

cPa DIXON, WALLER & CO., INC.

SANGRE DE CRISTO SCHOOL DISTRICT

NUMBER RE-22J

MOSCA, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2021

DIXON, WALLER & CO., INC.

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SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J

FINANCIAL STATEMENTS

JUNE 30, 2021

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SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
ROSTER OF SCHOOL OFFICIALS
June 30, 2021

BOARD OF EDUCATION

Stacy Eskew	President
Ray Newmyer	Vice-President
Kristin Lane	Secretary/Treasurer
Mark Beiriger	Member
Jess Freel	Member

SCHOOL OFFICIALS

David Crews	Superintendent
Brenda Mixon	Business Manager

FINANCIAL SECTION

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

Board of Education
Sangre de Cristo School District Number RE-22J
Mosca, Colorado 81146

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sangre de Cristo School District Number RE-22J, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Sangre de Cristo School District Number RE-22J, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension and other post employment benefits trend data on pages i through xi and 46 through 52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sangre de Cristo School District Number RE-22J's basic financial statements. The combining and individual fund financial statements, other schedules, and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, other schedules, and state required schedules are the responsibility of management and were derived from and relate 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, other schedules, and state required schedules, are fairly stated, in all material respect, in relation to the basic financial statements as a whole.

Simon Waller & Co., Inc.

Trinidad, Colorado)
November 30, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

Sangre de Cristo School
District Re – 22 J

8751 Lane 7 North
Mosca, CO 81146
(719) 378-2310

Management's
Discussion & Analysis

2020-2021
Financial Statement

Sangre de Cristo School District RE - 22 J

Management's Discussion and Analysis

The discussion and analysis of Sangre de Cristo School District RE - 22 J's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2021.

The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should review the information presented here in conjunction with the notes to the basic financial statements and to enhance their understanding of the District's performance.

The Management Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, issued in June 1999. The GASB requires certain comparative information between the current year and the prior year to be presented in the MD&A.

Financial Highlights

- The assets of Sangre de Cristo School District RE – 22 J exceeded its liabilities at the close of June 30, 2021 by **\$10,591,313**. Net position is more than previous year by **\$1,248,769** due to **PERA Pension and OPEB Liability changes along with associated deferred flow**.
- The District's governmental activities total net position increased by **\$1,248,769** due in large part to **change in net Pension and OPEB liability, and related deferred flows**.
- Expenses from governmental activities of **\$4,923,790** were offset by program specific charges, grants and contributions of **\$1,138,210**. General revenues from property taxes and state equalization amounted to **\$3,465,788**.
- The General Fund reported a fund balance of **\$1,978,494** at the close of June 30, 2021, a decrease of **\$9,430** from prior year. The overall total of all governmental funds balance was **\$3,132,750**, at the fiscal year end. The District, strives to adopt a balanced budget which will both meet and exceed the needs of the students, and still build up a stable foundation for the future capital construction needs of the District.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis serves as an introduction to Sangre de Cristo School District Re-22J's basic financial statements. The basic financial statements consist of three parts – management's discussion and analysis (this section), the basic financial statements and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District.

The first two statements are government-wide financial statements that provide both long-term and short-term information about the District's overall financial status.

The remaining statements are fund financial statements that focus on individual parts of the District government, reporting the District's operations in more detail than the government-wide statements.

- The governmental funds statements tell how general government services were financed in the short-term as well as what remains for future spending.
- Proprietary/Enterprise fund statements offer short and long term financial information about the activities that the district operates like businesses, such as food service.
- Fiduciary fund statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. The Flow Chart (Figure A-1) below shows how the required parts of this annual report are arranged and how they relate to one another.

Table A-1

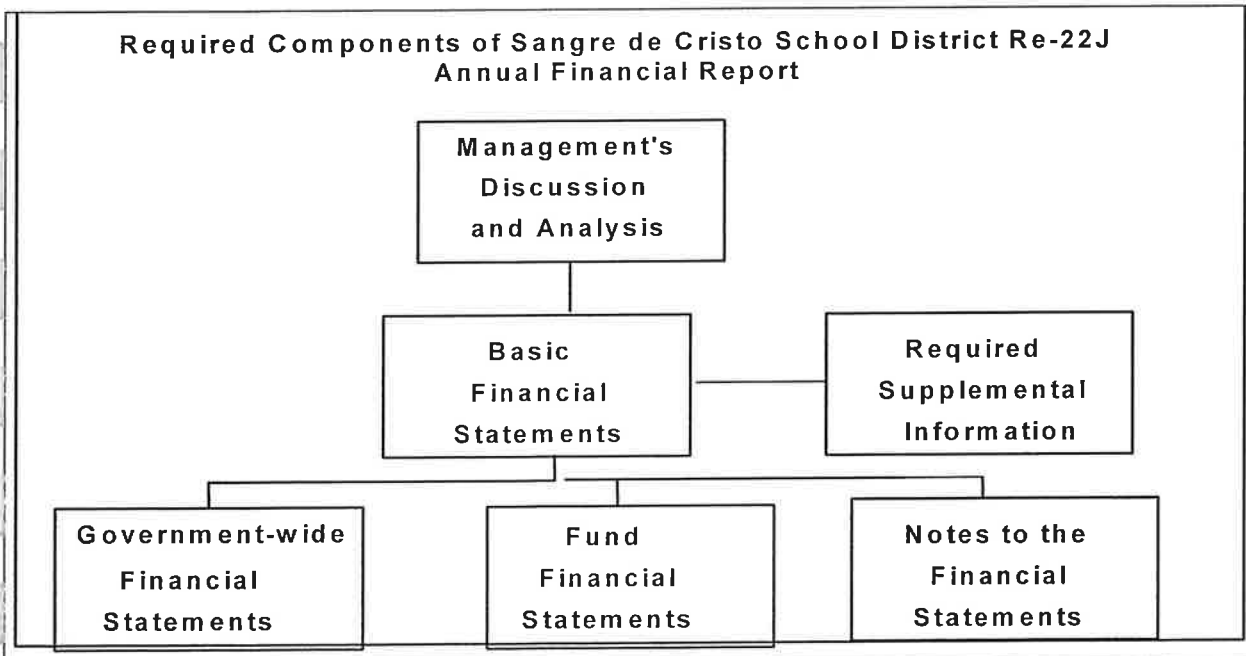


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of the overview section of the management's discussion and analysis explains the structure and contents of each of the statements.

Table A-2

Major Features of Sangre de Cristo School District Re-22J Government-wide and Fund Financial Statements				
	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District government (except fiduciary funds and the districts component units)	The activities of the District that are not proprietary or fiduciary, such as elementary and high school education programs.	Activities the District operates similar to private businesses, ie, the food service operation.	Instances in which the District is the trustee or agent for someone else's resources.
Required Financial Statements	*Statement of Net Assets *Statement of Activities	*Balance Sheet *Statement of Revenues, Expenditures and Changes in Fund Balances	*Statement of Net Assets *Statement of Revenues, Expenses and Changes in Fund Net Assets *Statement of Cash Flows	*Statement of Fiduciary Net Assets
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the Districts funds do not currently contain capital assets although they can
Type of Inflow/Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. They consist of two statements:

The statement of net position presents information on all of the District's assets and liabilities with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the financial position of the District.

The statement of activities presents information reporting how the District's net position changed during the fiscal year 2020-2021. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows for future fiscal periods. Earned but unused vacation leave and uncollected taxes are examples of these types of items.

The government-wide financial statements of the District are reported in two categories:

- **Governmental Activities** - This category includes the District's basic instructional services, such as elementary and high school educational programs, support services (guidance counselor, executive administration, board of education, fiscal services, etc.), debt service payments, extracurricular activities (sports, clubs, etc.) and capital equipment purchases. Property taxes, state grants, federal grants and interest earnings finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds – not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All District funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Most of the District's basic services are included in the governmental funds, which focus on (1) how cash and other financial assets that can readily converted to cash flow in and out and (2) the balances left at the year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements, or on the subsequent page, that explains the relationship (or differences) between them.

Sangre de Cristo School District Re-22J maintains five individual governmental funds. Information is presented separately in the governmental fund - balance sheet and in the governmental fund - statement of revenues, expenditures and changes in fund balances for the General Fund (including the Preschool Fund), Bond Redemption Fund, and Capital Projects Fund.

Proprietary Funds – Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both short- and long-term financial information. There are currently no proprietary funds maintained by the District.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government, such as scholarship funds and student activity funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 11-45 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents supplementary information. Supplementary information includes combining statements mentioned earlier in connection with non-major governmental funds as well as budget-to-actual information for all funds as dictated by state law. A budgetary comparison schedule has been provided on pages 46-48 for the General Fund to demonstrate compliance.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

This section will explain the differences between the current and prior year's assets, liabilities, and changes in net position.

Table A-3 below provides a summary of the District's net position as of June 30, 2021

Table A-3

NET POSITION	2021			2020		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
ASSETS						
Current and Other Assets	3,685,486	-	3,685,486	3,958,830	-	3,958,830
Capital Assets	17,015,673	-	17,015,673	17,613,146	-	17,613,146
Total Assets	20,701,159	-	20,701,159	21,571,976	-	21,571,976
DEFERRED OUTFLOW OF RESOURCES						
	1,939,770	-	1,939,770	1,288,492	-	1,288,492
LIABILITIES						
Current and Other Liabilities	674,576	-	674,576	1,031,656	-	1,031,656
Long Term Liabilities	2,125,000	-	2,125,000	2,345,000	-	2,345,000
Net Pension and OPEB Liability	6,516,167	-	6,516,167	5,787,621	-	5,787,621
Total Liabilities	9,315,743	-	9,315,743	9,164,277	-	9,164,277
DEFERRED INFLOW OF RESOURCES						
	2,733,873	-	2,733,873	4,353,647	-	4,353,647
NET POSITION						
Net Investment in Capital Assets	14,670,673	-	14,670,673	15,058,146	-	15,058,146
Restricted for:						
Tabor Reserve	140,000	-	140,000	127,000	-	127,000
BEST Grant Reserve	235,150	-	235,150	204,150	-	204,150
Debt Service	521,228	-	521,228	487,289	-	487,289
Preschool	-	-	-	122	-	122
Food Service	35,437	-	35,437	145	-	145
Unrestricted	(5,011,175)	-	(5,011,175)	(6,534,308)	-	(6,534,308)
	10,591,313	-	10,591,313	9,342,544	-	9,342,544

The statement of net position reports all financial and capital resources. The statement presents the assets and liabilities in order of relative liquidity. The liabilities with average maturities greater than one year are reported in two components – the amount due within one year and the amount due in more than one year. The long-term liabilities of the district, consisting of compensated absences payable, payable and capital outlay certificates payable have been reported in this manner on the statement of net position. The difference between the district's assets and liabilities is its net position.

Changes in Net Position

The change in revenue and expenditures for governmental activities is overall insignificant.

The District's revenues totaled \$4,630,053(See Table A-4). Approximately 39% of the District's revenue came from property and other taxes, with 38% coming from state equalization funding.

The total cost of all programs and services was \$3,381,284. The District's expenses cover a range of services, encompassing instruction, support services and food services.

Table A-4

Sangre de Cristo School District Re-22J
Condensed Statement of Changes in Net Position as of June 30, 2021

Changes in Net Position	2021			2020		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
Revenues						
Charges for Services	36,306	-	36,306	58,372	-	58,372
Operating Grants and Contributions	1,101,904	-	1,101,904	730,474	-	730,474
Capital Grants and Contributions	-	-	-	240,826	-	240,826
Property taxes	1,498,382	-	1,498,382	1,469,845	-	1,469,845
Specific Ownership Taxes	216,314	-	216,314	204,025	-	204,025
Equalization	1,751,092	-	1,751,092	2,036,676	-	2,036,676
Earnings on investments	5,317	-	5,317	14,739	-	14,739
Other Revenues	20,738	-	20,738	61,057	-	61,057
TOTAL REVENUES	4,630,053	-	4,630,053	4,816,014	-	4,816,014
Expenses						
Instructional services	2,848,999	-	2,848,999	2,763,180	-	2,763,180
Students	205,961	-	205,961	264,635	-	264,635
Instructional staff	21,052	-	21,052	25,061	-	25,061
District administration	212,215	-	212,215	217,289	-	217,289
School administration	250,087	-	250,087	254,290	-	254,290
Business	57,252	-	57,252	66,456	-	66,456
Operation and maintenance of facilities	483,623	-	483,623	439,763	-	439,763
Transportation	234,355	-	234,355	219,799	-	219,799
Central	298,777	-	298,777	214,000	-	214,000
Capital outlay	2,397	-	2,397	19,301	-	19,301
Interest	100,584	-	100,584	109,181	-	109,181
Pension and OPEB	(1,542,506)	-	(1,542,506)	(979,865)	-	(979,865)
Food Service	208,488	-	208,488	269,217	-	269,217
TOTAL EXPENSES	3,381,284	-	3,381,284	3,882,307	-	3,882,307
Increase (Decrease) in Net Position	1,248,769	-	1,248,769	933,707	-	933,707

Governmental Activities

The primary source of operating revenue for school districts comes from the Colorado School Finance Act of 1994. Under this act, the School District received \$10,842.49 per funded student. In FY 2019-2021, the funded pupil count was 278.2 FTE. Funding for the Colorado School Finance Act comes from property taxes, specific ownership taxes and state equalization. The School District received approximately 38 percent of its funding from state equalization and 39 percent from local property taxes and specific ownership taxes.

The statement of activities provides the cost of program services and the related charges for services and grants offsetting those costs. The following list describes the total cost of services.

Governmental Activities by Major Function

	2021		2020	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instructional services	2,848,999	1,962,208	2,763,180	2,162,622
Students	205,961	205,961	264,635	172,860
Instructional staff	21,052	(17,174)	25,061	25,061
District administration	212,215	212,215	217,289	217,289
School administration	250,087	250,087	254,290	254,290
Business	57,252	57,252	66,456	66,456
Operation and maintenance of facilities	483,623	483,623	439,763	439,763
Transportation	234,355	204,287	219,799	41,092
Central	298,777	298,777	214,000	214,000
Capital outlay	2,397	2,397	19,301	19,301
Interest	100,584	100,584	109,181	109,181
Pension and OPEB	(1,542,506)	(1,542,506)	(979,865)	(979,865)
Food Service	208,488	25,363	269,217	110,585
Total	3,381,284	2,243,074	3,882,307	2,852,635

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

The focus of the District's governmental funds report is to provide information on near term inflow; outflows and balances of spend able resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Sangre de Cristo School District, net position was **\$10,591,313** at the close of business June 30, 2021, an increase of **\$1,248,769**.

General Fund

The General Fund is the major operating fund of the District, providing the majority of the resources for the educational and support programs. The Board of Education approves a budget in June based on enrollment projection for the following school year.

Actual revenues for the General Fund totaled **\$4,050,592**, which was **\$71,391** more than the final budget. The actual expenditures of **\$3,967,022** were below budget by **\$1,956,865**. The District's General Fund's fund balance decreased by **\$9,430**. The **\$1,978,494** fund balance as of June 30, 2021 includes **\$140,000** reserved for Tabor and **\$363,963** of accrued salaries and benefits.

General Fund Budgetary Highlights

The 2020-2021 budget development process was impacted by the administrator. The Board adopted the first preliminary budget in June of 2020. Throughout the course of the school year the administration worked diligently to accurately reflect the financial status of the district. In January of 2021, the final budget was approved by the Board of Education.

At the close of business on June 30, 2021 actual General Fund expenditures were **\$1,956,865** less than the budgeted amount and actual revenues were more than the budgeted amount by **\$71,391**.

Capital Reserve Capital Projects Fund

This fund is to be used to account for the purposes and limitations specified by Section 22-45-103(1) ©, C.R.S., including the acquisition of sites, buildings, equipment, and vehicles. Revenues were **\$391** with an ending fund balance of **\$476,429**.

Bond Redemption Fund

This fund is used to account for the accumulation of resources for and the payment of principal, interest, and related expenses for the districts Bond that our voters passed in November 2009 to **match funds** for the BEST Grant district was awarded the amount of **\$19,732,875**. Activity in this fund for FY20-21 is **\$345,846** in revenues, and **\$311,908** in expenditures.

Agency Funds

This consists of the Scholarship Fund. The Scholarship Fund is a Trust & Agency Fund with the assets held in trust. The total net assets in the Scholarship fund are **\$34,812**.

Next Year's Budget

The budget for the 2021-2022 school year will be greatly impacted by student enrollment numbers as well as legislative decision which could impact revenues. However, the administration feels confident that the budget development process and adoption of the budget will be a reflection of the district's anticipated revenues and expenditures.

Capital Assets and Debt Administration

The District's investments in capital assets for its governmental activities (net) as of June 30, 2021 amount to **\$17,015,673**. This is total cost of **\$24,607,830** less accumulated depreciation of **\$7,592,157**. Sangre de Cristo School District assets are made up of the following:

See attached report – Capital Assets Note Disclosure

By the end of 2021 the District has invested **\$24,607,830** in a broad range of capital assets, including, land, buildings, (BEST Grant – new school building); various machinery, vehicles, and equipment. This amount represents a net increase (including additions and deductions) of **\$64,621**.

**Sangre de Cristo Re-22 J
CAPITAL ASSETS**

Land	\$32,667.00
Buildings & Site Improvements +	22,211,905
Vehicles & Equipment	1,989,844
	-
Food Service Equipment	373,414
Total Funds Capital Assets	<u>\$ 24,607,830</u>

Changes in Long-Term Debt

In November of 2008 our District's Voter's passed a bond to match funds for the BEST Grant to build a new school. The district was awarded \$19,732,875

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2021:

	Balance 07/01/2020	Additions	Deletions	Balance 06/30/2021	Due Within One Year
General Obligations Bonds Payable:					
Series 2009 G.O. Bonds	2,555,000	-	210,000	2,345,000	220,000
Total Long-Term Obligations	<u>2,555,000</u>	<u>-</u>	<u>210,000</u>	<u>2,345,000</u>	<u>220,000</u>

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Superintendent, Sangre de Cristo School District Re-22J, 8751 Lane 7 N. Mosca, CO. 81146.

Respectfully,

David Crews

Superintendent of Schools

BASIC FINANCIAL STATEMENTS

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
STATEMENT OF NET POSITION
June 30, 2021

<u>ASSETS</u>	<u>Governmental Activities</u>	<u>Total</u>
<u>Current Assets</u>		
Cash and Investments	3,482,524	3,482,524
Property Taxes Receivable	142,000	142,000
Accounts Receivable	32,529	32,529
Grants Receivable	15,509	15,509
Inventories	12,924	12,924
<u>Total Current Assets</u>	<u>3,685,486</u>	<u>3,685,486</u>
<u>Capital Assets:</u>		
Depreciable Assets	24,575,163	24,575,163
Accumulated Depreciation	(7,592,157)	(7,592,157)
Non-Depreciable Assets	32,667	32,667
<u>Capital Assets Net of Depreciation</u>	<u>17,015,673</u>	<u>17,015,673</u>
<u>TOTAL ASSETS</u>	<u>20,701,159</u>	<u>20,701,159</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pension	1,923,010	1,923,010
Other Post Employment Benefits	16,760	16,760
<u>Total Deferred Outflow of Resources</u>	<u>1,939,770</u>	<u>1,939,770</u>
<u>LIABILITIES</u>		
<u>Current Liabilities:</u>		
Accounts Payable	21,773	21,773
Accrued Salaries Payable	363,963	363,963
Accrued Interest	8,080	8,080
Unearned Grant Payments	60,760	60,760
General Obligation Bonds - Current	220,000	220,000
<u>Total Current Liabilities</u>	<u>674,576</u>	<u>674,576</u>
<u>Noncurrent Liabilities</u>		
General Obligation Bonds	2,125,000	2,125,000
Net Pension Obligation	6,287,587	6,287,587
Net Other Post Employment Benefits	228,580	228,580
<u>Total Noncurrent Liabilities</u>	<u>8,641,167</u>	<u>8,641,167</u>
<u>TOTAL LIABILITIES</u>	<u>9,315,743</u>	<u>9,315,743</u>
<u>DEFERRED INFLOW OF RESOURCES</u>		
Pension	2,659,028	2,659,028
Other Post Employment Benefits	74,845	74,845
<u>Total Deferred Inflow of Resources</u>	<u>2,733,873</u>	<u>2,733,873</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	14,670,673	14,670,673
Restricted for:		
BEST Grant Reserve	235,150	235,150
Preschool	-	-
TABOR (Emergencies)	140,000	140,000
Debt Service	521,228	521,228
Food Services	35,437	35,437
Unrestricted	(5,011,175)	(5,011,175)
<u>TOTAL NET POSITION</u>	<u>10,591,313</u>	<u>10,591,313</u>

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2021

<u>FUNCTIONS/PROGRAMS</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenue and Changes in Net Position</u>	
	<u>Operating Grants and</u>		<u>Capital Grants and Contributions</u>		
	<u>Charges for Services</u>	<u>Contributions</u>			
<u>Expenses</u>	<u>Governmental Activities</u>	<u>Governmental Activities</u>	<u>Total</u>	<u>Total</u>	
<u>Primary Government:</u>					
<u>Governmental Activities</u>					
Instruction	2,848,999	10,934	875,857	-	(1,962,208)
Pupil	205,961	-	-	-	(205,961)
Instructional Staff	21,052	-	38,226	-	17,174
General Administration	212,215	-	-	-	(212,215)
School Administration	250,087	-	-	-	(250,087)
Business	57,252	-	-	-	(57,252)
Operation & Maintenance	483,623	-	-	-	(483,623)
Student Transportation	234,355	-	30,068	-	(204,287)
Central Support	298,777	-	-	-	(298,777)
Food Service	208,488	25,372	157,753	-	(25,363)
Capital Outlay	2,397	-	-	-	(2,397)
Interest on Debt	100,584	-	-	-	(100,584)
<u>Total Governmental Activities</u>	<u>4,923,790</u>	<u>36,306</u>	<u>1,101,904</u>	<u>-</u>	<u>(3,785,580)</u>
<u>Total Primary Government</u>	<u>4,923,790</u>	<u>36,306</u>	<u>1,101,904</u>	<u>-</u>	<u>(3,785,580)</u>
<u>General Revenues</u>					
Local Property Taxes					1,498,382
Specific Ownership Taxes					216,314
School Finance Act					1,751,092
Earnings on Investments					5,317
Pension Changes					1,542,506
Other					20,738
<u>Total General Revenues and Transfers</u>					<u>5,034,349</u>
<u>Change in Net Position</u>					<u>1,248,769</u>
<u>Net Position, Beginning</u>					<u>9,342,544</u>
<u>Net Position, Ending</u>					<u>10,591,313</u>

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2021

	<u>General</u>	<u>Bond Redemption Debt Service Fund</u>	<u>Capital Reserve Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash	2,343,837	513,044	476,429	149,214	3,482,524
Accounts Receivable	30,982	-	-	1,547	32,529
Inventories	-	-	-	12,924	12,924
Interfund Receivables	-	-	-	-	-
Property Taxes Receivable	112,000	30,000	-	-	142,000
Grants Receivable	-	-	-	15,509	15,509
Total Assets	<u>2,486,819</u>	<u>543,044</u>	<u>476,429</u>	<u>179,194</u>	<u>3,685,486</u>
<u>LIABILITIES</u>					
Accounts Payable	18,700	-	-	-	18,700
Interfund Payable	-	-	-	-	-
Unearned Grant Payments	60,760	-	-	-	60,760
Accrued Salaries Payable	344,441	-	-	19,522	363,963
Other Liabilities	-	-	-	3,073	3,073
Total Liabilities	<u>423,901</u>	<u>-</u>	<u>-</u>	<u>22,595</u>	<u>446,496</u>
<u>DEFERRED INFLOW OF RESOURCES</u>					
Property Tax	84,424	21,816	-	-	106,240
<u>FUND BALANCES:</u>					
Nonspendable:					
Inventories	-	-	-	12,924	12,924
Restricted:					
TABOR (Emergencies)	140,000	-	-	-	140,000
Preschool	-	-	-	-	-
Debt Service	-	521,228	-	-	521,228
BEST Capital Construction	-	-	235,150	-	235,150
Reserve	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Food Service	-	-	-	35,437	35,437
Committed:					
Capital Outlay	-	-	241,279	-	241,279
Assigned:					
Student Activities	-	-	-	108,238	108,238
Unassigned:	<u>1,838,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,838,494</u>
Total Fund Balances	<u>1,978,494</u>	<u>521,228</u>	<u>476,429</u>	<u>156,599</u>	<u>3,132,750</u>
<u>TOTAL LIABILITIES, DEFERRED</u>					
<u>INFLOWS AND FUND BALANCES</u>					
	<u>2,486,819</u>	<u>543,044</u>	<u>476,429</u>	<u>179,194</u>	<u>3,685,486</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET POSITION
For the Year Ended June 30, 2021**

Amounts reported for governmental activities in the statement of net position are different because:

<u>TOTAL FUND BALANCE - GOVERNMENTAL FUNDS</u>	3,132,750
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$24,607,830 and the accumulated depreciation is \$7,592,157.	17,015,673
Property tax revenue is recognized when earned (claim to resources established) rather than when "available". All of the deferred property tax revenue is not available.	106,240
Accrued interest that is not due and payable on long term debt is not reported in the funds.	(8,080)
Long-term liabilities are not due and payable in the current period and, therefore, not reported in the funds.	
General Obligation Bonds	(2,345,000)
Net pension and other post employment benefits liabilities, along with associated deferred flows, are not recorded at the fund level:	
Net Pension Liability	(6,287,587)
Net Other Post Employment Benefits Liability	(228,580)
Deferred Outflows	1,939,770
Deferred Inflows	<u>(2,733,873)</u>
<u>TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES</u>	<u>10,591,313</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
For The Year Ended June 30, 2021**

	<u>General Fund</u>	<u>Bond Redemption Debt Service Fund</u>	<u>Capital Reserve Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES:</u>					
Taxes	1,367,891	343,607	-	-	1,711,498
Intergovernmental	2,588,440	-	-	157,753	2,746,193
Interest	4,275	638	391	13	5,317
Other	89,986	1,602	-	72,259	163,847
<u>Total Revenues</u>	<u>4,050,592</u>	<u>345,847</u>	<u>391</u>	<u>230,025</u>	<u>4,626,855</u>
<u>EXPENDITURES:</u>					
Instruction	2,309,825	-	-	6,543	2,316,368
Pupil	157,000	-	-	38,226	195,226
Instructional Staff	21,052	-	-	-	21,052
General Administration	212,121	-	-	-	212,121
School Administration	250,087	-	-	-	250,087
Business	57,252	-	-	-	57,252
Operations & Maintenance	477,290	-	-	-	477,290
Student Transportation	184,218	-	-	-	184,218
Central Support	298,177	600	-	-	298,777
Food Service	-	-	-	210,945	210,945
Debt Service	-	311,308	-	-	311,308
Capital Outlay	-	-	2,397	-	2,397
<u>Total Expenditures</u>	<u>3,967,022</u>	<u>311,908</u>	<u>2,397</u>	<u>255,714</u>	<u>4,537,041</u>
<u>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>83,570</u>	<u>33,939</u>	<u>(2,006)</u>	<u>(25,689)</u>	<u>89,814</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Operating Transfers In (Out)	(93,000)	-	31,000	62,000	-
<u>Total Other Financing Sources (Uses)</u>	<u>(93,000)</u>	<u>-</u>	<u>31,000</u>	<u>62,000</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>(9,430)</u>	<u>33,939</u>	<u>28,994</u>	<u>36,311</u>	<u>89,814</u>
<u>FUND BALANCES, Beginning</u>	<u>1,987,924</u>	<u>487,289</u>	<u>447,435</u>	<u>120,288</u>	<u>3,042,936</u>
<u>FUND BALANCES, Ending</u>	<u>1,978,494</u>	<u>521,228</u>	<u>476,429</u>	<u>156,599</u>	<u>3,132,750</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2021**

Amounts reported for governmental activities in the statement of activities are different because:

CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS **89,814**

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital outlays more than \$5,000	64,621	
Depreciation expense	<u>(662,094)</u>	(597,473)

Property tax revenues received prior to the year for which they are being levied are not "available" at year end are reported as deferred revenue in the governmental funds. They are, however recorded as revenues in the statement of activities. 3,198

The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure. Interest expense is recognized as it accrues in the statement of activities regardless of when it is due. The net effect of these differences follows:

Accrued Interest	724	
Capital Lease Payment	-	
Debt Payment	<u>210,000</u>	210,724

The increase in net pension and other post employment benefits liabilities, along with the changes and amortizations of deferred flows associated with those liabilities are not recorded at the fund level:

Pension Cost	1,525,750	
Other Post Employment Benefits Cost	<u>16,756</u>	<u>1,542,506</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES **1,248,769**

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUND
June 30, 2021

	<u>Private Purpose Trust Scholarship</u>
<u>ASSETS</u>	
Cash	34,812
<u>Total Assets</u>	<u>34,812</u>
<u>LIABILITIES</u>	
Accounts Payable	-
Due to Student Groups	-
<u>Total Liabilities</u>	<u>-</u>
<u>NET POSITION</u>	
Held in Trust for Scholarships	34,812
<u>Total Net Position</u>	<u>34,812</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
For The Year Ended June 30, 2021**

	Private Purpose Trust <u>Scholarship</u>
	<u>Actual</u>
<u>ADDITIONS</u>	
Local Receipts	<u>347</u>
<u>DEDUCTIONS</u>	
Disbursements	<u>1,700</u>
<u>CHANGES IN NET POSITION</u>	(1,353)
<u>NET POSITION, Beginning</u>	<u>36,165</u>
<u>NET POSITION, Ending</u>	<u>34,812</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Sangre de Cristo School District Number RE-22J of Saguache and Alamosa Counties was reorganized by a vote of qualified electorate in 1959, under the provisions of the Colorado School Organization Act of 1957.

The District operates under an elected Board of Education with five members and provides educational services to approximately 280 students.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Sangre de Cristo School District Number RE-22J. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A. Reporting Entity

Governmental Accounting Standards Board (GASB) Statement No. 14 (as amended by Statement No. 34, No. 39 and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This District is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basic financial statements present the District (the primary government) and its component units.

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

B. Government-Wide and Fund Financial Statements

The Government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds (General Fund, Bond Redemption Debt Service Fund and Capital Reserve Capital Projects Fund) and individual enterprise funds are reported as separate columns in the fund financial statements.

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

Amounts reported as program revenues included 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.

All governmental fund types use the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available to collect within 60 days after year-end.

Property taxes are reported as receivables and unearned revenue when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service which is recognized when due and certain accrued sick and personal pay which are accounted for as expenditures when expected to be liquidated with expendable available financial resources.

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their statement of net position. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net position.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Fiduciary funds are used to account for assets held by the District in a trustee or agency capacity for others that cannot be used to support the districts own programs.

D. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred flows, fund equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The major funds presented in the accompanying basic financial statements are as follows:

Major Governmental Funds

1. **General Fund** – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
2. **Capital Reserve Capital Projects Fund** – this fund accounts expenditures for construction, improvement of district buildings and other capital expenditures.
3. **Bond Redemption Debt Service Fund** – this fund accounts for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest and related costs.

Fiduciary Funds - Custodial

Scholarship Fund – The Scholarship Fund is a Private Purpose Trust Fund that is used to provide scholarship to eligible District students.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. Cash and Investments

Cash represents amounts on deposit with financial institutions or held by the District. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, mutual funds, government pools, and U.S. Treasury Obligations. The District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments are recorded at fair value in accordance with GASB Statement No. 72 *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

F. Receivables

Property taxes levied in 2020 but uncollected in 2021 are identified as property taxes receivable. Amounts of property taxes that are not available at June 30, 2021 are recorded as deferred inflows in the fund financial statements, and are presented net of an allowance for uncollectible taxes. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

G. Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. Purchased inventories are stated at cost. 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.

H. Capital Assets

Capital assets, which include property, vehicles and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Capital Assets (Continued)

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-40 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition and any remaining depreciation is recorded in the year of disposition.

I. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The District records long-term debt of governmental funds at the face value. The District's general obligation bonds are serviced from property taxes and other revenues of the Debt Service Fund. Capital leases are serviced from property taxes and other revenues of the General Fund and the Capital Reserve Capital Projects Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

J. Constitutional Amendment

In November 1992, Colorado voters approved 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, which apply to the State of Colorado and local governments. It requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to any entity.

On November 5, 1996 the registered voters approved a ballot resolution authorizing Sangre de Cristo School District Number RE-22J to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased or any new tax be imposed.

Except for refinancing bonded 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 years. TABOR 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 three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2021, the District reserved \$140,000 for this purpose.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2021

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Constitutional Amendment (continued)

Spending and revenue limits are determined based on the prior fiscal year's spending adjusted for inflation in the prior calendar year plus annual increases in funded student enrollment. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions.

K. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2020 property tax calendar for Saguache and Alamosa Counties was as follows:

Levy Date	December 15, 2020
Lien Date	January 1, 2021
Tax Bills Mailed	January 1, 2021
First Installment Due	February 28, 2021
Second Installment Due	June 15, 2021
If Paid in Full, Due	April 30, 2021

L. Use of Estimates

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

M. GASB Statement No. 54

The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories list below.

1. Nonspendable such as fund balance associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

M. **GASB Statement No. 54 (Continued)**

2. **Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.**
3. **Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School District Board of Directors (the District's highest level of decision-making authority).**
4. **Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.**
5. **Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.**

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

The District's Committed Fund Balance is fund balance reporting required by the School Board, either because of a School Board Policy in the School Board Policy Manual, or because of motions that passed at School Board meetings.

Assigned Fund Balance Policy:

The District's Assigned Fund Balance is fund balance reporting occurring by School Board Administration authority, under the direction of the Chief Business Officer.

Order of Fund Balance Spending Policy

The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

First, non-spendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then unrestricted fund balances are determined following the order of committed, assigned, and unassigned.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J

NOTES TO FINANCIAL STATEMENTS

June 30, 2021

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****M. GASB Statement No. 54 (Continued)****Fund Balance Classification by Fund:**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Food Services</u>	<u>Student Activity Fund</u>	<u>Capital Reserve Capital Project</u>	<u>Total Governmental Funds</u>
Nonspendable:						
Inventories	-	-	12,924	-	-	12,924
Restricted:						
Emergencies	140,000	-	-	-	-	140,000
Preschool	-	-	-	-	-	-
Debt Service	-	521,228	-	-	-	521,228
BEST Capital Construction Reserve	-	-	-	-	235,150	235,150
Capital Outlay	-	-	-	-	-	-
Food Services	-	-	35,437	-	-	35,437
Committed:						
Capital Outlay	-	-	-	-	241,279	241,279
Assigned:						
Student Activities	-	-	-	108,238	-	108,238
Unassigned:	<u>1,838,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,838,494</u>
<u>Total Fund Balances</u>	<u>1,978,494</u>	<u>521,228</u>	<u>48,361</u>	<u>108,238</u>	<u>476,429</u>	<u>3,132,750</u>

N. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

June 30, 2021

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net position – governmental activities* as reported in the government-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 government funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities. The items which were eliminated are as follows:

Interfund Receivables / Payables	-
Interfund Transfers	93,000

NOTE 3 BUDGETARY INFORMATION

Revenues and expenditures are controlled by budgetary accounting systems in accordance with various legal requirements. The budgeted revenues and expenditures represent the original adopted budget as subsequently adjusted by the Board of Education in accordance with Colorado School Laws. Budgets are generally prepared on the same basis as that used for accounting purposes.

The District has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Formal budgetary integration should be employed as a management control device during the year for the General Fund, Bond Redemption Fund, Special Revenue Funds and Capital Projects Funds.
6. Budgets for the General Fund, Bond Redemption Fund, Capital Projects Funds and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS**

June 30, 2021

NOTE 3 BUDGETARY INFORMATION (Continued)

All appropriations lapse at the end of each fiscal year. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent of Schools and may be delegated to an appropriate level of management. Revisions and/or supplemental appropriations that alter the total expenditures of any fund must be approved by the Board of Education.

Budgetary amounts reported in the accompanying basic financial statements are as originally adopted and amended by the Superintendent and/or the Board of Education throughout the year.

NOTE 4 CASH

Deposits

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

At June 30, 2021, the District's bank balance and corresponding carrying balance were as follows:

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	259,584	259,584
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	2,718,726	2,771,939
Cash on Hand	3,072	-
Cash Equivalents	509,369	-
Cash with County Treasurer	<u>26,585</u>	<u>-</u>
<u>Total Cash and Deposits</u>	<u>3,517,336</u>	<u>3,031,523</u>

Deposits with a bank balance of \$2,771,939 and a carrying balance of \$2,718,726 as of June 30, 2021 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2021

NOTE 5 **CAPITAL ASSETS**

A summary of changes in capital assets is as follows:

	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2021</u>
<u>Capital Assets Not Being</u>				
<u>Depreciated:</u>				
Land	32,667	-	-	32,667
<u>Total Not Depreciated Assets</u>	<u>32,667</u>	<u>-</u>	<u>-</u>	<u>32,667</u>
<u>Depreciable Assets:</u>				
Buildings & Site Improvements	22,211,905	-	-	22,211,905
Equipment & Vehicles	1,925,223	64,621	-	1,989,844
Food Services	373,414	-	-	373,414
<u>Total Depreciable Assets</u>	<u>24,510,542</u>	<u>64,621</u>	<u>-</u>	<u>24,575,163</u>
<u>Less Accumulated</u>				
<u>Depreciation for:</u>				
Building & Site Improvements	5,116,879	552,573	-	5,669,452
Equipment & Vehicles	1,532,985	91,389	-	1,624,374
Food Services	280,199	18,132	-	298,331
<u>Total Accumulated</u>				
<u>Depreciation</u>	<u>6,930,063</u>	<u>662,094</u>	<u>-</u>	<u>7,592,157</u>
<u>Total Capital Assets, Net</u>	<u>17,613,146</u>	<u>(597,473)</u>	<u>-</u>	<u>17,015,673</u>

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

<u>Governmental Activities:</u>	
Instruction	576,663
Pupil	10,735
General Administration	94
Operation and Maintenance	6,333
Transportation	50,137
Food Services	<u>18,132</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>662,094</u>

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 6 **LONG-TERM DEBT**

GENERAL OBLIGATION BONDS PAYABLE

Series 2009 General Obligation Bonds

These general obligation debts were issued August 12, 2009 for the purpose of constructing district facilities. The Series 2009 Matching Money bonds of \$4,000,000 were used to match \$19,732,875 in State of Colorado – BEST program funds as required under the State of Colorado Building Excellent Schools Today Qualified School Construction Program. The Series 2009 Matching Money bonds were issued at an interest rate 4.135204%.

Annual debt service requirements to maturity for general government taxable and tax exempt bonds are as follows:

<u>General Obligation Bonds</u>	<u>Fiscal Year</u>	<u>Principal Payable</u>	<u>Interest Payable</u>	<u>Total</u>
General Obligation Bonds, Series 2009, Interest Payable June 1 and December 1, Original Amount 4,000,000 with “B” coupons in the amount of \$176,375				
	2022	220,000	92,417	312,417
	2023	230,000	83,114	313,114
	2024	240,000	73,396	313,396
	2025	250,000	63,266	313,266
	2026	260,000	52,721	312,721
	2027-2030	<u>1,145,000</u>	<u>97,069</u>	<u>1,242,069</u>
	Totals	<u>2,345,000</u>	<u>461,983</u>	<u>2,806,983</u>

Changes in Long-Term Debt

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2021:

	<u>Balance 7/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/2021</u>	<u>Due Within One Year</u>
General Obligation Bonds Payable:					
Series 2009 G.O. Bonds	<u>2,555,000</u>	-	<u>210,000</u>	<u>2,345,000</u>	<u>220,000</u>
<u>Total Long-Term Obligations</u>	<u>2,555,000</u>	<u>-</u>	<u>210,000</u>	<u>2,345,000</u>	<u>220,000</u>

NOTE 7 **COMPENSATED ABSENCES PAYABLE**

Upon termination of employment for reasons other than retirement, an employee who has had continuous employment in the District for a minimum of three years may be reimbursed for accumulated leave when leaving the District. Reimbursement will be at a rate of 50% of the current daily substitute’s pay rate for those days accumulated up to a maximum of 24 days. At June 30, 2021, the District did not have a material liability for compensated absences payable.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2021

NOTE 8

PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Sangre de Cristo School District Number RE-22J participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the SCHDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications to the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. SB 18-200 makes changes to certain benefit provisions. Most of these changes were in effect as of June 30, 2021.

General Information about the Pension Plan

Plan description. Eligible employees of the Sangre de Cristo School District Number RE-22J are provided with pensions through the SCHDTF - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2020. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

- Highest average salary multiplied by 2.5 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.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J

NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2021

NOTE 8

PENSION PLAN (Continued)

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

- Highest average salary multiplied by 2.5 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.

As of December 31, 2020, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S., once certain criteria are met. Pursuant to SB 18-200, 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 an annual increase of 1.25 percent unless adjusted by the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413. 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 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

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

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

Contributions provisions as of June 30, 2021: Eligible employees of, Sangre de Cristo School District Number RE-22J 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 10.00 percent of their PERA-includable salary during the period of July 1, 2020 through June 30, 2021. Employer contribution requirements are summarized in the table below.

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021**

NOTE 8 PENSION PLAN (Continued)

	July 1, 2020 Through June 30, 2021
Employer contribution rate	10.90%
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	9.88%
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	19.88%

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

As specified in C.R.S. § 24-51-414, the State is required to contribute \$225 million (actual dollars) each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. House Bill (HB) 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020 for the State's 2020-21 fiscal year.

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Sangre de Cristo School District Number RE-22J is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Sangre de Cristo School District Number RE-22J were \$444,899 for the year ended June 30, 2021.

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

The net pension liability for the SCHDTF was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total pension liability to December 31, 2020. The Sangre de Cristo School District Number RE-22J proportion of the net pension liability was based on Sangre de Cristo School District Number RE-22J contributions to the SCHDTF for the calendar year 2020 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

Due to the aforementioned suspension of the July 1, 2020, direct distribution payment, the nonemployer contributing entity's proportion is zero percent. Pursuant to C.R.S. § 24-51-414, the direct distribution payment from the State of Colorado is to recommence annually starting on July 1, 2021. 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.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

At June 30, 2021, the Sangre de Cristo School District Number RE-22J reported a liability of \$6,287,587 for its proportionate share of the net pension liability. The amount recognized by the Sangre de Cristo School District Number RE-22J 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 Sangre de Cristo School District Number RE-22J were as follows:

Sangre de Cristo School District Number RE-22J proportionate share of the net pension liability	\$ 6,287,587
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Sangre de Cristo School District Number RE-22J	\$ -
Total	\$ 6,287,587

At December 31, 2020, the Sangre de Cristo School District Number RE-22J proportion was 0.0416 percent, which was an increase of 0.005 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the Sangre de Cristo School District Number RE-22J recognized pension income of \$1,525,750. At June 30, 2021, the Sangre de Cristo School District Number RE-22J 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	345,472	-
Changes of assumptions or other inputs	604,846	(1,056,890)
Net difference between projected and actual earnings on pension plan investments	-	(1,384,041)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	747,221	(218,097)
Contributions subsequent to the measurement date	225,471	N/A
Total	1,923,010	(2,659,028)

\$225,471 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, 2022. 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, 2021	
2022	(995,596)
2023	381,724
2024	(129,277)
2025	(218,340)
2026	-
Thereafter	-

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

Actuarial assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increases, including wage inflation	3.50% – 9.70 %
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.25%
PERA benefit structure hired after 12/31/06*	Financed by the AIR

*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.

Healthy mortality assumptions for active members were based on the 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 percent factor applied to male rates and a 55 percent factor applied to female rates.

Post-retirement non-disabled mortality assumptions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

The mortality assumption for disabled retirees was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by PERA's Board during the November 18, 2016, Board meeting.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

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 PERA's Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total pension liability from December 31, 2019, to December 31, 2020.

Actuarial cost method	Entry age
Price inflation	2.30 %
Real wage growth	0.70 %
Wage inflation	3.00 %
Salary increases, including wage inflation	3.40 % – 11.00 %
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 %
Discount rate	7.25 %
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.25 %
PERA benefit structure hired after 12/31/06*	Financed by the AIR

*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.

Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.

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

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

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

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

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

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

Disabled mortality assumptions were based upon 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 benefit-weighted basis.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

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 percentage and then adding expected inflation.

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

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

*The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200. 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. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point the AED and SAED will each drop 0.50 percent 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. HB 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020, for the State's 2020-21 fiscal year.
- 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 position 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.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 **PENSION PLAN (Continued)**

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 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Sangre de Cristo School District Number RE-22J proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	8,576,783	6,287,587	4,379,932

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

Defined Contribution Pension Plan

Voluntary Investment Program

Plan Description – Employees of the Sangre de Cristo School District Number RE-22J 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 Annual Report which includes additional information on the Voluntary Investment Program. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2021, program members contributed \$13,377.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS**

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

OPEB. Sangre de Cristo School District Number RE-22J participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the OPEB Plan

Plan description. Eligible employees of the Sangre de Cristo School District Number RE-22J are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. 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 comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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 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 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

DPS Benefit Structure

The maximum service-based premium subsidy is \$230 per month for retirees who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for retirees who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5 percent 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 percent of PERA-includable salary into the HCTF.

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021**

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Sangre de Cristo School District Number RE-22J is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Sangre de Cristo School District Number RE-22J were \$22,826 for the year ended June 30, 2021.

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

At June 30, 2021, the Sangre de Cristo School District Number RE-22J reported a liability of \$228,580 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2020. The Sangre de Cristo School District Number RE-22J proportion of the net OPEB liability was based on Sangre de Cristo School District Number RE-22J contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF.

At December 31, 2020, the Sangre de Cristo School District Number RE-22J proportion was 0.0241 percent, which was a decrease of 0.0001 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the Sangre de Cristo School District Number RE-22J recognized OPEB income of \$16,756. At June 30, 2021, the Sangre de Cristo School District Number RE-22J 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 expected and actual experience	607	(50,283)
Changes of assumptions or other inputs	1,708	(14,016)
Net difference between projected and actual earnings on OPEB plan investments	-	(9,340)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	2,877	(1,236)
Contributions subsequent to the measurement date	11,568	N/A
Total	16,760	(74,845)

\$11,568 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022. 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, 2021	
2022	(15,947)
2023	(14,641)
2024	(16,397)
2025	(16,086)
2026	(6,188)
Thereafter	(394)

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

Actuarial assumptions. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increases, including wage inflation	3.50% in aggregate
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	8.10% in 2020, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.50% in 2020, gradually increasing to 4.50% in 2029
DPS benefit structure:	
Service-based premium subsidy	0.00 %
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2019, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2020 for the PERA Benefit Structure:

	Initial Costs for Members Without Medicare Part A		
	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age 65
Medicare Advantage/Self-Insured Rx	\$588	\$227	\$550
Kaiser Permanente Medicare Advantage HMO	621	232	586

The 2020 Medicare Part A premium is \$458 (actual dollars) per month.

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

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2019, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

Year	PERACare Medicare Plans	Medicare Part A Premiums
2020	8.10%	3.50%
2021	6.40%	3.75%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	4.00%
2025	5.30%	4.00%
2026	5.10%	4.00%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions used in the December 31, 2019 valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Healthy mortality assumptions for active members were based on the 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 percent factor applied to male rates and a 55 percent factor applied to female rates.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Post-retirement non-disabled mortality assumptions for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

The mortality assumption for disabled retirees was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the period January 1, 2012, through December 31, 2015, as well as the October 28, 2016, actuarial assumptions workshop and were adopted by PERA's Board during the November 18, 2016, Board meeting.

Based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period of January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total OPEB liability from December 31, 2019, to December 31, 2020.

	Trust Fund			
	State Division	School Division	Local Government Division	Judicial Division
Actuarial cost method	Entry age	Entry age	Entry age	Entry age
Price inflation	2.30%	2.30%	2.30%	2.30%
Real wage growth	0.70%	0.70%	0.70%	0.70%
Wage inflation	3.00%	3.00%	3.00%	3.00%
Salary increases, including wage inflation:				
Members other than State Troopers	3.30% - 10.90%	3.40% - 11.00%	3.20% - 11.30%	2.80% - 5.30%
State Troopers	3.20% - 12.40%	N/A	3.20% - 12.40% *	N/A

* C.R.S. § 24-51-101 (46), as amended, expanded the definition of "State Troopers" to include certain employees within the Local Government Division, effective January 1, 2020. See Note 4 of the Notes to the Financial Statements in PERA's 2020 Annual Report for more information.

The long-term rate of return, net of OPEB plan investment expenses, including price inflation and discount rate assumptions were 7.25 percent.

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

Mortality assumptions used in the roll forward calculations for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the roll forward calculation for the HCTF, using a headcount-weighted basis.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Pre-retirement mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

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

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

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

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

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

Post-retirement non-disabled mortality assumptions for the Judicial Division were based upon the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019.

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

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a head-count weighted basis.

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

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

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.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
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NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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

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

*The Opportunity Fund’s name changed to Alternatives, effective January 1, 2020

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

Sensitivity of the Sangre de Cristo School District Number RE-22J proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	222,672	228,580	235,458

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2020, measurement date.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future 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.

Based on the above assumptions and methods, the HCTF's FNP was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

Sensitivity of the Sangre de Cristo School District Number RE-22J 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 percent, 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 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	261,843	228,580	200,160

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 10 **RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 11 **COLORADO SCHOOL DISTRICT SELF INSURANCE POOL**

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB. The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as Expenditures in the Insurance Reserve Fund.

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2021.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 11 **COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)**

An audited summary of the Colorado School District's Pool financial information at June 30, 2020, and the year then ended (latest information available) follows:

Total Assets	<u>50,982,972</u>
Total Liabilities	<u>23,141,059</u>
Total Equity	<u>27,841,913</u>
Revenue	31,306,454
Underwriting Expenses	<u>26,904,016</u>
Underwriting Gain (Loss)	4,402,438
Net Investment Income	1,580,789
Other Income	-
Net Income (Loss) Before Dividend	<u>5,983,227</u>
Dividend	-
Net Income	<u>5,983,227</u>
Transfer of Capital Contributions	-
Change in Non Admitted Assets	<u>48,913</u>
Capital Contributions from Members	-
Unassigned Surplus	<u>27,841,913</u>

NOTE 12 **LITIGATION**

None.

NOTE 13 **SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES**

Claims and Judgments - The District participates in a number of federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2021, significant amounts of grant expenditures have not been audited by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE 14 **JOINT VENTURES**

San Luis Valley Board of Cooperative Educational Services

Not reflected in the accompanying financial statements is the District's participation in the San Luis Valley Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per District.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 14 **JOINT VENTURES (Continued)**

The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is not determinable at June 30, 2021. The joint venture summary audited financial information as of June 30, 2020 is as follows:

Assets and Deferred Outflows	4,572,191
Liabilities and Deferred Inflows	<u>14,187,306</u>
Net Position	<u>(9,615,115)</u>
Revenues	4,974,881
Expenses	<u>3,072,660</u>
Changes in Net Position	<u>1,902,221</u>

The B.O.C.E.S. has no long term debt.

The equity interest of each member District is not known, nor is the change in such interest. The equity interest will be determined only at the disbanding of the B.O.C.E.S.

The BOCES is not included as a component unit of the District as the financial responsibility is minimal, there is no financial interdependency, the District does not have the ability to significantly influence the operations of the BOCES and the District is not accountable for fiscal matters of the BOCES.

NOTE 15 **INTERFUND BALANCES AND TRANSFERS**

	<u>Due From</u>	<u>Due To</u>	<u>Transfer In</u>	<u>Transfer Out</u>
<u>Major Governmental Funds</u>				
General Fund	-	-	-	93,000
Bond Fund	-	-	-	-
Capital Reserve-Capital Projects	-	-	31,000	-
NonMajor Governmental Funds	<u>-</u>	<u>-</u>	<u>62,000</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>93,000</u>	<u>93,000</u>

Interfund receivables and payables are expected to be repaid within the subsequent year.

Transfers were made for operational purposes.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

**OTHER POST EMPLOYMENT
BENEFITS TREND DATA**

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund accounts for all transactions of the District not accounted for in other funds. This fund represents an accounting for the District's ordinary operations financed from property taxes and other general revenues. It is the most significant fund in relation to the District's overall operations.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2021

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	1,053,573	1,052,541	1,151,577	99,036
Specific Ownership Taxes	169,000	169,000	216,314	47,314
Earnings on Investments	3,015	3,015	4,275	1,260
Delinquent Taxes & Interest	6,900	6,900	5,142	(1,758)
Forest Reserve	1,700	1,700	5,701	4,001
Other	155,116	186,984	79,143	(107,841)
<u>State Sources</u>				
Equalization	2,101,708	1,700,403	1,751,902	51,499
Transportation	40,000	30,000	30,068	68
Vocational Education	71,020	65,000	50,092	(14,908)
Other	88,019	251,336	236,914	(14,422)
<u>Federal Sources</u>				
Designated Purpose Grants	57,911	512,322	519,464	7,142
<u>TOTAL REVENUES</u>	<u>3,747,962</u>	<u>3,979,201</u>	<u>4,050,592</u>	<u>71,391</u>
 <u>EXPENDITURES</u>				
<u>INSTRUCTION</u>				
<u>Regular Programs</u>				
Salaries		1,807,917	1,513,250	294,667
Employee Benefits		688,889	609,850	79,039
Purchased Services - Professional		17,200	4,764	12,436
Purchased Services - Property		3,955	3,236	719
Purchased Services - Other		97,900	60,813	37,087
Supplies and Materials		210,412	64,675	145,737
Property		51,380	53,237	(1,857)
Other Objects		3,307	-	3,307
<u>Total Instruction</u>	<u>2,813,453</u>	<u>2,880,960</u>	<u>2,309,825</u>	<u>571,135</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries		112,000	101,451	10,549
Employee Benefits		45,680	36,382	9,298
Purchased Services - Professional		14,000	8,162	5,838
Purchased Services - Property		-	-	-
Purchased Services - Other		28,250	10,763	17,487
Supplies and Materials		2,500	242	2,258
Property		-	-	-
Other Objects		-	-	-
<u>Total Student Services</u>	<u>200,930</u>	<u>202,430</u>	<u>157,000</u>	<u>45,430</u>

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>SUPPORTING SERVICES (Continued)</u>				
<u>Instructional Staff</u>				
Salaries		18,000	9,611	8,389
Employee Benefits		6,935	3,795	3,140
Purchased Services – Professional		-	-	-
Purchased Services – Property		550	539	11
Purchased Services – Other		15,300	2,007	13,293
Supplies and Materials		9,370	5,100	4,270
Property		-	-	-
Total Instructional Staff	<u>37,355</u>	<u>50,155</u>	<u>21,052</u>	<u>29,103</u>
<u>General Administration</u>				
Salaries		263,000	109,027	153,973
Employee Benefits		52,000	37,288	14,712
Purchased Services – Professional		23,000	17,582	5,418
Purchased Services – Property		14,500	9,817	4,683
Purchased Services – Other		140,000	14,273	125,727
Supplies and Materials		12,500	16,937	(4,437)
Property		-	-	-
Other Objects		6,000	7,197	(1,197)
Total General Administration	<u>511,000</u>	<u>511,000</u>	<u>212,121</u>	<u>298,879</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries		183,000	141,890	41,110
Employee Benefits		72,320	52,747	19,573
Purchased Services – Professional		20,000	33,390	(13,390)
Purchased Services – Property		11,000	10,261	739
Purchased Services – Other		13,350	4,092	9,258
Supplies and Materials		17,000	6,987	10,013
Property		1,000	-	1,000
Other Objects		2,100	720	1,380
Total School Administration	<u>193,425</u>	<u>319,770</u>	<u>250,087</u>	<u>69,683</u>
<u>Business Services</u>				
Salaries		50,000	40,391	9,609
Employee Benefits		18,810	16,484	2,326
Purchased Services – Professional		-	-	-
Purchased Services – Other		500	377	123
Supplies and Materials		-	-	-
Property		-	-	-
Other Objects		-	-	-
Total Business Services	<u>69,310</u>	<u>69,310</u>	<u>57,252</u>	<u>12,058</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>SUPPORTING SERVICES (Continued)</u>				
<u>Operations and Maintenance</u>				
Salaries		162,000	123,046	38,954
Employee Benefits		78,355	41,565	36,790
Purchased Services – Property		10,500	4,715	5,785
Purchased Services – Other		124,465	134,492	(10,027)
Supplies and Materials		179,000	173,472	5,528
Other Objects		1,500	-	1,500
Total Operations and Maintenance	551,820	555,820	477,290	78,530
<u>Student Transportation</u>				
Salaries		126,500	100,422	26,078
Employee Benefits		41,222	34,380	6,842
Purchased Services – Other		39,200	24,165	15,035
Supplies and Materials		57,500	25,251	32,249
Property		4,200	-	4,200
Total Student Transportation	268,422	268,622	184,218	84,404
<u>Central Support</u>				
Salaries		124,000	105,800	18,200
Employee Benefits		26,350	33,501	(7,151)
Purchased Services - Other		101,600	32,984	68,616
Supplies and Materials		120,850	43,344	77,506
Property		175,700	82,548	93,152
Total Central Support	208,966	548,500	298,177	250,323
<u>Facilities Acquisition and Construction</u>				
Property	133,200	161,644	-	161,644
TOTAL SUPPORTING SERVICES	2,174,428	2,687,251	1,657,197	1,030,054
Appropriated Reserves	392,972	355,676	-	355,676
TOTAL EXPENDITURES	5,380,853	5,923,887	3,967,022	1,956,865
Revenues Over (Under) Expenditures	(1,632,891)	(1,944,686)	83,570	
<u>Other Financing Sources (Uses)</u>				
Transfers	(91,000)	(93,000)	(93,000)	-
Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(1,723,891)	(2,037,686)	(9,430)	
FUND BALANCE, July 1	1,723,891	2,037,686	1,987,924	
FUND BALANCE, June 30	-	-	1,978,494	

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net pension liability (asset)	0.0416%	0.0369%	0.0372%	0.0418%	0.0418%	0.0437%	0.0426%	0.0438%	-	-
District's proportionate share of the net pension liability (asset)	\$6,287,587	\$5,516,383	\$6,585,838	\$13,519,200	\$12,432,192	\$6,685,624	\$5,771,923	\$5,582,087	-	-
State's proportionate share of the net pension liability associated with the District**	-	\$699,682	\$900,522	-	-	-	-	-	-	-
District's covered payroll	\$2,237,919	\$2,211,998	\$2,116,254	\$1,967,680	\$1,894,470	\$1,894,478	\$1,866,722	\$1,716,126	-	-
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	281%	249%	311%	687.1%	656%	353%	309%	325%	-	-
Plan fiduciary net position as a percentage of the total pension liability	66.99%	64.52%	57.01%	43.96%	43.13%	59.2%	62.80%	64.06%	-	-

** A direct distribution provision to allocate funds from the State of Colorado budget to Colorado PERA on an annual basis began in July 2018 based on Senate Bill 18-200.

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION
 For The Last 10 Fiscal Years (As Available)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contributions	\$ 444,899	\$ 428,687	\$ 404,844	\$ 371,670	\$ 348,305	\$ 335,959	\$ 315,318	\$ 274,387	\$ 268,905	-
Contributions in relation to the contractually required contributions	<u>\$(444,899)</u>	<u>\$(428,687)</u>	<u>\$(404,844)</u>	<u>\$(371,670)</u>	<u>\$(348,305)</u>	<u>\$(335,959)</u>	<u>\$(315,318)</u>	<u>\$(274,387)</u>	<u>\$(268,905)</u>	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$2,237,919	\$2,211,998	\$2,116,254	\$1,967,680	\$1,894,470	\$1,894,478	\$1,866,722	\$1,716,126	\$1,781,270	-
Contributions as a percentage of covered payroll	19.88%	19.38%	19.13%	18.89%	18.39%	17.73%	16.89%	15.99%	15.10%	-

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFITS (OPEB) LIABILITY
For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net OPEB liability (asset)	0.0241%	0.0241%	0.0241%	0.0238%	0.0237%	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$228,580	\$271,238	\$328,921	\$308,721	\$307,726	-	-	-	-	-
District's covered payroll	\$2,237,919	\$2,211,998	\$2,116,254	\$1,967,680	\$1,894,470	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	10.21%	12.26%	15.54%	15.69%	16.24%	-	-	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	32.78%	24.49%	17.03%	17.53%	16.72%	-	-	-	-	-

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contributions	\$ 22,826	\$ 22,562	\$ 21,585	\$ 20,070	\$ 19,324	-	-	-	-	-
Contributions in relation to the contractually required contributions	<u>\$ (22,826)</u>	<u>\$ (22,562)</u>	<u>\$ (21,585)</u>	<u>\$ (20,070)</u>	<u>\$ (19,324)</u>	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-	-	-
District's covered payroll	\$2,237,919	\$2,211,998	\$2,116,254	\$1,967,680	\$1,894,470	-	-	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	-	-	-	-	-

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

Capital Projects Funds

Capital Reserve Capital Projects Fund – This fund accounts for expenditures for construction and improvement of district buildings and other capital expenditures.

Bond Redemption Debt Service Fund

Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds account for revenues that are restricted to expenditures for specified purposes.

Food Service Fund – This fund accounts for all financial activities associated with the District's school breakfast and lunch programs.

Student Activity Fund – This fund accounts for student activities overseen by the District.

Fiduciary Funds

Trust Fund

Schedule of Changes in Fiduciary Net Assets – Budget (GAAP Basis) and Actual.

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 CAPITAL RESERVE – CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP BASIS)
 For The Year Ended June 30, 2021

	<u>Budgeted Amounts</u> <u>Original & Final</u>	<u>Actual</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>			
Interest Earnings	1,565	391	(1,174)
Other Local Revenue	-	-	-
<u>Total Revenues</u>	<u>1,565</u>	<u>391</u>	<u>(1,174)</u>
<u>EXPENDITURES</u>			
Purchased Services	-	-	-
Supplies	-	-	-
Buildings	228,500	2,397	226,103
Capital Outlay	<u>251,500</u>	-	<u>251,500</u>
<u>Total Expenditures</u>	<u>480,000</u>	<u>2,397</u>	<u>477,603</u>
<u>Revenues Over (Under) Expenditures</u>	<u>(478,435)</u>	<u>(2,006)</u>	
<u>Other Financing Sources (Uses)</u>			
Transfers In (Out)	<u>31,000</u>	<u>31,000</u>	-
<u>Total Other Financing Sources (Uses)</u>	<u>31,000</u>	<u>31,000</u>	-
<u>Net Change in Fund Balances</u>	<u>(447,435)</u>	<u>28,994</u>	
<u>Fund Balance, Beginning</u>	<u>447,435</u>	<u>447,435</u>	
<u>Fund Balance, Ending</u>	<u>-</u>	<u>476,429</u>	

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
BOND REDEMPTION – DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2021

	<u>Budgeted Amounts</u> <u>Original & Final</u>	<u>Actual</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>			
<u>Local Revenues</u>			
Property Taxes	259,661	343,607	83,946
Delinquent Penalty and Interest	2,650	1,602	(1,048)
Interest Earnings	400	638	238
Other Local Revenue	-	-	-
<u>Total Revenues</u>	<u>262,711</u>	<u>345,847</u>	<u>83,136</u>
<u>EXPENDITURES</u>			
Debt Service Principal	219,000	210,000	9,000
Debt Service Interest	170,000	101,308	68,692
Other	1,000	600	400
Contingency Reserve	<u>360,000</u>	-	<u>360,000</u>
<u>Total Expenditures</u>	<u>750,000</u>	<u>311,908</u>	<u>438,092</u>
<u>Revenues Over (Under) Expenditures</u>	(487,289)	33,939	
<u>FUND BALANCE, Beginning</u>	<u>487,289</u>	<u>487,289</u>	
<u>FUND BALANCE, Ending</u>	<u>-</u>	<u>521,228</u>	

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2021

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Food</u>	<u>Student</u>	<u>Non-Major</u>
	<u>Services</u>	<u>Activity</u>	<u>Governmental</u>
			<u>Funds</u>
<u>ASSETS</u>			
Cash	40,976	108,238	149,214
Inventories	12,924	-	12,924
Accounts Receivable	1,547	-	1,547
Grants Receivable	<u>15,509</u>	-	<u>15,509</u>
<u>Total Assets</u>	<u>70,956</u>	<u>108,238</u>	<u>179,194</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	-	-	-
Accrued Salaries Payable	19,522	-	19,522
Other	<u>3,073</u>	-	<u>3,073</u>
<u>Total Liabilities</u>	<u>22,595</u>	-	<u>22,595</u>
<u>Fund Balances:</u>			
<u>Nonspendable:</u>			
Inventories	12,924	-	12,924
<u>Restricted:</u>			
Capital Outlay	-	-	-
Food Services	35,437	-	35,437
<u>Assigned:</u>			
Student Activities	-	108,238	108,238
<u>Unassigned</u>			
<u>Total Fund Balances</u>	<u>48,361</u>	<u>108,238</u>	<u>156,599</u>
<u>TOTAL LIABILITIES & FUND</u>			
<u>BALANCES</u>			
	<u>70,956</u>	<u>108,238</u>	<u>179,194</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2021**

	<u>Special Revenue Funds</u>		<u>Total Non-Major Governmental Funds</u>
	<u>Food Services</u>	<u>Student Activity</u>	
<u>REVENUES</u>			
Local Sources	25,385	46,887	72,272
State Sources	1,990	-	1,990
Federal Sources	<u>155,763</u>	<u>-</u>	<u>155,763</u>
<u>Total Revenues</u>	<u>183,138</u>	<u>46,887</u>	<u>230,025</u>
<u>EXPENDITURES</u>			
Food Services	210,945	-	210,945
Student Activities	<u>-</u>	<u>44,769</u>	<u>44,769</u>
<u>Total Expenditures</u>	<u>210,945</u>	<u>44,769</u>	<u>255,714</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>			
	(27,807)	2,118	(25,689)
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers In (Out)	<u>62,000</u>	<u>-</u>	<u>62,000</u>
<u>NET CHANGE IN FUND BALANCES</u>			
	34,193	2,118	36,311
<u>FUND BALANCES, Beginning</u>			
	<u>14,168</u>	<u>106,120</u>	<u>120,288</u>
<u>FUND BALANCES, Ending</u>			
	<u>48,361</u>	<u>108,238</u>	<u>156,599</u>

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

**SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
FOOD SERVICE – SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended June 30, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	61,500	24,086	(37,414)
Interest Earnings	50	13	(37)
Other Local Sources	<u>5,700</u>	<u>1,286</u>	<u>(4,414)</u>
Total Local Sources	<u>67,250</u>	<u>25,385</u>	<u>(41,865)</u>
<u>State Sources</u>			
School Lunches and Breakfast	<u>2,750</u>	<u>1,990</u>	<u>(760)</u>
Total State Sources	<u>2,750</u>	<u>1,990</u>	<u>(760)</u>
<u>Federal Sources</u>			
School Lunches and Breakfast	98,225	146,305	48,080
Commodities	<u>25,607</u>	<u>9,458</u>	<u>(16,149)</u>
Total Federal Sources	<u>123,832</u>	<u>155,763</u>	<u>31,931</u>
<u>TOTAL REVENUES</u>	<u>193,832</u>	<u>183,138</u>	<u>(10,694)</u>
<u>EXPENDITURES</u>			
<u>Food Services</u>			
Salaries	111,000	91,796	19,204
Employee Benefits	59,195	44,810	14,385
Purchased Services	2,700	-	2,700
Food and Milk	73,000	56,393	16,607
Supplies and Materials	7,805	8,488	(683)
Commodities	11,475	9,458	2,017
Capital Outlay	<u>4,825</u>	<u>-</u>	<u>4,825</u>
Total Expenditures	<u>270,000</u>	<u>210,945</u>	<u>59,055</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(76,168)	(27,807)	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers In	<u>62,000</u>	<u>62,000</u>	<u>-</u>
<u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	(14,168)	34,193	
<u>FUND BALANCE, Beginning</u>	<u>14,168</u>	<u>14,168</u>	
<u>FUND BALANCE, Ending</u>	<u>-</u>	<u>48,361</u>	

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 STUDENT ACTIVITY – SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (GAAP BASIS)
 For The Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local Sources	<u>120,805</u>	<u>46,887</u>	<u>(73,918)</u>
Total Revenues	<u>120,805</u>	<u>46,887</u>	<u>(73,918)</u>
<u>EXPENDITURES</u>			
Instruction	203,388	6,543	196,845
Student Support	<u>31,027</u>	<u>38,226</u>	<u>(7,199)</u>
Total Expenditures	<u>234,415</u>	<u>44,769</u>	<u>189,646</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(113,610)	2,118	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	—	—	—
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	(113,610)	2,118	
<u>FUND BALANCE, Beginning</u>	<u>113,610</u>	<u>106,120</u>	
<u>FUND BALANCE, Ending</u>	<u>—</u>	<u>108,238</u>	

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

SANGRE DE CRISTO SCHOOL DISTRICT NUMBER RE-22J
 CUSTODIAL FUNDS
 SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION –
 BUDGET (GAAP BASIS) AND ACTUAL
 For the Year Ended June 30, 2021

	<u>Private Purpose Trust Scholarship</u>		Variance with Final Budget- Favorable (Unfavorable)
	<u>Original and Final Budget</u>	<u>Actual</u>	
<u>ADDITIONS</u>			
Local Receipts	<u>3,732</u>	<u>347</u>	<u>(3,385)</u>
<u>DEDUCTIONS</u>			
Disbursements	<u>43,732</u>	<u>1,700</u>	<u>41,672</u>
<u>CHANGES IN NET POSITION</u>	(40,000)	(1,353)	
<u>NET POSITION, Beginning</u>	<u>40,000</u>	<u>36,165</u>	
<u>NET POSITION, Ending</u>	<u>-</u>	<u>34,812</u>	

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

STATE REQUIRED SCHEDULES

Auditor's Integrity Report (Revenues, Expenditures and Fund Balance by Fund)

Bolded Balance Sheet



Colorado Department of Education
Auditors Integrity Report
 District: 0110 - Sangre De Cristo Re-22
 Fiscal Year 2020-21
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund		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
Fund Type & Number								
Governmental								
10	General Fund	1,987,802		3,880,168		3,889,476		1,978,494
18	Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19	Colorado Preschool Program Fund	122		77,424		77,546		0
	Sub-Total	1,987,924		3,957,592		3,967,022		1,978,494
11	Charter School Fund	0		0		0		0
2026-27	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	14,169		245,138		210,945		48,362
32	Govt Designated-Purpose Grants Fund	0		0		0		0
23	Pupil Activity Special Revenue Fund	106,121		46,887		44,769		106,238
24	Full Day Kindergarten Mill Levy Override	0		0		0		0
25	Transportation Fund	0		0		0		0
31	Bond Redemption Fund	487,289		345,846		311,908		521,228
39	Certificate of Participation (COP) Debt Service Fund	0		0		0		0
41	Building Fund	0		0		0		0
42	Special Building Fund	0		0		0		0
43	Capital Reserve Capital Projects Fund	447,435		31,391		2,397		476,429
46	Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals		3,042,839		4,676,653		4,537,040		3,132,751
Proprietary								
50	Other Enterprise Funds	0		0		0		0
64 (63)	Risk-Related Activity Fund	0		0		0		0
60,65-69	Other Internal Service Funds	0		0		0		0
Totals		0		0		0		0
Fiduciary								
70	Other Trust and Agency Funds	0		0		0		0
72	Private Purpose Trust Fund	36,165		348		1,700		34,812
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		36,165		348		1,700		34,812

FINAL



Colorado Department of Education
Bolded Balance Sheet Report
 District: 0110 - Sangre De Cristo Re-22)
 Fiscal Year 2020-21
 Colorado School District/BOCES

ASSETS	Governmental							Proprietary					Fiduciary		Totals	
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79		Foundations Fund 85
Cash and Investments (8100-8104,8111)	2,159,124	0	43,734	108,238	0	0	40,976	509,369	476,429	0	0	0	0	34,812	0	3,372,682
Cash with Fiscal Agent (8105)	22,910	0	0	0	0	0	0	3,675	0	0	0	0	0	0	0	26,585
Other Investment Accounts (8112-8115)	118,069	0	0	0	0	0	0	0	0	0	0	0	0	0	0	118,069
Taxes Receivable (8121,8122)	112,000	0	0	0	0	0	0	30,000	0	0	0	0	0	0	0	142,000
Interfund Loans Receivable (8131,8132)	31,931	0	0	0	0	0	0	0	0	0	0	0	0	0	0	31,931
Grants Accounts Receivable (8142)	2,952	0	0	0	0	0	15,510	0	0	0	0	0	0	0	0	18,462
Other Receivables (8151-8154,8161)	28,030	0	0	0	0	0	1,547	0	0	0	0	0	0	0	0	29,577
Inventories (8171,8172,8173)	0	0	0	0	0	0	12,924	0	0	0	0	0	0	0	0	12,924
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	2,475,016	0	43,734	108,238	0	0	70,956	543,044	476,429	0	0	0	0	34,812	0	3,752,229

Governmental

Proprietary

Fiduciary

FUND EQUITY	Governmental										Proprietary					Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals			
Non-spendable Fund Balance 6710	0	0	0	0	0	0	12,924	0	0	0	0	0	0	0	0	12,924			
Restricted Fund Balance 6720	0	0	0	0	0	0	35,437	521,227	0	0	0	0	0	0	0	556,665			
TABOR 3% Emergency Reserve 6721	140,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	140,000			
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
BEST Capital Reserve 6727	0	0	0	0	0	0	0	235,150	0	0	0	0	0	0	0	235,150			
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Committed Fund Balance 6750	0	0	0	0	0	0	0	0	241,279	0	0	0	0	0	0	241,279			
Assigned Fund Balance 6760	0	0	0	108,238	0	0	0	0	0	0	0	0	0	0	0	108,238			
Unassigned Fund Balance 6770	1,838,494	0	0	0	0	0	0	0	0	0	0	0	34,812	0	1,873,307				
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0			
Total Fund Equity	1,978,494	0	0	108,238	0	0	48,362	521,228	476,429	0	0	0	34,812	0	3,167,563				

FUND EQUITY	Governmental										Proprietary					Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals			
Total Liabilities & Fund Equity	2,475,016	0	43,734	108,238	0	0	70,957	543,044	476,429	0	0	0	34,812	0	3,752,230				

FUND EQUITY	Governmental										Proprietary					Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals			
For Each Fund Type:	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes			
Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes			