

Clear Creek School District RE-1

Financial Report

June 30, 2025



**Clear Creek School District RE-1
Financial Report
June 30, 2025**

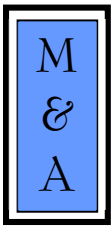
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McMAHAN AND ASSOCIATES, L.L.C.

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Education
Clear Creek School District RE-1
Idaho Springs, Colorado**

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, and each major fund of Clear Creek School District RE-1, Colorado (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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the discretely presented component unit, and each major fund 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 ("U.S. GAAP").

We did not audit the financial statements of the Georgetown Community School ("the School"), which represent 100% of the assets, the net position, and the revenues of the aggregate remaining fund information, respectively, as of and for the year ended June 30, 2025. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the School, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. GAAP; 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 one year after the date that the financial statements are issued.

Member: American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with U.S. GAAS, 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

U.S. GAAP require Management's Discussion and Analysis in Section B, the Schedule of the District's Proportionate Share of the Net Pension Liability, Schedule of District Pension Contributions, Schedule of District's Proportionate Share of the Other Post-Employment Benefits Liabilities, Schedule of District's Other Post-Employment Benefit Contributions, and the Notes to the Required Supplementary Information in Section E, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in section B in accordance with U.S. 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.

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

Required Supplementary Information (continued)

The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by U.S. GAAP. The budgetary comparison information in section E is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 U.S. GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining fund financial statements, individual budgetary schedules, the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures, and the Schedule of Expenditures of Federal Awards as required by *Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* included in the Single Audit Section, and the Statistical Section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fund financial statements, individual budgetary schedules, the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures, and the Schedule of Expenditures of Federal Awards listed in the accompanying table of contents 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 U.S. GAAS. In our opinion, the combining fund financial statements, individual budgetary schedules, the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures, and the Schedule of Expenditures of Federal Awards listed in the accompanying table of contents is 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 statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 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 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 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 on compliance.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
Avon, Colorado
December 9, 2025

Clear Creek School District RE-1
Management's Discussion and Analysis



Clear Creek School District RE-1

Management Discussion and Analysis

As management of Clear Creek School District RE-1 (the "District"), we offer readers of the District's annual financial report this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the District's financial statement, which follow this section.

Financial Highlights

The District had the following financial results in 2025:

- The District's General Fund balance at the end of fiscal year 2025 was \$6,396,435. This is a decrease from the prior year of \$31,429.
- The District's ending General Fund balance consists of 55% of the current year expenditures and transfers out of \$11,683,488.

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements – The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of activities.

The *statement of net position* presents information on all the District's assets, deferred outflows of 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 the financial health of the District.

The *statement of activities* presents information showing how the District's net position changed during the most recent fiscal year. Changes in net position are reported as soon as the underlying event effecting the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and changes in long-term compensated absences).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The categories that are reported in the District-wide financial statements are as follows:

- **Governmental activities:** All of the District's basic services are included here, such as instructional services, support services, food services, and student activities.
- **Business-type activities:** The District includes the tuition preschool fund under business-type activities.
- **Discretely presented component unit:** The District includes the activity of its component unit, Georgetown Community School.

The government-wide financial statements can be found on pages C1 and C2 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 fund financial statements provide more detailed information about the operations of the District by fund instead of the District as a whole. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

Government 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 funds financial statements focus on current sources and uses of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental fund and governmental activities.

The District's most significant, or "major" governmental funds include the General Fund, the Food Service Fund, the Grant Fund, the Pupil Activity Fund, the Debt Service Fund, the Capital Reserve Fund, and the Building Fund.

The District adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with state budget statutes.

The basic major governmental fund statements begin on page C3.

Proprietary funds: The District maintains proprietary funds, which are enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the district-wide financial statements. The District uses enterprise funds to account for its tuition preschools. Proprietary Funds provide the same type of information as the district-wide financial statements, only in more detail. The proprietary fund financial statements provide financial reports for the District's tuition preschools which are considered to be major funds of the District.

Notes to the Financial Statements

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplemental information that further explains and supports the financial statements with a comparison of the District's budget for the year.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a district's financial position. For the year ended June 30, 2025, the District's total net position was \$15,415,024. Of the District's liabilities were net pension liability of \$15,062,601 and net other post-employment benefits ("OPEB") liability of \$267,253. The net pension and OPEB liabilities are the District's proportionate share of the School Division Trust Fund pension liability and Health Care Trust Fund's collective OPEB liability, respectively, administered by the Public Employees' Retirement Association of Colorado. This was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll forward the total pension and OPEB liabilities to December 31, 2024.

The assets of the District are classified as current assets and capital assets. Current assets are available to provide resources for the near-term operations of the District. The majority of the current assets are the result of the property tax process, with the majority of these taxes received in March, May, and June.

Capital assets are made up of land, construction in progress, buildings, and equipment/vehicles. Current and long-term liabilities are classified based upon anticipated liquidation, either in the near-term or in the future.

Summary of Net Position

The following table provides a summary of the District's net position as of the fiscal year ended June 30, 2025.

Clear Creek School District RE-1's Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and other assets	\$ 17,651,528	30,994,073	\$ 96,478	84,204	\$ 17,748,006	31,078,277
Capital assets, net	57,009,045	53,627,345	-	-	57,009,045	53,627,345
Total Assets	74,660,573	84,621,418	96,478	84,204	74,757,051	84,705,622
Deferred Outflow of Resources	3,091,653	5,190,747	-	-	3,091,653	5,190,747
Liabilities:						
Other liabilities	2,263,390	9,313,945	65,216	68,609	2,328,606	9,382,554
Long-term liabilities	58,555,978	62,631,127	-	-	58,555,978	62,631,127
Total Liabilities	60,819,368	71,945,072	65,216	68,609	60,884,584	72,013,681
Deferred Inflow of Resources	1,549,096	1,149,590	-	-	1,549,096	1,149,590
Net Position:						
Net investment in capital assets	20,248,875	27,853,516	-	-	20,248,875	27,853,516
Restricted	6,937,054	2,655,616	11,037	13,758	6,948,091	2,669,374
Unrestricted	(11,802,167)	(13,791,629)	20,225	1,837	(11,781,942)	(13,789,792)
Total Net Position	\$ 15,383,762	16,717,503	\$ 31,262	15,595	\$ 15,415,024	16,733,098

Of the District's total assets, 76% are capital assets (e.g. land, buildings, and equipment). The District uses these assets to provide instruction and related services to its students.

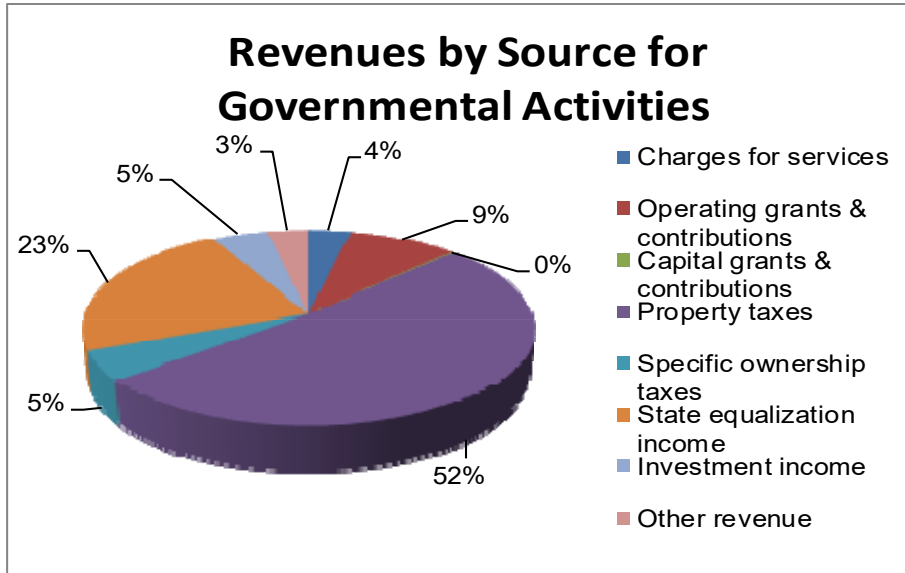
Summary of Activities

Net position decreased by \$1,318,074. The following graph summarizes the District's change in net position:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program revenues:						
Charges for services	\$ 556,747	512,456	\$ 134,118	139,540	\$ 690,865	651,996
Operating grants & contributions	1,466,420	1,602,586	233,788	263,477	1,700,208	1,866,063
Capital grants & contributions	26,568	422,443	-	-	26,568	422,443
General revenues:						
Property taxes	8,311,468	8,294,846	-	-	8,311,468	8,294,846
Specific ownership taxes	789,685	768,252	-	-	789,685	768,252
State equalization income	3,649,189	3,297,789	-	-	3,649,189	3,297,789
Grants and contributions not restricted to specific programs	391,813	369,729	-	-	391,813	369,729
Investment income	739,657	2,079,977	-	-	739,657	2,079,977
Gain on disposal of assets	2,879	7,750	-	-	2,879	7,750
Other revenue	144,842	147,879	-	-	144,842	147,879
Total Revenues	16,079,268	17,503,707	367,906	403,017	16,447,174	17,906,724
Expenses:						
Direct instruction	7,930,234	5,330,583	-	-	7,930,234	5,330,583
Indirect instruction	1,317,894	1,877,494	-	-	1,317,894	1,877,494
General administration	1,461,816	1,567,651	-	-	1,461,816	1,567,651
Support services	839,642	758,169	-	-	839,642	758,169
Custodial and maintenance	3,124,260	2,916,851	-	-	3,124,260	2,916,851
Transportation	974,853	1,188,866	-	-	974,853	1,188,866
Food service	442,882	502,821	-	-	442,882	502,821
Community service	-	871	-	-	-	871
Tuition preschool	-	-	452,239	458,601	452,239	458,601
Interest on long-term debt	1,221,428	1,595,630	-	-	1,221,428	1,595,630
Total Expenses	17,313,009	15,738,936	452,239	458,601	17,765,248	16,197,537
Change in Net Position	(1,233,741)	1,764,771	(84,333)	(55,584)	(1,318,074)	1,709,187
Net Position - Beginning of Year	16,717,503	14,955,232	15,595	68,679	16,733,098	15,023,911
Transfers	(100,000)	(2,500)	100,000	2,500	-	-
Net Position - End of Year	\$ 15,383,762	16,717,503	\$ 31,262	15,595	\$ 15,415,024	16,733,098

Property taxes, specific ownership tax, and per pupil state formula revenue (School Finance Act-State Equalization) account for most of the District’s revenue. The remainder comes from grants and contributions with the remainder from fees charged for services and miscellaneous sources.

The following chart displays the revenues by source for the total District:



The District’s expenses predominantly relate to instruction and support services, which include support for students and instructional staff, administration, operations and maintenance, and transportation. Given that the District is a service organization providing education services to students, the majority of the expenses are paid in the form of compensation (salaries and benefits) to the District’s employees.

Financial Analysis of the District’s Funds: As mentioned earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of the District’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District’s financing requirements. In particular, unassigned balances may serve as a useful measure of the District’s net resources available for spending at the end of the fiscal year. The District did increase its unassigned balance, or fund balance, at the end of this fiscal year; a focus must be made to make an increase each year to that balance to ensure the fiscal health of the District.

At the end of the current fiscal year, the District’s governmental funds reported combined ending fund balances of \$15,310,619. This is a decrease of \$6,217,578 from the prior year ending fund balances. The decrease is mainly due to expenditures of bond proceeds for construction projects in the Building Fund.

General Fund Budgetary Highlights: The District’s budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund. Original and final adopted budgets, as well as variances between actual revenues, expenditures, and final budgeted amounts are reflected in the Required Supplementary Information beginning on page E1 of the audited financial statements.

Actual expenditures of \$11,308,488 were favorable to budgeted expenditures of \$11,741,222.

Capital Assets: The District's investment in capital assets for governmental activities as of June 30, 2025 amounts to \$57,009,045, (net accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, and vehicles.

Additional information as well as a detailed classification of the District's net capital assets can be found in the Notes to the Financial Statement section of this report.

Long-Term Debt: As of June 30, 2025, the District had an outstanding debt of \$58,555,978 consisting of the District's net pension and OPEB liabilities, general obligation bonds, and compensated absences payable. The District's net pension liability decreased \$2,251,927 from the previous year.

Additional information as well as a detailed classification of the District's long-term liabilities can be found in the Notes to the Financial Statement section of this report.

Economic Factors: The Public School Finance Act is the largest source of revenue for the District's operating funds. The School Finance Act calculates per-pupil funding by school District based upon a formula that takes into consideration the cost of living, number of students, District size, personnel vs. non-personnel, and number of at-risk students. The purpose of this act was to establish a financial base of support for public education, to move towards a uniform mill levy tax statewide for all Districts, and to limit future growth of and reliance upon property tax to support public education.

Next Year's Budget and Rates: The District's General Fund balance at the end of fiscal year 2025 was \$6,396,435. The District budgeted revenues to cover budgeted expenditures in the General Fund for fiscal year 2025.

Request for Information:

This financial report is designed to provide a general overview of the District's finances for all those with an interest. Questions concerning any of the information in this report or requests for additional financial information should be addressed to:

Clear Creek School District RE-1
Chief Financial Officer
P.O. Box 3399
Idaho Springs, CO 80452

Clear Creek School District RE-1

Basic Financial Statements



Clear Creek School District RE-1
Statement of Net Position
June 30, 2025

	Primary Government			Component
	Governmental Activities	Business-type Activities	Total	Unit Georgetown Community School
Assets:				
Current Assets:				
Cash and cash equivalents	16,209,253	-	16,209,253	614,799
Accounts receivable, net:				
Taxes	1,118,210	-	1,118,210	-
Other	232,455	-	232,455	20,443
Internal balances	(96,017)	96,017	-	-
Prepaid items	181,196	461	181,657	1,214
Inventory	6,431	-	6,431	-
Total Current Assets	<u>17,651,528</u>	<u>96,478</u>	<u>17,748,006</u>	<u>636,456</u>
Capital Assets:				
Capital assets not being depreciated	1,733,011	-	1,733,011	-
Capital assets being depreciated, net	55,276,034	-	55,276,034	87,874
Total Capital Assets	<u>57,009,045</u>	<u>-</u>	<u>57,009,045</u>	<u>87,874</u>
Total Assets	<u>74,660,573</u>	<u>96,478</u>	<u>74,757,051</u>	<u>724,330</u>
Deferred Outflows of Resources				
Related to pension	3,048,879	-	3,048,879	576,213
Related to other post-employment benefits ("OPEB")	42,774	-	42,774	11,991
Total Deferred Outflows of Resources	<u>3,091,653</u>	<u>-</u>	<u>3,091,653</u>	<u>588,204</u>
Liabilities:				
Current Liabilities:				
Accounts payable and accrued expenses	1,067,266	32	1,067,298	64,880
Contracts and retainage payable	40,102	-	40,102	1,540
Accrued compensation	1,004,383	65,184	1,069,567	96,663
Unearned revenue	7,143	-	7,143	-
Other current liabilities	17,106	-	17,106	-
Accrued interest	127,390	-	127,390	-
Total Current Liabilities	<u>2,263,390</u>	<u>65,216</u>	<u>2,328,606</u>	<u>163,083</u>
Noncurrent Liabilities:				
Accrued compensated absences	979,950	-	979,950	50,793
Bonded debt:				
Due within one year	1,116,061	-	1,116,061	-
Due in more than one year	41,130,113	-	41,130,113	-
Net pension liability	15,062,601	-	15,062,601	2,179,071
Net other post-employment benefits liability	267,253	-	267,253	35,476
Total Noncurrent Liabilities	<u>58,555,978</u>	<u>-</u>	<u>58,555,978</u>	<u>2,265,340</u>
Total Liabilities	<u>60,819,368</u>	<u>65,216</u>	<u>60,884,584</u>	<u>2,428,423</u>
Deferred Inflows of Resources				
Related to pension	1,355,646	-	1,355,646	88,014
Related to other post-employment benefits ("OPEB")	193,450	-	193,450	25,242
Total Deferred Inflows of Resources	<u>1,549,096</u>	<u>-</u>	<u>1,549,096</u>	<u>113,256</u>
Net Position:				
Net investment in capital assets	20,248,875	-	20,248,875	87,874
Restricted for:				
Emergencies	315,369	11,037	326,406	44,500
Bond proceeds	4,522,234	-	4,522,234	-
By donor	-	-	-	11,000
Debt service	2,099,451	-	2,099,451	-
Unrestricted	(11,802,167)	20,225	(11,781,942)	(1,372,519)
Total Net Position	<u>15,383,762</u>	<u>31,262</u>	<u>15,415,024</u>	<u>(1,229,145)</u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Statement of Activities
For the Year Ended June 30, 2025

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Governmental Activities:								
Direct instruction	7,930,234	310,930	922,210	26,568	(6,670,526)		(6,670,526)	
Indirect instruction	1,317,894	36,087	232,008	-	(1,049,799)		(1,049,799)	
General administration	1,461,816	39,140	-	-	(1,422,676)		(1,422,676)	
Support services	839,642	25,343	-	-	(814,299)		(814,299)	
Custodial and maintenance	3,124,260	-	-	-	(3,124,260)		(3,124,260)	
Transportation	974,853	104,549	-	-	(870,304)		(870,304)	
Food service	442,882	40,698	312,202	-	(89,982)		(89,982)	
Interest on long-term debt	1,221,428	-	-	-	(1,221,428)		(1,221,428)	
Total governmental activities	<u>17,313,009</u>	<u>556,747</u>	<u>1,466,420</u>	<u>26,568</u>	<u>(15,263,274)</u>		<u>(15,263,274)</u>	
Business-type Activities:								
Tuition preschool	452,239	134,118	233,788	-		(84,333)	(84,333)	
Total Business-type Activities	<u>452,239</u>	<u>134,118</u>	<u>233,788</u>	<u>-</u>		<u>(84,333)</u>	<u>(84,333)</u>	
Component Unit:								
Georgetown Community School	1,842,072	65,156	128,101	14,568				(1,634,247)
Total component unit	<u>1,842,072</u>	<u>65,156</u>	<u>128,101</u>	<u>14,568</u>				<u>(1,634,247)</u>
General revenues and transfers:								
Taxes:								
Property taxes - Levied for general operations					5,950,677	-	5,950,677	1,232,485
Property taxes - Levied for debt service					2,360,791	-	2,360,791	-
Specific ownership taxes					789,685	-	789,685	-
Other taxes					-	-	-	-
State equalization income					3,649,189	-	3,649,189	-
Grants and contributions not restricted to specific programs					391,813	-	391,813	20,640
Investment income					739,657	-	739,657	21,633
Gain on disposal of assets					2,879	-	2,879	-
Other revenue					144,842	-	144,842	128,418
Transfers					(100,000)	100,000	-	-
Total general revenues and transfers					<u>13,929,533</u>	<u>100,000</u>	<u>14,029,533</u>	<u>1,403,176</u>
Change in net position					<u>(1,333,741)</u>	<u>15,667</u>	<u>(1,318,074)</u>	<u>(231,071)</u>
Net Position - Beginning					<u>16,717,503</u>	<u>15,595</u>	<u>16,733,098</u>	<u>(998,074)</u>
Net Position - Ending					<u>15,383,762</u>	<u>31,262</u>	<u>15,415,024</u>	<u>(1,229,145)</u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Balance Sheet
Governmental Funds
June 30, 2025

	Special Revenue Funds				Debt Service Fund	Capital Projects Funds		Total Governmental Funds
	General Fund	Food Service Fund	Grant Fund	Pupil Activity Fund		Capital Reserve Fund	Building Fund	
Assets:								
Cash and cash equivalents	8,707,041	21,051	-	393,131	1,602,026	-	-	10,723,249
Restricted cash and cash equivalents	-	-	-	-	-	-	5,486,004	5,486,004
Accounts receivable, net:								
Taxes	415,874	-	-	-	497,425	-	-	913,299
Other governments	42,419	-	103,868	-	-	-	-	146,287
Other	6,559	37,292	42,317	-	-	-	-	86,168
Due from other funds	-	71,556	-	-	-	1,761,845	-	1,833,401
Prepaid items	129,594	4,595	19,839	-	-	8,646	18,523	181,197
Inventories	-	6,431	-	-	-	-	-	6,431
Total Assets	9,301,487	140,925	166,024	393,131	2,099,451	1,770,491	5,504,527	19,376,036
Liabilities:								
Accounts payable and accrued expenses	241,611	2,822	36,346	-	-	-	786,486	1,067,265
Contracts and retainage payable	-	-	-	-	-	-	40,102	40,102
Accrued salaries	933,120	21,041	50,222	-	-	-	-	1,004,383
Due to other funds	1,712,780	-	79,456	-	-	-	137,182	1,929,418
Unearned revenue	435	6,708	-	-	-	-	-	7,143
Other current liabilities	17,106	-	-	-	-	-	-	17,106
Total Liabilities	2,905,052	30,571	166,024	-	-	-	963,770	4,065,417
Fund Balances:								
Non-spendable:								
Prepaid expenses	129,594	4,595	19,839	-	-	8,646	18,523	181,197
Inventories	-	6,431	-	-	-	-	-	6,431
Restricted:								
TABOR	308,905	6,324	-	-	-	140	-	315,369
Bond proceeds	-	-	-	-	-	-	4,522,234	4,522,234
Debt service	-	-	-	-	2,099,451	-	-	2,099,451
Committed:								
Food service	-	93,004	-	-	-	-	-	93,004
Capital projects	-	-	-	-	-	1,761,705	-	1,761,705
Student activities	-	-	-	393,131	-	-	-	393,131
Assigned								
Unassigned	5,957,936	-	(19,839)	-	-	-	-	5,938,097
Total Fund Balances	6,396,435	110,354	-	393,131	2,099,451	1,770,491	4,540,757	15,310,619
Total Liabilities and Fund Balances	9,301,487	140,925	166,024	393,131	2,099,451	1,770,491	5,504,527	19,376,036

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2025

Governmental Funds Total Fund Balance		15,310,619
<p>Property taxes receivable will be collected this calendar year, but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds.</p>		
		204,911
<p>Capital assets used in governmental activities are not considered current financial resources and therefore, are not reported in the governmental funds:</p>		
Capital assets	89,823,010	
Accumulated depreciation	<u>(32,813,965)</u>	57,009,045
<p>Changes in pension and OPEB related actuarial assumptions, proportion of collective pension and OPEB amounts, differences between actual and expected experience and investment earnings, and differences between actual and annualized contributions to the pension plan and Health Care Trust Fund are recorded as deferred inflows or outflows of resources and amortized over the average remaining service life of all active and inactive plan members:</p>		
Net Unamortized Pension-related Deferred Outflows and Inflows	1,693,231	
Net Unamortized OPEB-related Deferred Outflows and Inflows	<u>(150,676)</u>	1,542,555
<p>Deferred charges such as deferred refunding costs, and premiums and discounts on bonded debt, are treated as current transactions on the fund financial statements, but are capitalized and amortized on the Statement of Net Position:</p>		
Premiums and discounts on bonded debt	<u>(6,032,320)</u>	(6,032,320)
<p>Long-term liabilities, including bonds payable, net pension and OPEB liability, accrued compensated absences, leases payable, and accrued interest are not due and payable in the current period and therefore, are not reported in the funds. This is the amount of District long-term liabilities:</p>		
Bonds and lease purchases payable	(36,213,854)	
Net pension liability	(15,062,601)	
Net OPEB liability	(267,253)	
Accrued compensated absences and early retirement	(979,950)	
Accrued interest	<u>(127,390)</u>	<u>(52,651,048)</u>
Governmental Activities Net Position		<u>15,383,762</u>

The accompanying notes are an integral part of these statements.

Clear Creek School District RE-1
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds				Debt Service Fund	Capital Projects Funds		Total Governmental Funds
	General Fund	Food Service Fund	Grant Fund	Pupil Activity Fund		Capital Reserve Fund	Building Fund	
Revenues:								
Local sources	7,393,597	40,698	-	310,930	2,457,539	4,696	429,852	10,637,312
Federal sources	440,239	142,099	499,704	-	-	-	-	1,082,042
State sources	3,818,223	170,103	310,696	-	-	-	-	4,299,022
Total Revenues	11,652,059	352,900	810,400	310,930	2,457,539	4,696	429,852	16,018,376
Expenditures:								
Direct instruction	5,107,863	-	635,283	270,585	-	-	-	6,013,731
Indirect instruction	1,145,472	-	156,084	-	-	-	-	1,301,556
General administration	1,427,720	-	-	-	-	-	-	1,427,720
Support services	733,525	-	5,062	-	-	-	-	738,587
Custodial and maintenance	1,600,827	-	1,971	-	-	-	-	1,602,798
Transportation	972,034	-	-	-	-	-	-	972,034
Food service	-	431,165	-	-	-	-	-	431,165
Capital outlay	-	-	12,000	-	-	241,359	6,565,457	6,818,816
Debt service:								
Principal	219,412	-	-	-	1,060,000	-	-	1,279,412
Interest and fiscal charges	101,635	-	-	-	1,454,000	-	-	1,555,635
Total Expenditures	11,308,488	431,165	810,400	270,585	2,514,000	241,359	6,565,457	22,141,454
Excess (Deficiency) of Revenues Over Expenditures	343,571	(78,265)	-	40,345	(56,461)	(236,663)	(6,135,605)	(6,123,078)
Other Financing Sources (Uses)								
Sale of capital assets	-	-	-	-	-	5,500	-	5,500
Transfers in (out)	(375,000)	175,000	-	-	-	100,000	-	(100,000)
Total Other Financing Sources (Uses)	(375,000)	175,000	-	-	-	105,500	-	(94,500)
Net Change in Fund Balance	(31,429)	96,735	-	40,345	(56,461)	(131,163)	(6,135,605)	(6,217,578)
Fund Balance - Beginning of Year	6,427,864	13,619	-	352,786	2,155,912	1,901,654	10,676,362	21,528,197
Fund Balance - End of Year	6,396,435	110,354	-	393,131	2,099,451	1,770,491	4,540,757	15,310,619

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Reconciliation of Revenues, Expenditures and Change in Fund Balances
of Governmental Funds to the Statement of Activities
June 30, 2025

Governmental Funds Change in Fund Balances	(6,217,578)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital outlays reported as expenditures in the governmental funds.	6,625,297
Debt principal payments result in a reduction of accumulated resources on the fund financial statements. The government-wide statements show these payments as reductions against long-term liabilities.	1,279,412
Accrued compensated absences and early retirement reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds. This is the change in accrued compensated absences during the year.	62,879
Amortization of deferred costs such as premium and discounts on bonds payable and deferred charges from refundings and changes in accrued interest have no impact on current available resources but do change government-wide net position.	334,207
Deferred property tax revenues do not provide current financial resources and are deferred on the governmental fund financial statements but recognized on the government-wide financial statements. This is the change in the deferred property tax recognized in the Statement of Activities.	(78,492)
Changes in the District's net pension and OPEB liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the change in the District's net pension and OPEB liabilities during the year, including differences between employer contributions to the pension plan or Health Care Trust Fund and amortization of pension-related and OPEB-related deferrals.	(95,866)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense reported as an expenditure in the governmental activities' functions.	(3,240,976)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase (decrease) net position.	(2,624)
Governmental Activities Change in Net Position	<u><u>(1,333,741)</u></u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Statement of Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Tuition Preschool Fund
Assets:	
Due from other funds	96,017
Prepaid expenses	461
Total Assets	96,478
Liabilities:	
Accounts payable and accrued expenses	32
Accrued salaries	65,184
Total Liabilities	65,216
Net Position:	
Restricted:	
TABOR	11,037
Unrestricted	20,225
Total Net Position	31,262

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	<u>Tuition Preschool Fund</u>
Operating Revenues:	
Charges for Services	
Tuition	134,118
Total Operating Revenues	134,118
Operating Expenses:	
Salaries	295,748
Benefits	102,683
Supplies and materials	4,809
Other	48,999
Total Operating Expenses	452,239
Operating Income (Loss)	(318,121)
Nonoperating Revenues (Expenses):	
Intergovernmental	233,788
Total Nonoperating Revenues (Expenses):	233,788
Income (Loss) before Transfers and Capital Contributions	(84,333)
Transfers and Capital Contributions	
Transfers in (out)	100,000
Total Transfers and Capital Contributions	100,000
Net Change in Net Position	15,667
Net Position - Beginning of Year	15,595
Net Position - End of Year	31,262

The accompanying notes are an integral part of these financial statements.

**Clear Creek School District RE-1
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025**

	<u>Tuition Preschool Fund</u>
Cash Flows from Operating Activities:	
Cash received from tuition and state sources	137,353
Payments to employees	(401,146)
Payments to vendors	(69,995)
Net cash (used) by operating activities	<u>(333,788)</u>
 Cash Flows From Noncapital Financing Activities:	
Federal and State grants	233,788
Transfers in (out)	100,000
Net cash provided by noncapital financing activities	<u>333,788</u>
Net Increase (Decrease) In Cash	-
Cash and Cash Equivalents - July 1	<u>-</u>
Cash and Cash Equivalents - June 30	<u><u>-</u></u>
 Reconciliation of Operating (Loss) to Net Cash (Used) for Operating Activities:	
Operating income (loss)	<u>(318,121)</u>
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:	
Changes in assets and liabilities related to operations:	
(Increase) decrease in accounts receivable	3,235
(Increase) decrease in prepaids	(460)
(Increase) decrease in due to from other funds	(15,047)
Increase (decrease) in accounts payable	(680)
Increase (decrease) in accrued payroll	(2,715)
Total adjustments	<u>(15,667)</u>
Net cash (used) by operating activities	<u><u>(333,788)</u></u>

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

Clear Creek School District RE-1

Notes to the Financial Statements



**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025**

I. Summary of Significant Accounting Policies

Clear Creek School District RE-1 (the "District") is a public school district within Clear Creek County, Colorado. The District provides academic and vocational curriculum, student transportation, food service, athletic and cultural extracurricular activities, maintenance and general administrative services. The District is located in Idaho Springs, Colorado, and operates the following schools:

<u>Elementary School</u>	<u>Middle School</u>	<u>High School</u>
King-Murphy Elementary Carlson Elementary	Clear Creek Middle School	Clear Creek High School

The District's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the District are discussed below.

A. Reporting Entity

The District was formed under the laws of the State of Colorado and operates under an elected Board of Education. As required by GAAP, the financial statements of the reporting entity include those of the District and its component units, entities for which the District is considered financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint the voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the District. Consideration is also given to organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based upon the above criteria, the District is financially responsible for funding the Georgetown Community School. The Georgetown Community School is a charter school governed by the Colorado Revised Statutes, and is financed by a portion of the District's School Finance Act Revenues (based on enrollment), state and federal grants, as well as other revenues generated by the Georgetown Community School. Separately issued financial statements are available from the Georgetown Community School. The Georgetown Community School is a discretely presented component unit to the District because of their financial relationship with the District.

The District receives funding from local, state, and federal government sources and must comply with all the requirements of these funding sources. However, the District is not included in any other governmental reporting entity.

B. District-wide and Fund Financial Statements

The District's basic financial statements include both District-wide (financial activities of the overall District, except for fiduciary activities) and fund financial statements (reporting the District's major and non-major funds). The District-wide financial statements categorize primary activities as governmental. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. District-wide and Fund Financial Statements (continued)

1. District-wide Financial Statements

In the District-wide Statement of Net Position, the governmental activities columns are (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts - invested in capital assets, net of related debt; restricted net position; and unrestricted net position.

The District-wide Statement of Activities reports both the gross and net cost of the District's governmental functions. The governmental functions are also supported by general government revenues (property taxes, specific ownership taxes, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net costs, by function, are normally covered by general revenues.

The District-wide focus is on the sustainability of the District as an entity and the change in the District's Net Position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance. Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. One or more specific restricted or committed revenue should be the foundation for the fund.

The District reports the following major governmental funds:

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

Special Revenue Funds – Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt or capital projects. The term "proceeds of specific revenue sources" establishes that one of more specific restricted or committed revenues should be the foundation for a special revenue fund. The District reports the following major special revenue funds:

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. District-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

Special Revenue Funds (continued)

The *Food Service Fund* accounts for the provision of food to District Students.

The *Grant Fund* - accounts for all federal, state, and local grants which are restricted as to the type of expenditures for which they may be used.

The *Pupil Activity Fund* - accounts for District sponsored activities for students. Each year, the School Board of the District commits funding by way of the budget approval process.

The *Debt Service Fund* accounts for transactions related to the District's general obligation bonds and interest.

The *Building Fund* – This capital projects fund accounts for resources available for acquiring capital sites, buildings, and equipment such as bond sale proceeds and grants.

The *Capital Reserve Fund* accounts for the acquisition of land, construction of new facilities, alterations and improvements to existing structures, and the acquisition of school buses and/or other equipment.

The District reports the following proprietary funds:

The *Tuition Preschool Fund* accounts for preschool tuition revenue and preschool instruction expenditures.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

1. Long-term Economic Focus and Accrual Basis (continued)

The governmental activities in the government-wide financial statements, the proprietary fund financial statements and the fiduciary fund financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

2. Current Financial Focus and Modified Accrual Basis

The District's governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under financing notes are reported as other financing sources.

3. Financial Statement Presentation

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Financial Statement Accounts

1. Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months of the acquisition date.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

1. Cash, Cash Equivalents, and Investments (continued)

Investments are stated at fair value or net amortized cost. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The District follows Colorado statutes specifying specific investment instruments meeting defined rating criteria in which local governments may invest, which include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker's acceptances of certain banks
- Commercial paper
- FDIC-Insured Certificates of Deposit
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contract
- Local government investment pools

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by governmental units until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable on the fund financial statements.

4. Inventory and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories recorded in the *Food Service Fund* consist of purchased and donated commodities. Donated commodities inventories are offset by unearned revenue. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at their estimated fair value at the date of receipt. The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the district-wide and fund financial statements.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Interfund Receivables and Payables

Balances at year-end between funds are reported as “due to/from other funds” in the fund financial statements. Any residual balances not eliminated between the governmental and fiduciary activities are reported as “internal balances” in the district-wide financial statements

6. Capital Assets

Capital assets, which include land, land improvements, construction in progress, buildings and improvements, equipment, and vehicles, are reported in the governmental activity column in the government-wide financial statements. The District defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost where historical records are available and at an estimated historical cost where no historical record exists. Donated capital assets are recorded at acquisition value at the date of donation.

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

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is expensed as incurred.

Buildings and improvements, equipment, and vehicles are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Building Improvements	5 to 40 years
Vehicles and Equipment	3 to 20 years

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

7. Compensated Absences

Vested or accumulated leave that is expected to be liquidated with expendable available financial resources are reported as expenditures and a fund liability of the governmental fund that will pay it, which is the General Fund. Amounts of vested or accumulated leave that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities column in the District-wide financial statements. No liability is recorded for non-vesting accumulating rights. The District estimates how much of the leave is more likely than not to be used as paid leave and recognizes that portion as a liability for compensated absences.

After the completion of twenty years of full-time service, staff members are eligible for voluntary early retirement. Staff members are entitled to a percentage of their salary as determined from their highest salary during employment with the District. The estimated liability for all employees participating in voluntary early retirement is recorded in governmental activities in the Statement of Net Position, as a component of compensated absences.

8. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period and so will not be recognized as an outflow if resources (expense/expenditures) until then. The District has two items, pension, and other post-employment benefits (“OPEB”) related deferred outflows, which qualify for reporting under this category on the Statement of Net Position.

Deferred inflows of resources represent an acquisition of net assets that applied to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category, pension and OPEB related deferred inflows, reported in the Statement of Net Position. These amounts are deferred and recognized as an inflow from resources in the period that the amounts become available.

See Note III.F and Note III.G below for discussion on pension and OPEB, respectively, related deferred outflows and inflows.

9. Long-term Debt

In the district-wide financial statements, long-term debt is reported as liabilities in the governmental activities statement of net position. Bonds payable are reported net of the applicable bond premium or discount and deferred refunding costs. Bond premiums, discounts, and deferred refunding costs are amortized over the life of the bonds based on interest payments.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

9. Long-term Debt (continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the 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.

10. Pensions

The District participates in the School Division Trust Fund ("SCHDTF"), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from the fiduciary net position 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.

11. Post-Employment Benefits

The District participates in the Health Care Trust Fund ("HCTF"), a cost-sharing multiple-employer defined benefit OPEB fund administered by the PERA. The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position 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.

12. Fund Balance and Fund Classifications

Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, include Non-spendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund Balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

12. Fund Balance and Fund Classifications (continued)

The District classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Spendable Fund Balance:

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board of Education. The District's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board of Education platform to review, and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to the Board of Education via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after the Board of Education approval, must be presented via a public process and again approval by the Board of Education.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Board of Education or its management designee.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District does not have a formal minimum fund balance policy. However, the District's budget includes a calculation of a targeted reserve positions and the Administration calculates targets and report them annually to the Board of Education.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

13. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of expenditures or expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

14. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the District's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

15. Credit Risk

The receivables of the various funds of the District are primarily due from other governments. Management believes that the credit risk related to the receivables is minimal.

16. Restricted and Unrestricted Resources

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

II. Reconciliation of District-wide and Fund Financial Statements

The governmental fund Balance Sheet includes reconciliation between *fund balance – total governmental funds* and *net position of governmental activities* as reported in the District-wide Statement of Net Position. Additionally, the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between *net change in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the District-wide Statement of Activities.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

III. Stewardship, Compliance, and Accountability

A. Bond Trustee

Colorado state statutes require all property taxes levied for the purpose of satisfying bonded indebtedness to be administered by at least one third party custodian designated by the District. The third-party custodian is required to ensure all taxes levied to satisfy the obligations of bonded indebtedness are used accordingly. The District has entered into a custody agreement with Clear Creek County, Colorado in order to meet this requirement.

B. Budgetary Information

Budgets are adopted on a basis consistent with GAAP. As required by Colorado Statutes, all funds have legally adopted budgets and appropriations. The total expenditures for each fund may not exceed the amount appropriated. Appropriations for a fund may be increased if unanticipated revenues offset them. All appropriations lapse at year-end.

As required by Colorado Statutes, the District followed the required timetable noted below in preparing, approving, and enacting its budget for fiscal year 2025:

1. The proposed budget was submitted to the Board of Education by May 31 of the year preceding the budget year. The proposed budget must include a description of major educational objectives and how the proposed budget fulfills those objectives.
2. Notice was published within ten (10) days which contained: availability of proposed budget for inspection, date and time of budget adoption meeting, and that any County taxpayer may file objections prior to the adoption of the budget.
3. The Board of Education certified revenue requirements to the local County Commissioners prior to December 15.
4. The final budget was adopted prior to June 30, along with an appropriation resolution.

C. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government. Any revenues earned in excess of the fiscal year spending limit must be refunded in the next fiscal year, unless voters approve retention of such excess revenue.

Except for refinancing debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

C. TABOR Amendment (continued)

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending. The District has reserved \$315,369 of its June 30, 2025 fund balances for this purpose.

In 1999, the District’s electorate approved a referendum allowing the District to keep and spend any excess revenue received during the year ended June 30, 1999, and each subsequent year thereafter.

The District believes it is in compliance with the requirements of the TABOR Amendment. However, the Amendment is complex and subject to interpretation. Many of its provisions will require judicial interpretation.

IV. Detailed Notes on All Funds

A. Deposits and Investments

The District’s deposits are entirely covered by Federal Depository Insurance Corporation (“FDIC”) or by collateral held under Colorado’s Public Deposit Protection Act (“PDPA”). The FDIC insures the first \$250,000 of the District’s deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA.

The District is governed by the deposit and investment limitations of state law. At June 30, 2025, the District had the following cash and investments (including the custodial fund) with the following maturities:

<u>Type:</u>	<u>Standard & Poors Rating</u>	<u>Balance</u>	<u>Maturities</u>	
			<u>Less Than One Year</u>	<u>One to Five Years</u>
<i>Deposits:</i>				
Checking accounts	Not rated	\$ 6,722,249	6,722,249	-
Savings accounts	Not rated	79,008	79,008	-
<i>Investments:</i>				
Investment pool	AAAm	9,407,996	9,407,996	-
		<u>\$ 16,209,253</u>	<u>16,209,253</u>	<u>-</u>

The District has the following recurring fair value measurements:

<u>Investments Measured at Amortized Cost</u>	<u>Total</u>
Csafe	<u>\$ 9,407,996</u>

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Pools. At June 30, 2025, the District was invested in C-Safe, an investment vehicle established for local government entities in Colorado to pool surplus funds. They operate similarly to money market funds, whereby each share is equal in value to \$1. Investments of the trusts consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury securities. The School has no regulatory oversight for the pools. Investment balances in the pools are not subject to limitations or restrictions on withdrawals.

Interest Rate Risk. The District limits investments maturities as required by state statutes as a means of managing its exposure to fair value losses arising from increasing interest rates. State statutes require the District to limit maturities to five years from the date of purchase. Maturities of investments held at June 30, 2025 are provided in the previous schedule. The District coordinates its investment maturities to closely match cash flow needs.

Credit Risk. State law specify instruments in which local governments may invest, including obligations of the United States, certain U.S. governmental agency securities, local government investment pools, and commercial paper, among other items. The District's general investment policy is to invest surplus funds in accordance with state law, to ensure the preservation of capital, to ensure that adequate funds are available at all times to meet the financial obligations of the District when due, and to realize rates of return on invested funds which are comparable to market levels.

Custodial Credit Risk. For an investment, this is the risk that, in the event of failure of the counterparty, the government will not be able to recover the value of its investment or collateral securities that are in possession of an outside party. The District does not have an investment policy that limits the amount of securities that can be held by counterparties.

Restricted Cash. The District has \$5,486,004 of restricted cash at June 30, 2025 that is to be used for the purpose of improving and repairing existing District grounds and facilities and for other capital outlay expenditures approved by voters in the November 2, 2021 election.

Concentration of Credit Risk. The District places no limit on the amount that it may invest in any one issuer. The District's investments in C-Safe represented 100% of the District's total investments.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

B. Receivables and Unavailable Revenue

Receivables as of year-end for the District's funds, including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Food Service Fund	Grant Fund	Debt Service Fund	Total Governmental Funds
Receivables:					
Taxes	\$ 415,874	-	-	497,425	913,299
Accounts	6,559	-	103,868	-	110,427
Other	42,419	37,292	-	-	79,711
Intergovernmental	-	-	42,317	-	42,317
Gross receivables	<u>464,852</u>	<u>37,292</u>	<u>146,185</u>	<u>497,425</u>	<u>1,145,754</u>
Less: allowance for uncollectible	-	-	-	-	-
Net Receivables	<u><u>\$ 464,852</u></u>	<u><u>37,292</u></u>	<u><u>146,185</u></u>	<u><u>497,425</u></u>	<u><u>1,145,754</u></u>

Governmental funds report *unavailable revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

C. Capital Assets

Capital asset activity for the District's governmental activities for the year ended June 30, 2025, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 868,734	-	-	868,734
Construction in progress	34,369,832	6,621,036	(40,126,591)	864,277
Total capital assets, not being depreciated	<u>35,238,566</u>	<u>6,621,036</u>	<u>(40,126,591)</u>	<u>1,733,011</u>
Capital assets, being depreciated:				
Buildings and improvements	44,267,977	39,629,716	(6,500)	83,891,193
Vehicles and equipment	3,833,553	501,136	(135,883)	4,198,806
Total capital assets being depreciated	<u>48,101,530</u>	<u>40,130,852</u>	<u>(142,383)</u>	<u>88,089,999</u>
Total capital assets - Cost	<u>83,340,096</u>	<u>46,751,888</u>	<u>(40,268,974)</u>	<u>89,823,010</u>
Less accumulated depreciation for:				
Buildings and improvements	(27,041,764)	(2,999,263)	3,879	(30,037,148)
Vehicles and equipment	(2,670,987)	(241,713)	135,883	(2,776,817)
Total accumulated depreciation	<u>(29,712,751)</u>	<u>(3,240,976)</u>	<u>139,762</u>	<u>(32,813,965)</u>
Governmental activities capital assets, net	<u><u>\$ 53,627,345</u></u>	<u><u>43,510,912</u></u>	<u><u>(40,129,212)</u></u>	<u><u>57,009,045</u></u>

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Capital Assets (continued)

The District had the following capital outlay and depreciation expense for the following functions/programs:

	Capital Outlay	Depreciation Expense
Governmental activities:		
Direct instruction	\$ 3,265,072	1,759,042
Indirect instruction	542,609	-
General administration	345,701	-
Support services	601,865	42,433
Custodial and maintenance	1,286,334	1,439,501
Transportation	401,371	-
Food service	182,345	-
Total - governmental activities	\$ 6,625,297	3,240,976

There was no capital asset activity for the District's business-type activities for the year ended June 30, 2025.

Discretely presented component unit:

	Beginning	Increases	Decreases	Ending
Georgetown Community School:				
Capital assets, being depreciated:				
Improvements and equipment	\$ 128,414	-	-	128,414
Equipment and vehicles	45,123	13,175	-	58,298
Total capital assets, being depreciated	173,537	13,175	-	186,712
Less accumulated depreciation for:				
Improvements and equipment	(48,267)	(6,588)	-	(54,855)
Equipment and vehicles	(41,878)	(2,105)	-	(43,983)
Total accumulated depreciation	(90,145)	(8,693)	-	(98,838)
Total Capital Assets, Net	\$ 83,392	4,482	-	87,874

Depreciation expense of the component unit is charged to supporting services.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

D. Interfund Receivables, Payables, and Transfers

The District has reported the following interfund balance as of June 30, 2025:

	Receivable Fund	Payable Fund
General Fund	\$ -	1,712,780
Grant Fund	-	79,456
Building Fund	-	137,182
Capital Reserve Fund	1,761,845	-
Food Services Fund	71,556	-
Tuition Preschool Fund	96,017	-
	\$ 1,929,418	1,929,418

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and (3) provide additional resources for current operations or debt service.

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

Transfers for fiscal year 2025 were as follows:

Fund	Transfer In	Transfer (out)
General Fund	\$ -	\$ (375,000)
Capital Reserve	100,000	-
Food Services Fund	175,000	-
Tuition Preschool	100,000	-
Total	\$ 375,000	(375,000)

E. Long-term Debt – Governmental Activities

1. General Obligation Refunding Bonds, Series 2019

In November 2019, the District issued General Obligation Bonds, Series 2019 in the amount of \$5,000,000. Proceeds from the bonds will be used for the purpose of improving and repairing existing District grounds and facilities and for other capital outlay expenditures approved by voters in the November 6, 2018 election. The bonds are due in annual installments starting on December 1, 2020 through December 1, 2024. These bonds bear interest at a rate of 2.00% which is payable on June 1 and December 1. The bonds were paid in full as of December 31, 2024.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Long-term Debt – Governmental Activities (continued)

2. General Obligation Bonds, Series 2022

In February 2022, the District issued General Obligation Bonds, Series 2022 in the amount of \$33,000,000. Proceeds from the bonds will used be for the purpose of improving and repairing existing District grounds and facilities and for other capital outlay expenditures approved by voters in the November 2, 2021 election. The bonds are due in annual installments starting on December 1, 2025 through December 1, 2046. These bonds bear interest at a rate of 4.00-5.00% which is payable on June 1 and December 1.

3. Lease Purchase Agreement

In June 2022, the District entered into a lease purchase agreement with Signature Public Funding Corp in the amount of \$3,861,500. Proceeds from the bonds will used be for the purpose of building a new bus barn. Principal and interest payments are due in semi-annual installments starting on December 1, 2022 through December 1, 2037. These bonds bear interest at a rate of 3.08% which is payable on June 1 and December 1.

4. Schedule of Future Payments

The District's future annual debt service requirements for general obligation bonds and lease purchase agreements at June 30, 2025, are as follows:

Fiscal Year Ending:	Principal	Interest	Total
2026	\$ 1,116,061	\$ 1,504,735	\$ 2,620,796
2027	1,167,911	1,452,259	2,620,170
2028	1,219,971	1,397,326	2,617,297
2029	1,277,244	1,339,803	2,617,047
2030	1,339,737	1,279,435	2,619,172
2031-2035	7,674,272	5,386,462	13,060,734
2036-2040	8,473,658	3,622,335	12,095,993
2041-2045	9,560,000	1,863,000	11,423,000
2046-2051	4,385,000	177,100	4,562,100
	\$ 36,213,854	\$ 18,022,455	\$ 54,236,309

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Long-term Debt – Governmental Activities (continued)

5. Changes in Long-term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2025:

	Balance July 1, 2024	Additions	(Reductions)	Balance June 30, 2025	Due Within One Year
Governmental Activities:					
2019 General obligation bonds	1,060,000	-	(1,060,000)	-	-
2019 Premium on general obligation bonds	49,551	-	(49,551)	-	-
2022 General obligation bonds	33,000,000	-	-	33,000,000	890,000
2022 Premium on general obligation bonds	6,312,893	-	(280,573)	6,032,320	-
2022 Lease purchase	3,433,266	-	(219,412)	3,213,854	226,061
Compensated absences	1,042,829	-	(62,879)	979,950	94,160
Net OPEB liability	418,060	-	(150,807)	267,253	-
Net pension liability	17,314,528	-	(2,251,927)	15,062,601	-
Total Governmental Activities	62,631,127	-	(4,075,149)	58,555,978	1,210,221

For governmental activities, compensated absences and pension liabilities are liquidated by the General Fund. The change in compensated absences is presented as a net change.

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

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

Benefits provided as of December 31, 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.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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

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

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

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

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also 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 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

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

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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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.

Contribution provisions as of June 30, 2025: Eligible employees, the District, and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, et seq. and § 24-51-413. Eligible employees are required to contribute 11.00 percent 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 July 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 District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$1,345,796 for the year ended June 30, 2025.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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: The net pension liability for the SCHDTF was measured as of December 31, 2024, and the total pension liability 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 total pension liability to December 31, 2024. The District's proportion of the net pension liability was based on the District's contributions to the SCHDTF for the calendar year 2025 relative to the total contributions of participating employers and the State as a non-employer contributing entity.

At June 30, 2025, the District reported a liability of \$15,062,601 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 District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

The District's proportionate share of the net pension liability	\$	15,062,601
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District		1,241,366
Total	\$	16,303,967

At December 31, 2024, the District's proportion was 0.0873%, as compared to its proportion of 0.0979% measured as of December 31, 2023.

Pension Expense: For the year ended June 30, 2025, the District recognized pension credit of \$210,100 and revenue (expense) of \$142,670 for support from the State as a nonemployer contributing entity.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Deferred Outflows of Resources and Deferred Inflows of Resources: At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 852,972	-
Net difference between projected and actual earnings on pension plan investments	284,188	-
Changes in proportionate share of contributions	1,140,379	1,355,645
Contributions subsequent to the measurement date	658,413	-
Total	\$ 3,048,878	1,355,645

\$658,413 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 as follows:

Year ended June 30:	
2026	\$ 999,593
2027	862,303
2028	(624,391)
2029	(202,685)
Total	\$ 1,034,820

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial assumptions (continued)

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.

	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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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%	

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

Discount rate. The discount rate used to measure 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%.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Discount Rate (continued)

- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (“SB”) 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan 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, 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 (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Defined Benefit Pension – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25%, 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	\$ 20,421,396	\$ 15,062,601	\$ 10,573,861

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

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

Plan description. Eligible employees of the District are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the C.R.S., as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, 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 from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report that can be obtained at www.copera.org/investments/pera-financial-reports.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Benefits provided. The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the 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 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 basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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 basis for the maximum 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 District is statutorily committed to pay the contributions. For the year ended June 30, 2025, the District's contributions to HCTF were approximately \$67,356.

Liabilities: At June 30, 2025, the District reported a liability for OPEB of \$267,253 for its proportionate share of net OPEB. The net OPEB liability was measured as of December 31, 2024, and the total OPEB liability 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 total OPEB liability to December 31, 2024. The District proportion of the net OPEB liability was based on 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 District proportion was 0.0559%, as compared to its proportion of 0.0586% measured as of December 31, 2023.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the District recognized OPEB credit of \$114,234. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expenses and actual experience	\$ -	58,950
Change of assumptions or other inputs	3,064	85,427
Net difference between projected and actual earnings on plan investments	906	-
Changes in proportionate share of contributions	5,851	49,073
Contributions subsequent to measurement date	32,953	-
	\$ 42,774	193,450

\$34,203 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date of June 30, 2025 will be recognized as a reduction of the net OPEB benefits 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 as follows:

Year ended June 30:		
2026	\$	(51,948)
2027		(35,095)
2028		(42,084)
2029		(26,002)
2030		(18,718)
Thereafter		(9,782)
Total	\$	(183,629)

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial assumptions. The total OPEB liability in the December 31, 2023 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	

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial assumptions continued. 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.

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

Age-Related Morbidity Assumptions

Participant 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

**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)**

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued)

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, as discussed below.

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

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

**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)**

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued)

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

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%

¹ Increase in 2024 trend rates due to the effect of the Inflation Reduction Act.

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

**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)**

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued)

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.

**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)**

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued)

- 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.

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

**Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)**

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued). 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 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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued). 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:

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%	

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

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Initial PERACare Medicare trend rate	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial MAPD PPO#2 Trend rate	7.55%	8.55%	9.55%
Ultimate MAPD PPO#2 Trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Proportionate Share of Net OPEB Liability	\$ 260,053	\$ 267,253	\$ 275,402

Discount rate. The discount rate used to measure the total OPEB liability 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.
- 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.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

IV. Detailed Notes on All Funds (continued)

G. Other Postemployment Benefits – Plan, Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

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

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the 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	\$ 260,053	\$ 267,253	\$ 275,402

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

V. Other Information

A. Defined Contribution Pension Plan

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

Funding Policy – Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions and investment earnings. There were no 401(k) Plan member contributions from the District for the years ended June 30, 2025.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

V. Other Information (continued)

B. Risk Management

The District is exposed to various risks of loss related to workers compensation, general liability, unemployment, torts, theft of, damage to, and destruction of assets, and error and omissions. The District carries commercial coverage for these risks and claims and does not expect claims to exceed their coverage. For the last three years, settled claims have not exceeded commercial insurance coverage, nor has there been any reduction in insurance coverage.

Pupil Counts. Each year the District submits data regarding pupil counts to the Colorado Department of Education (CDE). The purpose of this data collection is to obtain required student level data as provided for by state statute (s), including information regarding students' funding eligibility as outlined in the Public School Finance Act of 1994 (22-54-101, C.R.S.).

The Student October Count is based on a one (1) day membership count in which districts are asked to report all students who are actively enrolled and attending classes through their district on that date. In an effort to ensure accurate reporting of those data fields associated with student funding, CDE conducts periodic compliance audits of each district's student October count data. This data not only determine per pupil funding, but also at risk and English Language Proficiency Act (ELPA) funding. CDE audits districts every one to four years, the frequency of which is determined by a number of factors including, but not limited to, the size and location of the district, as well as issues or concerns that might have arisen from prior audits. The District believes its pupil count information is accurate and any adjustment would not be material.

C. Contingencies

1. Legal Claims

During the normal course of business, the District incurs claims and other assertions against it from various agencies and individuals. Management of the District and their legal representatives feel none of these claims or assertions are significant enough that they would materially affect the fairness of the presentation of the financial statements at June 30, 2025.

2. Federal Programs

Funds received from Federal grants are subject to audit and disallowance of ineligible cost. Management of the District feels any potential questioned or disallowed costs or liability arising from the Federal program audits would not materially affect the fairness of the presentation of the financial statements at June 30, 2025.

Clear Creek School District RE-1
Notes to the Financial Statements
June 30, 2025
(Continued)

V. Other Information (continued)

C. Contingencies (continued)

3. State Programs

The District receives payment for State equalization, State transportation and various other State revenues to fund programs. These grants and programs are subject to audit and may result in the District either refunding amounts due for overpayment or receiving additional revenue for underpayment by the State. These adjustments can be material. The amount of these adjustments cannot be estimated or determined as of the date of these financial statements.

D. Blue Sky Board of Cooperative Educational Services

The District is an association member, together with other school districts, participating in certain programs of the Blue Sky Board of Cooperative Educational Services (the "BOCES"). The purpose of the BOCES is to pool resources of the individual districts and to provide services common to each on a basis that is more economical than if the same services were provided individually. The District provides its own administrative services and does not bear administrative costs borne equally by fully participating districts as it is not a full member. The District pays for services provided by BOCES charged to each district based upon individual needs and the student population.

The BOCES has issued its own audited financial statements for the year ended June 30, 2025, the latest available data. The following summary information is presented:

Assets	\$	794,921
Deferred Outflows of Resources		890,301
Liabilities		3,131,429
Deferred Inflows of Resources		288,226
Net Position	\$	<u>(1,734,433)</u>
Expenses	\$	(4,056,581)
Program Revenues		4,042,946
General Revenues		12,350
Change in Net Position		<u>(1,285)</u>
Net Position - Beginning		<u>(1,733,148)</u>
Net Position - Ending	\$	<u>(1,734,433)</u>

For the year ended June 30, 2025 and 2024, the District made operating contributions and purchased services of \$522,084 and \$123,875 respectively.

Clear Creek School District RE-1
Required Supplementary Information



Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (GAAP Basis)
General Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	<u>2025</u>			Final Budget Variance Positive (Negative)	<u>2024</u>
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Property taxes levied for general purposes	6,242,037	6,242,037	6,009,317	(232,720)	5,650,428
Specific ownership taxes	700,000	700,000	789,685	89,685	768,252
Charter school services	180,000	180,000	187,177	7,177	188,889
Charges and fees	2,000	2,000	24,105	22,105	1,755
Investment income	250,000	250,000	232,909	(17,091)	340,839
Other	138,800	138,800	150,404	11,604	162,411
Total Local Sources	<u>7,512,837</u>	<u>7,512,837</u>	<u>7,393,597</u>	<u>(119,240)</u>	<u>7,112,574</u>
Federal sources	261,000	261,000	440,239	179,239	417,257
State sources:					
Equalization	2,981,300	2,981,300	3,402,129	420,829	2,921,696
Other	440,515	440,515	416,094	(24,421)	717,013
Total State Sources	<u>3,421,815</u>	<u>3,421,815</u>	<u>3,818,223</u>	<u>396,408</u>	<u>3,638,709</u>
Total Revenues	<u>11,195,652</u>	<u>11,195,652</u>	<u>11,652,059</u>	<u>456,407</u>	<u>11,168,540</u>
Expenditures:					
Direct instruction	5,066,328	5,066,328	5,107,863	(41,535)	4,669,226
Indirect instruction	1,456,051	1,456,051	1,145,472	310,579	1,450,553
General administration	1,442,103	1,442,103	1,427,720	14,383	1,474,305
Support services	878,515	878,515	733,525	144,990	691,814
Custodial and maintenance	1,679,509	1,679,509	1,600,827	78,682	1,507,516
Transportation	885,116	885,116	972,034	(86,918)	976,353
Community service	-	-	-	-	871
Contingency reserve	11,053	11,053	-	11,053	-
Debt service:					
Principal	219,412	219,412	219,412	-	212,958
Interest and fiscal charges	103,135	103,135	101,635	1,500	108,089
Total Expenditures	<u>11,741,222</u>	<u>11,741,222</u>	<u>11,308,488</u>	<u>432,734</u>	<u>11,091,685</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(545,570)</u>	<u>(545,570)</u>	<u>343,571</u>	<u>889,141</u>	<u>76,855</u>
Other Financing Sources (Uses)					
Transfers (out)	<u>(375,000)</u>	<u>(375,000)</u>	<u>(375,000)</u>	<u>-</u>	<u>(882,500)</u>
Total Other Financing Sources (Uses)	<u>(375,000)</u>	<u>(375,000)</u>	<u>(375,000)</u>	<u>-</u>	<u>(882,500)</u>
Net Change in Fund Balance	<u>(920,570)</u>	<u>(920,570)</u>	<u>(31,429)</u>	<u>889,141</u>	<u>(805,645)</u>
Fund Balance - Beginning of Year	<u>6,188,877</u>	<u>6,188,877</u>	<u>6,427,864</u>	<u>238,987</u>	<u>7,233,509</u>
Fund Balance - End of Year	<u>5,268,307</u>	<u>5,268,307</u>	<u>6,396,435</u>	<u>1,128,128</u>	<u>6,427,864</u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (GAAP Basis)
Food Service Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Food and ala carte sales	98,000	98,000	40,698	(57,302)	45,076
Federal sources	87,800	87,800	142,099	54,299	119,490
State sources	115,100	115,100	170,103	55,003	179,811
Total Revenues	300,900	300,900	352,900	52,000	344,377
Expenditures:					
Food service	479,595	479,595	431,165	48,430	481,289
Total Expenditures	479,595	479,595	431,165	48,430	481,289
Excess (Deficiency) of Revenues Over Expenditures	(178,695)	(178,695)	(78,265)	100,430	(136,912)
Other Financing Sources (Uses):					
Transfers in	175,000	175,000	175,000	-	80,000
Total Other Financing Sources (Uses)	175,000	175,000	175,000	-	80,000
Net Change in Fund Balance	(3,695)	(3,695)	96,735	100,430	(56,912)
Fund Balance - Beginning of Year	10,833	92,411	13,619	(78,792)	70,531
Fund Balance - End of Year	7,138	88,716	110,354	21,638	13,619

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (GAAP Basis)
Grant Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Other	317,598	317,598	-	(317,598)	-
Federal sources	293,377	293,377	499,704	206,327	777,233
State sources	298,696	298,696	310,696	12,000	646,395
Total Revenues	<u>909,671</u>	<u>909,671</u>	<u>810,400</u>	<u>(99,271)</u>	<u>1,423,628</u>
Expenditures:					
Direct instruction	766,013	766,013	635,283	130,730	489,680
Indirect instruction	136,625	136,625	156,084	(19,459)	394,720
Support services	5,062	5,062	5,062	-	12,523
Custodial and maintenance	1,971	1,971	1,971	-	12,500
Capital outlay	-	-	12,000	(12,000)	510,505
Food service	-	-	-	-	3,700
Total Expenditures	<u>909,671</u>	<u>909,671</u>	<u>810,400</u>	<u>99,271</u>	<u>1,423,628</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-	-
Fund Balance - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (GAAP Basis)
Pupil Activity Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Student Activities	363,000	363,000	310,930	(52,070)	274,726
Total Revenues	363,000	363,000	310,930	(52,070)	274,726
Expenditures:					
Student Activities	345,000	345,000	270,585	74,415	281,964
Total Expenditures	345,000	345,000	270,585	74,415	281,964
Net Change in Fund Balance	18,000	18,000	40,345	22,345	(7,238)
Fund Balance - Beginning of Year	341,888	341,888	352,786	10,898	360,024
Fund Balance - End of Year	359,888	359,888	393,131	33,243	352,786

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of District's Proportionate Share of the Net Pension Liability
Colorado Public Employees' Retirement Association School Division Trust Fund
Last 10 Fiscal Years

For the year-ended at the measurement date December 31,	2024	2023	2022	2021	2020
District's proportion of the net pension liability	0.0873%	0.0979%	0.0792%	0.0910%	0.1061%
District's proportionate share of the net pension liability	15,062,601	17,314,527	14,424,368	10,591,340	16,046,727
State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	1,241,366	371,510	3,254,896	1,089,289	-
Total proportionate share of the net pension liability associated with the District	<u>16,303,967</u>	<u>17,686,037</u>	<u>17,679,264</u>	<u>11,680,629</u>	<u>16,046,727</u>
District's covered payroll	6,745,662	6,472,993	6,178,311	5,688,068	5,679,859
District's proportionate share of the net pension liability as a percentage of its covered payroll	223%	267%	233%	186%	283%
Plan fiduciary net position as a percentage of the total pension liability	67.17%	64.74%	61.79%	74.86%	66.99%
For the year-ended at the measurement date December 31,	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0954%	0.9921%	0.1124%	0.1202%	0.1202%
District's proportionate share of the net pension liability	14,248,734	16,315,792	36,357,340	35,426,858	18,383,305
State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	2,289,091	2,230,958	-	-	-
Total proportionate share of the net pension liability associated with the District	<u>16,537,825</u>	<u>18,546,750</u>	<u>36,357,340</u>	<u>35,426,858</u>	<u>18,383,305</u>
District's covered payroll	5,605,346	5,065,598	5,189,072	5,340,321	5,238,164
District's proportionate share of the net pension liability as a percentage of its covered payroll	295%	366%	701%	663%	351%
Plan fiduciary net position as a percentage of the total pension liability	64.07%	62.80%	59.16%	43.10%	43.96%

See accompanying notes to the Required Supplementary Information.

Clear Creek School District RE-1
Schedule of District's Pension Contributions
Colorado Public Employees' Retirement Association School Division Trust Fund
Last 10 Fiscal Years

Fiscal year-ended June 30,	2025	2024	2023	2022	2021
Contractually required contribution	1,345,796	1,342,993	1,315,590	1,152,805	1,115,031
Contributions in relation to the contractually required contribution	<u>(1,345,796)</u>	<u>(1,342,993)</u>	<u>(1,315,590)</u>	<u>(1,152,805)</u>	<u>(1,115,031)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered payroll	6,603,514	6,589,761	6,455,299	5,779,432	5,608,804
Contributions as a percentage of covered payroll	20.38%	20.38%	20.38%	19.95%	19.88%
Fiscal year-ended June 30,	2020	2019	2018	2017	2016
Contractually required contribution	1,109,273	1,018,187	968,596	954,630	996,366
Contributions in relation to the contractually required contribution	<u>(1,109,273)</u>	<u>(1,018,187)</u>	<u>(968,596)</u>	<u>(954,630)</u>	<u>(996,366)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered payroll	5,723,798	5,322,461	5,130,065	5,192,894	5,039,044
Contributions as a percentage of covered payroll	19.38%	19.13%	18.88%	18.38%	19.77%

See accompanying notes to the Required Supplementary Information.

Clear Creek School District RE-1
Schedule of District's Proportionate Share of the Other Post-Employment Benefits Liability
Colorado Public Employees' Retirement Association Health Care Trust Fund
Last 10 Fiscal Years *

For the year-ended at the measurement date of December 31,	2024	2023	2022	2021	2020
District's proportion of the net OPEB liability	0.0559%	0.0586%	0.0602%	0.0594%	0.0614%
District's proportionate share of the net OPEB liability	267,253	418,060	491,318	512,425	583,635
District's covered payroll	6,745,662	6,472,993	6,178,311	5,688,068	5,679,859
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	3.96%	6.46%	7.95%	9.01%	10.28%
Plan fiduciary net position as a percentage of the total OPEB liability	59.83%	46.16%	38.57%	39.40%	32.78%
For the year-ended at the measurement date of December 31,	2019	2018	2017	2016	
District's proportion of the net OPEB liability	0.0623%	0.0599%	0.0639%	0.0676%	
District's proportionate share of the net OPEB liability	700,700	814,876	830,248	876,884	
District's covered payroll	5,605,346	5,065,598	5,189,072	5,340,321	
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	12.50%	16.09%	16.00%	16.42%	
Plan fiduciary net position as a percentage of the total OPEB liability	24.49%	17.03%	17.53%	16.70%	

* The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. Information is only available beginning in fiscal year 2017.

Clear Creek School District RE-1
Schedule of District's Other Post-Employment Benefits Contributions
Colorado Public Employees' Retirement Association Health Care Trust Fund
Last 10 Fiscal Years *

Fiscal year-ended June 30,	2025	2024	2023	2022	2021
Contractually required contribution	67,356	67,216	65,844	59,148	57,210
Contributions in relation to the contractually required contribution	<u>(67,356)</u>	<u>(67,216)</u>	<u>(65,844)</u>	<u>(59,148)</u>	<u>(57,210)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered payroll	6,603,514	6,589,761	6,455,299	5,779,432	5,608,804
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%
Fiscal year-ended June 30,	2020	2019	2018	2017	
Contractually required contribution	58,383	54,289	52,327	52,968	
Contributions in relation to the contractually required contribution	<u>(58,383)</u>	<u>(54,289)</u>	<u>(52,327)</u>	<u>(52,968)</u>	
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
District's covered payroll	5,723,798	5,322,461	5,130,065	5,192,894	
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	

* Information is only available beginning in fiscal year 2017.

Clear Creek School District RE-1
Notes to Required Supplementary Information
June 30, 2025

I. Notes to the Required Supplementary Information – PERA

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information

1. Changes since the December 31, 2023 actuarial valuation:

- As of the December 31, 2024, measurement date, the fiduciary net position (FNP) and related disclosure components for the Local Government Division 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 Local Government Division Trust Fund and Health Care Trust Fund (HCTF) were \$486,000 and \$20,000, respectively.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the pension certificates of participation (PCOPs) issued in 1997 and 2008 and refinanced thereafter.

2. Changes since the December 31, 2022 actuarial valuation:

- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the Local Government Division reflect payments related to the disaffiliation of Tri-County Health as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24,000,000 payment received on December 4, 2023 and a \$2,000,000 receivable. The employer disaffiliation payment and receivable allocations to the Local Government Division Trust Fund and HCTF were \$24,967,000 and \$1,033,000, respectively.
- Senate Bill (SB) 23-056, enacted and effective June 2, 2023, intended to recompense PERA for the remaining portion of the \$225,000,000 direct distribution originally scheduled for receipt July 1, 2020, suspended due to the enactment of House Bill (HB) 20-1379, but not fully repaid through the provisions within HB 22-1029. Pursuant to SB 23-056, the State Treasurer issued a warrant consisting of the balance of the PERA Payment Cash Fund, created in C.R.S. § 24-51-416, plus \$10,000,000 from the General Fund, totaling \$14,561,000.
- SB 23-163, enacted and effective June 6, 2023, states beginning July 1, 2023, a wildlife officer and a parks and recreation officer employed by the Division of Parks and Wildlife in the Department of Natural Resources, is classified as a "State Trooper" for the purpose of determining their service retirement eligibility.
- As of the December 31, 2023, measurement date, the total pension liability (TPL) recognizes the change in the default method applied for granting service accruals for certain members, from a "12-pay" method to a "non-12-pay" method. The default service accrual method for positions with an employment pattern of at least eight months but fewer than 12 months (including, but not limited to positions in the School and DPS Divisions) receive a higher ratio of service credit for each month worked, up to a maximum of 12 months of service credit per year.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025

I. Notes to the Required Supplementary Information – PERA (continued)

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information (continued)

3. Changes since the December 31, 2021 actuarial valuation:

- HB 22-1029, effective upon enactment in 2022, required the State Treasurer to issue, in addition to the regularly scheduled \$225,000,000 direct distribution, a warrant to PERA in the amount of \$380,000,000 with reductions to future direct distributions. The July 1, 2023, direct distribution will be reduced by \$190,000,000 to \$35,000,000. The July 1, 2024, direct distribution will not be reduced from \$225,000,000 due to a negative investment return in 2022.
- The TPL for the Local Government Division, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, as allowable under C.R.S. § 24-51-313, of Tri-County Health, effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

4. Changes since the December 31, 2020 actuarial valuation:

- The following changes reflect the anticipated adjustments resulting from the 2020 automatic adjustment provision (AAP) assessment, statutorily recognized July 1, 2021, and effective July 1, 2022:
 - Member contribution rates increase by 0.50%.
 - Employer contribution rates increase by 0.50%.
 - Annual increase (AI) cap is lowered from 1.25% per year to 1.00% per year.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

5. Changes since the December 31, 2019 actuarial valuation:

- HB 20-1379, enacted on June 29, 2020, suspended the \$225,000 direct distribution payable on July 1, 2020 for the State's 2020-21 fiscal year.
- HB 20-1394, enacted on June 29, 2020, requires 5.0% of the Judicial Division base employer contributions rate to be paid by the members of the Judicial Division for the State's 2020-21 and 2021-22 fiscal years. This does not apply to the employer or member contribution rates for judges employed by the Denver County Court.
- SB 18-200 and SB 20-057, enacted in 2018 and 2020, respectively expanded the definition of "State Trooper" under Colorado law as follows: ▪ Beginning July 1, 2020, new or existing employees of the Division of Fire Prevention and Control in the Department of Public Safety classified as firefighter I through firefighter VII;
- New members hired on or after January 1, 2020, as a county sheriff, undersheriff, deputy sheriff, noncertified deputy sheriff, or detention officer by a Local Government Division employer; and
- New members hired on or after January 1, 2020, as a corrections officer classified as I through IV by a State Division employer.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025

I. Notes to the Required Supplementary Information – PERA (continued)

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information (continued)

6. Changes since the December 31, 2018 actuarial valuation:

- SB 18-200 was enacted on June 4, 2018, which included the adoption of the AAP. The following changes reflect the anticipated adjustments resulting from the 2018 AAP assessment, statutorily recognized July 1, 2019, and effective July 1, 2020:
 - Member contribution rates increase by 0.50%.
 - Employer contribution rates increase by 0.50%.
 - AI cap is lowered from 1.50% per year to 1.25% per year.
- HB 19-1217, enacted May 20, 2019, repealed the member contribution increases scheduled for the Local Government Division pursuant to SB 18-200.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

7. Changes since the December 31, 2017 actuarial valuation:

- The following changes were made to the plan provisions as part of SB 18-200:
 - Member contribution rates increase by 0.75% effective July 1, 2019, an additional 0.75% effective July 1, 2020, and an additional 0.50% effective July 1, 2021.
 - Employer contribution rates increase by 0.25% effective July 1, 2019 for State, School, Judicial, and DPS Divisions.
 - An annual direct distribution of \$225,000,000 from the State of Colorado, recognized as a nonemployer contributing entity, is distributed between the State, School, Judicial, and DPS Divisions proportionally based on payroll.
 - AI cap is lowered from 2.00% per year to 1.50% per year. ▪ Initial AI waiting period is extended from one year after retirement to three years after retirement.
 - AI payments are suspended for 2018 and 2019.
 - The number of years used in the highest average salary calculation for non-vested members as of January 1, 2020, increases from three to five years for the State, School, Local Government, and DPS Divisions and increases from one to three years for the Judicial Division.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

8. Changes since the December 31, 2016 actuarial valuation:

- The Cunningham Fire Protection District (CFPD) disaffiliated from the Local Government Division on December 2, 2017. For the purpose of the December 31, 2017, measurement date, liabilities were determined assuming no additional benefit accruals for the disaffiliated membership of the CFPD that had not refunded their PERA member contribution accounts. The total disaffiliation payment of \$1,159,000 was allocated to the Local Government Division Trust Fund and the HCTF in the amount of \$1,063,000 and \$96,000, respectively.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025

I. Notes to the Required Supplementary Information – PERA (continued)

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information (continued)

8. Changes since the December 31, 2016 actuarial valuation (continued):

- Pursuant to HB 17-1265, the amortization equalization disbursement (AED) and supplemental amortization equalization disbursement (SAED) contribution rates are adjusted for employers in the Judicial Division as follows:
 - For the calendar year beginning in 2019, C.R.S. § 24-51-411(4.5) increased the AED payment to 3.40% of PERA-includable salary and requires the AED payment to increase by 0.40% at the start of each of the following four calendar years through 2023 at which time the AED payment will be 5.00% of PERA-includable salary.
 - For the calendar year beginning in 2019, C.R.S. § 24-51-411(7.5) increased the SAED payment to 3.40% of PERA-includable salary and requires the SAED payment to increase by 0.40% at the start of each of the following four calendar years through 2023 at which time the SAED payment will be 5.00% of PERA-includable salary.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.

9. Changes since the December 31, 2015 actuarial valuation:

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

10. Changes since the December 31, 2014 actuarial valuation:

- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the PCOPs issued in 1997 and 2008 and refinanced thereafter.
- As required under C.R.S. § 24-51-401(1.7)(e), PERA calculated and provided to the Colorado General Assembly an adjustment to the DPS Division's employer contribution rate to assure the equalization of the School Division's and the DPS Division's ratios of unfunded actuarial accrued liability to payroll as of December 31, 2039. Subsequently, the Colorado General Assembly passed HB 15-1391, reducing the employer contribution rate of the DPS Division from 13.75% to 10.15%, effective January 1, 2015.

B. Changes to assumptions or other inputs

1. Changes since the December 31, 2023 actuarial valuation:

- 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%.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025

I. Notes to the Required Supplementary Information – PERA (continued)

B. Changes to assumptions or other inputs (continued)

2. Changes since the December 31, 2022 actuarial valuation:

- There were no changes made to the actuarial methods or assumptions.

3. Changes since the December 31, 2021 actuarial valuation:

- There were no changes made to the actuarial methods or assumptions.

4. Changes since the December 31, 2020 actuarial valuation:

- There were no changes made to the actuarial methods or assumptions.

5. Changes since the December 31, 2019 actuarial valuation:

- The assumption used to value the AI cap benefit provision was changed from 1.25% to 1.00%.

6. Changes since the December 31, 2018 actuarial valuation:

- The price inflation assumption was lowered from 2.4 percent to 2.30 percent.
- The wage inflation assumption was lowered from 3.5 percent to 3.00 percent.
- The real rate of investment return assumption was increased to 4.95 percent per year, net of investment expenses from 4.85 percent per year, net of investment expenses.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The pre-retirement mortality assumption for the School and DPS Divisions was changed to the PubT-2010 Employee Table with generational projection using scale MP-2019.
- The post-retirement non-disabled mortality assumption for the School and DPS Divisions was changed to the PubT-2010 Healthy Retiree Table, adjusted as follow:
 - Males: 112 percent of the rates prior to age 80 and 94 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
 - Females: 83 percent of the rates prior to age 80 and 106 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- The post-retirement non-disabled beneficiary mortality assumption for the Division Trust Funds was changed to the Pub-2019 Contingent Survivor Table, adjusted as follows:
 - Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
 - Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.
- The disabled mortality assumption for the Division Trust Funds (Members other than State Troopers) was changed to the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a head-count weighted basis.

7. Changes since the December 31, 2017 actuarial valuation:

- The assumption used to value the AI cap benefit provision was changed from 1.50 percent to 1.25 percent.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025
(Continued)

I. Notes to the Required Supplementary Information – PERA (continued)

B. Changes to assumptions or other inputs (continued)

8. Changes since the December 31, 2016 actuarial valuation:

- The single equivalent interest rate (“SEIR”) was increased from 4.78 percent to 7.25 percent to reflect the changes to the projection’s valuation basis, which no longer resulted in a projected year of depletion of the FNP, thereby eliminating the need to apply the municipal bond index rate.

9. Changes since the December 31, 2015 actuarial valuation:

- The SEIR was lowered from 5.26% to 4.78% to reflect the changes to the projection’s valuation basis, a projected year of depletion of the FNP, and the resulting application of the municipal bond index rate.
- The municipal bond index rate used in the determination of the SEIR changed from 3.86% on the prior measurement date to 3.43% on the measurement date.

10. Changes Since the December 31, 2014 Actuarial Valuation:

- The investment return assumption was lowered from 7.5% to 7.25%
- The wage inflation assumption was lowered from 3.90% to 3.50%
- The post-retirement mortality assumption for healthy lives for the School and Denver Public School (“DPS”) Divisions was changed to the RP-2014 White Collar Healthy Annuitant Mortality Table with adjustments for credibility and gender adjustments of a 93% factor applied to ages below 80 and a 113% factor applied to age 80 and above, projected to 2018, or males, and a 68% factor applied to ages below 80 and a 106% factor applied to age 80 and above, projected to 2020, for females.
- For disabled retirees, the mortality assumption was changed to reflect 90% of RP-2014 Disabled Retiree Mortality Table.
- The mortality assumption for active members was changed to RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70% factor applied to male rates and a 55% factor applied to female rates.
- The rates of retirement, withdrawal, and disability were revised to reflect more closely actual experience.
- The estimated administrative expense as a percentage of covered payroll was increased from 0.35% to 0.40%.
- The SEIR for the School Division Trust Fund was lowered from 7.50% to 5.26% to reflect the changes to the projection’s valuation basis, a projected year of depletion of the FNP, and the resulting application of the municipal bond index rate.

II. Notes to the Required Supplementary Information – OPEB

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information

1. Changes since the December 31, 2023 actuarial valuation:

- As of the December 31, 2024, measurement date, the fiduciary net position (FNP) and related disclosure components for the Health Care Trust Fund (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 \$20,000 and \$486,000, respectively.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025
(Continued)

II. Notes to the Required Supplementary Information – OPEB (continued)

A. Significant Changes in Plan Provisions Affecting Trends in Actuarial Information (continued)

2. Changes since the December 31, 2022 actuarial valuation:

- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the HCTF reflect payments related to the disaffiliation of Tri-County Health as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24,000,000 payment received on December 4, 2023 and a \$2,000,000 receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1,033,000 and \$24,967,000, respectively.

3. Changes since the December 31, 2021 actuarial valuation:

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

4. Changes since the December 31, 2020 actuarial valuation:

- There were no change made to the plan provisions.

5. Changes since the December 31, 2019 actuarial valuation:

- There were no change made to the plan provisions.

6. Changes since the December 31, 2018 actuarial valuation:

- There were no change made to the plan provisions.

7. Changes since the December 31, 2017 actuarial valuation:

- There were no change made to the plan provisions.

8. Changes since the December 31, 2016 actuarial valuation:

- The Cunningham Fire Protection District (CFPD) disaffiliated from the Local Government Division, thereby ending participation in the HCTF on December 2, 2017. For the purpose of disclosure as of the December 31, 2017, measurement date, liabilities were determined assuming no additional service accruals impacting possible future premium subsidies for the disaffiliated membership of the CFPD that had not refunded their PERA member contribution accounts. The total disaffiliation payment of \$1,159,000 was allocated to the Local Government Division Trust Fund and the HCTF in the amount of \$1,063,000 and \$96,000, respectively.

Clear Creek School District RE-1
Notes to Required Supplementary Information (continued)
June 30, 2025
(Continued)

II. Notes to the Required Supplementary Information – OPEB (continued)

B. Changes to assumptions or other inputs

1. Changes since the December 31, 2023 actuarial valuation:

- 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.

2. Changes since the December 31, 2022 actuarial valuation:

- There were no change made to the actuarial methods or assumptions.

3. Changes since the December 31, 2021 actuarial valuation:

- The timing of the retirement decrement was adjusted to middle-of-year.

4. Changes since the December 31, 2020 actuarial valuation:

- There were no change made to the actuarial methods or assumption

5. Changes since the December 31, 2019 actuarial valuation:

- Changes since the December 31, 2019 to the HCTF actuarial valuation are the same as the changes to the SCHDTF noted in Note I.B.6. above.

6. Changes since the December 31, 2018 actuarial valuation:

- There were no change made to the actuarial methods or assumptions.

7. Changes since the December 31, 2017 actuarial valuation:

- There were no change made to the actuarial methods or assumptions.

8. Changes since the December 31, 2016 actuarial valuation:

- There were no change made to the actuarial methods or assumptions.

Clear Creek School District RE-1

Supplementary Information



Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual (GAAP Basis)
Debt Service Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Property taxes levied for general purposes	2,566,500	2,566,500	2,380,642	(185,858)	2,550,035
Investment income	70,000	70,000	76,897	6,897	77,946
Total Local Sources	<u>2,636,500</u>	<u>2,636,500</u>	<u>2,457,539</u>	<u>(178,961)</u>	<u>2,627,981</u>
Total Revenues	<u>2,636,500</u>	<u>2,636,500</u>	<u>2,457,539</u>	<u>(178,961)</u>	<u>2,627,981</u>
Expenditures:					
Debt service:					
Principal	1,060,000	1,060,000	1,060,000	-	1,030,000
Interest and fiscal charges	1,454,700	1,454,700	1,454,000	700	1,490,650
Total Expenditures	<u>2,514,700</u>	<u>2,514,700</u>	<u>2,514,000</u>	<u>700</u>	<u>2,520,650</u>
Net Change in Fund Balance	121,800	121,800	(56,461)	(178,261)	107,331
Fund Balance - Beginning of Year	<u>2,129,729</u>	<u>2,129,729</u>	<u>2,155,912</u>	<u>26,183</u>	<u>2,048,581</u>
Fund Balance - End of Year	<u>2,251,529</u>	<u>2,251,529</u>	<u>2,099,451</u>	<u>(152,078)</u>	<u>2,155,912</u>

The accompanying notes are integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual (GAAP Basis)
Capital Reserve Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Other	-	-	4,696	4,696	3,580
Total Revenues	-	-	4,696	4,696	3,580
Expenditures:					
Buildings and improvements	297,262	297,262	141,114	156,148	4,039,481
Vehicles	-	-	-	-	142,620
Other	597,738	597,738	100,245	497,493	793,052
Total Expenditures	895,000	895,000	241,359	653,641	4,975,153
Excess (Deficiency) of Revenues Over Expenditures	(895,000)	(895,000)	(236,663)	658,337	(4,971,573)
Other Financing Sources (Uses)					
Sale of capital assets	-	-	5,500	5,500	7,750
Transfers in (out)	100,000	100,000	100,000	-	800,000
Total Other Financing Sources (Uses)	100,000	100,000	105,500	5,500	807,750
Net Change in Fund Balance	(795,000)	(795,000)	(131,163)	663,837	(4,163,823)
Fund Balance - Beginning of Year	1,643,165	1,643,165	1,901,654	258,489	6,065,477
Fund Balance - End of Year	848,165	848,165	1,770,491	922,326	1,901,654

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual (GAAP Basis)
Building Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	2025			Final Budget Variance Positive (Negative)	2024
	Original Budget	Final Budget	Actual Amounts		Actual Amounts
Revenues:					
Local sources:					
Investment income	250,000	250,000	429,852	179,852	1,661,192
Total local sources	<u>250,000</u>	<u>250,000</u>	<u>429,852</u>	<u>179,852</u>	<u>1,661,192</u>
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>429,852</u>	<u>179,852</u>	<u>1,661,192</u>
Expenditures:					
Buildings and improvements	9,494,733	9,494,733	6,050,548	3,444,185	25,467,453
Equipment	-	-	514,909	(514,909)	165,765
Total Expenditures	<u>9,494,733</u>	<u>9,494,733</u>	<u>6,565,457</u>	<u>2,929,276</u>	<u>25,633,218</u>
Net Change in Fund Balance	(9,244,733)	(9,244,733)	(6,135,605)	3,109,128	(23,972,026)
Fund Balance - Beginning of Year	<u>9,244,733</u>	<u>9,244,733</u>	<u>10,676,362</u>	<u>1,431,629</u>	<u>34,648,388</u>
Fund Balance - End of Year	<u>-</u>	<u>-</u>	<u>4,540,757</u>	<u>4,540,757</u>	<u>10,676,362</u>

The accompanying notes are an integral part of these financial statements.

Clear Creek School District RE-1
Schedule of Revenues, Expenses and Changes in Net Position
Assets - Budget and Actual (GAAP Basis)
Tuition Preschool Fund
For the Year Ended June 30, 2025
(With Comparative Actual Amounts for 2024)

	<u>2025</u>			<u>Final Budget</u>	<u>2024</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>	<u>Actual Amounts</u>
Operating Revenues:					
Local sources:					
Tuition	189,175	189,175	134,118	(55,057)	139,540
State sources	134,920	134,920	233,788	98,868	263,477
Total Revenues	<u>324,095</u>	<u>324,095</u>	<u>367,906</u>	<u>43,811</u>	<u>403,017</u>
Operating Expenses:					
Salaries	319,821	319,821	295,748	24,073	315,775
Benefits	92,350	92,350	102,683	(10,333)	89,655
Supplies and materials	16,000	16,000	4,809	11,191	8,322
Other	34,000	34,000	48,999	(14,999)	44,849
Total Operating Expenses	<u>462,171</u>	<u>462,171</u>	<u>452,239</u>	<u>9,932</u>	<u>458,601</u>
Operating Income (Loss)	<u>(138,076)</u>	<u>(138,076)</u>	<u>(84,333)</u>	<u>53,743</u>	<u>(55,584)</u>
Nonoperating revenues and expenses:					
Transfers in	100,000	100,000	100,000	-	2,500
Total nonoperating revenues and expenses:	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>2,500</u>
Net Change in Net Position	(38,076)	(38,076)	15,667	53,743	(53,084)
Net Position - Beginning of Year	<u>50,010</u>	<u>50,010</u>	<u>15,595</u>	<u>(34,415)</u>	<u>68,679</u>
Net Position - End of Year	<u><u>11,934</u></u>	<u><u>11,934</u></u>	<u><u>31,262</u></u>	<u><u>19,328</u></u>	<u><u>15,595</u></u>

The accompanying notes are an integral part of these financial statements.



Colorado Department of Education

Auditors Integrity Report

District: 0540 - Clear Creek RE-1

Fiscal Year 2024-25

Colorado School District/BOCES

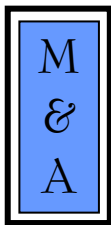
Revenues, Expenditures, & Fund Balance by Fund

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	6,427,865	11,277,059	11,308,489	6,396,434
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	0	0	0	0
Sub- Total	6,427,865	11,277,059	11,308,489	6,396,434
11 Charter School Fund	558,619	1,590,361	1,675,606	473,374
20,26-29 Special Revenue Fund	0	0	0	0
06 Supplemental Cap Const, Tech, Main. Fund	0	0	0	0
07 Total Program Reserve Fund	0	0	0	0
21 Food Service Spec Revenue Fund	13,619	527,900	431,165	110,355
22 Govt Designated-Purpose Grants Fund	0	810,399	810,399	0
23 Pupil Activity Special Revenue Fund	352,786	310,930	270,585	393,131
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	2,155,912	2,457,539	2,514,000	2,099,451
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	10,676,363	429,852	6,565,457	4,540,758
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	1,901,653	110,196	241,359	1,770,490
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	22,086,818	17,514,236	23,817,060	15,783,994
Proprietary				
50 Other Enterprise Funds	15,595	467,907	452,239	31,262
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
Totals	15,595	467,907	452,239	31,262
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	0	0	0	0

FINAL

Clear Creek School District RE-1
Single Audit Reports and Schedules





McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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MAIN OFFICE: (970) 845-8800

INDEPENDENT AUDITOR'S 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

**To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, discretely presented component unit, and each major fund of Clear Creek School District RE-1 (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 9, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit on the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the 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 of 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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 determination of financial statement amounts. 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*.

Member: American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
December 9, 2025



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

WEB SITE: www.McMAHANCPA.COM

MAIN OFFICE: (970) 845-8800

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

**To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO**

Report on Compliance for Each Major Program

We have audited the Clear Creek School District RE-1's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Member: American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with U.S. 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 or 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 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 the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been 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.

INDEPENDENT AUDITOR'S REPORT
To the Board of Education
Clear Creek School District RE-1
Idaho Springs, CO

Purpose of this Report

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 in the requirements of Uniform Guidance and the Guide. Accordingly, this report is not suitable for any other purpose

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
December 9, 2025

**Clear Creek School District RE-1
SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025**

Part I: Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Noncompliance material to financial statements noted	None noted

Federal Awards

Internal control over major programs:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200	None noted
Major programs – Schools and Roads – Grants to States	ALN 10.665
Dollar threshold used to identify Type A from Type B programs	\$750,000
Identified as low-risk auditee	Yes

Part II: Findings Related to Financial Statements

Findings related to financial statements as required by Government Auditing Standards	None noted
Auditor-assigned reference number	Not applicable

Part III: Findings Related to Federal Awards

Internal control findings	No
Compliance findings	No
Questioned costs	No
Auditor-assigned reference number	Not applicable

**Clear Creek School District RE-1
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025**

Note: There were no findings for the fiscal year ended June 30, 2024.

**Clear Creek School District RE-1
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025**

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Grant Project Code	Expenditures
United States Department of Education			
Passed through State Department of Education:			
Title I, Part A	84.010	4010	151,333
No Child Left Behind, Title I, Part A	84.010	5010	25,000
No Child Left Behind: Title III Part A: English Language Acquisition	84.365A	4365	1,661
Title II, Part A Teacher and Principal Training and Recruiting	84.367	4367	28,741
ESSER III ARP 9.5% State Set-Aside, Early-Service Educator Mentoring Program	84.425U	4436	3,456
Passed through East Grand School District:			
ESSER III ARP 9.5% State Set-Aside, Rural Coaction	84.425U	4429	47,217
Total ESSER Funds			<u>257,408</u>
Twenty-First Century Community Learning Centers	84.287C	7287	80,903
Total United States Department of Education			<u>80,903</u>
United States Department of Agriculture			
Passed Through Clear Creek County Treasurer:			
Schools and Roads - Grants to States	10.665	7665	434,241 B
Passed through Colorado Department of Human Services			
Food Distribution Commodities	10.555	4555	12,050 A
Passed through State Department of Education:			
National School Lunch Program	10.555	4555	99,746 A
Total National School Lunch Program			<u>111,796</u>
School Breakfast Program	10.553	4553	30,303 A
Total United States Department of Agriculture			<u>576,340</u>
Total Federal Expenditures			<u>\$ 914,651</u>

Additional Information for Clusters:

A Child Nutrition Cluster	\$ 365,691
B Forest Service Schools and Roads Cluster	434,241

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2025:

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Clear Creek School District, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2, US Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ("Uniform Guidance")*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the general purpose financial statements.

Note 2. Basis of Determining the Value of Non-Cash Awards Expended:

Food Commodities: Fair market value of commodities at the time recipient received award and the assessed value provided by the federal agency.

Note 3. Sub recipients:

The District did not provide any federal funds listed in the Schedule of Expenditures of Federal Awards received to sub recipients.

Note 4. Indirect Facilities and Administration Costs:

The District does not opt to use the 10% de minimis cost rate allowed in Title 2 U.S. Code of Federal Regulations (CFR), Part 200.414 Indirect (F & A) costs.

Clear Creek School District RE-1

Statistical Information



**Table II
History of District's Mill Levy**

Levy/Collection Year	General Fund Mill Levy	Bond Fund Mill Levy	Mill Levy Override	Abatements	Total Mill Levy
2016/2017	12.481	3.799	3.542	0.016	19.838
2017/2018	12.481	4.045	3.966	0.000	20.492
2018/2019	12.481	4.233	4.646	-0.082	21.278
2019/2020	12.481	3.125	7.690	0.004	23.300
2020/2021*	12.481	3.106	7.902	0.052	23.541
2021/2022	12.485	7.263	8.070	0.026	27.844
2022/2023	12.485	8.23	8.854	0.034	29.603
2023/2024	12.485	7.835	8.558	0.01	28.888
2024/2025	12.485	6.941	8.705	0.003	28.134

*2021 Includes a temporary tax credit of 5.264

Table III
History of District's Assessed Valuation

Levy/Collection Year	Assessed Valuation	Percent Change
2016/2017	519,184,740	-
2017/2018	463,664,170	-10.69%
2018/2019	395,836,760	-14.63%
2019/2020	364,136,650	-8.01%
2020/2021	349,815,720	-3.93%
2021/2022	337,851,980	-3.42%
2022/2023	311,995,840	-7.65%
2023/2024	327,601,230	5.00%
2024/2025	338,887,490	3.45%

Table V
Property Tax Collections for the District¹

Levy/Collection		Current Tax	Collections as	Delinquent	Total Tax	Total
Year	Taxes Levied	Collections	a Percent of	Tax	Collections	Collections
			Taxes Levied	Collections		as a Percent
						of Taxes
						Levied
2016/2017	\$ 10,299,587	\$ 10,276,389	99.77%	\$ 190	\$ 10,276,579	99.78%
2017/2018	9,501,406	9,478,510	99.76%	1,212	9,479,722	99.77%
2018/2019	8,422,615	8,335,270	98.96%	5,891	8,341,161	99.03%
2019/2020	8,484,384	8,458,163	99.69%	11,757	8,469,920	99.83%
2020/2021	8,235,012	8,224,504	99.87%	2,053	8,226,557	99.90%
2021/2022	9,407,214	9,411,336	100.04%	101	9,411,437	100.04%
2022/2023	9,236,013	9,240,733	100.05%	291	9,241,024	100.05%
2023/2024	9,463,752	9,373,959	99.05%	8,634	9,382,593	99.14%
2024/2025	9,534,261	9,593,796	100.62%	290	9,594,087	100.63%

¹Treasurer's fees have not been deducted from these amounts.

Table VI
2024 Largest Taxpayers Within the District

Owner's Name	Assessed Value	Percent
CLIMAX MOLYBDENUM-HENDERSON OPERATIONS	43,916,070	0.37%
PUBLIC SERVICE CO OF COLO	36,971,980	10.91%
CLEAR CREEK SKIING CORP	7,582,810	2.24%
ALBERT FREI AND SONS INC	3,678,790	1.09%
NEW BIGHORN CROSSING I LLC	947,920	0.28%
MARTIN MARIETTA MATERIALS REAL ESTATE INVESTMENTS INC	2,546,500	0.75%
CEMENTATION USA INC	1,939,490	0.57%
PUBLIC SERVICE CO OF COLO	1,823,830	0.54%
CELLCO PARTNERSHIP DBA VERIZON	1,568,270	0.46%
IHS RE LLC	1,275,820	0.38%
Total	\$102,251,480	17.59%

Table VIII
District Enrollment

School Year	Enrollment¹	Percent Change Based Upon Total Enrollment
2016/2017	858	-
2017/2018	808	-5.83%
2018/2019	760	-5.94%
2019/2020	717	-5.66%
2020/2021	682	-4.88%
2021/2022	696	2.05%
2022/2023	680	-2.30%
2023/2024	652	-4.12%
2024/2025	638	-2.15%