

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SILVERTON, COLORADO

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT
June 30, 2016

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**Hays
Maggard
& Hood, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

Board of Education
San Juan County School District No. 1
Silverton, Colorado

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and each fiduciary fund type, of the San Juan County (Silverton) School District No. 1, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and each fiduciary fund type of the San Juan County (Silverton) School District No. 1, as of June 30, 2016 and the respective changes in financial position and, where applicable cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the pension disclosure information, listed as "required supplementary information" in the table 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.

Other Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the San Juan County (Silverton) School District No. 1's basic financial statements. The combining and individual fund financial statements and additional schedules listed as "other supplemental information" in the table of contents are for purposes of additional analysis and are not a required part of the basic financial statements. The electronic financial data integrity check figures and reconciliation are presented for purposes of additional analysis as required by the Colorado Department of Education, and are also not required parts of the basic financial statements. The information is the responsibility of management and is derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 taken as a whole.



HAYS, MAGGARD & HOOD, P.C.

Glenwood Springs, Colorado

October 17, 2016

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

For the Fiscal Year Ended June 30, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

The San Juan County (Silverton) School District No. 1 was organized in 1871. It is a small public school located in Silverton, Colorado, in the heart of the San Juan mountain range. The school has approximately 67 students in grades K-12 and is housed in an historic 3 story red brick building. In 2002, the Silverton School joined a network of 115 Expeditionary Learning schools across the country. Expeditionary Learning Outward Bound is a proven model for comprehensive school reform for elementary, middle and high schools. It emphasizes learning by doing, with a particular focus on character growth, teamwork, reflection and literacy. Teachers connect high quality academic learning to adventure, service and character development through a variety of student experiences including interdisciplinary, project based learning expeditions. This national model works well with our school's setting, small class sizes, and overall goals for academic excellence.

The discussion and analysis of the San Juan County (Silverton) School District No. 1's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should be read in conjunction with the basic financial statements and notes to enhance the reader's understanding of the District's overall financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year ended June 30, 2016 are as follows:

- In total, the District's *overall* net position decreased \$73,619, or 0.85% from the previous fiscal year.
- General Revenues accounted for \$1,358,036 or 78%, of all revenues. These general revenues include taxes, grants and entitlements not restricted to specific programs, and general interest and other revenues not related to specific programs. Program specific revenues, in the form of charges for services and sales, as well as program specific grants and contributions, accounted for \$372,315 or 22%, of the District's total revenues of \$1,730,351.
- The District had \$1,803,970 in expenses, of which \$372,315 were offset by program specific charges for services and grants, and \$1,358,036 by general revenues.

USING THE BASIC FINANCIAL STATEMENTS

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the San Juan County (Silverton) School District No. 1 as a financial whole, or as an entire operating activity.

The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. For the San Juan County (Silverton) School District No. 1, the General Fund is the most significant fund. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the reporting entity. The financial statements also include notes that explain some of the information in the statements and provide more detailed data.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

For the Fiscal Year Ended June 30, 2016

REPORTING THE DISTRICT AS A WHOLE

Statement of Net Position and Statement of Activities

While this report contains all funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during the current fiscal year?" The statement of net position and the statement of activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting system used by most private sector companies. The basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash was received or paid.

The focus of the government-wide financial statements is on the overall financial position of the District. These statements are constructed around the concept of a primary government, the District. As described below, the financial statements of fiduciary funds are not included in the government-wide financial statements, because resources of these funds cannot be used to finance the District's activities. However, the financial statements of fiduciary funds are included in the fund financial statements because the District is financially accountable for those resources, even though they belong to other parties.

The two statements report the District's net position and changes therein. This change is important because it identifies whether the financial position of the District has improved or diminished for the District as a whole. The cause of this change may be the result of many factors, some financial, some not. Nonfinancial factors include the District's property tax base, current property tax laws, enrollment levels, statutorily required reserves, facility conditions, required educational programs and other factors.

In the statement of net position and the statement of activities, the School District has the following activities:

Governmental Activities – Governmental activities are generally financed through taxes, intergovernmental revenues and other non-exchange revenues. Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance, pupil transportation, and extracurricular activities.

FUND FINANCIAL STATEMENTS

Fund financial reports provide detailed information about the District's major funds. The District considers all funds as significant, or major, funds. Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations. The District's funds financial statements are divided into two broad categories; namely (1) governmental funds and (2) fiduciary funds.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
For the Fiscal Year Ended June 30, 2016

Governmental Funds – The District's activities in governmental funds focus on how monies flow into and out of those funds and the balances left at fiscal year-end for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or differences, between government-wide activities and the governmental funds is reconciled in the financial statements. The District's major governmental funds are:

General Fund – The General Fund is the District's primary operating fund and accounts for the majority of the District's instruction and support operations.

Food Service Fund – The Food Service Fund is a special revenue fund which accounts for the District's general food service activities with revenue sources specifically designated for such activities.

Student Activities Fund – The Student Activities Fund accounts for student athletic/nonathletic activities and is a special revenue fund with revenue sources raised specifically from such activities.

Bond Redemption Fund – The Bond Redemption Fund accounts for transactions related to debt service of the District's general obligation bonds and interest.

Capital Projects Fund – The Capital Reserve Fund accounts for funds assigned for the acquisition of capital items such as land, vehicles, equipment and improvements to existing structures.

Fiduciary Fund – The District's fiduciary (or *Agency*) fund is reported in the Statements of Fiduciary Net Position. The activities are excluded from the District's governmental funds because the District cannot use these assets to finance its operations. The fiduciary is responsible for ensuring that these assets are used for their intended purposes. The fiduciary fund is the:

Foundation Agency Fund – The Foundation Agency Fund accounts for funds available for future distribution by the foundation.

NOTES TO THE FINANCIAL STATEMENTS

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

SUPPLEMENTARY & SUPPLEMENTAL INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents supplementary information required by U.S. generally accepted accounting principles, as well as other supplemental information to assist the reader in a full understanding of the financial statements and additional schedules required by the Colorado Department of Education.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
For the Fiscal Year Ended June 30, 2016

THE DISTRICT AS A WHOLE

The perspective of the statement of net position is of the District as a whole. Following is a summary of the District's net position for the fiscal years ending June 30, 2016 compared to 2015.

<i>(In Thousands)</i>	<u>Governmental Activities</u>	
	2016	2015
<u>ASSETS:</u>		
Current and Other Assets	\$ 834	\$ 682
Capital Assets, Net	11,406	11,589
	12,240	12,271
<u>DEFERRED OUTFLOWS:</u>		
Pensions, Net of Accum Amtz	333	124
	333	124
<u>LIABILITIES:</u>		
Current & Other Liabilities	144	114
Long-term Liabilities	972	1,010
Net Pension Liability	2,689	2,468
	3,805	3,592
<u>DEFERRED INFLOWS:</u>		
Pensions, Net of Accum Amtz	198	159
	198	159
<u>NET POSITION:</u>		
Invested in Capital Assets, Net of Related Debt	7,950	8,145
Restricted	78	84
Unrestricted	542	415
	\$ 8,570	\$ 8,644

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and equipment) less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Resources to repay debt on these assets must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. Negative unrestricted asset balances represent that there are long-term obligations, including the District's proportionate share of the state's School Division Trust Fund pension liability, in excess of currently available resources.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

For the Fiscal Year Ended June 30, 2016

THE DISTRICT AS A WHOLE -- CONTINUED

The statement of activities reflects the cost of program services and the charges for services and sales, grants, and contributions offsetting those services. The following detail reflects the total cost of services supported by program revenues and general property taxes, unrestricted state entitlements, and other general revenues, resulting in the overall change in net position for the current fiscal year:

<i>(In Thousands)</i>	Governmental Activities	
	2016	2015
<u>REVENUES:</u>		
Program Revenues:		
Charges for Services & Sales	\$ 54	\$ 52
Operating Grants & Contributions	318	283
Capital Grants and Contributions	-	-
Total Program Revenues	372	335
General Revenues:		
Property Taxes - General	490	494
Property Taxes - Debt Service	88	70
Specific Ownership Taxes	45	39
State Equalization, Net	544	459
Federal Forest & Mineral Lease Revenues	165	1
Other General Revenues	26	36
Total General Revenues	1,358	1,099
Total Revenues	1,730	1,434
<u>PROGRAM EXPENSES:</u>		
Instruction	975	908
Support Services:		
Students	4	7
Instructional Staff	8	13
General Administration	174	179
School Administration	14	2
Business Support Services	68	73
Operations and Maintenance	112	108
Student Transportation	11	12
Central Support Services	39	43
Enterprise Support Services	19	13
Community Services	119	149
Other Support Services	14	19
Food Services	54	60
Interest and Fiscal Charges	37	39
Unallocated Depreciation	156	160
Total (Expenses)	1,804	1,785
Increase (Decrease) in Net Position	\$ (74)	\$ (351)

Most of the District's revenues come from the Public School Finance Act of 1994 (SFA), which is comprised of general property taxes, specific ownership taxes and state equalization based on the statewide formula for pupil funding. In fiscal year 2016, approximately 49.6% of SFA funding came from state equalization and 50.4% from taxes.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
For the Fiscal Year Ended June 30, 2016

THE DISTRICT AS A WHOLE -- CONTINUED

Governmental Activities – For the fiscal year 2016, the net position of the District's governmental activities decreased by \$74 thousand.

THE DISTRICT AS A WHOLE -- NET COST OF SERVICES

As indicated above, the statement of activities reflects the cost of program services and the charges for services, grants, and contributions offsetting those services. The following table summarizes the information from the statement of activities, reflecting the total cost of program services and the remaining net cost of program services supported by taxes and other general revenues:

<i>(In Thousands)</i>	Fiscal Year 2016		Fiscal Year 2015	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Instruction	\$ 975	\$ 762	\$ 908	\$ 769
Support Services:				
Students	4	4	7	(13)
Instructional Staff	8	8	13	13
General Administration	174	174	179	179
School Administration	14	14	2	2
Business Support Services	68	68	73	73
Operations and Maintenance	112	112	108	108
Student Transportation	11	11	12	12
Central Support Services	39	39	43	43
Enterprise Support Services	19	19	13	13
Community Services	119	-	149	(9)
Other Support Services	14	(3)	19	19
Food Services	54	31	60	42
Interest and Fiscal Charges	37	37	39	39
Unallocated Depreciation	156	156	160	160
NET COST OF SERVICES	\$ 1,804	\$ 1,432	\$ 1,785	\$ 1,450

The dependence on general revenues for governmental activities is apparent as approximately 79% and 81% of governmental activities were supported in 2016 and 2015, respectively, through taxes and other general revenues. The community as a whole is the primary support for the District's students.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
For the Fiscal Year Ended June 30, 2016

THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds are accounted for using the modified accrual basis of accounting.

Governmental Funds –

General Fund

The General Fund had an overall increase in fund balance of \$118,688. After current year required restrictions of fund balance, the remaining unassigned fund balance of \$473,374 is the amount available for future spending.

Food Service Fund

The Food Service Fund had an overall increase in fund balance of \$12,844. After current year required restrictions of fund balance, the remaining unassigned fund balance of \$10,466 is the amount available for future spending.

Student Activities Fund

The Student Activities Fund had an overall increase in fund balance of \$7,381. The ending fund balance of \$31,799 is the amount available for future spending.

Bond Redemption Fund

The Bond Redemption Fund had an overall increase in fund balance of \$940. The ending fund balance of \$46,384 is the amount available for future debt service.

Capital Projects Fund

The Capital Projects Fund had an overall decrease in fund balance of \$18,060. The ending fund balance of \$21,070 is the amount of Capital Projects Funds available for future capital outlay.

Fiduciary (Agency) Fund –

The *Foundation Agency Fund* ended the year with \$130,372 available for future spending.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
For the Fiscal Year Ended June 30, 2016

GENERAL FUND BUDGETING HIGHLIGHTS

The District's procedures in establishing the budgetary data reflected in the financial statements is summarized in *Note 1(E)* of the financial statements. The District uses a line-item based budget which is designed to control line-item expenditures, but provide flexibility for overall budgetary management. During the course of the current fiscal year the District amended its General Fund budget as needed.

For the General Fund, actual revenues and other financing sources of \$1,562,711 were above final budgetary expectations of \$1,560,516 by \$2,195.

The District's General Fund actual expenditures and other financing uses of \$1,444,023 were less than the final appropriated balance of \$1,911,733 by \$467,710.

The Board of Directors and District management continue to strive to budget appropriate amounts for each individual line item and to provide services in the most economical manner. It is not anticipated that this year's budgetary variances will have a significant impact on future services or liquidity.

CAPITAL ASSETS

At the end of fiscal year 2016, the District had a total of \$11,406,212 invested in capital assets, net of accumulated depreciation. The following reflects the balances of the current and prior fiscal year:

<i>(In Thousands)</i>	Governmental Activities	
	2016	2015
<i>Net of Depreciation:</i>		
Land and Improvements	\$ 337	\$ 337
Buildings & Improvements	10,832	10,977
Equipment and Vehicles	233	270
Food Service Equipment	4	5
	\$ 11,406	\$ 11,589

DEBT ADMINISTRATION

At June 30, 2016 the District had \$938,353 in outstanding general obligation bonds, of which the current principal portion to be paid in the next fiscal year is \$51,877. The bonds are being paid from a mill levy in the Bond Redemption fund over a 20 year period with the last payment due in fiscal year 2030. In addition, the District also has a long-term liability for accrued compensated absences in the amount of \$33,656.

Other long-term obligations consist of the District's proportionate share of the State PERA Net Pension Liability (see Note 1 & 7) in the amount of \$2,689,463.

**SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**

For the Fiscal Year Ended June 30, 2016

CURRENT ISSUES, ECONOMIC CONDITION AND OUTLOOK

The Public School Finance Act of 1994 (SFA) is the largest source of revenue for the District's operating funds. The SFA calculates per-pupil funding by school district based upon a formula using a number of factors including cost of living, number of students, district size, personnel vs. non-personnel costs, and number of at-risk students. The purpose of the SFA was to establish a financial base of support for public education, to move towards a uniform mill levy tax state-wide for all districts, and to limit future growth of and reliance upon property tax to support public education. Funding sources for the SFA are derived by the following formula:

Total Program Funding - local property taxes + general specific ownership taxes + state equalization

The United States and the State of Colorado have experienced unprecedented economic decline. One impact of this budget crisis is the reduction in the State of Colorado's general fund revenues. Because educational expenditures represent a significant portion of the State of Colorado's total expenditures, the District anticipates its future revenues may be impacted; if District revenues are reduced, the District will be required to reduce its future program expenditures. The Board and Administration will continue to carefully review spending to maintain a careful balance between education and fiscal responsibility.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, customers, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions regarding this report or need additional information, please contact the:

San Juan County School District No. 1
Attn: Business Office
P.O. Box 128; 1160 Snowden Street
Silverton, Colorado 81433
Tel: (970) 387-5543
Fax: (970) 387-5791

GOVERNMENT-WIDE FINANCIAL STATEMENTS

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF NET POSITION
June 30, 2016

	<u>Governmental Activities</u>
ASSETS:	
Current Assets	
Cash and Cash Equivalents	\$ 603,600
Receivables:	
Property Taxes	121,020
Intergovernmental	79,332
Other Receivables	24,144
Inventory	2,536
Prepaid Expenses	3,531
Internal Balances	-
Total Current Assets	<u>834,163</u>
Capital Assets:	
Land and Improvements	337,056
Buildings and Improvements	12,284,773
Equipment and Vehicles	615,957
Food Service Equipment	8,150
Less Accumulated Depreciation	<u>(1,839,724)</u>
Total Capital Assets, Net of Depreciation	<u>11,406,212</u>
TOTAL ASSETS	<u>12,240,375</u>
DEFERRED OUTFLOWS:	
Pensions, Net of Accumulated Amortization	<u>333,037</u>
TOTAL DEFERRED OUTFLOWS	<u>333,037</u>
LIABILITIES:	
Accounts Payable	30,606
Accrued Salaries and Benefits	105,125
Accrued Interest Payable	3,000
Due to Agency Fund	4,580
Long-term Debt:	
Portion Due or Payable within One Year:	
Best Program Bonds Series 2010 B-C	51,877
Portion Due or Payable After One Year:	
Best Program Bonds Series 2010 B-C	886,476
Compensated Absences	33,656
Net Pension Liability	<u>2,689,463</u>
TOTAL LIABILITIES	<u>3,804,783</u>
DEFERRED INFLOWS:	
Pensions, Net of Accumulated Amortization	<u>198,392</u>
TOTAL DEFERRED INFLOWS	<u>198,392</u>
NET POSITION	
Invested in Capital Assets, Net of Related Debt	7,949,577
Restricted for:	
Debt Service	46,384
Emergencies	31,500
Unrestricted	<u>542,776</u>
TOTAL NET POSITION	<u>\$ 8,570,237</u>

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2016

	<u>EXPENSES</u>	<u>PROGRAM REVENUES</u>		
		<u>Charges For Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
GOVERNMENTAL ACTIVITIES:				
Instruction	\$ 974,707	\$ 53,700	\$ 158,979	\$ -
General Support Services:				
- Student Based	4,349	-	-	-
- Instructional Staff	7,559	-	-	-
- General Administration	173,972	-	-	-
- School Administration	14,142	-	-	-
Business Support Services:				
- Business Services	67,532	-	-	-
- Operations and Maintenance	111,667	-	-	-
Transportation	10,749	-	-	-
Central Support Services	39,165	-	-	-
Enterprise Support Services	19,175	-	-	-
Community Support Services	118,960	-	118,960	-
Other Support Services	14,397	-	17,017	-
Food Services	54,460	900	22,759	-
Interest on Long-Term Debt	36,798	-	-	-
Depreciation – Unallocated (<i>See Note 4</i>)	<u>156,338</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 1,803,970</u>	<u>\$ 54,600</u>	<u>\$ 317,715</u>	<u>\$ -</u>

GENERAL REVENUES:

Taxes:

Property Taxes, Levied For General Purposes

Property Taxes, Levied For Debt Service

Specific Ownership Taxes, for General Purposes

State Equalization

Federal Forest and Mineral Lease Revenues

Unrestricted Interest and Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

NET POSITION – BEGINNING OF YEAR

NET POSITION – END OF YEAR

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

NET (EXPENSE) REVENUE AND
CHANGES IN NET POSITION

	<u>Governmental Activities</u>
\$	(762,028)
	(4,349)
	(7,559)
	(173,972)
	(14,142)
	(67,532)
	(111,667)
	(10,749)
	(39,165)
	(19,175)
	-
	2,620
	(30,801)
	(36,798)
	<u>(156,338)</u>
	<u>(1,431,655)</u>
	490,511
	87,786
	44,742
	544,021
	164,627
	1,608
	<u>24,741</u>
	<u>1,358,036</u>
	(73,619)
	<u>8,643,856</u>
\$	<u>8,570,237</u>

FUND FINANCIAL STATEMENTS

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016

	<u>General Fund</u>	<u>Food Service (Special Revenue) Fund</u>	<u>Student Activities Fund</u>	<u>Bond Redemption Fund</u>
ASSETS:				
Cash and Cash Equivalents	\$ 516,210	\$ 7,865	\$ 31,799	\$ 32,156
Receivables:				
Taxes	40,355	-	-	7,473
County Treasurer	47,382	-	-	8,324
Grants Receivable	18,841	4,785	-	-
Other	24,144	-	-	-
Inventories	-	2,536	-	-
Prepaid Expenses	3,531	-	-	-
Due From Other Funds	<u>3,650</u>	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL ASSETS	 <u>\$ 654,113</u>	 <u>\$ 15,186</u>	 <u>\$ 31,799</u>	 <u>\$ 47,953</u>
 LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 29,503	\$ 1,103	\$ -	\$ -
Accrued Salaries and Benefits	105,125	-	-	-
Due To Other Funds	<u>11,080</u>	<u>1,081</u>	<u>-</u>	<u>1,569</u>
 Total Liabilities	 <u>145,708</u>	 <u>2,184</u>	 <u>-</u>	 <u>1,569</u>
Fund Balances:				
Non-Spendable	3,531	2,536		
Restricted for Debt Service	-	-	-	46,384
Restricted for Tabor Emergencies	31,500	-	-	-
Assigned	-	10,466	31,799	-
Unassigned	<u>473,374</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Fund Balances	 <u>508,405</u>	 <u>13,002</u>	 <u>31,799</u>	 <u>46,384</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 654,113</u>	 <u>\$ 15,186</u>	 <u>\$ 31,799</u>	 <u>\$ 47,953</u>

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

Capital Projects Fund	TOTAL
\$ 15,570	\$ 603,600
-	47,828
-	55,706
-	23,626
-	24,144
-	2,536
-	3,531
<u>6,500</u>	<u>10,150</u>
<u>\$ 22,070</u>	<u>\$ 771,121</u>

\$ -	\$ 30,606
-	105,125
<u>1,000</u>	<u>14,730</u>
<u>1,000</u>	<u>150,461</u>

	6,067
-	46,384
-	31,500
21,070	63,335
<u>-</u>	<u>473,374</u>
<u>21,070</u>	<u>620,660</u>

<u>\$ 22,070</u>	<u>\$ 771,121</u>
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SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
June 30, 2016

TOTAL GOVERNMENTAL FUND BALANCES \$ 620,660

Amounts reported for governmental activities on the Statement of Net Position are different because of the following:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Governmental Capital Assets	\$ 13,245,936	
Less Accumulated Depreciation	<u>(1,839,724)</u>	11,406,212

Property taxes receivable that are due later than 60 days after year end are not available soon enough to pay for the current period's expenditures, and therefore not reported in the governmental funds.

73,192

Some liabilities are not due and payable in the current year and therefore, are not reported in the governmental funds.

Accrued Interest Payable	\$ (3,000)	
Current Portion of Long-Term Debt	<u>(51,877)</u>	(54,877)

Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the governmental funds:

Accrued Compensated Absences	\$ (33,656)	
Bonds Payable-Noncurrent Portion	(886,476)	
Net Pension Liability	(2,689,463)	
Deferred Outflows of Resources	333,037	
Deferred Inflows of Resources	<u>(198,392)</u>	<u>(3,474,950)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 8,570,237

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

	General Fund	Food Service (Special Revenue) Fund	Student Activities Fund	Bond Redemption Fund
REVENUES:				
Local Sources	\$ 623,108	\$ 2,917	\$ 53,766	\$ 87,858
Intermediate Sources	164,627	-	-	-
State Sources	600,730	532	-	-
Federal Sources	173,246	22,759	-	-
Total Revenues	1,561,711	26,208	53,766	87,858
 EXPENDITURES:				
Instruction	812,885	-	46,385	-
Supporting Services:				
General	197,687	-	-	-
Business	195,255	-	-	-
Central	39,165	-	-	-
Enterprise Support	19,175	-	-	-
Community Services	118,960	-	-	-
Other	14,396	-	-	-
Food Services	-	53,364	-	-
Facilities Acquisition/Construction	-	-	-	-
Debt Service:				
Principal	-	-	-	49,960
Interest	-	-	-	36,958
Total Expenditures	1,397,523	53,364	46,385	86,918
Excess of Revenues Over (Under) Expenditures	164,888	(27,156)	7,381	940
 OTHER FINANCING SOURCES (USES):				
Transfers In	1,000	40,000	-	-
Transfers (Out)	(46,500)	-	-	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	118,688	12,844	7,381	940
FUND BALANCES – Beginning	389,717	158	24,418	45,444
FUND BALANCES – Ending	\$ 508,405	\$ 13,002	\$ 31,799	\$ 46,384

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

<u>Capital Projects Fund</u>	<u>TOTAL</u>
\$ 66	\$ 767,715
-	164,627
-	601,262
-	196,005
66	1,729,609
-	859,270
-	197,687
-	195,255
-	39,165
-	19,175
-	118,960
23,626	38,022
-	53,364
-	-
-	49,960
-	36,958
23,626	1,607,816
(23,560)	121,793
6,500	47,500
(1,000)	(47,500)
(18,060)	121,793
39,130	498,867
\$ 21,070	\$ 620,660

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2016

NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS \$ 121,793

Amounts reported for governmental activities on the Statement of Activities are different because of the following:

Governmental Funds report capital outlays as expenditures, however, on the Statement of Activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. The net book value of asset dispositions is an adjustment to gain (loss) on the Statement of Activities. This is the amount by which capital outlay exceeded depreciation expense and loss on asset dispositions in the current period:

Capital Outlay	\$ 33,702	
Depreciation Expense	<u>(216,817)</u>	(183,115)

Internal transfers of Capital Assets from Proprietary Funds to Governmental Funds are not recorded in Governmental Funds, but are recognized in Governmental Activities. This is the net book value of assets transferred. -

In Governmental Funds, revenues for property taxes are measured by the amount of current financial resources provided, including amounts due within 60 days after the end of the year; whereas, in the Statement of Activities, property taxes are measured as the revenue is earned. This is the amount by which current property taxes to be received after 60 days from the end of the year increased from the previous fiscal year: 742

Compensated absences that are not payable from current resources are not reported as expenditures in Governmental Funds; whereas, in the Statement of Activities, compensated absences are measured as the benefits are earned by employees during the year. This is the amount by which compensated absences decreased from the previous fiscal year: (11,371)

Interest expense is recognized as an expenditure in the governmental funds when it is due as it requires the use of current financial resources; however, in the Statement of Activities interest expense is recognized as the interest accrues regardless of when due. This is the amount by which accrued interest decreased from the previous fiscal year: 160

Proceeds from the issuance of long-term debt provide current financial resources to governmental funds, but issuing long-term debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Current Period Debt Proceeds	\$ -	
Current Period Debt Repayment	<u>49,960</u>	49,960

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in Net Pension Liability	\$ (221,513)	
Change in Deferred Outflows	208,629	
Change in Deferred Inflows	<u>(38,904)</u>	<u>(51,788)</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (73,619)

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF FIDUCIARY NET POSITION
FOUNDATION AGENCY FUND
For the Fiscal Year Ended June 30, 2016

	<u>FOUNDATION AGENCY FUND</u>
<u>ASSETS:</u>	
Cash and Cash Equivalents	\$ 125,792
Due From Other Funds	<u>4,580</u>
Total Assets	<u>\$ 130,372</u>
<u>LIABILITIES:</u>	
Funds Held on Behalf of Foundation	<u>\$ 130,372</u>
Total Liabilities	<u>\$ 130,372</u>

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the San Juan County (Silverton) School District No. 1 are prepared in accordance with generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the District is discussed below.

A. Financial Reporting Entity

The San Juan County (Silverton) School District No. 1 is organized under the laws of the State of Colorado and is governed by an elected five member Board of Education. Board of Education members are elected by the citizens of San Juan County, not appointed by any other governing body. The Board selects the superintendent of schools and senior level administrators. The Board is solely responsible for the District's budget adoption process. The District meets the criteria of a primary government; its Board is the publicly elected governing body; it is a legally separate entity; and it is fiscally independent with the authority to: a) determine its budget without another government's authority to approve or modify; b) levy taxes or charges without another government's approval; and, c) issue bonded debt without approval by another government.

The Governmental Accounting Standards Board (GASB) has specified the criteria to be used in defining a governmental entity for financial reporting purposes.

The reporting entity consists of (a) the primary government; i.e., the District, and (b) organizations for which the District is financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the District. Consideration is also given to other organizations that are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

Based on these criteria, the District's financial statements do not include any component units, nor do they exclude any potential component units requiring inclusion in the District's reporting entity. The District is not a component unit of any other governmental reporting entity. The District's financial statements include the accounts of all District operations.

The District is a member of the San Juan County Board of Cooperative Educational Services (BOCES). The BOCES is a regional education service unit created under the "Board of Cooperative Services Act of 1965" and is governed by a board consisting of representatives from each participating district. The BOCES does not meet the criteria for inclusion within the reporting entity of the District due to the lack of an ongoing financial interest. Additional information regarding the District's participation is provided in *Note 12*.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position and statement of activities, and fund financial statements which provide a more detailed level of financial information.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net position presents the financial condition of the governmental activities of the District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from general revenues of the District.

FUND FINANCIAL STATEMENTS

During the fiscal year, the District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance by segregating transactions related to certain governmental functions or activities. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column.

C. Fund Accounting

Governmental accounting systems are organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses. The District's funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations based upon the purposes for which they are to be spent and by the means by which spending activities are controlled. The various funds are grouped, in the financial statements, as follows:

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Fund Accounting - continued

GOVERNMENTAL FUNDS – those through which most governmental functions of the District are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between the governmental fund assets and liabilities is reported on the balance sheet as fund balance.

General Fund – used to account for all financial resources, except those required to be accounted for in another fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to general statutory laws.

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources other than special assessments and expendable trusts that are legally restricted to expend funds for specified purposes. The special revenue fund revenues/resources for the Food Service Fund account for grants and other revenues raised from general food services. The special revenue fund revenues/resources for the Student Activities Fund are amounts from revenues raised from various student activities.

Debt Service Funds – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term bond obligation principal, interest and related costs. The Bond Redemption Fund is a Debt Service Fund.

Capital Projects Funds – Capital Projects Funds are used to account for monies for major capital facilities and equipment additions. The District has one Capital Projects Fund.

FIDUCIARY FUNDS – those through which the District's Fiduciary (*or Agency*) activities are reported. These activities are excluded from the District's governmental funds because the District cannot use these assets to finance its operations. The Fiduciary is responsible for ensuring these assets are used for their intended purpose. The Foundation Agency Fund is a fiduciary fund.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus and Basis of Accounting

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the statement of net position. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

FUND FINANCIAL STATEMENTS

All governmental funds are accounted for using a flow of current expendable financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflect the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide and governmental fund statements.

Like the government-wide financial statements, enterprise funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operations are included on the statement of net position. The statement of changes in revenues, expenses, and changes in net position, presents increases (e.g., revenues) and decreases (e.g., expenses) therein. The statement of cash flows reflects how the School District finances and meets the cash flow needs of its enterprise funds.

BASIS OF ACCOUNTING

While the measurement focus identifies *which* transactions and events should be recorded on the financial statements, the basis of accounting determines *when* transactions and economic events are reflected in financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting.

Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. Under the modified accrual basis of accounting, revenues are recorded when they are both measurable and available (often referred to as *susceptible to accrual*). Revenues are measurable when they are subject to reasonable estimation, while the available criterion is satisfied when revenues are collectible during the period and the actual collection will occur either (a) during the current period or (b) after the end of the period but in time to pay fund liabilities. The District considers revenues to be available if they are expected to be collected within 60 days of the end of the year.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. Grants, entitlements, and interest are recorded when they are susceptible to accrual. Expenditure-based grants are recorded as revenue when the conditions of the grants are satisfied. Property tax revenues are recognized when they are levied. Expenditures, if measurable, are recorded when they have used or are expected to use current expendable financial resources, except unmatured interest on general long-term debt is recorded when due.

Government-wide financial statements are prepared using the accrual basis of accounting.

Governmental funds and agency funds use the modified accrual basis of accounting and the flow of expendable financial resources (measurement focus).

E. Budgets and Budgetary Accounting

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- Budgets are required by Colorado School District Budget Law for all funds of the District. The District legally adopted annual budgets for all of the District's funds.
- Prior to June 30, the budgets are adopted and appropriations made by formal resolution for the ensuing fiscal year commencing July 1. A public hearing on the proposed budget is held by the Board prior to adoption of the budget.
- Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds.
- Expenditures may not legally exceed appropriations at the fund level. Board approval is required for changes in the total budget of any fund. Budget amounts included in the financial statements are based on the final, legally amended budget.
- Appropriations lapse at the end of each year, and the District's Board may adopt supplemental appropriations during the year. The Board legally amended the budget and adopted a supplemental appropriation of the budgeted ending fund balance during the year as reflected in the budgetary comparison schedules which are included as required and other supplemental information.
- Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation is utilized by the District for management purposes and internal budgetary control during the year, but is not used for financial reporting purposes. Encumbrances outstanding at year end are closed out and the fund balance is not reserved for any encumbrances outstanding. All appropriations lapse at year-end whether or not encumbered.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Fund Equity/Net Position

- 1) Cash and Investments – The District’s policy in determining which items are treated as cash equivalents include cash, demand deposits, treasury bills and other short-term, highly liquid investments that are readily convertible to cash and have original maturities of three months or less. Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost which approximates fair value. Securities traded on a national or international exchange are valued at the last quoted market price. Cash deposits are reported at carrying amounts which reasonably estimates fair value.

- 2) Interfund Assets/Liabilities – Internal balances arise from outstanding amounts due to/from the District’s various funds. Interfund balances within governmental activities are eliminated on the government-wide Statement of Net Position. As of June 30, 2016 the following were outstanding internal balances:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 2,650	\$ 11,080
Food Service Fund	-	1,081
Bond Redemption Fund	-	1,569
Capital Projects Fund	6,500	-
Foundation Agency Fund	4,580	-

- 3) Property Taxes and Property Tax Revenue – Property taxes are assessed on a calendar year basis. Property taxes attach as an enforceable lien on property as of January 1. They may be paid in either one installment (no later than April 30th) or two equal installments (no later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16th. Property taxes are levied and collected on behalf of the District by San Juan County and are reported as revenue when received by the county treasurer.

Taxes receivable represent the 2015 assessed taxes yet to be collected in 2016. Amounts collectible subsequent to August 2016 have been accrued on the government-wide Statement of Net Position.

<u>Assessed Valuation</u>	<u>Mill Levy</u>	<u>Amount of Taxes</u>			<u>Percent Collected</u>	
		<u>Levied</u>	<u>Budgeted</u>	<u>Received</u>	<u>Levied</u>	<u>Budgeted</u>
\$42,597,105	13.566	\$ 577,872	\$ 556,577	\$504,680	87%	91%

The District considers all amounts to be materially collectible; therefore, an allowance for estimated uncollectible taxes is not considered necessary.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Fund Equity (continued)

- 4) Inventory – Inventory of the District’s Food Service Fund is valued as follows: Purchased food and non-food items are valued at cost, and U.S.D.A. donated commodity items are valued at U.S.D.A. unit pricing, substantially on a first-in-first out basis. Freight and delivery charges are not included in inventory valuations. The District had \$2,536 of inventories on hand at June 30, 2016.
- 5) Capital Assets – Capital assets purchased or acquired with an original cost in excess of the capitalization threshold of \$1,000 set by the School District are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Costs incurred for repairs and maintenance are expensed as incurred.

Depreciation on capital assets is provided on the straight-line basis over the following estimated useful lives:

Buildings & Improvements	20-75 years
Equipment	3-10 years
Vehicles	10 years

- 6) Compensated Absences –The accrued leave policy provides for accrual of annual vacation leave which, generally, must be used by August 31 of each fiscal year. Unused vacation and personal leave is converted into additional sick leave days. Paid sick leave may be accumulated without limit at a rate of one day per working month. Paid sick leave for part-time employees is accrued and charged on a pro-rated basis. Upon termination of employment for reasons other than retirement, an employee shall be paid for unused sick days up to 90 days, at a rate based upon 50% of the average daily rate of pay for the employee during their last five years of employment times 50% of their accrued sick leave balance. An employee who is eligible for retirement in accordance with the Public Employees Retirement Association shall be paid for accrued sick leave not to exceed 120 days, but to be no less than 12 days, at a rate based upon 50% of the average daily rate of pay for the employee during their last five years of employment times 50% of accrued sick leave.
- 7) Accrued Liabilities and Long-term Obligations – All payables, accrued liabilities and long-term obligations are reported on the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Fund Equity (continued)

7) Accrued Liabilities and Long-term Obligations – continued

Accrued Salaries and Benefits – Salaries of teachers and other contracted personnel are accrued as required by the Revised Financial Policies and Procedures Handbook. Teachers' salaries are typically paid over a twelve-month period but are earned over a period of approximately nine months. This results in an outstanding liability at the end of the fiscal year. Accrued salaries at June 30 were \$105,125 with the incremental change charged to expenditures.

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. If applicable, bonds premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. If applicable, bond issuance and any refunding costs are reported as deferred charges and amortized over the term of the related debt

In the governmental fund financial statements, bonds are recognized as a liability on the fund financial statements when due. The face amount of debt issued is reported as other financing sources. If applicable, premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. If applicable, issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures

8) Net Position (government-wide financial statements) –

In the government-wide financial statements, net position is classified in the following categories:

Invested in Capital Assets, Net of Related Debt – this category groups all capital assets into one component. Accumulated depreciation and the outstanding debt balances that are attributable to (already invested in) the acquisition, construction or improvement of these assets reduce this category.

Restricted – assets are reported as *restricted* when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by various enabling legislation.

Unrestricted – represents the amount which is not restricted for any purpose. It is the District's policy to first apply restricted resources when an expense is incurred for which both restricted and unrestricted assets are available.

9) Fund Net Position (fund financial statements) –

In the fund financial statements, fund balances of governmental funds are classified in the following categories:

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Assets, Liabilities and Fund Equity (continued)

9) Fund Net Position (fund financial statements) – continued

Non-spendable – amounts that cannot be spent because they are either in non-spendable form such as inventory and prepaid expenses, or legally or contractually required to be maintained intact such as the corpus of permanently restricted funds to be retained in perpetuity. It also includes the long-term amount of loans and notes receivable, prepaid items, and property acquired for resale, when applicable.

Restricted – when constraints are placed on the use of resources either (a) externally imposed by creditors or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – 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). These amounts cannot be changed except by taking the same type of action employed to previously commit these amounts.

Assigned – amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by the governing body itself, or a body or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned – the residual for the general fund. It is the District's policy to first apply restricted resources when an expense is incurred for which both restricted and unrestricted assets are available.

G. Deferred Outflows and Inflows of Resources

The statement of net position and fund balance sheet include separate sections for deferred outflows of resources and deferred inflows of resources, when applicable. Deferred outflows of resources represent a consumption of net position that applies to future periods that will be recognized as an expense or expenditure in future periods. Deferred inflows of resources represent an acquisition of net position or fund balance that applies to future periods and will be recognized as revenue in future periods.

H. Unearned Revenue

When applicable, unearned revenues consist of revenue received before all eligibility requirements or allocable expenditures have been met or incurred.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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 using the economic measurement focus and accrual basis of accounting.

J. Contributed Capital

Grants and contributions in the enterprise fund which may be used for either operations or capital expenditures at the discretion of the District are recognized as non-operating revenues. If expenditure of funds is the prime factor for determining eligibility for contributed funds, revenue or contributed capital is recognized at the time of expenditure.

K. Inter-fund Transactions

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in the governmental funds and are non-operating revenues/expenses in the enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

L. Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Board of Education recognizes the importance of prudent and profitable investment of District monies and its responsibility in overseeing finances. It is District policy to invest public funds in a manner which will ensure the safety of funds, ensure that adequate funds are available at all times to meet the financial obligations of the District when due, ensure a market rate of return on the funds available for investment throughout the budget cycle, and ensure that all funds are deposited and invested in accordance with all federal, state and local statutes governing the investment of public funds.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. The eligible depository is required to pledge to the Colorado Division of Banking a pool of collateral having a market value that at all times exceeds 102 percent of uninsured aggregate public deposits. The eligible collateral is determined by the PDPA, which includes obligations of the United States, the State of Colorado, Local Colorado governments, and obligations secured by first lien mortgages on real property located in the state. PDPA allows the institution to create a single collateral pool for all public funds. The pool is maintained by another institution or held in trust for all uninsured public deposits as a group. 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.

There is no custodial credit risk for public deposits collateralized under PDPA. The District's bank deposits were entirely covered by federal depository insurance (FDIC) or collateralized under PDPA in accordance with state statute, and had total bank balances of \$78,084 which were fully covered by FDIC insurance.

A summary of the Districts cash and cash equivalents (including Agency funds) follows:

Checking/Bank Deposits	\$ 78,084
Local Government Investment Pool (ColoTrust)	427,122
Investments - Money Market Funds (Piper Jaffray)	<u>236,464</u>
Total Balances	741,670
Net Outstanding Items	<u>(12,278)</u>
Total Cash and Cash Equivalents	<u>\$ 729,392</u>

The above amount is reflected in the accompanying financial statements as follows: Governmental Activities \$603,600 and Fiduciary Activities \$125,792.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- Obligations of the United States and certain U.S. governmental agency securities, including securities issued by FNMA (federal national mortgage association), GNMA (governmental national mortgage association), FHLMC (federal home loan mortgage corporation), the federal farm credit bank, the federal land bank, the export-import bank, and by the Tennessee Valley authority, and certain international agency securities, including the World Bank.
- General obligation and revenue bonds of U.S. local government entities, the District of Columbia, and territorial possessions of the U.S. rated in the highest two rating categories by two or more nationally recognized rating agencies.
- Bankers' acceptances of certain banks
- Certain securities lending agreements

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed Investment contracts
- Local government investment pools
- The investing local government's own securities including certificates of participation and lease obligations.

Local Government Investment Pool (ColoTrust)

As of June 30, 2016 the District had invested \$427,122 in the Colorado Local Government Liquid Asset Trust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The Trust operates similarly to a money market fund and each share is equal in value to \$1. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAA by Standard and Poor's, Fitch's and Moody's rating services. As of June 30, 2016, the District had \$0 invested in COLOTRUST PRIME, and \$427,122 invested in COLOTRUST PLUS+. ColoTrust investments are considered cash equivalents in the District's financial statements. Investments in local government investment pools are not categorized in terms of custodial credit risk since they are not evidenced by securities that exist in physical or book entry form.

Piper Jaffray Investment Portfolio

As of the fiscal year-end, the District's Piper Jaffray investment portfolio had a total balance of \$120,672 in Money Market Funds and \$115,792 in Certificates of Deposit (including accrued interest of \$283). Piper Jaffray is a member of the Securities Investor Protection Corporation (SIPC), which protects clients of its members in liquidation up to \$500,000 (limited to \$250,000 on claims for cash). The Certificates of Deposit are covered by FDIC.

Risk Disclosures

Additional investment and deposit disclosures for credit risk, interest rate risk, and foreign currency risk, as required by GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, are included in the notes below.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
NOTES TO FINANCIAL STATEMENTS
 June 30, 2016

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

Risk Disclosures – continued

To minimize custodial credit risk, or the risk that an insurer or other counterparty to an investment will not fulfill its obligations, state law limits investments to those where the issuer is rated in one of the three highest rating categories by one or more nationally recognized organizations that rate such issuers. The District has deposits in Colostrust Plus+ and Certificates of Deposit at Piper Jaffray with ratings as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Rating Agency</u>
Colostrust Plus+	\$ 427,122	AAAm	Standard & Poors
Certificates of Deposit	\$ 115,509	Not Rated	

The concentration of credit risk, or the risk of loss attributed to the magnitude of a government’s investment in a single issuer, occurs when deposits are not diversified. The District’s policy places no limit on the amount the District may invest in any one issuer; however the District maintains general guidelines for investments to ensure proper diversification by security type and institution. All investments are issued or explicitly guaranteed by securities of the U.S. government, or insured by the Public Depository Protection Act, or are investments in mutual fund or external investment pools, and therefore are not subject to concentration of credit risk.

The District was not subject to foreign currency risk as of June 30, 2016.

Interest rate risk is the extent to which changes in interest rates will adversely affect the fair value of an investment. The District maintains an investment policy that limits investment maturities to three years as means of managing its exposure to fair value losses arising from increasing interest rates and to avoid undue concentration in any sector of the yield curve. Exceptions to this structure may be allowed where maturities can be structured to accommodate readily identifiable cash flows. Investments subject to interest rate risk disclosures are shown below:

	<u>Fair Value</u>	<u>Accrued Interest</u>	<u>Maturity</u>
Certificate of Deposit	\$ 15,002	\$ 9	11/18/16
Certificate of Deposit	\$ 100,507	\$ 274	10/01/18

Additional disclosures for deposits and investments are included in *Note 1*.

NOTE 3 - FAIR VALUES OF FINANCIAL INSTRUMENTS

The District has a number of financial instruments, including cash and equivalents, receivables, and accounts payable, none of which are held for trading purposes. The District estimates that the fair values of its financial instruments at year end does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying balance sheet.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 4 - CAPITAL ASSETS

Capital asset activity for fiscal year ended June 30, 2016 was as follows:

	Balances June 30, 2015	Additions	Reclassifications Transfers and Dispositions	Balances June 30, 2016
<u>GOVERNMENTAL ACTIVITIES</u>				
Land and Improvements	\$ 337,056	\$ -	\$ -	\$ 337,056
Depreciable Capital Assets:				
Buildings and Improvements	12,276,970	7,803	-	12,284,773
Equipment and Vehicles	590,057	25,900	-	615,957
Food Service Equipment	<u>8,150</u>	<u>-</u>	<u>-</u>	<u>8,150</u>
Total Capital Assets	13,212,233	33,703	-	13,245,936
Less Accumulated Depreciation	<u>(1,622,906)</u>	<u>(216,818)</u>	<u>-</u>	<u>(1,839,724)</u>
 GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	 <u>\$ 11,589,327</u>	 <u>\$ (183,115)</u>	 <u>\$ -</u>	 <u>\$ 11,406,212</u>

Depreciation expense was charged to functions/programs as follows:

<u>GOVERNMENTAL ACTIVITIES</u>	
Instructional	\$ 54,552
Student Based Support Services	1,250
General Support Services	1,063
School Administrative Support Service	23
Central Support Services	2,496
Food Services	1,096
Unallocated Depreciation	<u>156,338</u>
Total for Governmental Activities	<u>\$ 216,818</u>

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
NOTES TO FINANCIAL STATEMENTS
 June 30, 2016

NOTE 5 - LONG-TERM DEBT

Changes in the District's long-term debt during the fiscal year are as follows:

GOVERNMENTAL ACTIVITIES:

	Balance at 06/30/15	Additions	Reductions	Balance at 06/30/16	Amounts Due Within One Year
General Obligation					
Best Program Bonds					
Ser 2010 B-C	\$ 988,313	\$ -	\$ (49,960)	\$ 938,353	\$ 51,877
Compensated Absences	22,285	11,371	-	33,656	-
TOTAL	<u>\$ 1,010,598</u>	<u>\$ 11,371</u>	<u>\$ (49,960)</u>	<u>\$ 972,009</u>	<u>\$ 51,877</u>

General obligation Best Program Matching Money Bonds Series 2011 B-C

General Obligation Bonds in the face amount of \$1,200,000 were issued March 2, 2010 to the State of Colorado as "State of Colorado BEST Program Series 2010B-C Matching Money Bonds" for the purposes approved at the District's election on November 3, 2009 which, along with financial assistance from the State of Colorado under the Building Excellent Schools Today (BEST) Act in the amount of \$9,478,924, were for the purposes of mitigating the health and safety conditions of District facilities, improving the functionality of the facilities as learning environments, and improving technology infrastructure by financing the following: renovation, repair and improvement of the District's historic 1911 school building; the renovation, repair and improvement of the District's gymnasium; improvements to the school grounds and campus site; and, to the extent funds are available after providing for the above purposes, equipping school facilities and paying ancillary project costs. The Bonds have a coupon interest rate of 3.83650266% and are payable semi-annually on June 1 and December 1, with principal due and payable on December 1, and a final maturity date of December 1, 2029.

The annual requirements to amortize the long-term debt are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2017	\$ 51,877	\$ 35,005	\$ 86,882
2018	53,867	32,977	86,844
2019	55,934	30,870	86,804
2020	58,079	28,683	86,762
2021	60,308	26,412	86,720
2022-2026	338,072	94,827	432,899
2027-2030	320,216	25,148	345,364
TOTAL	<u>\$ 938,353</u>	<u>\$ 273,922</u>	<u>\$ 1,212,275</u>

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 6 - COMMITMENTS

Operating Leases - The District leases office equipment under an agreement subject to annual appropriation, with an annual cancellation provision, at a base rate of \$265 per month, or \$3,180 per annum.

NOTE 7 - DEFINED BENEFIT PENSION PLAN

Plan Description

Plan Description

Eligible employees of the District are provided with pensions through the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan as defined in Governmental Accounting Standards Board (GASB) Statement No. 67 and administered by the Colorado Public Employees' Retirement Association (PERA). PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at: www.copera.org/investments/pera-financial-reports.

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 provision of the Federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly.

Benefits Provided

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. Section 24-51-602, 604, 1713 and 1714.

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

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

It is possible for employees participating in the SCHDTF to have earned service credit under the Denver Public Schools (DPS) Benefit Structure while working for a previous employer; therefore the DPS Benefit Structure is shown below, where the lifetime retirement benefit for all eligible retiring employees under the 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% of the highest average salary and cannot exceed the maximum benefit allowed by the federal Internal Revenue Code.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 7 - DEFINED BENEFIT PENSION PLAN - continued

Benefits Provided - continued

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

Benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments (COLAs), referred to as annual increases in the C.R.S. Benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 (and all benefit recipients of the DPS benefit structure receive an annual increase of 2%) unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 2% or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) for the prior calendar year. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 receive an annual increase of the lesser of 2% or the average CPI-W for the prior calendar year, not to exceed 10% of PERA's Annual Increase Reserve for the SCHDTF.

Disability benefits are available for eligible employees once they reach 5 years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the retirement benefit formula show 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

Eligible employees and the District are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. Section 24-51-401, *et seq.* Eligible employees are required to contribute 8% of their PERA-includable salary. The employer contribution requirements are summarized below:

For contributions made during the Year Ended:	December 31, 2016	December 31, 2015
Employer Contribution Rate	10.15%	10.15%
Amount of Employer Contribution apportioned to the Heath Care Trust Fund as specified in C.R.S. Sec 24-51-208(1)(f)	(1.02)%	(1.02)%
Amount apportioned to the SCHDTF	9.13%	9.13%
Amortization Equalization Disbursement (AED) as specified in C.R.S. Sec 24-51-411	4.50%	4.20%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. Sec 24-51-411	4.50%	4.00%
Total Employer Contribution Rate to the SCHDTF	18.13%	17.33%

Note: Rates are expressed as a percentage of salary as defined in C.R.S. Sec 24-51-101(42)

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$133,958 during the year ended June 30, 2016.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 8 - PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At June 30, 2016, the District reported a liability of \$2,689,463 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014. Standard update procedures were used to roll forward the total pension liability to December 31, 2015. The District's proportion of the net pension liability was based on the District's contributions to the SCHDTF for the calendar year 2015 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2015, the District's proportion was 0.0175847469%, which was a decrease of 0.0006243919% from its proportion measured as of December 31, 2014.

For the year ended June 30, 2016, the District recognized pension expense of \$185,746. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	35,515	112
Changes of assumptions or other inputs	-	38,007
Net difference between projected and actual earnings on pension plan investments	228,680	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	300	160,273
Contributions subsequent to the measurement date	68,542	N/A
TOTAL	333,037	198,392

The amount of \$68,542 reported as deferred inflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

<u>Year Ended December 31,</u>	<u>Outflows</u>	<u>Inflows</u>
2017	\$ 264,343	\$ 119,836
2018	119	64,017
2019	33	14,539
2020	-	-
2021	-	-
Thereafter	-	-

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 8 - 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, 2014 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Price Inflation	2.80 percent
Real Wage Growth	1.10 percent
Wage Inflation	3.90 percent
Salary Increases, including wage inflation	3.90 – 10.10 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.50 percent
Future post-retirement benefit increases:	
PERA Benefit Structure hired prior to 1/1/07	2.00 percent
PERA Benefit Structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

Mortality rates were based on the RP-2000 Combined Mortality Tables for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale AA to 2020 with Males set back 1 year, and Females set back 2 years.

The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study for the period January 1, 2008 through December 31, 2011, adopted by PERA's Board on November 13, 2012, and an economic assumption study, adopted by PERA's Board on November 15, 2013 and January 17, 2014. Changes to assumptions or other inputs since the December 31, 2013 actuarial valuation are:

The following programming changes were made:

- Valuation of the full survivor benefit without any reduction for possible remarriage.
- Reflection of the employer match on separation benefits for all eligible years.
- Reflection of one year of service eligibility for survivor annuity benefit.
- Refinement of the 18 month annual increase timing.
- Refinements to directly value certain and life, modified cash refund and pop-up benefit forms.

The following methodology changes were made:

- Recognition of merit salary increases in the first projection year.
- Elimination of the assumption that 35% of future disable members elect to receive a refund.
- Remove negative value adj for liabilities associated with refunds of future terminating mbrs.
- Adjustment to timing of normal cost and unfunded actuarial accrued liability payment calculations to reflect contributions throughout the year.

The SCHDTF's long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 8 - PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS - continued

As of the November 15, 2013 adoption of the long-term expected rate of return by the PERA Board, the target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	10 Year Expected Geometric Real Rate of Return
U.S. Equity – Large Cap	26.76%	5.00%
U.S. Equity – Small Cap	4.40%	5.19%
Non U.S. Equity – Developed	22.06%	5.29%
Non U.S. Equity – Emerging	6.24%	6.76%
Core Fixed Income	24.05%	0.98%
High Yield	1.53%	2.64%
Long Duration Gov't/Credit	0.53%	1.57%
Emerging Market Bonds	0.43%	3.04%
Real Estate	7.00%	5.09%
Private Equity	7.00%	7.15%
Total	100.00%	

NOTE: In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term rates that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.50%.

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. 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 3.90%.
- Employee contributions were assumed to be made at the current member contribution rate. 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, including current and estimated future AED and SAED, until the Actuarial Value Funding Ratio reaches 103% at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally estimated employer contributions included 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.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial fiduciary net position 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. As the ad hoc post-retirement benefit increases financed by the AIR are defined to have a present value at the long-term expected rate of return on plan investments equal to the amount transferred for their future payment, AIR transfers to the fiduciary net position and the subsequent AIR benefit payments have no impact on the Single Equivalent Interest Rate (SEIR) determination process when the timing of AIR cash flows is not a factor (i.e., the plan's fiduciary net position is not projected to be depleted). When AIR cash flow timing is a factor in the SEIR determination process (i.e., the plans fiduciary net position is projected to be depleted), AIR transfer to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections..
- Benefit payments and contributions were assumed to be made at the end of the month.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 11 - PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS - continued

Based on the above actuarial cost method and assumptions, the SCHDTF's fiduciary net position was project to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return 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. There was no change in the discount rate from the prior measurement date.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.50%, 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 (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

Sensitivity of the Net Pension Liability	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Proportionate Share of the Net Pension Liability	3,486,330	2,689,463	2,026,618

Pension Plan Fiduciary Net Position

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

NOTE 9 - 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 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 currently has no matching contributions for covered salary as determined by the Internal Revenue Service. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended June 30, 2016, program members contributed \$14,995 and the District recognized pension expense and a liability of \$0 and \$0, respectively, for the Voluntary Investment Program.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS: Health Care Trust Fund

Plan Description

The District contributes to the Health Care Fund (HCTF), a cost-sharing multiple-employer healthcare trust administered by the PERA. The HCTF benefit provides a health care premium subsidy and health care programs (known as PERACare) to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the C.R.S., as amended, establishes the HCTF and sets forth a framework that grants authority to the PERA Board to contract, self-insure and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of health care subsidies. PERA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the HCTF. That report can be obtained at the following website: www.copera.org/investments/pera-financial-reports.

Funding Policy

The District is required to contribute at a rate of 1.02% of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the C.R.S., as amended. The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended. The District's contributions to HCTF for the years ending June 30, 2016, 2015, and 2014 were \$7,706, \$7,886, and \$7,791, respectively, equal to their required contributions for each year.

NOTE 11 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors and omissions; injuries to employees; or acts of God. The District maintains commercial insurance for all risks of loss. There have been no significant reductions in coverage from prior year and settled claims have not exceeded coverage in any of the past three years. The District participates in the Colorado School District's Self-Insurance Pool, a joint venture of school districts and related entities. The District's share of the Pool is not determined except for premiums paid during the year.

NOTE 12 - CONTINGENCIES

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2016 the District was not aware of any amounts to be refunded to the Colorado Department of Education. The District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the District.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 13 - JOINTLY GOVERNED ORGANIZATION

The District is a member of the San Juan Board of Cooperative Educational Services (BOCES). The BOCES is a jointly governed organization of five regional school districts, with each member district appointing a member to the BOCES board of directors whom are in control of budgeting and finance. The BOCES does not meet the criteria for inclusion within the reporting entity of the District due to the lack of an ongoing financial interest. The following is from BOCES's financial statements as of June 30, 2016:

Total Assets	\$ 1,732,407
Total (Liabilities)	<u>(340,794)</u>
Total Net Position	<u>\$ 1,391,613</u>
Total Revenues	\$ 7,456,212
Total (Expenditures)	<u>(7,381,016)</u>
Change in Net Position	<u>\$ 75,196</u>

The District's share of the above is not determined and there is no long-term debt.

NOTE 14 - FOUNDATION AGENCY FUND BUDGET AND ACTUAL

The District prepares a budget for the Foundation Agency Fund; however, there is not a Statement of Revenues, Expenditures and Changes in Fund Balance because Agency Funds do not recognize revenues, expenditures or fund balance in accordance with GAAP. Budget and actual amounts for the Foundation Agency Fund are as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Beginning Agency deposits	\$ 3,500	\$ 3,500	\$ -
Receipts	126,750	126,887	137
Disbursements	<u>(130,250)</u>	<u>(15)</u>	<u>130,235</u>
Ending Agency Deposits	<u>\$ -</u>	<u>\$ 130,372</u>	<u>\$ 130,372</u>

NOTE 15 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. *General Compliance Requirements*

The Board of Education assigns to the superintendent or designee the responsibility of accumulating and maintaining a general fund balance amounting to a minimum of 5% of the District's current fiscal year adopted budget, in addition to statutorily required emergency reserves (see below). Also, a minimum of 40% of current year resources shall be allocated to instruction. The District appears to be in compliance with these requirements.

The District appears to be in compliance with all other material legal, contractual and accounting provisions, as prescribed by Federal and State laws and statutes

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS

June 30, 2016

NOTE 15 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - continued

B. TABOR Amendment – Tax, Spending and Debt Limitations

In November 1992, the voters of Colorado approved Amendment 1, 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 Colorado local governments. The initial base for local government spending and revenue limits was June 30, 1993 Fiscal Year Spending. Future spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires, with certain exceptions, voter approval prior to imposing new taxes, increasing a tax rate, increasing a mill levy above that for the prior year, extending an expiring tax, or implementing a tax policy change directly causing a net tax revenue gain to any local government. Except for bond refinancing at a lower interest rate or adding employees to existing pension plans, TABOR specifically prohibits the creation of multiple-fiscal year debt or other financial obligations without voter approval or without irrevocably pledging present cash reserves for all future payments. In November 1998 the District's electorate passed a ballot issue allowing the District to collect, retain and expend revenues not withstanding any of TABOR'S limitations.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service and expenditures of Federal Awards). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls or salary or benefit increases. The total emergency reserve was \$31,500 as of June 30, 2016.

The District's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation.

NOTE 16 - SUBSEQUENT EVENTS

Management of the District has evaluated events subsequent to June 30, 2016 through the issuance date of this report. There has been no material event noted during this period that would either impact the results reflected in this report or the District's results going forward.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULES FOR THE
GENERAL FUND AND SPECIAL REVENUE FUNDS

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
GENERAL FUND

For the Fiscal Year Ended June 30, 2016

	GENERAL FUND			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Local Sources:				
General Property Taxes	\$ 481,730	\$ 467,077	\$ 487,695	\$ 20,618
Specific Ownership Taxes	40,158	34,171	44,742	10,571
Delinquent Taxes	2,500	2,500	2,074	(426)
Grants and Contributions	35,500	35,500	62,452	26,952
Interest and Other Revenues	30,150	60,650	26,145	(34,505)
Intergovernmental:				
Local Government Sources	85,500	160,500	164,627	4,127
State Sources	547,883	621,854	600,730	(21,124)
Federal Sources	178,270	178,264	173,246	(5,018)
Total Revenues	<u>1,401,691</u>	<u>1,560,516</u>	<u>1,561,711</u>	<u>1,195</u>
EXPENDITURES:				
Instruction	858,713	855,800	812,885	42,915
Supporting Services:				
General	193,777	206,600	197,687	8,913
Business	177,957	174,838	195,255	(20,417)
Central	55,023	55,023	39,165	15,858
Enterprise	15,000	15,000	19,175	(4,175)
Community Services	115,960	118,960	118,960	-
Other	14,938	15,938	14,396	1,542
Appropriated Reserves	-	423,074	-	423,074
Total Expenditures	<u>1,431,368</u>	<u>1,865,233</u>	<u>1,397,523</u>	<u>467,710</u>
Excess of Revenues Over (Under) Expenditures	(29,677)	(304,717)	164,188	468,905
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	-	-	1,000	1,000
Operating Transfers (Out)	(31,500)	(46,500)	(46,500)	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(61,177)	(351,217)	118,688	469,905
FUND BALANCE – BEGINNING	<u>61,177</u>	<u>351,217</u>	<u>389,717</u>	<u>38,500</u>
FUND BALANCE – ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 508,405</u>	<u>\$ 508,405</u>

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
SPECIAL REVENUE FUND – FOOD SERVICE FUND
For the Fiscal Year Ended June 30, 2016

	FOOD SERVICE (Special Revenue) FUND			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Local Sources:				
Charges for Services	\$ -	\$ -	\$ 900	\$ 900
Interest and Other Revenues	15,000	15,000	2,017	(12,983)
Intergovernmental:				
Local Government Sources	-	-	-	-
State Sources	-	-	532	532
Federal Sources	-	-	22,759	22,759
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>26,208</u>	<u>11,208</u>
EXPENDITURES:				
Food Services:				
Salaries	21,600	21,600	21,600	-
Employee Benefits	10,888	11,046	10,970	76
Purchased Services	65	65	64	1
Supplies and Materials:				
Purchased Food	6,947	21,947	17,205	4,742
Donated Commodities	-	-	1,564	(1,564)
Supplies/Capital Outlay	500	500	1,961	(1,461)
Total Expenditures	<u>40,000</u>	<u>55,158</u>	<u>53,364</u>	<u>1,794</u>
Excess of Revenues Over (Under) Expenditures	(25,000)	(40,158)	(27,156)	13,002
OTHER FINANCING SOURCES (USES):				
Net Transfers from Food Service Enterprise Fund	-	-	-	-
Operating Transfers In	25,000	40,000	40,000	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	-	(158)	12,844	13,002
FUND BALANCE – BEGINNING	<u>-</u>	<u>158</u>	<u>158</u>	<u>-</u>
FUND BALANCE – ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,002</u>	<u>\$ 13,002</u>

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

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
SPECIAL REVENUE FUND – STUDENT ACTIVITY FUND
For the Fiscal Year Ended June 30, 2016

	STUDENT ACTIVITY FUND			Variance Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	
REVENUES:				
Charges for Services	\$ -	\$ -	\$ 53,700	\$ 53,700
Interest and Other Revenues	-	-	66	66
Total Revenues	-	-	53,766	53,766
EXPENDITURES:				
Student Activities	75,000	74,418	46,385	28,033
Total Expenditures	75,000	74,418	46,385	28,033
Excess of Revenues Over (Under) Expenditures	(75,000)	(74,418)	7,381	81,799
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	50,000	50,000	-	(50,000)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(25,000)	(24,418)	7,381	31,799
FUND BALANCE – BEGINNING	25,000	24,418	24,418	-
FUND BALANCE – ENDING	\$ -	\$ -	\$ 31,799	\$ 31,799

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

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

AND

SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
JUNE 30, 2016

<u>Colorado PERA:</u>	Reporting Fiscal Year / (Measurement Date)	
	2016 / (2015)	2015 / (2014)
District's proportion of the Net Pension Liability	0.0175847469%	0.0182091388%
District's proportionate share of the Net Pension Liability	\$ 2,689,463	\$ 2,467,950
District's covered-employee payroll	\$ 755,526	\$ 773,127
District's proportionate share of the Net Pension Liability as a percentage of its covered-employee payroll	355.97%	319.22%
Plan fiduciary net position as a percentage of the total pension liability	59.16%	62.84%

NOTE: This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, the District is presenting information for those years for which information is available.

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SCHEDULE OF THE DISTRICT'S PENSION CONTRIBUTIONS
JUNE 30, 2016

	Reporting Fiscal Year	
<u>Colorado PERA:</u>	2016	2015
Statutorily Required Contribution	\$ 141,663	\$ 138,411
District Contributions in relation to the statutorily required contribution	<u>141,663</u>	<u>138,411</u>
District contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 755,526	\$ 773,127
District's contributions as a percentage of covered-employee payroll	18.26%	17.90%

NOTE: This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, the District is presenting information for those years for which information is available.

OTHER SUPPLEMENTAL INFORMATION

GENERAL FUND

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES – BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2016

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Revenue from Local Sources:			
Current Property Taxes	\$ 467,077	\$ 487,695	\$ 20,618
Specific Ownership Taxes	34,171	44,742	10,571
Delinquent Taxes	2,500	2,074	(426)
Local Grants and Contributions	35,500	62,452	26,952
Interest & Other Revenues	60,650	26,145	(34,505)
Total Revenue from Local Sources	599,898	623,108	23,210
Revenue from Intermediate Sources:			
Mineral and Forest Leasing	160,500	164,627	4,127
Total Revenue from Intermediate Sources	160,500	164,627	4,127
Revenue from State Sources:			
State Equalization	548,357	544,021	(4,336)
Grants and Contributions	73,497	56,709	(16,788)
Total Revenue from State Sources	621,854	600,730	(21,124)
Revenue from Federal Sources:			
Title I	18,106	18,106	-
Title IIA	6,213	6,213	-
Race to the Top	-	-	-
21 st Century Community Learning Centers	118,945	118,960	15
Temporary Assist for Needy Families (TANF)	25,000	20,000	(5,000)
Small Rural Schools Achievement	10,000	9,967	(33)
Total Revenue from Federal Sources	178,264	173,246	(5,018)
Other Financing Sources-Transfers In	-	1,000	1,000
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 1,560,516	\$ 1,562,711	\$ 2,195

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES – BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2016

	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES:			
<i>INSTRUCTION:</i>			
Salaries	\$ 497,325	\$ 504,455	\$ (7,130)
Employee Benefits	175,065	157,125	17,940
Purchased Services	148,460	124,702	23,758
Supplies and Materials	23,700	18,837	4,863
Capital Outlay	10,800	4,510	6,290
Other Expenditures	450	3,256	(2,806)
<i>TOTAL INSTRUCTION</i>	<i>855,800</i>	<i>812,885</i>	<i>42,915</i>
<i>GENERAL SUPPORT SERVICES:</i>			
Students:			
Purchased Services	2,500	2,500	-
Supplies and Materials	800	599	201
Capital Outlay	800	-	800
Subtotal	4,100	3,099	1,001
Instructional Staff:			
Supplies and Materials	6,300	6,165	135
Other Expenditures	2,000	1,394	606
Subtotal	8,300	7,559	741
General Administration:			
Salaries	88,000	88,000	-
Employee Benefits	26,162	26,751	(589)
Purchased Services	63,500	44,755	18,745
Supplies and Materials	1,500	5,020	(3,520)
Other Expenditures	6,000	8,384	(2,384)
Subtotal	185,162	172,910	12,252
School Administration:			
Salaries	7,500	11,700	(4,200)
Employee Benefits	1,515	2,384	(869)
Purchased Services	23	35	(12)
Subtotal	9,038	14,119	(5,081)
<i>TOTAL GENERAL SUPPORT</i>	<i>\$ 206,600</i>	<i>\$ 197,687</i>	<i>\$ 8,913</i>

(continued on next page)

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES – BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2016

<i>(continued)</i>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>BUSINESS SUPPORT SERVICES:</i>			
Business Support Services:			
Salaries	\$ 53,102	\$ 50,419	\$ 2,683
Employee Benefits	17,477	16,965	512
Purchased Services	159	148	11
Subtotal	<u>70,738</u>	<u>67,532</u>	<u>3,206</u>
Operation and Maintenance:			
Salaries	20,000	20,411	(411)
Employee Benefits	4,040	4,543	(503)
Purchased Services	20,060	27,077	(7,017)
Supplies and Materials	47,500	57,140	(9,640)
Capital Outlay	-	7,803	(7,803)
Subtotal	<u>91,600</u>	<u>116,974</u>	<u>(25,374)</u>
Student Transportation:			
Purchased Services	7,500	6,426	1,074
Supplies and Materials	5,000	4,323	677
Subtotal	<u>12,500</u>	<u>10,749</u>	<u>1,751</u>
<i>TOTAL BUSINESS SUPPORT</i>	<u>174,838</u>	<u>195,255</u>	<u>(20,417)</u>
<i>CENTRAL SUPPORT SERVICES:</i>			
Purchased Services	<u>55,023</u>	<u>39,165</u>	<u>15,858</u>
<i>TOTAL CENTRAL SUPPORT</i>	<u>55,023</u>	<u>39,165</u>	<u>15,858</u>
<i>ENTERPRISE SUPPORT SERVICES:</i>			
Purchased Services	<u>15,000</u>	<u>19,175</u>	<u>(4,175)</u>
<i>TOTAL ENTERPRISE SUPPORT</i>	<u>15,000</u>	<u>19,175</u>	<u>(4,175)</u>
<i>COMMUNITY SUPPORT SERVICES:</i>			
Salaries	74,692	77,182	(2,490)
Employee Benefits	22,910	23,482	(572)
Purchased Services	12,073	13,046	(973)
Supplies	9,285	5,227	4,058
Capital Outlay	-	23	(23)
<i>TOTAL COMMUNITY SUPPORT</i>	<u>118,960</u>	<u>118,960</u>	<u>-</u>
<i>OTHER SUPPORT SERVICES:</i>			
Purchased Services	<u>15,938</u>	<u>14,396</u>	<u>1,542</u>
<i>TOTAL OTHER SUPPORT</i>	<u>15,938</u>	<u>14,396</u>	<u>1,542</u>
<i>APPROPRIATED RESERVES</i>	<u>423,074</u>	<u>-</u>	<u>423,074</u>
<i>OTHER FINANCING USES – Transfers Out</i>	<u>46,500</u>	<u>46,500</u>	<u>-</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 1,911,733</u>	<u>\$ 1,444,023</u>	<u>\$ 467,710</u>

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
COMBINING BALANCE SHEET
GENERAL FUND (FUND 10: GENERAL AND FUND 19: PRESCHOOL FUND)
For the Fiscal Year Ended June 30, 2016

	<u>GENERAL (FUND 10)</u>	<u>PRESCHOOL (FUND 19)</u>	<u>TOTAL GENERAL FUND</u>
ASSETS:			
Cash and Cash Equivalents	\$ 516,210	\$ -	\$ 516,210
Receivables:			
Taxes	40,355	-	40,355
County Treasurer	47,382	-	47,382
Intergovernmental Grants	18,841	-	18,841
Other	24,144	-	24,144
Prepaid Expenses	3,531	-	3,531
Due from Other Funds	<u>2,650</u>	<u>1,000</u>	<u>3,650</u>
 TOTAL ASSETS	 <u>\$ 653,113</u>	 <u>\$ 1,000</u>	 <u>\$ 654,113</u>
 LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 29,503	\$ -	\$ 29,503
Accrued Salaries and Benefits	105,125	-	105,125
Due to Other Funds	<u>11,080</u>	<u>-</u>	<u>11,080</u>
 Total Liabilities	 <u>145,708</u>	 <u>-</u>	 <u>145,708</u>
 Fund Balances:			
Non-spendable	3,531	-	3,531
Reserved for Emergencies	31,500	-	31,500
Unreserved	<u>472,374</u>	<u>1,000</u>	<u>473,374</u>
 Total Fund Balances	 <u>507,405</u>	 <u>1,000</u>	 <u>508,405</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 653,113</u>	 <u>\$ 1,000</u>	 <u>\$ 654,113</u>

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GENERAL FUND (FUND 10: GENERAL AND FUND 19: PRESCHOOL FUND)
For the Year Ended June 30, 2016

	<u>GENERAL (FUND 10)</u>	<u>PRESCHOOL (FUND 19)</u>	<u>TOTAL GENERAL FUND</u>
REVENUES:			
Local Sources	\$ 623,108	\$ -	\$ 623,108
Intermediate Sources	164,627	-	164,627
State Sources	600,730	-	600,730
Federal Sources	<u>173,246</u>	<u>-</u>	<u>173,246</u>
Total Revenues	<u>1,561,711</u>	<u>-</u>	<u>1,561,711</u>
EXPENDITURES:			
Instructional	757,599	54,586	812,185
Supporting Services:			
General	197,687	-	197,687
Business	195,255	-	195,255
Central	39,165	-	39,165
Enterprise Support	19,175	-	19,175
Community Services	118,960	-	118,960
Facilities	-	-	-
Other	<u>14,396</u>	<u>-</u>	<u>14,396</u>
Total Expenditures	<u>1,342,237</u>	<u>54,586</u>	<u>1,396,823</u>
Excess of Revenues Over (Under) Expenditures	219,474	(54,586)	164,888
OTHER FINANCING SOURCES (USES):			
Transfers In (Out)	<u>(101,786)</u>	<u>55,586</u>	<u>(46,200)</u>
Excess of Revenues and Other Financings Sources Over (Under) Expenditures and Other Financing (Uses)	117,688	1,000	118,688
FUND BALANCES – Beginning	<u>389,717</u>	<u>-</u>	<u>389,717</u>
FUND BALANCES – Ending	<u>\$ 507,405</u>	<u>\$ 1,000</u>	<u>\$ 508,405</u>

OTHER SUPPLEMENTAL INFORMATION

BOND REDEMPTION (DEBT SERVICE) FUND

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
BOND REDEMPTION FUND
For the Fiscal Year Ended June 30, 2016

	BOND REDEMPTION FUND			Variance Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	
REVENUES:				
Local Sources:				
Property Taxes	\$ 71,414	\$ 89,500	\$ 87,786	\$ (1,714)
Interest and Other Revenues	200	200	72	(128)
Total Revenues	<u>71,614</u>	<u>89,700</u>	<u>87,858</u>	<u>(1,842)</u>
EXPENDITURES:				
Debt Service:				
Principal	49,960	49,960	49,960	-
Interest	36,958	36,958	36,958	-
Appropriated Reserves	<u>19,696</u>	<u>48,226</u>	<u>-</u>	<u>48,226</u>
Total Expenditures	<u>106,614</u>	<u>135,144</u>	<u>86,918</u>	<u>48,226</u>
Excess of Revenues Over (Under) Expenditures	(35,000)	(45,444)	940	46,384
OTHER FINANCING SOURCES (USES):				
Operating Transfers In (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(35,000)	(45,444)	940	46,384
FUND BALANCE – BEGINNING	<u>35,000</u>	<u>45,444</u>	<u>45,444</u>	<u>-</u>
FUND BALANCE – ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,384</u>	<u>\$ 46,384</u>

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

OTHER SUPPLEMENTAL INFORMATION

CAPITAL PROJECTS FUND

SAN JUAN COUNTY (SILVERTON) SCHOOL DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
For the Fiscal Year Ended June 30, 2016

	CAPITAL PROJECTS FUND			Variance Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	
REVENUES:				
Interest and Investment Earnings	\$ 100	\$ 100	\$ 66	\$ (34)
State and Local Grants	-	-	-	-
Total Revenues	<u>100</u>	<u>100</u>	<u>66</u>	<u>(34)</u>
EXPENDITURES:				
Supporting Services:				
Other Support Services	24,051	45,730	23,626	22,104
Appropriated Reserves	<u>21,673</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>45,724</u>	<u>45,730</u>	<u>23,626</u>	<u>22,104</u>
Excess of Revenues Over (Under) Expenditures	(45,624)	(45,630)	(23,560)	22,070
OTHER FINANCING SOURCES (USES):				
Operating Transfers In (Out)	<u>6,500</u>	<u>6,500</u>	<u>5,500</u>	<u>(1,000)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(39,124)	(39,130)	(18,060)	21,070
FUND BALANCE – BEGINNING	<u>39,124</u>	<u>39,130</u>	<u>39,130</u>	<u>-</u>
FUND BALANCE – ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,070</u>	<u>\$ 21,070</u>

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

COLORADO DEPARTMENT OF EDUCATION REQUIREMENTS

ELECTRONIC FINANCIAL DATA
INTEGRITY CHECK FIGURES

AND

BOLDED BALANCE SHEET REPORT



Colorado Department of Education
Auditors Integrity Report
 District: 2820 - SILVERTON 1
 Fiscal Year 2015-16
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental	+		-	=
10 General Fund	389,717	1,460,508	1,342,820	507,405
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	0	55,586	54,586	1,000
Sub- Total	389,717	1,516,094	1,397,406	508,405
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
21 Food Service Spec Revenue Fund	158	66,207	53,364	13,001
22 Govt Designated-Purpose Grants Fund	0	0	0	0
23 Pupil Activity Special Revenue Fund	24,419	53,766	46,386	31,799
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	45,445	87,858	86,918	46,384
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	39,130	5,566	23,625	21,070
Totals	498,868	1,729,491	1,607,699	620,659
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
Totals	0	0	0	0
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34-Permanent Fund	0	0	0	0
85 Foundations	3,500	126,887	15	130,372
Totals	3,500	126,887	15	130,372

FINAL

*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your priorperiod adjustment is added into both your ending and beginning fund balances on this report.



Colorado Department of Education
Bolded Balance Sheet Report
 District: 2820 - SILVERTON 1
 Fiscal Year 2015-16
 Colorado School District/BOCES

ASSETS	Governmental					Proprietary					Fiduciary		Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	
Cash and Investments (8100-8104,8111)	516,210	0	0	7,865	31,799	32,156	15,570	0	0	0	0	125,792	729,392
Cash with Fiscal Agent (8105)	47,382	0	0	0	0	8,325	0	0	0	0	0	0	55,707
Taxes Receivable (8121,8122)	40,355	0	0	0	0	0	0	0	0	0	0	0	40,355
Intertfund Loans Receivable (8131,8132)	2,650	0	1,000	0	0	0	6,500	0	0	0	0	4,580	14,730
Grants Accounts Receivable (8142)	18,841	0	0	4,785	0	0	0	0	0	0	0	0	23,626
Other Receivables (8151-8154,8161)	24,144	0	0	0	0	7,473	0	0	0	0	0	0	31,617
Inventories (8171,8172,8173)	0	0	0	2,536	0	0	0	0	0	0	0	0	2,536
Prepaid Expenses 8181,8182)	3,531	0	0	0	0	0	0	0	0	0	0	0	3,531
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	653,113	0	1,000	15,185	31,799	47,953	22,070	0	0	0	0	130,372	901,493

	Governmental					Proprietary				Fiduciary			
LIABILITIES & FUND EQUITY													
LIABILITIES	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	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
Interfund Payables (7401,7402)	11,080	0	0	1,081	0	1,569	1,000	0	0	0	0	0	14,730
Other Payables (7421-7423)	29,503	0	0	1,103	0	0	0	0	0	0	0	0	30,606
Accrued Expenses (7461)	105,125	0	0	0	0	0	0	0	0	0	0	0	105,125
Total Liabilities	145,708	0	0	2,184	0	1,569	1,000	0	0	0	0	0	150,462

Governmental

Proprietary

Fiduciary

FUND EQUITY	Governmental				Proprietary				Fiduciary				Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	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	
Non-spendable Fund Balance 6710	3,531	0	0	0	0	0	0	0	0	0	0	0	3,531
Restricted Fund Balance 6720	0	0	0	0	0	45,445	0	0	0	0	0	0	45,445
TABOR 3% Emergency Reserve 6721	31,500	0	0	0	0	0	0	0	0	0	0	0	31,500
TABOR Multi-Year 6722	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
Colorado Preschool Program (CPP) Reserve 6724	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
Risk-Related / Restricted Capital Reserve 6726	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
Committed Fund Balance 6750	0	0	0	0	0	0	0	0	0	0	0	0	0
Assigned Fund Balance 6760	0	0	0	158	24,419	0	39,130	0	0	0	0	0	63,706
Unassigned Fund Balance 6770	472,374	0	1,000	12,844	7,381	939	-18,060	0	0	0	0	130,372	606,849
Invested in Capital Assets, Net of Related Debt 6790	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
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	507,405	0	1,000	13,001	31,799	46,384	21,070	0	0	0	0	130,372	751,031
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Total Liabilities & Fund Equity	653,113	0	1,000	15,185	31,799	47,953	22,070	0	0	0	0	130,372	901,493
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	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	
For Each Fund Type: Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes