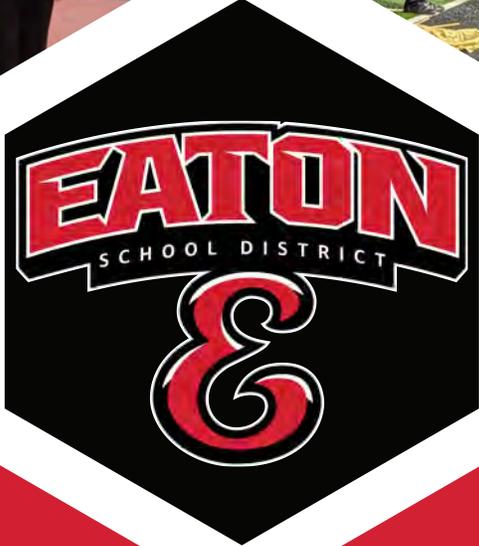




# Weld County School District RE-2

Fiscal Year Ending June 30th, 2024

Financial Statements And Supplementary Information





# **EATON SCHOOL DISTRICT RE-2**

EATON, COLORADO

## **Annual Financial Report**

For the Year Ended  
**June 30, 2024**

Prepared by the  
Business Services Department

Chief Financial Officer  
Luke Gonzales

**WELD COUNTY SCHOOL DISTRICT RE-2**

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Weld County School District RE-2  
Eaton, Colorado

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Weld County School District RE-2 (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis of Opinions

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

#### Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Weld County School District RE-2's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

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

### **Required Supplementary Information**

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

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and budgetary comparison schedules and the auditor's integrity report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

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

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

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*DMC Auditing and Consulting, LLC*

October 11, 2024  
Bailey, Colorado

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
June 30, 2024**

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As management of Weld County School District RE-2 (the District), we offer readers of the District’s financial statements this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the basic financial statements and the notes to the financial statements to enhance their understanding of the District’s performance.

**Financial Highlights – Financial Statements as of June 30, 2024**

- Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of June 30, 2024, by \$50,309,506 (Total Net Position) as reported in the government-wide financial statements.
- The District’s government-wide total net position increased by \$10,614,968 over the prior fiscal year.
- Expenses from governmental activities of \$35,954,648 were offset by program specific charges, grants, and contributions of \$3,832,000. General revenues from property taxes, interest and investment earnings and other sources amounted to \$42,737,616.
- At the close of June 30, 2024, the District reported \$56,158,969 combined fund balances (budget basis) for the Governmental Funds, an increase of \$7,984,306 primarily due to the increase in fund balance in Fund 07 Total Program Reserve Fund, \$4,813,056; Fund 26 Mineral Lease Fund, \$1,823,122, Fund 43, \$4,803,105 as the District finalizes plans for building deferred maintenance and other initiatives and Fund 44 Land Dedication Fund, \$1,047,518. Fund 41 Building Fund decreased by \$3,728,803 with the continuation of bond funds being spent on district bond initiatives.
- The District’s debt from General Obligation Bonds totals \$118,045,000 (excluding related premiums) as a result of the Series 2019 bonds sold in December 2019.

**Overview of the Financial Statements**

This discussion and analysis serves as an introduction to the District’s basic financial statements. The basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements.

*Government-wide Financial Statements.* The government-wide financial statements are designed to provide readers with a broad overview of the District’s finances, in a manner similar to a private-sector business.

The statement of net position presents information about all the District’s assets and liabilities, with the difference between the two reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating, keeping in mind that this net position includes the District’s proportionate share of the PERA pension and OPEB liabilities for which it has no means of control.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

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The statement of activities presents information showing how the District's net position changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows.

Both of the government-wide financial statements distinguish functions of the District that are supported by taxes from other functions that are intended to recover all or most of their costs through user fees and charges. The governmental activities of the District include instruction, supporting services, and food services of the District.

The government-wide financial statements can be found on pages 4 through 5 of this report.

*Fund financial statements.* A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

*Governmental funds.* Governmental funds account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the District's near-term financing requirements. The annual budget is provided on the basis of the governmental fund financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains twelve individual governmental funds. The major funds are the General Fund, Debt Service Fund, Building Fund, and the Capital Reserve Fund. They are presented separately in the fund financial statements with the remaining governmental funds labeled other governmental funds. Individual fund information for the non-major governmental funds is reported in the form of combining and individual statements in supplementary schedules within this report.

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

*Fiduciary funds.* Fiduciary funds are used to account for resources held for the benefit of parties outside the district. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The fund financial statements can be found on pages 6 through 11 of this report.

*Notes to the basic financial statements.* The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 12 through 34 of this report.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

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*Other information.* The combining and individual fund statements referred to earlier in connection with non-major governmental funds are presented after the notes to the financial statements on pages 41 through 54. A budget comparison is provided for each non-major fund.

The additional schedules required as part of the Colorado Public School Finance Act can also be found after the notes to the financial statements on pages 55 through 63.

**Government-wide Financial Analysis**

The assets of the District are classified as current assets and capital and non-current assets. Cash, investments, receivables, inventories, and other assets are current assets. These assets are available to provide resources for the near-term operations of the District. A good portion of the current assets are the result of the property tax collection process; the District receives approximately 99% of the annual property tax assessment between January and June.

Capital Assets are used in the operations of the District. These assets are land, improvements, buildings, equipment, and vehicles. Capital assets are discussed in greater detail in the section titled Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, retainage payable, accrued salaries and benefits, unearned grant revenue and accrued interest payable. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2023-24. Non-current liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2023-24.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of June 30, 2024, by \$50,309,506 at the close of the most recent fiscal year.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

Condensed Statement of Net Position

	<b>Governmental Activities</b>	
	<b>2024</b>	<b>2023</b>
<b>Assets</b>		
Current and other assets	\$ 60,032,262	\$ 53,362,952
Capital and non-current assets	160,718,364	162,384,729
<b>Total assets</b>	<b>220,750,626</b>	<b>215,747,681</b>
Deferred outflows of resources	9,905,777	6,252,619
<b>Liabilities</b>		
Current liabilities	4,276,365	5,611,636
Long-term liabilities outstanding	174,072,905	172,301,558
<b>Total liabilities</b>	<b>178,349,270</b>	<b>177,913,194</b>
Deferred inflows of resources	1,997,627	4,392,568
<b>Net Position</b>	<b>\$ 50,309,506</b>	<b>\$ 39,694,538</b>

	<b>Governmental Activities</b>	
	<b>2024</b>	<b>2023</b>
<b>Net Position</b>		
Net investment in capital assets	\$ 21,831,216	\$ 21,911,477
Restricted for:		
Emergencies	877,000	952,000
Debt service	9,566,093	8,211,654
Universal preschool program - UPK	145,763	-
Multi-year obligations	520,356	503,240
Total Program Reserve	4,813,056	707,822
Mill Levy Override	2,204,683	3,509,987
Unrestricted	10,351,339	3,898,358
<b>Total Net Position</b>	<b>\$ 50,309,506</b>	<b>\$ 39,694,538</b>

The District's reported assets consist of current assets of \$60,032,262, deferred outflows of resources of \$9,905,777, and capital and non-current assets of \$160,718,364.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

Condensed Statement of Activities

	<b>Governmental Activities</b>	
	<b>2024</b>	<b>2023</b>
<b>Revenues</b>		
Charges for services	\$ 899,654	\$ 1,140,864
Operating and capital grants and Contributions	2,932,346	5,687,726
General revenues:		
Property taxes	39,019,758	33,140,506
Specific ownership taxes	1,406,894	1,280,138
Grants and Contributions Not Restrict	18,000	-
State equalization and categoricals	-	-
Interest	2,010,193	1,757,882
Other	282,771	536,136
<b>Total Revenues</b>	<b>46,569,616</b>	<b>43,543,252</b>
<b>Expenses:</b>		
Instruction	18,851,426	16,617,998
Support services	11,757,231	13,988,868
Interest on long-term debt	4,094,103	4,185,564
Food services	1,251,888	997,603
<b>Total Expenditures</b>	<b>35,954,648</b>	<b>35,790,033</b>
<b>Change in Net Position</b>	<b>10,614,968</b>	<b>7,753,219</b>
<b>Net Position - Beginning</b>	<b>39,694,538</b>	<b>31,941,319</b>
<b>Net Position - Ending</b>	<b>\$ 50,309,506</b>	<b>\$ 39,694,538</b>

**Governmental activities.** The primary source of operating revenue for school districts comes from the School Finance Act of 1994. Under this act, the District received \$10,333 per funded student, representing a 9.0 percent funding increase from the previous year. Funding for the School Finance Act comes from property taxes, and specific ownership tax. Governmental activities increased the District's net position in 2024 by \$10,614,538 and increased the District's net position in 2023 \$7,753,219.

**Financial Analysis of the Government's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

Student enrollment increased approximately 18 students during the fiscal year resulting in an increase of \$191,253 from the State School Finance Act due to an increase in the per pupil rate.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
June 30, 2024**

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Ad valorem taxes collected under a specific levy to meet debt-service requirements of the long-term general obligation bonds are reported in the Bond Redemption Debt Service Fund. The fund has adequate resources accumulated to make the December 2023 principal and interest payments.

**General Fund Budgetary Highlights**

The General Fund is the major operating fund of the District. At the end of the fiscal year, fund balance increased by \$835,001. The main contributing factor was \$1,500,000 in Mill Levy Override monies received in fiscal years 2020-2021 to 2022-2023 but is restricted for 2023-2024 expenditures. Property taxes and specific ownership taxes accounted for 94% of the revenue received. Direct instruction and student support services were 94% of total expenditures for the year. Expenditures in the General Fund were under budget within several categories which accounted for some of the fund increase. Unassigned Fund Balance represents 29% of expenditures and other financing uses.

The District is required to adopt a budget by June 30 for the following fiscal year. The Board of Education may make final changes to the previously adopted budget by January 31. The District did adopt changes to the various funds as a result of updated revenue, expenditures, and beginning fund balance information.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2024**

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**Capital Asset and Debt Administration**

*Capital assets.* The District's investment in capital assets for governmental activities as of June 30, 2024, amounts to \$162,384,729 (net of accumulated depreciation). This investment in capital assets includes land, buildings, service vehicles, buses, and equipment.

	<b>2024</b>	<b>2023</b>
Governmental Activities - Capital Assets		
Land	1,628,735	1,628,735
Construction in Progress	-	-
Land Improvements	2,843,052	2,340,631
Site and Building	174,952,852	172,931,383
Machinery and Equipment	6,305,561	5,984,027
Less: Accumulated Depreciation	<u>(25,011,836)</u>	<u>(20,500,047)</u>
Total Governmental Activities - Capital Assets	<u>160,718,364</u>	<u>162,384,729</u>

Additional information on capital assets can be found in the notes to financial statements.

As of June 30, 2024, the District had outstanding long-term debt of \$141,038,545. Of this amount, \$118,045,000 is general obligation bonded debt.

*Debt Administration.* The debt is backed by the full faith and credit of the District. The Series 2019 bonds, \$128,500,000, were approved by voters in November 2019 and issued December 2019. Moody's Investors Services, Inc. assigned a stable credit profile and affirmed the underlying rating of A1 as of October 1, 2018. The rating outlook was a result from a history of strong financial performance evidenced by prudent financial management, the mill levy override provides additional financial stability and more cash than debt outstanding. Moody's Investors Services concern over the high-level concentration of the District's tax base being in oil and natural gas production. On May 16, 2018, Standard and Poor assigned a long-term debt rating of AA.

**WELD COUNTY SCHOOL DISTRICT RE-2  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
June 30, 2024**

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**Economic Factors and Next Year’s Budget**

- In September 2024, the Joint Budget Committee received its quarterly economic forecast briefing, and the news was discouraging. Due to a combination of factors—lower than anticipated state revenue collection and increasing budget demands such as rising Medicaid costs—Colorado is looking at a deficit of more than \$900 million in the General Fund for fiscal year 2025-26.
- The latest forecast paints a picture of competing elements. On one hand, consecutive tax cuts, increasing unemployment rates, and a slowing of wage growth and consumer spending mean that the state is taking in less revenue. But at the same time, Colorado faces growing costs in healthcare and K-12 funding, and there simply isn’t enough money to bridge the gap. Add to that the end of dollars from the American Recovery Plan Act (ARPA) and a statutory requirement that Colorado maintain a 15% reserve, and it’s clear that the Legislature will face a challenging outlook when crafting the next budget.
- Specific to public education, there is some question about whether there will be enough state funds to implement House Bill 24-1448, which created a new school finance formula. Under the new formula, total program funding is expected to increase by \$95 million in 2025-26, and by about \$571 million in the last year of its implementation (2030-31). Additionally, at current spending rates, the State Education Fund is likely to hit zero in three to four years, which creates more budget pressures.
- Several Joint Budget Committee members cited Colorado’s overall strong economy and lack of recession indicators as a reason to be optimistic, though it’s a certainty that even if the forecast is improved, the state will still face some shortfall in the coming year.

**Requests for Information**

This financial report is designed to provide the District’s citizens, taxpayers, customers, investors, and creditors with a general overview of District’s finances and to demonstrate the District’s accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Eaton School District RE-2, 211 1<sup>st</sup> Street, Eaton, Colorado 80615.

## **BASIC FINANCIAL STATEMENTS**

**WELD COUNTY SCHOOL DISTRICT RE-2**

**STATEMENT OF NET POSITION**

June 30, 2024

	<u>PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES</u>
<b>ASSETS</b>	
Cash and Investments	\$ 58,378,732
Accounts Receivable	940,430
Grants Receivable	290,381
Taxes Receivable	392,960
Inventories	29,759
Capital Assets, <i>Not Being Depreciated</i>	1,628,735
Capital Assets, <i>Net of Accumulated Depreciation</i>	<u>159,089,629</u>
<b>TOTAL ASSETS</b>	<u>220,750,626</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pensions, <i>Net of Accumulated Amortization</i>	9,768,091
OPEB, <i>Net of Accumulated Amortization</i>	<u>137,686</u>
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>9,905,777</u>
<b>LIABILITIES</b>	
Accounts Payable	1,336,431
Retainage Payable	8,466
Arbitrage Rebate Tax Payable	175,350
Accrued Salaries and Benefits	2,225,927
Unearned Revenue	38,337
Accrued Interest Payable	491,854
Noncurrent Liabilities	
Due Within One Year	3,305,000
Due in More Than One Year	137,733,545
Net Pension Liability	32,255,519
Net OPEB Liability	<u>778,841</u>
<b>TOTAL LIABILITIES</b>	<u>178,349,270</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pensions, <i>Net of Accumulated Amortization</i>	1,742,136
OPEB, <i>Net of Accumulated Amortization</i>	<u>255,491</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>1,997,627</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	21,831,216
Restricted for:	
Total Program Reserve	4,813,056
Mill Levy Override	2,204,683
Universal Preschool Program	145,763
Debt Service	9,566,093
Multi-Year Obligations	520,356
Emergencies	877,000
Unrestricted	<u>10,351,339</u>
<b>TOTAL NET POSITION</b>	<u>\$ 50,309,506</u>

See Notes to the Financial Statements.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2024

FUNCTIONS / PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
<b>PRIMARY GOVERNMENT</b>				
<b>Governmental Activities</b>				
Instruction	\$ 18,851,426	\$ 834,524	\$ 837,890	\$ -
Supporting Services	11,757,231	12,916	222,719	642,140
Food Services	1,251,888	52,214	1,229,597	-
Interest on Long-Term Debt	4,094,103	-	-	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 35,954,648</b>	<b>\$ 899,654</b>	<b>\$ 2,290,206</b>	<b>\$ 642,140</b>
<b>GENERAL REVENUES</b>				
Local Property Taxes				39,019,758
Specific Ownership Taxes				1,406,894
Grants and Contributions not Restricted to Specific Programs				18,000
Investment Income				2,010,193
Other				282,771
<b>TOTAL GENERAL REVENUES</b>				<b>42,737,616</b>
<b>CHANGE IN NET POSITION</b>				<b>10,614,968</b>
<b>NET POSITION, Beginning</b>				<b>39,694,538</b>
<b>NET POSITION, Ending</b>				<b>\$ 50,309,506</b>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2024

	GENERAL	DEBT SERVICE	BUILDING	CAPITAL RESERVE	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
<b>ASSETS</b>						
Cash and Investments	\$ 18,595,693	\$ 9,976,821	\$ 2,379,094	\$ 18,872,332	\$ 8,554,792	\$ 58,378,732
Accounts Receivable	913,380	-	-	-	27,050	940,430
Taxes Receivable	270,345	81,126	-	-	41,489	392,960
Grants Receivable	54,827	-	-	-	235,554	290,381
Interfund Receivables	141,792	-	-	-	-	141,792
Inventories	-	-	-	-	29,759	29,759
<b>TOTAL ASSETS</b>	<b><u>\$ 19,976,037</u></b>	<b><u>\$ 10,057,947</u></b>	<b><u>\$ 2,379,094</u></b>	<b><u>\$ 18,872,332</u></b>	<b><u>\$ 8,888,644</u></b>	<b><u>\$ 60,174,054</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 984,874	\$ -	\$ 334,334	\$ -	\$ 17,223	\$ 1,336,431
Retainage Payable	-	-	8,466	-	-	8,466
Arbitrage Rebate Tax Payable	-	-	175,350	-	-	175,350
Accrued Salaries and Benefits	2,130,128	-	-	-	95,799	2,225,927
Interfund Payables	-	-	-	-	141,792	141,792
Unearned Revenue	-	-	-	-	38,337	38,337
<b>TOTAL LIABILITIES</b>	<b><u>3,115,002</u></b>	<b><u>-</u></b>	<b><u>518,150</u></b>	<b><u>-</u></b>	<b><u>293,151</u></b>	<b><u>3,926,303</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Property Taxes	59,168	29,614	-	-	-	88,782
<b>FUND BALANCES</b>						
Nonspendable Inventories	-	-	-	-	29,759	29,759
Restricted for:						
Total Program Reserve	-	-	-	-	4,813,056	4,813,056
Mill Levy Override	2,204,683	-	-	-	-	2,204,683
Universal Preschool Program	145,763	-	-	-	-	145,763
Capital Projects	-	-	1,860,944	-	-	1,860,944
Debt Service	-	10,028,333	-	-	-	10,028,333
Multi-Year Obligations	520,356	-	-	-	-	520,356
Emergencies	877,000	-	-	-	-	877,000
Site Acquisition and Development	-	-	-	-	1,047,518	1,047,518
Committed to Building Improvements	1,500,000	-	-	500,000	1,823,122	3,823,122
Assigned to:						
Insurance Premiums	347,975	-	-	-	-	347,975
Capital Projects	-	-	-	18,372,332	-	18,372,332
Food Services	-	-	-	-	350,245	350,245
Student Activities	-	-	-	-	435,691	435,691
Athletic Programs	-	-	-	-	96,102	96,102
Unassigned	11,206,090	-	-	-	-	11,206,090
<b>TOTAL FUND BALANCES</b>	<b><u>16,801,867</u></b>	<b><u>10,028,333</u></b>	<b><u>1,860,944</u></b>	<b><u>18,872,332</u></b>	<b><u>8,595,493</u></b>	<b><u>56,158,969</u></b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b><u>\$ 19,976,037</u></b>	<b><u>\$ 10,057,947</u></b>	<b><u>\$ 2,379,094</u></b>	<b><u>\$ 18,872,332</u></b>	<b><u>\$ 8,888,644</u></b>	<b><u>\$ 60,174,054</u></b>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
June 30, 2024

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION ARE DIFFERENT BECAUSE:

Total Fund Balances of Governmental Funds	\$	56,158,969
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		160,718,364
Long-term assets are not available to pay current year expenditures and, therefore, are deferred in governmental funds. This amount represents property taxes earned but not available as current financial resources.		88,782
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:		
Accrued Interest Payable		(491,854)
Bonds Payable		(140,923,442)
Accrued Compensated Absences		(115,103)
Net Pension Liability		(32,255,519)
Pension-Related Deferred Outflows of Resources		9,768,091
Pension-Related Deferred Inflows of Resources		(1,742,136)
Net OPEB Liability		(778,841)
OPEB-Related Deferred Outflows of Resources		137,686
OPEB-Related Deferred Inflows of Resources		(255,491)
Total Net Position of Governmental Activities	\$	<u><u>50,309,506</u></u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
Year Ended June 30, 2024

	GENERAL	DEBT SERVICE	BUILDING	CAPITAL RESERVE	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
<b>REVENUES</b>						
Local Sources	\$ 26,387,664	\$ 10,483,361	\$ 57,383	\$ 414,004	\$ 7,192,076	\$ 44,534,488
County Sources	10,509	-	-	-	13,518	24,027
State Sources	226,093	-	-	-	561,989	788,082
Federal Sources	9,104	-	-	-	1,206,744	1,215,848
<b>TOTAL REVENUES</b>	<b>26,633,370</b>	<b>10,483,361</b>	<b>57,383</b>	<b>414,004</b>	<b>8,974,327</b>	<b>46,562,445</b>
<b>EXPENDITURES</b>						
<b>Current</b>						
Instruction	12,787,592	-	-	-	1,391,132	14,178,724
Supporting Services	9,342,666	-	582,963	146,787	29,369	10,101,785
Food Services	-	-	-	-	1,215,031	1,215,031
Capital Outlay	112,930	-	3,203,223	390,293	232,754	3,939,200
<b>Debt Service</b>						
Principal	-	3,145,000	-	-	-	3,145,000
Interest and Fiscal Charges	-	5,998,399	-	-	-	5,998,399
<b>TOTAL EXPENDITURES</b>	<b>22,243,188</b>	<b>9,143,399</b>	<b>3,786,186</b>	<b>537,080</b>	<b>2,868,286</b>	<b>38,578,139</b>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<b>4,390,182</b>	<b>1,339,962</b>	<b>(3,728,803)</b>	<b>(123,076)</b>	<b>6,106,041</b>	<b>7,984,306</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	1,371,000	-	-	4,926,181	-	6,297,181
Transfers Out	(4,926,181)	-	-	-	(1,371,000)	(6,297,181)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(3,555,181)</b>	<b>-</b>	<b>-</b>	<b>4,926,181</b>	<b>(1,371,000)</b>	<b>-</b>
<b>CHANGE IN FUND BALANCES</b>	<b>835,001</b>	<b>1,339,962</b>	<b>(3,728,803)</b>	<b>4,803,105</b>	<b>4,735,041</b>	<b>7,984,306</b>
FUND BALANCES, Beginning	15,966,866	8,688,371	5,589,747	14,069,227	3,860,452	48,174,663
FUND BALANCES, Ending	<u>\$ 16,801,867</u>	<u>\$ 10,028,333</u>	<u>\$ 1,860,944</u>	<u>\$ 18,872,332</u>	<u>\$ 8,595,493</u>	<u>\$ 56,158,969</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2024

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:

Net Change in Fund Balances of Governmental Funds	\$	7,984,306
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as follows:		
Depreciation Expense		(4,511,789)
Capital Outlay		2,845,424
Revenues that do not provide current financial resources are deferred in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in deferred property taxes.		
		7,171
The repayment of long-term debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not affect the statement of activities.		
		3,145,000
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This is the effect of these differences in the treatment of long-term debt and related items as follows:		
Amortization of Bond Premiums		1,891,192
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. This includes the changes in the following:		
Accrued Interest Payable		13,104
Accrued Compensated Absences		(25,319)
Net Pension Liability		(6,868,577)
Pension-Related Deferred Outflows of Resources		3,655,262
Pension-Related Deferred Inflows of Resources		2,325,699
Net OPEB Liability		86,357
OPEB-Related Deferred Outflows of Resources		(2,104)
OPEB-Related Deferred Inflows of Resources		69,242
		69,242
Change in Net Position of Governmental Activities	\$	10,614,968

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**STATEMENT OF FIDUCIARY NET POSITION**  
June 30, 2024

	<u>SCHOLARSHIP TRUST FUND</u>
ASSETS	
Cash and Cash Equivalents	\$ <u>514,217</u>
TOTAL ASSETS	\$ <u><u>514,217</u></u>
NET POSITION	
Unrestricted	\$ <u><u>514,217</u></u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**STATEMENT OF CHANGE IN FIDUCIARY NET POSITION**  
Year Ended June 30, 2024

	<u>SCHOLARSHIP TRUST FUND</u>
<b>ADDITIONS</b>	
Contributions and Donations	\$ 40,000
Investment Income	<u>21,181</u>
Total Additions	<u>\$ 61,181</u>
<b>DEDUCTIONS</b>	
Scholarships and Awards	<u>500</u>
CHANGE IN NET POSITION	60,681
NET POSITION, Beginning	<u>453,536</u>
NET POSITION, Ending	<u><u>\$ 514,217</u></u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies**

The accounting policies of the Weld County School District RE-2 (the District) conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the District's more significant policies.

**Reporting Entity**

The financial reporting entity consists of the District, organizations for which the District is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the District. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the District. Legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if the organization has the potential to provide benefits to, or impose financial burdens on, the District.

The financial statements of the District do not include any separately administered organizations.

**Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these financial statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which are supported by taxes and intergovernmental revenues, are reported in a single column.

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

Separate financial statements are provided for the governmental funds and the fiduciary fund, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds and other significant funds identified by management are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

In the fund financial statements, the District reports the following major governmental funds:

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

The *Debt Service Fund* is used to account for the proceeds of specific revenue sources that are legally restricted for the payment of general obligation debt.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

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

The *Building Fund* is used to account for the resources accumulated for the funding of the District's school improvements and construction of new school buildings, primarily the proceeds obtained from the issuance of the general obligation bonds.

The *Capital Reserve Fund* is used to account for the resources accumulated to acquire capital assets. District has elected to present this fund as a major fund.

Additionally, the District reports the following fund type:

Fiduciary Funds account for assets held by the District as an agent for individuals, private organizations, and other governments. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The fiduciary fund reported by the District is a private-purpose trust fund, the Scholarship Trust Fund.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers property tax revenues to be available if they are collected within 60 days of the end of the current year. The District considers all other revenues to be available if they are collected within 180 days of the end of the current year.

Taxes, intergovernmental revenues, grants, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

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

*Cash and Investments* – The District utilizes the pooled cash concept whereby cash balances of each of the District's funds are pooled and invested by the District. Investments are reported at fair value.

For purposes of the statement of fiduciary net position, cash equivalents include investments with original maturities of three months or less.

**WELD COUNTY SCHOOL DISTRICT RE-2**

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Assets, Liabilities, and Fund Balances / Net Position**

*Receivables* - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property taxes levied for the current year but not received at year end are reported as taxes receivable and are presented net of an allowance for uncollectible taxes.

*Interfund Receivables and Payables* - Certain transactions between individual funds result in receivables and payables, which are classified on the balance sheet as *interfund receivables* and *interfund payables*.

*Inventories* - Food Service Fund inventories are recorded as an asset when individual items are purchased and as an expenditure when consumed. Inventories are stated at cost on a first-in, first-out (FIFO) basis, and consist of purchased and donated commodities. Purchased inventories are recorded at cost. Donated inventories, received at no cost under a program supported by the federal government, are valued at the cost furnished by the federal government.

*Capital Assets* - Capital assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Land Improvements	20 years
Sites and Buildings	15 - 50 years
Machinery and Equipment	5 - 15 years

*Accrued Salaries and Benefits* - Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from September to August but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, are reported as a liability in the financial statements.

*Unearned Revenue* – Unearned revenues include grants that have been collected but the corresponding expenditures have not been incurred and the eligibility criteria have not been met.

*Deferred Inflows of Resources* - Deferred inflows of resources in the governmental fund financial statements include property taxes earned but not available as current financial resources.

*Long-Term Debt* - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refundings are deferred and amortized over the life of the debt using the effective interest method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Assets, Liabilities, and Fund Balances / Net Position**

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

*Compensated Absences* – Classified personnel accrue up to 20 days of vacation depending on their years of experience with the District. Unused vacation benefits are paid upon termination at the per diem rate.

These compensated absences are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued compensated absences when earned.

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

*Postemployment Benefits Other Than Pensions (OPEB)* - The District participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees' Retirement Association of Colorado (PERA). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position, and additions to and deductions from the HCTF's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the HCTF. For this purpose, the HCTF recognizes benefit payments when due and payable in accordance with the benefit terms. Employer contributions are recognized when the compensation is payable to the employees. Investments are reported at fair value.

*Net Position/Fund Balances* - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report committed fund balances when the Board of Education formally commits resources for a specific purpose through passage of a resolution. The Board of Education has delegated to the Superintendent and his designee the authority to assign fund balances to be used for specific purposes.

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications, District policy requires restricted fund balance to be used first, followed by committed, assigned, and unassigned balances.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Property Taxes**

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and are collected in the subsequent calendar year. Taxes are payable in full on April 30, or in two installments on February 28 and June 15. The County Treasurer’s Office collects property taxes and remits to the District on a monthly basis. When taxes become delinquent, the property is sold on the tax sale date.

**NOTE 2: Cash and Investments**

At June 30, 2024, the District had the following cash and investments:

Cash on Hand	\$ 4,300
Deposits	8,324,716
Investments	<u>50,563,933</u>
Total	<u><u>\$ 58,892,949</u></u>

Cash and investments are reported in the financial statements as follows:

Cash and Investments	\$ 58,378,732
Fiduciary Fund	<u>514,217</u>
Total	<u><u>\$ 58,892,949</u></u>

**Deposits**

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At June 30, 2024, the District had bank deposits of \$9,791,206 collateralized with securities held by the financial institution’s agent but not in the District’s name.

**Investments**

The District is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk.

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

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 2: Cash and Investments (Continued)**

**Investments (Continued)**

*Fair Value Measurements* - At June 30, 2024, the District's investments in the local government investment pool reported at the net asset value per share.

*Interest Rate Risk* - State statutes generally limit investments to an original maturity of five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

*Credit Risk* - State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with the Securities and Exchange Commission's Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by one or more nationally recognized statistical rating organizations (NRSROs).

*Concentration of Credit Risk* - State statutes do not limit the amount the District may invest in a single issuer of investment securities, except for corporate securities.

*Local Government Investment Pool* - At June 30, 2024, the District had \$50,563,933 invested in the Colorado Local Government Liquid Asset Trust Plus (Colostrust). Colostrust is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating Colostrust. Colostrust operates in conformity with the Securities and Exchange Commission's Rule 2a-7. Colostrust is measured at the net asset value per share, with each share valued at \$1. Colostrust is rated AAAM by Standard and Poor's. Investments of Colostrust is limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

**NOTE 3: Interfund Balances and Transfers**

At June 30, 2024, the General Fund temporarily subsidized negative cash balance of the Grants Fund in the amount of \$141,792, which was repaid after receivables were collected after year-end.

During the year ended June 30, 2024, the District transferred \$4,926,181 from the General Fund to the Capital Reserve Fund to finance future capital projects. The District also transferred \$1,371,000 from the Total Program Reserve Fund to the General Fund to cover operating expenditures, as permitted in accordance with C.R.S. Section 22-45-103(k).

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 4: Capital Assets**

Capital asset activity for the year ended June 30, 2024, is summarized below.

	Balance 6/30/2023	Additions	Deletions	Balance 6/30/2024
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,628,735	\$ -	\$ -	\$ 1,628,735
Capital Assets, Being Depreciated:				
Land Improvements	2,340,631	502,421	-	2,843,052
Sites and Buildings	172,931,383	2,021,469	-	174,952,852
Machinery and Equipment	5,984,027	321,534	-	6,305,561
Total Capital Assets, Being Depreciated	181,256,041	2,845,424	-	184,101,465
Less Accumulated Depreciation:				
Land Improvements	(2,020,459)	(69,947)	-	(2,090,406)
Sites and Buildings	(14,029,994)	(4,118,271)	-	(18,148,265)
Machinery and Equipment	(4,449,594)	(323,571)	-	(4,773,165)
Total Accumulated Depreciation	(20,500,047)	(4,511,789)	-	(25,011,836)
Total Capital Assets, Being Depreciated, Net	160,755,994	(1,666,365)	-	159,089,629
Total Capital Assets, Governmental Activities, Net	<u>\$ 162,384,729</u>	<u>\$ (1,666,365)</u>	<u>\$ -</u>	<u>\$ 160,718,364</u>

Depreciation expense of the governmental activities was charged to programs of the District as follows:

Instruction	\$ 3,373,438
Supporting Services	1,124,480
Food Service	13,871
Total	<u>\$ 4,511,789</u>

**NOTE 5: Long-Term Debt**

Following is a summary of long-term debt transactions for the year ended June 30, 2024.

	Balance 6/30/2023	Additions	Reductions	Balance 6/30/2024	Due in One Year
<b>Governmental Activities</b>					
G.O. Bonds, Series 2019	\$121,190,000	\$ -	\$ (3,145,000)	\$118,045,000	\$ 3,305,000
Bond Premium, Series 2019	24,769,634	-	(1,891,192)	22,878,442	-
Compensated Absences	89,784	137,319	(112,000)	115,103	-
Total	<u>\$146,049,418</u>	<u>\$ 137,319</u>	<u>\$ (5,148,192)</u>	<u>\$141,038,545</u>	<u>\$ 3,305,000</u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 5: Long-Term Debt (Continued)**

On December 11, 2019, the District issued General Obligation Bonds, Series 2019, in the amount of \$128,500,000 to upgrade the safety and security in all District schools; construct, furnish, and equip a new high school; remodel and furnish the existing high school into a middle school; remodel and furnish an existing middle school into an elementary school; and construct, furnish, and equip a new transportation facility. Principal payments are due annually on December 1, through 2044. Interest payments are due semi-annually on June 1<sup>st</sup> and December 1<sup>st</sup>, with interest accruing at rates ranging from 3% to 5% per annum. The full faith and credit of the District is pledged for the payment of the principal and interest on these bonds with ad valorem taxes on all of the taxable property in the District.

Bond payments to maturity are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,305,000	\$ 5,819,625	\$ 9,124,625
2026	3,470,000	5,650,250	9,120,250
2027	3,645,000	5,472,375	9,117,375
2028	3,825,000	5,285,625	9,110,625
2029	4,015,000	5,089,625	9,104,625
2030-2034	23,305,000	22,146,125	45,451,125
2035-2039	29,745,000	15,546,875	45,291,875
2040-2044	37,965,000	7,123,125	45,088,125
2045	8,770,000	219,250	8,989,250
Total	<u>\$ 118,045,000</u>	<u>\$ 72,352,875</u>	<u>\$ 190,397,875</u>

**NOTE 6: Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The District participates in the Colorado School Districts Self Insurance Pool for all risks of loss except workers compensation, for which it utilizes a commercial insurance carrier.

The Colorado School Districts Self Insurance Pool (CSDSIP) operates as a self-insurance pool comprised of various school districts and other related public educational entities within the State of Colorado. The CSDSIP is administered by a governing board. The District pays an annual premium to the CSDSIP for various types of property and liability insurance coverage. The CSDSIP's agreement provides that the CSDSIP will be self-sustaining through member premiums and will reinsure through a duly authorized insurer. The reinsurance covers claims against the CSDSIP in excess of specific claim amounts and in the aggregate in an amount and at limits determined by the CSDSIP to be adequate to protect the solvency of the CSDSIP.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
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**NOTE 7: Defined Benefit Pension Plan**

**General Information**

*Plan Description* - The District contributes to the School Division Trust Fund (SDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). All employees of the District participate in the SDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), administrative rules set at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code assign the authority to establish and amend plan provisions to the State Legislature. PERA issues a publicly available annual comprehensive financial report, that includes information on the SDTF, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Benefits Provided as of December 31, 2023* - The SDTF provides retirement, disability, and survivor benefits to plan participants or their beneficiaries. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure in place, the benefit option selected at retirement, and age at retirement. The retirement benefit is the greater of the a) highest average salary over five years multiplied by 2.5% and then multiplied by years of service credit, or b) the value of the participant's contribution account plus an equal match on the retirement date, annualized into a monthly amount based on life expectancy and other actuarial factors. In no case can the benefit amount exceed the highest average salary, or the amount allowed by applicable federal regulations.

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

Disability benefits are available for eligible employees once they reach five years of earned service credit and meet the definition of a disability. The disability benefit amount is based on the retirement benefit formula described previously, considering a minimum of 20 years of service credit.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure in place, and the qualified survivor receiving the benefits.

*Contributions provisions as of June 30, 2024* - The District, State, and eligible employees are required to contribute to the SDTF at rates established by Title 24, Article 51, Part 4 of the CRS. These contribution requirements are established and may be amended by the State Legislature. The contribution rate for employees was 11% for the period from July 1, 2023, through June 30, 2024. The District's contribution rate for the fiscal year was 21.40% of covered salaries. However, a portion of the District's contribution (1.02% of covered salaries) is allocated to the Health Care Trust Fund (Note 8). The District's contributions to the SDTF for the year ended June 30, 2024, were \$2,607,943, equal to the required contributions.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

**General Information (Continued)**

For the purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SDTF and is considered to meet the definition of a special funding situation. As specified in CRS § 24-51-414, the State of Colorado is required to contribute a \$225 million direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SDTF based on the proportionate amount of annual payroll of the SDTF to the total annual payroll of the SDTF. Direct distribution from the State was suspended in 2020. To compensate PERA for the suspension, CRS § 24-51-414(6-8) required restorative payment by providing an accelerated payment in 2022. In 2022, the State Treasurer issued payment for the direct distribution of \$225 million plus an additional amount of \$380 million. Due to the advanced payment made in 2022, the State reduced the distribution in 2023 to \$35 million. Additionally, the newly added CRS § 24-51-414(9) provides compensatory payment of \$14.561 million for 2023 only.

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

The net pension liability was measured at December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total pension liability to December 31, 2023.

The District's proportion of the net pension liability was based on the District's contributions to the SDTF for the calendar year ended December 31, 2023, relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At December 31, 2023, the District's proportion was 0.1824054121%, which was an increase of 0.0420902254% from its proportion measured at December 31, 2023.

At June 30, 2024, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	32,255,519
State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	707,268
Total	32,962,787

For the year ended June 30, 2024, the District recognized pension expense of \$3,493,889 and a revenue of (\$53,886) for support from the State as a nonemployer contributing entity. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,529,526	\$ -
Changes of assumptions and other inputs	-	-
Net difference between projected and actual earnings on plan investments	2,312,223	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	4,592,660	1,742,136
Contributions subsequent to the measurement date	1,333,682	-
 Total	 \$ 9,768,091	 \$ 1,742,136

District contributions subsequent to the measurement date of \$1,333,682 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,

2025	\$ 1,270,811
2026	3,256,135
2027	2,810,038
2028	(644,711)
Total	\$ 6,692,273

*Actuarial Assumptions* - The actuarial valuation as of December 31, 2022, determined the total pension liability using the following actuarial assumptions and other inputs.

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40% - 11.00%
Long-term investment rate of return, net of plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
Hired prior to 1/1/07	
thereafter, compounded annually	1.00%
Hired after 12/31/06	Financed by the AIR

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

Post-retirement benefit increases are provided by the annual increase reserve, accounted for separately in SDTF, and subject to resources being available. Therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

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

Post-retirement non-disabled mortality assumptions were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows: 1) males: 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019 and 2) females: 83% of the rates prior to age 80 and 106% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows: 1) males: 97% of the rates for all ages, with generational projection using scale MP-2019 and 2) females: 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

The actuarial assumptions used in the December 31, 2022, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years and asset/liability studies performed every three to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

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

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**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

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

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

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (SB) 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan participants were used to reduce the estimated amount of total service costs for future plan members.
- District contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. District contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated District contributions reflect reductions for the funding of the annual increase reserve and retiree health care benefits. For future plan members, District contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the state, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million, commencing July 1, 2018, that is proportioned between the PERA Division Trust Funds, including SDTF, based upon the covered payroll. The annual direct distribution ceases when all PERA Division Trust Funds are fully funded.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

- District contributions and the amount of total service costs for future plan participants were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The annual increase reserve balance was excluded from the initial fund net position, as, per statute, annual increase reserve amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. Annual increase reserve transfers to the fiduciary net position and the subsequent annual increase reserve benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 67 projection test.

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

*Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate* - The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as the District’s proportionate share of the net pension liability if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, as follows:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	<u>(6.25%)</u>	<u>Discount</u>	<u>(8.25%)</u>
		<u>Rate (7.25%)</u>	
Proportionate share of the net pension liability	<u>43,130,995</u>	<u>32,255,519</u>	<u>23,186,688</u>

*Pension Plan Fiduciary Net Position* - Detailed information about the SDTF’s fiduciary net position is available in PERA’s separately issued annual comprehensive financial report, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits**

**General Information**

*Plan Description* - All employees of the District are eligible to receive postemployment benefits other than pensions (OPEB) through the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees' Retirement Association of Colorado (PERA). Title 24, Article 51, Part 12 of the Colorado Revised Statutes (CRS), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including administration of the premium subsidies. CRS provisions may be amended by the Colorado General Assembly. PERA issues a publicly available financial report, that includes information on the HCTF, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Benefits Provided* - The HCTF provides a healthcare premium subsidy to eligible participating benefit recipients and retirees who choose to enroll in one of the PERA health care plans. However, the subsidy is not available if only enrolled in the dental and/or vision plan(s). Eligibility to enroll is voluntary and includes benefit recipients, their eligible dependents, and surviving spouses, among others. Eligible benefit recipients may enroll in the HCTF upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period. The health care premium subsidy is based on the benefit structure under which the member retires and the member's years of service credit.

CRS § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contributions account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

*PERA Benefit Structure* - The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare, and \$115 per month for benefit recipients who are over 65 years of age or who are under 65 years of age and entitled to Medicare. The maximum subsidy is based on 20 or more years of service. The subsidy is reduced by 5% for each year of service less than 20 years. The benefit recipient pays the remaining portion of the premium not covered by the subsidy.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, CRS § 24-51-12-6(4) provides an additional subsidy. According to the State statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF on behalf of recipients not covered by Medicare Part A.

*Contributions* - As established by Title 24, Article 51, Section 208(1)(f) of the CRS, as amended, 1.02% of the District's contributions to the School Division Trust Fund (SDTF) (Note 7) are apportioned to the HCTF. No employee contributions are required. These contribution requirements are established and may be amended by the State Legislature. The District's apportionment to the HCTF for the year ended June 30, 2024, was \$130,525, equal to the required amount.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

At June 30, 2024, the District reported a net OPEB liability of \$778,841, representing its proportionate share of the net OPEB liability of the HCTF. The net OPEB liability was measured at December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total OPEB liability to December 31, 2023.

The District's proportion of the net OPEB liability was based on the District's contributions to the HCTF for the calendar year ended December 31, 2023, relative to the contributions of all participating employers.

At December 31, 2023, the District's proportion was 0.1091232725%, which was an increase of 0.0031562540% from its proportion measured at December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB expense of (\$21,612). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 159,636
Changes of assumptions and other inputs	9,159	82,581
Net difference between projected and actual earnings on plan investments	24,090	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	37,688	13,274
Contributions subsequent to the measurement date	66,749	-
Total	\$ 137,686	\$ 255,491

District contributions subsequent to the measurement date of \$66,749 will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ended June 30,</u>			
2025		\$	(90,780)
2026			(45,215)
2027			(14,932)
2028			(29,259)
2029			(4,585)
2030			217
Total		\$	(184,554)

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

*Actuarial Assumptions* - The actuarial valuation as of December 31, 2022, determined the total OPEB liability using the following actuarial cost method, actuarial assumptions, and other inputs, applied to all periods included in the measurement.

Actuarial Cost Method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40% - 11.00%
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Heath care cost trend rates:	
Service-based premium subsidy	0.0%
PERACare Medicare plans	
7% in 2023, gradually decreasing to 4.5% in 2033	
Medicare Part A premiums:	
3.5% in 2023, gradually increasing to 4.5% in 2035	

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

Annually, the per capita health care costs are developed by plan option. At December 31, 2023, the plan options include 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies to all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

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

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2023, valuation, the following monthly costs/premium are assumed for 2023 for the PERA Benefit Structure:

Sample Age	MAPD PPO #1 with Medicare		MAPD PPO #2 with Medicare		MAPD HMO (Kaiser) with Medicare	
	Part A for Retiree / Spouse		Part A for Retiree / Spouse		Part A for Retiree / Spouse	
	Male	Female	Male	Female	Male	Female
65	\$ 1,692	\$ 1,406	\$ 579	\$ 481	\$ 1,913	\$ 1,589
70	\$ 1,901	\$ 1,573	\$ 650	\$ 538	\$ 2,149	\$ 1,778
75	\$ 2,100	\$ 1,653	\$ 718	\$ 566	\$ 2,374	\$ 1,869

Sample Age	MAPD PPO #1 without Medicare		MAPD PPO #2 without Medicare		MAPD HMO (Kaiser) without Medicare	
	Part A for Retiree / Spouse		Part A for Retiree / Spouse		Part A for Retiree / Spouse	
	Male	Female	Male	Female	Male	Female
65	\$ 1,692	\$ 1,406	\$ 579	\$ 481	\$ 1,913	\$ 1,589
70	\$ 1,901	\$ 1,573	\$ 650	\$ 538	\$ 2,149	\$ 1,778
75	\$ 2,100	\$ 1,653	\$ 718	\$ 566	\$ 2,374	\$ 1,869

The 2022 Medicare Part A premium is \$506 per month. All costs are subject to the health care cost trend rates.

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2022, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

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

Measurement Year	PERACare Medicare Plans	Medicare Part A Premiums
2023	7.00%	3.50%
2024	6.75%	3.50%
2025	6.50%	3.75%
2026	6.25%	3.75%
2027	6.00%	4.00%
2028	5.75%	4.00%
2029	5.50%	4.00%
2030	5.25%	4.25%
2031	5.00%	4.25%
2032	4.75%	4.25%
2033	4.50%	4.25%
2034	4.50%	4.25%
2035+	4.50%	4.50%

Mortality assumptions used in the December 31, 2022, valuation for the determination of the total pension liability, reflect generational mortality and were applied, as applicable, in the determination of the total OPEB liability for the HCTF, but developed using a headcount-weighted basis. SDTF participates in the HCTF (Note 7).

The pre-retirement mortality assumptions for the SDTF were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019. Post-retirement non-disabled mortality assumptions for the SDTF were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows: 1) males: 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019 and 2) females: 83% of the rates prior to age 80 and 106% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows: 1) males: 97% of the rates for all ages, with generational projection using scale MP-2019 and 2) females: 105% of the rates for all ages, with generational projection using scale MP-2019. Disabled mortality assumptions for SDTF members were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

The health care costs assumptions were updated and used in the roll-forward calculation for the HCTF. Per capita health care costs as of the December 31, 2022, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the costs for the 2023 plan year. The morbidity rates used to estimate individual retiree and spouse costs by age and by gender were updated effective for the December 31, 2022, actuarial valuation. The revised morbidity rate factors are based on a review of historical claims experience by age, gender, and status from actuary's claims data warehouse. The healthcare cost trend rates applicable to health care premiums were revised to reflect the then-current expectation of future increases in those premiums.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by PERA's actuary.

The actuarial assumptions used in the December 31, 2022, valuations were based on the results of the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies performed at least every five years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020.

As of the most recent reaffirmation of the long-term rate of return, the target asset allocation, and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

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

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

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2023, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 74 projection test.

**WELD COUNTY SCHOOL DISTRICT RE-2**

**NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

- As of December 31, 2023, measurement date, the fiduciary net position and related disclosure components for the HCTF reflect payments related to disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of December 31, 2023, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

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

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

	<u>1% Decrease</u>	<u>Current Trend</u>	<u>1% Increase</u>
	<u>in Trend Rates</u>	<u>Rates (7.25%)</u>	<u>in Trend Rates</u>
Initial PERACare Medicare trend rate	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	<u>\$ 756,487</u>	<u>\$ 778,841</u>	<u>\$ 803,157</u>

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

	<u>1% Decrease</u>	<u>Current Discount</u>	<u>1% Increase</u>
	<u>(6.25%)</u>	<u>Rate (7.25%)</u>	<u>(8.25%)</u>
Proportionate share of the net OPEB liability	<u>\$ 919,909</u>	<u>\$ 778,841</u>	<u>\$ 658,157</u>

*OPEB Plan Fiduciary Net Position* - Detailed information about the HCTF’s fiduciary net position is available in PERA’s separately issued annual comprehensive financial report, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 9: Commitments and Contingencies**

**Claims and Judgments**

The District participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. At June 30, 2024, significant amounts of grant expenditures have not been audited but management believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the District.

**Tabor Amendment**

In November 1992, Colorado voters passed Article X, Section 20 (the AAmendment@) to the State Constitution which limits state and local government taxing powers and imposes spending limits. The District is subject to the Amendment.

In November 1997, voters within the District authorized the District to collect and to expend the full revenues received by the District from any source in the current fiscal year and in each fiscal year thereafter, notwithstanding the limits of the Amendment effective January 1, 1998. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment.

The Amendment requires the District to establish a reserve for emergencies, representing 3% of qualifying expenditures. At June 30, 2024, the District's emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$877,000.

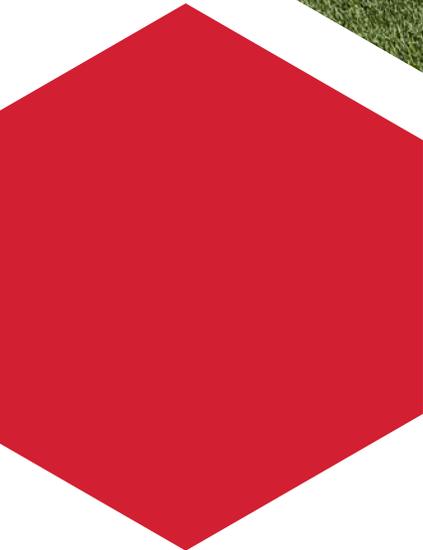
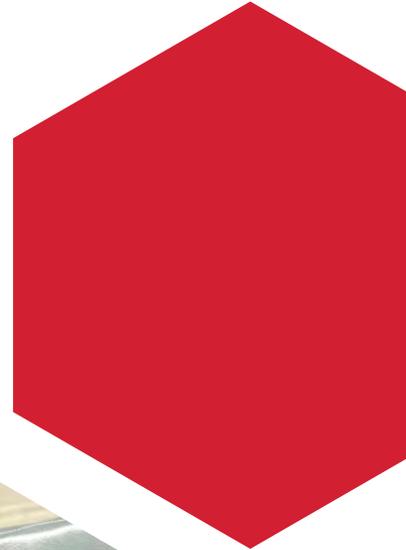
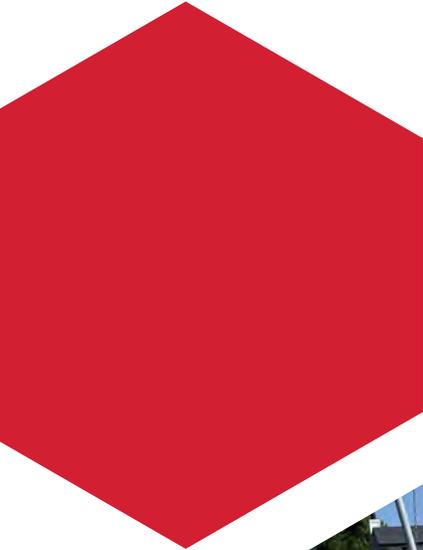
**Litigation**

The District from time to time is involved in various legal matters. In the opinion of the District's counsel, there are no pending legal issues that would have a material adverse effect on the financial condition of the District.

**NOTE 10: Jointly Governed Organization**

The District, in conjunction with other surrounding districts, participates in the Centennial Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The BOCES board is comprised of one member from each participating district. During the year ended June 30, 2024, the District contributed \$110,016 to the BOCES. Separate financial statements for the BOCES are available at 2020 Clubhouse Drive, Greeley, Colorado 80634, or online at [www.cboces.org](http://www.cboces.org).

BOCES includes the District in a consolidated federal grant application for certain grants awarded to the BOCES passed through from the Colorado Department of Education. Total federal dollars passed through from BOCES to the District was \$811,247 for the year ended June 30, 2024, which are not reported on the District's schedule of expenditures of federal awards.



**REQUIRED SUPPLEMENTARY INFORMATION**

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources	\$ 24,184,952	\$ 24,704,826	\$ 26,387,664	\$ 1,682,838
County Sources	-	-	10,509	10,509
State Grants	995,504	995,504	226,093	(769,411)
Federal Grants	3,047	3,047	9,104	6,057
<b>TOTAL REVENUES</b>	<u>25,183,503</u>	<u>25,703,377</u>	<u>26,633,370</u>	<u>929,993</u>
<b>EXPENDITURES</b>				
Current				
Instruction	<u>14,354,055</u>	<u>15,489,286</u>	<u>12,787,592</u>	<u>2,701,694</u>
Supporting Services				
Students	1,060,553	1,082,775	939,952	142,823
Instructional Staff	557,624	558,708	581,130	(22,422)
General Administration	496,280	498,448	435,881	62,567
School Administration	1,614,201	1,632,629	1,718,522	(85,893)
Business Services	610,199	616,161	614,015	2,146
Operations and Maintenance	3,531,681	3,521,437	3,460,330	61,107
Student Transportation	789,121	801,370	785,739	15,631
Central Support	830,539	851,135	807,097	44,038
Total Supporting Services	<u>9,490,198</u>	<u>9,562,663</u>	<u>9,342,666</u>	<u>219,997</u>
Capital Outlay	<u>764,250</u>	<u>784,250</u>	<u>112,930</u>	<u>671,320</u>
Contingency	<u>15,326,635</u>	<u>15,966,866</u>	<u>-</u>	<u>15,966,866</u>
<b>TOTAL EXPENDITURES</b>	<u>39,935,138</u>	<u>41,803,065</u>	<u>22,243,188</u>	<u>19,559,877</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(14,751,635)</u>	<u>(16,099,688)</u>	<u>4,390,182</u>	<u>20,489,870</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In			1,371,000	1,371,000
Transfers Out	<u>(575,000)</u>	<u>132,822</u>	<u>(4,926,181)</u>	<u>(5,059,003)</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(575,000)</u>	<u>132,822</u>	<u>(3,555,181)</u>	<u>(3,688,003)</u>
<b>CHANGE IN FUND BALANCE</b>	(15,326,635)	(15,966,866)	835,001	16,801,867
FUND BALANCE, Beginning	<u>15,326,635</u>	<u>15,966,866</u>	<u>15,966,866</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,801,867</u>	<u>\$ 16,801,867</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND CONTRIBUTIONS**  
**PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO SCHOOL DIVISION TRUST FUND**  
June 30, 2024

<b>MEASUREMENT DATE</b>	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>	<u>12/31/20</u>
<b>PROPORTIONATE SHARE OF THE NET PENSION LIABILITY</b>				
District's Proportion of the Net Pension Liability	0.1824054121%	0.1394161867%	0.1615273426%	0.1856143040%
District's Proportionate Share of the Net Pension Liability	\$ 32,255,519	\$ 25,386,942	\$ 18,797,528	\$ 28,061,139
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>707,268</u>	<u>7,398,010</u>	<u>2,154,897</u>	<u>-</u>
<b>Total Proportionate Share of the Net Pension Liability</b>	<b><u>32,962,787</u></b>	<b><u>32,784,952</u></b>	<b><u>20,952,425</u></b>	<b><u>28,061,139</u></b>
District's Covered Payroll	\$ 12,058,641	\$ 10,753,163	\$ 10,094,948	\$ 9,715,893
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	267%	236%	186%	289%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65%	62%	75%	67%
<b>FISCAL YEAR-END</b>	<u>6/30/24</u>	<u>6/30/23</u>	<u>6/30/22</u>	<u>6/30/21</u>
<b>DISTRICT CONTRIBUTIONS</b>				
Statutorily Required Contribution	\$ 2,607,943	\$ 2,288,735	\$ 2,056,655	\$ 1,978,695
Contributions in Relation to the Statutorily Required Contribution	<u>(2,607,943)</u>	<u>(2,288,735)</u>	<u>(2,056,655)</u>	<u>(1,978,695)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 12,796,550	\$ 11,230,289	\$ 10,345,336	\$ 9,953,181
Contributions as a Percentage of Covered Payroll	20.38%	20.38%	19.88%	19.88%

<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
0.1622686193%	0.1637583107%	0.1894383296%	0.1931803868%	0.1946060409%	0.1898518434%
\$ 24,242,580	\$ 28,996,773	\$ 61,257,623	\$ 57,517,271	\$ 29,763,620	\$ 25,731,302
<u>3,074,863</u>	<u>3,964,906</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u><u>27,317,443</u></u>	<u><u>32,961,679</u></u>	<u><u>61,257,623</u></u>	<u><u>57,517,271</u></u>	<u><u>29,763,620</u></u>	<u><u>25,731,302</u></u>
\$ 9,540,034	\$ 9,002,671	\$ 8,738,561	\$ 8,670,729	\$ 8,084,951	\$ 7,953,557
254%	322%	701%	663%	368%	324%
65%	57%	44%	43%	59%	63%
<u>06/30/20</u>	<u>06/30/19</u>	<u>06/30/18</u>	<u>06/30/17</u>	<u>06/30/16</u>	<u>06/30/15</u>
\$ 1,916,842	\$ 1,762,642	\$ 1,669,355	\$ 1,593,000	\$ 1,469,738	\$ 1,394,311
<u>(1,916,842)</u>	<u>(1,762,642)</u>	<u>(1,669,355)</u>	<u>(1,593,000)</u>	<u>(1,469,738)</u>	<u>(1,394,311)</u>
<u><u>\$ -</u></u>					
\$ 9,890,816	\$ 9,214,019	\$ 8,840,134	\$ 8,665,583	\$ 8,480,883	\$ 8,250,749
19.38%	19.13%	18.88%	18.38%	17.33%	16.90%

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND CONTRIBUTIONS**  
**PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO HEALTH CARE TRUST FUND**  
June 30, 2024

	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>
<b>PROPORTIONATE SHARE OF THE NET OPEB LIABILITY</b>			
District's Proportion of the Net OPEB Liability	0.1091232725%	0.1059670185%	0.1054651055%
	0.0031562540%		
District's Proportionate Share of the Net OPEB Liability	\$ 778,841	\$ 865,198	\$ 909,431
District's Covered Payroll	\$ 12,058,641	\$ 10,753,163	\$ 10,094,948
District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	6%	8%	9%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	46%	39%	39%
	<u>6/30/24</u>	<u>6/30/23</u>	<u>6/30/22</u>
<b>District Contributions</b>			
Statutorily Required Contribution	\$ 130,525	\$ 114,549	\$ 105,522
Contributions in Relation to the Statutorily Required Contribution	<u>(130,525)</u>	<u>(114,549)</u>	<u>(105,522)</u>
Contribution Deficiency (Excess)	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
District's Covered Payroll	\$ 12,796,550	\$ 11,230,289	\$ 10,345,336
Contributions as a Percentage of Covered Payroll	1.02%	1.02%	1.02%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

<u>12/31/20</u>	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>
0.1073722115%	0.1060440062%	0.1064437577%	0.1076380693%	0.1098000000%
\$ 1,020,278	\$ 1,191,933	\$ 1,448,212	\$ 1,398,864	\$ 1,423,672
\$ 9,715,893	\$ 9,540,034	\$ 9,002,671	\$ 8,738,561	\$ 8,670,279
11%	12%	16%	16%	16%
33%	24%	17%	18%	17%
<u>6/30/21</u>	<u>6/30/20</u>	<u>6/30/19</u>	<u>6/30/18</u>	<u>6/30/17</u>
\$ 101,522	\$ 100,886	\$ 94,035	\$ 90,169	\$ 88,389
<u>(101,522)</u>	<u>(100,886)</u>	<u>(94,035)</u>	<u>(90,169)</u>	<u>(88,389)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,953,181	\$ 9,890,816	\$ 9,214,019	\$ 8,840,134	\$ 8,665,583
1.02%	1.02%	1.02%	1.02%	1.02%

**WELD COUNTY SCHOOL DISTRICT RE-2**  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2024

**NOTE 1: Stewardship, Compliance, and Accountability**

**Budgetary Information**

Budgets are adopted for all funds on a basis consistent with generally accepted accounting principles. The District adheres to the following procedures to establish the budgetary information reflected in the financial statements.

- Management submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the School Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budget amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- All budget appropriations lapse at fiscal year-end.

**NOTE 2: Significant Changes in Plan Provisions Affecting Trends in Actuarial Information**

*STDF Plan* - Senate Bill (SB) 23-056, enacted and effective June 2, 2023, intended to recompense PERA for the remaining portion of the \$225 million direct distribution originally scheduled for receipt July 1, 2020, suspended due to the enactment of House Bill (HB) 20-1379, but not fully repaid through the provisions within HB 22-1029. Pursuant to SB 23-056, the State Treasurer issued a warrant consisting of the balance of the PERA Payment Cash Fund, created in §24-51-416, plus \$10 million from the General Fund, totaling \$14.561 million.

As of the December 31, 2023, measurement date, the total pension liability (TPL) recognizes the change in the default method applied for granting service accruals for certain members, from a "12-pay" method to a "non-12-pay" method. The default service accrual method for positions with an employment pattern of at least eight months but fewer than 12 months (including, but not limited to positions in the School and DPS Divisions) receive a higher ratio of service credit for each month worked, up to a maximum of 12 months of service credit per year.

*HCTF Plan* - As of the December 31, 2023, measurement date, the fiduciary net position (FNP) and related disclosure components for the Health Care Trust Fund (HCTF) reflect payments related to the disaffiliation of Tri-County Health Department (Tri-County Health) as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

**NOTE 3: Changes in Assumptions and Other Inputs**

No changes made to the actuarial methods or assumptions.

## **SUPPLEMENTARY INFORMATION**

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2024

	TOTAL PROGRAM RESERVE	FOOD SERVICE	GRANTS
<b>ASSETS</b>			
Cash and Investments	\$ 4,771,567	\$ 391,558	\$ -
Accounts Receivable	-	-	-
Grants Receivable	-	-	235,554
Taxes Receivable	41,489	-	-
Inventories	-	29,759	-
	-	29,759	-
<b>TOTAL ASSETS</b>	<b>\$ 4,813,056</b>	<b>\$ 421,317</b>	<b>\$ 235,554</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ -	\$ 379	\$ 560
Accrued Salaries and Benefits	-	40,934	54,865
Interfund Payable	-	-	141,792
Unearned Revenues	-	-	38,337
	-	-	38,337
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>41,313</b>	<b>235,554</b>
<b>FUND BALANCES</b>			
Nonspendable Inventories	-	29,759	-
Restricted for:			
Total Program Reserve	4,813,056	-	-
Site Acquisition and Development	-	-	-
Committed to Building Improvements	-	-	-
Assigned to:			
Food Services	-	350,245	-
Student Activities	-	-	-
Athletic Programs	-	-	-
	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>4,813,056</b>	<b>380,004</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 4,813,056</b>	<b>\$ 421,317</b>	<b>\$ 235,554</b>

<u>ATHLETIC</u>	<u>MINERAL LEASE</u>	<u>STUDENT ACTIVITY</u>	<u>LAND DEDICATION</u>	<u>TOTAL</u>
\$ 96,302	\$ 1,796,072	\$ 451,775	\$ 1,047,518	\$ 8,554,792
-	27,050	-	-	27,050
-	-	-	-	235,554
-	-	-	-	41,489
-	-	-	-	29,759
<u>\$ 96,302</u>	<u>\$ 1,823,122</u>	<u>\$ 451,775</u>	<u>\$ 1,047,518</u>	<u>\$ 8,888,644</u>
\$ 200	\$ -	\$ 16,084	\$ -	\$ 17,223
-	-	-	-	95,799
-	-	-	-	141,792
-	-	-	-	38,337
<u>200</u>	<u>-</u>	<u>16,084</u>	<u>-</u>	<u>293,151</u>
-	-	-	-	29,759
-	-	-	-	4,813,056
-	-	-	1,047,518	1,047,518
-	1,823,122	-	-	1,823,122
-	-	-	-	350,245
-	-	435,691	-	435,691
<u>96,102</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>96,102</u>
<u>96,102</u>	<u>1,823,122</u>	<u>435,691</u>	<u>1,047,518</u>	<u>8,595,493</u>
<u>\$ 96,302</u>	<u>\$ 1,823,122</u>	<u>\$ 451,775</u>	<u>\$ 1,047,518</u>	<u>\$ 8,888,644</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended June 30, 2024

	TOTAL PROGRAM RESERVE	FOOD SERVICE	GRANTS
<b>REVENUES</b>			
Local Sources	\$ 5,489,441	\$ 52,214	\$ 123,803
County Sources	-	-	-
State Sources	-	537,880	24,109
Federal Sources	-	691,717	515,027
	<u>5,489,441</u>	<u>1,281,811</u>	<u>662,939</u>
<b>EXPENDITURES</b>			
Current			
Instruction	-	-	646,777
Supporting Services	13,207	-	16,162
Food Services	-	1,215,031	-
Capital Outlay	-	65,158	-
	<u>13,207</u>	<u>1,280,189</u>	<u>662,939</u>
<b>TOTAL EXPENDITURES</b>	<u>13,207</u>	<u>1,280,189</u>	<u>662,939</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	5,476,234	1,622	-
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers Out	(1,371,000)	-	-
	<u>(1,371,000)</u>	<u>-</u>	<u>-</u>
<b>CHANGE IN FUND BALANCES</b>	4,105,234	1,622	-
<b>FUND BALANCES, Beginning</b>	<u>707,822</u>	<u>378,382</u>	<u>-</u>
<b>FUND BALANCES, Ending</b>	<u>\$ 4,813,056</u>	<u>\$ 380,004</u>	<u>\$ -</u>

<u>ATHLETIC</u>	<u>MINERAL LEASE</u>	<u>STUDENT ACTIVITY</u>	<u>LAND DEDICATION</u>	<u>TOTAL</u>
\$ 198,353	\$ 715,223	\$ 581,807	\$ 31,235	\$ 7,192,076
-	-	-	13,518	13,518
-	-	-	-	561,989
-	-	-	-	1,206,744
<u>198,353</u>	<u>715,223</u>	<u>581,807</u>	<u>44,753</u>	<u>8,974,327</u>
191,225	-	553,130	-	1,391,132
-	-	-	-	29,369
-	-	-	-	1,215,031
-	167,596	-	-	232,754
<u>191,225</u>	<u>167,596</u>	<u>553,130</u>	<u>-</u>	<u>2,868,286</u>
7,128	547,627	28,677	44,753	6,106,041
-	-	-	-	(1,371,000)
7,128	547,627	28,677	44,753	4,735,041
<u>88,974</u>	<u>1,275,495</u>	<u>407,014</u>	<u>1,002,765</u>	<u>3,860,452</u>
<u>\$ 96,102</u>	<u>\$ 1,823,122</u>	<u>\$ 435,691</u>	<u>\$ 1,047,518</u>	<u>\$ 8,595,493</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**TOTAL PROGRAM RESERVE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Property Taxes	\$ 693,591	\$ 693,591	\$ 5,317,230	\$ 4,623,639
Specific Ownership Taxes	-	-	94,849	94,849
Delinquent Taxes And Interest	-	-	641	641
Investment Income	-	-	76,721	76,721
<b>TOTAL REVENUES</b>	<u>693,591</u>	<u>693,591</u>	<u>5,489,441</u>	<u>4,795,850</u>
<b>EXPENDITURES</b>				
Current				
Supporting Services				
Purchased Services	1,460	-	13,207	(13,207)
Contingency	692,131	693,591	-	693,591
<b>TOTAL EXPENDITURES</b>	<u>693,591</u>	<u>693,591</u>	<u>13,207</u>	<u>680,384</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>5,476,234</u>	<u>5,476,234</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(692,131)	(707,822)	(1,371,000)	(663,178)
<b>CHANGE IN FUND BALANCE</b>	(692,131)	(707,822)	4,105,234	4,813,056
FUND BALANCE, Beginning	<u>692,131</u>	<u>707,822</u>	<u>707,822</u>	<u>-</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,813,056</u>	<u>\$ 4,813,056</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOOD SERVICE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Fees	\$ 46,525	\$ 46,525	\$ 51,586	\$ 5,061
Miscellaneous	-	-	628	628
State Grants	1,010,850	1,010,850	537,880	(472,970)
Federal Grants	78,250	78,250	691,717	613,467
<b>TOTAL REVENUES</b>	<b>1,135,625</b>	<b>1,135,625</b>	<b>1,281,811</b>	<b>146,186</b>
<b>EXPENDITURES</b>				
Current				
Salaries	384,878	385,597	431,335	(45,738)
Benefits	136,760	136,760	139,433	(2,673)
Purchased Services	16,850	16,850	17,100	(250)
Supplies and Materials	622,137	622,137	625,600	(3,463)
Other	2,500	2,500	1,563	937
Capital Outlay	107,500	107,500	65,158	42,342
Contingency	277,663	277,663	-	277,663
<b>TOTAL EXPENDITURES</b>	<b>1,548,288</b>	<b>1,549,007</b>	<b>1,280,189</b>	<b>268,818</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(412,663)</b>	<b>(413,382)</b>	<b>1,622</b>	<b>415,004</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	35,000	35,000	-	(35,000)
<b>CHANGE IN FUND BALANCE</b>	<b>(377,663)</b>	<b>(378,382)</b>	<b>1,622</b>	<b>380,004</b>
FUND BALANCE, Beginning	377,663	378,382	378,382	-
FUND BALANCE, Ending	\$ -	\$ -	\$ 380,004	\$ 380,004

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**GRANTS FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Grants	\$ 105,000	\$ 105,000	\$ 123,803	\$ 18,803
State Grants	39,935	39,935	24,109	(15,826)
Federal Grants	587,187	587,187	515,027	(72,160)
<b>TOTAL REVENUES</b>	<u>732,122</u>	<u>732,122</u>	<u>662,939</u>	<u>(69,183)</u>
<b>EXPENDITURES</b>				
Current				
Instruction	707,941	707,941	646,777	61,164
Supporting Services				
Salaries	8,875	8,875	8,773	102
Benefits	3,806	3,806	2,339	1,467
Purchased Services	-	-	-	-
Supplies and Materials	11,500	11,500	5,050	6,450
Capital Outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>732,122</u>	<u>732,122</u>	<u>662,939</u>	<u>69,183</u>
<b>CHANGE IN FUND BALANCE</b>	-	-	-	-
<b>FUND BALANCE, Beginning</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, Ending</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**ATHLETIC FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Athletic Activity Fees	\$ 136,000	\$ 136,000	\$ 197,362	\$ 61,362
Investment Income	300	300	991	691
<b>TOTAL REVENUES</b>	<u>136,300</u>	<u>136,300</u>	<u>198,353</u>	<u>62,053</u>
<b>EXPENDITURES</b>				
Current				
Instruction	<u>171,610</u>	<u>225,274</u>	<u>191,225</u>	<u>34,049</u>
<b>CHANGE IN FUND BALANCE</b>	(35,310)	(88,974)	7,128	96,102
<b>FUND BALANCE, Beginning</b>	<u>35,310</u>	<u>88,974</u>	<u>88,974</u>	<u>-</u>
<b>FUND BALANCE, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96,102</u>	<u>\$ 96,102</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**MINERAL LEASE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Oil and Gas	\$ 6,150	\$ 6,150	\$ 628,622	\$ 622,472
Instruction Material Fees for Technology	35,610	35,610	45,754	10,144
Investment Income	8,500	8,500	40,847	32,347
<b>TOTAL REVENUES</b>	<u>50,260</u>	<u>50,260</u>	<u>715,223</u>	<u>664,963</u>
<b>EXPENDITURES</b>				
Capital Outlay	109,500	330,025	167,596	162,429
Contingency	995,730	995,730	-	995,730
<b>TOTAL EXPENDITURES</b>	<u>1,105,230</u>	<u>1,325,755</u>	<u>167,596</u>	<u>1,158,159</u>
<b>CHANGE IN FUND BALANCE</b>	(1,054,970)	(1,275,495)	547,627	1,823,122
<b>FUND BALANCE, Beginning</b>	<u>1,054,970</u>	<u>1,275,495</u>	<u>1,275,495</u>	<u>-</u>
<b>FUND BALANCE, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,823,122</u>	<u>\$ 1,823,122</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**STUDENT ACTIVITY FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Student Activity Fees	\$ 386,560	\$ 386,560	\$ 581,807	\$ 195,247
<b>TOTAL REVENUES</b>	<u>386,560</u>	<u>386,560</u>	<u>581,807</u>	<u>195,247</u>
<b>EXPENDITURES</b>				
Current				
Instruction	386,560	390,365	553,130	(162,765)
Contingency	<u>403,209</u>	<u>403,209</u>	<u>-</u>	<u>403,209</u>
<b>TOTAL EXPENDITURES</b>	<u>789,769</u>	<u>793,574</u>	<u>553,130</u>	<u>240,444</u>
<b>CHANGE IN FUND BALANCE</b>	(403,209)	(407,014)	28,677	435,691
<b>FUND BALANCE, Beginning</b>	<u>403,209</u>	<u>407,014</u>	<u>407,014</u>	<u>-</u>
<b>FUND BALANCE, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 435,691</u>	<u>\$ 435,691</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**LAND DEDICATION FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Investment Income	\$ 8,500	\$ 8,500	\$ 31,235	\$ 22,735
County Sources				
Cash-In-Lieu	13,428	13,428	13,518	90
<b>TOTAL REVENUES</b>	<u>21,928</u>	<u>21,928</u>	<u>44,753</u>	<u>22,825</u>
<b>EXPENDITURES</b>				
Capital Outlay	600,000	607,054	-	607,054
Contingency	417,639	417,639	-	417,639
<b>TOTAL EXPENDITURES</b>	<u>1,017,639</u>	<u>1,024,693</u>	<u>-</u>	<u>1,024,693</u>
<b>CHANGE IN FUND BALANCE</b>	(995,711)	(1,002,765)	44,753	1,047,518
<b>FUND BALANCE, Beginning</b>	<u>995,711</u>	<u>1,002,765</u>	<u>1,002,765</u>	<u>-</u>
<b>FUND BALANCE, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,047,518</u>	<u>\$ 1,047,518</u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**DEBT SERVICE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Property Taxes	\$ 9,099,095	\$ 9,099,095	\$ 10,130,988	\$ 1,031,893
Investment Income	106,800	106,800	352,373	245,573
<b>TOTAL REVENUES</b>	<b>9,205,895</b>	<b>9,205,895</b>	<b>10,483,361</b>	<b>1,277,466</b>
<b>EXPENDITURES</b>				
Debt Service				
Principal	3,145,000	3,145,000	3,145,000	-
Interest	5,980,875	5,980,875	5,980,875	-
Fees and Charges	11,520	16,520	17,524	(1,004)
Contingency	8,455,881	8,751,871	-	8,751,871
<b>TOTAL EXPENDITURES</b>	<b>17,593,276</b>	<b>17,894,266</b>	<b>9,143,399</b>	<b>8,750,867</b>
<b>CHANGE IN FUND BALANCE</b>	<b>(8,387,381)</b>	<b>(8,688,371)</b>	<b>1,339,962</b>	<b>10,028,333</b>
FUND BALANCE, Beginning	8,387,381	8,688,371	8,688,371	-
FUND BALANCE, Ending	\$ -	\$ -	\$ 10,028,333	\$ 10,028,333

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**BUILDING FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Investment Income	\$ 106,655	\$ 106,655	\$ 57,383	\$ (49,272)
<b>EXPENDITURES</b>				
Current				
Supporting Services				
Purchased Services	850,000	850,000	512,692	337,308
Supplies and Materials	-	-	45,980	(45,980)
Other	-	-	24,291	(24,291)
Capital Outlay	10,520,635	4,846,402	3,203,223	1,643,179
<b>TOTAL EXPENDITURES</b>	<b>11,370,635</b>	<b>5,696,402</b>	<b>3,786,186</b>	<b>1,910,216</b>
<b>CHANGE IN FUND BALANCE</b>	<b>(11,263,980)</b>	<b>(5,589,747)</b>	<b>(3,728,803)</b>	<b>1,860,944</b>
<b>FUND BALANCE, Beginning</b>	<b>11,263,980</b>	<b>5,589,747</b>	<b>5,589,747</b>	<b>-</b>
<b>FUND BALANCE, Ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,860,944</b>	<b>\$ 1,860,944</b>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**BUDGETARY COMPARISON SCHEDULE**  
**CAPITAL RESERVE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Investment Income	\$ 12,000	\$ 12,000	\$ 289,004	\$ 277,004
Contributions and Donations	-	-	125,000	125,000
<b>TOTAL REVENUES</b>	<b>12,000</b>	<b>12,000</b>	<b>414,004</b>	<b>402,004</b>
<b>EXPENDITURES</b>				
Supporting Services				
Purchased Services	159,000	3,184,541	146,787	3,037,754
Capital Outlay	2,707,000	2,707,000	390,293	2,316,707
Contingency	5,729,686	8,729,686	-	8,729,686
<b>TOTAL EXPENDITURES</b>	<b>8,595,686</b>	<b>14,621,227</b>	<b>537,080</b>	<b>14,084,147</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(8,583,686)</b>	<b>(14,609,227)</b>	<b>(123,076)</b>	<b>14,486,151</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	540,000	540,000	4,926,181	4,386,181
<b>CHANGE IN FUND BALANCE</b>	<b>(8,043,686)</b>	<b>(14,069,227)</b>	<b>4,803,105</b>	<b>18,872,332</b>
FUND BALANCE, Beginning	8,043,686	14,069,227	14,069,227	-
FUND BALANCE, Ending	\$ -	\$ -	\$ 18,872,332	\$ 18,872,332

## **COMPLIANCE SECTION**

**SINGLE AUDIT**

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Weld County School District RE-2 (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District and have issued our report thereon dated October 11, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, report on, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Board of Education  
Weld County School District RE-2

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this report is not suitable for any other purpose.

*DMC Auditing and Consulting, LLC*

October 11, 2024  
Baily, Colorado

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH  
MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE,  
AND THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

**Report on Compliance for Each Major Federal Program**

**Opinion on Each Major Federal Program**

We have audited Weld County School District RE-2’s (the District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2024. the District’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

**Basis for Opinion on Each Major Federal Program**

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

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

**Responsibilities of Management for Compliance**

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

### **Auditor's Responsibilities for the Audit of Compliance**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control over Compliance**

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the District's internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District. We issued our report thereon dated October 11, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*DMC Auditing and Consulting, LLC*

October 11, 2024  
Baily, Colorado



**WELD COUNTY SCHOOL DISTRICT RE-2**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year Ended June 30, 2024

**SECTION I: SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP): Unmodified

Internal control over financial reporting:

- Material weaknesses identified?  Yes  No
- Significant deficiencies identified?  Yes  None Reported

Noncompliance material to the financial statements noted?

Yes  No

**Federal Awards**

Internal control over major federal programs:

- Material weaknesses identified?  Yes  No
- Significant deficiencies identified?  Yes  None Reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Yes  No

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Cluster/Program</u>
84.010A	Title I

Dollar threshold used to distinguish Between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee?  Yes  No

**SECTION II: FINANCIAL STATEMENT FINDINGS**

No current year findings or questioned costs were reported.

**SECTION III: FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

No current year findings or questioned costs were reported.

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed Through State Department of Education			
Title I	84.010	4010,5010,6010	\$ 283,144
English Language Acquisition	84.365	4365	11,112
Supporting Effective Instruction	84.367	4367	58,346
Student Support and Academic Enrichment Program	84.424	4424	13,744
Education Stabilization Fund (COVID-19 Education Stabilization Fund)			
American Rescue Plan - Elementary and Secondary School Emergency Relief	84.425U	4414	<u>148,681</u>
Education Stabilization Fund Total			<u>148,681</u>
Passed Through State Community Colleges System			
Career and Technical Education	84.048	4048	<u>9,104</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<u><u>524,131</u></u>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed Through State Department of Education			
<i>Child Nutrition Cluster</i>			
School Breakfast Program (SBP)	10.553	5553	72,226
National School Lunch Program (NSLP)	10.555	5555	482,983
National School Lunch Program (Supply Chain Assistance (SCA))	10.555	6555	43,806
Passed through State Department of Human Services			
National School Lunch Program (Donated Commodities)	10.555	4555	<u>92,702</u>
<i>Child Nutrition Cluster Subtotal</i>			<u>691,717</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<u><u>691,717</u></u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u><u>\$ 1,215,848</u></u>

**WELD COUNTY SCHOOL DISTRICT RE-2**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
Year Ended June 30, 2024

**NOTE 1: Basis of Presentation**

The accompanying schedule of expenditures of federal awards is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, using the modified accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements. The District does not charge a de minimis indirect cost rate. Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or fund balance, or cash flows of the District.

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting.

**NOTE 2: Summary of Significant Accounting Policies**

Governmental fund types account for the majority of the District's federal grant activity. Expenditures reported in the schedule of expenditures of federal awards are recognized on a modified basis of accounting. Subrecipient expenditures are recorded on a cash basis. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or limited as to reimbursement. Non-cash expenditures are included in the schedule.

**NOTE 3: Indirect Cost Rate**

The District has not elected to use the 10% de minimis cost rate.

## **STATE COMPLIANCE**



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 3085 - Eaton RE-2  
 Fiscal Year 2023-24  
 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	15,619,383	22,232,385	21,397,877	16,453,891
18 Risk Mgmt Sub-Fund of General Fund	347,482	845,806	845,313	347,975
19 Colorado Preschool Program Fund	0	0	0	0
<b>Sub- Total</b>	<b>15,966,865</b>	<b>23,078,190</b>	<b>22,243,189</b>	<b>16,801,866</b>
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	1,682,509	1,297,031	720,726	2,258,814
06 Supplemental Cap Const, Tech, Main, Fund	0	0	0	0
07 Total Program Reserve Fund	707,822	4,118,441	13,207	4,813,056
21 Food Service Spec Revenue Fund	378,382	1,281,811	1,280,189	380,004
22 Govt Designated-Purpose Grants Fund	0	662,939	662,939	0
23 Pupil Activity Special Revenue Fund	88,974	198,353	191,225	96,102
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	8,688,371	10,483,362	9,143,399	10,028,334
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	6,592,512	102,135	3,786,186	2,908,461
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	14,069,227	5,340,184	537,079	18,872,332
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
<b>Totals</b>	<b>48,174,661</b>	<b>46,562,448</b>	<b>38,578,139</b>	<b>56,158,970</b>
<b>Proprietary</b>				
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
<b>Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fiduciary</b>				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	453,536	61,181	500	514,217
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
<b>Totals</b>	<b>453,536</b>	<b>61,181</b>	<b>500</b>	<b>514,217</b>

FINAL

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

**EMMA CONTINUING DISCLOSURE SECTION**

**FILING OF CERTAIN ANNUAL FINANCIAL INFORMATION**

**FISCAL YEAR JUNE 30, 2024**

Name of Issuer: Weld County School District No RE-2 (Eaton, Colorado)

Name of Issues: \$11,475,000 General Obligation Refunding and Building Bonds, Series 2002  
 \$6,240,000 General Obligation Refunding Bonds, Series 2009  
 \$128,500,000 General Obligation Bonds, Series 2019

CUSIP: 949255

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

Levy / Collection Year	General Fund	Bond Redemption	Overrides	Abatements	Total Mill Levy
2019.2020	19.438	14.866	4.154	0.002	38.460
2020.2021	19.438	13.575	3.798	0.01	36.821
2021.2022	20.438	17.819	4.987	0.110	43.354
2022.2023	21.438	10.500	2.860	0.159	34.957
2023.2024	22.208	8.597	2.295	0.000	33.100

Source: Weld County Assessor's Office

**TABLE III**  
**History of District's Assessed and "Actual" Valuation**

Levy / Collection Year	Assessed Valuation	Percent Change	Actual Valuation	Percent Change
2019.2020	649,931,330	48.31	2,264,220,477	26.15
2020.2021	710,993,250	9.40	2,415,257,202	6.67
2021.2022	541,412,710	(16.70)	2,381,733,313	5.19
2022.2023	944,244,100	32.81	2,902,661,890	28.20
2023.2024	1,177,966,320	117.57	3,466,744,879	43.54

Source: Weld County Assessor's Office

**TABLE IV**  
**2023 Assessed and "Actual" Valuation of Classes of Property in the District**

Class	Assessed Valuation	Percent Of Assessed Valuation	"Actual" Valuation	Percent of "Actual" Valuation
Vacant Land	\$ 2,631,880	0.22%	\$ 9,433,295	0.27%
Residential	115,468,340	9.80%	1,723,399,646	49.71%
Commercial	41,091,910	3.49%	147,287,755	4.25%
Industrial	20,404,090	1.73%	73,132,877	2.11%
Agricultural	46,034,680	3.91%	169,021,596	4.88%
Minerals	88,440	0.01%	316,954	0.01%
Oil & Gas	934,799,280	79.36%	1,281,616,110	36.97%
State Assessed	17,447,700	1.48%	62,536,646	1.80%
<b>Total</b>	<b>\$ 1,177,966,320</b>	<b>100%</b>	<b>\$ 3,466,744,879</b>	<b>100.00%</b>

Source: Weld County Assessor's Office

**TABLE V**  
**Historical Property Tax Collections**

Levy / Collection Year	Total Taxes Levied	Current Tax Collections	Percent of Levy Collected
5 2019.2020	10,649,562	10,539,023	98.96
4 2020.2021	26,179,482	25,937,049	99.07
3 2021.2022	23,412,851	23,484,768	100.31
2 2022.2023	33,007,941	33,301,930	100.89
1 2023.2024	38,990,685	39,262,601	100.70

Source: Weld County Treasurer's Office

**FILING OF CERTAIN ANNUAL FINANCIAL INFORMATION  
FISCAL YEAR JUNE 30, 2024**

**TABLE VI  
2023 Largest Taxpayers Within the District (Fiscal Year 2024)**

Name	Assessed Valuation	Percent of Assessed Valuation
PDC Energy Inc	\$ 391,608,460	39.84%
Bayswater Exploration and Production LLC	205,723,410	20.93
Nobel Energy, Inc	47,922,710	4.88
Extraction Oil & Gas LLC	20,552,540	2.09
DCP Operating Company LP	14,592,580	1.48
DPC Lucerne 2 Plant LLC	13,500,980	1.37
CEA Dairy RNG Colorado LLC	13,425,300	1.37
Nickel Road Operating, LLC	6,959,100	0.71
Laramie River Devco	6,764,680	0.69
Public Service Company of CO (XCEL)	6,186,030	0.63
<b>Total</b>	<b>\$ 727,235,790</b>	<b>73.99%</b>

Source: Weld County Assessor's Office

**TABLE VIII  
District Enrollment**

School Year	Enrollment
2019.2020	1,968
2020.2021	1,942
2021.2022	1,994
2022.2023	1,988
2023.2024	2,017

Source: The District

**TABLE IX  
District School Buildings and Capacity in Use**

School	2023.2024 Enrollment	Recommended Capacity	Capacity Used In 2023.2024	Year Constructed (major renovations)
Benjamin Eaton Elementary	376	600	62.67%	2003 / 2024
Eaton Elementary	449	600	74.83%	1978 (2003, 2006, 2024)
Galeton Elementary	121	150	80.67%	1911 (1922, 1968, 2000, 2024)
Eaton Middle	487	850	57.29%	1928 (1963, 1988, 2003, 2024)
Eaton High	584	970	60.21%	2024
<b>Total</b>	<b>2,017</b>			

Source: The District

**FILING OF CERTAIN ANNUAL FINANCIAL INFORMATION**  
**FISCAL YEAR JUNE 30, 2024**

**TABLE X**  
**Summary of General Fund Revenues, Expenditures and Changes in Fund Balances**

<b>Fiscal Year</b>	<b>2019.2020</b>	<b>2020.2021</b>	<b>2021.2022</b>	<b>2022.2023</b>	<b>2023.2024</b>
<b>REVENUES</b>					
Local Sources	\$ 16,185,081	\$ 18,333,306	\$ 15,173,399	\$ 24,809,152	\$ 26,387,665
County Sources	12,419	-	8,709	10,903	10,509
State Sources	3,950,675	1,913,032	6,364,449	605,810	226,093
Federal Sources	14,564	7,414	4,398	4,415	9,104
<b>Total Revenues</b>	<b>20,162,739</b>	<b>20,253,752</b>	<b>21,550,955</b>	<b>25,430,280</b>	<b>26,633,371</b>
<b>EXPENDITURES</b>					
Instruction	10,640,806	9,280,339	11,338,209	11,968,908	12,787,593
Supporting Services	6,403,160	6,422,579	7,041,457	8,517,695	9,342,664
Capital Outlay	28,459	-	16,811	168,464	112,931
<b>Total Expenditures</b>	<b>17,072,425</b>	<b>15,702,918</b>	<b>18,396,477</b>	<b>20,655,067</b>	<b>22,243,188</b>
<b>Excess of Revenues Over Expenditures</b>	<b>3,090,314</b>	<b>4,550,834</b>	<b>3,154,478</b>	<b>4,775,213</b>	<b>4,390,183</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from Sale of Capital Assets		1,000	-	-	-
Transfers Out	(1,230,882)	(540,000)	(540,000)	(4,287,865)	(3,555,181)
<b>Total Other Financing Sources (Uses)</b>	<b>(1,230,882)</b>	<b>(539,000)</b>	<b>(540,000)</b>	<b>(4,287,865)</b>	<b>(3,555,181)</b>
<b>Change in Fund Balances</b>	<b>1,859,432</b>	<b>4,011,834</b>	<b>2,614,478</b>	<b>487,348</b>	<b>835,002</b>
<b>Beginning Fund Balance</b>	<b>6,993,773</b>	<b>8,853,205</b>	<b>12,865,039</b>	<b>15,479,517</b>	<b>15,966,865</b>
<b>Ending Fund Balance</b>	<b>\$ 8,853,205</b>	<b>\$ 12,865,039</b>	<b>\$ 15,479,517</b>	<b>\$ 15,966,865</b>	<b>\$ 16,801,867</b>

Source: District audited financial statements for the fiscal years ended June 30, 2019-2023

**FILING OF CERTAIN ANNUAL FINANCIAL INFORMATION**  
**FISCAL YEAR JUNE 30, 2024**

**TABLE XI**  
**General Fund Adopted Budget Summary & Comparison**

	<b>2019.2020</b>	<b>2020.2021</b>	<b>2021.2022</b>	<b>2022.2023</b>	<b>2023.2024</b>	<b>2023.2024</b>
	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>
BEGINNING FUND BALANCE	\$ 7,408,935	\$ 7,219,865	\$ 8,526,560	\$ 13,297,851	\$ 14,951,913	\$ 15,966,866
REVENUES						
Local Sources	12,147,337	19,022,826	18,922,969	18,138,339	23,314,152	26,342,459
County Sources	-	12,418	-	8,500	-	10,509
State Sources	6,828,841	329,722	1,980,481	4,832,815	995,504	226,093
Federal Sources	10,468	10,468	10,450	10,450	3,047	9,104
Total Revenues	18,986,646	19,375,434	20,913,900	22,990,104	24,312,703	26,588,165
Total Available Balance	\$ 26,395,581	\$ 26,595,299	\$ 29,440,460	\$ 36,287,955	\$ 39,264,616	\$ 42,555,031
EXPENDITURES						
Instruction	10,727,048	10,979,784	11,776,019	13,042,742	14,666,055	12,900,522
Supporting Services	7,539,950	8,239,406	8,654,543	9,441,773	9,071,648	9,342,666
Total Expenditures	18,266,998	19,219,190	20,430,562	22,484,515	23,737,703	22,243,188
Other Uses	822,312	555,000	555,000	577,589	575,000	3,509,976
Total Expenditures & Other Uses	\$ 19,089,310	\$ 19,774,190	\$ 20,985,562	\$ 23,062,104	\$ 24,312,703	\$ 25,753,164
ENDING FUND BALANCE	\$ 7,306,271	\$ 6,821,109	\$ 8,454,898	\$ 13,225,851	\$ 14,951,913	\$ 16,801,867

Source: District 2023.2024 Budget Documents and the District