

Douglas County School District Annual Comprehensive Financial Report

For Year Ended June 30, 2022



**Douglas County
School District Re 1**
620 Wilcox Street
Castle Rock, CO 80104
www.dcsdk12.org



DOUGLAS COUNTY SCHOOL DISTRICT RE.1
620 Wilcox Street
Castle Rock, Colorado 80104

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**
For the Year Ended June 30, 2022



Erin Kane
Superintendent

Prepared by:
Office of Business Services

Jana L. Schleusner
Interim Chief Financial Officer
Director of Finance



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***INTRODUCTORY
SECTION***

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Board of Education

Mission Statement

The Douglas County School District Board of Education serves as the link between the school system and the community, setting the policies that allow students to acquire the knowledge, skills, and dispositions to be responsible citizens who contribute to our society.



From left to right: Mike Peterson, Kaylee Winegar, Christy Williams, Becky Myers, David Ray, Susan Meek, and Elizabeth Hanson.

Name	Position/District	Term Expires
Mike Peterson	President – District B	2025
Christy Williams	Vice President – District E	2025
Susan Meek	Director - District A	2023
Elizabeth Hanson	Director – District C	2023
Becky Myers	Secretary – District D	2025
David Ray	Director – District F	2023
Kaylee Winegar	Treasurer – District G	2025

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Leadership Team

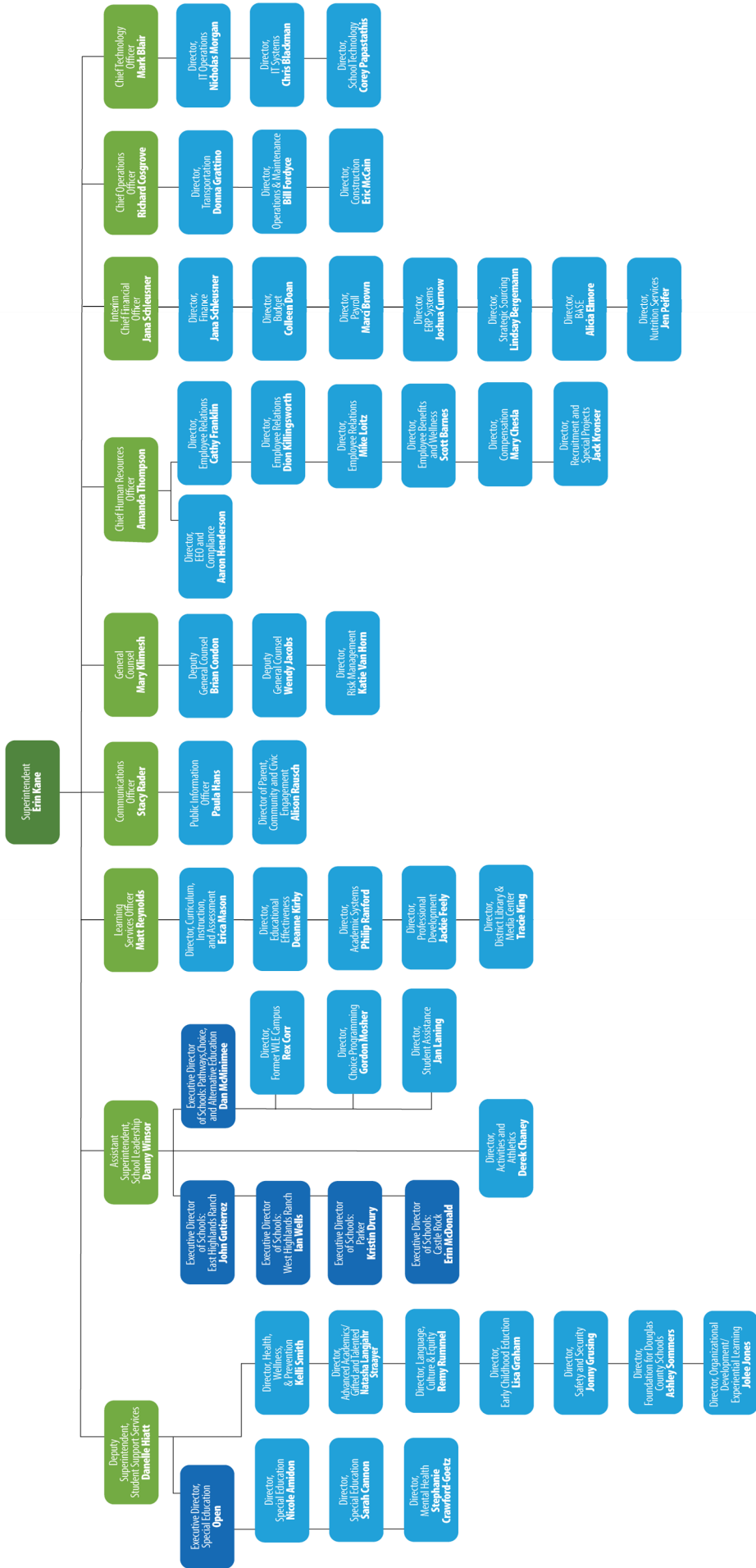
Erin Kane
Superintendent



Superintendent Cabinet

Danelle Hiatt
Danny Winsor
Mary Kay Klimesh
Mark Blair
Richard Cosgrove
Jana Schleusner
Stacy Rader
Matt Reynolds
Amanda Thompson

Deputy Superintendent
Assistant Superintendent
General Counsel
Chief Technology Officer
Chief Operations Officer
Interim Chief Financial Officer
Communications Officer
Learning Services Officer
Chief Human Resources Officer



Revised 7-1-2022

DOUGLAS COUNTY SCHOOL DISTRICT RE.1
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Mission and Vision

MISSION

The mission of the Douglas County School District (DCSD) is to provide an educational foundation that allows each student to reach his or her individual potential.

VISION

The Douglas County School District strives to maximize the potential of every student to pursue his or her chosen endeavor in society including, but not limited to, postsecondary education, career, or military service.

Board of Education End Statements

I. Academic Excellence

- A. All students have equitable access to a Douglas County public school that promotes growth in their cognitive, physical, social and emotional needs and builds on their strengths.
- B. Academic expectations are clearly articulated and supported with an appropriate curriculum that includes content, scope and sequence.
- C. Every student has equitable opportunity to acquire the knowledge and skills that will ensure performance at his/her highest individual potential.
- D. A diverse set of educational options are provided, which enables students to pursue different post-secondary options (e.g. college, career and technology education, independent living, military or direct entrance into the workforce).
- E. Students graduate with acquired content and cultural knowledge, workforce readiness, interpersonal skills, civic responsibility, global awareness, independent living and an understanding of the essentials for health and wellness.

(Approved at the March 20, 2018 Board of Education Meeting)

II. Outstanding Educators and Staff

- A. Quality educators and staff have been recruited, developed, supported, retained and celebrated.
- B. A positive, growth-oriented performance assessment system has been identified, adopted, and implemented.
- C. Research-based professional development opportunities are consistently provided, reflect best practices, allow for innovation, and promote lifelong learning.
- D. Communication between and among students, parents, community, educators and staff is frequent, collaborative, and helpful.
- E. Educators and staff are valued and given multiple opportunities for their voices to be heard.

(Approved at the May 8, 2018 Board of Education Meeting)

III. Safe, Positive Culture and Climate

- A. A purposeful focus on creating a caring, safe, fun, supportive, and positive learning and working environment for all students, district employees, parents, and community is manifest throughout the district.
- B. There is clear evidence and a common understanding of the shared belief that all students can succeed when given a safe and caring learning environment. To that end:
 - 1. District employees, parents, and community work collaboratively, proactively and responsibly to ensure the psychological wellbeing of all students.
 - 2. A focused level of teamwork and professional development is on-going among district employees, community, and law enforcement agencies to ensure the physical safety of students, district employees and visitors.
- C. Behavior Expectations are clearly articulated, supported, and taught.
- D. Multiple communication systems are available and used by students, district employees, parents, and community to ensure all voices are heard.

(Approved at the August 7, 2018 Board of Education Meeting)

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Mission and Vision

Board of Education End Statements (Continued)

IV. Collaborative Parent, Family, and Community Relations

- A. Parents, guardians, families, and community members partner with each other and the District to empower students to maximize their individual educational experience.
- B. Collaboration with community, business, government, educational, and organizational leaders is sought to provide opportunities for students to create positive change and provide service in our community.
- C. Schools are the center of community learning, entertainment and gathering.
- D. Multiple effective pathways for communication are available to all parents, guardians, families, community members, and district employees and are conducted with respect and kindness.
(Approved at the September 18, 2018 Board of Education Meeting)

V. Financial Well-Being

- A. The Board of Education and all district employees are good stewards of the financial resources belonging to the district on behalf of students and taxpayers.
- B. All district funds and expenditures are handled equitably, efficiently, transparently, responsibly, and purposefully to maximize the benefit for all students.
- C. All district fiscal transactions are legal, ethical, and appropriate in keeping with district regulations and goals.
- D. Long-term financial stability and accountability has been established, maintained, and actively monitored in order to accomplish Board of Education End Goals.
(Approved at the October 2, 2018 Board of Education Meeting)

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Mrs. Erin Kane
Superintendent

December 7, 2022

District Citizens and Members of the Board of Education
Douglas County School District (DCSD) RE.1
Castle Rock, Colorado 80104

It is our pleasure to submit to you the Douglas County School District RE. 1 (the District or DCSD) Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles in the United States of America (U.S. GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of DCSD management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect District assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with U.S. GAAP. Because the cost of internal controls should not outweigh their benefits, the District comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Under provisions of Article 29-1-603, Colorado Revised Statutes, 1973, an independent public accounting firm must perform an annual audit of the District's accounts. CliftonLarsonAllen LLP Certified Public Accountants have issued an unmodified (clean) opinion on the District's financial statements for the year ended June 30, 2022. The independent auditors' report is located immediately following this letter of transmittal. The independent audit of the District's financial statements also includes the federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis involving the administration of federal awards. The results of the District's single audit for the period ending June 30, 2022, are reported in a separately issued report.

U.S. GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the Douglas County School District can be found immediately following the report of the independent auditor.

Profile of the District

The District's boundaries are largely coterminous with those of Douglas County with just a small portion of the District located in Elbert County. The District is located immediately south of the Denver metropolitan area along the eastern slope of the Rocky Mountains, and includes the towns of Castle Rock, Parker and Larkspur; the cities of Lone Tree and Castle Pines, and the unincorporated area of Highlands Ranch. The District encompasses approximately 867 square miles and has a population of about 373,275 in Douglas County in addition to a small population in Elbert County. The District receives funding from local, state and federal government sources and must comply with the requirements of each of these funding sources.

The District provides a full range of PreKindergarten-12 (PreK-12) educational school programs and services for 63,876 students including basic education in elementary, middle and senior high schools, online educational options, vocational education, home-schooled student support, and other opportunities for personalized learning designed to meet the unique needs of each individual student. About 2,048 of these students are enrolled in one of DCSD's online learning schools, eDCSD or HOPE Online. While eDCSD online school enrolls students from kindergarten through twelfth grade, HOPE online only offers services to middle and high school students. Both online schools offer a valuable alternative to the traditional education environment.

The District is governed by a seven-member Board of Education (the Board or BOE), whose members are elected by the qualified electors within the District's boundaries. General duties which the Board is empowered to perform include employing and compensating all personnel necessary to maintain operations and carry out the educational programs of the District; fixing attendance boundaries; establishing annual budgets; determining the educational programs carried on in the schools of the District; and prescribing the textbooks of any course of instruction or study in such educational programs.

The District includes as discretely presented component units seventeen (17) charter schools; Academy Charter School, American Academy with three sites - one in Castle Pines and two located in the Town of Parker, Aspen View Academy, Ben Franklin Academy, Challenge to Excellence Charter School, DCS Montessori Charter School, Global Village Academy-Douglas County, HOPE Online Learning Academy Co-Op, Leman Classical Academy, North Star Academy, Parker Core Knowledge, Parker Performing Arts School, Platte River Academy, Renaissance Secondary School, SkyView Academy, STEM School and Academy, and World Compass Academy.

Charter schools are public schools approved by the DCSD Board of Education and authorized by the State of Colorado to provide alternatives for parents, pupils, and teachers. These schools have separate governing boards and are funded by the School Finance Act of the State of Colorado and Douglas County School District Mill Levy Override funds with revenues passing through the District. Though fiscally and programmatically independent, the District provides many supports and services for these charter schools.

Budget Process and Budgetary Controls

The annual budget serves as the foundation for the District's financial planning and control. A proposed budget is developed based on budget requests of the individual departments and schools of the District. The administration presents the proposed budget to the Board of Education for review. A public hearing is held on the proposed budget, and a final budget is adopted no later than June 30 prior to the new fiscal year that begins July 1. The Board of Education may revise the budget due to unforeseen circumstances that did not exist at the time of the original budget adoption such as emergencies or unanticipated revenues. The Board of Education may also revise the budget due to enrollment changes at October Count and/or the Mill Levy tax rate setting in December.

The District maintains numerous budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget adopted by the Board of Education while simultaneously providing autonomy and site level control to individual budget owners. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. The District also maintains an encumbrance accounting system. Encumbered amounts that lapse at year-end are generally re-established in the following year as an obligation against the appropriated budget of the next year.

Local Factors Affecting Financial Condition

District Leadership: As of March 31, 2022, Mrs. Erin Kane was named Superintendent. Mrs. Kane served as the Executive Director of American Academy, a District charter school, for many years, and served as the District's Interim Superintendent from 2016-2018. The Superintendent's priorities include bridging the divide in our community, fostering a positive culture and stability for students, staff, families, and community, providing competitive pay for all staff, creating the best academic futures for our students which includes social emotional wellbeing, and ensuring every one of our students graduates high school with a pathway to success.

Throughout fiscal year 2021-2022 the District focused on rebounding from learning challenges caused by the novel coronavirus (COVID-19) pandemic which resulted in declining enrollment and reduced funding through the State School Finance Act for Districts throughout the State. The District was fortunate to be a recipient of federal stimulus dollars from the Elementary and Secondary School Emergency Relief (ESSER) Fund for COVID-19 relief. These funds were primarily spent in the 2021-2022 school year and were used for eLearning, summer learning, unfinished learning (tutoring, truancy, and family liaisons), and non-instructional support (professional growth, health wellness and prevention, information technology and operations and maintenance). Additionally, the National School Lunch Program continued to allow the District to provide free lunches to all students during the school year.

The District remains dedicated to creating a more competitive system of compensation as evidenced by final implementation of a new pay structure which includes a step and lane system for certified employees as well as a full review and market analysis of all non-certified positions within the District. All of the compensation work begins to move the District towards more competitive pay for all employees in accordance with the Superintendent's goals. These new pay structures will fully take effect in the 2022-2023 school year.

Demographic Trends: The population in Douglas County decreased by 1.5 percent from the prior calendar year or 5,725 fewer residents. While residential building in the County continues to grow, many planned developments were slowed during the pandemic and substantial growth is still expected over the next 20 years. Two cities in Douglas County were ranked among the best small cities in the U.S. to start a business, according to a 2022 WalletHub analysis comparing 1,334 small cities. As several large businesses are scheduled to expand or open in the County, the employment activity continues to have a positive outlook. Employment in Douglas County increased 5.9 percent between the fourth quarters of 2020 and 2021, rising by 7,646 jobs over the year. The Douglas County unemployment rate fell 2 percentage points between the first quarters of 2021 and 2022, decreasing to 2.9 percent and the County's labor force rose 3.9 percent over the year.. Colorado's unemployment rate fell 2.6 percentage points to 3.8 percent between the first quarters of 2021 and 2022 and the state's labor force increased 3.3 percent. Nationally, in the same first quarter report, the U.S. unemployment rate was 4.1 percent and the labor force rose 2.3 percent during the same period.

Douglas County School District enrollment is continuing to decline, yet still remains the third largest school district in the State of Colorado. Student growth remains an important factor in 2022-2023 and for the District's long-term future; however the impact future growth of the County will have on enrollment is yet to be seen. The membership for 2022-2023 is estimated at 62,872

(charter schools are also included in pupil counts) students. The Funded Pupil Count (FPC) for 2022-2023 is projected at 63,156, of which 1,752 are online students.

Though the District is at a relatively low student growth point in its history, Douglas County School District is expected to grow substantially over the next 20 years with residential and commercial growth. The new Sterling Ranch development which broke ground in July of 2015, is zoned for 12,050 homes and is expected to generate approximately 2,500 elementary students, 750 middle school students and 1,500 high school students.

The Canyons Development recently under construction in the City of Castle Pines broke ground in 2018 and is anticipated to have 5,000 residential units, which currently translates to an additional approximately 4,000 students at build-out. The Trails at Crowfoot and Looking Glass subdivisions, (formerly the Hess Ranch development) in the Town of Parker anticipates 3,379 new dwelling units and is expected to generate approximately 2,300 students at build-out. The adjacent Anthology North Development located north of Stroh Road, has yet to break ground but is entitled for 3,305 residential units and is expected to generate approximately 1,300 students.

Other notable developments within the District are Ridgeway East in Lone Tree with an estimated 8,000 residential units to be built on the East side of I-25. The Town of Castle Rock has two major developments that are expected to have a significant number of students. The first is The Canyons South with 968 dwelling units and an expected approximately 900 students. The second is Crystal Valley Ranch which has 2,330 of the allowed 3,423 residences completed and is anticipated to generate approximately 3,000 students at full build out.

State Education Fund Revenue Forecast: The September 2022 Office of State Planning and Budgeting (OSPB) Revenue Forecast reported the economic outlook in Colorado remains positive and continues to recover from the COVID-19 recession. General Fund revenues for 2021-2022 grew by 23.7 percent from the 2020-2021 levels, increasing at a historic rate. The General Fund expectations for the 2022-2023 fiscal year are expected slightly surpass 2021-2022, but fail to keep pace with inflation. The aggressive monetary policy response to inflation and a faltering global economy pose significant risk to the economic outlook, elevating the risk of recession. Revenue to the State Education Fund for the 2023-2022 fiscal year is expected to increase by \$197 million, while the estimated funded pupils are expected to decrease by about 20,511 pupils year-over-year, inflation expectations for 2022 have increased. It is expected that local share revenue will increase by up to \$317 million due to increased assessed values, while specific ownership taxes collections are expected to increase by 3 percent. Currently, the budget stabilization factor is assumed to remain at its current level.

The Colorado Constitution requires that one-third of one percent of taxable income from Colorado taxpayers be credited to the State Education Fund. In addition to this revenue, policies enacted over the past several years have transferred other General Fund money to the State Education Fund.

Significant Financial Policy Changes

1. The District adopted the requirements of GASB Statement No. 87, Leases, effective July 1, 2021. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract.
2. During the 2021-2022 school year, due to USDA waivers allowing students the opportunity to eat for free, all schools were moved into the National School Lunch Program.

3. In November 2022 Colorado voters approved Proposition FF which will provide free lunch to all students beginning in school year 2023-2024.

Awards and Acknowledgements

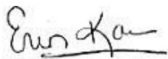
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Douglas County School District RE.1 for its annual comprehensive financial report for the year ended June 30, 2021. This Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of a state and local government financial report.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District has received a GFOA Certificate of Achievement for the last thirty-four consecutive years (fiscal years ended 1987-2021). We believe our current report continues to conform to Certificate of Achievement requirements, and we are submitting it to GFOA to determine its eligibility for a certificate for the year ended June 30, 2022.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Business Services Office. We would like to thank all those who played a part in the preparation of this report. Additionally, we express our appreciation to the members of the Board of Education and the Fiscal Oversight audit subcommittee for their interest and support in conducting the financial affairs of the District during the year.

Respectfully submitted,



Erin Kane
Superintendent of Schools



Jana L. Schleusner
Interim Chief Financial Officer / Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Douglas County School District Re. 1
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO

***FINANCIAL
SECTION***



INDEPENDENT AUDITORS' REPORT

Board of Education
Douglas County School District RE.1
Douglas County, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Douglas County School District RE.1 (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the District's Charter Schools, discretely presented component units, which represent 100 percent and 100 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units, is based solely on the reports of other auditors.

Basis for 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. The financial statements of the District's Charter Schools, aggregate discretely presented component units, were not audited in accordance with *Government Auditing Standards*, with the exception of HOPE Online Learning Academy Co-op, which was audited in accordance with *Government Auditing Standards*.

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 the 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 District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the combined general fund budgetary comparison schedule, the designated purpose grants fund budgetary comparison schedule, the schedule of pension contributions and related ratios, the schedule of the District's proportionate share of the net pension liability, the schedule of OPEB contributions and related ratios, and the schedule of the District's proportionate share of the net OPEB liability as 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 required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended June 30, 2022 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 nonmajor fund financial statements and schedules, the combining component unit financial statements, and the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures for the year ended June 30, 2022 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 combining and individual nonmajor fund financial statements and schedules, the combining component unit financial statements, and the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures for the year ended June 30, 2022 have been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2022, 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 GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2022.

We also previously audited, in accordance with the auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated December 7, 2021, which contained unmodified opinions on the respective financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. The actual amounts in the budgetary comparison schedules and comparative fund financial statements for the year ended June 30, 2021 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 2021 financial statements.

Board of Education
Douglas County School District RE.1

The actual amounts in the budgetary comparison schedules and comparative fund financial statements have been subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the actual amounts in the budgetary comparison schedules and comparative fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2021.

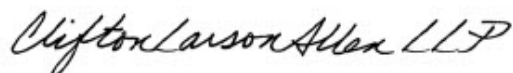
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2022, 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 the effectiveness of the District's 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.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
December 7, 2022

**Douglas County School District RE. 1
Management's Discussion and Analysis
As of and for the fiscal year ended June 30, 2022**

As management of Douglas County School District RE. 1 (“the District” or “DCSD”), we offer readers this Management’s Discussion and Analysis (MD&A) as an overview of the financial activities of the District for the fiscal year ended June 30, 2022. We encourage readers to consider this narrative in conjunction with additional information furnished in the Letter of Transmittal located on pages 13-17 and the balance of information within this Annual Comprehensive Financial Report (the Report).

Financial Highlights

- The District reports an increase in “Net Position” of \$312,996,060 over fiscal year 2021 due mostly to the decrease in the net pension liability (NPL) associated with Colorado PERA (Public Employees Retirement Association). The decrease in NPL is due to strong returns realized by PERA on the global market as well as increased contribution rates for employees. Additionally the nonemployer state contribution, defined in Senate Bill 18-200, which in addition to other changes, required the state to directly fund PERA in the amount of \$225 million annually, was reinstated after one year of suspension. With the GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requirement to post this liability to the government-wide financial statements, the District reported an increase in Net Position of \$313 million, since the liability actually decreased in the current year. If not for this reporting, the District would instead have reported an increase in Net Position of over \$45.5 million.
- ◊ Throughout the 2021-2022 school year, the District continued to recover from COVID-19 restrictions by returning to almost full pre-pandemic programing levels and full in-person learning. Those programs that were not able to return fully to previous levels were mostly held back by staffing shortages. Nutrition Services remained for one final year in a variation of the National School Lunch program in which all students were fed for free. This program helped to feed students throughout the year, including high schools that previously were not participating in the program.
- ◊ In February 2019, the District sold the \$250 million bond approved by the voters the previous November. The District was able to utilize over \$70 million during the fiscal year to continue improvements on its aging buildings, buy new buses and refresh technology. The spend for this bond is beginning to wind down and all funds are expected to be spent in full by the end of fiscal year 2023-2024.
- ◊ The District continues to look for efficiencies in providing health-related benefits while still offering a valued benefit to our employees. For the six years previous to 2020, the District was able to absorb all increases in projected costs for the four medical plans offered to employees with a minimum of 0.5 Full Time Equivalent. However, due to budget cuts, slight increases were passed to employees during the previous school year. Medical claims continued to outpace revenues by \$3.2 million. Overall, the medical fund net position was reduced to historically low of \$704,109, leaving reserves at the lower end of actuarial suggested reserves. The District continues to evaluate the appropriate net position balance for both the Medical and Short-Term Disability Insurance plans to ensure the District can continue to cover all claims while maintaining reasonable premium charges for both the District and its employees.
- ◊ The Combined General Fund revenue increased by over \$75.4 million, bringing revenues back to almost pre-pandemic levels. Most of this increase, about \$27 million, was due to an increase in per pupil revenue (PPR) of \$816 per funded pupil count (FPC) and a slight increase in funded pupil count, mostly attributed to charter schools. Additionally, property taxes increased due to increasing assessed values which does not increase overall funding, just reduces the amount of PPR funded by the state. Charges for services increased by \$8.7 million due to the return of in-person learning and overall increased student activity resulting in higher tuition, fees and other school-based revenues.
- ◊ While overall, total Combined General Fund expenses increased, they remained \$82 million under budget of which over \$22 million were in the salary and benefits category. As with many other industries across the nation, the District continues to struggle with retention and hiring of staff. Most of these retention issues are in the classified or hourly positions such as bus drivers, custodians and educational assistants. To combat some of the turnover, the District offered almost \$10 million District-wide toward retention bonuses paid in September 2022 to those employees on staff as of June 30, 2022.
- ◊ District policy of allowing schools to carryover discretionary budget dollars into the next fiscal year continues. Schools have savings of over \$20 million in the General Fund. This policy has empowered schools to scrutinize their expenditures without fear of losing unspent dollars. This practice promotes good stewardship of taxpayer dollars.
- The government-wide governmental activities, liabilities, and deferred inflows of the District exceeded its assets and deferred outflows at the close of fiscal year 2021 by \$195,172,085 (net deficit) due to the posting of the “Net Pension Liability” (NPL) of \$636,750,686 required pursuant to GASB Statement No. 68. The District portion of the PERA NPL decreased over fiscal year 2021 by \$299,578,148. The significant decrease is due to the reinstatement of the nonemployer contribution by the State required by SB 18-200 which decreased the District share of NPL by including the State in the calculation. DCSD’s portion of the NPL decreased by about 0.721 percent, from 6.193 percent to 5.472 percent.

Financial Highlights (Continued)

- ◇ It is important to note that the District does not have a responsibility to pay the amount shown as the NPL. The direct liability for DCSD is limited to the annually required contributions established by the Colorado State Legislature. In addition, the District does not have any control over the investment policies associated with PERA investments. These responsibilities lie solely with the PERA Board and the PERA administration. Decisions regarding the plan benefit design and the funding policies lie solely with the Colorado State Legislature.
- ◇ The government-wide liabilities *exclusive* of the Net Pension Liability (NPL) and Other Post Employee Benefit (OPEB) Liability total \$512,416,970 for the period ended June 30, 2022, a decrease from the prior year of \$64,852,526. This decrease is due primarily to the scheduled payments on the General Obligation (G.O.) Bond as well as the amortization of Bond Premium. Aspen View charter school who participated in the District's 2012 Certificates of Participation (COP), refunded their portion of this issuance, resulting in over \$11 million reduction in the district's debt. The new refunding debt shows only on the charter school's report beginning in this fiscal year. COP lease payments are accounted for in the COP Lease Payment Fund, but this fund is sourced from a General Fund transfer. Contrary to this fact, G.O. bonded debt is serviced through revenues approved by the local taxpayers.
- ◇ At the close of the fiscal year, the governmental funds of the District reported a combined ending fund balance of \$288,830,466. This ending fund balance represents an overall decrease of \$67,321,983 from the prior year primarily due to the scheduled spend of the 2018 bond proceeds in the Building Fund. The District continues to monitor the fund balance in the Combined General Fund.

Overview of the Financial Statements

The basic financial statements of the District are comprised of three components: 1) government-wide financial statements, 2) fund financial statements inclusive of governmental, proprietary, and custodial funds, and 3) notes to the financial statements. The Report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide stakeholders (e.g. taxpayers, state and federal government agencies, and the Board of Education) with a relevant and reliable overview of the District finances, to assist the reader in their assessment of how District resources are acquired and used, to determine whether current resources were sufficient to meet current costs, and to determine whether the ability to provide educational services improved or deteriorated from the previous year. With the inclusion of the Net Pension Liability (NPL), stakeholders are provided additional information regarding the unfunded liability status of Colorado PERA. Though this NPL is not the responsibility of the District, it does provide information to the Colorado State Legislature and the governmental leadership of and around the District assisting them in future decisions regarding the funding of the School Division Trust Fund associated with PERA.

The statement of net position presents information on all of the assets, liabilities, deferred inflows, and deferred outflows of resources of the District. The difference between District assets and deferred outflows from District liabilities and deferred inflows represents the net position of the District. Over time, assessing the trajectory and order of magnitude of increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Though the net position of the District is negative, this occurrence is only due to the posting of the District proportionate share of the PERA unfunded liability. Again, the District does not have any control over the funding level of the PERA School Division Trust Fund (SCHDTF) nor any control over the investment policies and activities associated with this Trust.

The statement of activities presents information showing how the District net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation or sick leave). The governmental financial statements distinguish functions of the District that are principally supported by taxes from other functions intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the District include instruction and education support services of the District as well as payments to component units.

The government-wide financial statements are comprised of the activities of the District's "neighborhood" schools (collectively known herein as the primary government) and also seventeen (17) schools authorized under charter school contracts approved by the Douglas County School District Board of Education. Financial information for the charter schools is detailed as component units; accordingly, each is reported separately from the financial information of the primary government. Summaries of these component unit financial statements are presented from pages 138-145. All charter school audits are performed independent of each other and the District. There are two charter schools operating in Douglas County that do not have charter contracts with Douglas County Board of Education. Instead, the charter schools, Colorado Early Colleges Parker and Ascent Classical Academy, have charter contracts with the Colorado Charter School Institute. The financial audit information for these charter schools is not included within the Douglas County District as their School Finance Act revenues are received directly from the State of Colorado and not via a pass-through from DCSD.

Overview of the Financial Statements (Continued)

Government-wide Financial Statements (Continued)

The government-wide financial statements are located on pages 39-41 of this report.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and custodial funds.

Governmental Funds

Governmental fund financial statements are a subset of the government-wide financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental fund financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. 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 ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the Combined General Fund, the Governmental Designated Purpose Grant Fund, the Bond Redemption Fund, and the Building Fund, as all are considered major funds. Data from the other six governmental funds; the Nutrition Services National School Lunch Program (NSLP) Fund, the Nutrition Services Non-NSLP Fund, the Athletics and Activities Fund, the Pupil Activity Fund, the Child Care Fund and the COP Lease Payment Fund are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is also provided in the form of combining statements in the Supplemental Financial Statement section of this report.

The District adopts an annual appropriated budget for its Combined General Fund as well as all the other funds. On page 86, a budgetary comparison schedule is provided for the Combined General Fund to demonstrate compliance with the annually appropriated budget.

Proprietary Funds

The District maintains only one type of proprietary fund, an Internal Service Fund. Internal Service Funds are used to accumulate and allocate costs internally among the District's various functions. The District uses two Internal Service Funds, the Medical Fund and the Short Term Disability Insurance Fund (STDI). The Medical Fund accounts for its self-insured and fully-insured medical programs as well as dental and vision insurance, and the STDI Fund accounts for short term disability claims and insurance activity.

The Medical Fund and the STDI Fund are governmental fund activities and are included in the government-wide financial statements within governmental activities. They are not included in the governmental funds on pages 42 and 44 but are included in the proprietary fund financial statements as internal service funds. Individual fund data for the Medical Fund and the STDI Fund are provided in separate detail on pages 130-134.

Custodial Funds

Custodial Funds are used to account for resources held for the benefit of parties outside the government. The District is responsible for ensuring the assets reported in the Private Purpose Trust Scholarship, Fund 75, is only used for approved scholarships at verified educational institutions. Custodial funds are not reflected in the government-wide financial statements because the resources of custodial funds are not available to support the District's own programs. The accounting used for custodial funds is much like that used for proprietary funds.

Notes to the Financial Statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. This additional *Note* detail can be found on pages 51-84.

Government-wide Financial Analysis

Net Position

The following table provides a summary of the Governmental net position as of June 30, 2022. Comparative data for June 30, 2021, is also presented. This financial statement reports that liabilities plus deferred inflows of resources exceeded assets plus deferred outflow of resources by \$195,172,085. This negative net position is solely due to the adoption of GASB Statement No. 68. Note that in comparison to the fiscal year 2021 data, the District net position increased by \$312,996,060. This increase, however, was mostly due to the pension income of \$263,451,759. In the current fiscal year, the State reinstated its \$225 million nonemployer contribution to PERA that was suspended in the 2020-2021 fiscal year. In addition to the State nonemployer contribution, PERA had a positive year of investment returns led by a strong global equity market among other positive yearly returns resulting in a time-weighted return of 16.1 percent net-of-fees. Secondly, the contribution rates for employees increased during the fiscal year. The employer rate remained at 10.90% and the employee rate increased from 10.00% to 10.50% (see page 70 for a full rate breakout).

	<u>2021-2022</u>	<u>2020-2021</u>
Current and other assets	\$ 370,472,594	\$ 434,673,501
Capital assets	802,963,262	751,514,783
Total assets	<u>1,173,435,856</u>	<u>1,186,188,284</u>
Deferred outflows of resources	159,267,962	270,398,184
Current liabilities	108,524,866	117,727,785
Long-term liabilities outstanding	1,071,449,946	1,429,918,896
Total liabilities	<u>1,179,974,812</u>	<u>1,547,646,681</u>
Deferred inflows of resources	<u>347,901,091</u>	<u>417,107,932</u>
Net position:		
Net investment in capital assets	423,650,011	372,855,713
Restricted for:		
TABOR Emergency	17,561,600	15,865,400
Debt Service	59,516,441	68,955,900
Nutrition Services	9,483,172	4,324,657
Other Grants & Programs	1,730,576	15,072,878
Unrestricted	(707,113,885)	(985,242,693)
Total net position	<u>\$ (195,172,085)</u>	<u>\$ (508,168,145)</u>

Note from the table above that the largest portion of the District assets, about 68 percent, reflects investment in capital assets less accumulated depreciation. The largest portion of current assets, predominately cash on hand and restricted cash and investments, is reported in the Combined General Fund and Bond Redemption Fund, with about \$47 million remaining in the Building Fund resulting from the sale of the 2018 bond. These funds will be spent over the next two years for capital needs. The Combined General Fund cash balances are held for TABOR and Board of Education required reserves as well as the carryover balances for schools. Smaller cash balances are reported in the non-major governmental funds. Note that the cash balance in the Bond Redemption Fund is available to make the December 1, 2022 debt service payment. Property tax revenues for each fiscal year are largely received in the second semester of the school year between March and June though tax receipts continue through December 31 of the following fiscal year.

Statement of Activities

Note in the Condensed Statement of Activities that governmental activity total revenues increased by \$80,922,701 over fiscal year 2021. Charges for services were up by over \$19.8 million as full programming resumes, and COVID-19 restrictions were lifted that had previously either significantly reduced programming or suspended student activities. Finally, PPR increased by \$816 associated with the School Finance Act along with a slight increase in funded pupil count. Note that the increased pupil count is due to increases in charter schools, and the District neighborhood schools actually decreased in pupil count year over year.

While the 2018 bond proceeds were invested in a relatively strong market during the 2019-2020 school year, those investments continue to mature and be spent on capital projects as planned in accordance with a construction schedule.

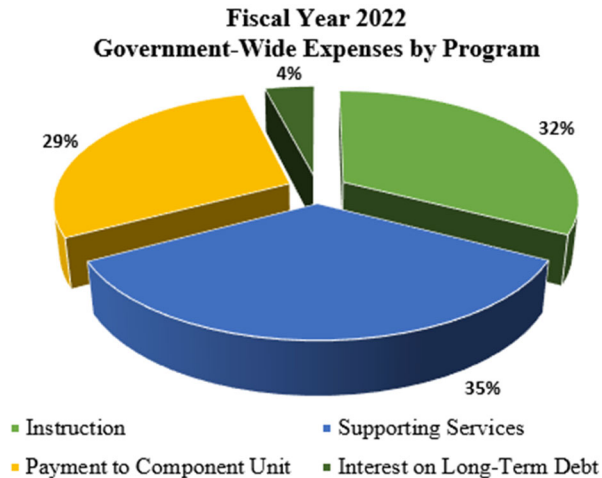
Government-wide Financial Analysis (Continued)

Statement of Activities (Continued)

The total expenses increased by \$76,539,443 from the fiscal year 2021 due to returning to full programming and return to in person learning as well as recovery of some administrative staffing previously cut in response to state budget cuts. Finally, the District recorded a reduction in expenses of \$263 million related to pension income.

**Condensed Statement of Activities for
Fiscal Years Ended June 30, 2022 and 2021**

	Governmental Activities	
	2021-2022	2020-2021
Revenues:		
Program revenues:		
Charges for services	\$ 47,834,362	\$ 27,990,710
Operating/capital grants	100,467,777	93,326,049
General revenues:		
Property taxes	355,363,007	322,974,647
Specific ownership taxes	31,147,922	31,547,273
State equalization	321,796,077	294,169,769
Interest earnings	320,048	702,384
Grant contributions not specific to programs	6,294,825	3,935,292
Other	4,111,478	11,766,671
Total revenues	867,335,496	786,412,795
Expenses:		
Instructional	181,432,023	152,779,508
Supporting services	192,394,856	165,281,130
Payments to component units	160,011,621	137,809,602
Interest on long-term debt	20,500,936	21,929,753
Total expenses	554,339,436	477,799,993
Change in net position	312,996,060	308,612,802
NET POSITION, Beginning	(508,168,145)	(816,780,947)
NET POSITION, Ending	\$ (195,172,085)	\$ (508,168,145)



Government-wide Financial Analysis (Continued)

As noted earlier, the District uses fund accounting to demonstrate and ensure compliance with finance-related legal requirements. In addition, fund accounting is used to report on the financial position of the District to maintain transparency and provide accountability.

Governmental Fund Financial Analysis

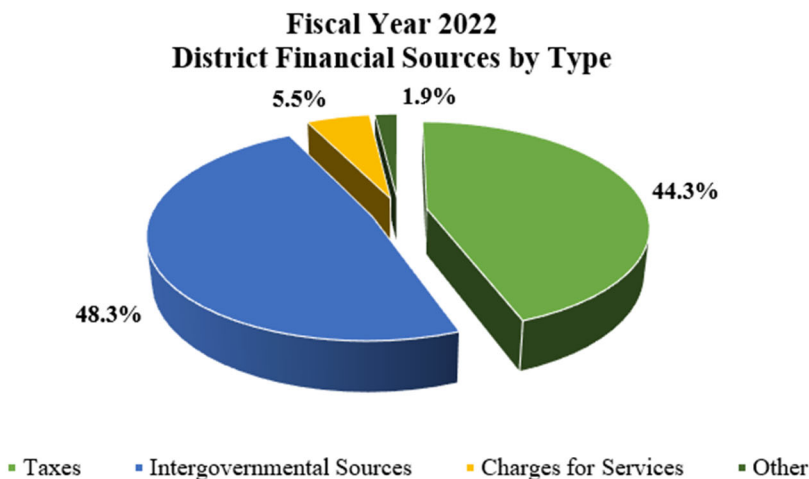
Revenues and Other Financing Sources

The District receives its revenues from local property taxes, intergovernmental sources through the state and federal government, charges for services rendered, returns on investment, issuance of bonds, COPs or leases, and several other minor sources. The table below is a comparative summary of the distribution of these revenues and sources for fiscal year 2022 and fiscal year 2021. The accompanying chart graphically shows the proportion of revenues from all the sources for fiscal year 2022. The largest revenue source for the District is received from state and federal intergovernmental sources at \$422,263,854, an increase of 8.9 percent from the prior year. The increase is due to an increase in per pupil revenue (PPR) of \$816 per student as well as additional state funds offered during the year specified to for at-risk kids, to help fund before and after school programs as well as increased NSLP fund to feed all students during the year.

Property taxes represent the next significant source of revenue. The property tax revenue increase is due to an increase in assessed value and school finance act mills.

The District charges its charter schools and its District students various fees. Recognize here that these charges include athletic and activity charges, childcare tuition as well as lunch charges in Nutrition Services. Charges for services increased 70.8 percent, due to program and funding beginning to return to pre-COVID levels. These recoveries include return to in-person learning and overall increase in student activity in all tuition, fees and school based revenue programs as well as Nutrition Services.

	<u>2021-2022</u>		<u>2020-2021</u>	
Taxes	\$ 387,306,870	44.3%	\$ 355,728,486	45.2%
Intergovernmental Sources	422,263,854	48.3%	387,495,818	49.2%
Charges for Services	47,834,362	5.5%	27,990,710	3.6%
Investment Earnings Loss	307,108	0.0%	687,066	0.1%
Other	16,790,910	1.9%	15,106,146	1.9%
Total	\$ 874,503,104	100%	\$ 787,008,226	100%



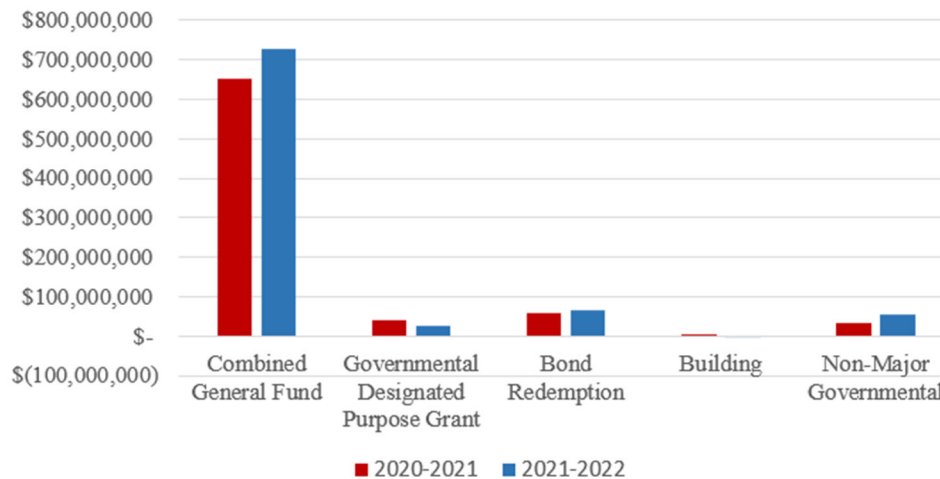
The table on the next page and the accompanying chart show the same total revenue, but reports these revenues by fund. Note that the majority of these revenues are accounted for in the Combined General Fund. Governmental Designated Purpose Grants Fund decreased by 33.8 percent due to the prior year recognition of one-time revenues from COVID-19 related grants. The Non-major Governmental Fund is the third largest reported revenues. These revenues, increased by 62.8 percent as programs climb back to pre-COVID programing levels.

Governmental Fund Financial Analysis (Continued)

Revenues and Other Financing Sources (Continued)

	2021-2022		2020-2021		Inc/(Dec)
Combined General	\$ 726,128,530	83.0%	\$ 650,703,967	82.7%	\$ 75,424,563
Governmental Designated Purpose Grant Fund	27,601,038	3.2%	41,698,653	5.3%	(14,097,615)
Bond Redemption	65,722,003	7.5%	60,136,372	7.6%	5,585,631
Building	(351,295)	0.0%	446,925	0.1%	(798,220)
Non-major Governmental	55,402,828	6.3%	34,022,309	4.3%	21,380,519
Total	<u>\$ 874,503,104</u>	<u>100%</u>	<u>\$ 787,008,226</u>	<u>100%</u>	<u>\$ 87,494,878</u>

Comparison of District Financial Sources by Fund



Expenditures by Fund

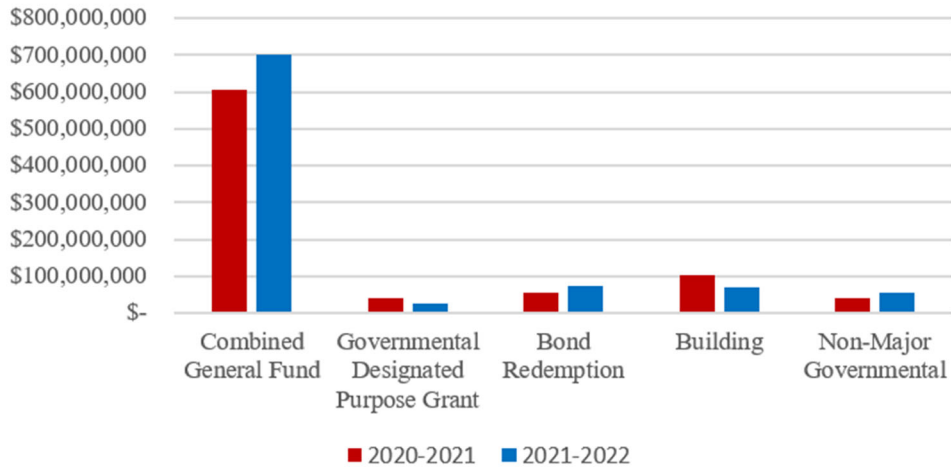
Recall that the District uses fund accounting to demonstrate and ensure compliance with finance-related legal requirements. Fund accounting may also enhance transparency and accountability. In this analysis, Governmental Fund expenditures increased by \$84,057,205. The increase is primarily due to the District returning to pre-COVID-19 levels of operations and beginning to build back some of the previously laid off administrative positions. The District also accrued for about \$10 million in retention bonuses implemented due to continued staffing shortages across most positions. Non-Major Governmental funds also increased by \$17 million as athletics, activities, and before and after school care programs all return back to almost pre-COVID-19 programming levels. Additionally Nutrition Services NSLP fund increased by \$10 million as all student continue to be fed for one last year under the Federal Program and food costs continue to increase. The Bond Redemption fund payments increase as the District paid off the 2010 bond early due to excess fund balance. Some of these increases are offset by the Governmental Designated Purpose Grants fund decrease of \$14 million as the District spent a majority of its COVID-19 related grant funding during the 2020-2021 school year. Finally the Building fund decreased by \$33 million as the District continues to spend down the planned capital outlay in accordance with the issuance of the 2018 bond.

	2021-2022		2020-2021		Inc/(Dec)
Combined General	\$ 702,584,504	75.5%	\$ 606,232,689	71.7%	\$ 96,351,815
Governmental Designated Purpose Grants	27,601,038	3.0%	41,698,653	4.9%	(14,097,615)
Bond Redemption	74,054,849	8.0%	55,936,081	6.6%	18,118,768
Building	68,974,636	7.4%	102,342,927	12.1%	(33,368,291)
Non-major Governmental	56,397,494	6.1%	39,344,966	4.7%	17,052,528
Total	<u>\$ 929,612,521</u>	<u>100%</u>	<u>\$ 845,555,316</u>	<u>100%</u>	<u>\$ 84,057,205</u>

Governmental Fund Financial Analysis (Continued)

Expenditures by Fund (Continued)

Comparison of District Governmental Fund Expenditures by Fund

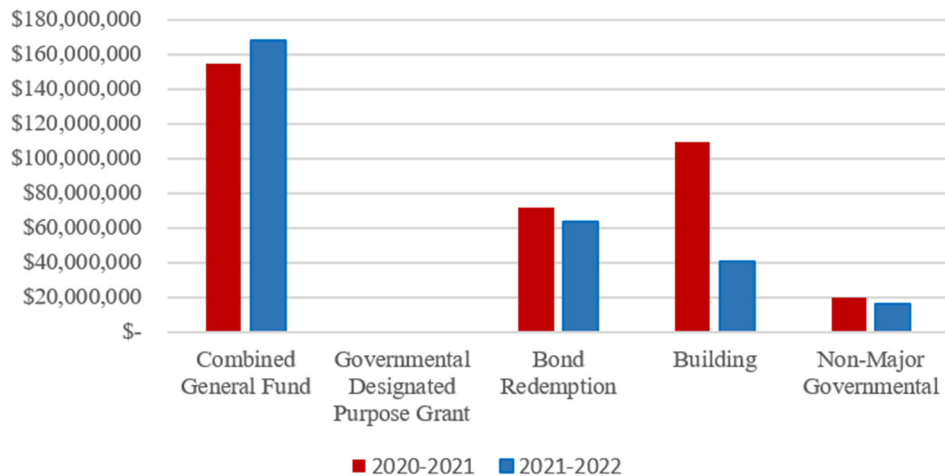


Ending Fund Balances

As of the end of the current fiscal year, the District governmental funds reported combined ending fund balances of \$288,830,466, a decrease of \$67,321,983 from the prior year. This decrease is primarily due to the capital projects from the 2018 bond proceeds. The Combined General Fund increase of over \$13 million is due to staff vacancy savings as well as schools still not spending down carryover balances from prior years as they struggle to fill positions and return programs all the way back to normal levels.

	2021-2022		2020-2021		Inc/(Dec)
Combined General	\$ 168,573,544	58.4%	\$ 154,878,689	43.5%	\$ 13,694,855
Governmental Designated Purpose Grant Fund	-	0.0%	-	0.0%	-
Bond Redemption	63,480,642	22.0%	71,813,488	20.2%	(8,332,846)
Building	40,624,932	14.1%	109,950,863	30.9%	(69,325,931)
Non-major Governmental	16,151,348	5.6%	19,509,409	5.5%	(3,358,061)
Total	\$ 288,830,466	100%	\$ 356,152,449	100%	\$ (67,321,983)

Comparison of District Governmental Fund Balance by Fund



Combined General Fund Budgetary Highlights

The District approves a budget in June based on enrollment projections for the following school year and State legislative action in the spring. Please reference the Budgetary Comparison Schedule on page 86. Note that the amended expenditure budget shows an increase over the Adopted Budget of approximately \$56 million. In Colorado, districts are funded on current year student counts. The student count day is on or around October 1 of each fiscal year. Once these student counts are known, the Colorado Department of Education recalculates the funding for each district. In addition, the fiscal year for school districts is July 1 through June 30, but the mill levy or tax rates are not set for the current year until December. The District budget is amended to account for both the changes in student counts from projection as well as changes in assessed value and the resulting tax rate set in December. Finally, the amount of carryover available for each school is not finalized until September once the sixty-day encumbrance period associated with the payment of invoices has expired. The budget is amended to account for the carryover amounts awarded to each school, changes in projections in funded pupil counts combined with the changes in Per Pupil Revenue as well as changes in other intergovernmental revenue sources generated additional sources of revenue since original adoption.

After the District’s financial plan is adopted in June of the prior year, budgets may be amended by the Board of Education or management. Once the budget is approved, individual sites may amend between individual expense items at any time as long as the total expenditures do not change. Total expenditures were amended by management and approved by the Board to align expenditures for changes in revenues as described above, as well as allocating funds for projects specifically identified in the Facility Acquisition and Construction category.

Note that the District expenditures were under budget in the Combined General Fund by \$81,941,099. Salaries and benefits were under budget by almost \$22.5 million due to many vacant positions. The most significant vacancies were in Special Education support staff, operations and maintenance staff and dozens of bus driver positions. Supplies were under budget by over \$45 million due to school carryover that actually increased slightly for fiscal year 2021-2022. The District schools continue to carefully monitor and review expenditures. This results in schools carrying over discretionary dollars in an amount of about \$24.7 million, increasing school carryover by \$1.3 million. Property and equipment expenditures were under due to scheduled capital projects that were not fully complete as of June 30, 2022. Finally, in Colorado, State law requires that funds be fully appropriated before any spend is authorized. Because of the site-based decision model regarding the budgeting and spending of school discretionary dollars, as well as the sixty-day encumbrance period, final school spend is not known until the end of August; therefore the District fully appropriates and budgets all available funds ensuring that its schools have the authority to spend their discretionary dollars.

Actual revenues were under budgeted by \$5.5 million. The overall variance is small, and most of the variance is noted within the Other category. In the Capital Projects fund other category, the District budgeted for \$6 million in federal ERate reimbursement for IT infrastructure projects was not received in the current fiscal year, but is expected in the 2022-2023 fiscal year.

Capital Asset and Debt Administration

Capital Assets

The District investment in capital assets for governmental activities as of June 30, 2022, equaled \$802,963,262 an increase of \$51,448,479 (net of accumulated depreciation) due to planned 2018 Bond projects in current year offset by \$36,381,739 in depreciation expense. This investment in capital assets is in line with the improvement promises made to voters during the 2018 election such as security upgrades, facility repairs, classroom furnishings, buses and technology. Additional information on the District’s capital assets is provided in Note 5 on pages 61-62.

	Governmental Activities	
	2022	2021
Capital Assets:		
Land	\$ 13,310,241	\$ 13,310,241
Buildings and Improvements	1,028,103,581	995,246,483
Buildings - Lease Assets	20,775,720	-
Land Improvements	11,430,580	8,435,621
Machinery and Equipment	105,141,620	114,072,228
Construction in Progress	131,792,429	107,732,299
Accumulated Depreciation	(507,590,909)	(487,282,089)
Total Net Capital Assets	<u>\$ 802,963,262</u>	<u>\$ 751,514,783</u>

Capital Asset and Debt Administration (Continued)

Long-Term Debt

As of June 30, 2022, the District had outstanding debt exclusive of NPL and OPEB of \$431,935,448, a decrease of \$72,133,570 from the prior year. The District continues to pay off G.O. bonds and COPs. Of the outstanding long-term debt, \$364,225,000 is G.O. bonded debt that is backed by the full faith and credit of the District taxpayers. Please also note the \$8,680,000 in outstanding COPs. The District's COP policy requires that yearly lease payment liabilities be no more than one percent of yearly general fund revenues. In reviewing the Notes on page 63, we report that our maximum yearly COP lease payments will be \$800,000, an amount well below one percent of approximately \$714.6 million (\$7,146,955) in General Fund revenues received in fiscal year 2022.

In addition, the District is required to report its portion of the PERA SChTF Net Pension Liability (NPL) and PERA OPEB through the Health Care Trust Fund. This proportionate NPL is reported as \$636,750,686, about 32 percent lower than the prior year. OPEB liability is reported as \$30,807,156, about 9 percent lower than the prior year.

	Governmental Activities			
	June 30, 2022		June 30, 2021	
General Obligation Bonds	\$ 364,225,000	33.1%	\$ 419,585,000	28.5%
Certificates of Participation	8,680,000	0.8%	22,385,000	1.5%
Accreted Interest	3,403,454	0.3%	2,379,722	0.2%
Bond Premiums	40,482,635	3.7%	50,892,604	3.5%
Extended Service Separation	77,054	0.0%	95,803	0.0%
Leases	9,869,424	0.9%	3,623,865	0.2%
Compensated Absences	5,197,881	0.5%	5,107,024	0.3%
Total before NPL	431,935,448		504,069,018	
OPEB Liability	30,807,156	2.8%	34,048,351	2.3%
Net Pension Liability	636,750,686	57.9%	936,328,834	63.5%
Total	\$ 1,099,493,290	100%	\$ 1,474,446,203	100%

The \$8,680,000 of outstanding COPs are collateralized by specific buildings owned by the District. These COP lease payment obligations are subject to annual appropriation and are distinctly different from G.O. bonds. The issuance of G.O. bonds can only be completed upon voter approval associated with a dollar amount authorization. The aggregate yearly appropriation to Fund 39, the COP Lease Payment Fund, is just over \$2.7 million from the General Fund. See the Notes on page 64.

Aspen View Academy was the first charter school to partner with the District as specified in the Board COP policy. In April 2021, Aspen View Academy refinanced the COP debt held by the District. Those funds were received during the 2021 fiscal year, but were not deposited in an irrevocable trust until the next fiscal year due to timing of the transaction. As a result, these COPs are defeased and the liability for those certificates were removed from the government-wide statement of net position in the current fiscal year.

The District maintains a credit rating with Moody's Investors Service Inc. at Aa2. Moody's published their new US K-12 School District rating methodology during the 2021 fiscal year. As part of their new rating methodology, Moody's now assigns an issuer credit rating to school districts as well as an unlimited general obligation bond rating which will typically be one notch higher than the issuer's underlying credit rating. As a result of this change, the District's G.O. Bonds are still rated at Aa1, but the overall district is one notch lower as anticipated. Additional information on the District's long-term debt is provided in Note 7 starting on page 63.

At this time, identified capital projects are carefully prioritized to determine those with the greatest need or safety concern so that remaining capital project dollars are used in the most effective way possible. The District and the Long Range Planning Committee (LRPC) continue to assess the status of facilities to determine additional facility and technological needs based on student growth, and to update the Master Capital Plan with this information. As of June 30, 2022, the District has \$40,624,932 in proceeds remaining from the 2018 bond issuance.

Other Obligations of the District

The District maintains leases that, similar to COPs, require an annual appropriation and one lease is collateralized by the equipment received and installed. These annual lease payments are budgeted and accounted for in the General Fund.

Fund Balance Policy

Both the extent and the quality of educational services affect and are affected by the financial condition of the District. The District provides its best estimate of the end-of-year fund balances to be carried forward to the ensuing year as a beginning fund balance. At a minimum, the budget adopted by the District shall ensure that restricted General Fund or cash emergency reserves are held in the amount required under the provisions of the Colorado State Constitution. The Board of Education, by policy, mandates an additional reserve of three percent to further enhance the sustainability of the District financial position. This additional Board reserve is committed in the fund balance pursuant to GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The District maintains an ongoing three-year projection for significant operating funds.

The District continues to maintain a healthy fund balance. Our schools and departments regularly scrutinize their spend and have contributed greatly to the maintenance of this fund balance associated with the Board policy allowing school budget holders to carry unspent discretionary dollars into the new year. Compliance with and level of reserves and contingencies associated with Board policy shall be examined every year as part of the budget development process to determine if modifications are prudent in view of uncertainties in current and future revenues and expenses.

TABOR and Board of Education Reserves

The financial statements report that the State of Colorado requires each school district to reserve 3 percent of cash or more of fiscal year spending to use only for declared emergencies. As mentioned above, in addition to the required TABOR Reserve, the Board of Education, by policy, requires an additional 3 percent of yearly spend held in reserve providing financial stability and available resources to fund any unexpected emergency. On page 39, of the financial statements report the District meets the TABOR and additional Board of Education reserve policy by reporting restricted and committed fund balances of \$17,561,600 and \$17,561,600, respectively. The District did not include the State nonemployer contribution to PERA in the TABOR calculation since it is not the District's spend. A contingency budget line of \$6,128,840 equivalent to one percent, is budgeted and appropriated each year, also specified in Board policy.

Economic Factors and Subsequent Events

State of Colorado Economy - From the September 2022 Revenue Forecast from the Office of State Planning and Budgeting, the preliminary numbers for 2021-2022 shows historical growth in revenue projections by 23.7 percent from the 2020-2021 levels triggering TABOR refunds during the 2022-2023 fiscal year. General Fund projections for 2022-2023 fiscal year are expected to modestly surpass the previous year but still fail to keep pace with inflation. The aggressive monetary policy response to inflation and a faltering global economy poses significant risks to the economic outlook, elevating the risk of recession during the forecasted period.

The U.S. and Colorado economies continue to grow, but inflation has taken its toll. Rapid increases in cost of energy and housing to food and vehicles have eroded real gains in earnings and income. The pressures of recession have prompted the Federal Reserve to raise interest rates and reduce asset purchases which has further influenced business activity and construction. However, the labor market is strong, with low unemployment rate and employment reaching or exceeding pre-pandemic levels in most sectors. Although the tight monetary policy is expected to cool labor demand, it is still anticipated that with near-record levels of job openings, there is room to rein in inflationary pressures without decreasing employment levels.

- U.S. nonfarm employment is expected to increase by 3.6 percent in 2022 and 2.5 percent in 2023. The U.S. unemployment rate is expected to decline from 5.4 percent in 2021 to 3.6 percent in 2022 and to fall below pre-pandemic rates, averaging 3.4 percent in 2023.
- Nonfarm employment in Colorado is expected to outpace national trends, growing 4.0 percent in 2022 before slowing to 2.0 percent in 2023. The Colorado unemployment rate is expected to decline from 5.4 percent in 2021 to 3.4 percent in 2022 before falling further to 3.1 percent in 2023.

Colorado's employment rate has recovered and exceeded pre-pandemic levels. The state regained 429,900 jobs since losing 375,500 between February and April 2020, a recovery rate of 114.8 percent compared to the national average of 101.1 percent. Colorado's unemployment rate for August ticked up to 3.4 percent, just below the national average of 3.7 percent. This leaves Colorado's unemployment rate at the 24th lowest among the 50 states

Revenue to the State Education Fund is expected to increase by \$514 million, although the estimated funded pupil count is expected to decrease by 20,511 pupils on a year-over-year basis, inflation expectations for 2022 have increased to 8.2 percent. The local share is expected to increase by up to \$317 million due to assessed value increases. The State School Finance Act, which has not been fully funded since fiscal year 2008-2009, has a Budget Stabilization Factor - formerly the "Negative Factor" - of approximately \$503 million translating to approximately \$35.9 million for DCSD. This is a significant buy-down of the Budget Stabilization factor over prior years. Pursuant to the Colorado School Finance Act for fiscal year 2022, the District PPR (per pupil revenue) without the Budget Stabilization factor, would have been \$9,212/student, about \$546 more than the actual PPR of \$8,666.

Douglas County Economy - The County population decreased slightly to 373,275 residents in 2021. This is the first decrease in the ten-year history captured by this report. This decrease of 5,725 residents represents a reduction rate of approximately 1.5 percent. The unemployment rate in Douglas County remains lower than state and national unemployment rates. As of March 2022,

Economic Factors and Subsequent Events (Continued)

Douglas County's unemployment rates fell to 2.9 percent, significantly lower than 4.9 recorded in March 2021. Comparatively, Colorado's unemployment fell to 3.5 percent, again significantly lower than the 6.4 percent a year ago and the U.S. unemployment rate fell to 4.1 percent compared to 6.5 percent over the year. The labor force in Douglas County rose 3.9 percent over the year, an increase of 7,807 people working or looking for a job.

District Enrollment - In recent years, Douglas County has experienced declining enrollment. COVID-19 has further impacted the decline as parents are making different educational choices for their families. As of October 2022 (fiscal year 2023), the District reported to CDE a decrease of 1,004 students over prior year enrollment.

Fiscal Year 2023 School Finance Act Approved Increases and New District-wide Allocations - In July 2022, the District adopted a budget that includes an increase in per pupil revenue of \$525/student from \$8,666 to \$9,192. Overall, this increase to Per Pupil Revenue combined with an estimated Funded Pupil Count of 186 additional funded pupils, equates to an overall increase to Total Program of \$38.8 million year-over-year. However, district-run school enrollment is declining year-over-year and the amount of new revenue projected to be retained by DCSD and not passed onto charter schools is \$20.3 million.

The District was fortunate to be a recipient of federal stimulus dollars from the Elementary and Secondary School Emergency Relief (ESSER) Fund for COVID-19 relief. ESSER was allocated to DCSD based on Title I funding methodologies in three different phases of ESSER I, II, and III. Portions of these funds were passed through to charter schools. ESSER I was expended during the 2020-2021 school year. The budgeted totals for the district-managed portions of ESSER II and III total \$13.9 million and were to be used for eLearning, summer school, unfinished learning programs as well as support staff, goods, and services. All ESSER funds are expected to be spent in fiscal year 2022-2023.

With the positive additions to 2022-2023 funding, the District aims to strategically reinvest within schools and departments. The most significant investments are for the employees to further the strategic themes of Positive and Supportive Culture as well as Recruitment, Retention and Development of High Quality Employees. For licensed employees, three salary schedules were developed, General, Hard to Hire and Specialist/Extremely Hard to Hire. Using these schedules, these licensed employees were placed in their designated cell based on education and years of experience. This resulted in average increases of 8% for this employee group. In addition, non-licensed employees (administrators, professional/technical and classified), staff were evaluated in relation to their relevant markets. Those adjustments resulted in an average increase of about 7%. The cost of these compensation changes is about \$36 million.

In addition to compensation changes noted above, the District is continuing to refine the Site-Based Budget (SBB) weighted student funding methodology for neighborhood schools and maintain school purchasing power. These changes included additional funding for our small schools, increases to all site based budgets, investments in alternative education programming and using grant funding for additional mental health support. The District is also continuing to invest in our support systems and aligning those department budgets with priorities of the DCSD Strategic Plans. Those increases focus on investing in special education support, investing in alternative education and career and technical education programs that occupy the new VALE and Legacy Campuses, as well as investing in extra activity pay to provide opportunities for students in athletics, activities, music and performing arts.

Colorado Governor's Budget Request for Fiscal Year 2024 - Based on the November 2022 Budget Request, Governor Jared Polis submitted his fiscal year 2024 budget request to the Joint Budget Committee. The request increases funding for K-12 education by \$704 million in fiscal year 2023-2024. This includes a \$35 million reduction in the Budget Stabilization (BS) Factor to keep it at 3 percent of what is spent on K-12 Education. This budget request calls for an average per pupil revenue increase of about \$861/student. Also included in his request is \$325 million in Universal Pre-K funding which is an increase of \$10 million as well as an additional \$29 million to special education services.

The Governor's budget request must be considered and approved by the legislature.

Component Units

Only summary information regarding component units appears in the District's financial statements. The District has seventeen component units, all of which are charter schools. Each charter school is represented in the Component Unit section of this Annual Comprehensive Financial Report and is presented in aggregate in a separate column in the Government-wide Statement of Net Position and in the Statement of Activities.

After a yearly review of the Foundation for Douglas County Schools financial activities, the District business administration has determined that its financial activities, due to the level of materiality and the independence of their activity in relation to the District, shall not be considered a component unit of the District. The financial activity of the Foundation is not included in this report.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the financial status of the District. Questions concerning any of the information provided in this report or requests for additional financial information may be addressed to the Interim Chief Financial Officer, Ms. Jana Schleusner, 701 Prairie Hawk Drive, Castle Rock, Colorado 80109.



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***BASIC FINANCIAL
STATEMENTS***



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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Statement of Net Position
June 30, 2022

	Primary Government	Component Units
	Governmental Activities	Charter Schools
ASSETS		
Cash and Investments	\$ 233,242,078	\$ 74,302,961
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	12,881,251	-
Lease	1,035,453	-
Other	8,906,735	1,607,400
Inventories	2,590,010	9,975
Prepaid Costs and Other Assets	1,788,720	1,893,929
Restricted Cash and Investments	110,028,347	50,072,538
Capital Assets:		
Non-Depreciable	145,102,670	36,206,583
Depreciable, Net	657,860,592	212,816,789
Total Assets	<u>1,173,435,856</u>	<u>376,910,175</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related Amounts	152,560,173	41,449,206
OPEB Related Amounts	3,388,913	1,406,028
Deferred Amount on Refunding	3,318,876	4,512,292
Total Deferred Outflows of Resources	<u>159,267,962</u>	<u>47,367,526</u>
LIABILITIES		
Accounts Payable	25,055,825	9,610,653
Accrued Compensation	41,263,725	4,841,141
Unearned Revenues	5,001,726	648,727
Accrued Insurance Claims	6,306,360	-
Accrued Interest Payable	1,115,810	3,446,225
Non-Current Liabilities:		
Due within One Year	29,781,420	23,418,846
Due in More than One Year:		
Accrued Insurance Claims	1,738,076	-
Lease Liability	8,502,503	-
Other Non-Current Liabilities	393,651,525	306,889,101
OPEB Liability	30,807,156	134,663,210
Net Pension Liability	636,750,686	6,515,020
Total Liabilities	<u>1,179,974,812</u>	<u>490,032,923</u>
DEFERRED INFLOWS OF RESOURCES		
Leases	1,000,330	-
OPEB Related Amounts	13,160,787	71,766,191
Pension Related Amounts	333,739,974	4,078,614
Total Deferred Inflows of Resources	<u>347,901,091</u>	<u>75,844,805</u>
NET POSITION		
Net Investment in Capital Assets	423,650,011	(51,298,917)
Restricted:		
TABOR Emergency Reserve	17,561,600	5,286,335
Debt Service/Lease Obligation	59,516,441	34,626,877
Other Grants and Programs	1,730,576	-
Nutrition Services	9,483,172	-
Unrestricted (deficit)	<u>(707,113,885)</u>	<u>(130,214,322)</u>
Total Net Position	<u>\$ (195,172,085)</u>	<u>\$ (141,600,027)</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Statement of Activities
For the Fiscal Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Instructional	\$ 181,432,023	\$ 47,834,362	\$ 27,819,189	\$ -
Supporting Services	192,394,856	-	72,648,588	-
Funding to Component Units - Unallocated	160,011,621	-	-	-
Interest on Long-Term Debt	20,500,936	-	-	-
Total Governmental Activities	<u>554,339,436</u>	<u>47,834,362</u>	<u>100,467,777</u>	<u>-</u>
Component Units				
Charter Schools	\$ 126,459,976	\$ 15,371,044	\$ 3,279,253	\$ 1,330,172

GENERAL REVENUES

Property Taxes

Specific Ownership Taxes

State Equalization

Investment Earnings

Grants and Contributions not specific to Programs

Cash in Lieu of Land

Other

Total General Revenues

Change in Net Position

NET POSITION, Beginning, as restated

NET POSITION, Ending

See accompanying notes to the financial statements

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Component Units
\$ (105,778,472)	\$ -
(119,746,268)	-
(160,011,621)	-
(20,500,936)	-
(406,037,297)	-
-	(106,489,164)
355,363,007	-
31,147,922	-
321,796,077	154,724,378
320,048	83,832
6,294,825	5,628,508
2,832,976	-
1,278,502	5,426,375
719,033,357	165,863,093
312,996,060	59,373,929
(508,168,145)	(200,973,956)
\$ (195,172,085)	\$ (141,600,027)

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Governmental Funds
Balance Sheet
June 30, 2022

	Combined General	Governmental Designated Purpose Grants	Bond Redemption	Building	Non-Major Governmental	Total Governmental
ASSETS						
Cash and Investments	\$ 209,935,452	\$ -	\$ -	\$ -	\$ 18,383,606	\$ 228,319,058
Receivables:						
Property Taxes, Net of Allowance for Uncollectible Taxes	11,089,389	-	1,791,862	-	-	12,881,251
Leases	1,035,453	-	-	-	-	1,035,453
Other	900,090	4,829,737	162,192	199,785	2,814,931	8,906,735
Due from Other Funds	2,439,714	-	-	-	-	2,439,714
Prepaid Costs	819,171	-	-	-	-	819,171
Inventories, at Cost	1,658,901	-	-	-	931,109	2,590,010
Restricted Cash and Investments	-	-	62,063,081	47,965,266	-	110,028,347
Total Assets	\$ 227,878,170	\$ 4,829,737	\$ 64,017,135	\$ 48,165,051	\$ 22,129,646	\$ 367,019,739
LIABILITIES						
Due to Other Funds	\$ 89,445	\$ 2,350,269	\$ -	\$ -	\$ -	\$ 2,439,714
Accounts Payable	15,693,486	688,486	-	7,540,119	933,398	24,855,489
Accrued Compensation	38,950,241	1,509,037	-	-	804,447	41,263,725
Unearned Revenues	479,328	281,945	-	-	4,240,453	5,001,726
Total Liabilities	55,212,500	4,829,737	-	7,540,119	5,978,298	73,560,654
DEFERRED INFLOWS OF RESOURCES						
Leases	1,000,330	-	-	-	-	1,000,330
Unavailable Revenue - Property Taxes	3,091,796	-	536,493	-	-	3,628,289
Total Deferred Inflows of Resources	4,092,126	-	536,493	-	-	4,628,619
FUND BALANCES						
Nonspendable:						
Inventories & Prepaid Costs	2,478,072	-	-	-	-	2,478,072
Restricted:						
TABOR Emergency Reserve	17,561,600	-	-	-	-	17,561,600
Restricted Fund Balance	1,730,576	-	63,480,642	40,624,932	9,483,172	115,319,322
Committed:						
3% Board Reserves	17,561,600	-	-	-	-	17,561,600
Assigned:						
Extended Service Severance	77,054	-	-	-	-	77,054
Facility Use Revenue Share	822,343	-	-	-	-	822,343
Cash in Lieu	8,332,365	-	-	-	-	8,332,365
2018 Mill Levy Override Carryover	7,522,347	-	-	-	-	7,522,347
Security and Mental Health Reserve	2,904,570	-	-	-	-	2,904,570
Master Capital Plan Projects	542,137	-	-	-	-	542,137
Literacy Curricular Materials Reserve	2,250,000	-	-	-	-	2,250,000
Staff Compensation Reserve	10,000,000	-	-	-	-	10,000,000
Multi-Year Lease Reserve	4,178,498	-	-	-	-	4,178,498
School Carryover	21,001,747	-	-	-	-	21,001,747
Sub-fund Carryover	3,293,850	-	-	-	6,668,176	9,962,026
Unassigned	68,316,785	-	-	-	-	68,316,785
Total Fund Balances	168,573,544	-	63,480,642	40,624,932	16,151,348	288,830,466
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 227,878,170	\$ 4,829,737	\$ 64,017,135	\$ 48,165,051	\$ 22,129,646	\$ 367,019,739

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Reconciliation of the Governmental Funds Balance Sheet
to the Government-wide Statement of Net Position
June 30, 2022

Fund Balances of Governmental Funds		\$ 288,830,466
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		802,963,262
Other long-term assets are not available to pay for current period expenditures and therefore are reported as deferred inflows of resources in the funds.		3,628,289
Internal Service Funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the statement of net position.		1,127,833
Deferred inflows and outflows of resources that represent an acquisition or consumption of net position that applies to future periods and therefore is not reported in the funds:		
Deferred Amount on Refunding	3,318,876	
Deferred Outflows of Resources, Pension-Related Amounts	152,560,173	
Deferred Outflows of Resources, Other Post Employment Benefit-Related Amounts	3,388,913	
Deferred Inflows of Resources, Pension-Related Amounts	(333,739,974)	
Deferred Inflows of Resources, Other Post Employment Benefit-Related Amounts	<u>(13,160,787)</u>	(187,632,799)
Long-term liabilities, including long-term debt are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(364,225,000)	
Certificates of Participation	(8,680,000)	
Accreted Interest	(3,403,454)	
Bond Premiums	(40,482,635)	
Accrued Interest Payable	(1,115,810)	
Net Pension Liability	(636,750,686)	
Other Post Employment Benefit Liability	(30,807,156)	
Accrued Insurance Claims Payable	(3,480,036)	
Leases	(9,869,424)	
Extended Service Severance	(77,054)	
Compensated Absences	<u>(5,197,881)</u>	<u>(1,104,089,136)</u>
Net Position (deficit) of Governmental Activities		<u>\$ (195,172,085)</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2022

	Combined General	Governmental Designated Purpose Grants	Bond Redemption	Building	Non-Major Governmental	Total Governmental
REVENUES						
Property Taxes	\$ 290,661,411	\$ -	\$ 65,497,537	\$ -	\$ -	\$ 356,158,948
Specific Ownership Tax	31,147,922	-	-	-	-	31,147,922
Intergovernmental	367,186,634	27,258,031	-	-	27,819,189	422,263,854
Charges for Services	23,216,916	-	-	-	24,617,446	47,834,362
Fundraisers and Donations	3,507,808	-	-	-	2,787,017	6,294,825
Investment Earnings (Loss)	433,937	-	224,466	(351,295)	-	307,108
Other	9,973,902	343,007	-	-	179,176	10,496,085
Total Revenues	726,128,530	27,601,038	65,722,003	(351,295)	55,402,828	874,503,104
EXPENDITURES						
Current:						
Instructional	336,561,522	17,967,295	-	-	23,704,370	378,233,187
Supporting Services	204,369,801	9,633,743	-	-	30,053,156	244,056,700
Funding to Component Units	160,011,621	-	-	-	-	160,011,621
Capital Outlay	-	-	-	68,974,636	-	68,974,636
Debt Service/Lease Payments:						
Principal	1,357,013	-	55,360,000	-	2,080,000	58,797,013
Interest and Fiscal Charges	284,547	-	18,694,849	-	559,968	19,539,364
Total Expenditures	702,584,504	27,601,038	74,054,849	68,974,636	56,397,494	929,612,521
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	23,544,026	-	(8,332,846)	(69,325,931)	(994,666)	(55,109,417)
OTHER FINANCING SOURCES (USES)						
Payment to Refunding Escrow Agent	-	-	-	-	(12,218,034)	(12,218,034)
Proceeds from Sale of Capital Assets	-	-	-	-	5,468	5,468
Transfers In	-	-	-	-	9,849,171	9,849,171
Transfers Out	(9,849,171)	-	-	-	-	(9,849,171)
Total Other Financing Sources (Uses)	(9,849,171)	-	-	-	(2,363,395)	(12,212,566)
NET CHANGES IN FUND BALANCES	13,694,855	-	(8,332,846)	(69,325,931)	(3,358,061)	(67,321,983)
FUND BALANCES, Beginning	154,878,689	-	71,813,488	109,950,863	19,509,409	356,152,449
FUND BALANCES, Ending	\$ 168,573,544	\$ -	\$ 63,480,642	\$ 40,624,932	\$ 16,151,348	\$ 288,830,466

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2022

Net change in fund balances of governmental funds		\$ (67,321,983)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which net capital outlays exceeded loss on disposal of capital assets and depreciation.		
Capital Outlay	81,585,229	
Depreciation	(36,381,739)	
Net Book Value of Disposed Assets	<u>(1,357,583)</u>	43,845,907
Some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds. This amount represents the change in unavailable property tax revenue.		
		(795,941)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:		
Principal Payments - General Obligation Bonds	55,360,000	
Principal Lease Payments - Certificates of Participation	13,705,000	
Change in Accreted Interest	(1,023,732)	
Change in Accrued Interest	62,160	
Principal Payments-Leases	1,357,013	
Amortization of Bond Premium and Deferred Charges	<u>5,040,057</u>	74,500,498
In the statement of activities, certain operating expenses - compensated absences (sick leave), pension benefits, special termination benefits (extended service severance) and liability claims - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used or due (essentially, the amounts actually paid). This amount represents the net effect of compensated absences, pension expense and claims payable on the statement of activities:		
Pension Income	263,451,759	
Other Post Employment Benefit Income	3,814,445	
Change in Compensated Absence	(90,857)	
Change in Extended Service Severance	18,749	
Liability Claims	<u>(985,296)</u>	266,208,800
Internal Service Funds are used by management to charge the cost of medical insurance and short term disability to individual funds. The net revenue (expense) of the Internal Service Funds are reported with governmental activities.		
		<u>(3,441,221)</u>
Change in net position of governmental activities		<u><u>\$ 312,996,060</u></u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Proprietary Funds
Statement of Net Position
June 30, 2022

	Governmental Activities
	<u>Internal Service Funds</u>
ASSETS	
Current Assets:	
Cash and Investments	\$ 4,923,020
Prepaid Costs	<u>969,549</u>
Total Assets	<u>\$ 5,892,569</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 200,336
Accrued Insurance Claims	<u>4,564,400</u>
Total Liabilities	<u>4,764,736</u>
NET POSITION	
Unrestricted	<u>1,127,833</u>
Total Net Position	<u>1,127,833</u>
Total Liabilities and Net Position	<u>\$ 5,892,569</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended June 30, 2022

	Governmental Activities <u>Internal Service Funds</u>
OPERATING REVENUES	
Premium Revenue	\$ 51,294,306
Other	<u>9,490</u>
Total Operating Revenues	<u>51,303,796</u>
OPERATING EXPENSES	
Insurance and Claims	53,464,996
Salaries and Benefits	42,180
Purchased Services	1,221,965
Other	<u>28,816</u>
Total Operating Expenses	<u>54,757,957</u>
OPERATING LOSS	<u>(3,454,161)</u>
NON-OPERATING REVENUES	
Investment Earnings	<u>12,940</u>
Total Non-Operating Revenues	<u>12,940</u>
CHANGE IN NET POSITION	(3,441,221)
NET POSITION, Beginning	<u>4,569,054</u>
NET POSITION, Ending	<u>\$ 1,127,833</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Proprietary Funds
 Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2022

	Governmental Activities
	<u>Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 53,446,334
Payments to Suppliers	(54,539,321)
Payments to Employees	(42,180)
Net Cash (Used by) Operating Activities	<u>(1,135,167)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Earnings on Investments	<u>12,940</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,122,227)
CASH AND CASH EQUIVALENTS, Beginning	<u>6,045,247</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 4,923,020</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED TO (USED BY) OPERATING ACTIVITIES:	
Operating Loss	\$ (3,454,161)
Changes in Assets and Liabilities:	
Change in Prepaid Costs	2,138,883
Change in Accounts Receivable	3,655
Change in Accounts Payable	199,656
Change in Accrued Insurance Claims	(23,200)
Total Adjustments	<u>2,318,994</u>
NET CASH (USED BY) OPERATING ACTIVITIES	<u>\$ (1,135,167)</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2022

	<u>Private Purpose Trust Scholarship</u>
ASSETS	
Cash and Investments	\$ <u>32,879</u>
Total Assets	\$ <u><u>32,879</u></u>
NET POSITION	
Held in Trust for Scholarships	\$ <u>32,879</u>
Total Net Position	\$ <u><u>32,879</u></u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2022

	<u>Private Purpose Trust Scholarship</u>
ADDITIONS	
Contributions	<u>\$ 48,000</u>
Total Additions	<u>48,000</u>
DEDUCTIONS	
Grants and Scholarships	<u>56,750</u>
Total Deductions	<u>56,750</u>
CHANGE IN NET POSITION	(8,750)
NET POSITION, Beginning	<u>41,629</u>
NET POSITION, Ending	<u><u>\$ 32,879</u></u>

See accompanying notes to the financial statements

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Reporting Entity**

The Douglas County School District RE.1 (the District) is a political subdivision of the State of Colorado governed by an elected seven-member board of education. The accompanying financial statements represent the District and the component units for which the District is considered to be financially accountable. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the District.

Discretely Presented Component Units - The District's charter schools consist of seventeen separately authorized charters: Academy Charter School, American Academy, Aspen View Academy, Ben Franklin Academy, Challenge to Excellence Charter School, DCS Montessori Charter School, Global Village Academy-Douglas County, HOPE Online Learning Academy Co-Op, Lemay Classical Academy, North Star Academy, Parker Core Knowledge, Parker Performing Arts School, Platte River Academy, Renaissance Secondary School, SkyView Academy, STEM School and Academy, and World Compass Academy.

Charter schools are public schools authorized by the District to provide educational alternatives for parents, pupils and teachers. The schools have separate governing boards, but are fiscally dependent on the District for the majority of funding, and their exclusion would render the District's financial statements incomplete. Charter schools are considered discretely presented component units for external financial reporting purposes. The District considers each of the component units to be non-major component units because none of the schools individually have a financial relationship with the District that is significant enough to require separate reporting within the basic financial statements. Combining schedules are included within the supplementary section of this annual comprehensive financial report. The charter schools report within their reporting entities various foundations formed for fundraising or debt administration. Separate financial statements for all charter schools are available at each school location and online.

Joint Venture (Parker Joint Service Facility) - In September 1991, the District and the South Metro Fire Rescue (South Metro) entered into a joint venture agreement for the construction and operation of a transportation facility (the Facility). Currently, the District acts in the capacity of administrator under the joint control of the District Board and the governing body of South Metro. The District share of operating costs for the Facility is 45 percent.

The Facility is solely responsible for transportation operations, maintenance and services of the District and South Metro. The Facility is funded through the budgetary process of both parties to the joint venture in proportion to their respective shares and anticipated usage. The District records operating payments for transportation operations and usage as transportation expenditures in the Combined General Fund. The District does not have an equity interest in the Facility; therefore, it is not reflected within the basic financial statements as an investment. Separate financial statements for this joint venture can be obtained at its office; 17801 East Plaza Drive, Parker, Colorado.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., Statement of Net Position and Statement of Activities) report information on all the non-custodial activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services which are reasonably equivalent to the services provided to external organizations. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The District does not report any business-type activities.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Government-wide and Fund Financial Statements (Continued)**

The Statement of Activities demonstrates the degree to which the direct expenses of the given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 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 grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues. The District does not allocate indirect expenses.

Separate financial statements are provided for governmental funds, proprietary funds, and the custodial fund even though the latter is excluded from the District government-wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and custodial 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 period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except grant revenues which are considered to be available if they are collected within 90 days. Property taxes, specific ownership taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items 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. Alternatively, debt service and lease payment expenditures, as well as expenditures related to compensated absences and risk management claims, are recorded only when payment is due.

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

The District reports the following major and non-major governmental funds:

Major Governmental Funds:

The *Combined General Fund* is the District's primary operating fund. It accounts for all financial resources of the District except those required to be accounted for in another fund. The Capital Projects Fund has been included in the Combined General Fund as most resources come from a general fund transfer.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The *Governmental Designated Purpose Grants Fund* accounts for financial activities associated with most of its State and Federal grants.

The *Bond Redemption Fund* accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The *Building Fund* accounts for only the acquisition and construction of major capital facilities and equipment funded by the sale of general obligation bonds.

Non-major governmental funds:

The *Nutrition Services National School Lunch Program Fund (NSLP)* accounts for the financial resources that are restricted for activities associated with the District's USDA Child Nutrition Programs. During the 2021-2022 school year, due to USDA waivers allowing students the opportunity to eat for free, all schools were moved into the Child Nutrition Program.

The *Student Activities Fund* accounts for the financial resources restricted for the non-Colorado High School Activities Association (CHSSA) student activities programs.

The *Athletics and Activities Fund* accounts for the financial resources restricted for activities associated with athletics and other CHSSA governed programs.

The *Nutrition Services Non-National School Lunch Program Fund (Non-NSLP)*, accounts for the activities restricted for the District's school lunch programs not funded by the National School Lunch Program (high schools, one charter school, and one private school catering contract). During the 2021-2022 school year, due to USDA waivers allowing students the opportunity to eat for free, all schools were moved into the Child Nutrition Program.

The *Child Care Fund*, known as B.A.S.E. (Before and After School Enterprise), accounts for the financial resources that are restricted for activities associated with the District's tuition based child care programs. There are presently 43 elementary B.A.S.E. programs and 3 Pre-K B.A.S.E. programs.

The *Certificates of Participation (COP) Lease Payment Fund* accounts for the yearly appropriated resources required to meet the principal and interest payments scheduled for outstanding certificates of participation.

The District reports the following other fund types:

The *Medical Fund, an internal service fund*, accounts for health activities associated with a self-funded health insurance plan, a fully insured Kaiser option, as well as other employee health benefits including dental and vision.

The *Short Term Disability Fund, an internal service fund*, accounts for short term disability activities associated with a self-funded disability insurance plan.

The *Private-Purpose Trust Scholarship Fund, a private-purpose trust fund*, accounts for the activities of various scholarship accounts. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, and other governments and are therefore not available to support the District's own programs.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Cash and Investments

The pooled cash concept is used whereby cash balances of each of the District funds are pooled and invested in certain investments. All pooled cash investment income is allocated to the General Fund. The following are considered to be cash and cash equivalents: cash on hand, cash in the bank, and highly liquid investments which have a maturity of three months or less when purchased or which are subject to withdrawal.

As of June 30, 2022, the District invested in Colorado Statewide Investment Pool (CSIP) and Colorado Surplus Asset Fund (CSafe), both external investment pools. The District also invests proceeds from the 2019 bonds in various U.S. Treasury Notes, Federal Agency Bond Notes, Corporate Notes, Agency Bond and Certificates of Deposit. CSIP Term funds are reported at Net Asset Value (NAV). CSafe and CSIP Local Government Investment Pool (LGIP) funds are reported at amortized cost. All other securities are recorded at fair value.

Fair Value Measurement and Application

The District adopted GASB 72, *Fair Value Measurement and Application*, which addresses accounting and financial reporting issues related to fair value measurements. The fair value is the price that would be received by the District to sell an asset or paid by the District to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement for financial reporting at the fiscal year ended June 30, 2022 and the application used is determined by a hierarchy of one of three levels. Level one is the most reliable and is quoted prices in active markets for identical assets or liabilities, level two is reliable and consists of quoted prices for similar assets or liabilities, other observable inputs, interest rates, credit spreads, condition of the asset, activity level of markets for observable input, and level three is least reliable which is based on unobservable inputs. All donated assets are measured at the estimated acquisition value.

Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either *due to* or *due from other funds* (i.e., the current portion of interfund loans).

Property taxes are levied on December 15. Property taxes are payable in full by April 30, or in two equal installments due February 28 and June 15. The County bills and collects property taxes for all taxing districts within the County. Property tax receipts are remitted to the District in the subsequent month. Delinquent property taxes are subject to sale of tax certificates in the following November. Property taxes levied in the current year but not received at year-end are identified as *property taxes, net of allowance for uncollectible taxes*. Any taxes not collected within 60 days after year-end are recorded as a *deferred inflow of resources* in the governmental fund financial statements.

Specific ownership taxes are collected by the County for motor vehicles registered in the District's assessment area. Tax receipts collected by the County are remitted to the District in the subsequent month. Specific ownership taxes are recorded as receivables and revenues when collected by the County.

Inventories and Prepaid Costs

All inventories are valued at cost using the average cost method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid costs in both government-wide and fund financial statements. The District records prepaid costs using the purchase method.

Restricted Assets

The District and its component units restrict cash and investments representing debt service reserves and unspent bond proceeds.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Assets, Liabilities, Deferred Inflows/Outflows of Resources, and Net Position or Fund Balance (Continued)**Capital Assets

Capital assets, which include property and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an individual or aggregate 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 estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life are not capitalized.

First year depreciation is calculated at one-half year regardless of the purchase date. Property and equipment of the District, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Asset	Years
Buildings	50
Building Improvements	20-40
Land Improvements	5-20
Portable Classrooms	25
Vehicles	8
Office Equipment	7-10
Computer Equipment	5

Unearned Revenue

Unearned revenue in the government-wide and the fund financial statements consists primarily of unearned tuition, fees, grants, or prepaid student lunch accounts.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualify for reporting in this category. The first is the deferred charge on refunding which results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second is shown as pension-related amounts and includes items related to the District's portion of the Colorado Public Employees Retirement Association (PERA) benefit plan. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, and the net difference between projected and actual investment earnings on pension plan investments. Additional information on pension-related amounts is included in Note 10. The third amount is shown as other post-employment benefit (OPEB) related amounts and includes items related to the District's portion of the Health Care Trust Fund administered by PERA. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, and the net difference between projected and actual investment earnings on OPEB plan investments. Additional information on OPEB-related amounts is included in Note 11.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Assets, Liabilities, Deferred Inflows/Outflows of Resources, and Net Position or Fund Balance (Continued)**

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has four items that qualify for reporting in this category. Accordingly, the items *unavailable revenue*, is reported in the governmental funds balance sheet as unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The other item included in this category is the pension-related amounts and includes items related to the District's portion of the Colorado Public Employees Retirement Association (PERA) benefit plan. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, and the net difference between projected and actual investment earnings on pension plan investments. Additional information on pension-related amounts is included in Note 10. The third amount is shown as other post-employment benefit (OPEB) related amounts and includes items related to the District's portion of the Health Care Trust Fund administered by PERA. This includes the difference between expected and actual experience, any changes of assumptions or other inputs, and the net difference between projected and actual investment earnings on OPEB plan investments. Additional information on OPEB-related amounts is included in Note 11. The fourth amount is shown as resources for leases. This amount is deferred and amortized using the effective interest rate method.

Compensated Absences

It is District policy to permit employees to accumulate earned but unused sick pay benefits. Unused sick leave is paid to employees, up to a maximum of 130 days, upon termination after completing ten years of service. Vacation time must be used the same fiscal year it is earned. The current and long-term liabilities for sick time are accrued when earned in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized using the effective interest method. Bond issuance costs are expensed in the year they are incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures in the year they are incurred.

Fund Balance/Net Position

In the fund financial statements, governmental funds report the following classification of fund balance:

Nonspendable - includes amounts that cannot be spent because they are either not spendable in form - such as inventories - or are legally or contractually required to be maintained intact.

Restricted - includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision such as Colorado TABOR or enabling legislation. Other balances include Medicaid and National School Lunch Program grant restricted funds as well as bond redemption and building fund balances.

Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Fund balance of the District may be committed for a specific source by formal action of the Board of Education. Amendments or modifications of the committed fund balance must also be approved by formal action of the Board of Education.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Fund Balance/Net Position (Continued)

Assigned - includes amounts the District intends to use for a specific purpose, but do not meet the definition of restricted fund balance. Under the District's adopted policy, the Board delegates authority to the Superintendent or the Chief Financial Officer to determine these assignments.

Unassigned - includes all other spendable amounts and negative fund balances in other governmental funds.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets of \$423,650,011 consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets, excluding unspent bond and COP proceeds. Net position is reported as restricted when there are limitations imposed on their use, either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws or regulations of other governments. As of June 30, 2022, the District has \$17,561,600 and the charter schools have \$5,286,335, restricted for TABOR emergency reserves.

Pensions

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

Deferred Benefit Other Post Employment Benefit (OPEB) Plan

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

Adoption of New Accounting Standards - GASB Statement No. 87, Leases

In June 2017, the GASB issued GASB Statement No. 87, Leases. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The District adopted the requirements of the guidance effective July 1, 2021 and has applied the provisions of this standard to the beginning of the earliest comparative period presented.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS

At June 30, 2022, deposits and investments were reported in the financial statements as follows:

Governmental Activities *	\$	343,270,425
Private Purpose Trust Scholarship		32,879
Total	\$	<u>343,303,304</u>

* Governmental Activities include Governmental Funds and the Internal Service Funds.

Cash and investments at June 30, 2022, consisted of the following:

Deposits	\$	4,713,681
Cash on Hand		40,875
Investments		338,548,748
Total	\$	<u>343,303,304</u>

Deposits

Federal Deposit Insurance Corporation (FDIC) coverage for government accounts is \$250,000 per official custodian. The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by State statutes. The State regulatory commissioners regulate the eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA.

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 the uninsured public deposits as a group. The fair value of the collateral must be equal to at least 102 percent of the uninsured deposits. At June 30, 2022, the District bank deposits were covered by FDIC Insurance or fell under the provisions of PDPA.

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:

- United States treasury obligations and certain U.S. agency securities
- Corporate bonds
- Mutual bonds
- Short term certificates of deposit
- Bankers' acceptances of certain banks
- Commercial paper
- Repurchase agreements
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)Investments (Continued)

The District's investment policy does not further restrict its investment options.

At June 30, 2022, the District had the following investments:

Investment Type	S&P/Fitch Ratings	Amortized Cost	Net Asset Value	Fair Value	Total	Investment Maturities (In Years)		
						12 Months or less	13-24 Months	25-60 Months
CSafe Funds	AAAm	\$ 20,535,935	\$ -	\$ -	\$ 20,535,935	\$ 20,535,935	\$ -	\$ -
CSIP LGIP	AAAm	218,298,537	-	-	218,298,537	218,298,537	-	-
CSIP Term	AAAf	-	66,000,000	-	66,000,000	66,000,000	-	-
US Treasury Note	AA+	-	-	7,957,118	7,957,118	-	-	7,957,118
Federal Agency Bond/Note	AA+	-	-	23,012,241	23,012,241	-	-	23,012,241
Agency Bond/Note	AAA	-	-	528,660	528,660	-	-	528,660
Commercial Paper	A-1/A-1+	-	-	2,216,257	2,216,257	2,216,257	-	-
Total		<u>\$ 238,834,472</u>	<u>\$ 66,000,000</u>	<u>\$ 33,714,276</u>	<u>\$ 338,548,748</u>	<u>\$ 307,050,729</u>	<u>\$ -</u>	<u>\$ 31,498,019</u>

Local Government Investment Pools (LGIP) - At June 30, 2022, the District had dollars invested in local government investment pools with \$218,298,537 invested in Colorado Statewide Investment Program (CSIP). Term investments are measured at Net Asset Value (NAV) and LGIP investments are measured at amortized cost. CSIP is a statutory trust organized and existing under the laws of the State of Colorado intended solely for the use of Colorado local governments. Investments of the trust are limited to those allowed by State statutes. The District also had \$20,535,935 invested in the Colorado Surplus Asset Fund (CSafe) at June 30, 2022. CSafe is similar to a money market fund, with each share valued at \$1.00 and is measured at amortized cost. The State Securities Commissioner administers and enforces all state statutes governing CSafe.

CSIP is a statutory trust organized and existing under the laws of the State of Colorado intended solely for the use of Colorado local governments. Investments of the trust are limited to those allowed by State statutes. CSIP's sole purpose is to serve government entities in Colorado to meet their daily cash management needs with an emphasis on 1) safety, 2) liquidity, 3) transparency and 4) competitive yields. CSIP is a local government investment pool trust fund organized under C.R.S. § 24-75-701, *et seq.*, registered as such with the Colorado Securities Commissioner pursuant to the Local Government Investment Pool Trust Fund Administration and Enforcement Act, C.R.S. § 11-51-901, *et seq.* As such a trust, CSIP pools and invests the funds of Colorado local government participants within the investment policies and limitations set forth in CSIP's Indenture of Trust and C.R.S. § 24-75-601, *et seq.* Participants include municipalities, counties, school districts and special districts.

CSIP offers two investment options, 1) CSIP Liquid Portfolio and 2) CSIP Term Portfolio. The CSIP Liquid Portfolio is a fully liquid, variable rate investment option, rated AAAM by Standard and Poor's. There are no unfunded commitments, the redemption frequency is daily and there is a one-day redemption notice. The CSIP Term Portfolio offers the ability for participants to invest in shares of fixed-rate, fixed-term investments, rated AAAf by Fitch Ratings. There are no unfunded commitments, the redemption period is planned at maturity, and the redemption period is a sixty-day minimum and one-year maximum.

Custodial Credit Risk - There is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. None of the District's investments are subject to custodial risk.

Interest Rate Risk - State statutes limit investments in U.S. Agency securities to an original maturity of five years, unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit investments in U.S. Agency securities to the highest rating issued by nationally recognized statistical rating organizations (NRSROs).

The District's investment policy and State statutes limit investments in money market funds to those with the highest rating issued by NRSROs and with a constant share price, or to money market funds that invest only in specified securities.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)

Investments (continued)

Concentration of Credit Risk - State statutes and the District's investment policy do not limit the amount the District may invest in one issuer. As of June 30, 2022, the investments of Fannie Mae Notes \$21,153,846, Credit Sunrise New York Commercial Paper \$2,216,257 and Freddie Mac Notes \$1,858,395 individually garner greater than five percent of total investments.

Fair Value

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted process; Level 3 inputs are significant unobservable inputs.

The District has the following fair value measurements as of June 30, 2022:

<u>Investment by fair value level:</u>	<u>June 30, 2022</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
US Treasury Notes	\$ 7,957,118	\$ -	\$ 7,957,118	\$ -
Federal Agency Bond/Note	23,012,241	-	23,012,241	-
Agency Bond/Note	528,660	-	528,660	-
Commercial Paper	2,216,257	-	2,216,257	-
Total Investments by fair value level	<u>\$ 33,714,276</u>	<u>\$ -</u>	<u>\$ 33,714,276</u>	<u>\$ -</u>

NOTE 3: INTERFUND BALANCES AND TRANSFERS

Interfund balances are created when there is a liability of one fund due to another fund. Interfund balances for the year ended June 30, 2022, were composed of the following:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Governmental Designated Grants Fund	General Fund	\$ 2,350,269
Outdoor Education Fund	General Fund	\$ 89,445

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the allocating system, and (3) payments between funds are made. The interfund receivables and payables are expected to be collected/paid in the subsequent year.

Transfers are used to move revenues from the fund that collects them to specific programs accounted for in other funds in accordance with budget authorization. Transferred funds are without recourse. Transfers during the fiscal year ended June 30, 2022 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>
General Fund	Nutrition Services NSLP Fund	\$ 445,352
General Fund	Child Care Fund	2,262,045
General Fund	COP Lease Payment Fund	2,746,228
General Fund	Athletics & Activities Fund	4,395,546
	Total	<u>\$ 9,849,171</u>

All transfers were made from the General Fund to support the operations of various other funds that statute or budget requires to expend them.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: LEASE RECEIVABLES

A summary of the District's lease terms and interest rates are as follows:

Governmental Activities:

Building and educational space lease with University of Colorado beginning December 2021. Monthly payments including interest at 4.5% ranging from \$9,487 to \$12,438 due the first day of each month. The final payment is due December 2031.

\$ 1,035,453

Total future minimum lease payments to be received under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 105,687	\$ 66,847	\$ 172,534
2024	77,450	41,730	119,180
2025	85,047	37,858	122,905
2026	93,051	33,736	126,787
2027	101,453	29,232	130,685
2028-2032	572,765	64,656	637,421
Total Minimum Lease Payments	<u>\$ 1,035,453</u>	<u>\$ 274,059</u>	<u>\$ 1,309,512</u>

During the year ended June 30, 2022, the District recognized \$35,123 in lease revenue and \$21,802 in interest revenue.

The District entered into a lease with Arapahoe Community College beginning July 1, 2022. Monthly payments including interest at 4.5% ranging from \$2,115 to \$11,362 due the first day of each month. The final payment is due June 2042.

NOTE 5: CAPITAL ASSETS

Capital Asset activity for the year ended June 30, 2022 was as follows:

	<u>June 30, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>June 30, 2022</u>
Governmental Activities					
Land	\$ 13,310,241	\$ -	\$ -	\$ -	\$ 13,310,241
Construction in Progress (CIP)	107,732,299	78,610,698	-	(54,550,568)	131,792,429
Total Capital Assets (Not Depreciated)	121,042,540	78,610,698	-	(54,550,568)	145,102,670
Buildings and Improvements	982,073,335	113,244	(2,468,473)	48,385,475	1,028,103,581
Building - Lease Assets	20,775,720	-	-	-	20,775,720
Land Improvements	8,435,621	326,450	(6,860)	2,675,369	11,430,580
Machinery and Equipment	114,072,228	2,534,837	(14,955,169)	3,489,724	105,141,620
Total Depreciable Capital Assets	1,125,356,904	2,974,531	(17,430,502)	54,550,568	1,165,451,501
Accumulated Depreciation/Amortization:					
Building and Improvements	(405,043,376)	(23,158,778)	1,389,011	-	(426,813,143)
Building - Lease Assets	(4,220,228)	(1,211,832)	-	-	(5,432,060)
Land Improvements	(2,235,485)	(1,449,985)	4,116	-	(3,681,354)
Machinery and Equipment	(75,783,000)	(10,561,144)	14,679,792	-	(71,664,352)
Total Accumulated Depreciation/Amortization	(487,282,089)	(36,381,739)	16,072,919	-	(507,590,909)
Net Depreciated/Amortized Capital Assets	638,074,815	(33,407,208)	(1,357,583)	54,550,568	657,860,592
Net Capital Assets with Land and CIP	<u>\$ 759,117,355</u>	<u>\$ 45,203,490</u>	<u>\$ (1,357,583)</u>	<u>\$ -</u>	<u>\$ 802,963,262</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 5: CAPITAL ASSETS (Continued)

As a result of implementation of GASB No. 87 (GASB 87), *Leases*, \$7,602,572 in lease assets for leases of buildings has been added to the beginning balance presented in the previous table. As these leases are offset by an equal amount of lease liabilities, the District does not report a restatement of beginning net position for the implementation of GASB 87. Building assets of \$13,173,148 and related accumulated of \$4,220,228 was transferred to the lease asset building classifications as a result of implementation of GASB 87.

For the year ended June 30, 2022, depreciation/amortization expense was charged to functions of the District as follows:

Governmental Activities:

Instruction	\$ 5,220,701
Supporting Services	31,161,038
Total	<u>\$ 36,381,739</u>

Discretely Presented Component Units- Charter Schools	June 30, 2021	Additions	Deletions	June 30, 2022
Land	\$ 19,983,925	\$ 645,621	\$ (22,952)	\$ 20,606,594
Construction in Progress (CIP)	9,297,021	6,375,912	(72,944)	15,599,989
Total Capital Assets (Not Depreciated)	<u>29,280,946</u>	<u>7,021,533</u>	<u>(95,896)</u>	<u>36,206,583</u>
Buildings and Improvements	260,105,598	6,907,918	(99,139)	266,914,377
Machinery and Equipment	5,901,439	163,899	-	6,065,338
Lease Equipment	3,987,067	-	-	3,987,067
Total Depreciable Capital Assets	<u>269,994,104</u>	<u>7,071,817</u>	<u>(99,139)</u>	<u>276,966,782</u>
Accumulated Depreciation:				
Buildings and Improvements	(48,741,678)	(8,538,928)	29,745	(57,250,861)
Machinery and Equipment	(4,562,965)	(616,011)	1,982	(5,176,994)
Lease Equipment	(1,553,641)	(168,497)	-	(1,722,138)
Total Accumulated Depreciation	<u>(54,858,284)</u>	<u>(9,323,436)</u>	<u>31,727</u>	<u>(64,149,993)</u>
Net Depreciated Capital Assets	<u>215,135,820</u>	<u>(2,251,619)</u>	<u>(67,412)</u>	<u>212,816,789</u>
Net Capital Assets with Land and CIP	<u>\$ 244,416,766</u>	<u>\$ 4,769,914</u>	<u>\$ (163,308)</u>	<u>\$ 249,023,372</u>

Certain charter schools made slight adjustments to beginning balances and classifications, see Restatement of Fund Balance, Note 13 for further information. In addition, certain charter schools implemented GASB 87 and as a result, \$2,850,993 in leased assets have been added to the beginning balance. As these leases are offset by an equal amount of lease liabilities, no restatement related to leases is reported.

NOTE 6: ACCRUED COMPENSATION

Salaries and benefits of certain contractually employed personnel are paid over a 12-month period from August to July, but are earned during a school year of approximately 9 to 10 months. Accordingly, the accrued compensation is reflected as a liability of the respective funds in the accompanying financial statements. The salaries and benefits earned but unpaid at June 30, 2022 are recorded in the funds as follows:

Governmental Activities

Combined General Fund	\$ 38,950,241
Governmental Designated Purpose Grant Fund	1,509,037
Non-major Governmental Funds	804,447
Total	<u>\$ 41,263,725</u>

Accrued compensation for the charter schools as of June 30, 2022, is \$4,841,141.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2022, is as follows:

	Balance			Balance	Due Within
	June 30, 2021	Additions	Reductions	June 30, 2022	One Year
Governmental Activities:					
General Obligation Bonds	\$ 419,585,000	\$ -	\$ 55,360,000	\$ 364,225,000	\$ 23,550,000
Certificates of Participation	22,385,000	-	13,705,000	8,680,000	800,000
Accreted Interest	2,379,722	1,023,732	-	3,403,454	(1,723,908)
Bond Premiums	50,892,604	-	10,409,969	40,482,635	5,252,977
Extended Service Severance	95,803	-	18,749	77,054	20,000
Leases	11,226,437	-	1,357,013	9,869,424	1,366,921
Compensated Absences	5,107,024	814,162	723,305	5,197,881	515,430
OPEB Liability	34,048,351	-	3,241,195	30,807,156	-
Net Pension Liability	936,328,834	-	299,578,148	636,750,686	-
Total	\$ 1,482,048,775	\$ 1,837,894	\$ 384,393,379	\$ 1,099,493,290	\$ 29,781,420

As a result of implementation of GASB 87, *Leases*, \$7,602,572 in lease liabilities for leases of buildings has been added to the beginning balance presented above. As these leases are offset by an equal amount of lease assets, the District does not report a restatement of beginning net position for the implementation of GASB 87.

General Obligation Bonds

The District issues general obligation (G.O.) bonds and certificates of participation (COP) to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. The legal debt limit and debt margin as of June 30, 2022 are \$1,627,980,522 and \$1,201,320,009, respectively. Management of the District believes it is in compliance with the legal debt limits.

G.O. Bonds outstanding at June 30, 2022, consist of the following:

\$87,310,000 G.O. Refunding Bonds, Series 2009; interest ranging from 2% to 5.25% payable semiannually; principal payable annually beginning December 2009. The final payment is due December 2025.	\$ 21,095,000
\$70,995,000 G.O. Refunding Bonds, Series 2012; yielding 0.28% to 2.86%; interest compounds semiannually; principal payable annually beginning December 2015. The final payment is due December 2030.	66,255,000
\$100,000 G.O. Capital Appreciation Bonds, Series 2012; yielding 3.2% to 3.35%; interest compounds semiannually; principal payable annually beginning December of 2022. The final payment is due December 2023.	100,000
\$31,020,000 G.O. Refunding Bonds, Series 2013, yielding 0.25% to 2.72%; interest compounds semiannually; principal payable annually beginning December 2013. The final payment is due December 2028.	29,615,000
\$249,975,000 G.O. Bond, Series 2019, yielding 1.660% to 3.080%; interest compounds semiannually; principal payable annually beginning December 2019. The final payment is due December 2038.	247,160,000
Total General Obligation Bonds	\$ 364,225,000

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: LONG-TERM LIABILITIES (Continued)**Certificates of Participation**

Certificates of Participation (COP) obligations are satisfied using general operating funds. District buildings are held as collateral on the debt. Aspen View Charter School participated in the District's 2012 COP issuance. The charter school issued new debt in fiscal year 2020-2021 of which proceeds of over \$12 million given to the District and were shown in other financing sources on the District's non-major governmental funds. In the current fiscal year those funds were placed into an irrevocable trust and used to payoff the charter's portion of the 2012 COP. The new refunding debt appears on the charter schools statements.

COPs outstanding at June 30, 2022, consist of the following:

\$15,500,000 Certificates of Participation, Series 2012; interest ranging from 2% to 3.5% payable semiannually; principal payable annually beginning January 2016. The final payment is due January 2037.	\$ 775,000
\$12,100,000 Refunding Certificates of Participation, Series 2016; interest ranging from 2% to 4% payable semiannually; principal payable annually beginning January 2017. The final payment is due January 2031.	<u>7,905,000</u>
Total Certificates of Participation	<u><u>\$ 8,680,000</u></u>

Leases

The District leases certain assets from various third parties. The assets leased include office space and equipment. Leases outstanding at June 30, 2022, consist of the following:

Office space lease at Inverness Parkway for eDCSD and District support staff beginning July 1, 2021. Lease allows for two 5-7 year extensions of which the District plans to utilize one of the extensions for 5 years. Monthly payments including interest at 3.25% ranging from \$41,054 to \$62,669 due the first day of each month. The final payment is due November 2034.	\$ 6,200,816
Office space lease at Park Meadow Drive for Bridge programming beginning July 2021. Monthly payments including interest at 3.50% ranging from \$9,075 to \$12,920 due the first day of each month. The final payment is due June 2031.	1,020,177
Energy Performance lease beginning September 2016. Semi-annual payment including interest at 1.91% ranging from \$425,355 to \$543,230 are due beginning March 2017. Final payment is due September 2027.	<u>2,648,431</u>
Total Leases	<u><u>\$ 9,869,424</u></u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: LONG-TERM LIABILITIES (Continued)**Accreted Interest**

Accreted compound interest on capital appreciation bonds, due and payable upon final payment of each respective bond.

\$ 3,403,454**Future Debt Service/Lease Obligations**

The following schedule represents the District's debt service and lease payment obligations to maturity for outstanding bonded debt, registered coupons and certificates of participation and capital leases at June 30, 2022:

June 30,	Principal	Interest	Total
2023	\$ 23,550,000	\$ 18,982,388	\$ 42,532,388
2024	36,070,000	17,047,331	53,117,331
2025	39,760,000	13,233,831	52,993,831
2026	27,140,000	11,698,931	38,838,931
2027	30,650,000	10,401,375	41,051,375
2028-2032	105,065,000	33,386,625	138,451,625
2033-2037	69,715,000	15,548,275	85,263,275
2038-2042	32,275,000	1,633,375	33,908,375
Total	<u>\$ 364,225,000</u>	<u>\$ 121,932,131</u>	<u>\$ 486,157,131</u>

Certificates of Participation

June 30,	Principal	Interest	Total
2023	\$ 800,000	\$ 317,925	\$ 1,117,925
2024	825,000	294,125	1,119,125
2025	850,000	269,375	1,119,375
2026	885,000	235,825	1,120,825
2027	915,000	200,875	1,115,875
2028-2032	4,100,000	431,306	4,531,306
2033-2037	305,000	32,763	337,763
Total	<u>\$ 8,680,000</u>	<u>\$ 1,782,194</u>	<u>\$ 10,462,194</u>

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: LONG-TERM LIABILITIES (Continued)**Future Debt Service/Lease Obligations (Continued)****Leases**

June 30,	Principal	Interest	Total
2023	\$ 1,366,921	\$ 225,488	\$ 1,592,409
2024	773,875	246,291	1,020,166
2025	835,138	227,339	1,062,477
2026	879,762	201,374	1,081,136
2027	926,464	177,018	1,103,482
2028-2032	3,477,220	535,950	4,013,170
2033-2035	1,610,044	61,863	1,671,907
Total	<u>\$ 9,869,424</u>	<u>\$ 1,675,323</u>	<u>\$ 11,544,747</u>

Compensated Absences

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

Extended Service Severance

During the 2012 fiscal year, the District initiated a phase out of an extended service severance benefit offered within the Douglas County Federation of Teachers, division of American Federation of Teachers, certified and classified contracts. Employees who were eligible to retire by June 30, 2012, June 30, 2013 and June 30, 2014 were eligible to take advantage of this benefit phase out. The total liability was calculated at about \$6.2 million of which about \$6.195 million was paid out in October of the past nine years (2012-2021) leaving a liability of \$77,054. This liability is reported in the government-wide financial statements only as none of it is expected to be liquidated with expendable available financial resources.

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: LONG-TERM LIABILITIES (Continued)**Charter School Long-term Liabilities**

Charter school long-term liability activity for the year ended June 30, 2022 was as follows:

<u>Charter Schools:</u>	Balance			Balance June 30, 2022	Due Within One Year
	June 30, 2021	Additions	Reductions		
Loans	\$ 295,926,605	\$ 18,725,000	\$ (5,575,076)	\$ 309,076,529	\$ 20,968,336
Leases	7,994,239	1,047,624	(1,678,453)	7,363,410	2,217,241
Discount	(1,344,982)	-	93,578	(1,251,404)	-
Premium	14,817,463	690,664	(661,802)	14,846,325	169,557
Compensated Absences	341,835	-	(68,748)	273,087	63,712
Total	<u>\$ 317,735,160</u>	<u>\$ 20,463,288</u>	<u>\$ (7,890,501)</u>	<u>\$ 330,307,947</u>	<u>\$ 23,418,846</u>

Charter School Leases and Loans

Colorado Educational and Cultural Facilities Authority (The Authority) has issued Charter School Revenue Bonds on behalf of the Charter Schools. The Charter Schools make monthly payments to the Authority under various lease agreements. Additionally, Charters lease various technology under a lease agreements. Minimum lease payments to maturity for leases and loans are as follows:

June 30,	Principal	Interest	Total
2023	\$ 23,367,951	\$ 14,802,538	\$ 38,170,489
2024	5,621,264	13,859,210	19,480,474
2025	5,951,162	13,635,110	19,586,272
2026	6,305,452	13,392,698	19,698,150
2027	13,800,358	12,879,728	26,680,086
2028-2032	39,735,535	58,958,242	98,693,777
2033-2037	41,600,717	49,937,155	91,537,872
2038-2042	38,845,000	40,523,947	79,368,947
2043-2047	44,770,000	29,932,927	74,702,927
2048-2052	46,230,000	18,204,354	64,434,354
2053-2055	50,212,500	8,210,422	58,422,922
Total	<u>\$ 316,439,939</u>	<u>\$ 274,336,331</u>	<u>\$ 590,776,270</u>

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NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 8: SHORT-TERM DEBT

Due to the cyclical nature of property tax cash flow that school districts significantly rely on for operation, the State Treasurer is authorized to issue short-term debt in order to make interest-free loans to participating Colorado school districts.

During the fiscal year ended June 30, 2022, the District borrowed \$5,179,000 from the State-sponsored interest-free loan program to provide cash flow throughout the fiscal year. None of the amount borrowed was outstanding at June 30, 2022.

NOTE 9: RISK MANAGEMENT

The deductible for all perils, including flood, windstorm and earthquake, is subject to a per occurrence deductible of \$100,000. Auto per occurrence deductible is \$150,000. The District has no excess coverage for physical damage and collision, upset or overturning of vehicles off premises. Further, the Colorado Governmental Immunity Act provides local governments with immunity from liability in excess of \$387,000 per person per occurrence and \$1,093,000 aggregate per occurrence. The District is self-insured for its medical and property/workers' compensation claims.

The District purchases commercial insurance and several lines of liability insurance for claims in excess of the District's self-insured retention. Settled claims for the past three fiscal years have not exceeded the commercial coverage.

Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR).

The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. The claims liability was determined actuarially. The property claims liability is based on the current reserves. The claims liability is considered to be reasonably estimated (measurable) and probable of assertion.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: RISK MANAGEMENT (Continued)

The following represents the change in the claims liability for the District during the fiscal year ended June 30, 2022.

	Medical	Property/Workers' Compensation	Total
Claims Liability June 30, 2020	\$ 3,699,400	\$ 2,694,552	\$ 6,393,952
Claims Incurred and Adjusted	33,749,975	1,151,603	34,901,578
Claims Payments	(32,861,775)	(1,351,415)	(34,213,190)
Claims Liability June 30, 2021	4,587,600	2,494,740	7,082,340
Claims Incurred and Adjusted	32,220,903	2,614,819	34,835,722
Claims Payments	(32,244,103)	(1,629,523)	(33,873,626)
Claims Liability June 30, 2022	\$ 4,564,400	\$ 3,480,036	\$ 8,044,436

The District's property and workers' compensation activity is reported within the General Fund. The claims liability for property and workers' compensation is only reported in the government-wide Statement of Net Position as the liability is not a matured liability under the modified accrual basis of accounting.

The District utilizes the Medical Fund, an internal service fund, for the accounting and reporting of its health insurance claims. Accordingly, the claims are expensed as they are incurred and the full medical claim liability of \$4,564,400 is reported within the Medical Fund as a current liability because the District expects to pay the full balance within a year.

NOTE 10: PENSION PLAN

Defined Benefit Pension Plan

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

Benefits provided as of December 31, 2021 - PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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

- Highest average salary multiplied by 2.5% and then multiplied by years of service credit.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: PENSION PLAN (Continued)**Defined Benefit Pension Plan (Continued)**

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

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

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

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive the maximum annual increase (AI) or AI cap of 1.00 percent unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00 percent AI cap or the average 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 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI by up to 0.25 percent based on the parameters specified C.R.S. § 24-51-413.

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

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

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

	July 1, 2021 through June 30, 2022
Employer Contribution Rate	10.90%
Amount of Employer Contribution Apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02)%
Amount Apportioned to the SCHDTF	9.88%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%
Total Employer Contribution Rate to the SCHDTF	19.88%

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

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: PENSION PLAN (Continued)**Defined Benefit Pension Plan (Continued)**

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$68.5 million for the year ended June 30, 2022.

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute \$225 million (actual dollars) direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. In addition to the \$225 million (actual dollars) direct distribution due July 1, 2022, House Bill (HB) 22-1029, instructs the State treasurer to issue a warrant to PERA in the amount of \$380 million (actual dollars), upon enactment, with reductions to future direct distributions scheduled to occur July 1, 2023, and July 1, 2024.

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

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

At June 30, 2022, the District reported a liability of \$636,750,686 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

The District's proportionate share of the net pension liability	\$636,750,686
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District.	\$72,995,332
Total	\$709,746,018

At December 31, 2021, the District's proportion was approximately 5.472 percent, which was a decrease of approximately 0.721 percent from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized pension income of \$229,458,571 and revenue of \$7,793,183 for support from the State as a nonemployer contributing entity, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: 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
Difference between expected and actual experience	\$ 24,377,368	\$ -
Changes of assumptions or other inputs	48,611,160	-
Net difference between projected and actual earnings on pension plan investments	-	239,399,238
Changes in proportion and differences between contributions recognized and proportionate share of contributions	45,578,457	94,340,736
Contributions subsequent to the measurement date	33,993,188	N/A
Total	\$ 152,560,173	\$ 333,739,974

\$33,993,188 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	Effect of Deferred Inflows/ Outflows on Pension Expense
2023	\$ (23,538,272)
2024	(92,363,884)
2025	(70,212,891)
2026	(29,057,942)
Total	\$ (215,172,989)

Actuarial Assumptions - The TPL in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation:	3.40% - 11.00%
Long-term investment rate of return, net of pension plan investment expenses including price inflation	7.25%
Discount rate	7.25%
Post retirement benefit increases:	1.00%
PERA benefit structure hired prior to January 1, 2007; and DPS benefit structure (compounded annually)	Financed by the AIR
PERA benefit structure hired after December 31, 2006 ⁽¹⁾	

⁽¹⁾ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: PENSION PLAN (Continued)

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

The TPL as of December 31, 2021, includes the anticipated adjustments to contribution rates and the AI cap, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.

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

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

Post-retirement, nondisabled mortality assumptions were based on the Pub-T2010 Healthy Retiree Table, adjusted as follows:

- **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.
- **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:

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

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

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

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

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NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: PENSION PLAN (Continued)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

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

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 percent.

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (SB) 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50 percent resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50% resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employer contributions also include the current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point, the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- 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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: PENSION PLAN (Continued)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- The projected benefit payments reflect the lower AI cap, from 1.25 percent to 1.00 percent, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the SCHDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$937,244,934	\$636,750,686	\$385,999,455

Pension Plan Fiduciary Net Position: Detailed information about the SCHDTF's FNP is available in PERA's ACFR, which can be obtained at www.copera.org/investments/pera-financial-reports.

Defined Contribution Pension Plan**Voluntary Investment Program**

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

Funding Policy - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2022, program members contributed \$8,582,510.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS**Other Post Employment Benefits (OPEB)**

Plan Description - Eligible employees of the District are provided with OPEB through the Health Care Trust Fund (HCTF) - a cost sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure - The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

DPS Benefit Structure - The maximum service-based premium subsidy is \$230 per month for retirees who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for retirees who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum service-based subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**Other Post Employment Benefits (OPEB) (Continued)**

For retirees who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, the HCTF or the DPS HCTF pays an alternate service-based premium subsidy. Each individual retiree meeting these conditions receives the maximum \$230 per month subsidy reduced appropriately for service less than 20 years, as described above. Retirees who do not have Medicare Part A pay the difference between the total premium and the monthly subsidy.

Contributions - Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$3,516,287 for the year ended June 30, 2022.

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

At June 30, 2022, the District reported a liability of \$30,807,156 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2021, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll forward the total OPEB liability to December 31, 2021. The District's proportion of the net OPEB liability was based on the District's contributions to the HCTF for the calendar year 2021 relative to the total contributions of participating employers to the HCTF.

At December 31, 2021, the District's proportion was 3.573 percent, which was a decrease of approximately 0.01 percent from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized OPEB income of \$2,059,606. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 46,945	\$ 7,304,751
Changes of assumptions and other inputs	\$ 637,826	\$ 1,671,108
Net difference between projected and actual earnings on pension plan investments	-	\$ 1,906,974
Changes in proportion and differences between contributions recognized and proportionate share of contributions	\$ 949,303	\$ 2,277,954
Contributions subsequent to the measurement date	\$ 1,754,839	-
Total	\$ 3,388,913	\$13,160,787

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

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

\$1,754,839 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

June 30,	Effect of Deferred Inflows/ Outflows on OPEB Expense
2023	\$ (3,074,574)
2024	(3,329,411)
2025	(2,966,386)
2026	(1,788,836)
2027	(325,303)
Thereafter	(42,203)
Total	\$ (11,526,713)

Actuarial Assumptions - The TOL in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

	<u>School Division</u>
Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	
Members other than State Troopers	3.40%-11.00%
State Troopers	N/A
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	4.50% in 2021, 6.00% in 2022 gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.75% in 2021, gradually increasing to 4.50% in 2029
DPS benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (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 sixty-five or older and who are not eligible for premium-free Medicare Part A in the December 31, 2020 valuation, the following monthly costs/premiums (actual dollars) are assumed for 2021 for the PERA Benefit Structure:

The 2021 Medicare Part A premium is \$471 (actual dollars) per month.

<u>Medicare Plan</u>	<u>Initial Costs for Members without Medicare Part A</u>		<u>Monthly Cost Adjusted to Age 65</u>
	<u>Monthly Cost</u>	<u>Monthly Premium</u>	
Medicare Advantage/Self-Insured Rx Kaiser Permanente Medicare Advantage HMO	\$633	\$230	\$591
	\$596	\$199	\$562

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

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services as referenced in the development of these rates. Effective December 31, 2020, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

<u>Year</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
2021	4.50%	3.75 %
2022	6.00%	3.75%
2023	5.80%	4.00 %
2024	5.60%	4.00 %
2025	5.40%	4.00%
2026	5.10%	4.25 %
2027	4.90%	4.25 %
2028	4.70%	4.25%
2029+	4.50%	4.50 %

Mortality assumptions used in the December 31, 2020 valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed using a headcount-weighted basis. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

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

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

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

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

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

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

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

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

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

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

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

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

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

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

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

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

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2021 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

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

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

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

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

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

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 percent.

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:

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare Trend Rate	3.50 %	4.50 %	5.50 %
Ultimate PERACare Medicare Trend Rate	3.50%	4.50%	5.50%
Initial Medicare Part A Trend Rate	2.75 %	3.75 %	4.75 %
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$29,922,460	\$30,807,156	\$31,832,007

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2021, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total services costs for future plan members were based upon a process to estimate future actuarially determined contribution assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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

Sensitivity of the District'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 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.25 percent) or one-percentage-point higher (8.25 percent) than the current rate:

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2022

NOTE 11: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Proportionate share of the net OPEB liability	\$35,779,287	\$30,807,156	\$26,560,095

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

NOTE 12: COMMITMENTS AND CONTINGENCIES**Claims and Judgments**

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other 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. As of June 30, 2022, varying amounts of grant expenditures have not been audited by federal and state agencies, but the District believes that disallowed expenditures, if any, based on subsequent audits, will not have a material effect on the overall financial position of the District.

Committed Construction

At June 30, 2022, the District had contractual commitments for the construction of various major capital projects and facilities of \$15,339,355. Bonds, investment earnings, and general funds will provide funding for these immediate future expenditures.

Litigation

The District is involved in various litigation matters in which the outcome cannot be predicted at this time.

TABOR Amendment

In November 1992, Colorado voters passed Article X, Section 20 (TABOR Amendment), to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the TABOR Amendment. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and student enrollment. In November 1998, voters within the District authorized the District to collect, retain, and spend all District revenues received in 1998 and each year thereafter, notwithstanding the limitations of the TABOR Amendment. The TABOR Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment.

The TABOR Amendment requires the District to establish a reserve of 3 percent for emergencies. At June 30, 2022, the District and charter school reserves of \$17,561,600 and \$5,286,335 respectively, were recorded as a restricted fund balance in the Combined General Fund.

In addition to this TABOR Reserve, Board policy requires an additional 3 percent be held as a prudent reserve providing evidence of financial stability and maintaining the high credit rating the District presently enjoys. This policy also mandates a 1 percent contingency budget to be appropriated each year providing readily available resources in the event of unforeseen circumstances.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

NOTE 13: RESTATEMENT OF FUND BALANCE

The District is restating the beginning balance of Academy Charter School by \$271,420. This amount represents capital asset additions and capital contributions received in prior years which resulted in a restatement of beginning net position. See below for the impact of the prior period adjustment on governmental activities.

	Discretely Presented Component Units
Beginning Net Position, as originally reported	\$ (200,432,946)
Correction of an Error	271,420
Beginning Net Position, as restated	<u>\$ (200,161,526)</u>

NOTE 14: SUBSEQUENT EVENTS

In August 2022, the District issued general obligation refunding bonds in the amount of \$86,550,000 at an interest rate of 2.07% for the purposes of refunding series 2012 and 2013 general obligation bonds. This refunding was undertaken to reduce total debt service payments by \$8,332,275 and a Net Present Value savings of 7.63%.

The net proceeds of this refunding, plus an additional \$965,866 from Bond Redemption Fund ending fund balance, were deposited in an irrevocable trust with escrow agent to provide for all future debt service payments on these general obligation bonds. As a result, these bonds are defeased and the liability for these bonds will be removed from the 2022-2023 government-wide statement of net position. The advanced refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$3,691,244.

On September 2, 2022, the Colorado Educational and Cultural Facilities Authority issued Series 2022A and Series 2022B totaling \$11,825,000 to Global Village Academy to finance the discharge of the lease forbearance arrears and purchase the property. The forbearance liability was discharged in full at that time.

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***REQUIRED
SUPPLEMENTARY
INFORMATION***

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2022

	2022			Variance with Budget
	Adopted Budget	Amended Budget	Actual	
REVENUES				
Taxes:				
Local Property Taxes	\$ 276,939,007	\$ 288,353,571	\$ 290,661,411	\$ 2,307,840
Specific Ownership Taxes	26,964,666	31,369,085	31,147,922	(221,163)
Total Taxes	<u>303,903,673</u>	<u>319,722,656</u>	<u>321,809,333</u>	<u>2,086,677</u>
Intergovernmental State Funding:				
State Equalization	327,565,817	321,754,777	321,796,077	41,300
Special Education	14,756,865	16,377,665	16,402,769	25,104
Vocational Education	783,558	723,514	720,773	(2,741)
Other	16,260,932	29,968,087	28,267,015	(1,701,072)
Total Intergovernmental State Funding	<u>359,367,172</u>	<u>368,824,043</u>	<u>367,186,634</u>	<u>(1,637,409)</u>
Other:				
Investment Income	504,000	115,000	433,937	318,937
Charges for Services	21,436,894	20,755,952	23,216,916	2,460,964
Fundraisers and Donations	-	-	3,507,808	3,507,808
Other	12,865,729	22,211,369	9,973,902	(12,237,467)
Total Other	<u>34,806,623</u>	<u>43,082,321</u>	<u>37,132,563</u>	<u>(5,949,758)</u>
Total Revenues	<u>698,077,468</u>	<u>731,629,020</u>	<u>726,128,530</u>	<u>(5,500,490)</u>
EXPENDITURES				
Current Operating:				
Instructional Services	362,580,801	391,216,643	336,561,522	54,655,121
Funding to Component Units	154,309,700	159,859,059	160,011,621	(152,562)
Supporting Services:				
Pupil Support Services	92,056,749	104,847,116	101,103,130	3,743,986
Operations and Maintenance	70,696,767	73,524,001	69,018,799	4,505,202
Central Supporting Services	33,618,846	34,195,496	31,766,150	2,429,346
Facility Acquisition and Construction	15,023,970	19,242,118	2,482,112	16,760,006
Debt Service - Leases	-	1,641,170	1,641,170	-
Total Expenditures	<u>728,286,833</u>	<u>784,525,603</u>	<u>702,584,504</u>	<u>81,941,099</u>
EXCESS OF REVENUES (OVER) EXPENDITURES	<u>(30,209,365)</u>	<u>(52,896,583)</u>	<u>23,544,026</u>	<u>76,440,609</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(5,420,479)</u>	<u>(9,849,171)</u>	<u>(9,849,171)</u>	<u>-</u>
Total Other Financing (Uses)	<u>(5,420,479)</u>	<u>(9,849,171)</u>	<u>(9,849,171)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ (35,629,844)</u>	<u>\$ (62,745,754)</u>	<u>13,694,855</u>	<u>\$ 76,440,609</u>
FUND BALANCE, Beginning			<u>154,878,689</u>	
FUND BALANCE, Ending			<u>\$ 168,573,544</u>	

See accompanying independent auditor's report and note to required supplementary information

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1
Fund 22
Governmental Designated Purpose Grants Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2022

	2022			
	Adopted Budget	Amended Budget	Actual	Variance with Budget
REVENUES				
Intergovernmental:				
Federal	\$ 31,064,251	\$ 27,087,861	\$ 25,679,053	\$ (1,408,808)
State and Local	2,433,519	1,790,224	1,578,978	(211,246)
Other	390,743	463,879	343,007	(120,872)
Total Revenues	<u>33,888,513</u>	<u>29,341,964</u>	<u>27,601,038</u>	<u>(1,740,926)</u>
EXPENDITURES				
Instructional:				
Salaries and Benefits	14,331,623	13,463,276	13,527,987	(64,711)
Purchased Services	4,760,371	2,254,335	2,007,433	246,902
Supplies and Materials	10,272,998	1,061,992	929,233	132,759
Capital Outlay	85,676	46,255	38,015	8,240
Other	752,329	1,562,266	1,464,627	97,639
Support Services:				
Salaries and Benefits	890,191	3,863,856	3,507,855	356,001
Purchased Services	1,188,440	3,371,720	2,895,229	476,491
Supplies and Materials	125,309	3,008,315	2,579,994	428,321
Capital Outlay	1,375,382	-	-	-
Other	106,194	709,949	650,665	59,284
Total Expenditures	<u>33,888,513</u>	<u>29,341,964</u>	<u>27,601,038</u>	<u>1,740,926</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCE, Beginning			<u>-</u>	
FUND BALANCE, Ending			<u>\$ -</u>	

See accompanying independent auditor's report and note to required supplementary information

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Defined Benefit Pension Plan Schedules
 Schedule of the District's Contributions - PERA
 For The Last Ten Years

	Fiscal Year				
	2022	2021	2020	2019	2018
Contractually required contributions	\$ 68,533,136	\$ 65,079,443	\$ 66,079,687	\$ 62,073,862	\$ 57,670,732
Contributions in relation to the contractually required contributions	68,533,136	65,079,443	66,079,687	62,073,862	57,670,732
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 344,734,085	\$ 327,361,385	\$ 340,900,760	\$ 324,484,391	\$ 305,474,654
Contributions as a percentage of covered payroll	19.88%	19.88%	19.38%	19.13%	18.88%

See accompanying independent auditor's report and note to required supplementary information

	2017	2016	2015	2014	2013
\$	54,817,551	\$ 54,252,218	\$ 50,941,245	\$ 47,195,796	\$ 42,826,213
	54,817,551	54,252,218	50,941,245	47,195,796	42,826,213
\$	-	\$ -	\$ -	\$ -	\$ -
\$	298,405,538	\$ 305,938,048	\$ 301,705,262	\$ 295,363,179	\$ 282,878,082
	18.37%	17.73%	16.88%	15.98%	15.14%

See accompanying independent auditor's report and note to required supplementary information

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1
 Defined Benefit Pension Plan Schedules
 Schedule of the District's Proportionate
 Share of Net Pension Liability
 Last Ten Years*

	2021	2020	2019	2018
District's proportion of the net pension liability	5.472%	6.193%	5.789%	5.605%
District's proportionate share of the net pension liability	\$ 636,750,686	\$ 936,328,834	\$ 864,936,787	\$ 992,546,522
State's proportionate share of the net pension liability associated with the District	72,995,332	-	109,706,230	135,716,953
Total	\$ 709,746,018	\$ 936,328,834	\$ 974,643,017	\$ 1,128,263,475
District's covered payroll	\$ 336,468,879	\$ 333,110,112	\$ 342,875,788	\$ 323,494,720
District's proportionate share of the net pension liability as a percentage of its covered payroll	189.25%	281.09%	252.26%	306.82%
Plan fiduciary net position as a percentage of the total pension liability	74.86%	66.99%	64.52%	57.01%

* The amounts presented for each year were determined as of December 31, the measurement date used by the District. Schedule is intended to include information for ten years. Additional information will be displayed as it becomes available.

See accompanying independent auditor's report and note to required supplementary information

2017	2016	2015	2014
6.569%	6.525%	6.601%	6.666%
\$ 2,124,245,847	\$ 1,942,879,251	\$ 1,009,505,041	\$ 903,520,866
-	-	-	-
\$ 2,124,245,847	\$ 1,942,879,251	\$ 1,009,505,041	\$ 903,520,866
\$ 319,201,229	\$ 309,240,235	\$ 304,134,938	\$ 296,685,729
665.49%	628.28%	331.93%	304.54%
43.96%	43.13%	59.16%	62.84%

See accompanying independent auditor's report and note to required supplementary information

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1
 Defined Benefit Pension Plan Schedules
 Schedule of the District's Contributions - OPEB
 For The Last Ten Years

	Fiscal Year				
	2022	2021	2020	2019	2018
Contractually required contributions	\$ 3,516,287	\$ 3,339,086	\$ 3,477,188	\$ 3,309,741	\$ 3,115,841
Contributions in relation to the contractually required contributions	3,516,287	3,339,086	3,477,188	3,309,741	3,115,841
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 344,734,085	\$ 327,361,385	\$ 340,900,760	\$ 324,484,391	\$ 305,474,654
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%

See accompanying independent auditor's report and note to required supplementary information

2017	2016	2015	2014	2013
\$ 3,043,736	\$ 3,120,568	\$ 3,077,393	\$ 3,033,567	\$ 2,885,356
3,043,736	3,120,568	3,077,393	3,033,567	2,885,356
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 298,405,538	\$ 305,938,048	\$ 301,705,262	\$ 295,363,179	\$ 282,878,082
1.02%	1.02%	1.02%	1.02%	1.02%

See accompanying independent auditor's report and note to required supplementary information

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1
 Defined Benefit Pension Plan Schedules
 Schedule of the District's Proportionate
 Share of OPEB Liability
 Last Ten Years*

	2021	2020	2019	2018
District's proportion of the OPEB liability	3.573%	3.583%	3.783%	3.643%
District's proportionate share of the net OPEB liability	\$ 30,807,156	\$ 34,048,351	\$ 42,529,387	\$ 49,571,265
District's covered payroll	\$ 336,468,879	\$ 333,110,112	\$ 342,875,788	\$ 323,494,720
District's proportionate share of the OPEB liability as a percentage of its covered payroll	9.16%	10.22%	12.40%	15.32%
Plan fiduciary net position as a percentage of the total OPEB liability	39.40%	32.78%	24.49%	17.03%

* The amounts presented for each year were determined as of December 31, the measurement date used by the District. Schedule is intended to include information for ten years. Additional information will be displayed as it becomes available.

See accompanying independent auditor's report and note to required supplementary information

<u>2017</u>	<u>2016</u>
3.732%	3.708%
\$48,505,220	\$ 48,084,618
\$319,201,229	\$ 309,240,235
15.20%	15.55%
17.53%	16.72%

See accompanying independent auditor's report and note to required supplementary information



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INFORMATION***



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Combined General Funds

Comparative Balance Sheets
Combining Balance Sheet
Combining Schedule of Revenues, Expenditures and
Changes in Fund Balances
Schedule of Expenditures by Object
Schedule of Expenditures by Program
Comparative Schedule of Revenues, Expenditures and
Changes in Fund Balance

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
Comparative Balance Sheet
June 30, 2022 and 2021

	2022	2021
ASSETS		
Cash and Investments	\$ 209,935,452	\$ 172,021,577
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	11,089,389	10,720,762
Leases	1,035,453	-
Other	900,090	1,249,254
Due from Other Funds	2,439,714	1,541,718
Inventories	1,658,901	2,029,134
Prepaid Costs	819,171	767,909
	<u>227,878,170</u>	<u>188,330,354</u>
Total Assets	<u>\$ 227,878,170</u>	<u>\$ 188,330,354</u>
LIABILITIES		
Due to Other Funds	\$ 89,445	\$ -
Accounts Payable	15,693,486	4,502,933
Accrued Compensation	38,950,241	24,643,822
Unearned Revenues	479,328	580,784
	<u>55,212,500</u>	<u>29,727,539</u>
Total Liabilities	<u>55,212,500</u>	<u>29,727,539</u>
DEFERRED INFLOWS OF RESOURCES		
Leases	1,000,330	-
Unavailable Revenue - Property Taxes	3,091,796	3,724,126
	<u>4,092,126</u>	<u>3,724,126</u>
Total Deferred Inflows of Resources	<u>4,092,126</u>	<u>3,724,126</u>
FUND BALANCES		
Nonspendable:		
Inventories & Prepaid Costs	2,478,072	2,797,043
Restricted:		
TABOR Emergency Reserve	17,561,600	15,865,400
Medicaid Grant	1,730,576	2,974,795
Committed:		
3% Board Reserves	17,561,600	15,865,400
Assigned:		
School Carryover	21,001,747	20,464,063
Enterprise Reserves for COVID	-	1,775,000
Extended Service Severance	77,054	95,803
Facility Use Revenue Share	822,343	1,085,761
Cash in Lieu	8,332,365	6,567,901
2018 Mill Levy Override Carryover	7,522,347	9,262,081
Security and Mental Health Initiatives	2,904,570	823,182
Master Capital Plan Projects in Process	542,137	4,608,340
Literacy Curricular Materials Reserve	2,250,000	-
Staff Compensation Reserve	10,000,000	-
Multi-Year Lease Reserve	4,178,498	-
Sub-fund Carryover	3,293,850	11,090,971
Unassigned	68,316,785	61,602,949
	<u>168,573,544</u>	<u>154,878,689</u>
Total Fund Balances	<u>168,573,544</u>	<u>154,878,689</u>
	<u>\$ 227,878,170</u>	<u>\$ 188,330,354</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 227,878,170</u>	<u>\$ 188,330,354</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
Combining Balance Sheet
June 30, 2022

	General Fund 10	Outdoor Education Fund 13	Capital Projects Fund 14	Transportation Fund 25	Combined General Fund
ASSETS					
Cash and Investments	\$ 187,580,876	\$ -	\$ 16,764,663	\$ 5,589,913	\$ 209,935,452
Receivables:					
Property Taxes, Net of Allowance for Uncollectible Taxes	11,089,389	-	-	-	11,089,389
Leases	1,035,453	-	-	-	1,035,453
Other	551,997	239,942	20,424	87,727	900,090
Due from Other Funds	2,439,714	-	-	-	2,439,714
Inventories	880,248	-	-	778,653	1,658,901
Prepaid Costs	819,171	-	-	-	819,171
Total Assets	\$ 204,396,848	\$ 239,942	\$ 16,785,087	\$ 6,456,293	\$ 227,878,170
LIABILITIES					
Due to Other Funds	\$ -	\$ 89,445	\$ -	\$ -	\$ 89,445
Accounts Payable	8,720,016	53,214	6,612,261	307,995	15,693,486
Accrued Compensation	38,386,346	24,449	-	539,446	38,950,241
Unearned Revenues	431,559	47,769	-	-	479,328
Total Liabilities	47,537,921	214,877	6,612,261	847,441	55,212,500
DEFERRED INFLOWS OF RESOURCES					
Leases	1,000,330	-	-	-	1,000,330
Unavailable Revenues - Property Taxes	3,091,796	-	-	-	3,091,796
Total Deferred Inflows of Resources	4,092,126	-	-	-	4,092,126
FUND BALANCES					
Nonspendable:					
Inventories & Prepaid Costs	1,699,419	-	-	778,653	2,478,072
Restricted:					
TABOR Emergency Reserve	17,561,600	-	-	-	17,561,600
Medicaid Grant	1,730,576	-	-	-	1,730,576
Committed:					
3% Board Reserves	17,561,600	-	-	-	17,561,600
Assigned:					
School Carryover	20,003,538	-	998,209	-	21,001,747
Extended Service Severance	77,054	-	-	-	77,054
Facility Use Revenue Share	822,343	-	-	-	822,343
Cash in Lieu	-	-	8,332,365	-	8,332,365
2018 Mill Levy Override Carryover	7,522,347	-	-	-	7,522,347
Mental Health and Security Initiatives	1,043,041	-	1,861,529	-	2,904,570
Master Capital Plan Projects in Process	-	-	542,137	-	542,137
Literacy Curricular Materials Reserve	2,250,000	-	-	-	2,250,000
Staff Compensation Reserve	10,000,000	-	-	-	10,000,000
Multi-Year Lease Reserve	4,178,498	-	-	-	4,178,498
Sub-fund Carryover	-	25,065	(1,561,414)	4,830,199	3,293,850
Unassigned	68,316,785	-	-	-	68,316,785
Total Fund Balances	152,766,801	25,065	10,172,826	5,608,852	168,573,544
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	\$ 204,396,848	\$ 239,942	\$ 16,785,087	\$ 6,456,293	\$ 227,878,170

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2022

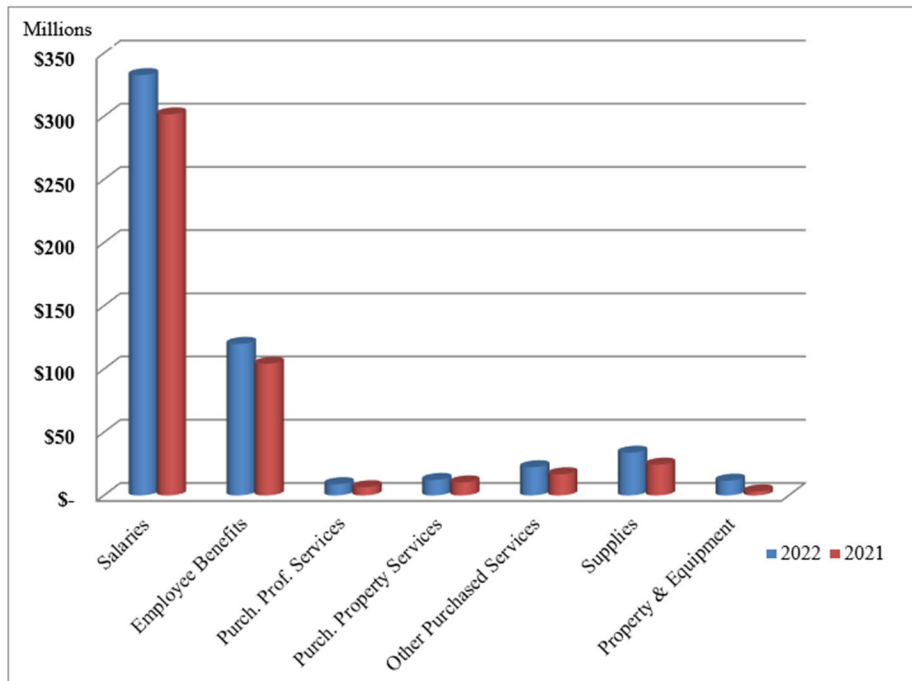
	General Fund 10	Outdoor Education Fund 13	Capital Projects Fund 14	Transportation Fund 25	Combined General Fund
REVENUES					
Property Taxes	\$ 290,661,411	\$ -	\$ -	\$ -	\$ 290,661,411
Specific Ownership Tax	31,147,922	-	-	-	31,147,922
Intergovernmental State Sources:					
Equalization	321,796,077	-	-	-	321,796,077
Special Education	16,402,769	-	-	-	16,402,769
Vocational Education	720,773	-	-	-	720,773
Other State	23,204,266	-	-	5,062,749	28,267,015
Charges for Services	20,774,575	1,244,314	-	1,198,027	23,216,916
Contributions and Donations	2,614,791	761	87,900	804,356	3,507,808
Investment Earnings	433,937	-	-	-	433,937
Other	6,995,907	-	2,969,002	8,993	9,973,902
Total Revenues	714,752,428	1,245,075	3,056,902	7,074,125	726,128,530
EXPENDITURES					
Current Operating:					
Instructional Services	329,607,435	-	6,954,087	-	336,561,522
Funding to Charter Schools	160,011,621	-	-	-	160,011,621
Supporting Services:					
Pupil Support Services	99,716,382	1,209,411	177,337	-	101,103,130
Operations and Maintenance	43,296,805	33,683	2,581,316	23,106,995	69,018,799
Central Supporting Services	31,101,746	-	664,404	-	31,766,150
Facility Acquisition and Construction	1,481,794	-	1,000,318	-	2,482,112
Debt Service - Lease					
Principal	1,357,013	-	-	-	1,357,013
Interest	284,157	-	-	-	284,157
Total Expenditures	666,856,953	1,243,094	11,377,462	23,106,995	702,584,504
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	47,895,475	1,981	(8,320,560)	(16,032,870)	23,544,026
OTHER FINANCING SOURCES (USES)					
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In/Out	(26,098,153)	23,084	605,660	15,620,238	(9,849,171)
Total Other Financing Sources (Uses)	(26,098,153)	23,084	605,660	15,620,238	(9,849,171)
NET CHANGES IN FUND BALANCES	21,797,322	25,065	(7,714,900)	(412,632)	13,694,855
FUND BALANCES, Beginning	130,969,479	-	17,887,726	6,021,484	154,878,689
FUND BALANCES, Ending	\$ 152,766,801	\$ 25,065	\$ 10,172,826	\$ 5,608,852	\$ 168,573,544

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
 Schedule of Expenditures by Object - Budget to Actual
 For the Fiscal Year Ended June 30, 2022
 (With Comparative Actual Information for the Year Ended June 30, 2021)

EXPENDITURES	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
Salaries	\$ 330,085,654	\$ 345,589,277	\$ 332,600,658	\$ 12,988,619	\$ 301,516,210
Employee Benefits	116,893,560	129,444,462	119,925,047	9,519,415	104,159,897
Purchased Professional Services	8,515,769	10,151,609	8,910,804	1,240,805	6,505,172
Purchased Property Services	10,951,539	12,847,619	12,233,870	613,749	10,271,052
Other Purchased Services	17,942,585	20,838,204	21,692,393	(854,189)	16,731,205
Supplies	78,694,912	79,345,024	33,784,523	45,560,501	24,391,216
Property & Equipment	8,905,040	24,025,645	11,674,529	12,351,116	3,119,186
Other, Chargebacks/Credits	1,988,074	2,424,704	1,751,059	673,645	1,729,149
Total Expenditures	<u>573,977,133</u>	<u>624,666,544</u>	<u>542,572,883</u>	<u>82,093,661</u>	<u>468,423,087</u>
Charter School Allocations	154,309,700	159,859,059	160,011,621	(152,562)	137,809,602
Interfund Transfers, net	7,521,631	9,849,171	9,849,171	-	7,541,301
Total Expenditures	<u>\$ 735,808,464</u>	<u>\$ 794,374,774</u>	<u>\$ 712,433,675</u>	<u>\$ 81,941,099</u>	<u>\$ 613,773,990</u>

Fiscal Year 2022 and 2021
 Combined General Fund Expenditures by Object



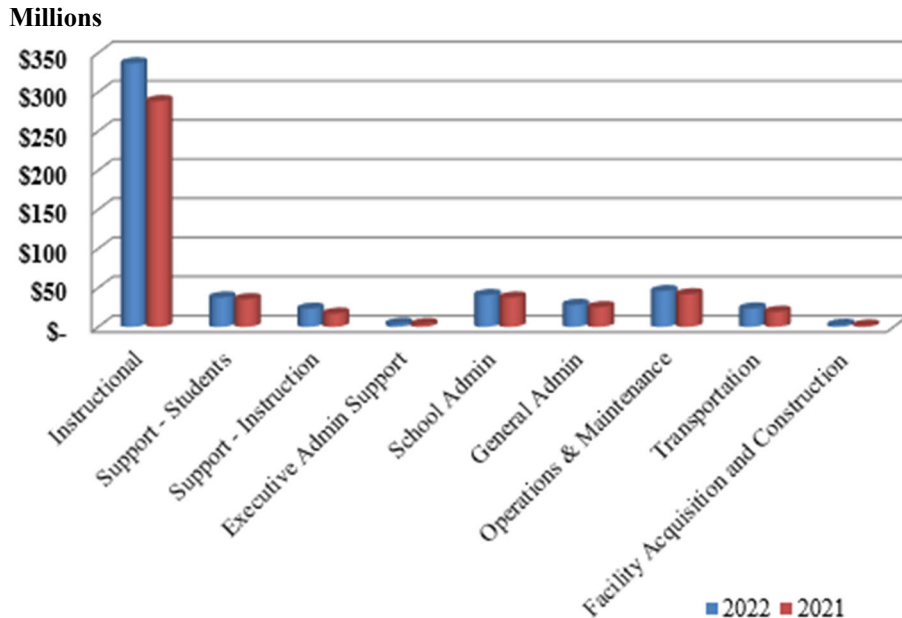
DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Funds
 Schedule of Expenditures by Program - Budget to Actual
 For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

EXPENDITURES	2022			Variance with Budget	2021 Actuals
	Adopted Budget	Amended Budget	Actual		
Instructional:					
Instruction	\$ 362,580,801	\$ 391,216,643	\$ 336,561,522	\$ 54,655,121	\$ 288,288,113
Support - Students	34,890,704	43,000,842	37,410,968	5,589,874	35,306,873
Support - Instruction	18,651,891	22,692,171	23,173,182	(481,011)	16,851,041
Support Services:					
Executive Admin Support	4,401,424	4,344,098	3,813,930	530,168	3,244,152
School Admin	38,514,154	39,154,103	40,518,980	(1,364,877)	37,276,450
General Admin	29,217,422	29,851,398	27,952,220	1,899,178	25,053,437
Operations & Maintenance	45,223,902	47,730,305	45,633,030	2,097,275	41,584,825
Transportation	25,472,865	25,793,696	23,385,769	2,407,927	19,150,943
Facility Acquisition and Construction	15,023,970	19,242,118	2,482,112	16,760,006	1,667,253
Debt Service	-	1,641,170	1,641,170	-	-
Total Expenditures	<u>573,977,133</u>	<u>624,666,544</u>	<u>542,572,883</u>	<u>82,093,661</u>	<u>468,423,087</u>
Charter School Allocations	154,309,700	159,859,059	160,011,621	(152,562)	137,809,602
Interfund Transfers, net (for instructional programs)	4,512,918	5,930,398	5,930,398	-	3,875,219
Interfund Transfers, net (for support programs)	3,008,713	3,918,773	3,918,773	-	3,666,082
Total Expenditures	<u>\$ 735,808,464</u>	<u>\$ 794,374,774</u>	<u>\$ 712,433,675</u>	<u>\$ 81,941,099</u>	<u>\$ 613,773,990</u>

Fiscal Year 2022 and 2021
 Combined General Fund Expenditures by Program



DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Funds
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Years Ended June 30, 2022 and 2021

	2022	2021
REVENUES		
Taxes	\$ 321,809,333	\$ 295,717,489
Intergovernmental:		
State Equalization	321,796,077	293,808,622
Special Education	16,402,769	14,864,032
Vocational Education	720,773	770,460
Other State	28,267,015	18,813,183
Charges for Services	23,216,916	18,014,415
Contributions and Donations	3,507,808	2,501,587
Investment Earnings	433,937	114,766
Other	9,973,902	6,099,413
Total Revenues	<u>726,128,530</u>	<u>650,703,967</u>
EXPENDITURES		
Current Operating:		
Instructional Services	336,561,522	288,288,113
Charter School Allocations	160,011,621	137,809,602
Supporting Services:		
Pupil Support Services	101,103,130	89,434,364
Operations and Maintenance	69,018,799	60,735,768
Central Supporting Services	31,766,150	28,297,589
Facility Acquisition and Construction	2,482,112	1,667,253
Debt Service - Leases		
Principal	1,357,013	-
Interest	284,157	-
Total Expenditures	<u>702,584,504</u>	<u>606,232,689</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>23,544,026</u>	<u>44,471,278</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from Sale of Capital Assets	-	148,608
Transfers Out	(9,849,171)	(7,541,301)
Total Other Financing Sources (Uses)	<u>(9,849,171)</u>	<u>(7,392,693)</u>
NET CHANGES IN FUND BALANCES	13,694,855	37,078,585
FUND BALANCES, Beginning	<u>154,878,689</u>	<u>117,800,104</u>
FUND BALANCES, Ending	<u>\$ 168,573,544</u>	<u>\$ 154,878,689</u>



Douglas County School District

Learn Today, Lead Tomorrow

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Non-Major Governmental Funds

*Combining Balance Sheet
Combining Schedule of Revenues, Expenditures and
Changes in Fund Balances*

*Nutrition Services National School Lunch
Program (NSLP) Fund
Pupil Activity Fund
Athletics and Activities Fund
Nutrition Services Non-National School Lunch
Program (NSLP) Fund
Child Care Fund
Certificates of Participation Lease Payment Fund*

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Non-Major Governmental Funds
Combining Balance Sheet
June 30, 2022

	Nutrition Services Fund 21	Pupil Activity Fund 23	Athletics and Activities Fund 26	Nutrition Services Non-NSLP Fund 28	Child Care Fund 29	COP Lease Payment Fund 39	Total Non-Major Governmental Funds
ASSETS							
Cash and Investments	\$ 7,533,689	\$ 1,239,213	\$ 3,462,248	\$ 351,903	\$ 5,793,711	\$ 2,842	\$ 18,383,606
Grants Receivable	2,810,499	-	-	-	-	-	2,810,499
Accounts Receivable	-	-	4,432	-	-	-	4,432
Inventories	931,109	-	-	-	-	-	931,109
Total Assets	\$ 11,275,297	\$ 1,239,213	\$ 3,466,680	\$ 351,903	\$ 5,793,711	\$ 2,842	\$ 22,129,646
LIABILITIES							
Accounts Payable	\$ 84,674	\$ 12,399	\$ 817,648	\$ -	\$ 18,677	\$ -	\$ 933,398
Accrued Compensation	218,637	2,814	121,206	-	461,790	-	804,447
Unearned Revenues	608,983	-	23,545	335,102	43,176	-	1,010,806
Grants Unearned Revenues	879,831	-	-	-	2,349,816	-	3,229,647
Total Liabilities	1,792,125	15,213	962,399	335,102	2,873,459	-	5,978,298
FUND BALANCES							
Restricted	9,483,172	-	-	-	-	-	9,483,172
Assigned	-	1,224,000	2,504,281	16,801	2,920,252	2,842	6,668,176
Total Fund Balances	9,483,172	1,224,000	2,504,281	16,801	2,920,252	2,842	16,151,348
Total Liabilities and Fund Balances	\$ 11,275,297	\$ 1,239,213	\$ 3,466,680	\$ 351,903	\$ 5,793,711	\$ 2,842	\$ 22,129,646

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Non-Major Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2022

	Nutrition Services Fund 21	Pupil Activity Fund 23	Athletics and Activities Fund 26	Nutrition Services Non-NSLP Fund 28	Child Care Fund 29	COP Lease Payment Fund 39	Total Non-Major Governmental Funds
REVENUES							
Intergovernmental	\$ 27,103,610	\$ -	\$ -	\$ -	\$ 715,579	\$ -	\$ 27,819,189
Charges for Services	4,862,607	1,020,378	9,458,980	-	9,275,482	-	24,617,447
Fundraisers and Donations	-	152,915	2,634,102	-	-	-	2,787,017
Other	69,011	-	109,247	-	762	156	179,176
Total Revenues	32,035,228	1,173,293	12,202,329	-	9,991,823	156	55,402,829
EXPENDITURES							
Current Operating:							
Instruction	-	1,031,846	13,446,898	-	9,225,627	-	23,704,371
Supporting Services	27,327,533	-	2,434,810	-	290,813	-	30,053,156
Lease Payments:							
Principal Retirement	-	-	-	-	-	2,080,000	2,080,000
Interest and Fiscal Charges	-	-	-	-	-	559,968	559,968
Total Expenditures	27,327,533	1,031,846	15,881,708	-	9,516,440	2,639,968	56,397,495
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,707,695	141,447	(3,679,379)	-	475,383	(2,639,812)	(994,666)
OTHER FINANCING SOURCES							
Payment to Refunded Escrow Agent	-	-	-	-	-	(12,218,034)	(12,218,034)
Proceeds from Sale of Capital Assets	5,468	-	-	-	-	-	5,468
Transfers In	445,352	-	4,395,546	-	2,262,045	2,746,228	9,849,171
Total Other Financing Sources	450,820	-	4,395,546	-	2,262,045	(9,471,806)	(2,363,395)
NET CHANGES IN FUND BALANCES	5,158,515	141,447	716,167	-	2,737,428	(12,111,618)	(3,358,061)
FUND BALANCES, Beginning	4,324,657	1,082,553	1,788,114	16,801	182,824	12,114,460	19,509,409
FUND BALANCES, Ending	\$ 9,483,172	\$ 1,224,000	\$ 2,504,281	\$ 16,801	\$ 2,920,252	\$ 2,842	\$ 16,151,348

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 21

Nutrition Services Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Intergovernmental:					
Federal Government Lunch Program	\$ 2,615,958	\$ 25,500,000	\$ 25,989,318	\$ 489,318	\$ 16,059,720
Commodity Contribution	895,670	978,018	1,015,326	37,308	790,413
State Match	155,000	98,966	98,966	-	99,403
Food Sales	10,030,300	5,122,000	4,862,607	(259,393)	2,150,842
Other	114,000	66,500	69,011	2,511	111,670
Total Revenues	<u>13,810,928</u>	<u>31,765,484</u>	<u>32,035,228</u>	<u>269,744</u>	<u>19,212,048</u>
EXPENDITURES					
Supporting Services:					
Food Purchases	5,062,196	11,526,118	11,541,603	(15,485)	6,789,929
Salaries and Benefits	6,972,536	12,231,142	11,387,366	843,776	8,568,517
Purchased Services	405,900	304,500	249,054	55,446	86,951
Supplies and Equipment	809,400	1,536,945	1,521,633	15,312	818,561
Capital Outlay	102,000	3,520,000	454,603	3,065,397	105,609
Other	810,530	2,183,878	2,173,274	10,604	74,050
Total Expenditures	<u>14,162,562</u>	<u>31,302,583</u>	<u>27,327,533</u>	<u>3,975,050</u>	<u>16,443,617</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(351,634)</u>	<u>462,901</u>	<u>4,707,695</u>	<u>4,244,794</u>	<u>2,768,431</u>
OTHER FINANCING SOURCES					
Transfers In	351,634	445,352	445,352	-	445,352
Proceeds from Sale of Capital Assets	-	5,468	5,468	-	18,340
Total Other Financing Sources	<u>351,634</u>	<u>450,820</u>	<u>450,820</u>	<u>-</u>	<u>463,692</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 913,721</u>	<u>5,158,515</u>	<u>\$ 4,244,794</u>	<u>3,232,123</u>
FUND BALANCE, Beginning			<u>4,324,657</u>		<u>1,092,534</u>
FUND BALANCE, Ending			<u>\$ 9,483,172</u>		<u>\$ 4,324,657</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 23

Pupil Activity Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Charges for Services:					
Student Fees	\$ 710,580	\$ 1,210,510	\$ 887,570	\$ (322,940)	\$ 227,857
Gate Fees	-	-	132,807	132,807	7,535
Merchandise Sales	-	-	-	-	70
Fundraising and Donations	-	-	152,915	152,915	111,597
Total Revenues	<u>710,580</u>	<u>1,210,510</u>	<u>1,173,292</u>	<u>(37,218)</u>	<u>347,059</u>
EXPENDITURES					
Salaries and Benefits	70,110	70,110	112,636	(42,526)	45,034
Purchased Services	198,661	536,661	322,156	214,505	4,507
Supplies	1,628,179	1,660,898	539,498	1,121,400	299,970
Capital Outlay	6,613	6,613	26,448	(19,835)	6,085
Other	18,781	18,781	31,107	(12,326)	25,298
Total Expenditures	<u>1,922,344</u>	<u>2,293,063</u>	<u>1,031,845</u>	<u>1,261,218</u>	<u>380,894</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>(1,211,764)</u>	<u>(1,082,553)</u>	<u>141,447</u>	<u>1,224,000</u>	<u>(33,835)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,211,764)</u>	<u>\$ (1,082,553)</u>	<u>141,447</u>	<u>\$ 1,224,000</u>	<u>(33,835)</u>
FUND BALANCE, Beginning			<u>1,082,553</u>		<u>1,116,388</u>
FUND BALANCE, Ending			<u>\$ 1,224,000</u>		<u>\$ 1,082,553</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 26

Athletics and Activities Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Charges for Services:					
Student Fees	\$ 3,739,409	\$ 3,739,409	\$ 3,532,316	\$ (207,093)	\$ 2,427,792
Gate Fees	1,436,432	1,436,432	1,252,832	(183,600)	278,632
Merchandise Sales	4,105,528	4,105,528	4,673,832	568,304	3,021,286
Fundraising and Donations	1,602,696	1,602,696	2,634,102	1,031,406	1,322,108
Other	178,072	115,761	109,247	(6,514)	126,548
Total Revenues	<u>11,062,137</u>	<u>10,999,826</u>	<u>12,202,329</u>	<u>1,202,503</u>	<u>7,176,366</u>
EXPENDITURES					
Instructional:					
Salaries and Benefits	5,283,731	5,443,731	6,029,228	(585,497)	4,846,198
Purchased Services	2,267,799	2,286,593	3,446,354	(1,159,761)	1,601,468
Supplies	3,618,319	4,977,748	3,843,483	1,134,265	2,351,421
Capital Outlay	150,417	150,417	111,159	39,258	91,393
Other	396,932	396,932	16,674	380,258	27,809
Supporting Services:					
Salaries and Benefits	613,868	613,868	479,783	134,085	316,350
Purchased Services	1,835,054	1,817,139	1,002,465	814,674	765,461
Supplies	1,823,633	897,916	593,872	304,044	356,165
Capital Outlay	170,214	241,874	248,599	(6,725)	165,010
Other	376,062	357,268	110,091	247,177	57,384
Total Expenditures	<u>16,536,029</u>	<u>17,183,486</u>	<u>15,881,708</u>	<u>1,301,778</u>	<u>10,578,659</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,473,892)</u>	<u>(6,183,660)</u>	<u>(3,679,379)</u>	<u>2,504,281</u>	<u>(3,402,293)</u>
OTHER FINANCING SOURCES					
Transfers In	<u>4,156,918</u>	<u>4,395,546</u>	<u>4,395,546</u>	<u>-</u>	<u>4,091,523</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,316,974)</u>	<u>\$ (1,788,114)</u>	<u>716,167</u>	<u>\$ 2,504,281</u>	<u>689,230</u>
FUND BALANCE, Beginning			<u>1,788,114</u>		<u>1,098,884</u>
FUND BALANCE, Ending			<u>\$ 2,504,281</u>		<u>\$ 1,788,114</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 28

Nutrition Services Non-NSLP Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Food Sales	\$ 6,727,155	\$ -	\$ -	\$ -	\$ 248,891
Total Revenues	6,727,155	-	-	-	248,891
EXPENDITURES					
Supporting Services:					
Food Purchases	2,588,505	-	-	-	147,298
Salaries and Benefits	3,548,548	-	-	-	11,825
Purchased Services	432,100	-	-	-	50,227
Supplies and Equipment	176,000	-	-	-	128,608
Capital Outlay	48,000	-	-	-	11,938
Other	27,720	-	-	-	-
Total Expenditures	6,820,873	-	-	-	349,896
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(93,718)	-	-	-	(101,005)
OTHER FINANCING SOURCES					
Transfers In	93,718	-	-	-	-
Total Other Financing Sources	93,718	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	-	\$ -	(101,005)
FUND BALANCE, Beginning			16,801		117,806
FUND BALANCE, Ending			\$ 16,801		\$ 16,801

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 29

Child Care Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Charges for Services	\$ 13,208,653	\$ 8,117,386	\$ 9,275,482	\$ 1,158,096	\$ 5,206,680
Intergovernmental State Funding	-	3,019,075	715,579	(2,303,496)	889,802
Other	-	-	762	762	58,594
Total Revenues	13,208,653	11,136,461	9,991,823	(1,144,638)	6,155,076
EXPENDITURES					
Instructional:					
Salaries and Benefits	8,411,783	8,749,407	7,704,220	1,045,187	6,903,981
Purchased Services	1,157,990	894,517	882,970	11,547	289,702
Supplies	633,726	409,782	209,506	200,276	122,903
Other	359,785	359,485	428,931	(69,446)	78,827
Supporting Services:					
Salaries and Benefits	812,017	677,837	279,611	398,226	651,860
Purchased Services	19,000	8,253	7,739	514	5,307
Supplies	9,000	3,000	1,594	1,406	865
Other	2,500	266,735	1,869	264,866	134,049
Total Expenditures	11,405,801	11,369,016	9,516,440	1,852,576	8,187,494
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	1,802,852	(232,555)	475,383	707,938	(2,032,418)
OTHER FINANCING SOURCES					
Transfers In	487,045	2,262,045	2,262,045	-	487,045
Total Other Financing Sources	487,045	2,262,045	2,262,045	-	487,045
NET CHANGE IN FUND BALANCE	\$ 2,289,897	\$ 2,029,490	2,737,428	\$ 707,938	(1,545,373)
FUND BALANCE, Beginning			182,824		1,728,197
FUND BALANCE, Ending			<u>\$ 2,920,252</u>		<u>\$ 182,824</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 39
 Certificates of Participation Lease Payment Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 For the Fiscal Year Ended June 30, 2022
 (With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Aspen View COP Lease Payment	\$ -	\$ -	\$ -	\$ -	\$ 882,641
Investment Earnings	-	-	156	156	228
Total Revenues	<u>-</u>	<u>-</u>	<u>156</u>	<u>156</u>	<u>882,869</u>
EXPENDITURES					
Lease Payments:					
Principal Retirement	2,078,700	2,080,000	2,080,000	-	2,580,000
Interest and Fiscal Charges	353,616	555,904	555,904	-	819,656
Other	6,750	6,750	4,064	2,686	4,750
Total Expenditures	<u>2,439,066</u>	<u>2,642,654</u>	<u>2,639,968</u>	<u>2,686</u>	<u>3,404,406</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,439,066)</u>	<u>(2,642,654)</u>	<u>(2,639,812)</u>	<u>2,842</u>	<u>(2,521,537)</u>
OTHER FINANCING SOURCES					
Proceeds from COP Refunding	-	-	-	-	12,098,083
Payment to Refunding Escrow Agent	-	(12,218,034)	(12,218,034)	-	-
Transfers In	2,432,316	2,746,228	2,746,228	-	2,517,381
Total Other Financing Sources	<u>2,432,316</u>	<u>(9,471,806)</u>	<u>(9,471,806)</u>	<u>-</u>	<u>14,615,464</u>
NET CHANGE IN FUND BALANCE	<u>\$ (6,750)</u>	<u>\$ (12,114,460)</u>	<u>(12,111,618)</u>	<u>\$ 2,842</u>	<u>12,093,927</u>
FUND BALANCE, Beginning			<u>12,114,460</u>		<u>20,533</u>
FUND BALANCE, Ending			<u>\$ 2,842</u>		<u>\$ 12,114,460</u>



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Governmental Designated Purpose Grant Fund

*Comparative Balance Sheets
Schedule of Revenues, Expenditures and
Changes in Fund Balance*

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 22
 Governmental Designated Purpose Grants Fund
 Comparative Balance Sheets
 June 30, 2022 and 2021

	2022	2021
ASSETS		
Grants Receivable	\$ 4,829,737	\$ 4,707,309
Total Assets	\$ 4,829,737	\$ 4,707,309
LIABILITIES		
Due to Other Funds	\$ 2,350,269	\$ 1,541,718
Accounts Payable	688,486	1,512,740
Accrued Compensation	1,509,037	1,353,131
Unearned Revenues	281,945	299,720
Total Liabilities	4,829,737	4,707,309
FUND BALANCES		
Restricted	-	-
Total Fund Balances	-	-
Total Liabilities and Fund Balances	\$ 4,829,737	\$ 4,707,309

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 22

Governmental Designated Purpose Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Intergovernmental:					
Federal	\$ 31,064,251	\$ 27,087,861	\$ 25,679,053	\$ (1,408,808)	\$ 39,155,343
State and Local	2,433,519	1,790,224	1,578,978	(211,246)	2,244,840
Other	390,743	463,879	343,007	(120,872)	298,470
Total Revenues	<u>33,888,513</u>	<u>29,341,964</u>	<u>27,601,038</u>	<u>(1,740,926)</u>	<u>41,698,653</u>
EXPENDITURES					
Instruction:					
Salaries and Benefits	14,331,623	13,463,276	13,527,987	(64,711)	25,550,893
Purchased Services	4,760,371	2,254,335	2,007,433	246,902	1,835,124
Supplies and Materials	10,272,998	1,061,992	929,233	132,759	1,846,351
Capital Outlay	85,676	46,255	38,015	8,240	80,498
Other	752,329	1,562,266	1,464,627	97,639	252,201
Support Services:					
Salaries and Benefits	890,191	3,863,856	3,507,855	356,001	3,631,934
Purchased Services	1,188,440	3,371,720	2,895,229	476,491	2,964,360
Supplies and Materials	125,309	3,008,315	2,579,994	428,321	3,635,975
Capital Outlay	1,375,382	-	-	-	1,351,441
Other	106,194	709,949	650,665	59,284	549,876
Total Expenditures	<u>33,888,513</u>	<u>29,341,964</u>	<u>27,601,038</u>	<u>1,740,926</u>	<u>41,698,653</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
FUND BALANCE, Beginning			<u>-</u>		<u>-</u>
FUND BALANCE, Ending			<u>\$ -</u>		<u>\$ -</u>



Douglas County School District
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Bond Redemption Fund

*Comparative Balance Sheets
Schedule of Revenues, Expenditures and
Changes in Fund Balance*

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 31
Bond Redemption Fund
Comparative Balance Sheets
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	\$ 1,791,862	\$ 1,563,622
Accrued Interest on Investments	162,192	12,246
Restricted Cash and Investment	<u>62,063,081</u>	<u>70,937,724</u>
Total Assets	<u>\$ 64,017,135</u>	<u>\$ 72,513,592</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable - Property Taxes	<u>\$ 536,493</u>	<u>\$ 700,104</u>
FUND BALANCES		
Restricted:		
Debt Service	<u>63,480,642</u>	<u>71,813,488</u>
Total Fund Balances	<u>63,480,642</u>	<u>71,813,488</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 64,017,135</u>	<u>\$ 72,513,592</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 31

Bond Redemption Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Property Taxes	\$ 60,042,104	\$ 65,382,570	\$ 65,497,537	\$ 114,967	\$ 60,010,997
Investment Earnings	35,081	35,081	224,466	189,385	125,375
Total Revenues	<u>60,077,185</u>	<u>65,417,651</u>	<u>65,722,003</u>	<u>304,352</u>	<u>60,136,372</u>
EXPENDITURES					
Debt Service:					
Principal Retirement	36,635,000	55,360,000	55,360,000	-	35,465,000
Interest and Fiscal Charges	18,691,207	18,691,207	18,691,207	-	20,467,581
Other	5,500	7,000	3,642	3,358	3,500
Total Expenditures	<u>55,331,707</u>	<u>74,058,207</u>	<u>74,054,849</u>	<u>3,358</u>	<u>55,936,081</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>4,745,478</u>	<u>(8,640,556)</u>	<u>(8,332,846)</u>	<u>307,710</u>	<u>4,200,291</u>
NET CHANGE IN FUND BALANCE	<u>\$ 4,745,478</u>	<u>\$ (8,640,556)</u>	<u>(8,332,846)</u>	<u>\$ 307,710</u>	<u>4,200,291</u>
FUND BALANCE, Beginning			<u>71,813,488</u>		<u>67,613,197</u>
FUND BALANCE, Ending			<u>\$ 63,480,642</u>		<u>\$ 71,813,488</u>



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Building Fund

*Comparative Balance Sheets
Schedule of Revenues, Expenditures and
Changes in Fund Balance*

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 41
Building Fund
Comparative Balance Sheets
June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Restricted Cash and Investments	\$ 47,965,266	\$ 138,874,181
Interest Receivable	199,785	812,251
Total Assets	<u>\$ 48,165,051</u>	<u>\$ 139,686,432</u>
LIABILITIES		
Accounts Payable	\$ 6,371,220	\$ 26,583,092
Retainage Payable	1,168,899	3,152,477
Total Liabilities	<u>7,540,119</u>	<u>29,735,569</u>
FUND BALANCES		
Restricted:		
Building Expenditures	<u>40,624,932</u>	<u>109,950,863</u>
Total Fund Balances	<u>40,624,932</u>	<u>109,950,863</u>
Total Liabilities and Fund Balances	<u>\$ 48,165,051</u>	<u>\$ 139,686,432</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 41
Building FundSchedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022				2021 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Investment Earnings (Loss)	\$ 1,659,548	\$ 1,659,548	\$ (351,295)	\$ (2,010,843)	\$ 446,925
Total Revenues	1,659,548	1,659,548	(351,295)	(2,010,843)	446,925
EXPENDITURES					
Capital Outlay:					
Building and Building Improvements	76,022,464	73,103,023	63,928,058	9,174,965	91,844,337
Equipment	3,050,266	8,214,182	5,046,578	3,167,604	10,498,590
Total Expenditures	79,072,730	81,317,205	68,974,636	12,342,569	102,342,927
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(77,413,182)	(79,657,657)	(69,325,931)	10,331,726	(101,896,002)
NET CHANGE IN FUND BALANCE	\$ (77,413,182)	\$ (79,657,657)	(69,325,931)	\$ 10,331,726	(101,896,002)
FUND BALANCE, Beginning			109,950,863		211,846,865
FUND BALANCE, Ending			\$ 40,624,932		\$ 109,950,863



Douglas County School District

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Internal Service Funds

Combining Balance Sheet
Combining Schedule of Revenues, Expenses and
Changes in Fund Net Position
Combining Statement of Cash Flows

Medical Fund
Short Term Disability Fund

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds
 Combining Balance Sheet
 June 30, 2022

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
ASSETS			
Current Assets:			
Cash and Investments	\$ 4,602,296	\$ 320,724	\$ 4,923,020
Prepaid Costs	866,549	103,000	969,549
Total Assets	<u>\$ 5,468,845</u>	<u>\$ 423,724</u>	<u>\$ 5,892,569</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 200,336	\$ -	\$ 200,336
Accrued Insurance Claims	4,564,400	-	4,564,400
Total Current Liabilities	<u>4,764,736</u>	<u>-</u>	<u>4,764,736</u>
NET POSITION			
Unrestricted	704,109	423,724	1,127,833
Total Net Position	<u>704,109</u>	<u>423,724</u>	<u>1,127,833</u>
Total Liabilities and Net Position	<u>\$ 5,468,845</u>	<u>\$ 423,724</u>	<u>\$ 5,892,569</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2022

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
REVENUES			
Premium Revenue	\$ 50,788,231	\$ 506,075	\$ 51,294,306
Other	9,490	-	9,490
Total Revenues	<u>50,797,721</u>	<u>506,075</u>	<u>51,303,796</u>
EXPENSES			
Insurance and Claims	52,229,754	524,355	52,754,109
Stop Loss Premiums	710,887	-	710,887
Salaries and Benefits	42,180	-	42,180
Purchased Services	1,064,335	157,630	1,221,965
Supplies	28,816	-	28,816
Total Expenses	<u>54,075,972</u>	<u>681,985</u>	<u>54,757,957</u>
OPERATING (LOSS)	<u>(3,278,251)</u>	<u>(175,910)</u>	<u>(3,454,161)</u>
NON-OPERATING REVENUES			
Investment Earnings	12,940	-	12,940
Total Non-Operating Revenues	<u>12,940</u>	<u>-</u>	<u>12,940</u>
CHANGE IN NET POSITION	(3,265,311)	(175,910)	(3,441,221)
NET POSITION, Beginning	<u>3,969,420</u>	<u>599,634</u>	<u>4,569,054</u>
NET POSITION, Ending	<u>\$ 704,109</u>	<u>\$ 423,724</u>	<u>\$ 1,127,833</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2022

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 52,940,259	\$ 506,075	\$ 53,446,334
Payments to Suppliers	(53,857,336)	(681,985)	(54,539,321)
Payments to Employees	(42,180)	-	(42,180)
Net Cash (Used by) Operating Activities	<u>(959,257)</u>	<u>(175,910)</u>	<u>(1,135,167)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Earnings on Investments	<u>12,940</u>	<u>-</u>	<u>12,940</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(946,317)	(175,910)	(1,122,227)
CASH AND CASH EQUIVALENTS, Beginning	<u>5,548,613</u>	<u>496,634</u>	<u>6,045,247</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 4,602,296</u>	<u>\$ 320,724</u>	<u>\$ 4,923,020</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH (USED BY) PROVIDED TO OPERATING ACTIVITIES:			
Operating (Loss)	\$ (3,278,251)	\$ (175,910)	\$ (3,454,161)
Changes in Assets and Liabilities:			
Change in Prepaid Costs	2,138,883	-	2,138,883
Change in Accounts Receivable	3,655	-	3,655
Change in Accounts Payable	199,656	-	199,656
Change in Accrued Insurance Claims	(23,200)	-	(23,200)
Total Adjustments	<u>2,318,994</u>	<u>-</u>	<u>2,318,994</u>
NET CASH (USED BY) OPERATING ACTIVITIES	<u>\$ (959,257)</u>	<u>\$ (175,910)</u>	<u>\$ (1,135,167)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds

Fund 65

Medical Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Health Revenue	\$ 51,586,909	\$ 50,586,909	\$ 47,592,054	\$ (2,994,855)	\$ 50,624,110
Dental Revenue	3,667,831	3,667,831	3,196,177	(471,654)	3,305,586
Other	24,500	24,500	9,490	(15,010)	34,123
Total Revenues	<u>55,279,240</u>	<u>54,279,240</u>	<u>50,797,721</u>	<u>(3,481,519)</u>	<u>53,963,819</u>
EXPENSES					
Health Plan	53,435,993	53,128,104	49,012,868	4,115,236	54,521,618
Dental Plan	3,279,609	3,279,609	3,216,886	62,723	2,953,829
Stop Loss Premiums	744,403	744,403	710,887	33,516	684,848
Salaries and Benefits	2,657,401	47,401	42,180	5,221	38,051
Purchased Services	1,025,540	1,025,540	1,064,335	(38,795)	943,321
Supplies	43,500	43,500	28,816	14,684	51,557
Total Expenses	<u>61,186,446</u>	<u>58,268,557</u>	<u>54,075,972</u>	<u>4,192,585</u>	<u>59,193,224</u>
OPERATING (LOSS)	<u>(5,907,206)</u>	<u>(3,989,317)</u>	<u>(3,278,251)</u>	<u>711,066</u>	<u>(5,229,405)</u>
NON-OPERATING REVENUES					
Investment Earnings	19,897	19,897	12,940	(6,957)	15,318
Total Non-Operating Revenues	<u>19,897</u>	<u>19,897</u>	<u>12,940</u>	<u>(6,957)</u>	<u>15,318</u>
CHANGE IN NET POSITION	<u>\$ (5,887,309)</u>	<u>\$ (3,969,420)</u>	<u>(3,265,311)</u>	<u>\$ 704,109</u>	<u>(5,214,087)</u>
NET POSITION, Beginning			<u>3,969,420</u>		<u>9,183,507</u>
NET POSITION, Ending			<u>\$ 704,109</u>		<u>\$ 3,969,420</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds

Fund 66

Short Term Disability Fund

Schedule of Revenues, Expenses and Changes in Fund Net Position

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Short Term Disability Revenue	\$ 512,275	\$ 512,275	\$ 506,075	\$ (6,200)	\$ 498,133
Total Revenues	512,275	512,275	506,075	(6,200)	498,133
EXPENSES					
Claims	440,670	492,366	524,355	(31,989)	437,901
Purchased Services	190,000	190,000	157,630	32,370	165,204
Total Expenses	630,670	682,366	681,985	381	603,105
OPERATING (LOSS)	(118,395)	(170,091)	(175,910)	(5,819)	(104,972)
CHANGE IN NET POSITION	\$ (118,395)	\$ (170,091)	(175,910)	\$ (5,819)	(104,972)
NET POSITION, Beginning			599,634		704,606
NET POSITION, Ending			\$ 423,724		\$ 599,634

Fiduciary Fund

Private Purpose Trust Scholarship Fund

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fiduciary Fund

Fund 75

Private Purpose Trust Scholarship Fund

Schedule of Changes in Fiduciary Net Position - Budget to Actual

For the Fiscal Year Ended June 30, 2022

(With Comparative Actual Information for the Year Ended June 30, 2021)

	2022			Variance with Budget	2021 Actual
	Adopted Budget	Amended Budget	Actual		
ADDITIONS					
Contributions	\$ 48,000	\$ 48,000	\$ 48,000	\$ -	\$ 56,617
Total Additions	48,000	48,000	48,000	-	56,617
DEDUCTIONS					
Grants and Scholarships	60,000	56,750	56,750	-	52,000
Total Deductions	60,000	56,750	56,750	-	52,000
CHANGE IN NET POSITION	\$ (12,000)	\$ (8,750)	(8,750)	\$ -	4,617
NET POSITION, Beginning			41,629		37,012
NET POSITION, Ending			\$ 32,879		\$ 41,629

Component Units (Charter Schools)

Component units (Charter Schools) have separate governing boards but are dependent upon the District for the majority of their funding. Charter Schools are responsible for their own audits.

*Discretely Presented Component Units
(Charter Schools)*

*Combining Statement of Net Position
Combining Statement of Activities*

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units

Combining Statement of Net Position

June 30, 2022

	Academy Charter School	American Academy	Aspen View Academy	Ben Franklin Academy Charter School	Challenge to Excellence Charter School
ASSETS					
Cash and Investments	\$ 5,631,390	\$ 9,185,336	\$ 3,701,143	\$ 7,752,226	\$ 3,243,181
Accounts Receivable	26,569	72,271	61,671	-	13,393
Inventories	-	-	9,975	-	-
Prepaid Costs & Other Assets	289,350	559,766	-	-	8,483
Deposits	-	-	-	-	-
Restricted Cash and Investments	606,292	4,335,389	11,316,739	1,924,294	6,301,675
Capital Assets, Not Being Depreciated	1,435,046	3,657,167	17,095,277	-	1,603,455
Capital Assets, Net of Accumulated Depreciation	4,636,841	43,991,762	11,965,499	16,860,440	2,501,635
Total Assets	12,625,488	61,801,691	44,150,304	26,536,960	13,671,822
DEFERRED OUTFLOWS OF RESOURCES					
Related to Pensions	1,685,196	8,371,924	2,860,051	2,177,968	1,220,952
Related to OPEB	27,378	310,274	71,525	48,048	32,890
Loss on Debt Refunding	360,231	916,306	-	-	73,243
Total Deferred Outflows of Resources	2,072,805	9,598,504	2,931,576	2,226,016	1,327,085
LIABILITIES					
Accounts Payable	12,582	428,668	2,189,239	119,788	143,766
Accrued Liabilities	-	-	497,644	393,265	2,310
Accrued Compensation	287,438	661,600	-	641,169	204,657
Accrued Interest Payable	8,244	228,071	116,546	382,950	8,624
Unearned Revenues	-	175,570	-	11,215	-
Non-Current Liabilities:	-	-	-	-	-
Due Within One Year	269,408	445,149	575,000	544,417	5,009,927
Due in More Than One Year	5,081,711	63,566,741	37,819,712	20,785,847	6,313,148
Pension Liability	5,770,508	25,347,740	8,828,094	7,557,414	4,573,470
OPEB Liability	279,179	1,226,329	427,107	365,630	221,266
Total Liabilities	11,709,070	92,079,868	50,453,342	30,801,695	16,477,168
DEFERRED INFLOWS OF RESOURCES					
Related to Pension	3,475,927	12,682,486	4,652,401	3,208,976	2,105,370
Related to OPEB	125,186	958,008	151,373	150,683	93,216
Total Deferred Inflows of Resources	3,601,113	13,640,494	4,803,774	3,359,659	2,198,586
NET POSITION					
Net Investment in Capital Assets	1,527,748	6,374,765	(9,333,936)	(4,469,824)	(7,217,985)
Restricted for:					
Emergencies	206,500	900,000	305,360	275,194	173,100
Debt Service, Repairs	598,048	4,335,389	-	1,541,344	6,293,051
Capital Projects	-	-	-	-	-
Unrestricted	(2,944,186)	(45,930,321)	853,340	(2,745,092)	(2,925,013)
Total Net Position	\$ (611,890)	\$ (34,320,167)	\$ (8,175,236)	\$ (5,398,378)	\$ (3,676,847)

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units (Continued)
 Combining Statement of Net Position
 June 30, 2022

	DCS		Hope Online		Leman		North Star
	Montessori	Global Village	Learning	Classical	Academy	Academy Co-Op	Academy
	Charter School	Academy	Academy Co-Op	Academy	Academy	Academy	Academy
ASSETS							
Cash and Investments	\$ 2,127,487	\$ 490,824	\$ 2,168,973	\$ 5,483,678	\$ 3,348,344		
Accounts Receivable	13,891	64,845	649,624	20,840	34,048		
Inventories	-	-	-	-	-		
Prepaid Costs & Other Assets	68,365	-	396,833	-	33,603		
Deposits	-	11,200	132,671	-	-		
Restricted Cash and Investments	1,124,832	-	623,060	3,158,450	1,366,658		
Capital Assets, Not Being Depreciated	520,065	-	181,788	2,109,522	489,207		
Capital Assets, Net of Accumulated Depreciation	5,300,507	87,542	1,960,622	26,261,723	6,519,825		
Total Assets	<u>9,155,147</u>	<u>654,411</u>	<u>6,113,571</u>	<u>37,034,213</u>	<u>11,791,685</u>		
DEFERRED OUTFLOWS OF RESOURCES							
Related to Pensions	1,145,565	842,604	1,056,270	2,820,476	1,740,931		
Related to OPEB	33,943	56,960	25,448	215,752	65,285		
Loss on Debt Refunding	278,541	-	-	-	1,768,408		
Total Deferred Outflows of Resources	<u>1,458,049</u>	<u>899,564</u>	<u>1,081,718</u>	<u>3,036,228</u>	<u>3,574,624</u>		
LIABILITIES							
Accounts Payable	30,518	79,968	1,427,585	68,643	1,215		
Accrued Liabilities	-	-	86,970	-	-		
Accrued Compensation	174,644	128,776	-	285,636	350,875		
Accrued Interest Payable	168,100	82,384	-	828,269	76,442		
Unearned Revenues	116,566	-	-	-	-		
Non-Current Liabilities:							
Due Within One Year	315,000	1,616,281	419,665	-	445,610		
Due in More Than One Year	6,642,834	-	1,802,000	34,169,517	10,921,783		
Pension Liability	4,989,770	3,021,940	5,981,791	5,325,689	6,615,357		
OPEB Liability	241,406	146,214	289,401	257,658	320,053		
Total Liabilities	<u>12,678,838</u>	<u>5,075,563</u>	<u>10,007,412</u>	<u>40,935,412</u>	<u>18,731,335</u>		
DEFERRED INFLOWS OF RESOURCES							
Related to Pension	2,340,014	1,216,816	5,857,935	2,002,300	3,340,763		
Related to OPEB	102,267	53,149	1,166,253	91,019	121,040		
Total Deferred Inflows of Resources	<u>2,442,281</u>	<u>1,269,965</u>	<u>7,024,188</u>	<u>2,093,319</u>	<u>3,461,803</u>		
NET POSITION							
Net Investment in Capital Assets	(858,721)	87,542	(79,255)	(5,499,924)	(2,617,430)		
Restricted for:							
Emergencies	177,117	123,864	623,060	315,000	214,000		
Debt Service, Repairs	1,235,273	-	-	1,966,188	1,290,216		
Capital Projects	-	-	-	-	-		
Unrestricted	(5,061,592)	(5,002,959)	(10,380,116)	260,446	(5,713,615)		
Total Net Position	<u>\$ (4,507,923)</u>	<u>\$ (4,791,553)</u>	<u>\$ (9,836,311)</u>	<u>\$ (2,958,290)</u>	<u>\$ (6,826,829)</u>		

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units (Continued)

Combining Statement of Net Position

June 30, 2022

	Parker Core Knowledge	Parker Performing Arts	Platte River Academy	Renaissance Secondary School	SkyView Academy Charter School
ASSETS					
Cash and Investments	\$ 4,522,787	\$ 1,907,293	\$ 2,341,649	\$ 943,917	\$ 5,426,790
Accounts Receivable	18,406	74,217	174,052	37,251	97,684
Inventories	-	-	-	-	-
Prepaid Costs & Other Assets	88,171	8,246	-	23,994	88,512
Deposits	8,995	-	-	-	-
Restricted Cash and Investments	304,358	231,125	518,099	1,118,201	3,318,047
Capital Assets, Not Being Depreciated	646,135	-	553,332	-	3,534,756
Capital Assets, Net of Accumulated Depreciation	7,815,887	17,100,940	3,118,657	9,586,958	17,063,498
Total Assets	13,404,739	19,321,821	6,705,789	11,710,321	29,529,287
DEFERRED OUTFLOWS OF RESOURCES					
Related to Pensions	2,228,686	1,679,657	1,691,303	1,205,945	3,743,251
Related to OPEB	48,954	48,029	40,163	104,895	82,738
Loss on Debt Refunding	385,398	-	730,165	-	-
Total Deferred Outflows of Resources	2,663,038	1,727,686	2,461,631	1,310,840	3,825,989
LIABILITIES					
Accounts Payable	284,424	83,664	9,822	24,093	495
Accrued Liabilities	232,016	-	-	-	-
Accrued Compensation	-	356,012	453,679	173,140	585,469
Accrued Interest Payable	24,512	44,135	76,900	55,963	715,263
Unearned Revenues	28,579	53,737	4,650	3,658	84
Non-Current Liabilities:					
Due Within One Year	227,177	-	150,000	12,210,000	528,712
Due in More Than One Year	8,201,693	19,486,660	5,558,624	-	26,796,136
Pension Liability	7,625,604	6,151,438	5,539,545	3,238,133	12,433,729
OPEB Liability	368,928	297,608	267,971	156,664	601,548
Total Liabilities	16,992,933	26,473,254	12,061,191	15,861,651	41,661,436
DEFERRED INFLOWS OF RESOURCES					
Related to Pension	3,796,917	3,257,896	3,209,552	1,581,083	7,880,129
Related to OPEB	132,319	127,469	104,908	59,932	241,648
Total Deferred Inflows of Resources	3,929,236	3,385,365	3,314,460	1,641,015	8,121,777
NET POSITION					
Net Investment in Capital Assets	418,550	(2,385,720)	(1,288,231)	(1,504,841)	(6,471,746)
Restricted for:					
Emergencies	264,000	224,200	175,952	112,800	398,088
Debt Service, Repairs	279,846	231,125	518,099	-	2,602,784
Capital Projects	250,000	-	-	-	-
Unrestricted	(6,066,788)	(6,878,717)	(5,614,051)	(3,089,464)	(12,957,063)
Total Net Position	\$ (4,854,392)	\$ (8,809,112)	\$ (6,208,231)	\$ (4,481,505)	(16,427,937)

DOUGLAS COUNTY SCHOOL DISTRICT REI

Discretely Presented Component Units (Continued)
 Combining Statement of Net Position
 June 30, 2022

	STEM School	World Compass Academy	Totals
ASSETS			
Cash and Investments	\$ 13,426,170	\$ 2,601,773	\$ 74,302,961
Accounts Receivable	111,443	137,195	1,607,400
Inventories	-	-	9,975
Prepaid Costs & Other Assets	59,656	116,084	1,741,063
Deposits	-	-	152,866
Restricted Cash and Investments	11,603,315	2,222,004	50,072,538
Capital Assets, Not Being Depreciated	2,370,970	2,009,863	36,206,583
Capital Assets, Net of Accumulated Depreciation	22,451,954	15,592,499	212,816,789
Total Assets	<u>50,023,508</u>	<u>22,679,418</u>	<u>376,910,175</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions	5,073,609	1,904,818	41,449,206
Related to OPEB	124,220	69,526	1,406,028
Loss on Debt Refunding	-	-	4,512,292
Total Deferred Outflows of Resources	<u>5,197,829</u>	<u>1,974,344</u>	<u>47,367,526</u>
LIABILITIES			
Accounts Payable	2,907,577	75,076	7,887,123
Accrued Liabilities	391,765	119,560	1,723,530
Accrued Compensation	538,046	-	4,841,141
Accrued Interest Payable	318,995	310,827	3,446,225
Unearned Revenues	-	254,668	648,727
Non-Current Liabilities:			
Due Within One Year	340,000	322,500	23,418,846
Due in More Than One Year	37,155,195	22,587,500	306,889,101
Pension Liability	15,631,288	6,031,700	134,663,210
OPEB Liability	756,243	291,815	6,515,020
Total Liabilities	<u>58,039,109</u>	<u>29,993,646</u>	<u>490,032,923</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pension	8,449,146	2,708,480	71,766,191
Related to OPEB	291,026	109,118	4,078,614
Total Deferred Inflows of Resources	<u>8,740,172</u>	<u>2,817,598</u>	<u>75,844,805</u>
NET POSITION			
Net Investment in Capital Assets	(12,672,271)	(5,307,638)	(51,298,917)
Restricted for:			
Emergencies	575,000	223,100	5,286,335
Debt Service, Repairs	11,574,337	1,911,177	34,376,877
Capital Projects	-	-	250,000
Unrestricted	(11,035,010)	(4,984,121)	(130,214,322)
Total Net Position	<u>\$ (11,557,944)</u>	<u>\$ (8,157,482)</u>	<u>(141,600,027)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2022

Functions/Programs	Academy Charter School	American Academy	Aspen View Academy	Ben Franklin Academy
EXPENSES				
Instruction	\$ 2,153,050	\$ 8,494,541	\$ 3,534,020	\$ 1,973,409
Supporting Services	1,522,950	7,138,581	3,414,604	4,338,489
Interest on Long-Term Debt	201,767	2,284,888	991,511	825,102
Business Type Activities	-	15	176,906	-
Total Expenses	<u>3,877,767</u>	<u>17,918,025</u>	<u>8,117,041</u>	<u>7,137,000</u>
PROGRAM REVENUES				
Charges for Services	138,648	2,920,247	826,883	627,743
Capital Grants and Contributions	197,841	-	270,188	-
Operating Grants and Contributions	214,690	(571,682)	344,217	(47,833)
Total Program Revenues	<u>551,179</u>	<u>2,348,565</u>	<u>1,441,288</u>	<u>579,910</u>
Net Program Expenses	<u>(3,326,588)</u>	<u>(15,569,460)</u>	<u>(6,675,753)</u>	<u>(6,557,090)</u>
GENERAL REVENUES				
Per Pupil Operating Revenue	5,704,718	21,934,618	7,995,576	7,691,436
Mill Levy	794,338	3,056,991	1,115,340	1,073,461
Capital Construction	-	766,951	-	266,617
Investment Earnings	13,068	29,366	-	12,935
Contributions and Grants	-	691,232	198,987	5,488
Other	85,238	780,052	271,635	1,157,182
Total General Revenues and Transfers	<u>6,597,362</u>	<u>27,259,210</u>	<u>9,581,538</u>	<u>10,207,119</u>
CHANGE IN NET POSITION	3,270,774	11,689,750	2,905,785	3,650,029
NET POSITION, Beginning, as restated	<u>(3,882,664)</u>	<u>(46,009,917)</u>	<u>(11,081,021)</u>	<u>(9,048,407)</u>
NET POSITION, Ending	<u>\$ (611,890)</u>	<u>\$ (34,320,167)</u>	<u>\$ (8,175,236)</u>	<u>\$ (5,398,378)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Non-Major Discretely Presented Component Units (Continued)
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2022

Functions/Programs	Challenge to Excellence Charter School	DCS Montessori Charter School	Global Village Academy	Hope Online Learning Academy Co-Op
EXPENSES				
Instruction	\$ 881,339	\$ 1,775,414	\$ 1,403,629	\$ 15,237,250
Supporting Services	2,020,533	2,110,791	2,066,872	558,247
Interest on Long-Term Debt	469,335	367,122	46,351	87,750
Business Type Activities	-	-	-	320,869
Total Expenses	<u>3,371,207</u>	<u>4,253,327</u>	<u>3,516,852</u>	<u>16,204,116</u>
PROGRAM REVENUES				
Charges for Services	234,878	2,095,837	59,100	
Capital Grants and Contributions	-	-	114,328	
Operating Grants and Contributions	61,352	(19,887)	262,646	2,230,738
Total Program Revenues	<u>296,230</u>	<u>2,075,950</u>	<u>436,074</u>	<u>2,230,738</u>
Net Program Expenses	<u>(3,074,977)</u>	<u>(2,177,377)</u>	<u>(3,080,778)</u>	<u>(13,973,378)</u>
GENERAL REVENUES				
Per Pupil Operating Revenue	4,653,931	3,773,166	3,273,333	18,869,689
Mill Levy	641,620	525,289	459,328	-
Capital Construction	185,047	129,512	-	-
Investment Earnings	7,460	(1,032)	-	2,862
Contributions and Grants	-	284,066	-	-
Other	500	25,709	8,491	-
Total General Revenues and Transfers	<u>5,488,558</u>	<u>4,736,710</u>	<u>3,741,152</u>	<u>18,872,551</u>
CHANGE IN NET POSITION	2,413,581	2,559,333	660,374	4,899,173
NET POSITION, Beginning, as restated	<u>(6,090,428)</u>	<u>(7,067,256)</u>	<u>(5,451,927)</u>	<u>(14,735,484)</u>
NET POSITION, Ending	<u>\$ (3,676,847)</u>	<u>\$ (4,507,923)</u>	<u>\$ (4,791,553)</u>	<u>\$ (9,836,311)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units (Continued)
 Combining Statement of Activities
 For the Fiscal Year Ended June 30, 2022

Functions/Programs	Leman Academy of Excellence	North Star Academy	Parker Core Knowledge	Parker Performing Arts	Platte River Academy
EXPENSES					
Instruction	\$ 4,793,310	\$ 3,123,102	\$ 2,587,364	\$ 749,076	\$ 2,792,778
Supporting Services	5,222,346	2,002,560	2,717,081	2,407,647	1,209,486
Interest on Long-Term Debt	-	564,148	397,975	1,379,488	290,777
Business Type Activities	1,748,871	27,795	-	-	-
Total Expenses	<u>11,764,527</u>	<u>5,717,605</u>	<u>5,702,420</u>	<u>4,536,211</u>	<u>4,293,041</u>
PROGRAM REVENUES					
Charges for Services	1,882,293	1,221,966	1,138,624	295,863	510,501
Capital Grants and Contributions	462,144	194,566	-	-	-
Operating Grants and Contributions	(55,751)	(39,706)	390,344	(6,467)	(67,829)
Total Program Revenues	<u>2,288,686</u>	<u>1,376,826</u>	<u>1,528,968</u>	<u>289,396</u>	<u>442,672</u>
Net Program Expenses	<u>(9,475,841)</u>	<u>(4,340,779)</u>	<u>(4,173,452)</u>	<u>(4,246,815)</u>	<u>(3,850,369)</u>
GENERAL REVENUES					
Per Pupil Operating Revenue	8,566,902	5,613,210	6,028,677	5,744,292	4,347,886
Mill Levy	1,202,145	787,670	843,101	787,934	608,520
Capital Construction	-	-	209,006	197,097	151,395
Investment Earnings	-	7,929	9,178	-	(61,442)
Contributions and Grants	-	177,282	293,258	339,019	146,199
Other	61,408	5,735	598,597	127,547	22,076
Total General Revenues and Transfers	<u>9,830,455</u>	<u>6,591,826</u>	<u>7,981,817</u>	<u>7,195,889</u>	<u>5,214,634</u>
CHANGE IN NET POSITION	354,614	2,251,047	3,808,365	2,949,074	1,364,265
NET POSITION, Beginning, as restated	<u>(3,312,904)</u>	<u>(9,077,876)</u>	<u>(8,662,757)</u>	<u>(11,758,186)</u>	<u>(7,572,496)</u>
NET POSITION, Ending	<u>\$ (2,958,290)</u>	<u>\$ (6,826,829)</u>	<u>\$ (4,854,392)</u>	<u>\$ (8,809,112)</u>	<u>\$ (6,208,231)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units (Continued)
 Combining Statement of Activities
 For the Fiscal Year Ended June 30, 2022

Functions/Programs	Renaissance Secondary School	SkyView Academy Charter School	STEM School	World Compass Academy	Totals
EXPENSES					
Instruction	\$ 1,126,250	\$ 2,543,801	\$ 4,407,310	\$ 1,110,335	\$ 58,685,978
Supporting Services	2,306,044	4,778,959	4,705,912	3,383,053	51,904,155
Interest on Long-Term Debt	671,550	1,430,525	1,504,205	1,248,506	12,761,000
Business Type Activities	-	297,875	546,169	-	3,118,500
Total Expenses	<u>4,103,844</u>	<u>9,051,160</u>	<u>11,163,596</u>	<u>5,741,894</u>	<u>126,469,633</u>
PROGRAM REVENUES					
Charges for Services	1,121,108	1,211,882	432,118	653,353	15,371,044
Capital Grants and Contributions	91,105	-	-	-	1,330,172
Operating Grants and Contributions	199,239	63,243	255,721	66,218	3,279,253
Total Program Revenues	<u>1,411,452</u>	<u>1,275,125</u>	<u>687,839</u>	<u>719,571</u>	<u>19,980,469</u>
Net Program Expenses	<u>(2,692,392)</u>	<u>(7,776,035)</u>	<u>(10,475,757)</u>	<u>(5,022,323)</u>	<u>(106,489,164)</u>
GENERAL REVENUES					
Per Pupil Operating Revenue	2,820,365	10,859,189	14,401,906	5,837,544	138,116,438
Mill Levy	395,766	1,506,308	2,000,416	809,713	16,607,940
Capital Construction	-	370,375	524,301	197,990	2,998,291
Investment Earnings	2,325	2,387	53,445	5,351	83,832
Contributions and Grants	-	453,150	3,485	38,051	2,630,217
Other	4,531	108,934	2,163,540	5,200	5,426,375
Total General Revenues and Transfers	<u>3,222,987</u>	<u>13,300,343</u>	<u>19,147,093</u>	<u>6,893,849</u>	<u>165,863,093</u>
CHANGE IN NET POSITION	530,595	5,524,308	8,671,336	1,871,526	59,373,929
NET POSITION, Beginning, as restated	<u>(5,012,100)</u>	<u>(21,952,245)</u>	<u>(20,229,280)</u>	<u>(10,029,008)</u>	<u>(200,973,956)</u>
NET POSITION, Ending	<u>\$ (4,481,505)</u>	<u>\$ (16,427,937)</u>	<u>\$ (11,557,944)</u>	<u>\$ (8,157,482)</u>	<u>\$ (141,600,027)</u>



Douglas County School District
Learn Today, Lead Tomorrow

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***STATISTICAL
SECTION***



Douglas County School District
Learn Today, Lead Tomorrow

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Listing of Statistical Information

The Statistical Section presents detailed information that assists users in utilizing the basic financial statements, related notes to the financial statements as well as required and other supplementary information to assess the condition of Douglas County School District Re.1.

Financial Trends Data 150-157

These schedules show trend information to help the reader understand the District’s performance and financial position over time.

- Net Position by Component
- Change in Net Position
- Fund Balances, Governmental Funds
- Change in Fund Balances, Governmental Funds

Revenue Capacity Data 158-163

These schedules present property tax information related to the District.

- Assessed Value and Estimated Actual Value of Taxable Property
- Direct and Overlapping Property Tax Rates
- Principal Property Tax Payers
- Property Tax Levies and Collections

Debt Capacity Data 164-173

These schedules present information regarding the District’s levels of outstanding debt and other related information.

- Ratios of Outstanding Debt by Type
- Ratios of Net General Bonded Debt Outstanding
- Estimated Overlapping General Obligation Debt
- Legal Debt Margin

Demographic and Economic Statistics 174-175

These schedules provide demographic and economic indicators relative to the District.

- Demographic and Economic Statistics
- Principal Employers

Operating Information..... 176-180

These schedules contain service and infrastructure data pertaining to the District operations for the last ten years.

- Full-time Equivalent District Employees by Function/Program
- Operating Indicators
- Capital Asset Statistics by Type

Note: Unless otherwise noted, the information in these schedules is derived from internal sources.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Net Position by Component
Last Ten Fiscal Years

	2022	2021	2020
General Activities:			
Net Investment in Capital Assets	\$ 423,650,011	\$ 372,855,713	\$ 363,201,591
Restricted	88,291,789	104,218,835	86,916,311
Unrestricted	(707,113,885)	(985,242,693)	(1,266,898,849)
Total Governmental Activities Net Position	\$ (195,172,085)	\$ (508,168,145)	\$ (816,780,947)
Business-type Activities			
Net Investment in Capital Assets	\$ -	\$ -	-
Restricted	-	-	-
Unrestricted	-	-	-
Total Business-type Activities Net Position	\$ -	\$ -	-
Primary Government			
Net Investment in Capital Assets	\$ 423,650,011	\$ 372,855,713	\$ 363,201,591
Restricted	88,291,789	92,120,752	86,916,311
Unrestricted	(707,113,885)	(973,144,610)	(1,266,898,849)
Total Primary Government Net Position	\$ (195,172,085)	\$ (508,168,145)	\$ (816,780,947)

⁽¹⁾ In fiscal year 2019, the District restated beginning net position/fund balance due to the reclassification of the agency fund to non-major special revenue fund. In accordance with GASB Statement No. 84, *Fiduciary Activities*, the District has reclassified the Pupil Activities Fund from a Fiduciary Fund to a Special Revenue Fund. Balances prior to 2019 have not been restated for these accounting changes.

⁽²⁾ In fiscal year 2017, the District restated beginning balance net position/fund balance due to the adoption of GASB Statement No. 75, *Accounting and Financial Reporting for Post Employment Benefits Other Than Pension*. In addition, the District restated Nutrition Services Funds 21 and 28 due to the omission of accounts receivable and unearned revenues.

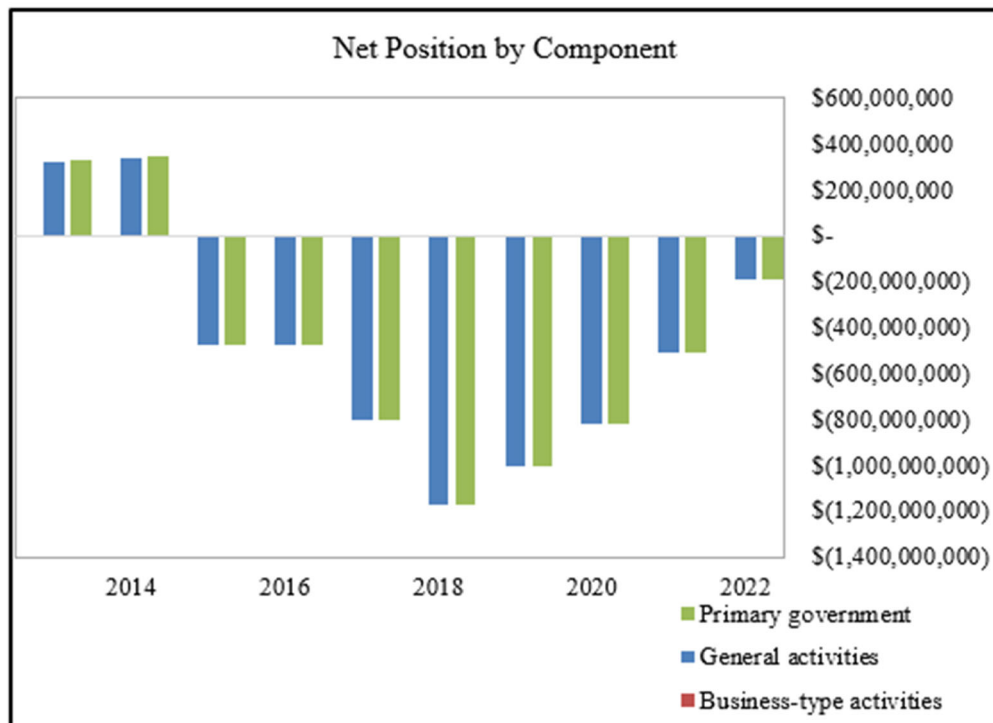
⁽³⁾ In fiscal year 2015, the District restated beginning net position/fund balance due to reclassification of non-major enterprise funds to non-major special revenue funds. Consistent with the guidance from the Colorado Department of Education and in accordance with GASB Statement No. 54, *Fiduciary Funds*, management of the District has reclassified the Nutrition Services Fund and Child Care Fund from an enterprise fund to a special revenue fund, and the Outdoor Education Fund as part of the Combined General Fund.

In addition, during fiscal year 2015, the District adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which requires the District to record its proportionate share of PERA's net pension liability and related deferred inflows and outflows of resources in the government-wide financial statement.

Balances prior to 2015 are shown as originally presented and have not been restated for these accounting changes.

Restated 2019 ⁽¹⁾	2018	2017 ⁽²⁾	2016	2015 ⁽³⁾	2014	2013
\$ 340,650,911	\$ 320,514,061	\$ 300,050,580	\$ 266,307,934	\$ 223,953,589	\$ 195,973,287	\$ 174,072,099
81,677,807	78,274,093	85,827,425	87,678,033	102,440,756	95,722,952	74,749,578
(1,429,010,082)	(1,573,314,701)	(1,188,832,840)	(829,825,456)	(800,342,280)	45,382,747	72,738,537
\$ (1,006,681,364)	\$ (1,174,526,547)	\$ (802,954,835)	\$ (475,839,489)	\$ (473,947,935)	\$ 337,078,986	\$ 321,560,214
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,528,490	\$ 3,290,033
-	-	-	-	-	-	-
-	-	-	-	-	4,526,262	839,446
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,054,752	\$ 4,129,479

\$ 340,650,911	\$ 320,514,061	\$ 300,050,580	\$ 266,307,934	\$ 223,953,589	\$ 199,501,777	\$ 177,362,132
81,677,807	78,274,093	85,827,425	87,678,033	102,440,756	95,722,952	74,749,578
(1,429,010,082)	(1,573,314,701)	(1,188,832,840)	(829,825,456)	(800,342,280)	49,909,009	73,577,983
\$ (1,006,681,364)	\$ (1,174,526,547)	\$ (802,954,835)	\$ (475,839,489)	\$ (473,947,935)	\$ 345,133,738	\$ 325,689,693



DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Change in Net Position
Last Ten Fiscal Years

	2022	2021	2020
EXPENSES			
Governmental Activities:			
Instruction	\$ 181,432,023	\$ 152,779,508	\$ 249,946,956
Supporting Services	192,394,856	165,281,130	192,834,057
Payment to Component Units ⁽²⁾	160,011,621	137,809,602	153,937,969
Interest on Long-Term Debt	20,500,936	21,929,753	23,269,639
Total Governmental Activity Expenses	554,339,436	477,799,993	619,988,621
Business-type Activities:			
Nutrition Services	-	-	-
Non-Major Enterprise Funds	-	-	-
Total Business-type Activities Expenses	-	-	-
Total Primary Governmental Expenses	554,339,436	477,799,993	619,988,621
PROGRAM REVENUES			
Governmental Activities:			
Charges for Services	47,834,362	27,990,710	53,385,531
Operating Grants and Contributions	100,467,777	93,326,049	49,786,156
Capital Grants and Contributions	-	-	-
Total Governmental Activities Revenues	148,302,139	121,316,759	103,171,687
Business-type Activities:			
Charges for Services - Nutrition Services	-	-	-
Operating Grants and Contributions	-	-	-
Charges for Services - Non-Major Enterprise Funds	-	-	-
Total Business-type Activities	-	-	-
Total Primary Governmental Program Revenues	148,302,139	121,316,759	103,171,687
Net (Expense) Revenue			
Governmental Activities	(406,037,297)	(356,483,234)	(516,816,934)
Business-type Activities	-	-	-
Total Primary Governmental Net Expense	(406,037,297)	(356,483,234)	(516,816,934)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION			
Governmental Activities:			
Property Taxes	355,363,007	322,974,647	318,364,477
Specific Ownership Taxes	31,147,922	31,547,273	25,595,802
State Equalization	321,796,077	294,169,769	335,347,882
Investment Earnings	320,048	702,384	10,638,873
Grants and Contributions not Specific to Programs	6,294,825	3,935,292	11,633,777
Other	4,111,478	11,766,671	5,136,540
Transfers	-	-	-
Total Governmental Activities	719,033,357	665,096,036	706,717,351
Business-type Activities:			
Other	-	-	-
Transfers	-	-	-
Total Business-type Activities	-	-	-
Total Primary Governmental General Revenues	719,033,357	665,096,036	706,717,351
CHANGE IN NET POSITION			
Governmental Activities	312,996,060	308,612,802	189,900,417
Business-type Activities	-	-	-
TOTAL CHANGE IN NET POSITION	\$ 312,996,060	\$ 308,612,802	\$ 189,900,417

⁽¹⁾In fiscal year 2019, the District restated beginning net position/fund balance due to the reclassification of the agency fund to non-major special revenue fund. In accordance with GASB Statement No. 84, *Fiduciary Activities*, the District has reclassified the Pupil Activities Fund from a Fiduciary Fund to a Special Revenue Fund. Balances prior to 2019 have not been restated for these accounting changes.

Table 2

	2019	2018	2017	2016	2015 ⁽²⁾⁽³⁾	2014	2013
\$	254,172,228	\$ 575,136,210	\$ 484,977,831	\$ 329,000,833	\$ 301,623,918	\$ 274,095,304	\$ 270,892,918
	194,903,578	358,768,350	345,400,596	220,462,709	224,759,449	192,408,770	171,113,103
	140,793,998	116,696,635	105,366,488	91,493,127	80,957,702	73,281,995	59,994,588
	19,319,130	15,244,244	17,549,955	20,438,609	24,041,678	28,911,330	30,187,963
	609,188,934	1,065,845,439	953,294,870	661,395,278	631,382,747	568,697,399	532,188,572
	-	-	-	-	-	14,628,994	14,470,523
	-	-	-	-	-	9,938,248	9,457,490
	-	-	-	-	-	24,567,242	23,928,013
	609,188,934	1,065,845,439	953,294,870	661,395,278	631,382,747	593,264,641	556,116,585
	67,245,742	64,905,244	58,998,077	56,412,403	53,492,483	28,530,827	27,874,860
	48,402,673	41,319,993	41,944,598	40,351,338	36,769,664	30,342,355	28,777,165
	-	-	-	-	-	-	-
	115,648,415	106,225,237	100,942,675	96,763,741	90,262,147	58,873,182	56,652,025
	-	-	-	-	-	12,179,758	10,941,844
	-	-	-	-	-	3,091,358	3,602,925
	-	-	-	-	-	10,490,492	9,664,554
	-	-	-	-	-	25,761,608	24,209,323
	115,648,415	106,225,237	100,942,675	96,763,741	90,262,147	84,634,790	80,861,348
	(493,540,519)	(959,620,202)	(852,352,195)	(564,631,537)	(541,120,600)	(509,824,217)	(475,536,547)
	-	-	-	-	-	1,194,366	281,310
	(493,540,519)	(959,620,202)	(852,352,195)	(564,631,537)	(541,120,600)	(508,629,851)	(475,255,237)
	290,585,916	248,797,953	234,440,643	237,419,629	230,044,555	224,180,235	225,526,250
	28,076,258	26,409,216	23,870,092	22,236,877	21,630,690	19,916,387	17,961,028
	319,317,806	295,788,353	296,915,245	288,952,398	293,357,217	270,410,414	255,686,365
	8,368,512	2,195,821	832,512	378,573	147,171	144,848	247,485
	5,162,745	4,999,420	8,792,764	8,651,744	-	-	-
	8,675,038	9,857,727	7,472,809	5,100,762	9,923,025	13,296,105	12,407,767
	-	-	-	-	-	(2,605,000)	55,042
	660,186,275	588,048,490	572,324,065	562,739,983	555,102,658	525,342,989	511,883,937
	-	-	-	-	-	125,907	-
	-	-	-	-	-	2,605,000	(55,042)
	-	-	-	-	-	2,730,907	(55,042)
	660,186,275	588,048,490	572,324,065	562,739,983	555,102,658	528,073,896	511,828,895
	166,645,756	(371,571,712)	(280,028,130)	(1,891,554)	13,982,058	15,518,772	36,347,390
	-	-	-	-	-	3,925,273	226,268
\$	166,645,756	\$ (371,571,712)	\$ (280,028,130)	\$ (1,891,554)	\$ 13,982,058	\$ 19,444,045	\$ 36,573,658

⁽²⁾In fiscal year 2015, the District restated beginning net position/fund balance due to reclassification of non-major enterprise funds to non-major special revenue funds. Consistent with the guidance from the Colorado Department of Education and in accordance with GASB Statement No. 54, *Fiduciary Funds*, management of the District has reclassified the Nutrition Services Fund and Child Care Fund from an enterprise fund to a special revenue fund, and the Outdoor Education Fund as part of the Combined General Fund.

⁽³⁾Increased due to the adoption of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, beginning in 2015.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2022	2021	2020	2019 ⁽¹⁾
Combined General Fund				
Nonspendable	\$ 2,478,072	\$ 2,797,043	\$ 2,043,846	\$ 2,697,434
Restricted - TABOR Emergency Reserve & Medicaid	19,292,176	18,840,195	20,217,904	19,443,817
Committed	17,561,600	15,865,400	17,311,000	16,600,000
Assigned*	60,924,911	55,773,102	53,996,698	33,684,728
Unassigned*	68,316,785	61,602,949	24,230,656	25,221,607
Total Combined General Fund	\$ 168,573,544	\$ 154,878,689	\$ 117,800,104	\$ 97,647,586
All Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted:				
Building/Aspen View Academy	40,624,932	109,950,863	211,846,865	267,785,743
Debt Service	63,480,642	71,813,488	67,613,197	61,833,048
Other	9,483,172	16,422,740	1,092,534	1,962,156
Assigned	6,668,176	3,086,669	4,081,808	6,836,427
Unassigned	-	-	-	-
Total All Other Governmental Funds	\$ 120,256,922	\$ 201,273,760	\$ 284,634,404	\$ 338,417,374
Governmental Funds				
Nonspendable	\$ 2,478,072	\$ 2,797,043	\$ 2,043,846	\$ 2,697,434
Restricted	132,880,922	217,027,286	300,770,500	351,024,764
Committed	17,561,600	15,865,400	17,311,000	16,600,000
Assigned*	67,593,087	58,859,771	58,078,506	40,521,155
Unreserved*	68,316,785	61,602,949	24,230,656	25,221,607
Total Governmental Funds	\$ 288,830,466	\$ 356,152,449	\$ 402,434,508	\$ 436,064,960

* In a change in practice from prior years, the District is no longer assigning specific line items to the budget for the subsequent school year, but rather electing to hold unassigned fund balance.

⁽¹⁾ In fiscal year 2019, the District restated beginning net position/fund balance due to the reclassification of the agency fund to non-major special revenue fund. In accordance with GASB Statement No. 84, *Fiduciary Activities*, the District has reclassified the Pupil Activities Fund from a Fiduciary Fund to a Special Revenue Fund. Balances prior to 2019 have not been restated for these accounting changes.

Table 3

2018	2017	2016	2015 ⁽²⁾	2014	2013
\$ 2,071,980	\$ 1,123,187	\$ 734,119	\$ 734,907	\$ 1,027,061	\$ 820,300
17,206,688	15,995,000	15,995,000	15,290,000	15,132,000	14,043,000
15,038,500	15,995,000	15,995,000	20,390,000	20,200,000	18,724,000
32,142,379	56,267,152	70,091,929	58,787,558	51,379,987	70,303,824
14,704,878	589,821	555,667	463,134	786,854	537,143
<u>\$ 81,164,425</u>	<u>\$ 89,970,160</u>	<u>\$ 103,371,715</u>	<u>\$ 95,665,599</u>	<u>\$ 88,525,902</u>	<u>\$ 104,428,267</u>
\$ 559,786	\$ 524,065	\$ 647,527	\$ 671,255	\$ -	\$ 30,000
-	1,541,920	5,727,695	9,071,898	14,986,393	14,342,407
60,143,652	59,416,714	59,084,589	68,501,246	62,838,660	59,535,070
1,219,256	8,873,791	6,870,749	7,368,073	2,765,899	1,171,508
7,096,058	-	101,953	-	-	-
-	-	-	-	-	-
<u>\$ 69,018,752</u>	<u>\$ 70,356,490</u>	<u>\$ 72,432,513</u>	<u>\$ 85,612,472</u>	<u>\$ 80,590,952</u>	<u>\$ 75,078,985</u>
\$ 2,631,766	\$ 1,647,252	\$ 1,381,646	\$ 1,406,162	\$ 1,027,061	\$ 70,333,824
78,569,596	85,827,425	87,678,033	100,231,217	95,722,952	89,091,985
15,038,500	15,995,000	15,995,000	20,390,000	20,200,000	18,724,000
39,238,437	56,267,152	70,193,882	58,787,558	51,379,987	820,300
14,704,878	589,821	555,667	463,134	786,854	537,143
<u>\$ 150,183,177</u>	<u>\$ 160,326,650</u>	<u>\$ 175,804,228</u>	<u>\$ 181,278,071</u>	<u>\$ 169,116,854</u>	<u>\$ 179,507,252</u>

⁽²⁾ In fiscal year 2015, the District restated beginning net position/fund balance due to a reclassification of non-major enterprise funds to non-major special revenue funds. Consistent with the guidance from the Colorado Department of Education and in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, management of the District has reclassified the Nutrition Services Fund and Child Care Fund from an enterprise fund to a special revenue fund, and Outdoor Education Fund to the Combined General Fund. Balances prior to 2015 are shown as originally presented and have not been restated for accounting changes.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2022	2021	2020	2019
REVENUES				
Taxes	\$ 387,306,870	\$ 355,728,486	\$ 343,453,707	\$ 317,096,992
Intergovernmental	422,263,854	387,495,818	403,203,088	375,083,914
Charges for services	47,834,362	31,584,000	53,385,531	65,857,469
Investment Earnings	307,108	687,066	10,471,326	8,150,604
Other	16,790,910	11,512,856	17,863,071	13,107,087
Total Revenues	874,503,104	787,008,226	828,376,723	779,296,066
EXPENDITURES				
Current operating:				
Instructional	378,233,187	334,547,776	348,644,354	338,420,071
Supporting Services	244,056,700	211,514,524	233,914,083	221,809,509
Intergovernmental - Charter Schools	160,011,621	137,809,602	153,937,969	140,793,998
Capital Outlay	68,974,636	102,342,927	68,658,291	15,202,621
Debt Service:				
Debt Issuance Costs	-	-	-	-
Principal	58,797,013	38,045,000	34,140,000	50,765,000
Interest and Fiscal Charges	19,539,364	21,295,487	22,763,531	18,398,121
Total Expenditures	929,612,521	845,555,316	862,058,228	785,389,320
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	-	-	-	249,975,000
Premium on Bonds	-	-	-	40,816,808
Payments to Refunded Bond Escrow	(12,218,034)	-	-	-
Issuance of COP	-	-	-	-
COP Charter School Repayment	-	12,098,083	-	-
Compensation for Loss of Asset	5,468	-	51,053	29,500
Issuance of Leases	-	-	-	-
Other Sources (Uses)	-	166,948	-	-
Transfers In	9,849,171	-	9,712,922	21,967,770
Transfers Out	(9,849,171)	-	(9,712,922)	(21,967,770)
Total Other Financing Sources (Uses)	(12,212,566)	12,265,031	51,053	290,821,308
Net Change in Fund Balances	\$ (67,321,983)	\$ (46,282,059)	\$ (33,630,452)	\$ 284,728,054
Debt Service as a Percentage of Non-Capital Expenditures	9.1%	8.0%	7.2%	9.0%

Table 4

	2018	2017	2016	2015	2014	2013
\$	275,111,761	\$ 258,474,174	\$ 260,227,313	\$ 252,092,362	\$ 247,142,354	\$ 237,365,348
	337,108,346	338,859,843	329,303,736	330,128,900	300,751,769	284,463,530
	64,905,244	53,151,768	51,086,322	53,492,483	28,530,827	27,874,860
	1,484,563	782,801	363,496	140,674	132,902	276,635
	11,864,422	20,395,926	20,046,480	12,803,286	13,932,610	12,211,910
	690,474,336	671,664,512	661,027,347	648,657,705	590,490,462	562,192,283
	319,563,484	306,149,147	299,786,084	283,860,606	276,669,387	274,167,817
	200,496,216	212,310,034	199,043,430	198,026,671	180,116,275	160,186,452
	116,696,635	105,366,488	91,493,127	80,957,702	73,821,995	59,994,588
	7,615,498	4,223,743	3,371,577	5,904,688	12,945,707	18,620,893
	-	-	190,545	431,679	172,052	483,024
	35,629,571	40,170,143	50,863,535	42,298,688	41,841,380	43,289,338
	20,219,056	18,933,080	23,014,446	29,681,349	32,193,583	29,603,277
	700,220,460	687,152,635	667,762,744	641,161,383	617,760,379	586,345,389
	-	-	12,100,000	47,135,000	-	31,020,000
	-	-	943,790	3,197,689	-	3,925,547
	-	-	(12,846,310)	(49,891,056)	-	(34,353,871)
	-	-	-	-	15,000,000	15,500,000
	-	-	-	-	-	-
	2,900	10,545	1,064,074	-	-	-
	130,087	-	-	-	3,530,800	7,636,963
	-	-	-	-	122,719	100,000
	8,576,023	9,442,074	7,228,188	7,436,481	10,063,087	6,715,311
	(8,576,023)	(9,442,074)	(7,228,188)	(7,436,481)	(12,668,087)	(6,715,311)
	132,987	10,545	1,261,554	441,633	16,048,519	23,828,639
\$	(9,613,137)	\$ (15,477,578)	\$ (5,473,843)	\$ 7,937,955	\$ (11,221,398)	\$ (324,467)
	8.1%	8.7%	11.1%	11.3%	12.2%	12.8%

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Assessed Value and Estimated Actual Value of Taxable Property ⁽¹⁾
Last Ten Calendar Years

<u>Residential Property</u>			<u>Other Property Classes</u>				
Tax Year	Collection Year	Assessed Value	Actual Value	Vacant Land	Commercial	Industrial	Agricultural
2021	2022	\$ 5,074,406,970	\$ 63,748,831,281	\$ 370,445,890	\$ 2,156,021,600	\$ 266,528,660	\$ 23,356,690
2020	2021	4,609,305,950	57,905,853,643	307,869,190	2,053,095,370	226,348,660	19,976,660
2019	2020	4,466,842,560	56,116,112,563	312,951,200	2,042,457,140	202,691,420	19,835,070
2018	2019	3,842,166,270	48,268,420,477	267,594,630	1,937,411,920	163,037,980	18,791,620
2017	2018	3,732,587,220	46,891,799,246	299,988,170	1,893,860,500	163,071,690	18,256,950
2016	2017	3,443,604,810	43,261,366,960	221,157,040	1,634,129,580	131,056,010	19,095,700
2015	2016	3,348,508,890	42,066,694,598	233,290,650	1,625,150,430	129,205,900	18,640,540
2014	2015	2,772,808,070	34,834,272,236	207,204,100	1,438,065,210	116,662,310	17,590,720
2013	2014	2,700,797,330	33,929,614,698	212,708,100	1,409,372,620	113,493,760	17,339,320
2012	2013	2,633,649,430	33,086,048,116	230,484,200	1,352,916,980	107,361,790	16,897,990

⁽¹⁾ Source: Douglas County Assessor

<https://www.douglas.co.us/documents/2021-abstract.pdf>

⁽²⁾ Source: Douglas County Assessor -2021 Tax Districts and Authorities

<https://www.douglas.co.us/documents/tax-districts-mill-levies.pdf>

Table 5

	Natural Resources	State Assessed	Other Property Classes Assessed	Other Property Classes Actual Value	Total Assessed Value	Grand Total Actual Value	Direct ⁽²⁾ Tax Rate
\$	325,000	\$ 248,817,800	3,065,495,640	\$ 10,570,674,621	\$ 8,139,902,610	\$ 74,319,505,902	43.797
	294,560	253,186,600	2,860,771,040	9,864,727,724	7,470,076,990	67,770,581,367	43.504
	234,860	244,062,800	2,822,232,490	9,731,836,172	7,289,075,050	65,847,948,735	43.839
	272,490	239,845,700	2,626,954,340	9,058,463,241	6,469,120,610	57,326,883,719	44.950
	388,200	253,480,700	2,629,046,210	9,065,676,586	6,361,633,430	55,957,475,832	38.996
	327,390	246,628,700	2,252,394,420	7,766,877,310	5,695,999,230	51,028,244,270	41.064
	438,980	237,761,700	2,244,488,200	7,739,614,483	5,592,997,090	49,806,309,081	42.439
	458,850	227,523,800	2,007,504,990	6,922,431,000	4,780,313,060	41,756,703,236	48.277
	422,900	235,325,500	1,988,662,200	6,857,455,862	4,689,459,530	40,787,070,561	48.277
	435,290	209,659,400	1,917,755,650	6,612,950,517	4,551,405,080	39,698,998,633	48.727

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Direct and Overlapping Property Tax Rates ⁽¹⁾
Last Ten Calendar Years

Assessment Year	Collection Year	General Fund	Debt Service Fund	Total	Douglas County ⁽²⁾	Total
2021	2022	35.743	8.054	43.797	23.024	66.821
2020	2021	35.450	8.054	43.504	23.774	67.278
2019	2020	35.785	8.054	43.839	23.774	67.613
2018	2019	36.896	8.054	44.950	24.274	69.224
2017	2018	30.942	8.054	38.996	24.274	63.270
2016	2017	31.508	9.556	41.064	23.774	64.838
2015	2016	31.763	10.676	42.439	24.270	66.709
2014	2015	32.849	15.428	48.277	24.270	72.547
2013	2014	32.935	15.342	48.277	24.270	72.547
2012	2013	33.599	15.128	48.727	24.270	72.997

⁽¹⁾ In addition to the County and the School District, there are five cities and towns and 103 special districts which levy property taxes in Douglas County.

Because of this number of taxing entities, this table identifies only the District and the County.

⁽²⁾ Includes the Law Enforcement Authority (LEA) and Douglas County Government.

Source: Douglas County Treasurer's Office

<https://www.douglas.co.us/documents/tax-districts-mill-levies.pdf>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Principal Property Tax Payers
Current Year and Nine Years Ago as of December 31

	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Park Meadows Mall LLC (8401)	\$ 82,440,390	1	1.01%	\$ 61,970,950	1	1.37%
Public Service Company of CO (Xcel)	77,660,000	2	0.95%	47,490,100	5	1.05%
Core Electric Cooperative FKA IREA	67,396,400	3	0.83%	54,898,400	2	1.21%
HCA HealthOne LLC	62,254,350	4	0.76%	48,617,650	4	1.07%
Charles Schwab Lone Tree	30,572,960	5	0.38%			
Kaiser Foundation Hospital	27,270,240	6	0.34%			
Quest Corporation	21,736,600	7	0.27%			
Craig Realty Group Castle Rock LLC	20,641,320	8	0.25%			
VISA Technology & Operations	15,475,310	9	0.19%			
Park Meadows Mall LLC (8419)	15,008,580	10	0.18%			
Century Link (was Qwest Corporation)				53,535,660	3	1.18%
Target Corporation				16,207,030	6	0.36%
Plaza Drive Properties LLC				15,079,990	7	0.33%
Wells Reit II South Jamaica Street LLC				11,759,110	8	0.26%
Liberty Property Holdings Inc				10,950,090	9	0.24%
EchoStar Real Estate Corporation IV				10,384,380	10	0.23%
Total Principal Property Tax Payers	\$ 420,456,150		5.16%	\$ 330,893,360		7.30%
Total Taxable Assessed Value	\$ 8,140,179,380			\$ 4,538,350,570		

Source: Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2021-annual-comprehensive-financial-report.pdf/>



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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Property Tax Levies and Collections
Last Ten Years

Assessment Year	Collection Year	Total Tax Levy	Collected within the Fiscal Year of the Levy ⁽¹⁾		Collection in Subsequent Years	Total Tax Collections	Percent of Total Tax Collections to Levy
			Current Tax Collections	Percent of Levy Collected			
2021	2022	\$ 355,545,125	\$ 342,635,922	96.37%	\$ 166,522	\$ 342,802,444	96.42%
2020	2021	324,319,801	315,982,205	97.43%	502,202	316,484,407	97.58%
2019	2020	319,558,356	310,078,679	97.03%	115,045	310,193,724	97.07%
2018	2019	290,654,450	283,933,533	97.69%	57,829	283,991,362	97.71%
2017	2018	248,074,817	242,414,296	97.72%	26,010	242,440,306	97.73%
2016	2017	234,851,135	227,683,294	96.95%	501,829	228,185,123	97.16%
2015	2016	238,509,546	237,545,623	99.60%	450,136	237,995,759	99.78%
2014	2015	231,973,131	229,982,554	99.14%	86,893	230,069,447	99.18%
2013	2014	227,593,608	227,223,163	99.84%	103,769	227,326,932	99.88%
2012	2013	223,058,985	215,369,540	96.55%	28,714	215,398,254	96.57%

Source: Douglas County Treasurer's Office

⁽¹⁾ Collections are from January 1 to August 31. Additional taxes will be collected from September 1 to December 31.

The above schedule lists property tax information for the assessment year. Property taxes are recognized by the District when due and payable in the year following the assessment year. Current tax allocation listed above represent actual cash collections by the County during the period. For financial purposes, the District includes within property tax revenue amounts received during the 60 days following the end of the fiscal year, resulting in final tax collections which may be higher than amounts reported above.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Ratios of Outstanding Debt by Type
Last Ten Years

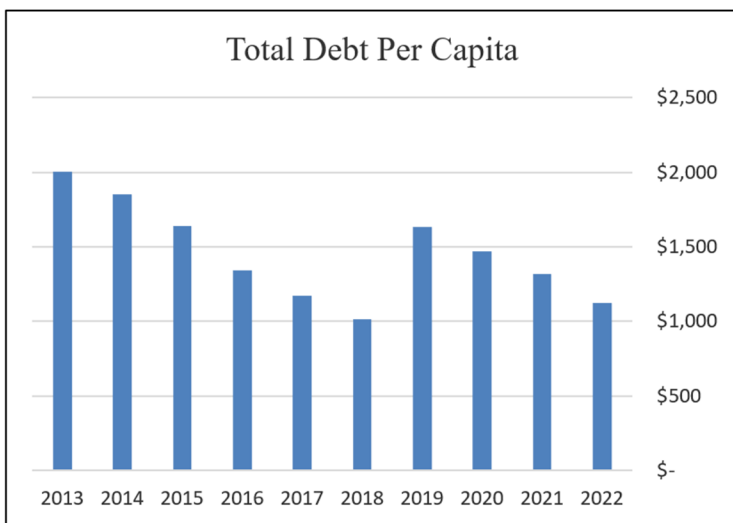
Governmental Activities						
Year Ended June 30,	General Obligation Bonds	Certificates of Participation	Accreted Interest	Bond Premiums	Leases	Total Primary Government
2022	\$ 364,225,000	\$ 8,680,000	\$ 3,403,454	\$ 40,482,635	\$ 9,869,424	\$ 426,660,513
2021	419,585,000	22,385,000	2,379,722	50,892,604	3,623,865	498,866,191
2020	455,050,000	24,965,000	1,655,232	57,410,391	4,557,113	543,637,736
2019	486,665,000	27,490,000	1,142,467	64,228,806	5,465,076	584,991,349
2018	272,435,000	42,510,000	779,558	28,275,838	6,318,769	350,319,165
2017	305,059,570	45,515,000	5,780,971	31,144,205	7,096,285	394,596,031
2016	342,249,713	48,495,000	7,095,655	35,369,506	8,171,653	441,381,527
2015	390,608,248	50,510,000	9,620,808	45,288,506	9,206,434	505,233,996
2014	432,426,936	52,200,000	15,722,043	49,067,791	10,174,165	559,590,935
2013	470,743,316	40,735,000	19,695,769	53,252,046	7,364,704	591,790,835

⁽¹⁾ Douglas County Government
<https://www.douglas.co.us/documents/2021-abstract.pdf/>

⁽²⁾ 2021 Douglas County Annual Comprehensive Financial Report -
Demographic and Economic Statistics
<https://www.douglas.co.us/documents/2021-annual-comprehensive-financial-report.pdf/>

Figures included in this schedule represent the most recent data available.
2021 and prior numbers have not been revised to match the County's updated data.

	Assessed Value ⁽¹⁾	Personal Income ⁽²⁾ (in thousands)	Population ⁽²⁾	Percentage of Personal Income	Total Debt Per Capita
\$	8,139,902,610	\$ 29,776,147	373,275	1.43%	\$ 1,143
	7,470,076,990	30,923,747	379,000	1.61%	1,316
	7,289,075,050	28,072,588	370,000	1.94%	1,469
	6,469,120,610	27,021,840	358,000	2.16%	1,634
	6,361,633,430	22,765,492	346,000	1.54%	1,012
	5,695,999,230	22,558,704	336,000	1.75%	1,174
	5,592,997,090	21,713,011	328,990	2.03%	1,342
	4,780,313,060	19,900,804	308,000	2.54%	1,640
	4,689,459,530	18,561,913	302,464	3.01%	1,850
	4,551,405,080	21,737,873	295,689	2.72%	2,001



DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Ratios of Net General Bonded Debt Outstanding
Last Ten Years

Year Ended June 30,	General Obligation Bonds ⁽³⁾	Debt Service Funds Available	Net Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita	Actual Value	Assessed Value ⁽¹⁾	Personl Income ⁽²⁾ (in thousands)	Population ⁽²⁾
2022	\$ 408,111,089	\$ 23,550,000	\$ 384,561,089	0.52%	\$ 1,030	\$ 74,319,505,902	\$ 8,139,902,610	\$ 29,776,147	373,275
2021	472,857,326	36,635,000	436,222,326	0.64%	1,151	67,770,581,367	7,470,076,990	30,923,747	379,000
2020	514,115,623	35,465,000	478,650,623	0.73%	1,294	65,847,948,735	7,289,075,050	28,072,588	370,000
2019	552,036,273	31,615,000	520,421,273	0.91%	1,454	57,326,883,719	6,469,120,610	27,021,840	358,000
2018	301,490,396	39,698,856	261,791,540	0.47%	757	55,957,475,832	6,361,633,430	22,765,492	346,000
2017	341,984,746	41,671,933	300,312,813	0.59%	894	51,028,244,270	5,695,999,230	22,558,704	336,000
2016	384,714,874	37,190,142	347,524,732	0.70%	1,056	49,806,309,081	5,592,997,090	21,713,011	328,990
2015	445,517,562	48,358,535	397,159,027	0.95%	1,289	41,756,703,236	4,780,313,060	19,900,804	308,000
2014	497,216,770	39,363,688	457,853,082	1.12%	1,514	40,787,070,561	4,689,459,530	18,561,913	302,464
2013	543,691,131	46,691,379	496,999,752	1.25%	1,681	39,698,998,633	4,551,405,080	21,737,873	295,689

⁽¹⁾ Douglas County Government
<https://www.douglas.co.us/documents/2021-abstract.pdf/>

⁽²⁾ Douglas County Annual Comprehensive Financial Report
<https://www.douglas.co.us/documents/2021-annual-comprehensive-financial-report.pdf/>

⁽³⁾ General Obligation Bond related amounts include General Obligation Bonds, accreted interest and bond premiums

Figures included in this schedule represent the most recent data available.
 Data is estimated and is subject to change based on updated information.
 2020 and prior numbers have not been updated to match the County's updated data.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

In addition to the general obligation indebtedness of the District, other taxing entities are authorized to incur general obligation debt within boundaries which overlap or partially overlap the boundaries of the District. The following table sets forth the estimated overlapping general obligation debt attributable to property owners within the District as of the date of this Official Statement. Additional taxing entities may overlap with the District in the future.

Estimated Overlapping General Obligation Debt

	2021	Entity's	Outstanding G. O. Debt	
	Assessed	Debt	Attributable to the District ⁽³⁾	
	Valuation ⁽²⁾	Outstanding	Percent	Amount
Direct Debt				
Douglas County School District RE-1	\$ 8,139,902,610	\$ 426,660,513	1.00	\$ 426,660,513

Overlapping G.O. Debt⁽¹⁾

Name of Overlapping Entity ⁽¹⁾	Valuation ⁽²⁾	Outstanding		
		G.O. Debt	Percent	Amount
Antelope Heights Metropolitan District ⁽⁴⁾	\$ 18,809,530	\$ 11,046,000	100 %	\$ 11,046,000
Anthology West Metropolitan District No. 2 ⁽⁴⁾	12,312,340	1,597,794	100	1,597,794
Anthology West Metropolitan District No. 4 ⁽⁴⁾	9,714,870	10,000,000	100	10,000,000
Anthology West Metropolitan District No. 5 ⁽⁴⁾	2,865,890	5,328,000	100	5,328,000
Arapahoe County Water and Wastewater P.I.D.	797,305,147	124,001,951	8.94	11,085,774
Belford North Metropolitan District ⁽⁴⁾	1,350	39,155,000	100	39,155,000
Bella Mesa Metropolitan District ⁽⁴⁾	4,164,150	22,705,000	100	22,705,000
Canterberry Crossing Metropolitan District	37,607,400	7,880,000	100	7,880,000
Canterberry Crossing Metropolitan District II	27,204,510	8,210,000	100	8,210,000
Canyons Metropolitan District No. 3 ⁽⁴⁾	1,230	31,270,000	100	31,270,000
Canyons Metropolitan District No. 5 ⁽⁴⁾	30,777,170	59,425,000	100	59,425,000
Canyons Metropolitan District No. 6 ⁽⁴⁾	30,777,160	14,797,000	100	14,797,000
Carousel Farms Metropolitan District ⁽⁴⁾	2,669,990	3,162,500	100	3,162,500
Castle Oaks Metropolitan District ⁽⁴⁾	32,092,020	14,660,000	100	14,660,000
Castle Oaks Metropolitan District No. 3 ⁽⁴⁾	32,924,200	34,250,000	100	34,250,000
Castle Pines Commercial Metro. District No. 1 ⁽⁵⁾	6,671,740	5,240,000	100	5,240,000
Castle Pines Commercial Metro. District No. 4 ⁽⁴⁾	8,512,390	4,545,000	100	4,545,000
Castleview Metropolitan District No. 1 ⁽⁴⁾	15,170	18,887,000	100	18,887,000
Castleview Metropolitan District No. 2 ⁽⁴⁾	2,258,600	4,593,000	100	4,593,000
Castlewood Ranch Metropolitan District	44,086,240	14,320,000	100	14,320,000
Chambers Highpoint Metropolitan District No. 2	340	11,300,000	100	11,300,000
Cherokee Ridge Estates Metropolitan District	4,245,080	700,000	100	700,000
Cherry Creek South Metropolitan District No. 5 ⁽⁴⁾	2,290	68,549,000	100	68,549,000
Cielo Metropolitan District ⁽⁴⁾	2,204,150	17,942,000	100	17,942,000
Compark Business Campus Metropolitan District	68,026,110	48,045,000	100	48,045,000
Concord Metropolitan District	60,574,650	3,000,000	100	3,000,000
Consolidated Bell Mountain Ranch Metro. District ⁽⁴⁾	21,951,970	10,790,000	100	10,790,000
Cottonwood Highlands Metropolitan District No. 1 ⁽⁴⁾	17,006,050	19,155,000	100	19,155,000
Cottonwood Water and Sanitation District	137,138,168	8,473,337	100	8,473,337
Crowfoot Valley Ranch Metro. District No. 2 ⁽⁴⁾	8,657,680	35,205,000	100	35,205,000
Crystal Crossing Metropolitan District ⁽⁴⁾	11,302,100	8,030,000	100	8,030,000
Crystal Valley Metropolitan District No. 2	87,183,780	56,660,000	100	56,660,000
Elkhorn Ranch Metropolitan District No. 1 ⁽⁴⁾	14,177,250	8,660,000	100	8,660,000
Foxhill Metropolitan District No. 2 ⁽⁴⁾	2,622,680	6,000,000	100	6,000,000
Hess Ranch Metropolitan District No. 6 ⁽⁴⁾	730	102,826,000	100	102,826,000
Highfield Metropolitan District	43,432,350	5,785,000	100	5,785,000

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

Estimated Overlapping General Obligation Debt

(Continued)

Name of Overlapping Entity ⁽¹⁾	Valuation ⁽²⁾	G.O. Debt	Percent	Amount
Hilltop Metropolitan District ⁽⁴⁾	1,060	1,855,000	100	1,855,000
Horse Creek Metropolitan District	16,152,550	3,675,000	100	3,675,000
Horseshoe Ridge Metro. Districts Nos. 1 to 3 ⁽⁶⁾	12,628,240	3,850,000	100	3,850,000
Hunting Hill Metropolitan District ⁽⁴⁾	9,036,050	7,090,000	100	7,090,000
Inspiration Metropolitan District ⁽⁴⁾	68,321,010	76,475,000	100	76,475,000
Inverness Metropolitan Improvement District	421,850,262	630,000	27.94	176,022
Inverness Water and Sanitation District	424,826,721	4,314,590	27.76	1,197,730
Jordan Crossing Metropolitan District	3,550,820	1,375,000	100	1,375,000
Lanterns Metropolitan District No. 1 ⁽⁴⁾	9,189,540	22,120,000	100	22,120,000
Lanterns Metropolitan District No. 2 ⁽⁴⁾	3,351,130	25,482,000	100	25,482,000
Larkspur Fire Protection District	185,264,190	1,160,000	100	1,160,000
Lincoln Creek Metropolitan District ⁽⁴⁾	8,759,050	5,895,000	100	5,895,000
Lincoln Meadows Metropolitan District ⁽⁴⁾	13,813,030	7,187,000	100	7,187,000
Lincoln Station Metropolitan District ⁽⁴⁾	53,853,050	13,850,000	100	13,850,000
Louviers Water and Sanitation District ⁽⁷⁾	3,401,210	1,570,328	100	1,570,328
Maher Ranch Metropolitan District No. 4 ⁽⁴⁾	36,270,500	14,988,000	100	14,988,000
Meadowlark Metropolitan District ⁽⁴⁾	4,383,730	9,609,000	100	9,609,000
Meadows Metropolitan Districts Nos. 1 to 7 ⁽⁸⁾	293,042,330	70,000,000	100	70,000,000
Meridian Metropolitan District	211,265,770	82,573,000	100	82,573,000
Meridian Village Metropolitan Districts Nos. 1 and 2 ⁽⁹⁾	86,918,020	33,595,000	100	33,595,000
Miller's Landing Business Improvement District ⁽¹⁰⁾	372,587	21,250,000	100	21,250,000
Mirabelle Metropolitan District No. 2 ⁽⁴⁾	9,211,820	36,660,000	100	36,660,000
Neu Towne Metropolitan District ⁽⁴⁾	13,586,330	11,000,000	100	11,000,000
North Meridian Metropolitan District	544,160	645,810	100	645,810
North Pine Vistas Metropolitan District No. 2 ⁽⁴⁾	8,387,320	10,490,000	100	10,490,000
North Pine Vistas Metropolitan District No. 3 ⁽⁴⁾	17,448,830	18,769,000	100	18,769,000
North Pines Metropolitan District	5,362,638	1,760,000	100	1,760,000
Olde Town Metropolitan District ⁽⁴⁾	3,704,630	910,000	100	910,000
Overlook Metropolitan District ⁽⁴⁾	7,985,970	7,864,000	100	7,864,000
Parker Automotive Metropolitan District	11,248,720	15,261,000	100	15,261,000
Parker Homestead Metropolitan District	14,996,450	8,185,000	100	8,185,000
Parker Water and Sanitation District	882,212,758	81,045,000	100	81,045,000
Pine Bluffs Metropolitan District	24,183,358	3,585,000	100	3,585,000
Pinery West Metropolitan District No. 2 ⁽⁴⁾	50,413,910	7,570,000	100	7,570,000
Promenade at Castle Rock Metro. District No. 1 ⁽⁴⁾⁽¹¹⁾	6,258,150	62,841,780	100	62,841,780
Rampart Range Metropolitan District No. 1 ⁽¹²⁾	2,240	177,765,000	100	177,765,000
Rampart Range Metropolitan District No. 5 ⁽¹³⁾	5,950	120,000	100	120,000
Ravenna Metropolitan District	24,417,780	43,450,000	100	43,450,000
Reata North Metropolitan District ⁽⁴⁾	39,956,100	9,340,000	100	9,340,000
Reata Ridge Village Metropolitan District No. 2 ⁽⁴⁾	2,216,590	5,739,000	100	5,739,000
Reata South Metropolitan District ⁽⁴⁾	27,264,750	19,330,000	100	19,330,000
Regency Metropolitan District ⁽⁴⁾	7,150,330	3,720,000	100	3,720,000
Remuda Ranch Metropolitan District ⁽⁴⁾	1,909,970	9,042,000	100	9,042,000
Robinson Ranch Metropolitan District	4,354,630	1,745,000	100	1,745,000
Rock Canyon Metropolitan District ⁽⁴⁾	658,630	2,035,000	100	2,035,000

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

Estimated Overlapping General Obligation Debt

(Continued)

<u>Name of Overlapping Entity</u> ⁽¹⁾	<u>Valuation</u> ⁽²⁾	<u>G.O. Debt</u>	<u>Percent</u>	<u>Amount</u>
Roxborough Water and Sanitation District ⁽⁷⁾	288,408,087	18,524,931	65.23	12,083,812
Roxborough Water and Sanitation District - Plum Valley Heights Subdistrict ⁽⁷⁾	22,128,870	5,709,331	100	5,709,331
Salisbury Heights Metropolitan District ⁽⁴⁾	4,585,700	2,824,000	100	2,824,000
Sierra Ridge Metropolitan District No. 2 ⁽⁴⁾	39,863,340	25,840,000	100	25,840,000
Solitude Metropolitan District	3,077,890	5,000,000	100	5,000,000
South Meridian Metropolitan District	43,361,510	3,990,000	100	3,990,000
South Suburban Park and Recreation District	3,744,781,554	37,880,000	23.24	8,803,312
Southeast Public Improvement Metro. District ⁽⁴⁾	2,951,215,373	2,230,000	30.09	671,007
Spring Valley Metropolitan District No. 4 ⁽⁴⁾	9,060	14,761,000	100	14,761,000
Sterling Ranch Colorado Metro. District No. 2 ⁽¹⁴⁾	35,882,470	39,925,000	100	39,925,000
Sterling Ranch Colorado Metro. District No. 3 ⁽¹⁴⁾	24,871,460	88,685,000	100	88,685,000
Stone Canon Ranch Metropolitan District	2,126,950	109,930	100	109,930
Stone Creek Metropolitan District ⁽⁴⁾	8,540,970	9,470,000	100	9,470,000
Stonegate Village Metropolitan District	100,481,000	12,320,000	100	12,320,000
Tallman Gulch Metropolitan District ⁽⁴⁾	6,360,140	9,465,000	100	9,465,000
Thunderbird Water and Sanitation District ⁽⁷⁾	9,321,410	297,877	100	297,877
Timbers Metropolitan District ⁽⁴⁾	11,082,240	4,406,000	100	4,406,000
Trails at Crowfoot Metropolitan District No. 3 ⁽⁴⁾	4,289,750	54,215,000	100	54,215,000
Trails Metropolitan District ⁽⁴⁾	3,700	6,999,000	100	6,999,000
Two Bridges Metropolitan District ⁽⁴⁾	4,029,530	3,723,000	100	3,723,000
Village on the Green Metro. District No. 1	2,920,020	1,302,083	100	1,302,083
Villages at Castle Rock Metropolitan Dist. No. 4 and Founders Village Metropolitan District ⁽¹⁵⁾	1,202,420	25,911,000	100	25,911,000
Villages at Castle Rock Metropolitan District No. 6 ⁽⁴⁾	43,219,670	56,954,000	100	56,954,000
Villas Metropolitan District ⁽⁴⁾	3,721,310	4,940,000	100	4,940,000
West Metro Fire Protection District	5,345,892,190	16,690,000	3.10	517,390
Westcreek Metropolitan District No. 2 ⁽⁴⁾	4,241,350	7,800,000	100	7,800,000
Total Overlapping				<u>\$ 2,223,720,817</u>
Total Direct Debt and Overlapping Debt				<u><u>\$ 2,650,381,330</u></u>

⁽¹⁾ The following entities also overlap the District, but have no outstanding general obligation debt: Airport Vista Metropolitan Districts Nos. 1 and 2; Anthology West Metropolitan Districts Nos. 3 and 6; City of Aurora; Belford South Metropolitan District; BMR Metropolitan District; Canyons Metropolitan Districts Nos. 1, 2, 4 and 7 to 11; Castle Oaks Metropolitan District No. 2; City of Castle Pines; Castle Pines Commercial Metropolitan Districts Nos. 2 and 5; Castle Pines Metropolitan District; Castle Pines North Metropolitan District; Castle Pines Town Center Metropolitan Districts Nos. 1 to 3; Town of Castle Rock; Castle Rock Downtown Development Authority; Castle Rock Fire Protection District; Castleton Center Water and Sanitation District; Cedar Hill Cemetery Association; Centennial Water and Sanitation District; Chambers Highpoint Metropolitan District No. 1; Chatfield South Water District; Cherry Creek Basin Water Quality Authority; Cherry Creek South Metropolitan Districts Nos. 1, 4 and 6 to 11; Citadel Station-Castle Meadows Urban Renewal Plan; Clearwater Metropolitan District; Cottonwood Commercial Area Urban Renewal Plan; Cottonwood Highlands Metropolitan District No. 2; Cottonwood Metropolitan District; Crowfoot Valley Ranch Metropolitan District No. 1; Crystal Valley Metropolitan District No. 1; Dawson Ridge Metropolitan Districts Nos. 1 to 5; Denver Southeast Suburban Water and Sanitation District; Devils Head Metropolitan District; Dominion Water and Sanitation District; Douglas County; Douglas County Law Enforcement Authority; Douglas County Libraries; Douglas County Local Improvement Districts Nos. 01-01, 01-02, 01-03, 07-01, 94-001, 95-001 and 97-001; Douglas County Soil Conservation District; Douglas County Woodmoor Mountain General Improvement District; E-470 Potomac Metropolitan District; E-470 Public Highway Authority; Elbert County; Elbert County Library District; Foxhill Metropolitan District No. 1; Franktown Business Area Metropolitan District; Franktown Fire Protection District; Grandview Estates Rural Water Conservation District; Heritage Hills Metropolitan District; Hess Ranch Metropolitan Districts Nos. 4, 5, 7 and 8; Hidden Pointe Metropolitan District; High Prairie Farms Metropolitan District; Highlands Ranch Metropolitan District; Hillside at Castle Rock Metropolitan District; Jackson 105 Fire Protection District; Kings Point

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

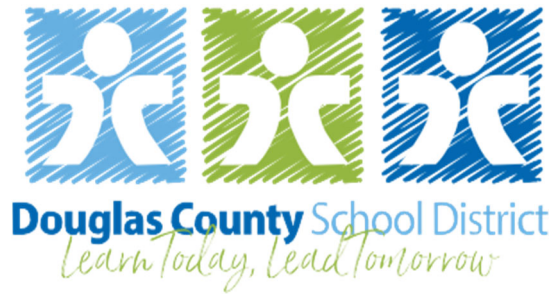
Estimated Overlapping General Obligation Debt

Estimated Overlapping General Obligation Debt

(Continued)

- ⁽¹⁾ South Metropolitan Districts Nos. 1 and 2; Kiowa Soil Conservation District; Lanterns Metropolitan Districts Nos. 3 to 5; Town of Larkspur; City of Littleton; City of Lone Tree; Lone Tree Business Improvement District; McArthur Ranch Metropolitan Recreation District; Meadow Station Public Improvement District; Meridian Village Metropolitan Districts Nos. 3 and 4; Mirabelle Metropolitan Districts Nos. 1, 3 and 4; Mountain Communities Fire Protection District; Newlin Crossing Metropolitan District; North Fork Fire Protection District; North Pine Vistas Metropolitan District No. 1; Northern Douglas County Water and Sanitation District; Omnipark Metropolitan District; Overlook at Kings Point South Metropolitan District; Park Meadows Business Improvement District; Park Meadows Metropolitan District; Town of Parker; Parker Central Area Urban Renewal Plan; Parker Road Area Urban Renewal Plan; Perry Park Metropolitan District; Perry Park Water and Sanitation District; Perry Park Water and Sanitation District (Water Service Area); Pinery Commercial Metropolitan Districts Nos. 1 and 2; Promenade at Castle Rock Metropolitan District No. 2; Rampart Range Metropolitan Districts Nos. 3, 4 and 9; Rattlesnake Fire Protection District; Reata Ridge Village Metropolitan District No. 1; Regional Transportation District; RockingHorse Metropolitan District No. 1; Roxborough Village Metropolitan District; Sedalia Water and Sanitation District; Sierra Ridge Metropolitan District No. 1; Silver Heights Water and Sanitation District; South Metro Fire Rescue Fire Protection District; South Santa Fe Metropolitan Districts Nos. 1 and 2; Southgate Sanitation District; Southgate Water District; Southwest Metropolitan Water and Sanitation District; Spring Valley Metropolitan District No. 5; Sterling Crossing Commercial Metropolitan District; Sterling Crossing Residential Metropolitan District; Sterling Ranch Colorado Metropolitan Districts Nos. 1 and 4 to 7; Sterling Ranch Colorado Metropolitan District No. 7 Subdistricts A and B; Town of Castle Rock Festival Park Commons General Improvement District; Trails at Crowfoot Metropolitan Districts Nos. 1 and 2; United Water and Sanitation District; Upper South Platte Water Conservancy District; Urban Drainage and Flood Control District; Urban Drainage and Flood Control District - South Platte Levy; Ute Pass Regional Health Service District; Villages at Castle Rock Metropolitan Districts Nos. 7 and 9; West Douglas County Fire Protection District; Westcreek Lakes Water District; Westcreek Metropolitan District No. 1; Westfield Metropolitan Districts Nos. 1 and 2; and The Yard Metropolitan District.
- ⁽²⁾ The 2021 assessed valuation figures certified by the County Assessors are for the collection of ad valorem property taxes in 2022.
- ⁽³⁾ The percentage of each entity's outstanding debt attributable to the District is calculated by comparing the assessed valuation of the portion overlapping the District to the total assessed valuation of the overlapping entity. To the extent the District's assessed valuation changes disproportionately with the assessed valuation of overlapping entities, the percentage of debt for which property owners within the District are responsible will also change.
- ⁽⁴⁾ The debt of this district consists of limited tax general obligation bonds secured by a required mill levy, specific ownership taxes, and other available moneys.
- ⁽⁵⁾ Castle Pines Commercial Metropolitan District No. 1 issued limited tax supported revenue bonds payable from the property taxes generated by the debt service levies of Castle Pines Commercial Metropolitan Districts Nos. 3 and 4. The 2021 assessed valuations of No. 3 and No. 4 are \$7,101,490 and \$8,512,390, respectively.
- ⁽⁶⁾ Under a Capital Pledge Agreement, Horseshoe Ridge Metropolitan Districts Nos. 2 and 3 pledge certain tax revenues to pay Horseshoe Ridge Metropolitan District No. 1's property tax supported revenue bonds.
- ⁽⁷⁾ The debt of this district consists of mill levy supported loans from Colorado Water Resources and Power Development Authority and/or the Colorado Water Conservation Board.
- ⁽⁸⁾ Seven contiguous districts formed as part of the Meadows project entered into a Regional Facilities Cost Sharing Agreement whereby each district is liable for a portion of the total general obligation debt incurred by the other districts.
- ⁽⁹⁾ Meridian Village Metropolitan District No. 1's debt is supported by pledged revenues partially consisting of ad valorem property taxes levied against all taxable property in Meridian Village Metropolitan District No. 2.
- ⁽¹⁰⁾ Miller's Landing Business Improvement District issued revenue bonds secured by contractually imposed public improvement fees with respect to certain retail sales transactions, a debt service mill levy, specific ownership taxes, revenue generated from an urban renewal plan, revenues from a contractually imposed requirement that payments in lieu of taxes be made by owners of tax-exempt property, and payments made under a guaranty agreement with the developer.
- ⁽¹¹⁾ Pursuant to a Capital Pledge Agreement, Promenade at Castle Rock Metropolitan District No. 3 transfers property tax revenue to Promenade at Castle Rock Metropolitan District No. 1 for repayment of all the bonds. The 2021 assessed valuation of Promenade at Castle Rock Metropolitan District No. 3 is \$67,254,490.
- ⁽¹²⁾ Pursuant to a Capital Pledge Agreement, Rampart Range Metropolitan Districts Nos. 2 and 7 transfer property tax revenue to Rampart Range Metropolitan District No. 1 for repayment of all the bonds. The 2021 assessed valuations of Nos. 2 and 7 are \$27,445,790 and \$232,754,330, respectively.
- ⁽¹³⁾ Pursuant to a Capital Pledge Agreement, Rampart Range Metropolitan Districts Nos. 6 and 8 transfer property tax revenue to Rampart Range Metropolitan District No. 5 for repayment of all the bonds. The 2021 assessed valuations of Nos. 6 and 8 are \$2,390 and \$91,210, respectively.
- ⁽¹⁴⁾ Sterling Ranch Colorado Metropolitan Districts Nos. 1 to 7 formed the Sterling Ranch Community Authority Board (the "SRCA Board") to provide public services and facilities. The SRCA Board issued limited tax and special revenue bonds secured by Sterling Ranch Colorado Metropolitan Districts Nos. 2 and 3's required mill levy, specific ownership taxes, and other available moneys.
- ⁽¹⁵⁾ Pursuant to a Plan for Adjustment of Debts approved by the United States Bankruptcy Court, Villages at Castle Rock Metropolitan District No. 4 ("Villages No. 4") issued Revenue Refunding Bonds, Series 1991 in the amount of \$29,970,000. Pursuant to an agreement with Villages No. 4, Founders Village Metropolitan District is obligated to levy a limited mill levy to pay debt service on the bonds. The bonds mature in 2031, and any outstanding current interest, accrued but unpaid interest (\$118,421,846 as of December 31, 2020), and principal amounts due as of such date will be discharged. The 2021 assessed valuation of Founders Village Metropolitan District is \$64,642,320.

Sources: Assessors' Offices of Arapahoe, Douglas, Elbert, and Jefferson Counties; Assessor's Office of the City and County of Denver; and individual taxing entities.



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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Legal Debt Margin
For The Last Ten Fiscal Years

	2022	2021	2020	2019
Debt Limit ⁽¹⁾	\$ 1,627,980,522	\$ 1,494,015,398	\$ 1,457,815,010	\$ 1,293,824,122
Total Debt Applicable to Limit	426,660,513	498,866,191	543,637,736	584,991,349
Legal Debt Margin ⁽²⁾	1,201,320,009	995,149,207	914,177,274	708,832,773
Total Debt Applicable to the Limit as a Percentage of Debt Limit	26.21%	33.39%	37.29%	45.21%

⁽¹⁾ Debt limits calculated by determining the total assessed value as reported in Table 9 and multiplying by 20 percent.

⁽²⁾ Legal debt margin is calculated by subtracting the "total debt applicable to limit from the debt limit".

Table 12

2018	2017	2016	2015	2014	2013
\$1,272,326,686	\$1,139,199,846	\$ 1,118,599,418	\$ 956,062,612	\$ 937,891,906	\$ 910,281,016
350,319,165	394,596,031	441,381,527	505,233,996	559,590,935	591,790,835
922,007,521	744,603,815	677,217,891	450,828,616	378,300,971	318,490,181
27.53%	34.64%	39.46%	52.85%	59.66%	65.01%

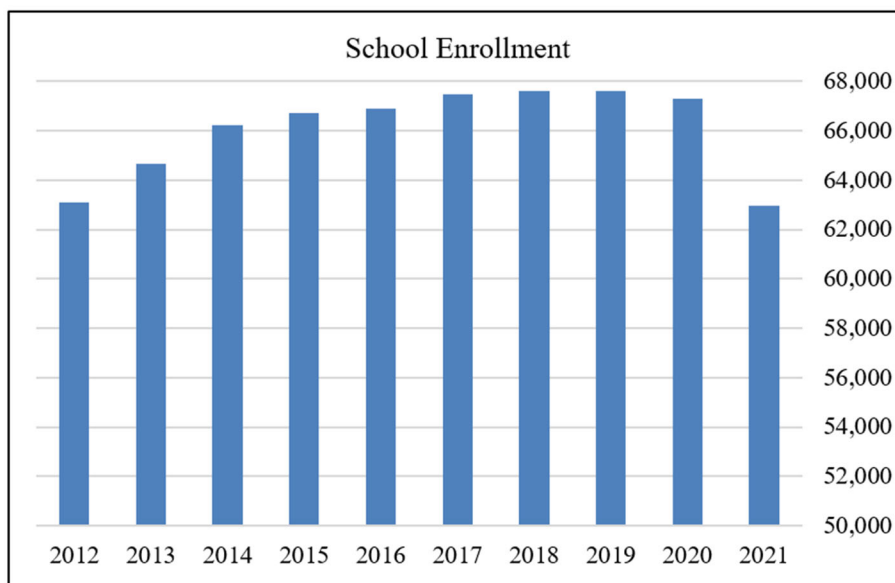
DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Demographic and Economic Statistics ⁽¹⁾

Year	Estimated Population	Per Capita Personal Income	Personal Income Total (in thousands)	Average Household Size	Median Age	School Enrollment	Unemployment Rate
2021	373,275	\$ 79,770	\$ 29,776,147	2.75	39.3	62,979	5.2%
2020	379,000	81,593	30,923,747	2.52	38.5	67,305	6.3%
2019	370,000	75,872	28,072,588	2.79	38.1	67,591	2.8%
2018	358,000	75,480	27,021,840	2.81	38.1	67,597	3.4%
2017	346,000	65,796	22,765,492	2.75	38.9	67,470	2.6%
2016	336,000	67,139	22,558,704	2.76	37.6	66,896	2.8%
2015	328,990	65,999	21,713,011	2.84	37.2	66,702	2.6%
2014	308,000	64,613	19,900,804	2.82	36.9	66,230	4.5%
2013	302,464	61,369	18,561,913	2.80	37.5	64,657	5.6%
2012	295,689	73,516	21,737,873	2.95	37.4	63,114	5.9%

⁽¹⁾ 2021 Douglas County Annual Comprehensive Financial Report
<https://www.douglas.co.us/documents/2021-annual-comprehensive-financial-report.pdf/>

Figures included in this schedule represent the most recent data available.
 Data is estimated and is subject to change based on updated information.
 2020 and prior numbers have not been updated to match the County's updated data in their most recent Annual Comprehensive Financial Report



DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Principal Employers
Current Year and Nine Years Ago

	2021			2012		
	Employees		Percent of Total County Employment	Employees		Percent of Total County Employment
Douglas County School District ⁽¹⁾	6,174	1	3.37%	5,292	1	3.31%
Charles Schwab	4,470	2	2.44%			
EchoStar Communications	2,170	3	1.18%	1,950	2	1.22%
Centura Health	1,510	4	0.82%	930	7	0.58%
Healthone: Sky Ridge Medical	1,360	5	0.74%	1,110	4	0.69%
Douglas County Government	1,359	6	0.74%	1,061	6	0.66%
VISA Debit Processing Services	1,200	7	0.65%			
Specialized Loan Servicing LLC	840	8	0.46%			
IHS Markit	730	9	0.40%			
Jacobs Engineering (formerly CH2M Hill)	710	10	0.39%	1,630	3	1.02%
Western Union	-	-	-	1,090	5	0.68%
Information Handling Services	-	-	-	730	8	0.46%
AVAYA	-	-	-	650	9	0.41%
Liberty Media	-	-	-	620	10	0.39%
Total for Principal Employers	<u>20,523</u>		<u>11.2%</u>	<u>15,063</u>		<u>9.4%</u>
Total Employment in Douglas County	183,412			160,069		

2021 Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2021-annual-comprehensive-financial-report.pdf>⁽¹⁾ Based on full time equivalent.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Full-time Equivalent (FTE) District Employees by Function/Program

Last Ten Fiscal Years

	2022	2021	2020
Instructional Services			
Teacher	2,524	2,624	2,581
Teacher - Special Education	564	576	581
Instructional & Educational Assistants ⁽²⁾	245	229	307
Educational Assistants - Special Education ⁽²⁾	560	569	607
Preschool ⁽²⁾	78	80	89
Outdoor Education ⁽²⁾	20	12	22
School Support			
Principals & Assistant Principals	173	170	171
Counselors	162	163	167
Student Support - Special Education	134	127	128
Student Support - Specialized Programming	11	11	9
Deans	26	25	26
Professional Learning Specialists	28	32	36
Librarians & Library Specialists/Assistants ⁽²⁾	52	57	62
Nurses & Health Assistants ⁽²⁾	86	87	84
Office/Administrative Support ⁽²⁾	284	288	306
Professional, Technical & Administrators	82	76	81
General Administration			
Executive Cabinet	8	10	10
Office/Administrative Support ⁽²⁾	51	52	57
Professional, Technical & Administrators	89	83	91
Other Support Staff ⁽²⁾	4	4	5
Before and After School Child Care			
Preschool & Child Care ⁽²⁾	103	111	118
Operations & Maintenance			
Office/Administrative Support ⁽²⁾	6	8	8
Skilled Trade ⁽²⁾	184	205	220
Security Services ⁽²⁾	69	71	81
Transportation ⁽²⁾	250	257	347
Professional, Technical & Administrators	10	11	13
Nutrition Services			
Kitchen & Office Workers ⁽²⁾	266	236	270
Total	6,069	6,174	6,477

Note: This listing represents filled positions as of May 1 of each fiscal year.

⁽¹⁾ For fiscal year 2015 and prior, FTE for classified staff members (hourly workers) was defined as number of yearly hours worked divided by 2,080 hours.

Table 15

2019	2018	2017	2016	2015 ⁽¹⁾	2014	2013
2,539	2,551	2,563	2,579	2,608	2,525	2,436
562	545	521	497	471	451	429
291	291	295	288	343	341	296
567	539	510	441	411	301	286
85	89	84	85	81	51	49
18	19	18	17	13	4	1
170	167	153	153	148	143	134
104	87	78	75	75	66	62
138	136	127	129	128	104	117
8	6	11	8	8	7	7
24	25	39	33	34	23	25
33	39	46	51	55	46	40
62	68	68	71	77	49	46
74	70	57	84	61	44	48
313	321	324	296	280	218	212
77	72	78	84	70	67	64
11	9	10	13	14	10	9
60	66	72	69	82	52	50
88	89	89	82	83	77	73
6	6	7	6	5	5	5
132	142	147	142	126	130	124
8	9	9	8	9	7	7
223	228	232	232	238	236	239
69	77	73	70	71	32	35
343	360	368	398	381	308	272
13	12	16	14	16	11	11
265	260	246	240	225	162	149
6,283	6,283	6,241	6,165	6,113	5,470	5,226

⁽²⁾ These staff members are the classified staff members identified in ⁽¹⁾ above.
For fiscal years after 2015, the FTE was calculated as weekly hours worked divided by 40 hours.
For example, a classified employee working 20 hours per week is a 0.5 FTE.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Operating Indicators
Last Ten Fiscal Years

	2022	2021	2020	2019
School Enrollment ⁽¹⁾	63,876	62,979	67,305	67,591
Funded Pupil Count (FPC) ⁽¹⁾	64,035	63,534	65,405	63,926
Average Student Teacher Ratio ⁽¹⁾	18.1	18.0	18.9	18.8
Expenses - Total Governmental Funds	\$ 931,393,870	\$ 845,555,316	\$ 862,058,228	\$ 785,389,320
Cost per FPC	\$ 14,545	\$ 13,309	\$ 13,180	\$ 12,286
Building Square Footage	6,714,527	6,714,527	6,714,527	6,714,527
Free & Reduced Student Count ⁽¹⁾	7,025	6,812	7,896	8,053
% of Free & Reduced to Total School Enrollment	10.8%	10.8%	12.0%	11.9%
Graduation Rate ⁽¹⁾	*	90.7%	91.2%	91.7%
Dropout Rate ⁽¹⁾	*	0.6%	0.6%	0.6%
CDE Average Teacher Salary ⁽¹⁾	\$ 58,193	\$ 57,919	\$ 60,557	\$ 59,471

⁽¹⁾ Obtained from Colorado Department of Education, includes charter schools

* Information not available

Table 16

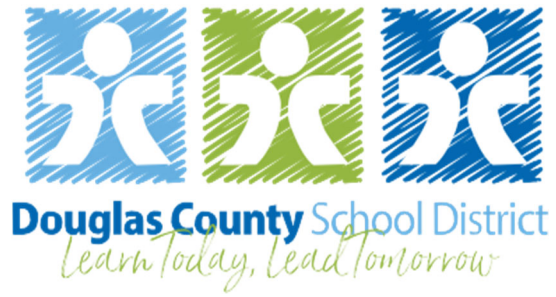
2018	2017	2016	2015	2014	2013
67,597	67,470	66,896	66,702	66,230	64,657
63,977	63,729	63,572	63,354	62,610	61,199
20.1	20.3	20.8	22.4	21.5	20.8
\$ 700,220,460	\$ 687,152,635	\$ 667,762,744	\$ 641,161,383	\$ 617,230,379	\$ 586,345,389
\$ 10,945	\$ 10,782	\$ 10,504	\$ 10,120	\$ 9,858	\$ 9,581
6,714,527	6,714,527	6,680,458	6,678,758	6,661,633	6,661,633
8,135	7,788	7,954	7,326	8,023	7,321
12.4%	11.9%	12.2%	11.2%	11.5%	11.6%
90.8%	90.4%	90.1%	90.0%	93.0%	92.5%
0.7%	0.7%	0.6%	0.8%	0.8%	0.9%
\$ 53,080	\$ 52,044	\$ 51,274	\$ 50,165	\$ 50,652	\$ 50,656

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Capital Asset Statistics by Type
Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Schools										
Elementary Schools	47	47	47	47	47	47	47	47	47	47
Middle Schools	9	9	9	9	9	9	9	9	9	9
High Schools	9	9	9	9	9	9	9	9	9	9
Charter Schools	17	17	18	18	18	16	15	15	13	13
Magnet Schools	2	2	2	2	2	2	2	2	2	2
Alternative Education	4	2	2	2	2	2	2	2	2	2
Plum Creek - Special Education	1	1	1	1	1	1	1	1	1	1
Administration										
Administration	3	3	3	3	3	3	3	3	3	3
Bus Terminals	3	3	3	3	3	3	3	3	3	3
Operations & Maintenance	3	3	3	3	3	3	3	3	3	3
Warehouse	2	2	2	2	2	2	2	2	2	2
Stadiums	3	3	3	3	3	3	3	3	3	3

COMPLIANCE SECTION



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Colorado Department of Education
Auditors Integrity Report
 District: 0900 - Douglas County Re 1
 Fiscal Year 2021-22
 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	148,857,206	539,499,294	525,391,807	162,964,693
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	0	0	0	0
Sub- Total	148,857,206	539,499,294	525,391,807	162,964,693
11 Charter School Fund	71,427,375	179,692,505	175,647,304	75,472,576
20,26-29 Special Revenue Fund	24,657,733	56,660,095	40,878,310	40,439,518
06 Supplemental Cap Const, Tech, Main. Fund	0	0	0	0
07 Total Program Reserve Fund	0	0	0	0
21 Food Service Spec Revenue Fund	4,835,603	33,067,340	27,719,239	10,183,704
22 Govt Designated-Purpose Grants Fund	0	27,601,039	27,601,038	1
23 Pupil Activity Special Revenue Fund	1,082,553	1,173,293	1,031,846	1,224,000
25 Transportation Fund	6,021,482	22,694,363	23,106,995	5,608,851
31 Bond Redemption Fund	71,813,488	65,722,002	74,054,848	63,480,643
39 Certificate of Participation (COP) Debt Service Fund	12,114,460	2,746,383	14,858,002	2,841
41 Building Fund	109,950,862	-351,295	68,974,634	40,624,933
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	0	0	0	0
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	450,760,762	928,505,020	979,264,022	400,001,760
Proprietary				
50 Other Enterprise Funds	-1,222,234	741,966	810,265	-1,290,533
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	4,569,054	12,501,134	15,942,356	1,127,833
Totals	3,346,820	13,243,100	16,752,621	-162,701
Fiduciary				
70 Other Trust and Agency Funds	41,628	48,000	56,750	32,878
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	41,628	48,000	56,750	32,878

FINAL

12/27/22

