

**ELBERT SCHOOL DISTRICT #200
ELBERT, COLORADO**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

**FOR THE YEAR ENDED
JUNE 30, 2022**

**ELBERT SCHOOL DISTRICT #200
ELBERT, COLORADO**

ROSTER OF SCHOOL OFFICIALS

JUNE 30, 2022

BOARD OF EDUCATION

Del Olkjer - President
Tracy Ardrey - Vice President
Bev McGuire - Secretary
Bev McGuire - Treasurer
Janet Maloney – Member
Tom Gresham - Member
Wendy Walp - Member

ADMINISTRATIVE STAFF

Kelli Thompson
Superintendent of Schools

Bev McGuire
Business Manager

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FINANCIAL SECTION

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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

Elbert School District #200
Year Ended June 30, 2022
Management's Discussion and Analysis 2021-22

As management of the Elbert School District #200, we offer readers of the District's Basic Financial Statements this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and financial statements, which immediately follow this section.

Financial Highlights

- The primary government has government-wide net position totaling over \$14,426,416 at the end of the current fiscal year. This is an increase in net position of \$1,375,877 due to additional depreciation of existing and new assets that are not recorded in the fund financial, and we had a prior period restatement of \$1,938,966 .
- Governmental activities have an unrestricted net position (deficit) of (\$1,830,124). As required by the Governmental Accounting Standards Board, much of this deficit is the result of the implementation of GASB 68/71 & 75 (Net Pension and OPEB Liabilities).
- Fund balance of the District's governmental funds increased by \$326,341 in 2021-22. This increase was a fund balance increase from six funds.

Overview of the Financial Statements

The Management's Discussion and Analysis is intended to serve as an introduction to the District's financial statements. The Elbert School District #200's basic financial statements are comprised of two components, Basic Financial Statements and Supplemental Information. The Basic Financial Statements have the three sections: 1) Government-wide Financial Statements and 2) Fund Financial Statements, and 3) Notes to the Financial Statements. The Other Supplementary Information is comprised of the combining and individual fund statements and schedules.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers a broad overview of Elbert School District #200's financial activities in a manner similar to a private sector business.

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

The statement of activities presents information showing how the net position of the District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying events occur, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (example: levied but uncollected property taxes and earned but unused employee's vacation leave).

The government-wide financial statements consolidate governmental and internal service type activities that are principally supported by taxes and intergovernmental revenues from business-type activities that are intended to recover all or most of their costs through user fees and charges. Governmental activities consolidate all of the following Elbert School District #200 funds: General Fund, Food Service Fund, Designated Purpose Grants Fund, Pupil Activity Fund, Capital Projects Fund and Bond Redemption Fund.

Fund Financial Statements

These statements focus on individual parts of the District. The District's operations are in more detail than the government-wide statements.

Governmental Funds

The governmental funds statements show how basic services such as instruction were financed in the short-term as well as what remains (fund balances) for the future spending (budgeting).

The District adopts an annual appropriated budget for each of the individual governmental funds. A budgetary comparison schedule for the general fund is included in the fund financial statements to demonstrate compliance with the adopted budget.

Notes to the Financial Statements

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

Required Other Supplementary Information

In addition to the financial statements and accompanying notes, this report also contains required supplemental information concerning the District's Special Revenue Funds. The combining statements of the special revenue governmental funds are presented after the notes to the financial statements.

Government-wide Financial Analysis

Government-wide Net Position

The assets of Elbert School District #200 are classified as current assets and capital assets. Cash, property taxes receivables and governmental accounts receivables are the current assets. These assets are available to provide the resources for the near-term operations of the District. Capital assets are used in the operations of the District. These assets include land, buildings, equipment and vehicles.

The assets of the District exceed liabilities by \$14,426,416. The liabilities of the district 2021-22 school-year were accounts payable, accrued salaries and benefits, capital lease payable, net pension and OPEB liabilities and matching bonds payable of \$1,787,464.

	2022	2021
Assets:		
Current Assets	\$ 3,455,887	\$ 3,034,432
Capital Assets – Net	17,558,828	17,967,580
Deferred Outflows of Resources	1,163,494	1,680,156
Capital Assets & Deferred Outflows of Financial Resources	<u>22,178,209</u>	<u>22,682,168</u>
Liabilities:		
Current Liabilities	193,526	273,853
Non-current Liabilities	5,785,010	6,797,957
Deferred Inflows of Resources	1,773,257	4,498,785
Total Liabilities & Deferred Inflows of Financial Resources	<u>7,751,793</u>	<u>11,570,595</u>
Net Position:		
Net Invested in Capital Assets	15,910,882	15,938,445
Restricted Net Position	345,658	319,180
Unrestricted Net Position	(1,830,124)	(5,146,052)
Total Net Position(Deficit)	<u>14,426,416</u>	<u>11,111,573</u>
Total Liabilities, Deferred Outflows and Net Position	<u>\$ 22,178,209</u>	<u>\$ 22,682,168</u>

The following is a comparison of the District's general revenues, program revenues and governmental activities for the years 2021-22 and 2020-21:

	2022	2021
Program Revenues:		
Charges for Services	\$ 288,822	\$ 93,446
Operating Grants	797,915	419,061
Capital Grant& Contributions	(409,461)	-
Total Program Revenues	<u>677,276</u>	<u>512,507</u>
General Revenues:		
Taxes	955,079	890,483
State Equalization	2,714,066	2,451,385
Investment Earnings	4,358	140,435
Gain(Loss) on Capital Asset Disposals	8,930	-
Other Revenue	15,233	2,962
Total General Revenues	<u>3,697,666</u>	<u>3,485,265</u>
Total Revenues	<u>4,374,942</u>	<u>3,997,772</u>
Expenses:		
Instruction	1,688,323	2,153,150
Supporting Services	1,310,742	1,827,843
Total Expenses	<u>2,999,065</u>	<u>3,980,993</u>
Change in Net Position	1,375,877	16,779
Net Position - Beginning	11,111,573	11,094,794
Net Position Ending	<u>\$ 14,426,416</u>	<u>\$ 11,111,573</u>

A summary of the District's capital assets is as follows:

	Restated Balance 6/30/21	Additions	Deletions	Balance 6/30/22
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 335,215	\$ -	\$ -	\$ 335,215
Capital assets being depreciated:				
Buildings	3,306,818	8,769	-	3,315,587
Equipment	472,704	144,260	-	616,964
Transportation equipment	662,365	-	136,195	526,170
Total capital assets being depreciated	4,441,887	153,029	136,195	4,458,721
Accumulated Depreciation				
Buildings	(521,575)	(78,639)	-	(600,214)
Equipment	(257,396)	(38,322)	-	(295,718)
Transportation equipment	(498,540)	(32,789)	(133,625)	(397,704)
Total accumulated depreciation	(1,277,511)	(149,750)	(133,625)	(1,293,636)
Net Capital Assets	\$ 3,499,591	\$ 3,279	\$ 2,570	\$ 3,500,300

The District does not maintain separate infrastructure assets as all infrastructure has been included with the related capital assets.

Long-Term Liabilities

The following is a summary of the District's outstanding long term liabilities:

	Balance			Balance		Due within
	July 1, 2021	Increases	Decreases	June 30, 2022	One Year	
General Obligation Bonds, Series 2012	\$ 1,922,911	\$ -	\$ 135,447	\$ 1,787,464	\$ 139,518	
Capital Leases Payable	106,224	-	96,624	9,600	9,600	
Accrued compensated absences	-	6,634	-	6,634	-	
Total	\$ 2,029,135	\$ 6,634	\$ 232,071	\$ 1,803,698	\$ 149,118	

The change in liability balances from June 30, 2021 to 2022 reflects principal payments made during the fiscal year as well as actuarially determined adjustments required for the District's pension plan. Additional information regarding the District's liabilities can be found in Note 6 to the financial statements on page 24.

Financial Analysis of the Government's Funds

Elbert School District #200 uses fund accounting to ensure and demonstrate compliance with finance-related legal, federal, and state requirements.

The General Fund is the primary major governmental fund (General Fund, Food Service Fund, Designated Purpose Grants Fund, Pupil Activity Fund, Capital Projects Fund and Bond Redemption Fund) for Elbert School District #200. The ending fund balance for the General Fund 21-22 is \$2,698,177. Tabor reserves of \$114,000 are set aside. The fund balance is an increase from 20-21 of \$143,077.

The Special Revenue funds (Food Service Fund, Pupil Activity and Designated Purpose Grants Fund), Building Fund, Capital Projects Fund and the Bond Redemption Fund are the remaining funds that make up the major governmental fund.

The Designated Purpose Grants Fund is for our Title programs and the REAP grant.

The Pupil Activity Fund balance was increased by \$10,280. The end of the year fund balance was \$84,253.

The Capital Project Fund balance was increased by \$158,013. This increase was from more transfers than budgeted.

The Food Service fund is funded by the sale of lunches and monies from the federal lunch program. The fund balance decreased by \$4,400 and has a 2022 restated beginning fund balance of \$13,886 with an ending fund balance of \$14,423.

General Fund Budgetary Highlights

The District budget is prepared according to Colorado law. The most significant budgeted fund is the General Fund.

Elbert School District #200 began budget development for the 2021-22 budget in February of 2021. In February all teaching staff and department heads are given budget requests for their input into the needs of the District.

A mid-year analysis for 2021-22 is completed in early March and enrollment projections and revenues estimated to begin a preliminary budget, which is submitted in first draft form to the Board of Education. The Accountability Committee, representing students, staff and citizens of the community review budget prior to a Budget Workshop held in May. The Board has budget discussion on the draft proposed budget in April, May and June. Adoption of the 2021-22 District budget occurred in June of 2021.

The 2020-21 Budget included the following:

- Received Rural Education Achievement Program grant of \$24,478.00 which allowed for enhancing teacher/staff development, enhanced educational programs through the use of technology, i.e., supplementing the Title I Program, summer school, educational information technology between staff and students. Other uses of these funds have been used for innovative programs.
- The District purchased two used buses, a 2017 and 2016 Bluebird for use as activity buses in the 2020-2021 budget which were paid off with ESSER II funds in January of 2022.
- The school website was updated and enhanced for student, staff and community contact. The State passed the Public School Financial Transparency Act, Article 44 of Title 22, C.R.S. Part 3 which has various reports, statements and document on the school website for public viewing.
- At the High School level a CTE program for agricultural sciences was started in 16-17 which also includes a Future Farmers of America Program. This is the seventh year for FFA and the fourth year for growing the agricultural curriculum to the point that there is a 4 year range of classes for high school students. Woodshop is a CTE program now with four Woodworking classes.

- Since the building has been open for eight complete years, more maintenance has been needed to take place. In April 2019, we entered into an annual maintenance program for the HVAC system with MTech. After three years of the maintenance plan, the HVAC System is working well. The District renewed the HVAC System maintenance plan in April 2022 for another three years at the same annual rate.
- All Staff received a stipend from a Rural School initiative that allowed for each staff member to receive an extra duty stipend for excess jobs assigned in growing student count times in the fall of 2021. In February of 2022 staff received Hazard Extra Duty Assignment pay from the ESSER III funds. In 2021-2022 all staff was increased to their current step but had been frozen on a step for many years.

Economic Factors and Next Year's Budgets

The ever-changing financial crisis of the school funding in Colorado has caused the Elbert School District 200 Board of Education to be very conservative with all funding and expenditures.

According to the Education Act of 2009 (SB09-163), the State issues Performance Framework ratings for every public school in the state. The PF ratings gives each school a performance grade based on the state of Colorado Measures of Academics (CMAS) given to all students third through eleventh grades. Schools receiving an unsatisfactory grade for two or more years will be turned into a charter school under state law. Elbert School District #200 continues to be accredited.

The student population at the school has been relatively stable. No surges in growth have occurred in any given year except in the year 2003-04 when the funded pupil count increased by 16 students. The 2004-05 budget year student count decreased by 5 students. The 2005-06 year funded population was 269.5. The 2006-07 year saw another year of declining enrollment in which the October 1 funded pupil count was 238. The 2007-08 funded pupil count was 235.5 which was a decrease of 2.5 students from the year prior. The 2008-09 funded pupil count was 252.5 which was an increase of 17 from 07-08. The 2009-10 funded pupil count was 223 which is a decrease of 29.5 from 08-09. The 2010-11 funded pupil count was 233.9 which is an increase of 10.9 from 09-10. The 2011-12 funded pupil count was 222.4 which is a decrease of 11.5 from 10-11. The 2012-13 funded pupil count was 214.3 which is a decrease of 8.1 from 2011-12. The enrollment for 2013-14 of the funded pupil count was 200.4. The enrollment for the 2014-15 of the funded pupil count was 209.6. Enrollment for 2015-16 of the funded pupil count was 205.1. Enrollment for 2016-2017 of the funded pupil count was 203.3. Enrollment for 2017-2018 determined by the funded pupil count was 206.5. Enrollment for 2018-2019 determined by the funded pupil count was 211.5. Enrollment for 2019-20 determined by the funded pupil count was 227.5. Enrollment for 2020-21 determined by the funded pupil count was 255.5. Enrollment for 2021-22 determined by the funded pupil count was 259.5.

Contacting the District's Financial Management

This report is designed to provide the District's citizens, taxpayers, parents, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives and expends. If you have questions about this report or need additional financial information, contact the Business Management Office, Elbert School District #200, 24489 Main St., Elbert, CO 80106.

Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Education
Elbert County School District No. 200
Elbert, Colorado

Independent Auditors' Report

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Elbert County School District No. 200, as of and for the year ended June 30, 2022, and the related notes to the financial statements which collectively comprise Elbert County School District No. 200's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Elbert County School District No. 200 as of June 30, 2022, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the Elbert County School District No. 200 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Notes 4, 13 and 15, the beginning balances for the financial statements referred to above were restated to reflect a change in presentation of BEST grant funded improvements from capital assets to a long-term grant receivable. In addition, the computation of the District's proportion of the PERA pension liability and related deferrals was modified. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Elbert County School District No. 200's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Elbert County School District No. 200's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt Elbert County School District No. 200's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that a management's discussion and analysis, budgetary comparison information, historical pension information and other post-employment benefit plan information listed in the tables of contents 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.

Supplementary Information:

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Elbert County School District No. 200's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information has been subjected to the auditing procedures applied in the audit of the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Mayberry + Company, LLC

Englewood, CO
September 28, 2022

BASIC FINANCIAL STATEMENTS

The Basic Financial Statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all government-wide and fund level activity as of June 30, 2022.

ELBERT SCHOOL DISTRICT #200

Statement of Net Position
June 30, 2022

	<u>Governmental Activities</u>
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
Assets	
Current Assets	
Cash and Investments	\$ 3,393,840
Cash with Fiscal Agent	7,129
Taxes Receivable	27,796
Interfund Accounts Receivable	19,462
Grants Receivable	4,229
Other Accounts Receivable	33
Inventory	3,398
Capital and Other Assets	
BEST Grant Receivable	14,058,528
Capital Assets not Being Depreciated	335,215
Capital Assets Being Depreciated	4,458,721
Accumulated Depreciation	<u>(1,293,636)</u>
Total Assets	<u>21,014,715</u>
Deferred Outflows of Financial Resources	
Net Pension Deferred Outflows	1,107,776
Net OPEB Deferred Outflows	<u>55,718</u>
Total Deferred Outflows of Financial Resources	<u>1,163,494</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	<u>\$ 22,178,209</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION	
Liabilities	
Current Liabilities	
Interfund Accounts Payable	\$ 19,462
Accrued Interest	4,863
Accrued Salaries & Benefits	111,185
Unearned Revenue	3,847
Unearned Revenue Grants	9,169
Other Current Liabilities	45,000
Noncurrent Liabilities	
Due Within One Year	149,118
Due In More Than One Year	<u>5,635,892</u>
Total Liabilities	<u>5,978,536</u>
Deferred Inflows of Financial Resources	
Net Pension Deferred Inflows	1,699,535
Net OPEB Deferred Inflows	<u>73,722</u>
Total Deferred Inflows of Financial Resources	<u>1,773,257</u>
Net Position	
Net Investment in Capital Assets	15,910,882
Restricted Net Position	345,658
Unrestricted Net Position	<u>(1,830,124)</u>
Total Net Position	<u>14,426,416</u>
TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION	<u>\$ 22,178,209</u>

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

ELBERT SCHOOL DISTRICT #200

Statement of Activities
For the Year Ended June 30, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		
Primary Government					
Governmental Activities					
Instruction	\$ 1,688,323	\$ 125,592	\$ 271,900	\$ -	\$ (1,290,831)
Supporting Services	1,310,742	163,230	526,015	(409,461)	(1,030,958)
Total Primary Government	\$ 2,999,065	\$ 288,822	\$ 797,915	\$ (409,461)	(2,321,789)
General Revenues					
Property Taxes					824,343
Specific Ownership Taxes					130,736
State Equalization					2,714,066
Investment Earnings					4,358
Gain (Loss) on Capital Asset Disposals					8,930
Other Revenues					15,233
Total General Revenues					3,697,666
Change in Net Position					1,375,877
Beginning Net Position					11,111,573
Prior Period Restatement					1,938,966
Beginning Net Position (As Restated)					13,050,539
Ending Net Position					\$ 14,426,416

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

ELBERT SCHOOL DISTRICT #200
 Balance Sheet
 Governmental Funds
 June 30, 2022

	Special Revenue			
	General Fund	Food Service Fund	Designated Grants Fund	Pupil Activity Fund
ASSETS				
Cash and Investments	\$ 2,783,166	\$ 19,783	\$ -	\$ 65,061
Cash with Fiscal Agent	5,307	-	-	-
Taxes Receivable	20,885	-	-	-
Interfund Accounts Receivable	-	-	-	19,462
Grants Receivable	-	4,229	-	-
Other Accounts Receivable	-	33	-	-
Inventory	-	3,398	-	-
TOTAL ASSETS	<u>\$ 2,809,358</u>	<u>\$ 27,443</u>	<u>\$ -</u>	<u>\$ 84,523</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Interfund Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Salaries & Benefits	111,181	4	-	-
Unearned Revenue	-	3,847	-	-
Unearned Revenue Grants	-	9,169	-	-
Total Liabilities	<u>111,181</u>	<u>13,020</u>	<u>-</u>	<u>-</u>
Fund Balance				
Nonspendable Fund Balance	-	3,398	-	-
Restricted Fund Balance				
Restricted for Debt Service	-	-	-	-
Restricted for TABOR Emergencies	116,000	-	-	-
Committed Fund Balance	-	11,025	-	84,523
Unassigned Fund Balance	2,582,177	-	-	-
Total Fund Balance	<u>2,698,177</u>	<u>14,423</u>	<u>-</u>	<u>84,523</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 2,809,358</u>	<u>\$ 27,443</u>	<u>\$ -</u>	<u>\$ 84,523</u>

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

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals</u>
<u>Bond</u>		
<u>Redemption</u>	<u>Capital Reserve</u>	
<u>Fund</u>	<u>Project Fund</u>	<u>2022</u>
\$ 220,925	\$ 248,176	\$ 3,337,111
1,822	-	7,129
6,911	-	27,796
-	-	19,462
-	-	4,229
-	-	33
-	-	3,398
<u>\$ 229,658</u>	<u>\$ 248,176</u>	<u>\$ 3,399,158</u>
\$ -	\$ 19,462	\$ 19,462
-	-	111,185
-	-	3,847
-	-	9,169
<u>-</u>	<u>19,462</u>	<u>143,663</u>
-	-	3,398
229,658	-	229,658
-	-	116,000
-	228,714	324,262
-	-	2,582,177
<u>229,658</u>	<u>228,714</u>	<u>3,255,495</u>
<u>\$ 229,658</u>	<u>\$ 248,176</u>	<u>\$ 3,399,158</u>

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ELBERT SCHOOL DISTRICT #200

**Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2022**

Fund Balance - Governmental Funds		\$	3,255,495
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated	\$	335,215	
Capital assets, being depreciated		4,458,721	
Accumulated depreciation		<u>(1,293,636)</u>	3,500,300
Certain long-term assets are not available to pay for current year expenditures and are therefore not reported in the funds			
Long-Term BEST Grant Receivable			14,058,528
Certain long-term pension and OPEB related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds			
Pension Liability			
Net pension deferred outflows		1,107,776	
Net pension liability		(3,797,584)	
Net pension deferred inflows		<u>(1,699,535)</u>	(4,389,343)
OPEB Liability			
Net OPEB deferred outflows		55,718	
Net OPEB liability		(183,728)	
Net OPEB deferred inflows		<u>(73,722)</u>	(201,732)
Internal Service operations primarily benefit Governmental Activities			
Internal Service Funds Net Position			11,729
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Bonds payable		(1,787,464)	
Capital leases payable		(9,600)	
Accrued interest payable		(4,863)	
Accrued compensated absences		<u>(6,634)</u>	<u>(1,808,561)</u>
Total Net Position - Governmental Activities			<u>\$ 14,426,416</u>

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

ELBERT SCHOOL DISTRICT #200
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	Special Revenue			
	General Fund	Food Service Fund	Designated Grants Fund	Pupil Activity Fund
REVENUES				
Local Sources	\$ 813,827	\$ 6,997	\$ -	\$ 73,558
Intermediate Sources	57	-	-	-
State Sources	2,944,945	650	3,229	-
Federal Sources	394,558	99,704	68,839	-
TOTAL REVENUES	<u>4,153,387</u>	<u>107,351</u>	<u>72,068</u>	<u>73,558</u>
EXPENDITURES				
Current:				
Instruction	2,172,880	-	72,068	63,278
Pupil Support	97,846	-	-	-
Staff Support	212,795	-	-	-
General Administration	181,890	-	-	-
School Administration	221,117	-	-	-
Business Services	122,977	-	-	-
Operations and Maintenance	438,104	-	-	-
Transportation	153,106	-	-	-
Other Central Support	9,831	-	-	-
Risk Management	122,376	-	-	-
Food Service	-	133,065	-	-
Facilities	-	-	-	-
Debt Service	76,137	-	-	-
TOTAL EXPENDITURES	<u>3,809,059</u>	<u>133,065</u>	<u>72,068</u>	<u>63,278</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	344,328	(25,714)	-	10,280
OTHER FINANCING SOURCES (USES)				
Transfers	(201,251)	26,251	-	-
CHANGE IN FUND BALANCE	<u>143,077</u>	<u>537</u>	<u>-</u>	<u>10,280</u>
BEGINNING FUND BALANCE	2,555,100	18,286	-	74,243
Prior Period Adjustment	-	(4,400)	-	-
BEGINNING FUND BALANCE (As Restated)	<u>2,555,100</u>	<u>13,886</u>	<u>-</u>	<u>74,243</u>
ENDING FUND BALANCE	<u>\$ 2,698,177</u>	<u>\$ 14,423</u>	<u>\$ -</u>	<u>\$ 84,523</u>

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

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals</u>
<u>Bond</u>		
<u>Redemption</u>	<u>Capital Reserve</u>	
<u>Fund</u>	<u>Project Fund</u>	<u>2022</u>
\$ 206,396	\$ 17,945	\$ 1,118,723
-	-	57
-	-	2,948,824
-	-	563,101
<u>206,396</u>	<u>17,945</u>	<u>4,630,705</u>
-	-	2,308,226
-	-	97,846
-	-	212,795
750	-	182,640
-	-	221,117
-	-	122,977
-	-	438,104
-	-	153,106
-	-	9,831
-	-	122,376
-	-	133,065
-	11,181	11,181
<u>191,212</u>	<u>23,751</u>	<u>291,100</u>
<u>191,962</u>	<u>34,932</u>	<u>4,304,364</u>
<u>14,434</u>	<u>(16,987)</u>	<u>326,341</u>
-	175,000	-
<u>14,434</u>	<u>158,013</u>	<u>326,341</u>
215,224	70,701	2,933,554
-	-	(4,400)
<u>215,224</u>	<u>70,701</u>	<u>2,929,154</u>
<u>\$ 229,658</u>	<u>\$ 228,714</u>	<u>\$ 3,255,495</u>

ELBERT SCHOOL DISTRICT #200

**Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2022**

Change in Fund Balance - Governmental Funds	\$	326,341	
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level			
Capitalized Asset Purchases	\$	153,029	
Depreciation Expense		(149,750)	
Gain (Loss) on Asset Disposals		<u>(2,570)</u>	709
The long-term BEST grant receivable is being amortized based on the depreciation of the underlying building that is the basis of the grant			
Amortization of BEST grant receivable			(409,461)
Internal Service operations primarily benefit Governmental Activities			
Change in net assets - Internal Service Funds			11,729
Pension and OPEB expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.			
Pension Liability			
Current year change and amortization of deferred outflows - net		(413,562)	
Change in net pension liability		970,943	
Current year change and amortization of deferred inflows - net		<u>630,365</u>	1,187,746
OPEB Liability			
Current year change and amortization of deferred outflows - net		27,741	
Change in OPEB liability		(10,458)	
Current year change and amortization of deferred inflows - net		<u>20,956</u>	38,239
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level.			
Principal payments on bonds payable		135,447	
Principal payments on capital leases		96,624	
Change in accrued interest payable		(4,863)	
Change in accrued compensated absences		<u>(6,634)</u>	<u>220,574</u>
Total Net Position - Governmental Activities	\$		<u>1,375,877</u>

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

ELBERT SCHOOL DISTRICT #200
Statement of Net Position
Proprietary Funds
Self Insurance Fund
June 30, 2022

	Internal Service Fund
	<u>2022</u>
ASSETS	
Cash and Investments	\$ <u>56,729</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION	
Liabilities	
Other Current Liabilities	\$ 45,000
Net Position	
Unrestricted Net Position	<u>11,729</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ <u>56,729</u>

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

ELBERT SCHOOL DISTRICT #200
Statement of Revenues, Expenses and Change in Net Position
Proprietary Funds
Self Insurance Fund
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	<u>Internal Service Fund</u>
	<u>2022</u>
OPERATING REVENUES	
Employee Premiums	\$ 156,241
OPERATING EXPENSES	
Risk Management	161,300
OPERATING INCOME (LOSS)	<u>(5,059)</u>
OTHER REVENUES (EXPENSES)	
Investment Earnings	27
CHANGE IN NET POSITION	<u>(5,032)</u>
BEGINNING NET POSITION	<u>16,761</u>
ENDING NET POSITION	<u>\$ 11,729</u>

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

ELBERT SCHOOL DISTRICT #200
Statement of Cash Flows
Proprietary Funds
Self Insurance Fund
For the Year Ended June 30, 2022

	<u>Internal Service Fund</u>
	<u>2022</u>
Cash Flows from Operating Activities	
Cash Received from Local Sources	\$ 156,241
Cash Paid to Vendors	(161,300)
Net Cash Provided (Used) by Operating Activities	<u>(5,059)</u>
Cash Flows Provided (Used) by Noncapital Finance Activities	
Investment Earnings	<u>27</u>
Net Increase (Decrease) in Cash	(5,032)
Cash, Beginning	<u>61,761</u>
Cash, Ending	<u>\$ 56,729</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:	
Operating Income (Loss)	\$ (5,059)
Net Cash Provided (Used) by Operating Activities	<u>\$ (5,059)</u>

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

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Elbert County School District No. 200 (the District) was formed in 1880 encompassing approximately 141 square miles of southern Elbert County, Colorado. The District operates under an elected Board of Education with five members and provides educational services to approximately 250 students.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education within its boundaries of Elbert County, Colorado. 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.

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, the District's management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board ("GASB") Statement No. 14, "The Financial Reporting Entity", and as amended.

Based upon the application of these criteria, no additional organizations are includable within the District's reporting entity.

Jointly Governed Organizations

The District participates in with the Pikes Peak Board of Cooperative Educational Services (BOCES). The District has one member on the Board, which is selected by participating districts. This Board has final authority for all budgeting and financing of the joint venture. The District's June 30, 2022, contribution amounted to \$23,367.

The District's share of annual contributions to the joint venture was approximately 8% for the year ended June 30, 2022.

Complete financial statements for BOCES can be obtained at their administrative offices at 2883 South Circle Drive, Colorado Springs, Colorado 80906.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues are presented as general revenues.

Fund Financial Statements

The statement of activities of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. General revenues consist of taxes and others sources not described above.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds (General Fund, Food Service Fund, Designated Grants Fund, Pupil Activity Fund, Bond Redemption Fund and Capital Projects Fund) are reported as separated columns in the fund financial statements.

The District reports the following major governmental funds:

General Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued)

Special Revenue (Food Service, Designated Grants and Pupil Activity) Funds – These funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted to expenditures for specified purposes.

Debt Service (Bond Redemption) – This fund is used to account for the repayment of the District's general obligation indebtedness.

Capital Project (Capital Reserve) – This fund accounts for the District's routine capital projects.

Additionally, the District reports the following proprietary fund:

Internal Service Fund - The internal service fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the District, generally on a cost reimbursement basis. The District accounts for its self-funded insurance in an internal service fund. This is presented as a part of the District's internal activities.

The District does not maintain any Fiduciary funds.

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the same time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

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

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Budgets are required to be filed with the Commissioner of Education within thirty days after the beginning of the fiscal year.
- Budgets may be revised until January 31st of the budget year.
- Expenditures may not legally exceed appropriations at the fund level.
- Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted and amended by the Board of Education.
- Encumbrance accounting is not utilized.

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

Receivables – All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventories – Inventory of the proprietary fund is valued at the lower of cost (first-in, first-out) or market.

Due To and Due From Other Funds – Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Capital Assets – Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund making the disbursement and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds.

Property and equipment is stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

Depreciation has been provided over the estimated useful lives of the asset in the government-wide presentation as well as in the proprietary fund. The District capitalizes assets with an original value of at least \$3,000 and a useful life in excess of one year. Depreciation is calculated using the straight-line method over the following useful lives:

Buildings and Site Improvements	20-50 years
Vehicles	8 years
Other Equipment	5-20 years

Taxes Receivable – Property taxes are recognized as revenue in the year in which they are intended to finance operating expenses, pursuant to the Colorado school district funding formula. As 2021 property taxes were both measurable and available at June 30, 2022, the District has recognized a receivable (net of uncollectible portion) for property taxes levied January 1, 2022 but not collected by June 30, 2022.

Accumulated unpaid sick and vacation and other pay are serviced from other revenues in the General Fund. These liabilities are only recorded on the government-wide financial statements as they are not expected to be financed from current resources. At June 30, 2022, the District has recorded accrued leave as disclosed in Note 6.

Long-Term Debt – The District’s general obligation bonds are accounted for in the Debt Service Fund. Principal repayments are shown as expenditures in the fund level financial statements. The District’s capital leases are paid through the General Fund and are shown as expenditures in that fund.

For the government-wide presentation, principal payments are reclassified as reductions in the outstanding obligation balances.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element 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. The government has several items that qualify for reporting in this category, all related to outstanding pension and OPEB obligations and further described in Note 7 and 9.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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. The District reports deferred inflows related to pension liabilities and OPEB liabilities as further described in Note 7 and 9.

Net Position/Fund Balances - In the government-wide financial statements and for the proprietary fund statements, net position are either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as "nonspendable" include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Fund balance are reported as "restricted" when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Education, and at their highest level of action are reported as "committed" fund balance.

Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as "assigned" fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position/ Fund Balance and Flow Assumptions

All other remaining governmental balances are reported as unassigned.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Revenues and Expenditures/Expenses

Revenues and Expenditures/Expenses – Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees, and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred.

Property Tax Revenues – Property taxes are levied on December 15 based on the assessed value of property as certified by the county assessor on August 17. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

NOTE 2: CASH AND INVESTMENTS

A reconciliation of the cash components on the balance sheet to the cash categories in this footnote are as follows:

Deposits	\$ 1,949,565
Investments	<u>1,444,275</u>
Total	<u>\$ 3,393,840</u>
 Government-wide - unrestricted	 <u>\$ 3,393,840</u>

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: CASH AND INVESTMENTS (Continued)

Deposits

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of bank failure, the government’s deposits may not be returned to it. The District’s deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution’s internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Custodial Credit Risk – Deposits

At June 30, 2022, all of the District’s deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	<u>Bank Balance</u>	<u>Carrying Balance</u>
FDIC Insured	\$ 250,000	\$ 250,000
PDPA Collateralized*	1,775,823	1,699,565
Total	<u>\$ 2,025,823</u>	<u>\$ 1,949,565</u>

*Not in District's name

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments

Credit Risk

Colorado statutes specify which instruments units of local government may invest, which include:

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

The District's investment policy limits its investments to those allowed by Colorado Revised Statute 24-75-601.1 as described above. For the fiscal year ended June 30, 2022, the District did not have any investments requiring disclosure.

During the year ended June 30, 2022, the District invested funds in Colotrust. As an investment pool, it operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. It invests in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pool operates similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. This fund is rated AAAM by the Standard and Poor's Corporation. As the investment is completely liquid, there is no weighted average maturity.

The District's Colotrust investments consist of the following:

Colotrust- Unrestricted	\$ 1,144,346
Colotrust- Restricted for Debt Service	<u>79,004</u>
Total Investments	<u>\$ 1,223,350</u>

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer.

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase unless authorized by the local board. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in state statutes.

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2022, the District did not have any investments requiring safekeeping.

NOTE 3: INVENTORIES

Food Service Fund inventory of \$3,398 as of June 30, 2022, consisted of \$1,142 of purchased food and \$2,256 in commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4: CAPITAL ASSETS

Activity for capital assets is summarized below:

	Restated Balance 6/30/21	Additions	Deletions	Balance 6/30/22
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 335,215	\$ -	\$ -	\$ 335,215
Capital assets being depreciated:				
Buildings	3,306,818	8,769	-	3,315,587
Equipment	472,704	144,260	-	616,964
Transportation equipment	662,365	-	136,195	526,170
Total capital assets being depreciated	<u>4,441,887</u>	<u>153,029</u>	<u>136,195</u>	<u>4,458,721</u>
Accumulated Depreciation				
Buildings	(521,575)	(78,639)	-	(600,214)
Equipment	(257,396)	(38,322)	-	(295,718)
Transportation equipment	(498,540)	(32,789)	(133,625)	(397,704)
Total accumulated depreciation	<u>(1,277,511)</u>	<u>(149,750)</u>	<u>(133,625)</u>	<u>(1,293,636)</u>
Net Capital Assets	<u>\$ 3,499,591</u>	<u>\$ 3,279</u>	<u>\$ 2,570</u>	<u>\$ 3,500,300</u>

The above balances have been restated to reflect that a portion of the BEST construction project is owned by the State of Colorado with title transferring to the District upon repayment of the State's BEST Series 2012H Certificates of Participation. Accordingly, that portion of the construction costs (\$17,334,189), and related accumulated depreciation (\$2,866,200) has been recorded as a long-term grant receivable from the Colorado Department of Education as further discussed in Note. 13.

Depreciation expense for Governmental Activities was charged to functions of the primary government as follows:

Instruction	\$ 86,129
Supporting services	<u>63,621</u>
Total depreciation	<u>\$ 149,750</u>

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5: ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2022 is reflected as a liability in the respective funds in the accompanying financial statements as follows:

General Fund	\$	111,181
Food Service Fund		4
Total Accrued Salaries and Benefits	\$	111,185

NOTE 6: LONG-TERM DEBT

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2022:

	<u>Balance</u>			<u>Balance</u>	<u>Due within</u>
	<u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2022</u>	<u>One Year</u>
General Obligation Bonds, Series 2012	\$ 1,922,911	\$ -	\$ 135,447	\$ 1,787,464	\$ 139,518
Capital Leases Payable	106,224	-	96,624	9,600	9,600
Accrued compensated absences	-	6,634	-	6,634	-
Total	\$ 2,029,135	\$ 6,634	\$ 232,071	\$ 1,803,698	\$ 149,118

An interest summary of the District's long-term debt is as follows:

	<u>Accrued</u>	<u>Interest</u>	<u>Interest</u>
	<u>Interest</u>	<u>Paid</u>	<u>Expense</u>
General obligation bonds, Series 2012	\$ 4,477	\$ 55,765	\$ 60,242
Capital Leases Payable	386	3,264	3,650
Total	\$ 4,863	\$ 59,029	\$ 63,892

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6: LONG-TERM DEBT (Continued)

General Obligation Bonds

In November of 2012, the District authorized issuance of its General Obligation Bond Series 2012 (Matching Money Bonds) to the State of Colorado in the aggregate principal amount of \$2,874,635. Interest payments are due semi-annually on June 1 and December 1, commencing on June 1, 2013 through December 1, 2032 at a rate of 3.0059%.

The future minimum bond payments at June 30, 2022, are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 139,518	\$ 51,633	\$ 191,151
2024	143,712	47,376	191,088
2025	148,032	42,991	191,023
2026	152,482	38,474	190,956
2027	157,065	33,822	190,887
2028-2032	859,047	94,280	953,327
2033	187,608	2,819	190,427
Total	\$ 1,787,464	\$ 311,395	\$ 2,098,859

Capital Leases Payable

In 2018, the District entered into a capital lease agreement with Mercedes-Benz Financial Services LLC for the acquisition of a 14 passenger school bus. The agreement requires annual lease payments of \$10,042 beginning in August of 2018 and ending in August 2022. Upon default, the lender has the right to take one or any combination of the following remedial steps: declare all installment payments payable, retake possession of such equipment or require borrower to promptly return any or all such equipment, sell or lease the equipment continuing to hold borrower liable for the difference between the installment payments payable and other amounts related to such contract to the net proceeds of any sale or leasing after deducting all expenses subject to remedy. Lender may terminate any escrow agreement relating to such contract and apply any proceeds in the escrow fund there under to the installment payments under such contract. Lender may take whatever action at law or in equity may appear necessary or desirable to enforce its rights under such contract.

The future minimum capital lease payments at June 30, 2022, are as follows:

<u>Year</u>	<u>Payment</u>
2022	\$ 10,042
Less: Interest @ 4.59%	(442)
Net Present Value of Payments	<u>\$ 9,600</u>

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6: LONG-TERM DEBT(Continued)

Capital Leases Payable (Continued)

In 2021, the District entered into a capital lease agreement with Arvest Equipment Finance for the acquisition of two 77 passenger school buses. The agreement requires annual lease payments of \$30,746 beginning in January of 2022 and ending in January 2024. During the current fiscal year, the District paid off the lease agreement.

NOTE 7: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

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

General Information about the Pension Plan

Plan description. Eligible employees of the District are provided with pensions through the SCHDTF—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports. As of June 30, 2022 87 employees of the District were members of the plan.

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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

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

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

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

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

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

As of December 31, 2021, 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. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive the maximum annual increase (AI) or AI cap of 1.00% unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in C.R.S. § 24-51-413.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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, 2022: Eligible employees of, District and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 10.50 percent of their PERA-includable salary during the period of July 1, 2021 through June 30, 2022. Employer contribution requirements are summarized in the table below:

	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%

¹ Rates 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) direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. In addition to the \$225 million (actual dollars) direct distribution due July 1, 2022, House Bill (HB) 22-1029, instructs the State treasurer to issue a warrant to PERA in the amount of \$380 million (actual dollars), upon enactment, with reductions to future direct distributions scheduled to occur July 1, 2023, and July 1, 2024.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

The allocation for 2021 was as follows:

<u>Trust Fund</u>	<u>Direct Distribution</u>
State Division	\$ 76,706
School Division	127,781
Judicial Division	1,360
DPS Division	19,153
	<u>\$ 225,000</u>

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$405,441 for the year ended June 30, 2022.

The net pension liability for the SCHDTF was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total pension liability to December 31, 2021. The District proportion of the net pension liability was based on District contributions to the SCHDTF for the calendar year 2021 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

The proportions presented in this schedule are also based on the direct distribution payment received in July 2021 for \$127,781 and is considered a nonemployer contribution that meets the definition of a special funding situation for the purposes of GASB 68 paragraph 15.

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

At June 30, 2022, the District reported a liability of \$3,797,584 for its proportionate share of the net pension liability. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ (3,797,584)
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	\$ (390,571)
Total	\$ (4,188,155)

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

At December 31, 2021, the District proportion was 0.03263 percent, which was an increase of 0.00109 from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized pension expense of \$775,035 and revenue of \$390,571 for support from the State as a nonemployer contributing entity. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Difference between expected and actual experience	\$ 140,173	\$ -
Changes of assumptions or other inputs	\$ 280,228	\$ -
Net difference between projected and actual earnings on pension plan investments	\$ 156,715	\$ (1,699,535)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 317,966	\$ -
Contributions subsequent to the measurement date	\$ 212,694	\$ -
Total	\$ 1,107,776	\$ (1,699,535)

\$212,694 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, 2023. 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:	Fiscal Year Totals
2023	\$ (69,748)
2024	(257,968)
2025	(303,436)
2026	(173,301)
Total	\$ (804,453)

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

Actuarial assumptions. The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increase, 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 (automatic) ¹	1.00%
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

¹ Post-retirement benefit increases are provided by the AIR, accounted separately with 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.

The total pension liability as of December 31, 2021, includes the anticipated adjustments to contribution rates and the annual increase cap, resulting from the 2020 automatic adjustment provision (AAP) assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.

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

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

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.

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

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared 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.

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

The PERA Board first adopted the 7.25 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:

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

Asset Class	Target Allocation	30 Year Expected
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%	

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.

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, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. 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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP position and the subsequent AIR benefit payments were estimated and included in the projections.
- The projected benefit payments reflect the lowered annual increase cap, from 1.25% to 1.00%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the SCHDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 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 District 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 asset (liability)	\$ (5,589,733)	\$ (3,797,584)	\$ (2,302,102)

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8: DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

Plan Description - Employees of the District that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S, as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report for the Plan. 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. The District does not contribute to the plan. Employees are immediately vested in their own contributions, employer contributions, if any, and investment earnings. For the year ended June 30, 2022 program members contributed \$11,793.

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS

Summary of Significant Accounting Policies

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

General Information about the OPEB Plan

Plan description. Eligible employees of the District are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. 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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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.

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$20,802 for the year ended June 30, 2022.

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

At June 30, 2022, the District reported a liability of \$183,728 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2021. The District proportion of the net OPEB liability was based on District contributions to the HCTF for the calendar year 2021 relative to the total contributions of participating employers to the HCTF.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

At December 31, 2021, the District proportion was 0.02131 percent, which was an increase of 0.00307 from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized OPEB expense of \$2,734. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 236	\$ (40,073)
Changes of assumptions or other inputs	\$ 3,708	\$ (8,529)
Net difference between projected and actual earnings on pension plan investments	\$ 1,164	\$ (11,823)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 39,697	\$ (13,297)
Contributions subsequent to the measurement date	\$ 10,913	\$ -
Total	\$ 55,718	\$ (73,722)

\$10,913 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, 2023. 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:	Fiscal Year Totals
2023	\$ (9,862)
2024	(9,374)
2025	(11,177)
2026	(3,814)
2027	4,427
2028	883
Total	\$ (28,917)

Actuarial assumptions. The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Actuarial cost method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increase, including wage inflation	3.40-11.00%
Long-term investment rate of return, net of pension plan	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	4.50% in 2021, 6.00% in 2022, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.75% for 2021, 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, 2020, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2021 for the PERA Benefit Structure:

Medicare Plan	Initial Costs for Members Without Medicare		
	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age 65
Medicare Advantage/ Self-Insured Prescription	\$633	\$230	\$591
Kaiser Permanente Medicare Advantage HMO	\$596	\$199	\$562

The 2021 Medicare Part A premium is \$471 (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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (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, 2020, 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
2021	4.50%	3.75%
2022	6.00%	3.75%
2023	5.80%	4.00%
2024	5.60%	4.00%
2025	5.40%	4.00%
2026	5.10%	4.25%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions used in the December 31, 2020 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.

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (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 actuarial assumptions used in the December 31, 2020, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared 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.

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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 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%	

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 District 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:

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates			
	1% Decrease	Current Trend Rate	1% Increase
Initial PERACare Medicare trend rate	3.50%	4.50%	5.50%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Proportionate share of the net OPEB asset (liability)	\$ (197,228)	\$ (202,461)	\$ (208,553)

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:

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2021, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 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 District 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:

Discount Rate	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension asset (liability)	\$ (231,922)	\$ (202,461)	\$ (177,288)

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.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10: RISK MANAGEMENT

The District participates in Colorado School District Self-Insurance Pool. The pool is a separate legal entity established by the member school districts pursuant to the provisions of Colorado Revised Statute and the Colorado Constitution. In 1985, the District Board approved a resolution that authorized the District to participate in the pool. The District has participated each year since then.

It is the intent of the members of the Pool to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of the Pool against stated liability or loss to the limit of the financial resources of the Pool.

It is also the intent of the members to have the Pool provide continuing stability and availability of needed coverage at reasonable cost. All income and assets of the Pool shall be at all times dedicated to the exclusive benefit of its members.

The Pool is a separate legal entity and the District does not approve budgets nor does it have the ability to significantly affect the operations of the unit.

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 volunteers; or acts of God. The District maintains commercial insurance coverage for general liability, workers compensation, property, vehicle damage and liability, umbrella, management liability and public official bond. The District did not have any claim settlements in excess of coverage for the last three years. Complete financial statements for the Pool can be obtained at their offices.

NOTE 11: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

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

Tabor Amendment- In November 1992, the voters of Colorado approved Amendment I, commonly known as the Taxpayer's Bill of Rights (TABOR), which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations, which apply to the State of Colorado and all local governments, including school districts. The District's financial activity provides the basis for calculation of future limitations adjusted for allowable increases tied to inflation and enrollment growth.

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 11: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES (Continued)

At a November 2001 election, the following question was passed –

SHALL ELBERT SCHOOL DISTRICT 200 BE AUTHORIZED TO COLLECT, RETAIN AND EXPEND ALL REVENUES AND OTHER FUNDS COLLECTED DURING 2002 AND EACH SUBSEQUENT YEAR FROM ANY SOURCE, NOTWITHSTANDING THE LIMITATIONS OF ARTICLE X SECTION 20 OF THE COLORADO CONSTITUTION, EFFECTIVE, JANUARY 1, 2002, PROVIDE, HOWEVER, THAT NO PROPERTY TAX MILL LEVY SHALL BE INCREASED AT ANY TIME NOR SHALL ANY NEW TAX BE IMPOSED WITHOUT THE PRIOR APPROVAL OF THE VOTERS OF ELBERT SCHOOL DISTRICT 200?

The Tabor Amendment requires the District to establish a reserve for emergencies. At June 30, 2021, the District's reserve of \$116,000 was recorded as a reservation of fund balance in the General Fund and a restriction of Government Activities Net Position.

NOTE 12: INTERFUND ACTIVITY

The District has recorded the following routine operating transfers through June 30, 2022.

General Fund	
Transfer to Food Services Fund	\$ (26,251)
Transfer to Capital Reserve Project Fund	<u>(175,000)</u>
Net General Fund	(201,251)
Food Service Fund	
Transfer from General Fund	26,251
Capital Reserve Project Fund	
Transfer from General Fund	<u>175,000</u>
Net Interfund Transfers	\$ -

The District has recorded the following internal balances as of year ended June 30, 2022.

	Interfund	
	Receivable	Payable
General Fund	\$ 19,462	\$ -
Capital Reserve Project Fund	<u>-</u>	<u>19,462</u>
	\$ 19,462	\$ 19,462

ELBERT SCHOOL DISTRICT #200
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13: BEST GRANT/FACILITY IMPROVEMENTS

The District received a BEST grant through the Colorado Department of Education for facility improvements that commenced during fiscal year 2013 with the District providing an upfront match payment held in escrow of \$2,874,635 plus an additional \$500,000 match funded through the State’s Assistance Fund (BEST grant). The State funded their portion of this program, \$17,303,278, through Certificate of Participation issuances. The State coordinated the payment to the contractors with no funding flowing through the District other than for reimbursable costs that the District incurs. The District will not receive clear title to the improvements until the State has repaid the certificates. At that point, the District will record a capital asset and related accumulated depreciation for the cost of the BEST improvements, along with offsetting reduction of the outstanding long-term grant receivable.

The improvements completed by the BEST grant and local contribution totaled \$20,474,416 and have a depreciated value of \$16,696,320 as of June 30, 2022. The remaining value of the State’s contribution, which has been booked as a long-term grant receivable in the governmental activities, was \$14,058,528 as of June 30, 2022. The balance as of June 30, 2021 was previously reported as a capital asset with a value of \$14,467,989 and has subsequently been restated as a receivable balance (Note 4), with the current year depreciation now being reflected as an amortization of the outstanding receivable.

NOTE 14: DEFICIT UNRESTRICTED NET POSTION

The Governmental Activities has a deficit unrestricted net position of \$1,814,124, primarily due to the PERA net pension liability of \$3,797,584 and net OPEB liability of \$183,728, further described in Notes 7 and 9. As the District has no control over pension and OPEB benefits or contribution rates, we expect this deficit to continue going forward.

NOTE 15: PRIOR PERIOD RESTATEMENT

As part of the June 30, 2022 fiscal year audit, it was determined that a \$4,400 grant receivable was recorded that had actually been received prior to year end. While the amount is not material, a restatement was done as no additional grant funds under that award were received in the current fiscal year and would have resulted in the reporting of a negative grant revenue under that program.

In addition, the District has restated beginning deferred outflows and inflows related to proportion changes for the PERA pension plan. The District has restated these balances to reflect the change in the calculation of change in proportion of plan level deferrals. Net restatements for the receivable and pension changes in the Food Service Fund and Governmental Activities, are as follows:

	Food Service Fund	Governmental Activities
Ending Net Position - 6/30/21	\$ 18,286	\$ 11,111,573
Grant Receivable Correction	(4,400)	(4,400)
Adjustment to Change in Proportion - Pension	-	1,943,366
Beginning Net Position - 7/1/21	<u>\$ 13,886</u>	<u>\$ 13,050,539</u>

REQUIRED SUPPLEMENTARY INFORMATION
Pension and OPEB Schedules (Unaudited)

ELBERT SCHOOL DISTRICT #200

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION ASSET (LIABILITY)
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾

<u>Fiscal Year</u>	<u>District's proportion of the net pension asset (liability)</u>	<u>District's proportionate share of the net pension asset (liability)</u>	<u>Non-employer contributing entity's total proportionate share of the net pension asset (liability)</u>	<u>Total proportionate share associated with District</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net pension asset (liability) as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
June 30, 2014	0.035023%	\$ (4,467,237)	\$ -	\$ (4,467,237)	\$ 1,411,906	316.40%	64.07%
June 30, 2015	0.033268%	\$ (4,508,900)	\$ -	\$ (4,508,900)	\$ 1,393,680	323.52%	62.84%
June 30, 2016	0.033826%	\$ (5,173,428)	\$ -	\$ (5,173,428)	\$ 1,474,123	350.95%	59.16%
June 30, 2017	0.033134%	\$ (10,714,213)	\$ -	\$ (10,714,213)	\$ 1,487,095	720.48%	43.13%
June 30, 2018	0.031467%	\$ (10,175,153)	\$ -	\$ (10,175,153)	\$ 1,451,515	701.00%	43.96%
June 30, 2019	0.029683%	\$ (5,256,071)	\$ (632,244)	\$ (5,888,315)	\$ 1,631,862	322.09%	57.01%
June 30, 2020	0.029836%	\$ (4,457,376)	\$ (501,724)	\$ (4,959,100)	\$ 1,742,023	255.87%	64.52%
June 30, 2021	0.031542%	\$ (4,768,527)	\$ -	\$ (4,768,527)	\$ 1,708,674	279.08%	66.99%
June 30, 2022	0.032633%	\$ (3,797,584)	\$ (390,571)	\$ (4,188,155)	\$ 2,039,442	186.21%	74.86%

Note: All amounts are as of plan calculation dates which are for the calendar year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

ELBERT SCHOOL DISTRICT #200

SCHEDULE OF DISTRICT'S CONTRIBUTIONS

**PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾**

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2014	\$ 219,269	\$ (219,269)	\$ -	\$ 1,411,906	15.53%
June 30, 2015	\$ 228,982	\$ (228,982)	\$ -	\$ 1,393,680	16.43%
June 30, 2016	\$ 255,466	\$ (255,466)	\$ -	\$ 1,474,123	17.33%
June 30, 2017	\$ 269,610	\$ (269,610)	\$ -	\$ 1,487,095	18.13%
June 30, 2018	\$ 270,417	\$ (270,417)	\$ -	\$ 1,451,515	18.63%
June 30, 2019	\$ 312,175	\$ (312,175)	\$ -	\$ 1,631,862	19.13%
June 30, 2020	\$ 337,604	\$ (337,604)	\$ -	\$ 1,742,023	19.38%
June 30, 2021	\$ 331,141	\$ (331,141)	\$ -	\$ 1,708,674	19.38%
June 30, 2022	\$ 405,441	\$ (405,441)	\$ -	\$ 2,039,442	19.88%

Note: All amounts are as of plan calculation dates which are for the calendar year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

ELBERT SCHOOL DISTRICT #200

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET OPEB ASSET (LIABILITY)
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾**

<u>Fiscal Year Ended</u>	<u>District's proportion of the net OPEB asset (liability)</u>	<u>District's proportionate share of the net OPEB asset (liability)</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net OPEB asset (liability) as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
June 30, 2017	0.018833%	\$ (244,183)	\$ 1,487,095	16.42%	16.70%
June 30, 2018	0.017879%	\$ (232,357)	\$ 1,451,515	16.01%	17.53%
June 30, 2019	0.019294%	\$ (262,509)	\$ 1,631,862	16.09%	17.03%
June 30, 2020	0.019488%	\$ (219,046)	\$ 1,742,023	12.57%	24.49%
June 30, 2021	0.018235%	\$ (173,270)	\$ 1,708,674	10.14%	32.78%
June 30, 2022	0.013616%	\$ (129,386)	\$ 2,039,442	6.34%	39.40%

Note: All amounts are as of plan calculation dates which are for the calendar year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

ELBERT SCHOOL DISTRICT #200

**SCHEDULE OF DISTRICT'S CONTRIBUTIONS - OPEB
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾**

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2017	\$ 15,168	\$ (15,168)	\$ -	\$ 1,487,095	1.02%
June 30, 2018	\$ 14,805	\$ (14,805)	\$ -	\$ 1,451,515	1.02%
June 30, 2019	\$ 16,645	\$ (16,645)	\$ -	\$ 1,631,862	1.02%
June 30, 2020	\$ 17,769	\$ (17,769)	\$ -	\$ 1,742,023	1.02%
June 30, 2021	\$ 17,428	\$ (17,428)	\$ -	\$ 1,708,674	1.02%
June 30, 2022	\$ 20,802	\$ (20,802)	\$ -	\$ 2,039,442	1.02%

Note: All amounts are as of plan calculation dates which are for the calendar year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

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BUDGETARY COMPARISON SCHEDULES
(Required Supplementary Information)

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2022

	2022		
	Original & Final Budget	Actual	Variance with Final Budget
REVENUES			
Local Sources			
Property Taxes	\$ 590,551	\$ 616,088	\$ 25,537
Specific Ownership Taxes	94,000	130,736	36,736
Delinquent Taxes	1,000	2,277	1,277
Tuition From Individuals	11,000	9,495	(1,505)
Investment Earnings	3,000	3,669	669
Instructional Materials Fees	24,950	42,569	17,619
Other Local	20,000	8,993	(11,007)
Total Local Sources	<u>744,501</u>	<u>813,827</u>	<u>69,326</u>
Intermediate Sources			
Mineral Leases	30	57	27
State Sources			
State Share (Equalization)	2,639,368	2,714,066	74,698
State Transportation	22,000	24,791	2,791
State Grants from CDE			
READ Act	7,031	-	(7,031)
State Grants to Libraries	3,500	4,500	1,000
Small Rural Schools Additional Funding	78,468	99,407	20,939
Additional As- Risk Funding	950	1,063	113
READ Act	-	6,452	6,452
One-Time Mitigation At-Risk Funding	-	5,418	5,418
State Grants from Other Agencies			
State Vocational Education	-	12,500	12,500
State PERA Contribution	-	46,479	46,479
Other Agency State Grants	-	10,131	10,131
Other State Grants (Passthrough Agencies)	-	20,138	20,138
Total State Sources	<u>2,751,317</u>	<u>2,944,945</u>	<u>193,628</u>
Federal Sources			
Federal Grants from CDE			
ESSER III 90% – LEA Allocation	186,796	186,928	132
ESSER II Distribution 90%	83,174	83,174	-
RISE Grant	150,000	-	(150,000)
Direct Federal Revenue			
Other Federal Grants (Passthrough Agencies)	-	124,456	124,456
Total Federal Sources	<u>419,970</u>	<u>394,558</u>	<u>(25,412)</u>
TOTAL REVENUES	<u>3,915,818</u>	<u>4,153,387</u>	<u>237,569</u>

See the accompanying Independent Auditors' Report

(Continued)

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2022

	2022		
	Original & Final Budget	Actual	Variance with Final Budget
(Continued)			
EXPENDITURES			
Current:			
Instruction			
Salaries	1,434,726	1,348,256	86,470
Benefits	383,767	440,557	(56,790)
PS-Professional	2,000	4,492	(2,492)
PS-Property	-	2,386	(2,386)
PS-Other	114,454	72,319	42,135
Supplies	237,248	103,965	133,283
Property	11,800	200,905	(189,105)
Total Instruction	<u>2,183,995</u>	<u>2,172,880</u>	<u>11,115</u>
Supporting Services			
Pupil Support			
Salaries	66,962	70,142	(3,180)
Benefits	17,966	18,586	(620)
PS-Other	1,300	350	950
Supplies	12,900	8,768	4,132
Total Pupil Support	<u>99,128</u>	<u>97,846</u>	<u>1,282</u>
Staff Support			
Salaries	73,927	83,756	(9,829)
Benefits	21,134	23,492	(2,358)
PS- Professional	39,000	33,653	5,347
PS-Other	67,907	49,290	18,617
Supplies	10,800	22,040	(11,240)
Property	3,000	564	2,436
Total Staff Support	<u>215,768</u>	<u>212,795</u>	<u>2,973</u>
General Administration			
Salaries	102,000	110,700	(8,700)
Benefits	29,319	29,365	(46)
PS- Professional	49,450	19,092	30,358
PS-Other	3,400	1,404	1,996
Supplies	15,500	13,072	2,428
Property	250	-	250
Other Expenses	8,360	8,257	103
Total General Administration	<u>208,279</u>	<u>181,890</u>	<u>26,389</u>
School Administration			
Salaries	165,072	166,182	(1,110)
Benefits	53,257	53,183	74
PS-Other	500	-	500
Supplies	3,000	1,752	1,248
Property	600	-	600
Other Expenses	475	-	475
Total School Administration	<u>222,904</u>	<u>221,117</u>	<u>1,787</u>

See the accompanying Independent Auditors' Report

(Continued)

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2022

	2022		Variance with Final Budget
	Original & Final Budget	Actual	
(Continued)			
EXPENDITURES (Continued)			
Supporting Services (Continued)			
Business Services			
Salaries	75,920	85,100	(9,180)
Benefits	27,010	29,127	(2,117)
PS- Professional	7,200	7,200	-
PS-Other	1,700	1,550	150
Total Business Services	111,830	122,977	(11,147)
Operations and Maintenance			
Salaries	106,218	113,890	(7,672)
Benefits	32,761	29,356	3,405
PS- Professional	50,000	77,138	(27,138)
PS- Property	40,300	44,730	(4,430)
PS-Other	8,249	9,391	(1,142)
Supplies	118,000	159,703	(41,703)
Property	5,000	3,896	1,104
Total Operations and Maintenance	360,528	438,104	(77,576)
Transportation			
Salaries	53,497	60,216	(6,719)
Benefits	18,725	17,270	1,455
PS- Professional	30,000	7,940	22,060
PS-Other	1,000	4,862	(3,862)
Supplies	42,500	62,818	(20,318)
Property	2,500	-	2,500
Total Transportation	148,222	153,106	(4,884)
Other Central Support			
PS-Other	9,500	9,831	(331)
Risk Management			
PS-Other	123,000	122,376	624
Total Supporting Services	1,499,159	1,560,042	(60,883)
Debt Service			
Principal	-	76,137	(76,137)
Contingency	2,217,664	-	2,217,664
TOTAL EXPENDITURES	5,900,818	3,809,059	2,091,759
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(1,985,000)	344,328	2,329,328
OTHER FINANCING SOURCES (USES)			
Transfers	(165,000)	(201,251)	(36,251)
CHANGE IN FUND BALANCE	(2,150,000)	143,077	2,293,077
BEGINNING FUND BALANCE	2,150,000	2,555,100	405,100
ENDING FUND BALANCE	\$ -	\$ 2,698,177	\$ 2,698,177

See accompanying Independent Auditors' Report.

OTHER SUPPLEMENTARY INFORMATION

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SPECIAL REVENUE FUNDS

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted to expenditures for specified purposes:

The District reports the following Special Revenue Funds:

Food Service Fund – Accounts for District's food service operations

Designated Purpose Grants Fund – Accounts for restricted state and federal grants that are obtained primarily to provide for specific instructional programs

Pupil Activity Fund – Accounts for the District's pupil related activities

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2022

	2022		
	Original & Final Budget	Actual	Variance with Final Budget
REVENUES			
Local Sources			
Investment Earnings	\$ 5	\$ 8	\$ 3
Food Service Revenue	34,166	6,989	(27,177)
Other Local	12,675	-	(12,675)
Total Local Sources	<u>46,846</u>	<u>6,997</u>	<u>(39,849)</u>
State Sources			
State Grants from CDE			
State Matching Child Nutrition	646	650	4
School Lunch Protection	50	-	(50)
Total State Sources	<u>696</u>	<u>650</u>	<u>(46)</u>
Federal Sources			
Federal Grants from CDE			
National School Lunch Program	24,866	6,018	(18,848)
SNAP: P-EBT mini Grants	-	614	614
Seamless Summer Option (SSO)-Lunch SRE 94 Optional	-	93,072	93,072
Federal Grants from Other State Agencies			
Total Federal Sources	<u>24,866</u>	<u>99,704</u>	<u>74,838</u>
TOTAL REVENUES	<u>72,408</u>	<u>107,351</u>	<u>34,943</u>
EXPENDITURES			
Supporting Services			
Food Service			
Salaries	50,935	53,952	(3,017)
Benefits	14,712	15,392	(680)
PS-Other	2,400	1,133	1,267
Supplies	5,910	5,482	428
Food	46,551	51,463	(4,912)
Commodities	14,400	5,643	8,757
TOTAL EXPENDITURES	<u>134,908</u>	<u>133,065</u>	<u>1,843</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(62,500)	(25,714)	36,786
OTHER FINANCING SOURCES (USES)			
Transfers	55,000	26,251	(28,749)
CHANGE IN FUND BALANCE	<u>(7,500)</u>	<u>537</u>	<u>8,037</u>
BEGINNING FUND BALANCE	7,500	18,286	10,786
PRIOR PERIOD RESTATEMENT	-	(4,400)	(4,400)
BEGINNING FUND BALANCE (As Restated)	<u>7,500</u>	<u>13,886</u>	<u>6,386</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 14,423</u>	<u>\$ 14,423</u>

See accompanying Independent Auditors' Report.

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Designated Grants Fund
For the Year Ended June 30, 2022

	2022		
	Original & Final Budget	Actual	Variance with Final Budget
REVENUES			
State Sources			
State Grants from CDE			
State Gifted and Talented	\$ 2,300	\$ -	\$ (2,300)
Other State Grants (Passthrough Agencies)	-	3,229	3,229
Total State Sources	<u>2,300</u>	<u>3,229</u>	<u>929</u>
Federal Sources			
Federal Grants from CDE			
NCLB Title I, Part A- Imp Basic Prgms Oper by Sch	28,545	27,630	(915)
NCLB Title III, Part A- Eng Lang Acq	82	-	(82)
NCLB Title II, Part A- Teacher & Principal Trng	6,908	6,731	(177)
ESSA, Title IV-A: Stud Supp and Acad Enrich Grants	10,000	10,000	-
Federal Grants from Other State Agencies			
NCLB, Title VI, Part B, Sub-Part I: REAP: Rural Ed	<u>22,741</u>	<u>24,478</u>	<u>1,737</u>
Total Federal Sources	<u>68,276</u>	<u>68,839</u>	<u>563</u>
TOTAL REVENUES	<u>70,576</u>	<u>72,068</u>	<u>1,492</u>
EXPENDITURES			
Instruction			
Salaries	30,528	42,206	(11,678)
Benefits	18,700	6,731	11,969
PS-Other	21,298	23,081	(1,783)
Supplies	50	50	-
TOTAL EXPENDITURES	<u>70,576</u>	<u>72,068</u>	<u>(1,492)</u>
CHANGE IN FUND BALANCE	-	-	-
BEGINNING FUND BALANCE	-	-	-
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying Independent Auditors' Report.

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Pupil Activity Fund
For the Year Ended June 30, 2022

	2022		
	Original & Final Budget	Actual	Variance with Final Budget
REVENUES			
Local Sources			
Investment Earnings	\$ 200	\$ 30	\$ (170)
Pupil Activity Revenues	140,000	73,528	(66,472)
Total Local Sources	<u>140,200</u>	<u>73,558</u>	<u>(66,642)</u>
EXPENDITURES			
Instruction			
PS-Professional	135,000	63,278	71,722
Contingency	<u>15,000</u>	<u>-</u>	<u>15,000</u>
TOTAL EXPENDITURES	<u>150,000</u>	<u>63,278</u>	<u>86,722</u>
CHANGE IN FUND BALANCE	-	10,280	10,280
BEGINNING FUND BALANCE	-	74,243	74,243
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 84,523</u>	<u>\$ 84,523</u>

See accompanying Independent Auditors' Report.

DEBT SERVICE FUND

Debt Service Funds These funds are used to account for the repayment of the District's general obligation indebtedness.

The District has the following debt service fund:

Bond Redemption Fund

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Bond Redemption Fund
For the Year Ended June 30, 2022

	2022		Variance with Final Budget
	Final Budget	Actual	
REVENUES			
Local Sources			
Property Taxes	\$ 199,000	\$ 205,134	\$ 6,134
Delinquent Taxes	-	844	844
Investment Earnings	-	418	418
TOTAL REVENUES	<u>199,000</u>	<u>206,396</u>	<u>7,396</u>
EXPENDITURES			
Supporting Services			
General Administration			
PS- Professional	-	750	(750)
Debt Service			
Interest	-	55,765	(55,765)
Principal	199,000	135,447	63,553
Total Debt Service	<u>199,000</u>	<u>191,212</u>	<u>7,788</u>
TOTAL EXPENDITURES	<u>199,000</u>	<u>191,962</u>	<u>7,038</u>
CHANGE IN FUND BALANCE	-	14,434	14,434
BEGINNING FUND BALANCE	-	215,224	215,224
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 229,658</u>	<u>\$ 229,658</u>

See accompanying Independent Auditors' Report.

CAPITAL PROJECTS FUND

Capital Reserve Project Fund - This fund accounts for the District's routine capital projects.

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Reserve Project Fund
For the Year Ended June 30, 2022

	2022		
	Final Budget	Actual	Variance with Final Budget
REVENUES			
Local Sources			
Investment Earnings	\$ 200	\$ 208	\$ 8
Sale of Fixed Assets	-	11,500	11,500
Other Local	-	6,237	6,237
Total Local Sources	<u>200</u>	<u>17,945</u>	<u>17,745</u>
EXPENDITURES			
Facilities/Capital Outlay			
PS- Property	-	-	-
Buildings	40,151	-	40,151
Equipment	156,288	11,181	145,107
Other	193,761	-	193,761
Total Facilities/Capital Outlay	<u>390,200</u>	<u>11,181</u>	<u>379,019</u>
Debt Service			
Interest	-	3,264	(3,264)
Principal	-	20,487	(20,487)
Total Debt Service	<u>-</u>	<u>23,751</u>	<u>(23,751)</u>
TOTAL EXPENDITURES	<u>390,200</u>	<u>34,932</u>	<u>355,268</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(390,000)	(16,987)	373,013
OTHER FINANCING SOURCES (USES)			
Transfers	<u>100,000</u>	<u>175,000</u>	<u>75,000</u>
CHANGE IN FUND BALANCE	(290,000)	158,013	448,013
BEGINNING FUND BALANCE	<u>290,000</u>	<u>70,701</u>	<u>(219,299)</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 228,714</u>	<u>\$ 228,714</u>

See accompanying Independent Auditors' Report.

INTERNAL SERVICE FUND

Internal Service Fund - This fund accounts for the District's self-funded insurance.

ELBERT SCHOOL DISTRICT #200
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Self Insurance Fund
For the Year Ended June 30, 2022

	2022		
	Final Budget	Actual	Variance with Final Budget
OPERATING REVENUES			
Investment Earnings	\$ 22	\$ 27	\$ 5
Employee Premiums	179,978	156,241	(23,737)
Total Local Sources	<u>180,000</u>	<u>156,268</u>	<u>(23,732)</u>
OPERATING EXPENSES			
PS- Professional	-	161,300	(161,300)
PS-Other	180,000	-	180,000
TOTAL OPERATING EXPENSES	<u>180,000</u>	<u>161,300</u>	<u>18,700</u>
CHANGE IN NET POSITION (GAAP BASIS)	-	(5,032)	(5,032)
BEGINNING NET POSITION	-	16,761	16,761
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 11,729</u>	<u>\$ 11,729</u>

See accompanying Independent Auditors' Report.

STATE COMPLIANCE

This report includes information required by the Colorado Department of Education.



Colorado Department of Education
Auditors Integrity Report
 District: 0950 - Ebert 200
 Fiscal Year 2021-22
 Colorado School District/BOCES

See accompanying Independent Auditors' Report.

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	-	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental							
10 General Fund	2,555,099		3,952,136		3,809,058		2,698,177
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	0		0		0		0
Sub-Total	2,555,099		3,952,136		3,809,058		2,698,177
11 Charter School Fund	0		0		0		0
20,26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0		0		0
07 Total Program Reserve Fund	0		0		0		0
21 Food Service Spec Revenue Fund	13,887		133,601		133,065		14,423
22 Govt Designated-Purpose Grants Fund	0		72,068		72,068		0
23 Pupil Activity Special Revenue Fund	74,244		73,558		63,278		84,523
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	215,225		206,395		191,362		229,658
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	70,702		192,945		34,932		228,714
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals	2,929,156		4,630,702		4,304,564		3,255,494
Proprietary							
50 Other Enterprise Funds	0		0		0		0
64 (63) Risk-Related Activity Fund	16,761		27		5,059		11,729
60,65-69 Other Internal Service Funds	0		0		0		0
Totals	16,761		27		5,059		11,729
Fiduciary							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	0		0		0		0
79 GASB 34/Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
Totals	0		0		0		0

FINAL



Colorado Department of Education
Bolded Balance Sheet Report
 District: 0950 - Elbert 200
 Fiscal Year 2021-22
 Colorado School District/BOCES

	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
ASSETS																
Cash and Investments (8100-8104,8111)	2,783,166	0	0	65,061	0	0	19,783	220,925	248,176	0	0	56,729	0	0	0	3,393,840
Cash with Fiscal Agent (8105)	5,307	0	0	0	0	0	0	1,822	0	0	0	0	0	0	0	7,129
Taxes Receivable (8121,8122)	20,885	0	0	0	0	0	0	6,911	0	0	0	0	0	0	0	27,796
Interfund Loans Receivable (8131,8132)	0	0	0	19,462	0	0	0	0	0	0	0	0	0	0	0	19,462
Intergovernmental Accounts Rec (8141)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Accounts Receivable (8142)	0	0	0	0	0	0	4,229	0	0	0	0	0	0	0	0	4,229
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	33	0	0	0	0	0	0	0	0	33
Inventories (8171,8172,8173)	0	0	0	0	0	0	3,398	0	0	0	0	0	0	0	0	3,398
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	2,809,358	0	0	84,523	0	0	27,443	229,658	248,176	0	0	56,729	0	0	0	3,455,886

See accompanying Independent Auditors' Report.

	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
LIABILITIES & FUND EQUITY															
LIABILITIES															
Interfund Payables (7401,7402)	0	0	0	0	0	0	0	19,462	0	0	0	0	0	0	19,462
Other Payables (7421-7423)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	111,181	0	0	0	0	0	4	0	0	0	0	0	0	0	111,185
Payroll Ded. and Withholdings (7471-7473)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unearned Revenue (7481)	0	0	0	0	0	0	3,848	0	0	0	0	0	0	0	3,848
Grants Deferred Revenue (7482)	0	0	0	0	0	0	9,169	0	0	0	0	0	0	0	9,169
Other Current Liabilities (7491,7492,7499)	0	0	0	0	0	0	0	0	0	0	45,000	0	0	0	45,000
Total Liabilities	111,181	0	0	0	0	0	13,021	19,462	0	0	45,000	0	0	0	188,663

See accompanying Independent Auditors' Report.

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-spending Fund Balance 6710	0	0	0	0	0	0	3,398	0	0	0	0	0	0	0	0	3,398														
Restricted Fund Balance 6720	0	0	0	0	0	0	229,658	0	0	0	0	0	0	0	0	229,658														
TABOR 3% Emergency Reserve 6721	116,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	116,000														
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 (CPF) 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	0	0	0	0	0	0	0	0	0														
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	84,523	0	0	15,425	0	228,714	0	0	0	0	0	0	328,662														
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0														
Unassigned Fund Balance 6770	2,582,177	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,582,177														
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	11,729	0	0	0	0	11,729														
Prior Period Adjustment 6880	0	0	0	0	0	0	-4,400	0	0	0	0	0	0	0	0	-4,400														
Total Fund Equity	2,698,177	0	0	84,523	0	0	14,423	229,658	228,714	0	11,729	0	0	0	0	3,267,223														

Total Liabilities & 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														
2,809,358	0	0	0	84,523	0	0	27,443	248,176	0	0	56,729	0	0	0	0	3,455,886														

For Each Fund Type:
Do Assets=Liability+Fund Equity

Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes



Overview

This form is required pursuant to Section 22-11-206(4), C.R.S. The school district must submit an assurance form certifying the school district’s substantial and good-faith compliance with the a) School District Budget Law, b) Financial Policies and Procedures Act, c) Public School Financial Transparency Act, and d) accounting and reporting. The Colorado Department of Education monitors the district’s compliance by reviewing the district’s finance data pipeline submission, audited financial statements, financial transparency website, and responses from management to inquiries related to those reviews. Good-faith compliance is determined, in part, by the assurances provided below as certified by those charged with governance.

Additional information for charter school authorizers

The assurances provided with this form are also applicable to all charter schools unless a separate CHARTER FORM AFA2022 is executed by or on behalf of a charter school and provided to CDE. The submission of a CHARTER FORM AFA2022 by an authorizer communicates that the authorizer does not provide the assurances for that charter school within the authorizer’s FORM AFA2022. If applicable, CHARTER FORM AFA2022(s) should be submitted with an authorizer’s FORM AFA2022.

Completion and submission

1. Open header and select entity from the drop down.
2. Select the appropriate response for each assurance. Note: select “N/A” when item is not applicable.
3. Complete an Attachment A for each “No” response.
4. Scan to PDF the completed and signed FORM AFA2022 with, if applicable, an Attachment A for each “No” response.
5. Submit with the following items as PDF files via email attachments to: schoolfinance@cde.state.co.us
 - a. Audited financial statements for year ended June 30, 2022 (including audit reports for charter schools, if applicable)
 - b. Grant Revenue Reconciliation Report from data pipeline with responses for all differences in column 9
 - c. Finance December Error Detail Report - Rollup from data pipeline with confirmation or responses for all warning edits

PART 1 - Assurances for Article 44 Budget Policy and Procedures required pursuant to Section 22-11-206(4)(a)(I), C.R.S.

Ref.	Description	C.R.S. Section	Assurance	Response
44-1	Adopt budget and an appropriation resolution	22-44-103(1) 22-44-107	The board of education adopted a budget and an appropriation resolution prior to June 30, 2021. Note: the appropriation resolution may by reference incorporate the budget as adopted.	Yes
44-2	Detail of budget	22-44-105(1)(c)	The budget for fiscal year 2021-22 itemizes expenditures by fund and by pupil.	Yes





Ref.	Description	C.R.S. Section	Assurance	Response
44-3	TABOR	22-44-105(1)(c.5)	The three percent emergency reserve required by TABOR has been properly reported using a) unrestricted general funds, b) cash fund emergency reserves, or c) a statutorily approved alternative.	Yes
44-4	Uniform summary sheet	22-44-105(1)(d.5)	The budget for fiscal year 2021-22 includes a uniform summary sheet for each fund.	Yes
44-5	Use of beginning fund balance	22-44-105(1.5)(a)&(c)	For budgets that include the use of beginning fund balance, a resolution was adopted by the board specifically authorizing this use and stating the district's plan to ensure that use will not lead to an ongoing deficit.	Yes
44-6	Ongoing deficit	22-44-105(1.5)(a)&(c) 22-44-102(7.3)	The district reported, in the annual financial audit, a positive amount in the unassigned fund balance for each governmental fund and unrestricted net assets for each proprietary fund	Yes
44-8	Preparation of budget	22-44-108(1)(c)	A proposed budget for fiscal year 2021-22 was submitted to the board by May 31, 2021.	Yes
44-9	Notice of proposed budget	22-44-109	Notice was made in accordance with law that the proposed budget is available for public inspection.	Yes
44-10	Adoption of budget	22-44-110(4)	The budget for fiscal year 2021-22 was adopted by the board by June 30, 2021.	Yes
44-11	Supplemental budget	22-44-110(5)	Modifications to the budget after January 31, 2022, were made through adoption of a supplemental budget by the board.	No
44-12	Interfund borrowing	22-44-113(1)	Interfund borrowings were repaid within 3 months of the fiscal year end.	N/A
44-13	Spending in excess of appropriations	22-44-115(1)	Spending did not exceed amounts appropriated for each fund.	No
44-14	Use of handbook and chart of accounts	22-44-204(3)	The financial policies and procedures handbook and chart of accounts were used for budget development, maintaining financial records, and periodic presentation of financial information to the board.	Yes
44-15	Financial transparency	22-44-304	Information required by the Public School Financial Transparency Act was made available on-line in a downloadable format. <i>Note:</i> Check the organization's website to ensure all required documents are posted and current.	Yes

PART 2 - Assurances for Article 45 Accounting and Reporting required pursuant to Section 22-11-206(4)(a)(II), C.R.S.





Overview

This form is required pursuant to Section 22-11-206(4), C.R.S. The school district must submit an assurance form certifying the school district’s substantial and good-faith compliance with the a) School District Budget Law, b) Financial Policies and Procedures Act, c) Public School Financial Transparency Act, and d) accounting and reporting. The Colorado Department of Education monitors the district’s compliance by reviewing the district’s finance data pipeline submission, audited financial statements, financial transparency website, and responses from management to inquiries related to those reviews. Good-faith compliance is determined, in part, by the assurances provided below as certified by those charged with governance.

Additional information for charter school authorizers

The assurances provided with this form are also applicable to all charter schools unless a separate CHARTER FORM AFA2022 is executed by or on behalf of a charter school and provided to CDE. The submission of a CHARTER FORM AFA2022 by an authorizer communicates that the authorizer does not provide the assurances for that charter school within the authorizer’s FORM AFA2022. If applicable, CHARTER FORM AFA2022(s) should be submitted with an authorizer’s FORM AFA2022.

Completion and submission

1. Open header and select entity from the drop down.
2. Select the appropriate response for each assurance. Note: select “N/A” when item is not applicable.
3. Complete an Attachment A for each “No” response.
4. Scan to PDF the completed and signed FORM AFA2022 with, if applicable, an Attachment A for each “No” response.
5. Submit with the following items as PDF files via email attachments to: schoolfinance@cde.state.co.us
 - a. Audited financial statements for year ended June 30, 2022 (including audit reports for charter schools, if applicable)
 - b. Grant Revenue Reconciliation Report from data pipeline with responses for all differences in column 9
 - c. Finance December Error Detail Report - Rollup from data pipeline with confirmation or responses for all warning edits

PART 1 - Assurances for Article 44 Budget Policy and Procedures required pursuant to Section 22-11-206(4)(a)(I), C.R.S.

Ref.	Description	C.R.S. Section	Assurance	Response
44-1	Adopt budget and an appropriation resolution	22-44-103(1) 22-44-107	The board of education adopted a budget and an appropriation resolution prior to June 30, 2021. Note: the appropriation resolution may by reference incorporate the budget as adopted.	Yes
44-2	Detail of budget	22-44-105(1)(c)	The budget for fiscal year 2021-22 itemizes expenditures by fund and by pupil.	Yes





Ref.	Description	C.R.S. Section	Assurance	Response
45-1	Enterprise fund accounting	22-45-102(1)(a)	The full accrual basis of accounting was used for budgeting and accounting for enterprise funds.	Yes
45-2	Generally Accepted Accounting Principles	22-45-102(1)(a)	Financial records are kept in accordance with generally accepted principles of governmental accounting.	Yes
45-3	Board review of financial condition	22-45-102(1)(a) & (b)	The board required the preparation of financial reports that included at a minimum the information required by state law. The board reviewed the financial condition of the entity at least quarterly during the fiscal year.	Yes
45-4	Financial records	22-45-102(2)	All financial records are maintained at the principal administrative offices and general ledger accounts are posted and reconciled at least monthly.	Yes
45-5	Bond redemption fund	22-45-103(1)(b)	A third party custodian was designated to administer the bond redemption fund.	Yes

PART 3 - Assurance required pursuant to Section 22-11-206(4)(b), C.R.S.

Ref.	Description	C.R.S. Section	Assurance	Response
30.5-1	Itemized accounting to charter schools	22-30.5-112(2)(a.4)	An itemized accounting of all costs charged to charter schools was provided to those schools by September 30, 2022.	N/A

PART 4 - Assurance required pursuant to Section 22-54-106(2.1)(d) (II), C.R.S.

Ref.	Description	C.R.S. Section	Assurance	Response
54-1	Property Tax Credit	22-54-106(2.1)(d) (II)	The district levied a greater number of Total Program mills than levied in the prior property tax year, due to the reduction of temporary tax credits.	Yes

PART 5 - Optional disclosures

Accounting general ledger software information:

Company/vendor name: **Harris School Solutions-AptaFund 4.1**

Company/vendor contact: Name: **Beth Senn** Email: **bsenn@harriscomputer.com**





PART 5 - Certification of assurances

I certify, to the best of my knowledge and belief, that the assurances provided in Parts 1 through 3 are true and correct. I further certify that all information provided with Attachment A(s), if applicable, is true and correct.

Chief Financial Officer/Business Manager (signature)

(printed name)

Emily Cornell

Emily Cornell

Date: 12/14/22

Superintendent/Executive Director (signature)

(printed name)

Kelli Thompson

Kelli Thompson

Date: 12/14/22

I certify that the board reviewed the assurances and approved the related responses.

President of the Board (signature)

(printed name)

Del Olkier

Del Olkier

Date: 12-14-22





Attachment A to Statement 44-13

Grant Fund 22

We budgeted Grant Fund at \$70,494.00 and received \$72,068.00 and spent \$72,068.00 that we failed to supplement the overspending.





Colorado Department of Education

Grant Revenue Received Reconciliation Report

Colorado School District/BOCES
District: 0950 – Elbert 200
Fiscal Year 2021-22

Column 1 Grants State(3110-3949) & Fed(4000-9999) Note 1	Column 2 CDE Payment Amount Cash Basis Figure Note 2	Column 3 District 2021-2022 Revenue Reported Source 3000, 4000 Note 3	Column 4 District 2021-2022 Grants Deferred Balance Sheet 7482, 7801 Note 4	Column 5 District 2020-2021 Grants Deferred Balance Sheet 7482, 7801 Note 4	Column 6 District 2021-2022 Grants Acct Rec Balance Sheet 8142 Note 5	Column 7 District 2020-2021 Grants Acct Rec Balance Sheet 8142 Note 5	Column 8 District Grant Revenue Columns 3+(4-5)- (6-7) Note 6	Column 9 Difference CDE Cash vs Dist Formula Columns 8-2 Note 7
3160	24,790.64	24,790.64	0.00	0.00	0.00	0.00	24,790.64	0.00
3161	649.51	649.51	0.00	0.00	0.00	0.00	649.51	0.00
3207	4,500.00	4,500.00	0.00	0.00	0.00	0.00	4,500.00	0.00
3230	99,407.39	99,407.39	0.00	0.00	0.00	0.00	99,407.39	0.00
3235	1,062.62	1,062.62	0.00	0.00	0.00	0.00	1,062.62	0.00
3259	6,451.98	6,451.98	0.00	0.00	0.00	0.00	6,451.98	0.00
3281	5,418.31	5,418.31	0.00	0.00	0.00	0.00	5,418.31	0.00
4010	27,630.00	27,630.00	0.00	0.00	0.00	0.00	27,630.00	0.00
4367	6,731.00	6,731.00	0.00	0.00	0.00	0.00	6,731.00	0.00
4414	186,928.00	186,928.00	0.00	0.00	0.00	0.00	186,928.00	0.00
4420	83,174.00	83,174.00	0.00	0.00	0.00	0.00	83,174.00	0.00
4424	10,000.00	10,000.00	0.00	0.00	0.00	0.00	10,000.00	0.00
4555	374.25	374.25	0.00	0.00	0.00	0.00	374.25	0.00
4649	614.00	614.00	0.00	0.00	0.00	0.00	614.00	0.00
5555	88,842.41	93,071.84	0.00	0.00	0.00	0.00	93,071.84	4,229.43

1. Grants State: Valid CDE State Grants are defined as Grants 3110-3949
Federal: Federal Grants are defined as Grants 4000-9999
Only the Grants that CDE sends appear in this column. Grants from state agencies other than CDE and grants direct from the Federal Government are not in this column.
2. CDE Payment Figure is a Cash Basis Figure taken from the Financial Data Warehouse Sub-Recipient Report, available on the School Finance web page.
ELPA (Grant 3140) payments are defined as: Fund 10-17, 19 or 22, Source 3000, Grant 3140
Transportation (Grant 3160) payments are defined as: Source 3000, Grant 3160
Small Attendance Center (Grant 3170) are defined as Source 3000, Grant 3170
All Other State Grants are Defined as Source 3XXX, except Source 3300-3399 and 3951 and 3954 and 3956 for Grant XXXX
Federal Grant Payments from CDE are defined as Source 4000 (excluding Source 4951 and 4954 and 4956), Grants XXXX
Federal Grant Payments from State Agencies other than CDE (Source 4010) and Direct Payments from the Federal Government (Source 4020) are not edited and are not on this report
3. District Grant Revenue Reported. State Revenue is defined as Source 3000, Grant 3110-3949. Federal Revenue is Defined as Source 4000, Grant 4000-9999
Normally, only the Grants that CDE sends appear on this report. Grants from state agencies other than CDE and grants direct from the Federal Government are not on this report.
4. Grants Deferred Revenue is defined as Balance Sheet 7482, Grant XXXX

5. Grants Accounts Receivable is defined as Balance Sheet 8142, Grant XXXX
6. District Grant Revenue Received Calculation:
FY21-22 Grant Revenue Reported + (FY21-22 Deferred Grant Revenue) - (FY21-22 Grants Accounts Rec - FY20-21 Grants Accounts Rec)
7. The CDE Payment Figure is compared to the calculated District Grant Received Figure
If the difference between the two can be attributed to a timing issue, grants deferred reported or grant accounts receivables reported, the difference is acceptable.
If the difference is a result of incorrect revenue reported by the District or incorrect grants deferred revenue or grants accounts receivables reported, this is not acceptable.

Attachment A to Grant Reconciliation

Grant 5555 - We received our May claim from fiscal year 21-22 in July of fiscal year 22-23 of \$4,229.43.