$ 428,971
Charges for Services	485,909	610,909	944,249	333,340
Total Revenues	<u>2,236,955</u>	<u>2,361,955</u>	<u>3,124,266</u>	<u>762,311</u>
Expenditures				
Pupil Transportation	11,292,707	12,825,145	12,041,761	783,384
Capital Outlay	85,000	85,000	152,397	(67,397)
Total Expenditures	<u>11,377,707</u>	<u>12,910,145</u>	<u>12,194,158</u>	<u>715,987</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,140,752)	(10,548,190)	(9,069,892)	1,478,298
Other Financing Sources (Uses)				
Transfers In (Out)	9,140,752	10,548,190	9,069,892	(1,478,298)
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance Beginning of Year			<u>-</u>	
Fund Balance End of Year			<u>\$ -</u>	

See the independent auditors' report.

School District 27J, Colorado
Child Care/Extended Day Kindergarten Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Charges for Services	\$ 1,364,000	\$ 1,990,054	\$ 1,924,686	\$ (65,368)
Total Revenues	<u>1,364,000</u>	<u>1,990,054</u>	<u>1,924,686</u>	<u>(65,368)</u>
Expenditures				
Instructional Services	33,570	-	1,923	(1,923)
Community Services	2,289,382	2,722,801	2,167,043	555,758
Total Expenditures	<u>2,322,952</u>	<u>2,722,801</u>	<u>2,168,966</u>	<u>553,835</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(958,952)</u>	<u>(732,747)</u>	<u>(244,280)</u>	<u>488,467</u>
Net Change in Fund Balance	<u>\$ (958,952)</u>	<u>\$ (732,747)</u>	<u>(244,280)</u>	<u>\$ 488,467</u>
Fund Balance Beginning of Year			<u>732,751</u>	
Fund Balance End of Year			<u>\$ 488,471</u>	

See the independent auditors' report.

School District 27J, Colorado
Other Special Programs Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Charges for Services	\$ 2,561,076	\$ 2,498,541	\$ 2,729,277	\$ 230,736
Lease Revenue	-	-	5,813	5,813
Total Revenues	<u>2,561,076</u>	<u>2,498,541</u>	<u>2,735,090</u>	<u>236,549</u>
Expenditures				
Instructional Services	1,151,218	902,169	768,155	134,014
Supporting Services				
Pupil Services	241,075	229,416	100,108	129,308
Instructional Staff	404,246	458,265	457,416	849
Business Supporting Services	13,614	-	6,240	(6,240)
Central Supporting Services	336,353	311,538	344,843	(33,305)
Contingency Reserves	5,074,434	6,416,991	-	6,416,991
Total Expenditures	<u>7,255,475</u>	<u>8,503,253</u>	<u>1,676,762</u>	<u>6,826,491</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,694,399)	(6,004,712)	1,058,328	7,063,040
Other Financing Sources (Uses)				
Transfers In (Out)	336,780	354,176	354,176	-
Net Change in Fund Balance	<u>\$ (4,357,619)</u>	<u>\$ (5,650,536)</u>	1,412,504	<u>\$ 7,063,040</u>
Fund Balance Beginning of Year			<u>5,650,537</u>	
Fund Balance End of Year			<u>\$ 7,063,041</u>	

See the independent auditors' report.

School District 27J, Colorado
Capital Projects Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Investment Earnings (Loss)	\$ 3,117,329	\$ 11,435,974	\$ 8,156,540	\$ (3,279,434)
Total Revenues	<u>3,117,329</u>	<u>11,435,974</u>	<u>8,156,540</u>	<u>(3,279,434)</u>
Expenditures				
Capital Outlay	-	383,789,892	104,833,943	278,955,949
Bond Issue Costs	-	-	739,585	(739,585)
Total Expenditures	<u>-</u>	<u>383,789,892</u>	<u>105,573,528</u>	<u>278,216,364</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,117,329	(372,353,918)	(97,416,988)	274,936,930
Other Financing Sources (Uses)				
Issuance of Bonds	<u>100,000,000</u>	<u>251,019,334</u>	<u>137,434,334</u>	<u>113,585,000</u>
Net Change in Fund Balance	<u>\$ 103,117,329</u>	<u>\$ (121,334,584)</u>	40,017,346	<u>\$ 388,521,930</u>
Fund Balance Beginning of Year, as previously stated			121,334,584	
Restatement			<u>10,924,763</u>	
Fund Balance Beginning of Year, as restated			<u>132,259,347</u>	
Fund Balance End of Year			<u>\$ 172,276,693</u>	

See the independent auditors' report.

School District 27J, Colorado
Debt Service Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	\$ 63,320,844	\$ 67,194,241	\$ 67,087,209	\$ (107,032)
Investment Earnings	2,040,000	2,454,581	3,126,536	671,955
Total Revenues	65,360,844	69,648,822	70,213,745	564,923
Expenditures				
Debt Service				
Principal Retirement	13,205,000	40,865,000	40,865,000	-
Interest	23,610,138	24,952,387	26,999,025	(2,046,638)
Issue Costs	-	67,179	66,059	1,120
Fiscal Charges	11,500	11,500	6,601	4,899
Contingency Reserves	87,056,302	95,803,338	-	95,803,338
Total Expenditures	123,882,940	161,699,404	67,936,685	93,762,719
Excess (Deficiency) of Revenues Over (Under) Expenditures	(58,522,096)	(92,050,582)	2,277,060	94,327,642
Other Financing Sources (Uses)				
Issuance of Debt	-	24,870,000	24,870,000	-
Premium on Bond Issuance	-	983,741	983,741	-
Payment to Refunding Bonds Escrow Agent	-	-	(25,701,617)	(25,701,617)
Net Change in Fund Balance	\$ (58,522,096)	\$ (66,196,841)	2,429,184	\$ 68,626,025
Fund Balance Beginning of Year			91,898,461	
Fund Balance End of Year			\$ 94,327,645	

See the independent auditors' report.

Proprietary Funds

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The School District's proprietary funds are classified as internal service funds.

Internal Service Funds - The internal service funds accounts for the District's self-insured dental plan and print shop.

Private Purpose Trust Fund

Private Purpose Trust Fund - The School District's private purpose trust fund provides scholarships to students and is classified as a private purpose trust.

School District 27J, Colorado
Combining Statement of Net Position
Internal Service Funds
June 30, 2025

	<u>Print Shop</u>	<u>Risk Management</u>	<u>Governmental Activities - Internal Service Funds</u>
Assets			
Receivables			
Accounts	\$ 840	\$ -	\$ 840
Interfund Receivable	304	732,043	732,347
	<u>1,144</u>	<u>732,043</u>	<u>733,187</u>
Total Assets	<u>1,144</u>	<u>732,043</u>	<u>733,187</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	1,144	54,517	55,661
	<u>1,144</u>	<u>54,517</u>	<u>55,661</u>
Total Liabilities	<u>1,144</u>	<u>54,517</u>	<u>55,661</u>
 Net Position	<u>\$ -</u>	<u>\$ 677,526</u>	<u>\$ 677,526</u>

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Revenues, Expenditures and Changes in Net Position
Internal Service Funds
For The Year Ended June 30, 2025

	Print Shop	Risk Management	Governmental Activities - Internal Service Funds
Operating Revenues			
Dental Insurance Premiums	\$ -	\$ 1,078,524	\$ 1,078,524
Print Shop	46,272	-	46,272
Total Operating Revenues	<u>46,272</u>	<u>1,078,524</u>	<u>1,124,796</u>
Operating Expenses			
Salaries and Benefits	104,710	-	104,710
Purchased Services	13,082	-	13,082
Materials and Supplies	35,609	-	35,609
Indirect Costs	5,055	-	5,055
Dental Claims	-	1,101,932	1,101,932
Total Operating Expenses	<u>158,456</u>	<u>1,101,932</u>	<u>1,260,388</u>
Income (Loss) from Operations	(112,184)	(23,408)	(135,592)
Transfers In (Out)	<u>112,184</u>	<u>-</u>	<u>112,184</u>
Change in Net Position	-	(23,408)	(23,408)
Net Position Beginning of Year	<u>-</u>	<u>700,934</u>	<u>700,934</u>
Net Position End of Year	<u>\$ -</u>	<u>\$ 677,526</u>	<u>\$ 677,526</u>

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For The Year Ended June 30, 2025

	<u>Print Shop</u>	<u>Risk Management</u>	<u>Governmental Activities - Internal Service Funds</u>
Cash Flows From (Used for) Operating Activities			
Cash Received from Print Shop and Dental Insurance Premiums	\$ 47,416	\$ 1,120,067	\$ 1,167,483
Cash Payments for Goods and Services	(159,600)	-	(159,600)
Cash Payments for Insurance Premiums and Expenses	-	(1,120,067)	(1,120,067)
Net Cash From (Used for) Operating Activities	(112,184)	-	(112,184)
Cash Flows From (Used for) Noncapital Financing Activities			
Transfers	112,184	-	112,184
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	-
Cash and Cash Equivalents Beginning of Year	-	-	-
Cash and Cash Equivalents End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Operating (Loss) to Net Cash From (Used for) Operating Activities			
Operating Income (Loss)	\$ (112,184)	\$ (23,408)	\$ (135,592)
(Increase) Decrease in Assets:			
Interfund Receivable	-	41,466	41,466
Increase (Decrease) in Liabilities:			
Accounts Payable	-	(18,135)	(18,135)
Net Cash From (Used for) Operating Activities	<u>\$ (112,184)</u>	<u>\$ -</u>	<u>\$ (112,184)</u>

See the independent auditors' report.

School District 27J, Colorado
Print Shop Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Charges for Services	\$ 38,501	\$ 38,901	\$ 46,272	\$ 7,371
Total Revenues	38,501	38,901	46,272	7,371
Expenses				
Current:				
Business Supporting Services	159,981	160,381	158,456	1,925
Total Expenses	159,981	160,381	158,456	1,925
Excess (Deficiency) of Revenues Over (Under) Expenses	(121,480)	(121,480)	(112,184)	9,296
Other Financing Sources (Uses)				
Transfers In (Out)	121,480	121,480	112,184	(9,296)
Change in Net Position	-	-	-	\$ -
Fund Balances Beginning of Year			-	
Fund Balances End of Year			\$ -	

See the independent auditors' report.

School District 27J, Colorado
Risk Management Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Dental Insurance Premiums	\$ 1,108,990	\$ 1,075,984	\$ 1,078,524	\$ 2,540
Total Revenues	<u>1,108,990</u>	<u>1,075,984</u>	<u>1,078,524</u>	<u>2,540</u>
Expenses				
Dental Claims	1,106,312	1,169,811	1,101,932	67,879
Contingency	<u>617,857</u>	<u>607,107</u>	<u>-</u>	<u>607,107</u>
Total Expenses	<u>1,724,169</u>	<u>1,776,918</u>	<u>1,101,932</u>	<u>674,986</u>
Change in Net Position	<u>\$ (615,179)</u>	<u>\$ (700,934)</u>	<u>(23,408)</u>	<u>\$ 677,526</u>
Fund Balances Beginning of Year			<u>700,934</u>	
Fund Balances End of Year			<u>\$ 677,526</u>	

See the independent auditors' report.

School District 27J, Colorado
Schedule of Changes in Net Position - Budget to Actual
Private-Purpose Trust Fund
For The Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Additions				
Investment Earnings	\$ 2,524	\$ 2,544	\$ 2,308	\$ (236)
Total Additions	<u>2,524</u>	<u>2,544</u>	<u>2,308</u>	<u>(236)</u>
Deductions				
Support Services	33,540	33,597	-	33,597
Total Deductions	<u>33,540</u>	<u>33,597</u>	<u>-</u>	<u>33,597</u>
Change in Net Position	<u>\$ (31,016)</u>	<u>\$ (31,053)</u>	2,308	<u>\$ 33,361</u>
Net Position Beginning of Year			<u>31,052</u>	
Net Position End of Year			<u>\$ 33,360</u>	

See the independent auditors' report.

Component Units

The component units consist of a foundation and six charter schools: Capital Facility Fee Foundation, Bromley East Charter School, Belle Creek Charter School, Landmark Academy Charter School, Foundations Academy Charter School, The STEAD School and Eagle Ridge Charter School.

The Foundation is a 501(c)(3) organization whose purpose is to promote and assist in the development, financing and acquisition of educational facilities and capital improvements in the School District. The Foundation consists of a nine-member board of directors and includes three representatives of contributing builders or developers, three School District representatives, and one city council representative of each city. Voluntary contributions are accepted by the Foundation and kept in foundation-managed accounts. The Board of Education makes requests for the release of Foundation funds for school construction purposes as needed. The Foundation Board determines if the request meets the requirements for disbursement of the funds.

The charter schools have separate governing boards but are dependent upon the District for the majority of their funding.

School District 27J, Colorado
Nonmajor Component Units
Combining Statement of Net Position
June 30, 2025

	Capital Facility Fee Foundation	Bromley East Charter School	Eagle Ridge Academy Charter School	Belle Creek Charter School	Foundation Academy Charter School	Landmark Academy Charter School	The STEAD School	Total Component Units
Assets								
Cash and Investments	\$ 105,761	\$ 7,654,045	\$ 5,293,195	\$ 4,163,284	\$ 930,002	\$ 1,185,207	\$ 3,195,614	\$ 22,527,108
Restricted Cash and Investments	7,538,749	3,192,873	1,055,804	592,381	-	-	3,053,229	15,433,036
Accounts Receivable	-	9,161	774,920	47,474	-	-	19,104	850,659
Grants Receivable	-	246,630	-	38,190	754,809	47,270	-	1,086,899
Intergovernmental Receivables	-	-	-	35,944	-	-	-	35,944
Prepaid Expenses	-	210,253	4,338	21,850	-	-	16,195	252,636
Deposits	-	1,886	-	1,000	-	-	22,944	25,830
Inventories	-	250	-	-	-	-	-	250
Capital Assets, Not Being Depreciated	-	144,120	50,000	-	-	-	30,580,720	30,774,840
Capital Assets, Net of Accumulated Depreciation/Amortization	-	17,079,092	15,481,541	10,229,818	-	-	137,505	42,927,956
Total Assets	7,644,510	28,538,310	22,659,798	15,129,941	1,684,811	1,232,477	37,025,311	113,915,158
Deferred Outflows of Resources								
Related to Pensions	-	3,603,554	1,305,876	1,539,029	-	-	-	6,448,459
Related to OPEB	-	98,444	35,156	35,603	-	-	-	169,203
Deferred Charges	-	22,649	-	-	-	-	-	22,649
Total Deferred Outflows of Resources	-	3,724,647	1,341,032	1,574,632	-	-	-	6,640,311
Liabilities								
Accounts Payable	2,523	448,761	252,602	389,300	1,160,587	694,990	236,904	3,185,667
Accrued Salaries and Benefits	-	517,963	163,956	248,533	-	-	345,557	1,276,009
Claims Payable	-	8,796	-	-	-	-	-	8,796
Unearned Revenue	-	-	-	-	161,337	120,361	-	281,698
Accrued Interest Payable	-	39,795	76,781	90,094	-	-	796,416	1,003,086
Noncurrent Liabilities								
Due within one year	-	14,049,688	312,913	121,152	-	-	32,914	14,516,667
Due in more than one year	-	-	9,977,124	5,839,123	-	-	22,801,295	38,617,542
Net Pension Liability	-	16,764,537	5,821,804	7,610,469	-	-	-	30,196,810
Net OPEB Liability	-	297,450	103,295	135,031	-	-	-	535,776
Total Liabilities	2,523	32,126,990	16,708,475	14,433,702	1,321,924	815,351	24,213,086	89,622,051
Deferred Inflows of Resources								
Related to Pensions	-	204,732	62,084	385,155	-	-	-	651,971
Related to OPEB	-	165,493	55,864	95,635	-	-	-	316,992
Total Deferred Inflows of Resources	-	370,225	117,948	480,790	-	-	-	968,963
Net Position								
Net Investment in Capital Assets	-	3,196,173	5,305,613	4,269,543	-	-	7,970,751	20,742,080
Restricted for								
Emergencies	-	504,000	252,000	213,000	310,598	311,028	185,000	1,775,626
Debt Service	-	669,959	975,685	502,287	-	-	2,146,655	4,294,586
Other Program Purposes	-	356,024	-	96,000	-	-	-	452,024
Building Maintenance	-	2,310,441	-	-	-	-	-	2,310,441
Operations and Maintenance	-	43,176	-	-	-	-	-	43,176
Capital Projects	7,641,987	-	3,338	-	-	-	-	7,645,325
Unrestricted	-	(7,314,031)	637,771	(3,290,749)	52,289	106,098	2,509,819	(7,298,803)
Total Net Position	\$ 7,641,987	\$ (234,258)	\$ 7,174,407	\$ 1,790,081	\$ 362,887	\$ 417,126	\$ 12,812,225	\$ 29,964,455

See the independent auditors' report.

School District 27J, Colorado
 Nonmajor Component Units
 Combining Statement of Activities
 For The Year Ended June 30, 2025

	Capital Facility Fee Foundation	Bromley East Charter School	Eagle Ridge Academy Charter School	Belle Creek Charter School	Foundation Academy Charter School	Landmark Academy Charter School	The STEAD School	Total Component Units
Revenues								
Intergovernmental Revenue:								
Per Pupil Operating Revenue	\$ -	\$ 13,665,695	\$ 6,678,364	\$ 5,842,253	\$ 8,894,791	\$ 8,532,617	\$ 4,754,024	\$ 48,367,744
Mill Levy Override	-	1,517,861	741,426	648,905	959,821	945,989	511,443	5,325,445
Investment Earnings	354,969	428,363	61,155	176,959	-	-	216,902	1,238,348
Charges for Services	1,030,192	1,346,019	251,000	450,049	-	-	1,040,093	4,117,353
Operating Grants and Contributions	43,609	939,500	118,737	604,710	86,447	426,731	2,737,973	4,957,707
Capital Grants and Contributions	-	472,014	613,024	385,100	-	-	143,741	1,613,879
Other	71,950	182,754	95,383	17,935	424,047	479,008	294,546	1,565,623
Total Revenues	1,500,720	18,552,206	8,559,089	8,125,911	10,365,106	10,384,345	9,698,722	67,186,099
Expenditures								
Current								
Instruction	-	9,007,086	4,695,059	4,482,004	3,951,218	3,852,162	3,030,931	29,018,460
Support Services	57,281	7,604,484	2,598,451	2,712,113	6,402,040	6,515,441	3,117,534	29,007,344
Interest on Long-term Debt	-	618,760	457,462	316,132	-	-	1,602,681	2,995,035
Total Expenditures	57,281	17,230,330	7,750,972	7,510,249	10,353,258	10,367,603	7,751,146	61,020,839
Change in Net Position	1,443,439	1,321,876	808,117	615,662	11,848	16,742	1,947,576	6,165,260
Fund Balances Beginning of Year	6,198,548	(1,556,134)	6,366,290	1,174,419	351,039	400,384	10,942,727	23,877,273
Restatement	-	-	-	-	-	-	(78,078)	(78,078)
Fund Balance, Beginning of Year as Restated	6,198,548	(1,556,134)	6,366,290	1,174,419	351,039	400,384	10,864,649	23,799,195
Net Position End of Year	\$ 7,641,987	\$ (234,258)	\$ 7,174,407	\$ 1,790,081	\$ 362,887	\$ 417,126	\$ 12,812,225	\$ 29,964,455

See the independent auditors' report.

Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Statistical Section



School District 27J, Colorado
Statistical Section

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

	Page
SEC Bond Issue Requirements Undertaking to Provide Ongoing Disclosure	128
Financial Trends - <i>These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.</i>	
Net Position by Component	129
Changes in Net Position	130
Fund Balances of Governmental Funds	131
Changes in Fund Balances of Governmental Funds	132
Governmental Funds Revenues by Source	133
Governmental Funds Expenditures by Function	134
Revenue Capacity - <i>These schedules contain information to help the reader understand and access the School District's ability to generate own-source revenue.</i>	
Assessed Value and Actual Value of Taxable Property in the District	135
Property Tax Levies and Collections	136
History of District's Assessed Valuation	137
Property Tax Rates	138
Principal Property Tax Payers	139
Direct and Overlapping Property Tax Rates	140
Debt Capacity - <i>These schedules contain information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.</i>	
Ratio of Governmental Debt to Assessed Value and Total Outstanding Debt per Capita	141
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Fund Expenditures	142
Legal Debt Margin Information	143
Estimated Overlapping General Obligation Debt	144
Demographic and Economic Information - <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.</i>	
Principal Employers	145
Percentage of Free and Reduced Meals	146
Operating Information - <i>These schedules contain staffing, key operating statistics comparisons and capital asset data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.</i>	
Full-time Equivalent School District Employees by Function	147
Teacher/Student Ratio	148
Teacher Salaries and Education	149
School Building Information	150
Enrollment and Funded Pupil Count by Grade	151

SOURCE: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

School District 27J
SEC Bond Issue Requirement
Undertaking to Provide Ongoing Disclosure

Pursuant to the requirements of Section (b) (5) (i) of the Securities and Exchange Commission Rule 15c2-12 (17 CFR Part 240, 240.15c2-12) (the “Rule”), the District has agreed to provide certain financial information and other operating data (the “Undertaking”) to nationally recognized municipal securities information repositories (“NRMSIRs”).

The following tables are the information specified in the covenants to bond holders. The information is on June 30, 2018. This information was prepared by the District and has not been subjected to the audit process.

School District 27J, Colorado
Net Position by Component
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
Net Investment in Capital Assets	\$ 77,351,838	\$ 159,173,513	\$ 71,833,108	\$ 73,633,965	\$ 75,869,175	\$ 78,243,721	\$ 77,703,890	\$ 99,201,987	\$ 94,481,460	\$ 120,956,278
Restricted	21,880,142	118,644,734	154,177,765	35,188,806	46,902,485	64,496,621	83,574,556	88,842,328	111,356,332	112,014,740
Unrestricted	<u>(190,921,679)</u>	<u>(438,798,723)</u>	<u>(479,514,264)</u>	<u>(327,985,722)</u>	<u>(294,817,709)</u>	<u>(252,128,663)</u>	<u>(186,278,623)</u>	<u>(169,088,042)</u>	<u>(159,325,042)</u>	<u>(158,065,207)</u>
Total Governmental Activities Net Position	<u>\$ (91,689,699)</u>	<u>\$ (160,980,476)</u>	<u>\$ (253,503,391)</u>	<u>\$ (219,162,951)</u>	<u>\$ (172,046,049)</u>	<u>\$ (109,388,321)</u>	<u>\$ (25,000,177)</u>	<u>\$ 18,956,273</u>	<u>\$ 46,512,750</u>	<u>\$ 74,905,811</u>
Business-Type Activities										
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Business-Type Activities Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Primary Governmental										
Net Investment in Capital Assets	\$ 77,351,838	\$ 159,173,513	\$ 71,833,108	\$ 73,633,965	\$ 75,869,175	\$ 78,243,721	\$ 77,703,890	\$ 99,201,987	\$ 94,481,460	\$ 120,956,278
Restricted	21,880,142	118,644,734	154,177,765	35,188,806	46,902,485	64,496,621	83,574,556	88,842,328	111,356,332	112,014,740
Unrestricted	<u>(190,921,679)</u>	<u>(438,798,723)</u>	<u>(479,514,264)</u>	<u>(327,985,722)</u>	<u>(294,817,709)</u>	<u>(252,128,663)</u>	<u>(186,278,623)</u>	<u>(169,088,042)</u>	<u>(159,325,042)</u>	<u>(158,065,207)</u>
Total Primary Governmental Net Position	<u>\$ (91,689,699)</u>	<u>\$ (160,980,476)</u>	<u>\$ (253,503,391)</u>	<u>\$ (219,162,951)</u>	<u>\$ (172,046,049)</u>	<u>\$ (109,388,321)</u>	<u>\$ (25,000,177)</u>	<u>\$ 18,956,273</u>	<u>\$ 46,512,750</u>	<u>\$ 74,905,811</u>

School District 27J, Colorado
Changes in Net Position
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenditures:										
Instruction	\$ 70,958,267	\$ 110,287,101	\$ 123,402,162	\$ 70,769,819	\$ 75,509,005	\$ 69,644,215	\$ 73,518,228	\$ 121,930,926	\$ 158,574,050	\$ 145,371,885
Supporting Services										
Pupil Services	7,598,750	11,089,858	12,171,523	8,179,522	8,827,926	11,258,089	9,172,689	14,854,016	15,675,765	17,638,160
Instructional Staff	4,388,290	6,674,199	6,519,988	3,534,065	4,371,411	5,172,885	4,837,835	7,751,337	10,091,340	10,749,804
General Administration	1,253,592	2,270,773	2,865,341	1,295,331	1,397,339	1,177,267	1,436,129	2,741,128	3,866,034	3,758,931
School Administration	7,420,284	14,657,259	17,859,057	8,684,276	9,538,323	8,075,765	8,437,353	14,166,299	21,277,103	19,852,388
Operations and Maintenance	9,186,136	15,854,736	17,406,459	9,690,171	9,531,231	9,304,277	9,634,340	17,006,602	23,970,244	26,063,441
Pupil Transportation	5,907,425	8,995,023	10,366,324	5,234,782	5,994,035	5,317,371	5,671,130	9,146,464	11,150,408	13,347,673
Business Supporting Services	2,077,563	3,870,464	5,217,770	1,919,116	2,067,030	2,108,268	2,707,160	3,832,784	3,135,550	3,544,911
Central Supporting Services	7,096,785	14,171,480	12,000,638	10,069,084	8,929,785	12,362,521	12,285,378	15,016,360	19,430,269	26,368,747
Community Services	1,372,391	2,311,704	2,780,297	1,682,676	1,614,144	1,052,839	957,434	1,857,633	2,264,220	2,273,945
Pupil Activities	3,449,901	5,057,738	5,315,104	2,782,059	2,346,061	1,199,900	2,340,212	4,353,277	4,691,423	4,904,009
Charter Schools	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586	34,760,360	57,187,048	66,437,883	74,318,211
Debt Service - Interest	11,136,192	9,628,044	13,249,944	13,610,729	13,284,630	12,990,507	14,768,577	23,197,693	20,909,071	51,077,678
Nutrition Services	5,582,380	8,140,985	8,881,578	4,735,596	4,734,079	3,776,266	5,004,776	7,946,548	10,071,635	10,705,532
Total Governmental Activities	162,504,818	239,809,212	265,979,069	172,144,750	180,282,491	173,841,756	185,531,602	300,988,115	371,544,995	409,975,315
Total - Primary Government	\$ 162,504,818	\$ 239,809,212	\$ 265,979,069	\$ 172,144,750	\$ 180,282,491	\$ 173,841,756	\$ 185,531,602	\$ 300,988,115	\$ 371,544,995	\$ 409,975,315
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Community Services	\$ 3,035,051	\$ 3,234,404	\$ 4,174,475	\$ 3,774,561	\$ 2,874,061	\$ 4,081,728	\$ 8,677,213	\$ 5,100,843	\$ 5,891,565	\$ 6,990,715
Pupil Transportation	439,717	355,583	379,171	456,935	403,623	124,018	317,676	772,467	3,805,247	944,249
Nutrition Service	1,897,852	2,040,437	2,076,630	2,211,233	2,163,985	165,026	363,415	3,107,600	574,696	586,556
Pupil Activities	2,628,234	2,971,610	2,362,593	2,798,243	2,696,050	1,316,050	2,990,897	3,629,502	831,729	3,822,562
Operating Grants and Contributions:										
Instruction	10,920,832	11,821,675	12,294,332	12,757,822	14,131,274	28,519,173	28,211,262	31,133,403	24,238,936	28,566,264
Pupil Transportation	1,425,769	1,462,467	1,503,981	1,542,587	1,484,551	1,561,318	1,578,356	1,510,263	1,931,407	2,180,017
Nutrition Service	3,398,582	3,499,441	3,606,054	3,183,071	3,388,171	5,239,680	7,079,160	7,173,683	9,571,627	10,975,442
Capital Grants and Contributions:										
Instruction	135,498	137,020	180,446	-	-	-	-	-	-	-
Total Governmental Activities	23,881,535	25,522,637	26,577,682	26,724,452	27,141,715	41,006,993	49,217,979	52,427,761	46,845,207	54,065,805
Total - Primary Government	\$ 23,881,535	\$ 25,522,637	\$ 26,577,682	\$ 26,724,452	\$ 27,141,715	\$ 41,006,993	\$ 49,217,979	\$ 52,427,761	\$ 46,845,207	\$ 54,065,805
Net (Expense)/Revenue										
Governmental Activities	\$ (138,623,283)	\$ (214,286,575)	\$ (239,401,387)	\$ (145,420,298)	\$ (153,140,776)	\$ (132,834,763)	\$ (136,313,623)	\$ (248,560,354)	\$ (324,699,787)	\$ (355,909,510)
Total - Primary Government	\$ (138,623,283)	\$ (214,286,575)	\$ (239,401,387)	\$ (145,420,298)	\$ (153,140,776)	\$ (132,834,763)	\$ (136,313,623)	\$ (248,560,354)	\$ (324,699,787)	\$ (355,909,510)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes:										
General Purposes	\$ 32,062,244	\$ 31,838,574	\$ 36,520,581	\$ 40,320,930	\$ 52,102,918	\$ 59,836,034	\$ 60,145,852	\$ 89,840,913	\$ 126,675,514	\$ 178,909,421
Debt Service	22,468,773	21,894,389	25,988,094	28,753,885	36,010,599	45,888,814	44,792,244	53,909,672	65,643,217	-
Specific Ownership	-	-	-	-	-	-	-	-	-	9,617,984
Equalization	86,853,890	89,855,162	93,128,798	104,178,937	106,808,650	90,588,760	115,982,915	138,639,823	148,507,058	162,836,058
Earnings on Investments	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120	(532,274)	9,468,269	3,638,601	15,878,031
Miscellaneous	1,204,638	633,617	826,637	2,935,969	4,206,550	1,170,418	313,029	658,127	7,791,874	5,785,475
Total Governmental Activities	143,428,864	144,995,798	157,766,233	179,760,737	201,558,045	198,684,146	220,701,766	292,516,804	352,256,264	373,026,969
Change in Net Position										
Governmental Activities	4,805,581	(69,290,777)	(81,635,154)	34,340,439	48,417,269	65,849,383	84,388,144	43,956,450	27,556,477	17,117,460
Total - Primary Government	\$ 4,805,581	\$ (69,290,777)	\$ (81,635,154)	\$ 34,340,439	\$ 48,417,269	\$ 65,849,383	\$ 84,388,144	\$ 43,956,450	\$ 27,556,477	\$ 17,117,460

School District 27J, Colorado
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	\$ 2,792,537	\$ 3,960,316	\$ 4,593,650	\$ 5,413,776	\$ 6,353,954	\$ 5,267,047	\$ 6,718,211	\$ 8,220,771	\$ 10,883,455	\$ 9,964,376
Nonspendable Prepaid Item	58,104	427,015	497,287	436,394	414,396	124,236	574,430	1,010,127	1,236,476	2,889,007
Committed	3,787,365	3,953,555	3,943,973	4,210,070	5,300,437	6,241,226	7,578,427	9,299,324	9,306,673	12,340,060
Assigned	7,290,445	9,770,708	15,540,555	15,501,439	13,224,545	943,001	1,077,699	16,219,630	21,917,278	25,276,720
Unassigned	7,096,553	4,083,556	3,010,933	4,905,458	6,430,678	12,401,826	18,547,845	21,490,154	45,337,319	38,111,561
Total General Fund	21,025,004	22,195,150	27,586,398	30,467,137	31,724,010	24,977,336	34,496,612	56,240,006	88,681,201	88,581,724
All Other Governmental Funds										
Restricted	189,122,487	113,626,251	148,422,371	100,745,725	71,206,535	88,611,976	376,092,699	262,121,556	223,104,788	278,166,040
Nonspendable Prepaid Item	175	88,413	-	109,177	218,632	136,389	257,869	177,625	150,105	670,668
Restricted for Government Designated Purpose Grants	1,289,831	1,058,167	1,468,450	2,688,938	2,480,967	1,104,052	1,012,717	649,696	590,458	259,563
Committed, reported in:										
Special Revenue Funds	4,106,885	3,163,794	-	1,692,667	1,228,378	2,830,824	4,271,186	5,389,385	6,381,610	7,547,934
Unassigned	-	-	-	-	-	-	-	-	-	(492,095)
Total All Other Governmental Funds	194,519,378	117,936,625	149,890,821	105,236,507	75,134,512	92,683,241	381,634,471	268,338,262	230,226,961	286,152,110
Total Fund Balances of Governmental Funds	\$ 215,544,382	\$ 140,131,775	\$ 177,477,219	\$ 135,703,644	\$ 106,858,522	\$ 117,660,577	\$ 416,131,083	\$ 324,578,268	\$ 318,908,162	\$ 374,733,834

NOTE 1 - Tabor Reserve moved from General Fund Reserved to Capital Projects Fund Reserved in fiscal year 2010. Tabor Reserve moved back to General Fund Reserved in fiscal year 2011.

NOTE 2 - For fiscal year ending 2011, the District follows GASB 54, Fund Balance Reporting and Governmental Fund Type Definition.

School District 27J, Colorado
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues:										
Taxes	\$ 54,164,431	\$ 53,688,850	\$ 62,481,629	\$ 68,892,560	\$ 84,441,804	\$ 105,724,848	\$ 104,938,096	\$ 142,828,513	\$ 192,446,885	\$ 190,864,015
Intergovernmental ¹	102,895,315	106,638,745	110,533,165	121,662,417	125,812,646	125,908,931	152,851,693	178,457,172	184,249,028	204,557,781
Local Grants	135,498	137,020	180,446	-	-	-	-	-	-	-
Pupil Activities	2,628,234	2,971,610	2,362,588	2,798,243	2,696,050	1,316,050	2,990,897	3,629,502	3,805,247	3,822,562
Charges for Services	5,372,621	5,630,424	6,630,276	6,442,729	5,441,669	4,370,772	9,358,304	8,980,910	7,297,990	8,521,520
Investment Earnings	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120	(532,274)	9,468,269	3,638,601	15,878,031
Miscellaneous	1,204,638	633,617	826,637	2,935,969	4,206,550	1,170,418	985,944	658,127	7,791,874	5,785,478
Total Revenues	167,240,056	170,474,322	184,316,864	206,302,934	225,028,047	239,691,139	270,592,660	344,022,493	399,229,625	429,429,387
Expenditures:										
Instruction	62,319,644	62,958,047	65,894,018	72,439,013	81,780,588	85,793,811	93,689,264	106,282,783	126,844,572	145,089,699
Supporting services:										
Pupil Services	6,366,083	6,450,116	6,795,199	8,816,341	9,962,470	14,494,724	12,912,964	14,305,922	14,773,053	16,867,498
Instructional Staff	3,934,136	4,110,103	3,974,651	4,147,336	5,316,962	7,005,604	6,764,544	7,412,535	9,397,198	10,144,522
General Administration	1,241,070	1,183,243	1,349,171	1,484,702	1,619,770	1,684,357	1,934,777	2,529,514	2,486,126	2,996,718
School Administration	7,617,701	7,856,803	8,571,660	9,770,218	11,136,278	11,077,884	11,408,251	13,047,045	13,802,540	15,755,922
Operations and Maintenance	8,874,127	9,183,388	9,417,714	11,247,038	11,480,254	13,019,756	13,013,416	15,041,140	18,014,012	21,703,232
Pupil Transportation	5,272,481	5,575,251	6,188,685	6,317,769	7,002,457	6,741,819	7,239,400	8,124,976	9,973,939	12,170,956
Business Supporting Services	1,311,402	1,791,758	2,665,058	1,474,725	1,896,456	2,211,945	3,169,968	3,098,231	2,356,392	2,767,181
Central Supporting Services	6,239,025	8,802,844	7,357,378	11,689,567	10,769,422	16,757,007	16,057,024	13,189,505	17,035,123	23,540,093
Community Services	1,242,672	1,451,274	1,713,220	1,995,828	1,977,628	1,453,042	1,347,839	1,789,089	2,133,832	2,174,589
Pupil Activities	5,054,729	5,123,872	5,472,832	3,299,811	2,874,364	1,656,004	3,294,462	4,192,647	4,421,261	4,689,739
Nutrition Services	3,123,814	3,183,300	3,275,169	5,616,908	5,744,220	5,148,671	6,986,217	7,594,442	9,431,341	10,171,672
Capital Outlay	14,862,348	79,545,320	72,515,618	57,677,103	45,821,997	4,000,491	31,997,272	126,625,786	57,098,389	110,371,346
Charter Schools	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586	34,760,360	57,187,048	66,437,883	74,318,211
School District 27J Debt Service ²										
Principal	12,359,049	10,227,368	10,499,663	8,995,528	11,832,284	11,832,610	10,347,880	29,545,634	26,793,958	41,414,571
Interest	10,456,280	10,772,996	15,255,996	16,171,318	15,847,101	15,512,470	17,146,447	26,021,997	24,674,413	27,278,765
Administrative Fees	92,136	27,036	8,150	8,800	49,404	8,265	9,500	10,060	8,500	8,601
Bond Issuance Costs	952,239	139,504	573,212	-	-	-	1,278,818	-	-	805,644
Total Expenditures	176,395,798	245,182,071	249,470,278	251,109,529	257,249,147	228,800,046	273,358,403	435,998,354	405,682,532	522,268,959
Percentage of Debt Service Expenditures to Non-Capital Expenditures	10.3%	12.4%	13.9%	13.0%	13.1%	12.2%	11.4%	18.0%	14.8%	16.7%
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,155,742)	(74,707,749)	(65,153,414)	(44,806,595)	(32,221,100)	10,891,093	(2,765,743)	(91,975,861)	(6,452,907)	(92,839,572)
Other Financing Sources (Uses)										
Other Financing Sources (Uses)										
Issuance of Bonds	160,000,000	36,610,000	88,000,000	-	-	-	272,915,000	-	-	153,370,000
Premium on Bond Issuance	25,353,909	3,494,045	17,658,825	-	-	-	28,368,117	-	-	9,918,075
Payment to COPS Escrow	(2,250,000)	(40,734,842)	-	-	-	-	-	-	-	(25,701,617)
Payment to Bond Escrow	2,290,000	-	-	-	-	-	-	-	-	-
Leases and SBITAs	-	-	-	-	-	-	38,569	523,972	867,226	266,203
Capital Lease Proceeds	-	-	-	-	-	-	-	-	-	-
Refinancing COP's	-	-	-	-	4,768,184	-	-	-	-	-
Transfers In	3,629,212	4,374,453	4,864,120	5,096,765	5,619,394	6,015,195	6,136,337	6,702,046	8,243,738	10,437,864
Transfers Out	(3,654,804)	(4,448,515)	(4,911,787)	(5,176,050)	(5,711,234)	(6,104,235)	(6,221,770)	(6,802,973)	(8,328,158)	(10,550,048)
Total Other Financing Sources (Uses)	185,368,317	(704,859)	105,611,158	(79,285)	4,676,344	(89,040)	301,236,253	423,045	782,806	137,740,477
Net Change in Fund Balances	\$ 176,212,576	\$ (75,412,608)	\$ 40,457,744	\$ (44,885,880)	\$ (27,544,756)	\$ 10,802,053	\$ 298,470,510	\$ (91,552,816)	\$ (5,670,101)	\$ 44,900,905

Note 1 - Intergovernmental Revenue total includes vocational education, special education, transportation, federal and state grants and equalization revenue

Note 2 - Debt service expenditures are recorded as principal retirement, interest and fiscal charges, advance refunding and bond issuance cost:

Note 3 - Percentage of debt service expenditures to noncapital expenditures is calculated using capital outlay amount from the Reconciliation of the Statement of Revenues, Expenditures and Change
Principal and interest are divided by total expenditures less capital outlay plus reconciliation capital outlay less principal, interest, issue costs and fee

School District 27J, Colorado
Governmental Funds Revenues by Source
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Local Sources										
Taxes	\$ 54,164,431	\$ 53,688,850	\$ 62,481,629	\$ 68,892,560	84,441,804	105,724,848	104,938,096	142,828,513	192,446,885	190,864,015
Grants	135,498	137,020	180,446	-	-	-	-	-	-	-
Interest	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120	(532,274)	9,468,269	3,638,601	15,878,031
Pupil Activities	2,628,234	2,971,610	2,362,588	2,798,243	2,696,050	1,316,050	2,990,897	3,629,502	3,805,247	3,822,562
Charges for Services	5,372,621	5,630,424	6,630,276	6,442,729	5,441,669	4,370,772	9,358,304	8,980,910	7,297,990	8,521,520
Miscellaneous	1,204,638	633,617	826,637	2,935,969	4,206,550	1,170,418	985,944	658,127	7,791,874	5,785,478
Total Local Sources	64,344,741	63,835,577	73,783,699	84,640,517	99,215,401	113,782,208	117,740,967	165,565,321	214,980,597	224,871,606
State Sources										
Equalization	86,853,890	89,855,162	93,128,798	104,178,937	106,808,650	90,588,760	120,444,930	144,774,007	149,046,380	165,450,760
Vocational Education	516,935	441,373	274,956	369,162	307,150	538,658	620,756	455,213	884,043	771,569
Transportation	1,425,769	1,462,467	1,503,981	1,542,587	1,484,551	1,561,318	1,578,356	1,510,263	1,931,407	2,180,017
Special Education	2,927,817	3,095,008	3,108,885	3,285,086	3,853,765	3,934,705	4,364,531	6,330,512	7,897,390	8,974,733
Grants	3,428,724	3,433,004	3,364,590	3,702,317	3,952,186	3,631,132	4,281,965	4,374,192	8,073,105	8,174,159
Total State Sources	95,153,135	98,287,014	101,381,210	113,078,089	116,406,302	100,254,573	131,290,538	157,444,187	167,832,325	185,551,238
Federal Sources										
Grants	7,742,179	8,351,731	9,151,955	8,584,328	9,406,344	25,654,358	21,561,155	21,012,985	16,416,703	19,006,543
Total Revenues by Source	\$ 167,240,055	\$ 170,474,322	\$ 184,316,864	\$ 206,302,934	\$ 225,028,047	\$ 239,691,139	\$ 270,592,660	\$ 344,022,493	\$ 399,229,625	\$ 429,429,387

School District 27J, Colorado
Governmental Funds Expenditures by Function
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction	\$ 62,319,644	\$ 62,958,047	\$ 65,894,018	\$ 72,439,013	\$ 81,780,588	\$ 85,793,811	\$ 93,689,264	\$ 106,282,783	126,844,572	145,089,699
Pupil Services	6,366,083	6,450,116	6,795,199	8,816,341	9,962,470	14,494,724	12,912,964	14,305,922	14,773,053	16,867,498
Instructional Staff	3,934,136	4,110,103	3,974,651	4,147,336	5,316,962	7,005,604	6,764,544	7,412,535	9,397,198	10,144,522
General Administration	1,241,070	1,183,243	1,349,171	1,484,702	1,619,770	1,684,357	1,934,777	2,529,514	2,486,126	2,996,718
School Administration	7,617,701	7,856,803	8,571,660	9,770,218	11,136,278	11,077,884	11,408,251	13,047,045	13,802,540	15,755,922
Operations and Maintenance	8,874,127	9,183,388	9,417,714	11,247,038	11,480,254	13,019,756	13,013,416	15,041,140	18,014,012	21,703,232
Pupil Transportation	5,272,481	5,575,251	6,188,685	6,317,769	7,002,457	6,741,819	7,239,400	8,124,976	9,973,939	12,170,956
Central Supporting Services	7,550,427	10,594,602	10,022,436	13,164,292	12,665,878	18,968,952	19,226,992	16,287,736	19,391,515	26,307,274
Community Services	1,242,672	1,451,274	1,713,220	1,995,828	1,977,628	1,453,042	1,347,839	1,789,089	2,133,832	2,174,589
Nutrition Services	5,054,729	5,123,872	5,472,832	5,616,908	5,744,220	5,148,671	6,986,217	7,594,442	9,431,341	10,171,672
Pupil Activities	3,123,814	3,183,300	3,275,169	3,299,811	2,874,364	1,656,004	3,294,462	4,192,647	4,421,261	4,689,739
Capital Outlay	14,862,348	79,545,320	72,515,618	57,677,103	45,821,997	4,000,491	31,997,272	126,625,786	57,098,389	110,371,346
Charter Schools	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586	34,760,360	57,187,048	66,437,883	74,318,211
Debt Services:										
Principal	12,359,049	10,227,368	10,499,663	8,995,528	11,832,284	11,832,610	10,347,880	29,545,634	26,793,958	41,414,571
Interest and Fiscal Charges	10,456,280	10,772,996	15,255,996	16,171,318	15,896,505	15,520,735	17,155,947	26,032,057	24,674,413	27,278,765
Bond Issuance Costs	952,239	166,540	573,212	-	-	-	1,278,818	-	-	805,644
Fiscal Charges	-	-	-	-	-	-	-	-	8,500	8,601
Advance Refunding	92,136	-	8,150	8,800	-	-	-	-	-	-
Total Expenditures by Function	\$ 176,395,798	\$ 245,182,071	\$ 249,470,278	\$ 251,109,529	\$ 257,249,147	\$ 228,800,046	\$ 273,358,403	\$ 435,998,354	\$ 405,682,532	\$ 522,268,959

School District 27J, Colorado
Assessed Value and Actual Value of Taxable Property in the District
Last Ten Fiscal Years
(Unaudited)

Levy Year/ Collection Year	Residential Property	Personal Property ¹	Commercial Property	Oil and Gas	Agricultural Property	Vacant Land	Industrial Property	State Assessed	Natural Resources	Total Taxable Assessed Value	Total Direct Tax Rate	Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2015/2016	568,131,769	130,837,590	159,152,477	68,175,826	7,010,889	49,539,530	21,765,492	10,225,998	2,762,646	1,017,602,217	49.359	8,677,921,133	11.73%
2016/2017	592,972,023	128,428,570	159,682,681	28,539,190	6,942,122	42,430,770	21,768,493	9,730,721	2,738,492	993,233,062	49.317	8,926,146,307	11.13%
2017/2018	730,637,774	130,169,750	176,347,191	21,246,700	6,673,557	74,928,380	23,128,521	9,578,864	2,007,490	1,174,718,227	49.164	11,829,920,949	9.93%
2018/2019	771,283,150	141,240,320	183,725,641	75,895,378	7,447,780	77,092,613	22,845,859	9,976,347	1,678,474	1,291,185,562	49.092	12,908,291,458	10.00%
2019/2020	947,231,281	144,762,330	241,423,018	199,329,625	7,991,662	114,405,465	39,426,341	10,595,760	1,988,544	1,707,154,026	48.810	15,408,874,954	11.08%
2020/2021	995,743,788	164,029,250	273,147,378	474,697,886	8,298,695	105,241,710	26,725,394	13,127,544	2,361,230	2,063,372,875	48.745	16,513,588,786	12.49%
2021/2022	1,114,778,125	170,181,380	316,865,643	233,547,140	8,574,548	124,570,687	30,915,330	13,442,059	1,442,414	2,014,317,326	49.866	18,919,929,213	10.65%
2022/2023	1,144,891,900	68,142,700	535,459,130	590,924,640	8,098,210	138,813,030	32,813,070	115,856,380	882,500	2,635,881,560	56.290	27,356,287,933	9.64%
2023/2024	1,112,861,890	63,500,200	467,263,270	227,830,850	8,051,340	127,752,850	13,834,890	97,978,780	109,980	2,119,184,050	56.290	27,356,328,753	7.75%
2024/2025	1,112,861,890	63,406,580	467,263,270	227,830,850	8,051,340	127,752,850	13,834,890	97,978,780	203,600	2,119,184,050	56.644	28,258,407,402	7.50%

¹ Represents personal property in Adams County only. Personal property in Weld County is distributed throughout other categories.

Tax Rates by category

Levy Year	Residential	Commercial	Oil & Gas	Collection Year
2015	7.96%	29.00%	87.50%	2016
2016	7.96%	29.00%	87.50%	2017
2017	7.20%	29.00%	87.50%	2018
2018	7.20%	29.00%	87.50%	2019
2019	7.15%	29.00%	87.50%	2020
2020	7.15%	29.00%	87.50%	2021
2021	7.15%	29.00%	87.50%	2022
2022	6.95%	29.00%	87.50%	2023
2023	6.70%	27.90%	87.50%	2024
2024	6.25%	27.90%	87.50%	2025

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

School District 27J, Colorado
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	Total Tax Levy	Current Tax Collection	Percentage of Levy Collection	Delinquent Tax Collection	Total Tax Collection	% of Total Tax Collection to Levy
2015/2016	50,227,828	48,883,815	97.32%	114,802	48,998,617	97.55%
2016/2017	48,983,275	47,777,952	97.54%	22,994	47,800,946	97.59%
2017/2018	57,753,847	57,845,688	100.16%	172,328	58,018,016	100.46%
2018/2019	63,386,880	68,762,963	108.48%	148,611	68,911,573	108.72%
2019/2020	83,326,188	81,328,553	97.60%	144,828	81,473,380	97.78%
2020/2021	100,579,111	106,648,039	106.03%	212,730	106,860,770	106.25%
2021/2022	100,445,945	120,936,222	120.40%	952,594	121,888,817	121.35%
2022/2023	148,374,238	137,106,225	92.41%	224,239	137,330,465	92.56%
2023/2024	170,279,926	109,811,444	64.49%	170,587	109,982,030	64.59%
2024/2025	181,889,457	115,531,260	63.52%	142,729	115,673,989	63.60%

Notes: County treasurer's fees of 0.25% have not been deducted from these amounts. Abatements made to taxpayers for overpayment of taxes have not been deducted from these amounts. The percent of total tax collections to levy includes amounts collected as delinquent taxes and therefore may result in total collections of more than 100% of taxes levied. Both levy and collection years are a calendar year beginning January 1. Information is not available from the counties as it relates to the year that delinquent taxes apply. In accordance with accrual accounting, delinquent taxes are recorded in the year collected, not the year assessed.

SOURCE: Adams, Broomfield and Weld Counties Treasurer's Offices reports.

School District 27J, Colorado
History of District's Assessed Valuation
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	Assessed Valuation				Percent Increase
	Adams County	Broomfield County	Weld County	Total	
2015/2016	937,492,120	5,517	80,104,580	1,017,602,217	21.2%
2016/2017	942,311,960	1,877	50,919,225	993,233,062	-2.4%
2017/2018	1,130,027,810	1,072	44,689,345	1,174,718,227	18.3%
2018/2019	1,202,126,530	783	89,058,249	1,291,185,562	9.9%
2019/2020	1,604,802,380	119	102,351,527	1,707,154,026	32.2%
2020/2021	1,869,815,880	33	193,556,962	2,063,372,875	20.9%
2021/2022	1,927,985,140	7,560	86,324,626	2,014,317,326	-2.4%
2022/2023	2,285,230,950	8,260	148,385,721	2,433,624,931	20.8%
2023/2024	2,823,008,605	11,370	202,027,554	3,025,047,529	24.3%
2024/2025	3,100,634,044	11,890	110,452,454	3,211,098,388	6.2%

NOTES: Estimated statutory actual valuation is not intended to represent market value. The estimate is based on the breakdown of major classification of property in the district and the percentage set by state law. The estimate does not include tax increment financing properties. The assessment rates for commercial property is 29% of actual valuation. Both levy and collection years are calendar year beginning January 1.

The assessment rates for residential property have been:

<u>Years</u>	<u>Percent</u>
1983-1986	21.00
1987	18.00
141	16.00
142	15.00
143	14.34
144	12.86
145	10.36
1997-2000	9.74
2001-2002	9.15
2003-2015	7.96
2016-2018	7.20
2019-2020	7.15
2021-2022	7.15
2022-2023	6.77
2023-2024	6.70
2024-2025	7.05

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

School District 27J, Colorado
Property Tax Rates
(In Mills)
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	General Fund				Bond Redemption Fund	Total Levy
	Finance Act	Credits and Abatements	Mill Levy Override	Total		
2015/2016	26.262	0.291	0.737	27.290	22.069	49.359
2016/2017	26.262	0.231	0.755	27.248	22.069	49.317
2017/2018	26.262	0.195	0.638	27.095	22.069	49.164
2018/2019	26.262	0.180	0.581	27.023	22.069	49.092
2019/2020	26.262	0.040	0.439	26.741	22.069	48.810
2020/2021	26.262	0.051	0.363	26.676	22.069	48.745
2021/2022	27.000	0.425	0.372	27.797	22.069	49.866
2022/2023	27.000	0.206	7.015	34.221	22.069	56.290
2023/2024	27.000	0.058	8.248	35.306	20.984	56.290
2024/2025	27.000	0.427	8.233	35.660	20.984	56.644

NOTES: Both levy and collection year are a calendar year beginning January 1.

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

School District 27J, Colorado
Principal Property Tax Payers
Current Year and Nine Years Ago
(Unaudited)

Taxpayer	2024		2015	
	Assessed Valuation	Percent of District's Assessed Valuation	Assessed Valuation	Percent of District's Assessed Valuation
PDC Energy	\$ 610,695,230	4.64%	\$ -	0.00%
Public Service Company of CO (Xcel)	375,695,700	2.86%	137,494,720	2.94%
Aurora Convention Center Hotel LLC	212,716,550	1.62%	-	0.00%
Crestone Peak Resources LLC #10633	130,800,650	0.99%	-	0.00%
Suncor Energy USA Inc.	114,583,850	0.87%	131,929,320	2.82%
Amazon.com Services Inc	68,534,940	0.52%	-	0.00%
Extraction Oil & Gas LLC	52,405,140	0.40%	-	0.00%
Lit Gateway Portfolio LLC	44,725,180	0.34%	-	0.00%
Luman Qwest Corporation	43,473,900	0.33%	-	0.00%
Colorado Interstate Gas Co	41,540,000	0.32%	57,685,100	1.23%
Qwest Corporation	-	0.00%	67,700,300	1.45%
Verizon Wireless LLC	-	0.00%	27,368,000	0.58%
Kerr-McGee Gathering LLC	-	0.00%	21,564,330	0.46%
Tri-State Generation	-	0.00%	25,298,610	0.54%
Public Service CO of Colorado	-	0.00%	75,023,920	1.60%
Vestar Orchard Town Center LLC	-	0.00%	33,366,920	0.71%
United Power, Inc	-	0.00%	25,498,000	0.54%
Total	<u>\$ 1,695,171,140</u>	<u>12.89%</u>	<u>\$ 602,929,220</u>	<u>12.89%</u>

NOTES: The 2024 Principal taxpayers assessed valuation amounts are as of December 31, 2024, the latest date for which information is available.

SOURCE: Adams County Assessor's Office.

School District 27J, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Unaudited)

School District No. 27J	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund	27.290	27.248	27.095	27.023	26.741	26.676	27.797	27.797	27.425	27.427
Bond Redemption Fund	22.069	22.069	22.069	22.069	22.069	22.069	22.069	22.069	22.441	20.984
Total School District No. 27J	49.359	49.317	49.164	49.092	48.810	48.745	49.866	49.866	49.866	48.411
Adams County	26.817	27.055	26.929	26.864	26.917	26.897	27.069	26.967	26.817	26.944
City of Brighton	6.650	6.650	6.650	6.650	6.650	6.650	6.650	6.650	6.650	6.650
City of Commerce City	3.280	3.128	3.160	3.280	3.104	3.200	2.920	3.110	3.280	2.700
City of Thornton	10.210	10.210	10.210	10.210	10.210	10.210	10.210	10.210	10.210	10.210
Belle Creek Metro #1	74.900	74.900	62.500	64.500	61.000	61.000	61.000	61.000	74.900	62.000
Bennett Fire Protection District No. 7	8.907	9.063	13.041	13.012	13.062	13.062	13.122	13.152	8.907	13.233
Box Elder Water and Sanitation District	42.000	42.000	42.000	42.000	42.000	42.000	42.000	42.000	42.000	45.000
Brighton Area Fire Protection District No. 6	11.795	11.795	11.795	11.795	11.795	11.795	11.795	15.320	12.795	16.793
Brighton Crossing #4 FKA Bromley Park #4	52.000	52.000	62.270	62.270	66.797	66.797	66.797	62.093	52.000	52.711
Bromley Park #2	86.025	86.025	86.025	86.025	73.074	64.662	59.088	57.969	86.025	54.500
Bromley Park #3	54.932	54.932	60.622	60.622	60.622	60.622	60.858	62.339	54.932	60.000
Bromley Park #5	40.000	40.000	40.000	40.000	40.000	40.000	40.056	40.000	40.000	40.000
Bromley Park #6	26.000	35.000	35.000	35.000	35.000	35.000	36.665	35.000	26.000	35.000
Buffalo Ridge	42.827	42.827	46.860	46.860	47.083	46.973	47.085	48.394	42.827	52.809
Central Colorado Water Conservation District	1.533	2.004	1.800	1.540	1.286	1.156	1.404	1.068	1.533	1.017
Central Colorado Ground Water Management	1.272	1.580	1.583	2.739	2.279	2.151	2.189	1.582	1.272	1.507
Commerce City Commercial GID	27.000	27.000	10.000	10.000	10.000	15.000	15.000	27.000	27.000	27.000
Fronterra Village	54.000	53.000	40.000	40.000	40.000	30.177	31.591	32.225	54.000	27.194
Fronterra Village #2	59.475	58.521	13.337	63.334	46.000	38.153	37.140	38.127	59.475	33.187
Great Rock Water and Sanitation District	46.840	46.840	51.417	51.532	47.000	47.000	47.000	48.268	46.840	50.081
Hazeltine Heights Water and Sanitation District	4.500	4.500	4.500	4.500	4.500	4.500	4.500	4.500	4.500	4.500
Hi-Land Acres Water and Sanitation District	2.852	2.852	2.852	2.852	2.852	2.852	2.852	2.852	2.852	2.852
Lost Creek Water Management District	0.787	0.862	0.813	0.945	0.945	0.945	0.945	0.945	0.787	0.945
North Metro Fire District	14.213	14.810	14.710	14.730	14.674	14.812	14.681	14.738	14.713	14.673
North Metro Fire District Bonds	1.400	1.400	1.400	1.400	1.400	1.400	1.400	1.400	1.400	0.000
North Range Metro #1	79.870	79.875	88.305	88.305	88.305	88.306	88.306	98.419	79.870	98.250
Prairie Center Metro #1	60.000	60.000	60.000	60.000	60.000	60.000	60.000	60.000	60.000	60.588
Prairie Center Metro #4	60.000	60.000	60.000	60.000	60.000	60.000	60.000	60.000	60.000	62.365
Prairie Center Metro #5	50.000	50.000	55.277	55.277	55.663	55.663	55.663	58.190	50.000	58.158
Rangeview Library FKA Adams County Library	3.659	3.659	3.669	3.666	3.677	3.670	3.689	3.615	3.659	3.667
Riverdale Dunes #1	64.062	64.039	56.683	57.763	41.395	41.278	42.175	42.641	64.062	48.591
Sable-Altura Fire District No. 11	17.000	17.264	17.000	17.000	16.760	16.752	14.992	12.638	17.000	11.985
South Adams Fire District No. 4	9.900	9.900	9.900	14.750	14.750	14.750	14.750	14.750	9.900	14.750
S. Adams Water and Sanitation District	3.102	3.102	2.701	2.714	2.449	2.490	2.277	2.424	3.102	2.013
Southeast Weld County Fire District No. 5	7.896	1.765	7.775	10.265	10.277	10.270	10.957	10.293	7.896	10.303
Todd Creek Farms #2	11.000	8.800	0.000	-	0.000	0.000	0.000	0.000	11.000	0.000
Todd Creek Village Parks and Rec.	10.000	10.000	10.000	10.000	10.000	10.000	10.000	10.000	10.000	7.505
Urban Drainage and Flood Control District	0.553	0.559	0.500	0.726	0.900	0.900	0.900	0.900	0.553	0.900
Urban Drainage and Flood Control District South Platte	0.058	0.061	0.057	0.094	0.097	0.100	0.100	0.100	0.058	0.100
Wright Farms Metropolitan District	18.000	18.000	16.000	15.000	13.000	13.000	12.500	12.500	18.000	10.400

NOTES: Overlapping governments may or may not have overlapped the District for the entire ten years shown. Totals are not shown since individual properties are not subject to all levies. Overlapping governments which do not have a property tax are not shown. Numbers shown represent the mill levy, amount assessed per \$1,000. The above figures are as of December 31, 2021, the latest date for which information is available. The year is the levy year.

SOURCE: Adams County Assessor - Abstract of Assessment and Tax Levies.

School District 27J, Colorado
Ratio of Net Bonded Debt to Actual Value
and Total Outstanding Debt per Capita
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated District Population	Estimated Personal Income	Assessed Value	Actual Value	Governmental Activities						Debt Service Funds Available	Net Bonded Debt	Net Bonded Debt to Actual Value	Percentage of Personal Income	Total Outstanding Debt Per Capita
					Certificates of Participation	Promissory Note	Capital Leases	SBITA	Bond Premium	Gross Bonded Debt					
2016	96,878	29,362	1,017,602,217	8,677,921,133	2,290,000	166,709	414,014	-	36,510,671	279,945,000	17,797,774	262,147,226	3.02%	9.94%	2,919
2017	97,292	35,041	993,233,062	8,926,146,307	2,105,000	83,355	73	-	36,957,079	268,440,000	18,631,383	249,808,617	2.80%	7.94%	2,782
2018	100,890	35,291	1,174,718,227	11,829,920,949	1,915,000	-	-	-	51,627,738	346,520,000	19,614,505	326,905,495	2.76%	9.79%	3,454
2019	104,664	34,765	1,291,185,562	12,908,291,458	1,720,000	-	-	-	48,509,916	338,520,000	24,494,347	314,025,653	2.43%	9.35%	3,251
2020	107,223	37,360	1,707,154,026	15,408,874,954	4,394,603	-	-	-	45,387,908	329,450,000	35,876,609	293,573,391	1.91%	8.33%	3,114
2021	110,764	42,984	2,063,372,875	16,513,588,786	4,070,152	-	-	-	42,281,702	318,490,000	55,381,483	263,108,517	1.59%	6.77%	2,912
2022	110,227	41,539	2,014,317,326	18,919,929,213	3,772,272	-	180,708	-	66,413,074	581,355,000	73,122,783	508,232,217	2.69%	12.78%	5,310
2023	97,393	45,916	2,076,379,121	20,367,357,674	3,467,452	-	22,822	467,708	62,172,142	552,745,000	74,287,490	478,457,510	2.35%	12.44%	5,716
2024	127,054	51,424	3,025,047,529	27,356,287,933	3,155,529	-	356,687	621,556	57,931,210	526,640,000	91,898,461	434,741,539	1.59%	8.11%	4,178
2025	127,054	55,776	3,211,098,388	28,258,407,402	2,836,338	-	-	-	62,047,657	613,825,000	94,327,645	519,497,355	1.84%	8.70%	4,854

SOURCE: Demographic data shown in this section was gathered from the Neaustar/Element One report and is deemed reliable but is not guaranteed. Population information for the School District is generally not available until the United States decennial census has been published.

School District 27J, Colorado
***Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years***
(Unaudited)

Fiscal Year	Principal	Interest and Other Expenditures	Total Debt Service	Total General Fund Expenditures and Transfer	Ratio of Debt Service to Total General Fund Expenditures and Transfer
2016	11,215,000	10,419,688	21,634,688	122,179,349	17.71%
2017	9,545,000	10,884,982	20,429,982	125,312,457	16.30%
2018	9,920,000	15,198,018	25,118,018	129,271,562	19.43%
2019	8,000,000	16,130,148	24,130,148	149,081,168	16.19%
2020	9,070,000	15,788,541	24,858,541	164,394,083	15.12%
2021	10,960,000	15,434,438	26,394,438	164,732,702	16.02%
2022	10,050,000	17,059,112	27,109,112	178,457,113	15.19%
2023	28,610,000	25,933,552	54,543,552	221,918,948	24.58%
2024	26,105,000	24,591,523	50,696,523	249,681,882	20.30%
2025	40,865,000	27,071,685	67,936,685	290,821,233	23.36%

School District 27J, Colorado
Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)

Computation of Maximum Debt Allowed:

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Taxable Assessed Valuation	\$ 1,017,615,900	\$ 993,233,062	\$ 1,174,718,227	\$ 1,291,185,562	\$ 1,707,154,026	\$ 2,063,372,875	\$ 2,014,317,326	\$ 2,433,624,931	\$ 3,025,047,529	\$ 3,211,098,388
Plus: Tax Increment Financing Dist Property	34,208,083	34,440,858	48,916,453	157,720,886	252,834,167	257,115,465	203,254,884	-	-	-
Total Assessed Valuation	1,051,823,983	1,027,673,920	1,223,634,680	1,448,906,448	1,959,988,193	2,320,488,340	2,217,572,210	2,433,624,931	3,025,047,529	3,211,098,388
Legal Debt Limit Percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Legal Debt Limit	\$ 262,955,996	\$ 256,918,480	\$ 305,908,670	\$ 362,226,612	\$ 489,997,048	\$ 580,122,085	\$ 554,393,053	\$ 608,406,233	\$ 756,261,882	\$ 802,774,597

Amount of Debt Outstanding

General Obligation Bonds Payable	\$ 279,945,000	\$ 268,440,000	\$ 346,520,000	\$ 338,520,000	\$ 329,450,000	\$ 318,490,000	\$ 581,355,000	\$ 552,745,000	\$ 526,640,000	\$ 613,825,000
Certificates of Participation	2,290,000	2,105,000	1,915,000	1,720,000	4,394,603	4,070,152	3,772,272	3,467,452	3,155,529	2,836,338
Promissory Note	166,709	85,438	-	-	-	-	-	-	-	-
Leases	414,087	73	-	-	-	-	180,708	22,822	356,687	498,492
Subscription Based IT Arrangements	-	-	-	-	-	-	-	467,708	621,556	-
Arbitrage	-	-	-	-	-	-	-	-	-	2,349,734
Bond Premium	36,510,671	36,957,079	51,627,738	48,509,916	45,392,094	42,281,702	66,408,888	62,172,142	57,931,210	62,047,657
Unused Legal Debt Margin	\$ (56,370,471)	\$ (50,669,110)	\$ (94,154,068)	\$ (26,523,304)	\$ 110,760,351	\$ 215,280,231	\$ (97,323,815)	\$ (10,468,891)	\$ 167,556,900	\$ 121,217,376

Fiscal Year 2025 Calculation

Under the Colorado Public School Finance Act of 1994, per Colorado Revised Statute 22-42-104, the limitation on bonded indebtedness is the greater of 20 percent ** of assessed value or 6 percent of actual value.

	Assessed Value	Actual Value
Assessed or Estimated Actual Value	\$ 3,211,098,388	\$ 28,258,407,402
Debt Limit Percentage**	25%	6%
Legal debt limit	802,774,597	1,695,504,444
Amount of debt applicable to debt limit	681,557,221	613,825,000
Total bonded debt as of June 30, 2025		
Legal debt margin	\$ 121,217,376	\$ 1,081,679,444

** Per section 1.3, in years of high growth as defined in the statute, the debt limit can be raised to 25%.

SOURCE: Assessed Valuations are per certifications received from the Adams, Broomfield and Weld County Assessors' Offices. Total Bonded Debt is per the School District 27J audited financial statements.

School District 27J, Colorado
Estimated Overlapping General Obligation Debt
(Unaudited)

Overlapping Entity	Outstanding General Obligation Debt	Net Outstanding General Obligation Debt Chargeable to Properties within the District	
		Percent	Amount
BNC Metropolitan District #1-2	\$ 24,061,272	100.00	\$ 24,061,272
Brighton Crossing Metropolitan District #4	-	-	-
Brighton Crossing Metropolitan District #6	-	-	-
Brighton Town Of	19,831,599	100.00	19,831,599
Brighton Urban Renewal (BURA)	-	-	-
Bromley Park Metropolitan District #2	-	-	-
Buffalo Ridge Metropolitan District	27,690,000	100.00	27,690,000
Buffalo Run Mesa Metropolitan District	4,810,000	100.00	4,810,000
Central Colorado Groundwater Mgmt	37,948,005	8.80	3,339,424
Central Colorado Water Conservation	36,667,738	17.89	6,559,858
Central Colorado Well Augmentation	17,578,197	9.27	1,629,499
Commerce City North Infrastructure GID	-	-	-
Great Rock Water and Sanitation District	-	-	-
Greater Brighton Fire	-	-	-
Hazeltine Heights Water and Sanitation	227,377	100.00	227,377
Heritage Todd Creek Metro District	31,697,000	100.00	31,697,000
Hi-Land Acres Water and Sanitation District	-	100.00	-
Potomac Farms Metropolitan District	5,901,000	100.00	5,901,000
Riverdale Dunes Metropolitan District	1,910,000	100.00	1,910,000
Riverdale Peaks II Metropolitan District	-	-	-
Todd Creek Farms Metropolitan District #2	-	-	-
Subtotal Overlapping Debt	283,999,602		174,722,954
Direct Debt of School District 27J	681,557,221	100.00	681,557,221
Total Direct & Overlapping Debt	<u>\$ 965,556,823</u>		<u>\$ 856,280,175</u>

SOURCE: Adams, Broomfield and Weld County Assessor's Offices.

- (1) Overlapping governments without general obligation debt are not shown.
- (2) The percentage of each entity's outstanding debt chargeable to the School District is calculated by comparing the assessed valuation of the portion overlapping the School District to the total assessed valuation of the overlapping entity. To the extent the School District's assessed valuation changes disproportionately with the assessed valuation of the overlapping entities, the percentage of debt for which property owners within the School District are responsible will also change.

School District 27J, Colorado
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	Industry	2015		2024	
		Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Adams County	Government	1,923	25%	1,920	26%
School District 27J	Education	1,860	24%	2,313	31%
Vestas	Manufacturing	1,300	17%	570	8%
Platte Valley Medical Center	Healthcare	626	8%	900	12%
City of Brighton	Government	502	6%	612	8%
Baker Hughes	Gas & Oil	390	5%	-	0%
O'Neal Flat Rolled Metals	Manufacturing	321	4%	-	0%
King Soopers	Retail	320	4%	-	0%
Walmart Supercenter	Retail	277	4%	353	5%
Transwest	Semi Truck Sales	270	3%	257	3%
Target	Retail	-	0%	200	3%
Wells Precast	Manufacturing	-	0%	189	3%
United Power	Utilities	-	0%	164	2%
Total		<u>7,789</u>	<u>100%</u>	<u>7,478</u>	<u>100%</u>

NOTES: The principal employers current data is as of December 31, 2024, the latest date for which information is available.

SOURCE: City of Brighton ACFR Schedule 13

School District 27J, Colorado
Percentage of Free and Reduced Meals
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Free Meals	Reduced Meals	Total Free and Reduced	Total Meals	Percent of Free and Reduced Meals
2016	755,671	164,009	919,680	1,526,986	60.23%
2017	737,988	179,037	917,025	1,568,621	58.46%
2018	718,348	203,025	921,373	1,587,949	58.02%
2019	592,029	157,455	749,484	1,397,066	53.65%
2020	495,343	128,885	624,228	1,151,690	54.20%
2021	1,260,845	984	1,261,829	1,267,526	99.55% *
2022	446,791	95,183	541,974	1,922,937	28.18%
2023	663,465	149,096	812,561	1,541,895	52.70%
2024	971,769	132,029	1,103,798	2,097,288	52.63%
2025	908,438	122,604	1,031,042	2,316,302	44.51%

SOURCE: School District 27J Nutrition Services

*Note - Meals were "free" to all students in FY21. However we did track the applications we received according to free and reduced eligibility status. Also note, because they were free, many families did not process their applications so the F/R percentages are low as compared to prior years.

School District 27J, Colorado
Full-time Equivalent School District Employees by Function
Last Ten Year
(Unaudited)

Function	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instructional	1,066.441	1,130.900	1,127.226	1,003.360	1,188.306	1,080.219	1,181.620	1,208.400	1,324.840	1,563.000
Support Services										
Pupil Services	86.650	118.830	129.398	120.400	126.383	133.900	142.850	148.190	154.550	226.000
Instructional Staff	33.135	33.430	45.957	39.630	42.980	56.675	52.975	58.250	61.830	93.000
General Administration	7.975	8.750	7.980	7.830	6.625	7.625	7.250	9.250	10.250	15.000
School Administration	100.475	118.190	114.630	117.960	124.948	128.955	128.453	132.660	135.240	156.000
Operations and Maintenance	96.450	105.500	119.800	126.300	134.150	132.550	139.950	19.000	191.050	207.000
Pupil Transportation	99.125	122.313	118.960	120.930	122.700	126.875	121.663	153.500	129.340	160.000
Business Supporting Services	15.900	13.625	20.743	14.500	15.000	15.000	15.500	116.025	18.000	19.000
Central Supporting Services	38.300	43.738	46.610	46.610	50.881	49.056	51.056	55.056	59.400	69.000
Nutrition Services	71.175	77.570	76.405	83.390	79.975	81.025	88.475	1.075	89.110	177.000
Enterprise Operations	18.838	28.031	38.600	41.270	31.750	29.300	31.319	84.663	36.810	59.000
Community Services	9.000	1.000	1.800	1.800	0.800	1.075	1.075	32.100	2.030	4.000
Facilities Acquisition/Construction	6.075	11.040	13.768	12.680	11.675	11.325	15.150	14.250	13.250	14.000
Pupil Activities	-	-	-	-	-	-	-	-	-	-
Total	1,649.539	1,812.916	1,861.877	1,736.660	1,936.172	1,853.580	1,977.336	2,032.419	2,225.700	2,762.000

NOTES: FTE's include all employees paid from all funds.

SOURCE: School District records

School District 27J, Colorado
Teacher/Student Ratio
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Pupil Membership</u>	<u>Teacher FTE</u>	<u>Pupil/Teacher Ratio</u>
2015/2016	17,042	815.39	20.90
2016/2017	17,116	817.62	20.93
2017/2018	17,883	785.78	22.76
2018/2019	18,712	828.93	22.57
2019/2020	19,248	895.10	21.50
2020/2021	19,188	970.00	19.78
2021/2022	20,338	1,027.00	19.80
2021/2022	22,687	1,149.20	19.74
2023/2024	23,108	1,208.10	19.10
2024/2025	23,220	1,199.00	19.37

SOURCE: Colorado Department of Education Statistical Reports (includes Charter Schools)

School District 27J, Colorado
Teacher Salaries and Education
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Salary Ranges			# of Teachers in Each Range		
	Bachelor's Degree	Master's Degree	PHD	Bachelor's Degree	Master's Degree	PHD
2015/2016	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	238	468	37
2016/2017	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	242	475	43
2017/2018	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	241	511	43
2018/2019	\$37,500-\$70,142	\$40,767-\$83,762	\$49,278-\$86,026	244	499	46
2019/2020	\$40,400-\$73,383	\$43,700-\$87,275	\$52,294-\$89,584	306	504	20
2020/2021	\$40,525-\$73,610	\$43,835-\$87,544	\$52,456-\$89,861	308	613	49
2021/2022	\$40,525-\$74,285	\$43,835-\$88,220	\$52,456-\$90,537	298	676	53
2022/2023	\$43,078-\$78,966	\$46,597-\$93,788	\$55,760-\$96,241	279	641	48
2023/2024	\$52,003-\$54,982	\$55,521-\$63,012	\$64,685-\$106,641	225	350	56
2024/2025	\$55,122-\$81,710	\$58,851-\$99,011	\$69,308-\$113,783	288	847	63
	<u>Avg. Salary SD27J</u>					
2015/2016	\$53,601					
2016/2017	\$53,173					
2017/2018	\$54,319					
2018/2019	\$56,785					
2019/2020	\$53,063					
2020/2021	\$57,443					
2021/2022	\$57,443					
2022/2023	\$57,500					
2023/2024	\$74,033					
2024/2025	\$80,453					

SOURCE: School District Records

School District 27J, Colorado
School Building Information
June 30, 2025
(Unaudited)

	Enrollment for the 2024/25 School Year	Recommended Capacity ¹	Capacity Used in 2024/25	Years Constructed/ Renovated ²
ELEMENTARY SCHOOLS (PK-5)				
Brantner (PK-5)	574	748	76.74%	2012/2019
Henderson (PK-5)	357	644	55.43%	1969/2016/2018
Northeast (PK-5)	470	789	59.57%	1973/1999/2018
Padilla (PK-5)	672	684	98.25%	2021
Pennock (K-5)	592	853	69.40%	2003
Reunion (PK-5)	742	784	94.64%	2017
Second Creek (PK-5)	697	839	83.08%	2003
South (PK-5)	337	563	59.86%	1969/2000
Southeast (PK-5)	527	708	74.44%	1963/1995/2018
Southlawn (PK-5)	673	709	94.92%	2023
Thimmig (PK-5)	531	869	61.10%	2002
Turnberry (PK-5)	742	874	84.90%	2008
West Ridge (PK-5)	690	878	78.59%	2007
Total Elementary Schools	<u>7,604</u>	<u>9,942</u>	<u>76.48%</u>	
MIDDLE SCHOOLS (6-8)				
Overland Trail	581	718	80.92%	1984/2000/2005/2018
Prairie View Middle School	679	825	82.30%	2008
Quist Middle School	855	1,025	83.41%	2018
Stuart Middle School	794	825	96.24%	2009
Vikan	528	731	72.23%	1961/2002/2018
Total Middle Schools	<u>3,437</u>	<u>4,124</u>	<u>83.34%</u>	
HIGH SCHOOL (9-12)				
Brighton High School	1,734	2,075	83.57%	1982/2005/2017/2023
Prairie View High School	1,809	2,151	84.10%	2006/2021/2023
Riverdale Ridge High School	1,784	1,981	90.06%	2018/2023
Innovations & Options	202	357	56.58%	1926/1955/1970/2002/2017
Total for High School	<u>5,529</u>	<u>6,564</u>	<u>84.23%</u>	
OTHER*				
27J Preschool at Sakata Educational Campus	72	110	65.45%	2019
Discovery Magnet School (K-8)	692	709	87.90%	2024
Total for Other	<u>764</u>	<u>819</u>	<u>93.28%</u>	
Total in District Buildings (PK-12)	<u><u>17,334</u></u>	<u><u>21,449</u></u>	<u><u>80.81%</u></u>	
Charters (Not In District Buildings)	4,268	4,700	90.81%	
Total not in District Buildings (PK-12)	<u>4,268</u>	<u>4,700</u>	<u>90.81%</u>	

1 Recommended capacity equals the maximum class size and includes modular classroom space and preschool classes.

2 Includes initial year of construction and years of major additions and renovations

*NOTES: The above figures do not take into consideration half-time students and various methods of utilizing classrooms at the secondary level. This table also does not report 27J Online. Students who attend this program aren't required to attend in person in a district building, unless they are testing or are receiving tutoring. In that situation, they would attend the Sakata Education Campus

The School District obtains land for schools via land dedications and by land purchases.

The School District has obtained land by dedication from developers for purchase for 11 elementary school sites, 2 middle school site and 2 high school sites totaling over 454 acres. We have obtained land via purchase for PVHS, PVMS, SMS and QMS.

In addition to the school buildings and their contents, the School District owns or leases the following facilities and properties: the District Training Center, the District Educational Services Center, a technology building & annex, a facilities building utility/storage buildings, an indoor swimming pool.

SOURCE: School District Records

School District 27J, Colorado
Enrollment and Funded Pupil Count by Grade
Last Ten Fiscal Years
(Unaudited)

Grade	Oct 1 2015	Oct 1 2016	Oct 1 2017	Oct 1 2018	Oct 1 2019	Oct 1 2020	Oct 1 2021	Oct 1 2022	Oct 1 2023	Oct 1 2024	Ten Year Average Class Size
Colo. Preschool Proj.	297.0	280.5	401.0	454.0	482.5	297.5	507.0	520.0	498.0	551.0	428.9
Special Ed. Preschool	185.0	199.0	211.0	232.0	233.5	233.5	219.0	301.0	302.0	404.0	252.0
K	1,308.0	1,235.0	1,369.0	1,386.0	1,409.0	1,372.0	1,399.0	1,543.0	1,572.0	1,561.0	1,415.4
1	1,329.0	1,355.0	1,302.0	1,406.0	1,429.0	1,406.0	1,513.0	1,574.0	1,603.0	1,629.0	1,454.6
2	1,412.0	1,338.0	1,395.0	1,346.0	1,429.0	1,426.0	1,464.0	1,623.0	1,617.0	1,683.0	1,473.3
3	1,434.0	1,420.0	1,406.0	1,428.0	1,390.0	1,423.0	1,516.0	1,591.0	1,658.0	1,685.0	1,495.1
4	1,396.0	1,450.0	1,469.0	1,478.0	1,471.0	1,419.0	1,545.0	1,653.0	1,641.0	1,737.0	1,525.9
5	1,431.0	1,405.0	1,474.0	1,486.0	1,530.0	1,475.0	1,456.0	1,662.0	1,685.0	1,732.0	1,533.6
6	1,262.0	1,355.0	1,408.0	1,534.0	1,561.0	1,523.0	1,551.0	1,604.0	1,714.0	1,755.0	1,526.7
7	1,261.0	1,260.0	1,395.0	1,462.0	1,570.0	1,571.0	1,583.0	1,782.0	1,693.0	1,820.0	1,539.7
8	1,253.0	1,272.0	1,282.0	1,439.0	1,456.0	1,570.0	1,614.0	1,765.0	1,825.0	1,815.0	1,529.1
9	1,149.0	1,226.0	1,299.0	1,363.0	1,475.0	1,477.0	1,674.0	1,950.0	1,890.0	1,992.0	1,549.5
10	1,155.0	1,136.0	1,239.0	1,313.0	1,363.0	1,428.0	1,490.0	1,894.0	1,935.0	1,923.0	1,487.6
11	1,095.0	1,098.0	1,106.0	1,212.0	1,260.0	1,311.0	1,434.0	1,619.0	1,842.0	1,944.0	1,392.1
12	1,075.0	1,086.0	1,127.0	1,173.0	1,189.0	1,256.0	1,373.0	1,606.0	1,669.0	1,912.0	1,346.6
Ungraded	-	-	-	-	-	-	-	-	-	-	-
Total Enrollment (Pupil Membership)	17,042.0	17,115.5	17,883.0	18,712.0	19,248.0	19,188.0	20,338.0	22,687.0	23,144.0	24,143.0	19,950.1
Adjustments to calculate Funded Pupil Count											
CPP (.5 FTE)	(161.0)	(167.0)	(167.0)	(200.5)	(233.0)	(148.8)	(231.5)	(241.0)	(249.0)	-	(179.9)
Spec Ed Preschool (.5 FTE)	(92.5)	(99.5)	(99.5)	(189.0)	(111.5)	(116.8)	(120.0)	(150.5)	(151.0)	(202.0)	(133.2)
Kindergarten (.5 FTE)	(652.5)	(617.5)	(617.5)	(558.5)	-	-	-	-	-	-	(244.6)
Full Day Kinder Factor .08	104.6	98.8	98.8	89.4	-	-	-	-	-	-	39.2
Part-Time Students (.5 FTE)	(25.0)	(10.0)	(10.0)	(8.5)	(6.0)	(6.0)	-	-	-	-	(6.6)
Out-of-District Students	-	-	-	3.0	4.0	4.0	-	-	4.0	11.0	2.6
Non-Eligible Students	(131.0)	(128.0)	(128.0)	(171.0)	(185.0)	(185.0)	(177.0)	(161.0)	-	-	(126.6)
Other Students	218.5	280.4	280.4	158.1	114.0	114.0	35.0	47.5	31.0	32.0	131.1
Total Funded Pupil Count	16,303.1	16,472.7	17,240.2	17,835.0	18,830.5	18,849.5	19,844.5	22,182.0	22,779.0	23,984.0	19,432.1

NOTES: FPC is the District's funded pupil count as defined by the Colorado School Finance Act. Full day Kinder Factor additional funding began in 2008. Beginning in FY19-20, Kindergarten was funded at a 1.0 FTE.

SOURCE: Colorado Department of Education pupil membership by county, district and grade report.

Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Compliance Section



**Independent Auditors' Report On Internal
Control Over Financial Reporting And On
Compliance And Other Matters Based On An
Audit Of Financial Statements Performed In
Accordance With *Government Auditing Standards***

Board of Education
School District 27J
Brighton, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of School District 27J (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 23, 2025. Our report includes a reference to other auditors who audited the financial statements of the Capital Facility Fee Foundation, Bromley East Charter School, Eagle Ridge Academy Charter School, Belle Creek Charter School, Foundation Academy Charter School, Landmark Academy Charter School and STEAD Charter School, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Capital Facility Fee Foundation, Bromley East Charter School, Belle Creek Charter School and STEAD Charter School were not audited in accordance with *Government Auditing Standards*.

Report On Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2025-001 that we consider to be a significant deficiency.

Report On Compliance And Other Matters

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

The District's Response To Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose Of This Report

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

RubinBrown LLP

December 23, 2025

**Independent Auditors' Report On Compliance
For The Major Federal Program, Report
On Internal Control Over Compliance And
Report On The Schedule Of Expenditures
Of Federal Awards Required By The Uniform Guidance**

Board of Education
School District 27J
Brighton, Colorado

Report On Compliance For The Major Federal Program

Opinion On The Major Federal Program

We have audited School District 27J (the District) compliance with the types of compliance requirements identified as subject to audit in the Office of Management and Budget's OMB Compliance Supplement that could have a direct and material effect on the District's major federal program for the year ended June 30, 2025. The District's major federal program are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

Basis For Opinion On The Major Federal Program

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

We are required to be independent of the District and to meet our ethical responsibilities in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities Of Management For Compliance

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

Auditors' Responsibilities For The Audit Of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report On Internal Control Over Compliance

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

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

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

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

RubinBrown LLP

December 23, 2025

SCHOOL DISTRICT 27J, COLORADO
FINAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)
AS OF June 30, 2025

	Pass Through Grant Number	Federal ALN	Federal Expenditures	Expenditures to Subrecipients
<i>US Department of Agriculture:</i>				
Child Nutrition Cluster				
Passed through State Department of Education:				
National School Lunch Program (4555)	4555	10.555	\$ 5,599,744	\$ -
Passed through Colorado Department of Human Services:				
Food Donation (4555)	4550	10.555	1,010,112	-
Subtotal National School Lunch ALN 10.555:			6,609,857	-
Passed through State Department of Education:				
Summer Food Service Program for Children (4559)	4559	10.559	368,296	-
Seamless Summer Option Breakfast (4553)	4553	10.553	940,908	-
Total Child Nutrition Cluster			7,919,061	-
Passed through the State Department of Education:				
Summer EBT - Federal - Distributions	4646	10.646	3,025	-
Total US Department of Agriculture			7,922,086	-
<i>US Treasury Department:</i>				
Passed through Adams County, Colorado:				
ADAMS County ARPA Grant	7127	21.027	55,389	-
Total US Treasury Department			55,389	-
<i>US Department of Education:</i>				
Passed through State Department of Education:				
Special Education Cluster				
Title VIB - Handicapped / IDEA - Part B (4027)	4027	84.027	4,653,125	-
Title VIB - Handicapped / IDEA - Preschool (4173)	4173	84.173	71,083	-
Total Special Education Cluster			4,724,208	-
Title I, Part A (ESSA) (5010)				
Title I, Part A (4010)	5010	84.010	420,722	-
Subtotal ALN 84.010:	4010	84.010	2,000,340	-
			2,421,062	-
Title IIA - Teacher Quality (4367)				
	4367	84.367	531,622	-
Every Student Succeeds Act (ESSA), Title V: State Facilities Incentive Grant				
	5283	84.282D	381,077	-
Title III - English Language (4365)				
	4365	84.365	305,012	-
Title IV Part A- Student Support (4424)				
	4424	84.424	123,119	-
Stronger Connections Grant Program (SCG) 4451				
	4451	84.424F	89,794	-
Covid-19 - Elementary and Secondary School Emergency Relief (4414)				
	4414	84.425U	168,434	-
Covid-19 - ESSER III ARPA - State Set-Aside EASI (4434)				
	4434	84.425U	35,541	-
Covid-19 - ARP ESSER Mentor Program (4436)				
	4436	84.425U	39,478	-
Covid-19 - American Rescue Plan - Homeless Children and Youth (8425)				
	8425	84.425W	34,441	-
Covid-19 - American Rescue Plan - Homeless Children and Youth II (8426)				
	8426	84.425W	32	-
Subtotal Emergency Relief Funds ALN 84.425:			277,926	-
Passed through Colorado Community College System/MEP Youth Advocate Aurora				
Carl Perkins (4048)	4048	84.048	70,565	-
Total US Department of Education			8,924,384	-
<i>US Department of Health and Human Services:</i>				
Passed through State Department of Education:				
Child Care Development Fund Cluster				
Capacity Building Grant - Preschool	8575	93.575	149,065	-
Total US Department of Health and Human Services			149,065	-
Total Federal Assistance			\$ 17,050,924	\$ -

SCHOOL DISTRICT 27J

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2025

1. General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of all federal award programs of the District. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

2. Basis Of Accounting

The accompanying Schedule is presented using the accrual basis of accounting, which is described in Note 1 to the financial statements of the District.

3. Indirect Costs

The District has not elected to use the 10% de minimis indirect cost rate as allowed in the Uniform Guidance, Section 414.

SCHOOL DISTRICT 27J

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2025**

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	_____ yes	___ <u>x</u> ___ no
Significant deficiency(ies) identified?	___ <u>x</u> ___ yes	_____ none reported
Noncompliance material to financial statements noted?	_____ yes	___ <u>x</u> ___ no

Federal Awards

Internal control over major federal program:

Material weakness(es) identified?	_____ yes	___ <u>x</u> ___ no
Significant deficiency(ies) identified?	_____ yes	___ <u>x</u> ___ none reported

Type of auditors' report issued on compliance for major federal program:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

_____ yes	___ <u>x</u> ___ no
-----------	---------------------

Identification of major federal program:

<u>Assistance Listing No.</u>	<u>Name Of Federal Program Or Cluster</u>
-------------------------------	---

10.553, 10.555, 10.559	Child Nutrition Cluster
------------------------	-------------------------

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

_____ yes	___ <u>x</u> ___ no
-----------	---------------------

SCHOOL DISTRICT 27J

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)* For The Year Ended December 31, 2025

Section II - Financial Statement Findings

Finding 2025-001

Significant Deficiency, Internal Control Over Financial Reporting

Criteria Or Specific Requirement: Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Condition: During the audit, it was noted that prepaid Subscription-Based Information Technology Arrangements (SBITA) contracts that had commenced during the fiscal year remained in prepaid expenditures, when they should have been expensed to capital outlay.

Cause: The year-end reconciliation and review process related to SBITA transactions was not performed on a timely basis to either prevent, or detect and correct, this error.

Effect: The District's general fund prepaid expenses were overstated and capital outlay was understated by \$3.2 million.

Identification As A Repeat Finding: N/A

Recommendation: The District should evaluate their review of year-end reconciliation and close process over SBITA contracts to improve the timeliness of identification of potential errors in the accounts and correct such items before the end-of-year close process is complete.

Views Of Responsible Officials And Planned Corrective Action: The District agrees with the finding and has put together a correction action plan for the finding. See corrective action plan included in this report.

SCHOOL DISTRICT 27J

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)*
For The Year Ended December 31, 2025

Section III - Federal Award Findings And Questioned Costs

There were no federal award findings or questioned costs for the year ended June 30, 2025.



27J Schools
 Superintendent
 Will Pierce
 18551 E. 160th Avenue,
 Brighton, CO 80601

27J Schools Board of Education
 Tom Green, President
 Mandy Thomas, Vice President
 Tracie Alvarado, Director
 Melinda Carbajal, Director
 Ashley Conn, Director
 Starr Trujillo, Director
 Rachel Wilhelm, Director

**CORRECTIVE ACTION PLAN
 For The Year Ended June 30, 2025**

Finding 2025-001 – Prepaid Subscription-Based Information Technology Arrangements (SBITA) Review and Reconciliation

Personnel Responsible for Corrective Action: Brittany Bartter, Accounting Manager - Finance Department

Anticipated Completion Date: June 30, 2026

Corrective Action Plan: The District Finance Department will continue to develop processes within the internal framework surrounding the year-end close process to ensure prepaid contracts are properly classified and expensed at year end. Specific to SBITA contract review and reconciliation, the District Finance Department has obtained clarification and guidance from our Auditors to fully understand the accounting requirements for these types of contracts. Additionally, the Finance Department will provide on-going training and implementation for the long-term subscription contract process for year end. The approval, review and reconciliation of this process will also be documented in the internal control framework for the District’s year end processes so if staff turnover occurs, there will be documentation to reference.



27J Schools
Superintendent
Will Pierce
18551 E. 160th Avenue,
Brighton, CO 80601

27J Schools Board of Education
Tom Green, President
Mandy Thomas, Vice President
Tracie Alvarado, Director
Melinda Carbajal, Director
Ashley Conn, Director
Starr Trujillo, Director
Rachel Wilhelm, Director

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For The Year Ended June 30, 2025

There were no prior audit findings for the year ended June 30, 2024.



Colorado Department of Education

Auditors Integrity Report

District: 0040 - School District 27J

Fiscal Year 2024-25

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	11,243,590	290,167,286	215,998,769	85,412,106
18 Risk Mgmt Sub-Fund of General Fund	9,709,392	-3,556,733	3,926,772	2,225,887
19 Colorado Preschool Program Fund	5,485,976	2,319,077	6,861,322	943,731
Sub- Total	26,438,958	288,929,630	226,786,863	88,581,725
11 Charter School Fund	25,658,835	64,161,928	63,058,374	26,762,389
20,26-29 Special Revenue Fund	7,091,639	4,305,601	3,845,726	7,551,514
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	6,028,372	11,871,819	10,322,290	7,577,902
22 Govt Designated-Purpose Grants Fund	740,537	16,200,782	16,681,757	259,562
23 Pupil Activity Special Revenue Fund	5,869,312	2,899,205	4,609,724	4,158,794
25 Transportation Fund	18,139,785	-5,945,626	12,194,158	0
31 Bond Redemption Fund	143,605,940	44,360,003	93,638,301	94,327,642
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	407,125,514	-129,277,794	105,571,027	172,276,693
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	640,698,892	297,505,550	536,708,220	401,496,222
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	700,934	0	23,408	677,526
60,65-69 Other Internal Service Funds	224,369	-65,912	158,457	0
Totals	925,303	-65,912	181,865	677,526
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	31,053	2,309	0	33,361
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	6,198,548	1,500,720	57,282	7,641,987
Totals	6,229,601	1,503,029	57,282	7,675,348

FINAL

THIS PAGE INTENTIONALLY LEFT BLANK



Department of Finance
School District 27J
88 N. 40th Avenue | Brighton, CO 80601