

Douglas County School District Annual Comprehensive Financial Report

For Year Ended June 30, 2024



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



Douglas County School District
Learn Today, Lead Tomorrow

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

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**
For the Year Ended June 30, 2024



Erin Kane
Superintendent

Prepared by:
Office of Business Services

Jana L. Schleusner
Chief Financial Officer

Eric Varner
Director of Finance



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DOUGLAS COUNTY SCHOOL DISTRICT RE.1
 Annual Comprehensive Financial Report
 June 30, 2024

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***INTRODUCTORY
SECTION***

DOUGLAS COUNTY SCHOOL DISTRICT RE.1
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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: Tim Moore, Kaylee Winegar, Christy Williams, Becky Myers, Valerie Thompson, Susan Meek, Brad Geiger

Name	Position/District	Term Expires
Christy Williams	President - District E	2025
Kaylee Winegar	Vice President - District G	2025
Valerie Thompson	Treasurer - District F	2027
Becky Myers	Secretary - District D	2025
Brad Geiger	Director - District C	2027
Susan Meek	Director - District A	2027
Tim Moore	Director - District B	2025

DOUGLAS COUNTY SCHOOL DISTRICT RE.1
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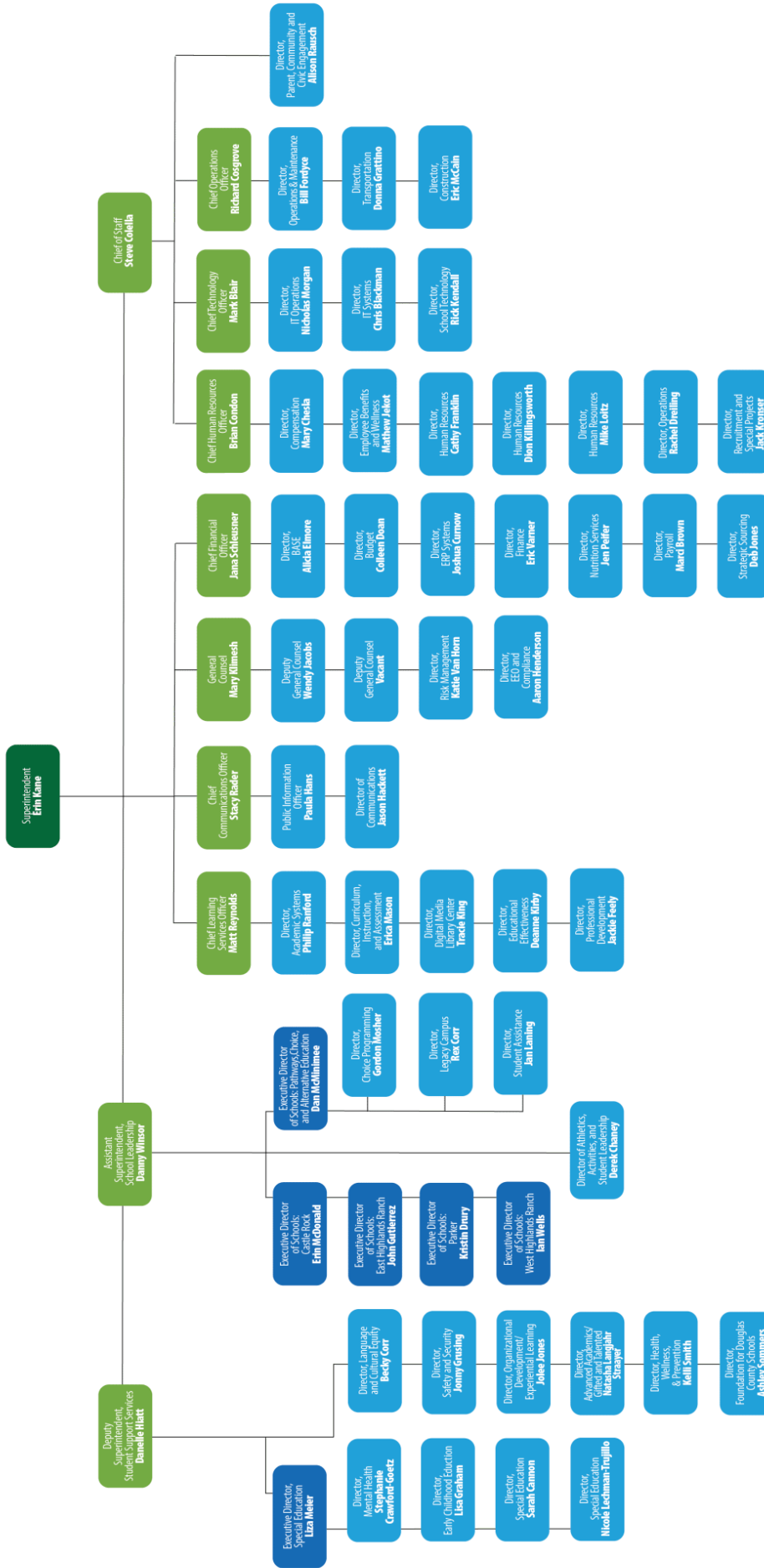
Leadership Team

Erin Kane
Superintendent



Superintendent Cabinet

Steve Colella	Chief of Staff
Danelle Hiatt	Deputy Superintendent
Danny Winsor	Assistant Superintendent
Mark Blair	Chief Technology Officer
Brian Condon	Chief Human Resources Officer
Richard Cosgrove	Chief Operations Officer
Mary Kay Klimesh	General Counsel
Jana Schleusner	Chief Financial Officer
Stacy Rader	Chief Communications Officer
Matt Reynolds	Chief Learning Officer



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)

DOUGLAS COUNTY SCHOOL DISTRICT RE.1
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June 30, 2024

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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Douglas County School District

Learn Today, Lead Tomorrow

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Mrs. Erin Kane
Superintendent

November 22, 2024

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, 2024. 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 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, 2024. 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 ended June 30, 2024, provided no instances of material weaknesses in internal controls over compliance or material violations of applicable laws, regulations, contracts, and grants.

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 381,500 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 61,964 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 1,435 of these students are enrolled in one of DCSD's online learning schools, eDCSD or HOPE Online Learning Academy CO-OP. 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.

Additionally, this is the first year for Colorado Universal Preschool in which all children in Colorado can register for up to fifteen (15) hours per week of free, high quality preschool in their year before kindergarten. This program is managed the Department of Early Childhood (CDEC). About 1,603 students were enrolled in early childhood programs including both neighborhood and charter schools.

The District is governed by a seven-member Board of Education (the Board or BOE), whose members are elected by 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, 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 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 June 30, 2024, Mrs. Erin Kane completed her second year as Superintendent of the District. Throughout fiscal year 2024, the Superintendent and her Cabinet continued to focus on academic achievement and growth, creating a working environment that increases employee satisfaction and reduces turnover, and laying the groundwork for a successful bond for capital needs. The District showed incredible successes in all areas.

In the area of academic achievement, for the 2023-2024 school year, the District regained the rank of top-scoring district in the Denver/metro area. Additionally, the District came back stronger than ever after the pandemic, exceeding our 2019 scores in every subject and every grade. In an effort to provide additional options and support for our students the District opened Legacy Campus and completed it's first year of hosting students in the 2023-2024 school year. Legacy Campus, which is available to all high school students in the District, provides Career and Technical Education in nine different pathways, many earning certifications to allow them to immediately start a career after high school.

The Superintendent implemented several initiatives to create a working environment that increases employee satisfaction and reduces turnover. First, thanks to the passage of a \$66M mill levy override teacher and staff compensation was increased in order to more closely align with market pay in the Denver metro area. Secondly, culture and climate norms were introduced. These norms focus on creating an atmosphere of respect and safe mistakes. Together, these initiatives, among others, significantly reduced the turnover trends from previous years. The related exit surveys that are given to employees to complete upon termination also showed significant improvements in satisfaction with pay and the culture of the district. Finally, the rate at which jobs are filled and number of applicants applying for jobs and accepting job offers were much higher than in the previous few years. DCSD is becoming a destination district in which applicants are seeking employment and choosing to stay longer once hired.

As mentioned above, in 2023, the voters approved a \$66M mill levy override to help address teacher/staff pay to increase competitiveness as well as increase safety and security in our schools via additional School Resource Officer support, increased Campus Security Specialists, as well as an annual security equipment allowances. The District is very grateful for the community's continued support. On August 27, 2024, the BOE unanimously voted 7-0 to place before the voters in November 2024 a \$490 million no new taxes bond to build two new schools, expand a middle school and provide other much needed capital repairs and improvements. In November 2024, the voters of Douglas County approved a \$490 million bond. The district is grateful to the community for their continued support with over 59 percent of the voters approving of extending the existing tax rate to pay for these much needed improvements and expansions.

As the District looks forward to the 2024-2025 school year, there are still many exciting things on the horizon. Just to name a few, the District is piloting the use of Artificial Intelligence in eighteen (18) of our schools to help enhance academic growth and increase professional productivity in a safe and controlled environment. In addition, the District is embarking on developing a new strategic plan to prepare our children to LEAD THE WAY in our ever-changing world. During the 2024-2025 school year, we are engaged in a community-wide conversation about our successes and challenges to date and the path forward for our students.

Demographic Trends: The population in Douglas County increased by 0.9 percent from the prior calendar year or 3,500 more residents. Home sales in Douglas County remained nearly unchanged from the previous year, falling 0.5 percent. Home prices in the county continue to increase and rose from 3.0 percent to 3.9 percent for attached and detached homes respectively. Foreclosure filing fell 10.5 percent compared to the prior year after rising 8.8 percent in the previous year. Additionally, county building officials issued permits for at least 119,423 square feet of nonresidential space valued at approximately \$28 million during the first quarter of 2024, the largest of which is a Whole Foods retail building in Parker valued at \$7.1 million.

Employment in Douglas County increased 3.2 percent year over year. The Douglas County unemployment rate was 3.6 percent, up 0.9 percentage points year over year. Douglas County had the second-lowest unemployment rate among the seven counties in Metro Denver, behind only Boulder County. Colorado's unemployment rate was 3.9 percent, and the U.S. unemployment rate was 4.1 percent, marking a 0.8 percent point rise in the state, and a 0.4 percent decrease in the U.S. Finally, employment in the county increased 3.2 percent year over year, rising by 4,615 jobs.

Douglas County School District enrollment is continuing to decline, yet remains the third largest school district in the State of Colorado. Student growth remains an important factor in 2024-2025 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 preK-12 membership for 2024-2025 is estimated at 63,346 (charter schools are also included in pupil counts) students. The Funded Pupil Count (FPC) for 2024-2025 is projected at 61,209 of which 1,665 are online students. Universal Preschool membership for 2024-2025 is projected at 2,306.

Though the District is at a relatively low student growth point in its history, Douglas County is expected to grow substantially over the next 20 years with residential and commercial growth. The Colorado State Demography Office Forecast for Douglas County projects approximately 19 percent increase in population over the next 20 years, translating into approximately 75,000 additional residents from now until 2043. However, even with this expected growth, the projection for school age children is anticipated to decline from now to 2030.

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 RidgeGate 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 2024 Office of State Planning and Budgeting (OSPB) Revenue Forecast reported continued expansion through the first half of this year despite high inflation that resulted in higher interest rates and borrowing costs, thereby slowing overall economic activity. The economic outlook in Colorado is expected to show continued moderate expansion for the remainder of 2024 and beginning to slow into 2025. Colorado’s economy has modestly outperformed the nation’s economy through the first half of 2024, with comparable employment growth, higher income growth and lower inflation. In 2025, Colorado’s General Fund revenue collections are expected to decrease by 1.7 percent due to consecutive tax cuts, higher unemployment, slowing wage growth and slowing consumer spending. General Fund revenues projections for the next few years remain low at 1.7 percent growth for 2025 and 1.8 percent in 2026.

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.

Revenue to the State Education Fund for the 2024-2025 fiscal year is expected to be \$1.2 billion from the one-third on one percent of taxable income. Historically, the fund has also received increased contributions from the General fund. If that contribution remains flat, the fund will be completely expended within two years. If the contribution grows proportionately to the projected growth in the overall General fund revenue (about 5 percent), the State Education Fund balance will be expended over a four-year period. Expenditures for the fund are expected to increase by \$561 million in fiscal year 2024-2025 as a result of the required inflationary increase, elimination of the budget stabilization factor, and the addition of the rural school factor in the formula. Additionally, property tax changes have shifted a portion of the Total Program funding from the local share to the state share, resulting in a total increase of \$524 million in state share. With the new school finance formula that will begin its six-year phase in starting in fiscal year 2025-2026, the program will increase by another \$95 million.

Significant Financial Policy Changes

1. For the 2023-2024 school year, the District discontinued the use of Fund 23 – Pupil Activity Fund. The co-curricular programs for elementary schools will be accounted for in Fund 10 – *General Fund* and all secondary school activity will be accounted for in Fund 26–*Athletics and Activities Fund*.
2. With the implementation of Colorado’s Healthy Meals for All program, all District and charter school meal programs are now participating in the National School Lunch Program to enable all students to eat for free. Therefore, Fund 28 – *Nutrition Services Non-National School Lunch Program Fund* was closed beginning in the 2023-2024 school year.
3. There were no significant GASB pronouncements impacting the 2023-2024 school year.

Awards and Acknowledgements

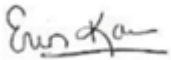
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Douglas County School District RE.1 for its annual comprehensive financial report for the year ended June 30, 2023. This Certificate of Achievement 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.

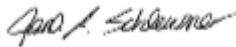
A Certificate of Achievement is valid for a period of one year only. The District has received a GFOA Certificate of Achievement for the last thirty-six consecutive years (fiscal years ended 1987-2023). We believe our current report continues to conform to Certificate of Achievement requirements, and we are submitting it to GFOA to determine its eligibility for a certificate for the year ended June 30, 2024.

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
Chief Financial Officer



Eric J. Varner
Director of Finance



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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, 2023

Christopher P. Morill

Executive Director/CEO



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***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, 2024, 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, 2024, 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, 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 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, 2024 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, the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures, and the schedule of expenditures of federal awards for the year ended June 30, 2024, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2024, 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 combining and individual nonmajor fund financial statements and schedules, the combining component unit financial statements, the Colorado Department of Education Auditor's Electronic Data Integrity Check Figures, and the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2024.

We also previously audited, in accordance with GAAS, the basic financial statements of the District as of and for the year ended June 30, 2023 (not presented herein), and have issued our report thereon dated February 27, 2024, 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, 2023 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 2023 basic financial statements. The information was subjected to the auditing procedures applied in the audit of the 2023 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 GAAS. In our opinion, 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, 2023.

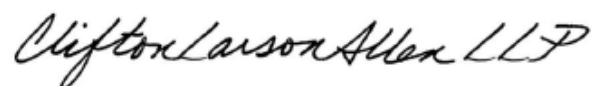
Other Information

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 November 22, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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
November 22, 2024

**Douglas County School District RE. 1
Management's Discussion and Analysis
As of and for the fiscal year ended June 30, 2024**

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, 2024. We encourage readers to consider this narrative in conjunction with additional information furnished in the Letter of Transmittal located on pages 14-18 and the balance of information within this Annual Comprehensive Financial Report (the Report).

Financial Highlights

- The District reports an increase in "Net Position" of \$51.0 million over fiscal year 2023 mainly due to a reduction of long term liabilities such as bonds, certificates of participation, and other debt. The reduction in liabilities is a result of prudent fiscal stewardship which then increased the Net Position.
- ◇ 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 \$51.0 million. If not for this reporting, the District would instead have reported an increase in Net Position of \$49.7 million due to PERA income of \$1.3 million. The overall Net Pension Liability (NPL) increased from \$846.0 million to \$1.025 billion, the deferred inflows and outflows had significant swings driving overall income in the PERA line items associated with Colorado PERA (Public Employees Retirement Association). The global market continued to have a strong performance in the current year. The global equity market, in which over 50 percent of the portfolio is invested, is the single greatest driver of PERA's annual return. The benchmark for this asset class returned 21.9 percent in 2023. Equity markets rebounded sharply from the prior year as hiring and consumer spending continued, and inflation eased. Additionally, PERA's fixed income investments comprise nearly 20 percent of the portfolio. The benchmark for this asset class, Bloomberg U.S. Aggregate Bond Index, had a 5.5 percent return in 2023. The Federal Reserve slowed the pace and size of rate increases in 2023, with the effective rate ending the year in a range of 5.25 percent to 5.50 percent, allowing fixed income markets to recover some ground from last year's losses.
- ◇ The biggest challenge for the District during the 2024 fiscal year has been recruitment. The District had significant vacancies in most classified positions to include bus drivers, custodians and several special education support roles. Many of these vacant positions needed to be supplemented by contract staff. The District is focused on retention strategies and will continue to focus on employee needs in the foreseeable future.
- ◇ In February 2019, the District sold the \$250.0 million bond approved by the voters the previous November. The District was able to utilize over \$8.4 million during the fiscal year to continue improvements on its aging buildings, buy new buses and refresh technology. All proceeds from the sale of the bond have now been expended.
- ◇ The Douglas County Board of Education authorized a mill levy override (MLO) question for the 2023 ballot. The \$66 million MLO passed and provided additional teacher/staff pay to increase competitiveness as well increased safety and security in our schools. Even though the measure was passed in November 2023, all staff were retroactively paid back to July 1, the beginning of the school year.
- ◇ The District continues to look for efficiencies in providing health-related benefits while still offering a valued benefit to our employees. Historically, the District was able to absorb most if not all increases in projected costs for the five medical plans offered to employees with a minimum of 0.5 Full Time Equivalent. In fact, the only slight increases passed on to employees in over a decade was in 2021 due to budget cuts. However, the district has seen several years of growing claims along with lagging revenue increases, leaving deteriorating reserve balances. Overall, the medical fund net position was increased to \$3.84 million, keeping reserves in line with actuarial recommendations. 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 \$111.8 million over the fiscal year 2023. There were two main reasons for the increase, \$66 million from the MLO and \$45.4 million due to an increase in per pupil revenue (PPR) of \$584 per funded pupil count (FPC) offset by a slight decrease in funded pupil count.
- ◇ The Total Combined General Fund expenses increased by \$97.4 million over the prior year, most of which went to increase salaries and benefits. However, total expenses remained \$53.3 million under budget. The variance to budget was mainly due to \$19.9 million in the Salary and Benefits, \$17.0 million in Property & Equipment, and \$13.0 million in Supplies. Salaries were under budget because of the difficulty in hiring and retention of hourly positions such as bus drivers. Benefits were lower than budget by \$9.4 million due to the state non-employer contribution being less than the District's expectation. Property & Equipment was under budget driven by the timing of projects being completed which was after June 30, 2024. Supplies were underbudget due to the District's monitoring and control over discretionary spending.

Financial Highlights (Continued)

- ◇ District policy of allowing schools to carryover discretionary budget dollars into the next fiscal year continues. Schools have savings of over \$21.3 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 2024 by \$83.4 million (net deficit) due to the posting of the “Net Pension Liability” (NPL) of \$1.025 billion required pursuant to GASB Statement No. 68. The District’s portion of the PERA NPL increased over fiscal year 2023 by \$179.1 million. The increase was due to a change in the State’s contribution, which decreased from 22.5 percent last year to only 2.1 percent this year. As the State’s portion goes down the District’s goes up which drives DCSD’s portion of the NPL increased by about 1.15 basis points, from 4.65 percent to 5.80 percent.
 - ◇ 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 \$415.8 million for the period ended June 30, 2024, a decrease from the prior year of \$47.0 million. This decrease was due primarily to the scheduled payments on the General Obligation (G.O.) Bond as well as the amortization of Bond Premium.
 - ◇ At the close of the fiscal year, the governmental funds of the District reported a combined ending fund balance of \$292.4 million. This ending fund balance represents an overall increase of \$16.4 million from the prior year primarily due to continued vacancy savings in the classified or hourly positions noted above as well as capital projects funded in the current year but not completed until after the fiscal year end. 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.

Overview of the Financial Statements (Continued)

Government-wide Financial Statements (Continued)

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 143-151. 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, CEC Inverness 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.

The government-wide financial statements are located on pages 43-45 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 eight 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 Bond Redemption Fund, and the Building Fund, as all are considered major funds. Data from the other five governmental funds; the Nutrition Services National School Lunch Program (NSLP) Fund, the Governmental Designated Purpose Grant Fund, the Athletics and Activities 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 93, 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 46 and 48 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 132-136.

Government-wide Financial Analysis

Custodial Funds

Custodial Funds are used to account for resources held for the benefit of parties outside the government. The District 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 55-90.

Net Position

The following table provides a summary of the Governmental net position as of June 30, 2024. Comparative data for June 30, 2023, is also presented. This financial statement reports that liabilities plus deferred inflows of resources exceeded assets plus deferred outflow of resources by \$83.4 million. This negative net position is solely due to the adoption of GASB Statement No. 68. Note that in comparison to the fiscal year 2023 data, the District net position increased by \$51.0 million. This increase was mostly due to \$35.7 million in G.O. Bonds payments and \$6.3 million in bond premium amortization.

	Governmental Activities	
	2023-2024	2022-2023
Current and other assets	\$ 366,214,657	\$ 346,352,618
Capital assets	796,771,242	821,009,900
Total assets	<u>1,162,985,899</u>	<u>1,167,362,518</u>
Deferred outflows of resources	295,213,070	192,534,786
Current liabilities	113,706,062	111,109,504
Long-term liabilities outstanding	1,352,070,591	1,226,647,892
Total liabilities	<u>1,465,776,653</u>	<u>1,337,757,396</u>
Deferred inflows of resources	75,875,879	156,616,340
Net position:		
Net investment in capital assets	449,109,125	435,816,292
Restricted for:		
TABOR Emergency	22,200,000	20,645,000
Debt Service	81,584,907	75,135,066
Nutrition Services	7,250,920	5,079,435
Other Grants & Programs	22	1,273,670
Unrestricted	(643,598,537)	(672,425,895)
Total net position	<u>\$ (83,453,563)</u>	<u>\$ (134,476,432)</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/amortization. The largest portion of current assets, predominately cash on hand and restricted cash and investments, is reported in the Combined General Fund. 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. 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.

Government-wide Financial Analysis (Continued)

Statement of Activities

Note in the Condensed Statement of Activities that governmental activity total revenues increased by \$117.5 million over fiscal year 2023. Property taxes were up over \$128.4 million due to the passing of the 2023 mill levy override and overall increases in assessed valuations which essentially shifted program funding from the State to local property owners (see reduction in State Equalization of \$9.5 million below). This was offset by a reduction of \$12.5 million primarily in Charges for Services due to Colorado voters passing Proposition FF Healthy Meals for All, which significantly decreases charges for student meals and shifts that revenue to both federal and state grants.

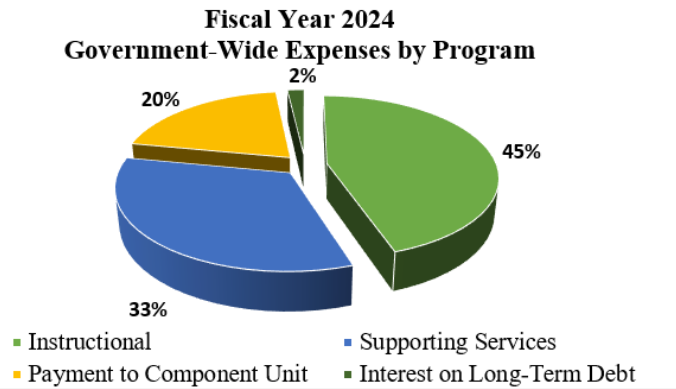
The total expenses increased by \$127.2 million from the fiscal year primarily due to the decrease in pension income compared to the prior year. The prior year's pension income was \$21.0 million compared to just \$1.3 million in the current year. With the passage of the 2023 \$66 million mill levy override, an additional \$60 million was added to salary and benefits due to retroactive raises. The passing of Proposition FF Healthy Meals for All increased the number of meals served during the year by about 2 million meals, increasing the labor and food costs for nutrition services by \$8.7 million. Finally, the payments to component units increased by \$28.9 million due to the percentage of students attending charter school increasing from 23 percent to 25 percent year-over-year.

**Condensed Statement of Activities for
Fiscal Years Ended June 30, 2024 and 2023**

	Governmental Activities	
	2023-2024	2022-2023
Revenues:		
Program revenues:		
Charges for services	\$ 51,255,023	\$ 63,788,914
Operating/capital grants	99,636,122	100,186,467
General revenues:		
Property taxes	475,056,895	348,215,975
Specific ownership taxes	34,274,142	32,617,906
State equalization	331,959,976	341,554,364
Interest earnings	11,148,154	8,102,578
Loss on Sale of Asset	(238,553)	1,258,631
Grant contributions not specific to programs	8,114,224	7,481,144
Cash in Lieu of Land	3,556,561	2,414,302
Other	13,195,792	4,783,327
Total revenues	1,027,958,336	910,403,608
Expenses:		
Instructional	435,701,940	379,298,213
Supporting services	330,908,917	284,831,265
Payments to component units	195,397,697	166,448,474
Interest on long-term debt	14,926,913	19,130,003
Total expenses	976,935,467	849,707,955
Change in net position	51,022,869	60,695,653
NET POSITION, Beginning	(134,476,432)	(195,172,085)
NET POSITION, Ending	\$ (83,453,563)	\$ (134,476,432)

Government-wide Financial Analysis (Continued)

Statement of Activities (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 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 2024 and fiscal year 2023. The accompanying chart graphically shows the proportion of revenues from all the sources for fiscal year 2024. The largest revenue source for the District is local taxes at \$507.4 million, an increase of 33.5 percent from the prior year and now exceeds the sources received from the state and federal intergovernmental sources. The increase is due to an increase in assessed valuations and growth in the county as well as the voter approval of the \$66 million mill levy override.

The next significant source of revenue is from state and federal intergovernmental sources at \$431.7 million, a decrease of 2.2 percent from the prior year. While per pupil revenue (PPR) increased by \$1,032 per student (up to \$10,223), it was partially offset with a decrease in funded pupil count. School districts in Colorado are funded based on the Student October Count. Year-over-year from October 2022 to October 2023, the funded pupil count decreased 1,304 funded pupils from 63,158 to 61,854, including charter schools. Additionally, due to the increase in property tax funded portion of the School Finance Act, the State was able to decrease their contribution to the PPR formula. Finally, intergovernmental resources increase by \$19.9 million in the Nutrition Services Fund due to the implementation of Colorado’s Healthy Meals for All legislation which meant that the district moved all high schools and charter schools back onto the National School Lunch Program.

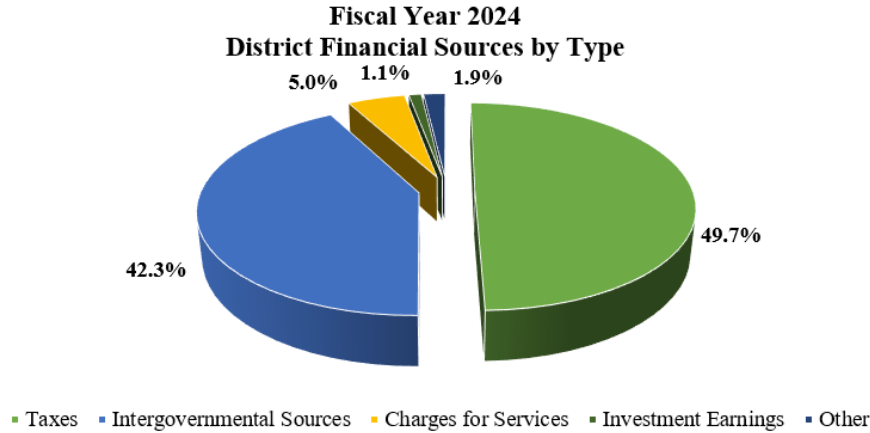
The District charges its charter schools and its District students various fees. Recognize here that these charges include athletic and activity charges, childcare tuition as well as limited lunch charges in Nutrition Services. Charges for services decreased 19.6 percent, mostly due to the implementation of Healthy Meals for All which transitioned high schools and charter schools from a fee-based lunch back to the National School Lunch program allowing the state and federal government to pay for a majority of the meals served at our schools including those in elementary schools who used to pay for a lunch as well.

	2023-2024		2022-2023	
Local Taxes*	\$ 507,483,880	49.7%	\$ 379,588,804	41.8%
Intergovernmental Sources	431,596,098	42.3%	441,740,831	48.7%
Charges for Services	51,255,023	5.0%	63,788,914	7.0%
Investment Earnings	11,100,717	1.1%	8,030,328	0.9%
Other	19,234,317	1.9%	14,222,277	1.6%
Total	\$ 1,020,670,035	100%	\$ 907,371,154	100%

*Property taxes and specific ownership taxes

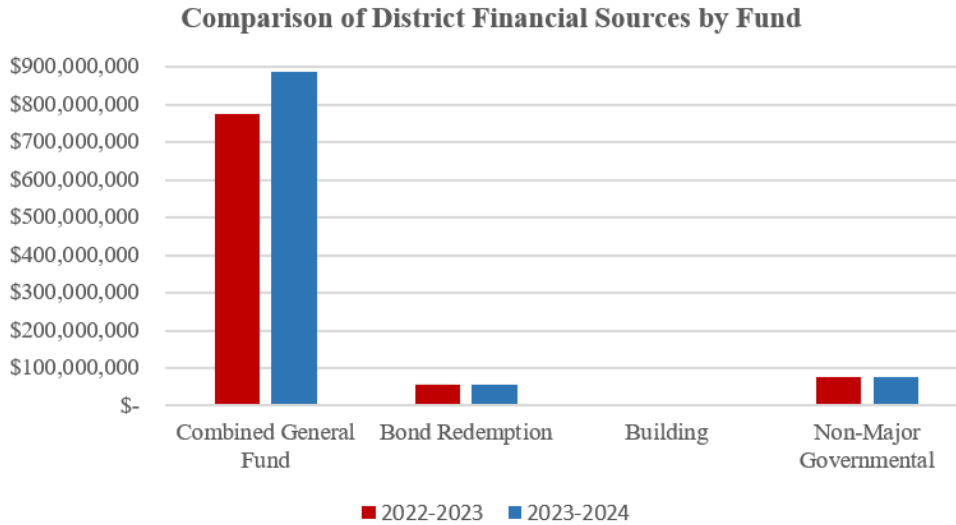
Governmental Fund Financial Analysis (Continued)

Revenues and Other Financing Sources (Continued)



The following table and the accompanying chart show the same total revenue but reports these revenues by fund. Note that most of these revenues are accounted for in the Combined General Fund. The Combined General Fund revenue increased by 14.4 percent due to the items noted in the previous section regarding increasing PPR and the passing of the \$66 million mill levy override.

	2023-2024		2022-2023		Inc/(Dec)
Combined General	\$ 886,975,219	86.9%	\$ 775,085,930	85.4%	\$ 111,889,289
Bond Redemption	57,491,713	5.6%	56,390,824	6.2%	1,100,889
Building	521,211	0.1%	886,410	0.1%	(365,199)
Non-major Governmental	75,681,892	7.4%	75,007,990	8.3%	673,902
Total	\$ 1,020,670,035	100%	\$ 907,371,154	100%	\$ 113,298,881



Expenditures by Fund

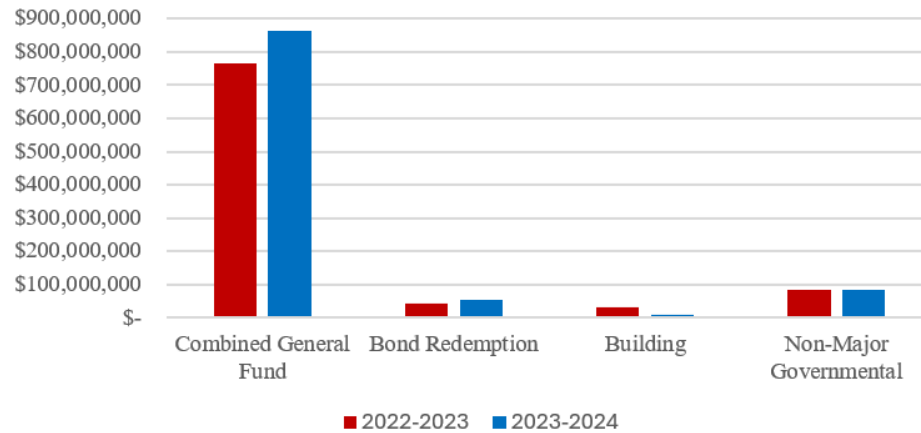
Recall that the District uses fund accounting to demonstrate and ensure compliance with finance-related legal requirements. Fund accounting may also enhance transparency and accountability. In this analysis, Governmental Fund expenditures increased by \$85.3 million. The increase is driven by increase in salary and benefits fulfilling the promise to taxpayers to increase pay to district employees making the pay more competitive in the Denver/metro area. With the passing of the \$66 million mill levy override, the district was able to increase pay for licensed and classified staff by an average of 9 percent and all other staff by 7 percent. While the mill levy was passed in November, the employees were back paid to the beginning of the school year of July 1, 2023. This increase was partially offset by the reduced spend in the Building fund by \$25.1 million as the District completed the spend down for capital outlay in accordance with the issuance of the 2018 bond. The District accrued for about \$14 million in retention bonuses for the third year in a row.

Governmental Fund Financial Analysis (Continued)

Expenditures by Fund (Continued)

	2023-2024		2022-2023		Inc/(Dec)
Combined General	\$ 864,270,042	85.4%	\$ 766,778,196	82.7%	\$ 97,491,846
Bond Redemption	53,031,019	5.2%	42,296,360	4.6%	10,734,659
Building	8,430,219	0.8%	33,602,334	3.6%	(25,172,115)
Non-major Governmental	86,299,274	8.5%	84,020,482	9.1%	2,278,792
Total	\$ 1,012,030,554	100%	\$ 926,697,372	100%	\$ 85,333,182

Comparison of District Governmental Fund Expenditures by Fund

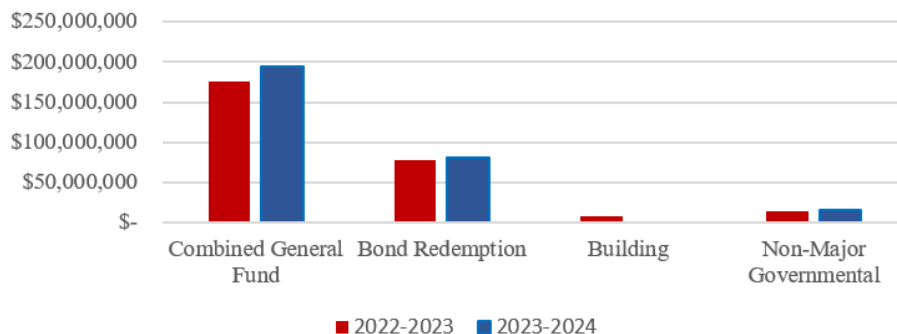


Ending Fund Balances

As of the end of the current fiscal year, the District governmental funds reported combined ending fund balances of \$292.4 million, an increase of \$16.4 million from the prior year. This increase is due to staff vacancy savings and capital projects funded in the current year but were not completed until after June 30, 2024.

	2023-2024		2022-2023		Inc/(Dec)
Combined General	\$ 194,470,695	66.5%	\$ 175,912,516	63.7%	\$ 18,558,179
Bond Redemption	81,628,110	27.9%	77,167,416	28.0%	4,460,694
Building	-	0.0%	7,909,008	2.9%	(7,909,008)
Non-major Governmental	16,304,713	5.6%	14,966,658	5.4%	1,338,055
Total	\$ 292,403,518	100%	\$ 275,955,598	100%	\$ 16,447,920

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 93. Note that the amended expenditure budget shows an increase over the Adopted Budget of approximately \$112.6 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 \$53.3 million. Salaries and benefits were under budget by about \$19.9 million due to continue vacancies in classified (hourly) positions. Salaries were under budget by \$10.4 million, mostly due to vacancies in bus drivers. Employee benefits were under budget by \$9.4 million primarily due to the current year state non-employer contributions coming in lower than planned. Property and Equipment expenditures were under budget by \$17.0 million due to scheduled capital projects that were not fully complete as of June 30, 2024. 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.

Capital Asset and Debt Administration

Capital Assets

The District investment in capital assets for governmental activities as of June 30, 2024, equaled \$796.7 million a decrease of \$24.2 million (net of accumulated depreciation). The depreciation and amortization of \$47.2 million was offset by capital investments of \$28.0 million due to planned 2018 Bond projects of \$8.4 million as well as other expenditures including those from a total of \$20 million of committed dollars allocated by the Board to address continued emergency maintenance needs. 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 66-67.

	<u>Governmental Activities</u>	
	<u>2024</u>	<u>2023</u>
Capital Assets:		
Land	\$ 6,989,526	\$ 11,688,503
Buildings and Improvements	1,183,202,383	1,131,967,765
Buildings - Lease Assets	7,602,571	7,602,571
Equipment - Energy Performance	13,173,149	13,173,149
ROU Asset - SBITA	9,552,898	7,926,504
Land Improvements	19,018,180	16,322,481
Machinery and Equipment	135,158,334	120,199,933
Construction in Progress	12,710,850	59,557,591
Accumulated Depreciation/Amortization	(590,636,649)	(547,428,597)
Total Net Capital Assets	<u>\$ 796,771,242</u>	<u>\$ 821,009,900</u>

Capital Asset and Debt Administration (Continued)

Long-Term Debt

As of June 30, 2024, the District had outstanding debt exclusive of NPL and OPEB of \$351.2 million, a decrease of \$45.7 million from the prior year. The District continues to pay off G.O. bonds and COPs. Of the outstanding long-term debt, \$296.9 million is G.O. bonded debt that is backed by the full faith and credit of the District taxpayers. Please also note the \$7.0 million 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 68, we report that our maximum yearly COP lease payments will be \$0.8 million, an amount well below one percent of approximately \$873.8 million (\$8.7 million) in General Fund revenues received in fiscal year 2024.

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 \$1.025 billion, about 21.1 percent higher than the prior year. OPEB liability is reported as \$24.7 million, about 14.1% lower than the prior year.

	Governmental Activities			
	June 30, 2024		June 30, 2023	
General Obligation Bonds	\$ 296,905,000	21.2%	\$ 332,620,000	26.2%
Certificates of Participation	7,055,000	0.5%	7,880,000	0.6%
Accreted Interest	-	0.0%	1,739,546	0.1%
Bond Premiums	29,201,820	2.1%	35,597,452	2.8%
Financed Purchase	1,276,336	0.1%	1,607,609	0.1%
Extended Service Separation	40,121	0.0%	62,680	0.0%
Leases	6,452,293	0.5%	6,894,895	0.5%
Software	4,600,185	0.3%	5,142,317	0.4%
Compensated Absences	5,710,348	0.4%	5,427,601	0.4%
Total before NPL	351,241,103		396,972,100	
OPEB Liability	24,753,602	1.8%	28,818,691	2.3%
Net Pension Liability	1,025,166,597	73.2%	846,043,961	66.5%
Total	\$ 1,401,161,302	100%	\$ 1,271,834,752	100%

The \$7.0 million 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 \$1.1 million from the General Fund. See the Notes on page 69.

The District maintains a credit rating with Moody's Investors Service Inc. at Aa2. 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. The District's G.O. Bonds are still rated at Aa1, and consistent with the new methodology, the overall district is one notch lower. Additional information on the District's long-term debt is provided in Note 7 starting on page 68. This credit rating with Moody's was reaffirmed with the issuance of the 2022 refunding bond. Fitch recently reviewed the credit rating of the District's G.O. Bonds as well and they confirmed the Bond rating of AA+.

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.

Fund Balance Policy (Continued)

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 3.0 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 3.0 percent of yearly spend held in reserve providing financial stability and available resources to fund any unexpected emergency. On page 43, 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 \$22.2 million and \$22.2 million, 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 \$6.8 million 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 2024 Revenue Forecast from the Office of State Planning and Budgeting, the preliminary numbers for 2023-2024 show General Fund revenue fell by about \$747 million or 4.1 percent mostly as a result of income tax credits enacted during the 2024 session. Despite the decrease in revenue and an 8.5 percent increase in Referendum C cap, collections exceeded the cap by \$1.37 billion. Total refunds will be around \$1.66 billion which includes an additional \$288.8 million to correct prior underrefunds. General Fund projections for 2024-2025 fiscal year are expected to decrease by 1.8 percent, mostly due to a decline in income tax collections, and slowing consumer spending.

The economy continues to emerge from runaway inflation resulting in higher interest rates and borrowing costs, thereby slowing overall economic activity. However the slowing employment growth paired with cooling inflation has paved the way for the Federal Reserve to begin monetary policy easing, with interest rate cuts taking place in September 2024.

Overall, due to decreasing revenues at the State level, there is expected to be about a \$1 billion shortfall in the State budget for the next fiscal year. This will mean that instead of looking for further investment in State budget priorities, they will be looking to cut many programs and limit growth in new funding requests.

Colorado's unemployment rate ticked up slightly by 0.1 percentage point to 3.9 percent in July 2024, as the labor force increased faster than the number of unemployed. Colorado was one of 28 states that posted a statistically significant increase in its unemployment rate from a year earlier. Only 2 states had decreases and the rest remained unchanged. Colorado's labor force participation rate held steady in July at 67.9 percent, down from the post-pandemic high of 68.6 percent, but still well above the national rate of 62.7 percent in the same month.

- U.S. nonfarm employment is expected to grow by 1.6 percent in 2024, before slowing to 0.7 percent in 2025 and 0.3 percent in 2026. The U.S. unemployment rate is expected to average 4.9 percent in 2024, 4.1 percent in 2025, and 4.0 percent in 2026.
- In Colorado, employment is expected to grow by 1.6 percent in 2024, and to decelerate throughout the forecast period, to 1.2 percent in 2025 and 1.1 percent in 2026. The Colorado unemployment rate is expected to average 3.8 percent in 2024, before averaging 4.2 percent in 2025 and 4.0 percent in 2026.

According to the September 2024 Revenue Forecast, total program funding for the State Education Fund is expected to increase by \$561 million. This is a result of inflationary increases, elimination of the budget stabilization factor, and the addition of a rural school factor to the formula. Additionally, the property tax changes attributed to SB24-233 and HB24B-1001 shifted a portion of the total program funding from the local share to the state share.

For fiscal year 2025-26, the state share requirement is expected to decrease by about \$7 million year-over-year. This assumes that the funded pupil count decreases as a result of changes to the formula and enrollment changes, and projected inflation of 2.7 percent. The local share is expected to increase by up to \$297 million assuming assessed values increase by \$12 billion or 7.2 percent relative to fiscal year 2024-25.

The implementation of HB24-1448 begins in fiscal year 2025-26 which created a new school finance formula to be phased in over six years. Compared to the current formula, the new formula is expected to increase statewide total program by about \$95 million and the state share by about \$92 million, increasing each year through fiscal year 2030-31 when the increase compared to the current formula is expected to be approximately \$571 million. The formula contains certain provisions which if met would pause implementation. The current forecast does not contemplate that those triggers have been met.

The State Education Fund is expected to receive \$1.2 billion from the constitutional requirement to receive one-third of one percent of taxable income. The Fund is becoming more dependent on a transfer from the General Fund contribution. The amount of contribution determined in the next few years will determine how quickly the fund is expected to be completely expended, but this could be anywhere from two to four years.

Economic Factors and Subsequent Events (Continued)

Douglas County Economy - The County population increased slightly to 381,500 residents in 2024. This increase of 3,500 residents represents an increase of approximately 0.9 percent. The unemployment rate in Douglas County remains lower than the state but is higher than the national unemployment rates. As of the first quarter of 2024, Douglas County's unemployment rate was 3.6 percent, up 0.9 percent from the first quarter of 2023. Comparatively, Colorado's unemployment is up to 3.9 percent and the U.S. unemployment reported at 3.4 percent. Douglas County had the second-lowest unemployment rate among the seven counties in Metro Denver, behind only Boulder County. The labor force in Douglas County contracted in the first quarter of 2024, falling by 0.2 or by 446 people working or looking for jobs.

District Enrollment - In recent years, Douglas County has experienced declining enrollment. The combined effects of lower birthrates, increasing home prices and COVID-19's had lingering effects as parents began making different educational choices for their families. However, the District is starting to see a slight bounce back in students and continues to analyze contributing factors of growth, birthrates, turnover and those returning to public school options. As of October 2024 (fiscal year 2025), the District is expecting an increase of just over 1,300 students over prior year enrollment.

Fiscal Year 2025 School Finance Act Approved Increases and New District-wide Allocations - In June 2024, the District adopted a budget for the new fiscal year that includes an increase in per pupil revenue of \$704 per student from \$10,223 to \$10,927. The increase is due to the constitutional requirement that the base per pupil increase by inflation, plus the School Finance Act repealed the Budget Stabilization Factor entirely. Despite the increase in Per Pupil Revenue, Funded Pupil Count projections for 2024-2025 are 645 funded pupils lower than the actual Funded Pupil Count for 2023-2024. Overall, this increase to Per Pupil Revenue combined with a lower estimated Funded Pupil Count equates to an overall increase to Total Program of \$36.5 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 \$17.3 million.

With the positive additions to 2024-2025 funding, and the strategic use of \$3.8 million of fund balance, the District aims to strategically reinvest within schools and departments. The largest budget priority for 2024-25 of over half the total budget increase is to continue to invest in DCSD employees with the goal to be able to recruit, retain, develop and reward the best employees for students. Licensed staff will receive ongoing increase to the base of 2.4 percent plus the corresponding step increase with the overall average of pay increase for licensed staff of 3.5 percent. For non-licensed employees, staff will receive flat ongoing percentage increases depending upon job classification. Administrators and professional/technical staff will receive an ongoing increase to the base of 3 percent and classified staff 3.5 percent. These increases are after the implementation of a robust salary increase funded by the 2023 mill levy override totaling \$46 million for district-managed personnel and \$14 million allocated to charter schools for personnel. The District also absorbed the full \$6 million in medical benefit premium increases passing no increases in cost to the employee.

The primary emphasis on school allocation changes for 2024-25 was to set aside increased funding for small schools and maintaining site-level flexibility in special programming for schools to maintain existing academic programming with potential declining enrollment. Department level increases totaled \$11.1 million. For 2024-25. Approximately half of this increase or \$5.3 million is considered one-time only.

Colorado Governor's Budget Request for Fiscal Year 2025 - Based on the November 2024 Budget Request, Governor Jared Polis submitted his fiscal year 2025 budget request to the Joint Budget Committee. The request would increase Total Program funding by \$115 million overall, an increase of only \$299 per pupil funding up to \$11,747 as a general average for all school districts. The implementation of the new school finance formula would be extended from six years to a seven-year implementation. It also calls for the removal of the five-year averaging, which will be a significant hit to many school districts. Additionally, there is a proposed increase of \$13.5 million for categorical funding which includes special education, transportation, English language, career and technical education among others. The budget also includes \$3.5 million to address reading deficiencies. For Universal Preschool, the budget contains an additional \$7.8 million

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 Chief Financial Officer, Ms. Jana Schleusner, 701 Prairie Hawk Drive, Castle Rock, Colorado 80109.



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***BASIC FINANCIAL
STATEMENTS***



Douglas County School District
Learn Today, Lead Tomorrow

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Statement of Net Position

June 30, 2024

	Primary Government	Component Units
	Governmental Activities	Charter Schools
ASSETS		
Cash and Investments	\$ 257,329,717	\$ 96,207,022
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	17,821,408	-
Leases	2,317,580	-
Other	4,056,979	966,638
Inventories	2,762,619	38,749
Prepaid Costs and Other Assets	1,314,639	1,988,778
Restricted Cash and Investments	80,611,715	43,839,098
Capital Assets:		
Non-Depreciable	19,700,376	47,230,664
Depreciable, Net	777,070,866	244,452,506
Total Assets	<u>1,162,985,899</u>	<u>434,723,455</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related Amounts	291,504,172	72,212,188
OPEB Related Amounts	3,708,898	1,440,712
Deferred Amount on Refunding	-	3,819,942
Total Deferred Outflows of Resources	<u>295,213,070</u>	<u>77,472,842</u>
LIABILITIES		
Accounts Payable	7,496,172	6,560,271
Accrued Compensation	47,541,803	7,643,239
Unearned Revenues	1,821,045	727,090
Accrued Insurance Claims	5,899,713	-
Accrued Interest Payable	735,207	4,209,891
Non-Current Liabilities:		
Due within One Year	50,212,122	5,645,082
Due in More than One Year:		
Accrued Insurance Claims	1,121,411	-
Lease Liabilities	5,973,199	-
Subscriptions Payable	1,908,617	-
Other Non-Current Liabilities	293,147,165	348,192,326
OPEB Liability	24,753,602	5,548,630
Net Pension Liability	1,025,166,597	229,976,518
Total Liabilities	<u>1,465,776,653</u>	<u>608,503,047</u>
DEFERRED INFLOWS OF RESOURCES		
Leases	2,317,580	-
Deferred Amount on Refunding	2,171,482	-
OPEB Related Amounts	9,547,731	2,088,504
Pension Related Amounts	61,839,086	13,137,838
Total Deferred Inflows of Resources	<u>75,875,879</u>	<u>15,226,342</u>
NET POSITION		
Net Investment in Capital Assets	449,109,125	(46,919,375)
Restricted:		
TABOR Emergency Reserve	22,200,000	6,631,966
Debt Service/Lease Obligation	81,584,907	24,778,441
Other Grants and Programs	22	-
Nutrition Services	7,250,920	-
Unrestricted (deficit)	<u>(643,598,537)</u>	<u>(96,024,124)</u>
Total Net Position	<u>\$ (83,453,563)</u>	<u>\$ (111,533,092)</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Instruction	\$ 435,701,940	\$ 51,255,023	\$ 45,028,725	\$ -
Supporting Services	330,908,917	-	54,607,397	-
Funding to Component Units - Unallocated	195,397,697	-	-	-
Interest on Long-Term Debt	14,926,913	-	-	-
Total Governmental Activities	976,935,467	51,255,023	99,636,122	-
Component Units				
Charter Schools	\$ 222,732,421	\$ 16,435,624	\$ 5,527,426	\$ 2,033,551

GENERAL REVENUES

Property Taxes
 Specific Ownership Taxes (unrestricted intergovernmental revenue)
 State Equalization
 Investment Earnings
 Loss on Sale of Asset
 Grants and Contributions not specific to Programs
 Cash in Lieu of Land
 Other

Total General Revenues

Change in Net Position

NET POSITION, Beginning

NET POSITION, Ending

See accompanying notes to the financial statements

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Component Units
\$ (339,418,192)	\$ -
(276,301,520)	-
(195,397,697)	-
(14,926,913)	-
<u>(826,044,322)</u>	<u>-</u>
-	(198,735,820)
475,056,895	-
34,274,142	-
331,959,976	188,668,118
11,148,154	5,941,172
(238,553)	-
8,114,224	2,730,032
3,556,561	-
13,195,792	11,260,110
<u>877,067,191</u>	<u>208,599,432</u>
51,022,869	9,863,612
<u>(134,476,432)</u>	<u>(121,396,704)</u>
<u>\$ (83,453,563)</u>	<u>\$ (111,533,092)</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Governmental Funds
Balance Sheet
June 30, 2024

	Combined General	Bond Redemption	Building	Non-Major Governmental	Total Governmental
ASSETS					
Cash and Investments	\$ 232,995,265	\$ -	\$ -	\$ 17,513,578	\$ 250,508,843
Receivables:					
Property Taxes, Net of Allowance for Uncollectible Taxes	16,190,224	1,631,184	-	-	17,821,408
Leases	2,317,580	-	-	-	2,317,580
Other	1,103,057	77,215	-	2,704,233	3,884,505
Due from Other Funds	1,272,593	-	-	-	1,272,593
Prepaid Costs	380,639	-	-	-	380,639
Inventories, at Cost	1,379,653	-	-	1,382,966	2,762,619
Restricted Cash and Investments	-	80,611,715	-	-	80,611,715
Total Assets	\$ 255,639,011	\$ 82,320,114	\$ -	\$ 21,600,777	\$ 359,559,902
LIABILITIES					
Due to Other Funds	\$ -	\$ -	\$ -	\$ 1,272,593	\$ 1,272,593
Accounts Payable	6,817,905	-	-	664,934	7,482,839
Accrued Compensation	45,370,064	-	-	2,171,739	47,541,803
Unearned Revenues	634,247	-	-	1,186,798	1,821,045
Total Liabilities	52,822,216	-	-	5,296,064	58,118,280
DEFERRED INFLOWS OF RESOURCES					
Leases	2,317,580	-	-	-	2,317,580
Unavailable Revenue - Property Taxes	6,028,520	692,004	-	-	6,720,524
Total Deferred Inflows of Resources	8,346,100	692,004	-	-	9,038,104
FUND BALANCES					
Nonspendable:					
Inventories & Prepaid Costs	1,760,292	-	-	-	1,760,292
Restricted:					
TABOR Emergency Reserve	22,200,000	-	-	-	22,200,000
Restricted Other	22	81,628,110	-	7,250,920	88,879,052
Committed:					
3% Board Reserves	22,200,000	-	-	-	22,200,000
Master Capital Plan Projects	17,311,685	-	-	-	17,311,685
Assigned:					
School Carryover	21,330,418	-	-	3,311,885	24,642,303
Extended Service Severance	40,121	-	-	-	40,121
Facility Use Revenue Share	838,623	-	-	-	838,623
Cash in Lieu	8,240,825	-	-	-	8,240,825
2018 Mill Levy Override	89,948	-	-	-	89,948
2023 Mill Levy Override	3,445,034	-	-	-	3,445,034
Security and Mental Health Reserve	708,125	-	-	-	708,125
Multi-Year Lease Reserve	3,218,115	-	-	-	3,218,115
Future Year Transportation	1,631,538	-	-	-	1,631,538
Subfund Carryover	5,951,095	-	-	5,741,908	11,693,003
Unassigned	85,504,854	-	-	-	85,504,854
Total Fund Balances	194,470,695	81,628,110	-	16,304,713	292,403,518
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 255,639,011	\$ 82,320,114	\$ -	\$ 21,600,777	\$ 359,559,902

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, 2024

Fund Balances of Governmental Funds		\$ 292,403,518
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.		796,771,242
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.		6,720,524
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.		4,267,684
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	(2,171,482)	
Deferred Outflows of Resources, Pension-Related Amounts	291,504,172	
Deferred Outflows of Resources, Other Post Employment Benefit-Related Amounts	3,708,898	
Deferred Inflows of Resources, Pension-Related Amounts	(61,839,086)	
Deferred Inflows of Resources, Other Post Employment Benefit-Related Amounts	(9,547,731)	221,654,771
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	(296,905,000)	
Certificates of Participation	(7,055,000)	
Bond Premiums	(29,201,820)	
Accrued Interest Payable	(735,207)	
Net Pension Liability	(1,025,166,597)	
Other Post Employment Benefit Liability	(24,753,602)	
Accrued Insurance Claims Payable	(3,374,793)	
Leases	(6,452,293)	
Financed Purchase	(1,276,336)	
Subscription Payable	(4,600,185)	
Extended Service Severance	(40,121)	
Compensated Absences	(5,710,348)	(1,405,271,302)
Net Position (deficit) of Governmental Activities		<u>\$ (83,453,563)</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, 2024

	Combined General	Bond Redemption	Building	Non-Major Governmental	Total Governmental
REVENUES					
Property Taxes	\$ 419,529,413	\$ 53,680,325	\$ -	\$ -	\$ 473,209,738
Specific Ownership Tax	34,274,142	-	-	-	34,274,142
Intergovernmental	386,567,373	-	-	45,028,725	431,596,098
Charges for Services	24,999,154	-	-	26,255,869	51,255,023
Fundraisers and Donations	4,263,278	-	-	3,850,946	8,114,224
Investment Earnings	6,768,118	3,811,388	521,211	-	11,100,717
Other	10,573,741	-	-	546,352	11,120,093
Total Revenues	886,975,219	57,491,713	521,211	75,681,892	1,020,670,035
EXPENDITURES					
Current:					
Instructional	396,364,072	-	-	40,465,143	436,829,215
Supporting Services	267,952,734	-	-	44,512,972	312,465,706
Funding to Component Units	195,397,697	-	-	-	195,397,697
Capital Outlay	-	-	8,430,219	-	8,430,219
Debt Service:					
Principal	4,081,953	35,715,000	-	1,022,401	40,819,354
Interest and Fiscal Charges	473,586	17,316,019	-	298,758	18,088,363
Total Expenditures	864,270,042	53,031,019	8,430,219	86,299,274	1,012,030,554
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	22,705,177	4,460,694	(7,909,008)	(10,617,382)	8,639,481
OTHER FINANCING SOURCES (USES)					
Subscriptions	2,963,347	-	-	-	2,963,347
Proceeds from Sale of Capital Asset	4,761,237	-	-	83,855	4,845,092
Transfers In	-	-	-	12,074,937	12,074,937
Transfers Out	(12,074,937)	-	-	-	(12,074,937)
Total Other Financing Sources (Uses)	(4,350,353)	-	-	12,158,792	7,808,439
NET CHANGES IN FUND BALANCES	18,354,824	4,460,694	(7,909,008)	1,541,410	16,447,920
FUND BALANCES, As Originally Reported	175,912,516	77,167,416	7,909,008	14,966,658	275,955,598
ADJUSTMENT	203,355	-	-	(203,355)	-
FUND BALANCES, Beginning, As Adjusted	176,115,871	77,167,416	7,909,008	14,763,303	275,955,598
FUND BALANCES, Ending	\$ 194,470,695	\$ 81,628,110	\$ -	\$ 16,304,713	\$ 292,403,518

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, 2024

Net change in fund balances of governmental funds		\$ 16,447,920
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	28,046,156	
Depreciation	(47,201,169)	
Net Book Value of Disposed Assets	<u>(5,083,645)</u>	(24,238,658)
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.		
		1,847,157
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	35,715,000	
Deferred Amounts on Refunding	1,188,860	
Principal Lease Payments - Certificates of Participation	825,000	
Change in Accreted Interest	1,739,546	
Change in Accrued Interest	233,044	
Principal Payments Subscriptions Payable	3,505,479	
Subscriptions	(2,963,347)	
Principal Payments Leases	442,602	
Financed Purchase	331,273	
Amortization of Bond Premium	<u>6,395,632</u>	47,413,089
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	1,388,117	
Other Post Employment Benefit Income	5,709,083	
Change in Compensated Absence	(282,747)	
Change in Extended Service Severance	22,559	
Liability Claims	<u>(345,338)</u>	6,491,674
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>3,061,687</u>
Change in net position of governmental activities		<u>\$ 51,022,869</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Proprietary Funds
Statement of Net Position
June 30, 2024

	Governmental Activities
	<u>Internal Service Funds</u>
ASSETS	
Current Assets:	
Cash and Investments	\$ 6,820,874
Accounts Receivable	172,474
Prepaid Costs	<u>934,000</u>
 Total Assets	 <u>\$ 7,927,348</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 13,333
Accrued Insurance Claims	<u>3,646,331</u>
 Total Liabilities	 <u>3,659,664</u>
NET POSITION	
Unrestricted	<u>4,267,684</u>
 Total Net Position	 <u>4,267,684</u>
 Total Liabilities and Net Position	 <u>\$ 7,927,348</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, 2024

	Governmental Activities
	<u>Internal Service Funds</u>
OPERATING REVENUES	
Premium Revenue	<u>\$ 60,655,667</u>
Total Operating Revenues	<u>60,655,667</u>
OPERATING EXPENSES	
Insurance and Claims	55,592,337
Stop Loss Premiums	903,801
Salaries and Benefits	1,597
Purchased Services	<u>1,143,682</u>
Total Operating Expenses	<u>57,641,417</u>
OPERATING INCOME	<u>3,014,250</u>
NON-OPERATING REVENUES	
Investment Earnings	<u>47,437</u>
Total Non-Operating Revenues	<u>47,437</u>
CHANGE IN NET POSITION	3,061,687
NET POSITION, Beginning	<u>1,205,997</u>
NET POSITION, Ending	<u><u>\$ 4,267,684</u></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, 2024

	Governmental Activities
	Internal Service Funds
	<u> </u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 62,403,481
Payments to Suppliers	(59,296,172)
Payments to Employees	(1,597)
	<u> </u>
Net Cash Provided To Operating Activities	3,105,712
CASH FLOWS FROM INVESTING ACTIVITIES:	
Earnings on Investments	47,437
	<u> </u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,153,149
CASH AND CASH EQUIVALENTS, Beginning	3,667,725
	<u> </u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 6,820,874</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED TO OPERATING ACTIVITIES:	
Operating Income	\$ 3,014,250
Changes in Assets and Liabilities:	
Change in Prepaid Costs	1,090,748
Change in Accounts Receivable	657,066
Change in Accounts Payable	(1,682,383)
Change in Accrued Insurance Claims	26,031
Total Adjustments	<u>91,462</u>
NET CASH PROVIDED TO OPERATING ACTIVITIES	<u>\$ 3,105,712</u>

See accompanying notes to the financial statements

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2024

	<u>Private Purpose Trust Scholarship</u>
ASSETS	
Cash and Investments	\$ 31,379
Total Assets	<u>\$ 31,379</u>
NET POSITION	
Held in Trust for Scholarships	<u>\$ 31,379</u>
Total Net Position	<u>\$ 31,379</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, 2024

	<u>Private Purpose Trust Scholarship</u>
ADDITIONS	
Contributions	<u>\$ 52,000</u>
Total Additions	<u>52,000</u>
DEDUCTIONS	
Grants and Scholarships	<u>45,000</u>
Total Deductions	<u>45,000</u>
CHANGE IN NET POSITION	7,000
NET POSITION, Beginning	<u>24,379</u>
NET POSITION, Ending	<u><u>\$ 31,379</u></u>

See accompanying notes to the financial statements

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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 Charter School, Challenge to Excellence Charter School, DCS Montessori Charter School, Global Village Academy, 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 Charter School, STEM School, 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, 2024

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 fiduciary 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 fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources* measurement focus and the *modified accrual basis* of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current 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, Outdoor Education Fund, and Transportation Fund have been included in the Combined General fund as most resources come from the general fund transfer.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The *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.

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

The *Athletics and Activities Fund* accounts for the financial resources restricted for activities associated with athletics and accounts for the financial resources restricted for activities associated with athletics and activities offered at all secondary schools.

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). With the introduction of Colorado's Healthy Meals for All program, all schools are back under the National School Lunch program. This fund will no longer be used.

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, 2024

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, 2024, the District invested in Colorado Statewide Investment Pool (CSIP) which is an external investment pool. CSIP Term funds are reported at Net Asset Value (NAV). 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, 2024 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 the 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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

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

Subscription-based Information Technology Arrangements (SBITAs) assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying Information Technology (IT) assets.

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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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

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.

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. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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

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.

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 \$449,109,125 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, 2024, the District has \$22,200,000 and the charter schools have \$6,631,966, 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 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 fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 2: DEPOSITS AND INVESTMENTS

At June 30, 2024, deposits and investments were reported in the financial statements as follows:

Governmental Activities *	\$ 337,941,432
Private Purpose Trust Scholarship	31,379
Total	<u>\$ 337,972,811</u>

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

Cash and investments at June 30, 2024, consisted of the following:

Deposits	\$ 3,554,178
Cash on Hand	39,550
Investments	334,379,083
Total	<u>\$ 337,972,811</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, 2024, 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

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

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)

At June 30, 2024, 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	\$ 483,091	\$ -	\$ -	\$ 483,091	\$ 483,091	\$ -	\$ -
CSIP LGIP	AAAm	224,895,992	-	-	224,895,992	224,895,992	-	-
CSIP Term	AAAf	-	109,000,000	-	109,000,000	109,000,000	-	-
Total		<u>\$ 225,379,083</u>	<u>\$ 109,000,000</u>	<u>\$ -</u>	<u>\$ 334,379,083</u>	<u>\$ 334,379,083</u>	<u>\$ -</u>	<u>\$ -</u>

Local Government Investment Pools (LGIP) - At June 30, 2024, the District had dollars invested in local government investment pools with \$224,895,992 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 \$483,091 invested in the Colorado Surplus Asset Fund (CSafe) at June 30, 2024. 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.

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, 2024, there are no investments that individually garner greater than five percent of total investments.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)

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.

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, 2024, were composed of the following:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Governmental Designated Grants Fund	General Fund	\$ 1,272,593

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, 2024 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>
General Fund	Nutrition Services NSLP Fund	\$ 2,879,595
General Fund	Child Care Fund	1,563,758
General Fund	COP Lease Payment Fund	1,119,125
General Fund	Athletics & Activities Fund	6,512,459
	Total	<u>\$ 12,074,937</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, 2024

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. \$ 852,315

Building and educational 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. 1,465,265

\$ 2,317,580

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>	
2025	\$ 123,586	\$ 101,705	\$ 225,291
2026	135,413	95,806	231,219
2027	147,853	89,353	237,206
2028	160,714	82,543	243,257
2029	174,788	74,680	249,468
2030-2042	1,575,226	581,740	2,156,966
Total Minimum Lease Payments	<u>\$ 2,317,580</u>	<u>\$ 1,025,827</u>	<u>\$ 3,343,407</u>

During the year ended June 30, 2024 the District recognized \$100,979 in lease revenue and \$107,334 in interest revenue.

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 5: CAPITAL ASSETS

Capital Asset activity for the year ended June 30, 2024 was as follows:

	Balance				Balance
	June 30, 2023	Additions	Deletions	Transfers	June 30, 2024
Governmental Activities					
Land	\$ 11,688,503	\$ -	\$ (4,698,977)	\$ -	\$ 6,989,526
Construction in Progress (CIP)	59,557,591	17,998,593	-	(64,845,334)	12,710,850
Total Capital Assets (Not Depreciated)	71,246,094	17,998,593	(4,698,977)	(64,845,334)	19,700,376
Buildings and Improvements	1,131,967,765	654,504	(331,187)	50,911,301	1,183,202,383
Building - Lease Assets	7,602,571	-	-	-	7,602,571
Equipment - Energy Performance	13,173,149	-	-	-	13,173,149
ROU Asset - SBITA	7,926,504	2,963,347	(1,336,953)	-	9,552,898
Land Improvements	16,322,481	879,780	-	1,815,919	19,018,180
Machinery and Equipment	120,199,933	5,549,932	(2,709,645)	12,118,114	135,158,334
Total Depreciable Capital Assets	1,297,192,403	10,047,563	(4,377,785)	64,845,334	1,367,707,515
<u>Accumulated Depreciation/Amortization:</u>					
Building and Improvements	(450,978,592)	(29,740,318)	141,496	-	(480,577,414)
Building - Lease Assets	(1,380,037)	(603,463)	-	-	(1,983,500)
Equipment - Energy Performance	(5,444,679)	(612,225)	-	-	(6,056,904)
ROU Asset - SBITA	(2,713,180)	(3,144,320)	1,336,953	-	(4,520,547)
Land Improvements	(5,536,721)	(2,165,319)	-	-	(7,702,040)
Machinery and Equipment	(81,375,388)	(10,935,524)	2,514,668	-	(89,796,244)
Total Accumulated Depreciation/Amortization	(547,428,597)	(47,201,169)	3,993,117	-	(590,636,649)
Net Depreciated/Amortized Capital Assets	749,763,806	(37,153,606)	(384,668)	64,845,334	777,070,866
Net Capital Assets with Land and CIP	\$ 821,009,900	\$ (19,155,013)	\$ (5,083,645)	\$ -	\$ 796,771,242

For the year ended June 30, 2024, depreciation/amortization expense was charged to functions of the District as follows:

Governmental Activities:

Instruction	\$ 6,136,152
Supporting Services	41,065,017
Total	<u>\$ 47,201,169</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 5: CAPITAL ASSETS (Continued)

Discretely Presented Component Units- Charter Schools	June 30, 2023	Additions	Deletions	June 30, 2024
Land	\$ 22,563,432	\$ 1,485,151	\$ (627,317)	\$ 23,421,266
Construction in Progress (CIP)	27,468,340	21,162,256	(24,821,198)	23,809,398
Total Capital Assets (Not Depreciated)	50,031,772	22,647,407	(25,448,515)	47,230,664
Buildings and Improvements	284,261,805	26,528,856	(1,518,337)	309,272,324
Machinery and Equipment	6,400,844	1,451,280	(335,428)	7,516,696
Lease Equipment	6,587,982	2,657,657	(1,662,069)	7,583,570
ROU Asset - SBITA	-	95,709	-	95,709
Total Depreciable Capital Assets	297,250,631	30,733,502	(3,515,834)	324,468,299
Accumulated Depreciation:				
Buildings and Improvements	(64,066,841)	(8,400,491)	558,248	(71,909,084)
Machinery and Equipment	(5,632,209)	(788,538)	287,800	(6,132,947)
Lease Equipment	(639,815)	(1,373,277)	70,372	(1,942,720)
ROU Asset - SBITA	-	(31,042)	-	(31,042)
Total Accumulated Depreciation	(70,338,865)	(10,593,348)	916,420	(80,015,793)
Net Depreciated Capital Assets	226,911,766	20,140,154	(2,599,414)	244,452,506
Net Capital Assets with Land and CIP	\$ 276,943,538	\$ 42,787,561	\$ (28,047,929)	\$ 291,683,170

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, 2024 are recorded in the funds as follows:

Governmental Activities	
Combined General Fund	\$ 45,370,064
Non-major Governmental Funds	2,171,739
Total	<u>\$ 47,541,803</u>

Accrued compensation for the charter schools as of June 30, 2024, is \$7,643,239.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 7: LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2024, is as follows:

	Balance				Balance	Due Within
	June 30, 2023	Additions	Reductions		June 30, 2024	One Year
Governmental Activities:						
General Obligation Bonds	\$ 332,620,000	\$ -	\$ 35,715,000		\$ 296,905,000	\$ 39,580,000
Certificates of Participation	7,880,000	-	825,000		7,055,000	850,000
Accreted Interest	1,739,546	-	1,739,546		-	-
Bond Premiums	35,597,452	-	6,395,632		29,201,820	5,733,202
Financed Purchases	1,607,609	-	331,273		1,276,336	356,044
Extended Service Severance	62,680	-	22,559		40,121	15,000
Leases	6,894,895	-	442,602		6,452,293	479,094
Subscriptions Payable	5,142,317	2,963,347	3,505,479		4,600,185	2,691,568
Compensated Absences	5,427,601	724,600	441,853		5,710,348	507,214
OPEB Liability	28,818,691	-	4,065,089		24,753,602	-
Net Pension Liability	846,043,961	179,122,636	-		1,025,166,597	-
Total	\$ 1,271,834,752	\$ 182,810,583	\$ 53,484,033		\$ 1,401,161,302	\$ 50,212,122

Note in prior years the General Fund has been used to liquidate pension, OPEB, and compensated absences.

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, 2024, are \$2,078,166,764 and \$1,732,676,130, respectively. Management of the District believes it is in compliance with the legal debt limits.

G.O. Bonds outstanding at June 30, 2024, 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.	\$ 4,960,000
\$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.	217,715,000
\$86,550,000 G.O. Refunding Bonds, Series 2022, yielding 1.92% to 2.08%; interest compounds semiannually; principal payable annually beginning December 2023. The final payment is due December 2028.	74,230,000
Total General Obligation Bonds	\$ 296,905,000

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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. The new refunding debt appears on the charter schools statements.

COPs outstanding at June 30, 2024, 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.	\$ 695,000
\$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>6,360,000</u>
Total Certificates of Participation	<u><u>\$ 7,055,000</u></u>

Financed Purchase

The District finances certain assets using various third parties. Financed purchase outstanding at June 30, 2024 consisted of the following:

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><u>\$ 1,276,336</u></u>
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Leases

The District leases certain assets from various third parties. The assets leased include office space. Leases outstanding at June 30, 2024, 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.	\$ 5,598,125
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.	<u>854,168</u>
Total Leases	<u><u>\$ 6,452,293</u></u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 7: LONG-TERM LIABILITIES (Continued)**Software**

The District has entered into subscription based-information technology arrangements (SBITAs) which are software arrangements.

Software subscriptions included are: Workday, Intrado, Canvas, Illuminate Education, Fisher Suite, DIRSEC, CDW, OPTIV, LEAF, Questica, Imagine, and EduProject. The SBITA arrangements expire at various dates through 2029 and provide for renewal options.

\$ 4,600,185

As of June 30, 2024, SBITA assets and the related accumulated amortization totaled \$9,552,898 and \$4,520,547, respectively.

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, 2024:

General Obligation Bonds

June 30,	Principal	Interest	Total
2025	\$ 39,580,000	\$ 13,390,731	\$ 52,970,731
2026	27,005,000	11,757,406	38,762,406
2027	30,665,000	10,312,475	40,977,475
2028	32,200,000	8,740,850	40,940,850
2029	30,895,000	7,163,475	38,058,475
2030-2034	60,595,000	24,676,625	85,271,625
2035-2039	75,965,000	9,141,825	85,106,825
Total	<u>\$ 296,905,000</u>	<u>\$ 85,183,387</u>	<u>\$ 382,088,387</u>

Certificates of Participation

June 30,	Principal	Interest	Total
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	950,000	163,825	1,113,825
2029	990,000	125,375	1,115,375
2030-2034	2,275,000	161,394	2,436,394
2035-2037	190,000	13,475	203,475
Total	<u>\$ 7,055,000</u>	<u>\$ 1,170,144</u>	<u>\$ 8,225,144</u>

Financed Purchase

June 30,	Principal	Interest	Total
2025	\$ 356,044	\$ 22,686	\$ 378,730
2026	362,877	15,853	378,730
2027	369,841	8,889	378,730
2028	187,574	1,791	189,364
Totals	<u>\$ 1,276,336</u>	<u>\$ 49,219</u>	<u>\$ 1,325,554</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 7: LONG-TERM LIABILITIES (Continued)

Future Debt Service/Lease Obligations (Continued)

Leases

June 30,	Principal	Interest	Total
2025	\$ 479,094	\$ 201,653	\$ 680,747
2026	516,885	185,521	702,406
2027	556,623	168,129	724,752
2028	598,005	149,816	747,821
2029	642,315	129,318	771,633
2030-2034	3,422,964	316,887	3,739,851
2035	236,407	75,114	311,521
Total	<u>\$ 6,452,293</u>	<u>\$ 1,226,438</u>	<u>\$ 7,678,731</u>

Software

June 30,	Principal	Interest	Total
2025	\$ 2,691,568	\$ 138,860	\$ 2,830,428
2026	520,415	78,461	598,876
2027	493,234	52,794	546,028
2028	529,679	25,440	555,119
2029	365,289	4,889	370,178
Totals	<u>\$ 4,600,185</u>	<u>\$ 300,444</u>	<u>\$ 4,900,629</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 eleven years (2012-2023) leaving a liability of \$40,121. 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.

Charter School Long-term Liabilities

Charter school long-term liability activity for the year ended June 30, 2024 was as follows:

Charter Schools:	Balance			Balance June 30, 2024	Due Within One Year
	June 30, 2023	Additions	Reductions		
Loans	\$ 339,631,692	\$ -	\$ (4,496,384)	\$ 335,135,308	\$ 4,891,775
Leases	8,097,180	673,350	(1,849,662)	6,920,868	663,624
Discount	(1,940,917)	-	70,778	(1,870,139)	-
Premium	14,221,178	-	(619,958)	13,601,220	89,683
Compensated Absences	44,225	5,926	-	50,151	-
Total	<u>\$ 360,053,358</u>	<u>\$ 679,276</u>	<u>\$ (6,895,226)</u>	<u>\$ 353,837,408</u>	<u>\$ 5,645,082</u>

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 7: LONG-TERM LIABILITIES (Continued)**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
2025	\$ 5,555,399	\$ 16,277,520	\$ 21,832,919
2026	5,799,265	16,047,999	21,847,264
2027	13,794,239	15,530,652	29,324,891
2028	6,619,336	15,211,092	21,830,428
2029	34,909,303	14,400,887	49,310,190
2030-2034	35,010,000	62,928,547	97,938,547
2035-2039	42,315,000	53,650,615	95,965,615
2040-2044	45,633,005	42,966,202	88,599,207
2045-2049	58,730,776	30,023,794	88,754,570
2050-2054	51,595,000	16,531,276	68,126,276
2055-2057	42,094,853	5,739,237	47,834,090
Total	\$ 342,056,176	\$ 289,307,821	\$ 631,363,997

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, 2024, the District borrowed \$40,000,000 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, 2024.

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.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 9: RISK MANAGEMENT (Continued)

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.

The following represents the change in the claims liability for the District during the fiscal year ended June 30, 2024.

	Medical	Property/Workers' Compensation	Total
Claims Liability June 30, 2022	\$ 4,564,400	\$ 3,480,036	\$ 8,044,436
Claims Incurred and Adjusted	32,946,495	1,582,717	34,529,212
Claims Payments	(33,890,595)	(2,033,299)	(35,923,894)
Claims Liability June 30, 2023	3,620,300	3,029,454	6,649,754
Claims Incurred and Adjusted	35,872,648	2,174,369	38,047,017
Claims Payments	(35,846,617)	(1,829,030)	(37,675,647)
Claims Liability June 30, 2024	\$ 3,646,331	\$ 3,374,793	\$ 7,021,124

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 \$3,646,331 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

General Information about the Pension Plan

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

Benefits provided as of December 31, 2023. 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 percent and then multiplied by years of service credit.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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

- \$15 times the first 10 years of service credit plus \$20 times the 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 cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

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

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 increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

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

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

Contributions provisions as of June 30, 2024: Eligible employees of, 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 11.00 percent of their PERA-includable salary during the period of July 1, 2023 through June 30, 2024. Employer contribution requirements are summarized in the table below:

	July 1, 2023 through June 30, 2024
Employer Contribution Rate	11.40%
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	10.38%
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	20.38%

**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, 2024

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 \$87.1 million for the year ended June 30, 2024.

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 a \$225 million direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the 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. The direct distribution from the State was suspended in 2020. To compensate PERA for the suspension, C.R.S. §§ 24-51-414(6-8) required restorative payment by providing an accelerated payment in 2022. In 2022, the State Treasurer issued payment for the direct distribution of \$225 million plus an additional amount of \$380 million. Due to the advanced payment made in 2022, the State reduced the distribution in 2023 to \$35 million. Additionally, the newly added C.R.S. § 24-51-414(9) providing compensatory payment of \$14.561 million for 2023 only.

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

The net pension liability for the SCHDTF was measured as of December 31, 2023, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TPL to December 31, 2023. The District's proportion of the net pension liability was based on the District contributions to the SCHDTF for the calendar year 2023 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2024, the District reported a liability of \$1,025,166,597 for its proportionate share of the net pension liability that reflected an increase 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	\$ 1,025,166,597
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District.	22,478,862
Total	\$ 1,047,645,459

At December 31, 2023, the District's proportion was 5.797 percent, which was an increase of 1.151 percent from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$45,034,180 and revenue of \$1,712,667 for support from the State as a nonemployer contributing entity. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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	\$ 48,612,306	\$ -
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	73,488,482	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	122,981,087	61,839,086
Contributions subsequent to the measurement date	46,422,297	-
Total	\$ 291,504,172	\$ 61,839,086

\$46,422,297 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, 2025. 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
2025	\$ 25,936,383
2026	91,741,934
2027	86,055,023
2028	(20,490,551)
2029	-
Thereafter	-
Total	\$ 183,242,789

Actuarial Assumptions - The TPL in the December 31, 2022 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)	
PERA benefit structure hired after December 31, 2006 ⁽¹⁾	Financed by the AIR

⁽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, 2024

NOTE 10: PENSION PLAN (Continued)

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

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

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

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

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, 2022, valuation were based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by the PERA Board on November 20, 2020.

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

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by 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, 2024

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 and 2020 AAP assessment. 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 and 2020 AAP assessment. 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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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

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

Based on the above assumptions and methods, the 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	\$ 1,370,818,286	\$ 1,025,166,597	\$ 736,934,927

Defined Contribution Pension Plan

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.

Voluntary Investment Program (PERAPlus 401(k) Plan)

Plan Description - Employees of the District that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan), 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, 2024, program members contributed \$11,550,622.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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 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 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 health benefits program 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% 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.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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

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.

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% 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 \$4,359,633 for the year ended June 30, 2024.

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

At June 30, 2024, the District's reported a liability of \$24,753,602 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2023, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TOL to December 31, 2023. The District's proportion of the net OPEB liability was based on contributions to the HCTF for the calendar year 2023 relative to the total contributions of participating employers to the HCTF.

At December 31, 2023, the District's proportion was 3.468%, which was a decrease of 0.061% from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB income of \$3,385,692. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 5,073,489
Changes of assumptions and other inputs	291,088	2,624,716
Net difference between projected and actual earnings on pension plan investments	765,575	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	328,844	1,849,526
Contributions subsequent to the measurement date	2,323,391	-
Total	\$ 3,708,898	\$ 9,547,731

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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)

\$2,323,391 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, 2025. 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
2025	\$ (3,349,430)
2026	(2,214,598)
2027	(782,625)
2028	(1,283,612)
2029	(434,122)
Thereafter	(97,837)
Total	\$ (8,162,224)

Actuarial Assumptions - The TOL in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

	School Division
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 Safety Officers	3.40%-11.00%
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans ¹	7.00% in 2023, gradually decreasing to 4.50% in 2033
Medicare Part A premiums	3.50% in 2023, gradually increasing to 4.50% in 2035
DPS benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

¹ UnitedHealthcare MAPD PPO plans are 0% for 2023.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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)**

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

Age-Related Morbidity Assumptions

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

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

Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,469	\$5,373	\$4,198	\$3,487	\$6,719	\$5,581
70	\$7,266	\$6,011	\$4,715	\$3,900	\$7,546	\$6,243
75	\$8,026	\$6,319	\$5,208	\$4,101	\$8,336	\$6,563

The 2023 Medicare Part A premium is \$506 per month.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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)**

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 are referenced in the development of these rates. Effective December 31, 2022, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

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

Mortality assumptions used in the December 31, 2022, valuation for the determination of the total pension liability 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 on 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, 2024

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 Safety Officers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

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

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 Safety Officers) were based upon 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 Safety Officers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

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

- **Males:** 112% 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 Safety Officers 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 Safety Officers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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 HCTF:

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

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

The actuarial assumptions used in the December 31, 2022, valuations were based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's Board on November 20, 2020.

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

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

The PERA Board first adopted the 7.25% 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%	

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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)**

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%.

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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare Trend Rate ¹	5.75%	6.75%	7.75%
Ultimate PERACare Medicare Trend Rate	3.50%	4.50%	5.50%
Initial Medicare Part A Trend Rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$24,043,137	\$24,753,602	\$25,526,426

¹For the January 1, 2024, plan year.

Discount rate. The discount rate used to measure the TOL was 7.25%. 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, 2023, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 74 projection test.
- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the HCTF reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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)**

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

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$29,237,111	\$24,753,602	\$20,917,957

OPEB plan fiduciary net position. Detailed information about the HCTF'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, 2024, 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, 2024, the District had contractual commitments for the construction of various major capital projects and facilities of \$3,022,183. 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.

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 12: COMMITMENTS AND CONTINGENCIES (Continued)

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, 2024, the District and charter school reserves of \$22,200,000 and \$6,631,966 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.

NOTE 13: ACCOUNTING CHANGES UNDER GASB 100

The District stopped using Fund 23 Student Activities Fund as of July 1, 2023. This fund accounts for the financial resources restricted for the non-Colorado High School Activities Association (CHSSA) student activities programs. It was determined that these financial resources can be accounted for in Fund 10 General Fund or Fund 26 Athletics and Activities Fund and will simplify the accounting and reporting of such financial activities. The closure of Fund 23, which previously had an ending fund balance of \$1,196,462, led to adjustments that increased the beginning balances of Fund 10 and Fund 26 by \$203,355 and \$993,107, respectively.

	June 30, 2023, As Previously Reported	Change to or Within the Financial Reporting Entity	June 30, 2023, As Adjusted
Governmental Funds:			
Major Funds:			
Combined General	\$ 175,912,516	\$ 203,355	\$ 176,115,871
Bond Redemption	77,167,416	-	77,167,416
Building	7,909,008	-	7,909,008
Non-Major Governmental Funds			
Nutrition Services	5,079,435	-	5,079,435
Governmental Designated Purpose Grants	-	-	-
Pupil Activity	1,196,462	(1,196,462)	-
Activities and Athletics	2,903,953	993,107	3,897,060
Child Care	5,782,084	-	5,782,084
COP Lease Payment	4,724	-	4,724
Total Non-Major Governmental Funds	<u>14,966,658</u>	<u>(203,355)</u>	<u>14,763,303</u>
Total Governmental Funds	<u>\$ 275,955,598</u>	<u>\$ -</u>	<u>\$ 275,955,598</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

NOTE 14: SUBSEQUENT EVENTS

In November 2024, the voters of Douglas County approved a \$490 million bond, through an extension of the taxes approved by voters in previous years, meaning the tax rate will not increase. The Bond will build two elementary schools, expand one middle school and continue our investment in school safety and security upgraded; career and technical education opportunities for students; and updating, maintaining, equipping, replacing and constructing educational facilities consistent with the district bond plan to provide safe and adequate learning spaces for students and staff, and reduce overcrowding.

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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, 2024

	2024		Actual	Variance with Budget
	Adopted Budget	Amended Budget		
REVENUES				
Taxes:				
Local Property Taxes	\$ 367,118,887	\$ 421,994,956	\$ 419,529,413	\$ (2,465,543)
Specific Ownership Taxes	32,999,240	34,090,662	34,274,142	183,480
Total Taxes	<u>400,118,127</u>	<u>456,085,618</u>	<u>453,803,555</u>	<u>(2,282,063)</u>
Intergovernmental State Funding:				
State Equalization	323,543,016	331,935,821	331,959,976	24,155
Special Education	24,626,967	24,626,967	24,675,583	48,616
Vocational Education	938,000	832,566	636,584	(195,982)
Other	30,126,936	35,481,320	29,295,230	(6,186,090)
Total Intergovernmental State Funding	<u>379,234,919</u>	<u>392,876,674</u>	<u>386,567,373</u>	<u>(6,309,301)</u>
Other:				
Investment Income	3,800,894	6,844,701	6,768,118	(76,583)
Charges for Services	26,402,275	23,836,527	24,999,154	1,162,627
Fundraisers and Donations	3,290,000	3,312,685	4,263,278	950,593
Other	3,150,930	7,001,541	10,573,741	3,572,200
Total Other	<u>36,644,099</u>	<u>40,995,454</u>	<u>46,604,291</u>	<u>5,608,837</u>
Total Revenues	<u>815,997,145</u>	<u>889,957,746</u>	<u>886,975,219</u>	<u>(2,982,527)</u>
EXPENDITURES				
Current Operating:				
Instructional	375,896,182	452,531,779	396,364,072	56,167,707
Funding to Component Units	186,003,157	194,855,066	195,397,697	(542,631)
Supporting Services:				
Pupil Support Services	109,564,606	116,803,863	130,021,158	(13,217,295)
Operations and Maintenance	89,975,722	98,886,416	87,147,151	11,739,265
Central Supporting Services	38,038,455	50,546,024	43,025,543	7,520,481
Facility Acquisition and Construction	7,315,506	3,142,694	7,758,882	(4,616,188)
Debt Service	640,393	807,679	4,555,539	(3,747,860)
Total Expenditures	<u>807,434,021</u>	<u>917,573,521</u>	<u>864,270,042</u>	<u>53,303,479</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>8,563,124</u>	<u>(27,615,775)</u>	<u>22,705,177</u>	<u>50,320,952</u>
OTHER FINANCING SOURCES (USES)				
Subscriptions	-	-	2,963,347	2,963,347
Proceeds from Sale of Assets	50,000	4,748,977	4,761,237	12,260
Transfers Out	<u>(9,574,688)</u>	<u>(12,074,937)</u>	<u>(12,074,937)</u>	<u>-</u>
Total Other Financing (Uses)	<u>(9,574,688)</u>	<u>(7,325,960)</u>	<u>(4,350,353)</u>	<u>(2,975,607)</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,011,564)</u>	<u>\$ (34,941,735)</u>	<u>18,354,824</u>	<u>\$ 53,296,559</u>
FUND BALANCES, As Originally Reported			175,912,516	
ADJUSTMENT			<u>203,355</u>	
FUND BALANCES, Beginning, As Adjusted			<u>176,115,871</u>	
FUND BALANCES, Ending			<u>\$ 194,470,695</u>	

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				
	2024	2023	2022	2021	2020
Contractually required contributions	\$ 87,107,186	\$ 74,660,689	\$ 68,533,136	\$ 65,079,443	\$ 66,079,687
Contributions in relation to the contractually required contributions	87,107,186	74,660,689	68,533,136	65,079,443	66,079,687
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 427,415,044	\$ 366,342,929	\$ 344,734,085	\$ 327,361,385	\$ 340,900,760
Contributions as a percentage of covered payroll	20.38%	20.38%	19.88%	19.88%	19.38%

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

2019	2018	2017	2016	2015
\$ 62,073,862	\$ 57,670,732	\$ 54,817,551	\$ 54,252,218	\$ 50,941,245
62,073,862	57,670,732	54,817,551	54,252,218	50,941,245
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 324,484,391	\$ 305,474,654	\$ 298,405,538	\$ 305,938,048	\$ 301,705,262
19.13%	18.88%	18.37%	17.73%	16.88%

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*

	2023	2022	2021	2020
District's proportion of the net pension liability	5.797%	4.646%	5.472%	6.193%
District's proportionate share of the net pension liability	\$ 1,025,166,597	\$ 846,043,961	\$ 636,750,686	\$ 936,328,834
State's proportionate share of the net pension liability associated with the District	22,478,862	246,545,713	72,995,332	-
Total	\$ 1,047,645,459	\$ 1,092,589,674	\$ 709,746,018	\$ 936,328,834
District's covered payroll	\$ 380,458,607	\$ 352,714,773	\$ 336,468,879	\$ 333,110,112
District's proportionate share of the net pension liability as a percentage of its covered payroll	269.46%	239.87%	189.25%	281.09%
Plan fiduciary net position as a percentage of the total pension liability	64.74%	61.79%	74.86%	66.99%

* The amounts presented for each year were determined as of December 31, the measurement date used by the District.

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

2019	2018	2017	2016	2015	2014
5.789%	5.605%	6.569%	6.525%	6.601%	6.666%
\$ 864,936,787	\$ 992,546,522	\$ 2,124,245,847	\$ 1,942,879,251	\$ 1,009,505,041	\$ 903,520,866
109,706,230	135,716,953	-	-	-	-
\$ 974,643,017	\$ 1,128,263,475	\$ 2,124,245,847	\$ 1,942,879,251	\$ 1,009,505,041	\$ 903,520,866
\$ 342,875,788	\$ 323,494,720	\$ 319,201,229	\$ 309,240,235	\$ 304,134,938	\$ 296,685,729
252.26%	306.82%	665.49%	628.28%	331.93%	304.54%
64.52%	57.01%	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				
	2024	2023	2022	2021	2020
Contractually required contributions	\$ 4,359,633	\$ 3,722,758	\$ 3,516,287	\$ 3,339,086	\$ 3,477,188
Contributions in relation to the contractually required contributions	4,359,633	3,722,758	3,516,287	3,339,086	3,477,188
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 427,415,044	\$ 366,342,929	\$ 344,734,085	\$ 327,361,385	\$ 340,900,760
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

2019	2018	2017	2016	2015
\$ 3,309,741	\$ 3,115,841	\$ 3,043,736	\$ 3,120,568	\$ 3,077,393
3,309,741	3,115,841	3,043,736	3,120,568	3,077,393
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 324,484,391	\$ 305,474,654	\$ 298,405,538	\$ 305,938,048	\$ 301,705,262
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*

	2023	2022	2021	2020
District's proportion of the OPEB liability	3.468%	3.530%	3.573%	3.583%
District's proportionate share of the net OPEB liability	\$ 24,753,602	\$ 28,818,691	\$ 30,807,156	\$ 34,048,351
District's covered payroll	\$ 380,458,607	\$ 352,714,773	\$ 336,468,879	\$ 333,110,112
District's proportionate share of the OPEB liability as a percentage of its covered payroll	6.51%	8.17%	9.16%	10.22%
Plan fiduciary net position as a percentage of the total OPEB liability	46.16%	38.57%	39.40%	32.78%

* 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

2019	2018	2017	2016
3.783%	3.643%	3.732%	3.708%
\$ 42,529,387	\$ 49,571,265	\$ 48,505,220	\$ 48,084,618
\$ 342,875,788	\$ 323,494,720	\$ 319,201,229	\$ 309,240,235
12.40%	15.32%	15.20%	15.55%
24.49%	17.03%	17.53%	16.72%

See accompanying independent auditor's report and note to required supplementary 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, 2024 and 2023

	2024	2023
ASSETS		
Cash and Investments	\$ 232,995,265	\$ 206,916,387
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	16,190,224	11,008,297
Leases	2,317,580	2,357,595
Other	1,103,057	6,472,370
Due from Other Funds	1,272,593	1,375,920
Inventories	1,379,653	1,304,394
Prepaid Costs	380,639	869,163
	<u>\$ 255,639,011</u>	<u>\$ 230,304,126</u>
LIABILITIES		
Accounts Payable	\$ 6,817,905	\$ 6,905,178
Accrued Compensation	45,370,064	40,092,889
Unearned Revenues	634,247	802,906
	<u>52,822,216</u>	<u>47,800,973</u>
DEFERRED INFLOWS OF RESOURCES		
Leases	2,317,580	2,392,718
Unavailable Revenue - Property Taxes	6,028,520	4,197,919
	<u>8,346,100</u>	<u>6,590,637</u>
FUND BALANCES		
Nonspendable:		
Inventories & Prepaid Costs	1,760,292	2,173,557
Restricted:		
TABOR Emergency Reserve	22,200,000	20,645,000
Medicaid Grant	22	1,273,670
Committed:		
3% Board Reserves	22,200,000	20,645,000
Master Capital Plan Projects	17,311,685	-
Assigned:		
School Carryover	21,330,418	20,672,546
Extended Service Severance	40,121	62,680
Facility Use Revenue Share	838,623	592,581
Cash in Lieu	8,240,825	5,170,613
2018 Mill Levy Override	89,948	3,372,977
2023 Mill Levy Override	3,445,034	-
Security and Mental Health Initiatives	708,125	1,564,908
Master Capital Plan Projects	-	995,450
Multi-Year Lease Reserve	3,218,115	3,782,903
Future Year Transportation	1,631,538	-
Sub-fund Carryover	5,951,095	2,102,936
Unassigned	85,504,854	92,857,695
	<u>194,470,695</u>	<u>175,912,516</u>
Total Fund Balances	<u>194,470,695</u>	<u>175,912,516</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 255,639,011</u>	<u>\$ 230,304,126</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund
Combining Balance Sheet
June 30, 2024

	General Fund 10	Outdoor Education Fund 13	Capital Projects Fund 14	Transportation Fund 25	Combined General Fund
ASSETS					
Cash and Investments	\$ 185,848,086	\$ 237,307	\$ 38,048,407	\$ 8,861,465	\$ 232,995,265
Receivables:					
Property Taxes, Net of Allowance for Uncollectible Taxes	16,190,224	-	-	-	16,190,224
Leases	2,317,580	-	-	-	2,317,580
Other	705,940	-	323,424	73,693	1,103,057
Due from Other Funds	1,272,593	-	-	-	1,272,593
Inventories	685,671	-	-	693,982	1,379,653
Prepaid Costs	380,639	-	-	-	380,639
Total Assets	\$ 207,400,733	\$ 237,307	\$ 38,371,831	\$ 9,629,140	\$ 255,639,011
LIABILITIES					
Accounts Payable	\$ 4,378,845	\$ 5,747	\$ 2,028,844	\$ 404,469	\$ 6,817,905
Accrued Compensation	44,372,058	49,950	-	948,056	45,370,064
Unearned Revenues	452,637	181,610	-	-	634,247
Total Liabilities	49,203,540	237,307	2,028,844	1,352,525	52,822,216
DEFERRED INFLOWS OF RESOURCES					
Leases	2,317,580	-	-	-	2,317,580
Unavailable Revenues - Property Taxes	6,028,520	-	-	-	6,028,520
Total Deferred Inflows of Resources	8,346,100	-	-	-	8,346,100
FUND BALANCES					
Nonspendable:					
Inventories & Prepaid Costs	1,066,310	-	-	693,982	1,760,292
Restricted:					
TABOR Emergency Reserve	22,200,000	-	-	-	22,200,000
Medicaid Grant	22	-	-	-	22
Committed:					
3% Board Reserves	22,200,000	-	-	-	22,200,000
Master Capital Plan Projects	2,700,448	-	14,611,237	-	17,311,685
Assigned:					
School Carryover	20,762,645	-	567,773	-	21,330,418
Extended Service Severance	40,121	-	-	-	40,121
Facility Use Revenue Share	838,623	-	-	-	838,623
Cash in Lieu	-	-	8,240,825	-	8,240,825
2018 Mill Levy Override	89,948	-	-	-	89,948
2023 Mill Levy Override	2,631,305	-	813,729	-	3,445,034
Security and Mental Health Reserve	10,177	-	557,805	-	567,982
Master Capital Plan Projects	140,143	-	-	-	140,143
Multi-Year Lease Reserve	3,218,115	-	-	-	3,218,115
Transportation Capital Purchase Reserve	-	-	-	1,631,538	1,631,538
Sub-fund Carryover	-	-	-	5,951,095	5,951,095
Unassigned	73,953,236	-	11,551,618	-	85,504,854
Total Fund Balances	149,851,093	-	36,342,987	8,276,615	194,470,695
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	\$ 207,400,733	\$ 237,307	\$ 38,371,831	\$ 9,629,140	\$ 255,639,011

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, 2024

	General Fund 10	Outdoor Education Fund 13	Capital Projects Fund 14	Transportation Fund 25	Combined General Fund
REVENUES					
Property Taxes	\$ 419,529,413	\$ -	\$ -	\$ -	\$ 419,529,413
Specific Ownership Tax	34,274,142	-	-	-	34,274,142
Intergovernmental State Sources:					
Equalization	331,959,976	-	-	-	331,959,976
Special Education	24,675,583	-	-	-	24,675,583
Vocational Education	636,584	-	-	-	636,584
Other State	23,683,018	29,165	-	5,583,047	29,295,230
Charges for Services	22,697,879	1,413,325	-	887,950	24,999,154
Contributions and Donations	3,278,591	10,010	231,360	743,317	4,263,278
Investment Earnings	6,768,118	-	-	-	6,768,118
Other	6,146,156	-	4,415,825	11,760	10,573,741
Total Revenues	873,649,460	1,452,500	4,647,185	7,226,074	886,975,219
EXPENDITURES					
Current Operating:					
Instructional	395,119,949	-	1,244,123	-	396,364,072
Funding to Charter Schools	195,397,697	-	-	-	195,397,697
Supporting Services:					
Pupil Support Services	127,592,701	1,579,821	848,636	-	130,021,158
Operations and Maintenance	57,237,788	-	2,183,524	27,725,839	87,147,151
Central Supporting Services	38,530,651	-	4,494,892	-	43,025,543
Facility Acquisition and Construction	1,075,316	-	6,683,566	-	7,758,882
Debt Service - Leases					
Principal	4,081,953	-	-	-	4,081,953
Interest	473,586	-	-	-	473,586
Total Expenditures	819,509,641	1,579,821	15,454,741	27,725,839	864,270,042
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	54,139,819	(127,321)	(10,807,556)	(20,499,765)	22,705,177
OTHER FINANCING SOURCES (USES)					
Subscriptions	2,963,347	-	-	-	2,963,347
Proceeds from Sale of Capital Assets	8,570	-	4,698,977	53,690	4,761,237
Transfers In/Out	(63,535,064)	22,706	25,444,309	25,993,112	(12,074,937)
Total Other Financing Sources (Uses)	(60,563,147)	22,706	30,143,286	26,046,802	(4,350,353)
NET CHANGES IN FUND BALANCES	(6,423,328)	(104,615)	19,335,730	5,547,037	18,354,824
FUND BALANCES, As Originally Reported	156,071,066	104,615	17,007,257	2,729,578	175,912,516
ADJUSTMENT	203,355	-	-	-	203,355
FUND BALANCES, Beginning, As Adjusted	156,274,421	104,615	17,007,257	2,729,578	176,115,871
FUND BALANCES, Ending	\$ 149,851,093	\$ -	\$ 36,342,987	\$ 8,276,615	\$ 194,470,695

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Fund

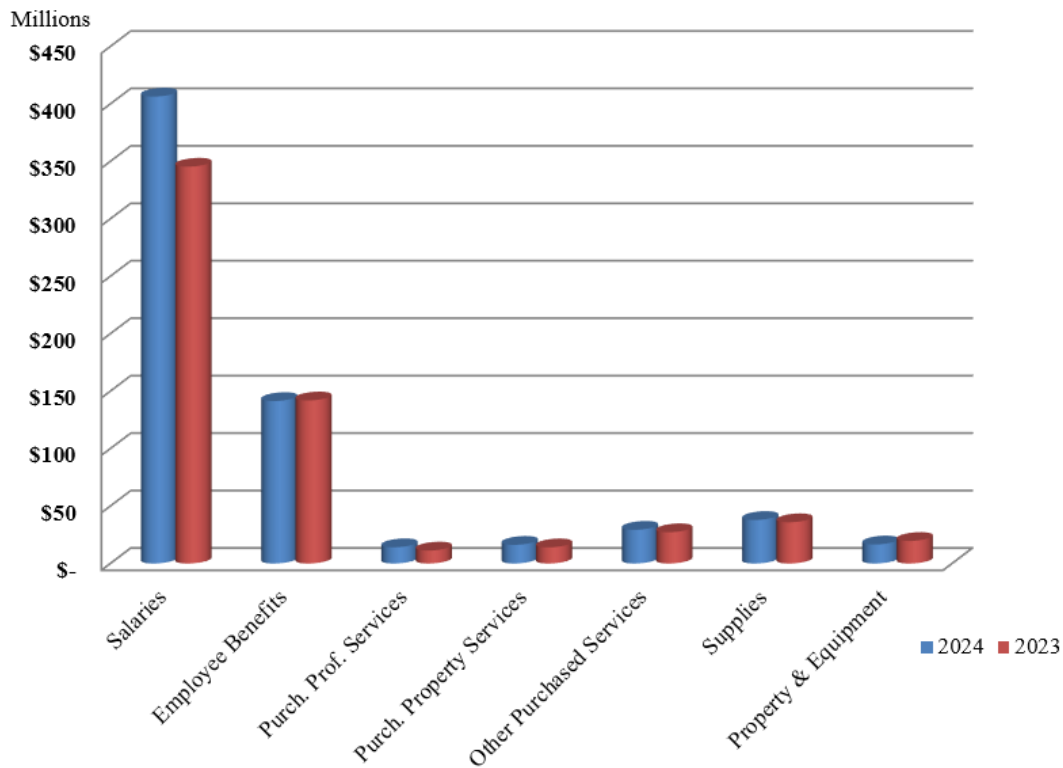
Schedule of Expenditures by Object - Budget to Actual

For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

EXPENDITURES	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
Salaries	\$ 376,922,478	\$ 416,874,543	\$ 406,384,701	\$ 10,489,842	\$ 345,384,260
Employee Benefits	139,250,643	150,822,565	141,405,453	9,417,112	141,936,363
Purchased Professional Services	10,782,459	18,717,376	14,153,461	4,563,915	11,277,283
Purchased Property Services	14,238,963	19,491,311	16,255,948	3,235,363	14,075,005
Other Purchased Services	26,136,507	27,517,772	29,346,221	(1,828,449)	27,240,309
Supplies	46,650,660	50,858,284	37,759,563	13,098,721	35,903,859
Property & Equipment	7,083,360	35,296,840	18,293,043	17,003,797	19,641,960
Other, Chargebacks/Credits	365,794	3,139,764	5,273,955	(2,134,191)	4,870,683
Total Expenditures	<u>621,430,864</u>	<u>722,718,455</u>	<u>668,872,345</u>	<u>53,846,110</u>	<u>600,329,722</u>
Charter School Allocations	186,003,157	194,855,066	195,397,697	(542,631)	166,448,474
Interfund Transfers, net	9,574,688	12,074,937	12,074,937	-	7,748,278
Total Expenditures	<u>\$ 817,008,709</u>	<u>\$ 929,648,458</u>	<u>\$ 876,344,979</u>	<u>\$ 53,303,479</u>	<u>\$ 774,526,474</u>

Fiscal Year 2024 and 2023
Combined General Fund Expenditures by Object



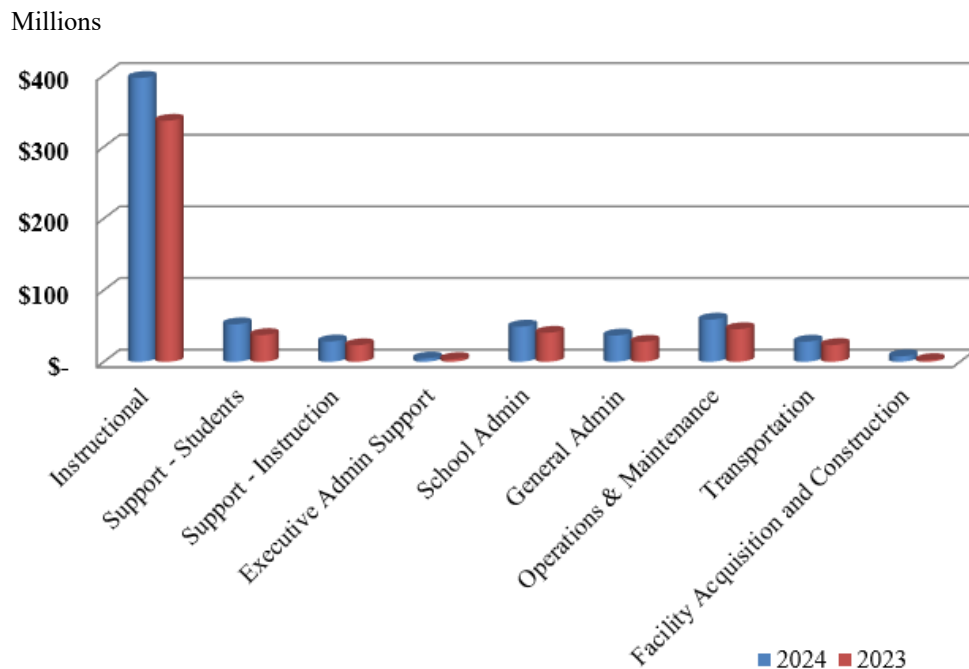
DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Combined General Funds
 Schedule of Expenditures by Program - Budget to Actual
 For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

EXPENDITURES	2024				2023 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
Instructional:					
Instruction	\$ 375,896,182	\$ 452,531,779	\$ 396,364,072	\$ 56,167,707	\$ 355,280,297
Support - Students	46,934,290	48,645,729	52,429,986	(3,784,257)	42,684,893
Support - Instruction	22,462,036	25,615,038	28,435,880	(2,820,842)	25,199,214
Support Services:					
Executive Admin Support	4,166,106	4,813,704	4,715,508	98,196	3,993,993
School Admin	40,168,280	42,543,096	49,155,292	(6,612,196)	45,276,802
General Admin	33,872,349	45,732,320	38,310,035	7,422,285	38,496,043
Operations & Maintenance	56,897,077	66,611,085	58,949,591	7,661,494	52,667,715
Transportation	33,078,645	32,275,331	28,197,560	4,077,771	26,676,448
Facility Acquisition and Construction	7,315,506	3,142,694	7,758,882	(4,616,188)	5,637,155
Debt Service	640,393	807,679	4,555,539	(3,747,860)	4,417,162
Total Expenditures	621,430,864	722,718,455	668,872,345	53,846,110	600,329,722
Charter School Allocations	186,003,157	194,855,066	195,397,697	(542,631)	166,448,474
Interfund Transfers, net (for instructional programs)	6,860,839	8,801,473	8,615,278	186,195	5,088,554
Interfund Transfers, net (for support programs)	2,713,849	3,273,464	3,459,659	(186,195)	2,659,724
Total Expenditures	\$ 817,008,709	\$ 929,648,458	\$ 876,344,979	\$ 53,303,479	\$ 774,526,474

Fiscal Year 2024 and 2023
 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, 2024 and 2023

	2024	2023
REVENUES		
Taxes	\$ 453,803,555	\$ 325,283,150
Intergovernmental:		
State Equalization	331,959,976	341,554,364
Special Education	24,675,583	21,763,064
Vocational Education	636,584	935,940
Other State	29,295,230	40,158,576
Charges for Services	24,999,154	25,309,256
Contributions and Donations	4,263,278	4,154,927
Investment Earnings	6,768,118	5,058,748
Other	10,573,741	10,867,905
Total Revenues	<u>886,975,219</u>	<u>775,085,930</u>
EXPENDITURES		
Current Operating:		
Instructional	396,364,072	355,280,297
Charter School Allocations	195,397,697	166,448,474
Supporting Services:		
Pupil Support Services	130,021,158	113,160,909
Operations and Maintenance	87,147,151	79,344,163
Central Supporting Services	43,025,543	42,490,036
Facility Acquisition and Construction	7,758,882	5,637,155
Debt Service - Leases		
Principal	4,081,953	3,973,975
Interest	473,586	443,187
Total Expenditures	<u>864,270,042</u>	<u>766,778,196</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>22,705,177</u>	<u>8,307,734</u>
OTHER FINANCING SOURCES (USES)		
Subscriptions	2,963,347	1,798,472
Proceeds from Sale of Capital Assets	4,761,237	4,981,044
Transfers Out	(12,074,937)	(7,748,278)
Total Other Financing Sources (Uses)	<u>(4,350,353)</u>	<u>(968,762)</u>
NET CHANGES IN FUND BALANCES	18,354,824	7,338,972
FUND BALANCES, As Originally Reported	175,912,516	168,573,544
ADJUSTMENT	203,355	-
FUND BALANCES, Beginning, As Adjusted	<u>176,115,871</u>	<u>168,573,544</u>
FUND BALANCES, Ending	<u>\$ 194,470,695</u>	<u>\$ 175,912,516</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 Fund
Governmental Designated Purpose Grants Fund
Pupil Activity Fund
Athletics and Activities 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, 2024

	Nutrition Services Fund 21	Governmental Designated Purpose Grants Fund 22	Pupil Activity Fund 23	Athletics and Activities Fund 26	Child Care Fund 29	COP Lease Payment Fund 39	Total Non-Major Governmental Funds
ASSETS							
Cash and Investments	\$ 6,857,110	\$ -	\$ -	\$ 4,296,495	\$ 6,358,107	\$ 1,866	\$ 17,513,578
Grants Receivable	131,898	2,572,335	-	-	-	-	2,704,233
Inventories	1,382,966	-	-	-	-	-	1,382,966
Total Assets	<u>\$ 8,371,974</u>	<u>\$ 2,572,335</u>	<u>\$ -</u>	<u>\$ 4,296,495</u>	<u>\$ 6,358,107</u>	<u>\$ 1,866</u>	<u>\$ 21,600,777</u>
LIABILITIES							
Due to Other Funds	\$ -	\$ 1,272,593	\$ -	\$ -	\$ -	\$ -	\$ 1,272,593
Accounts Payable	46,707	370,005	-	237,187	11,035	-	664,934
Accrued Compensation	282,348	801,742	-	150,283	937,366	-	2,171,739
Unearned Revenues	791,999	-	-	9,589	89,919	-	891,507
Grants Unearned Revenues	-	127,995	-	-	167,296	-	295,291
Total Liabilities	<u>1,121,054</u>	<u>2,572,335</u>	<u>-</u>	<u>397,059</u>	<u>1,205,616</u>	<u>-</u>	<u>5,296,064</u>
FUND BALANCES							
Restricted	7,250,920	-	-	-	-	-	7,250,920
Assigned	-	-	-	3,899,436	5,152,491	1,866	9,053,793
Total Fund Balances	<u>7,250,920</u>	<u>-</u>	<u>-</u>	<u>3,899,436</u>	<u>5,152,491</u>	<u>1,866</u>	<u>16,304,713</u>
Total Liabilities and Fund Balances	<u>\$ 8,371,974</u>	<u>\$ 2,572,335</u>	<u>\$ -</u>	<u>\$ 4,296,495</u>	<u>\$ 6,358,107</u>	<u>\$ 1,866</u>	<u>\$ 21,600,777</u>

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, 2024

	Nutrition Services Fund 21	Governmental Designated Purpose Grants Fund 22	Pupil Activity Fund 23	Athletics and Activities Fund 26	Child Care Fund 29	COP Lease Payment Fund 39	Total Non-Major Governmental Funds
REVENUES							
Intergovernmental	\$ 27,587,616	\$ 17,282,207	\$ -	\$ -	\$ 158,902	\$ -	\$ 45,028,725
Charges for Services	5,044,884	-	-	11,128,013	10,082,972	-	26,255,869
Fundraisers and Donations	-	-	-	3,850,946	-	-	3,850,946
Other	103,929	67,190	-	370,403	3,688	1,142	546,352
Total Revenues	32,736,429	17,349,397	-	15,349,362	10,245,562	1,142	75,681,892
EXPENDITURES							
Current Operating:							
Instruction	-	10,672,060	-	18,441,535	11,351,548	-	40,465,143
Supporting Services	33,528,394	6,479,303	-	3,417,910	1,087,365	-	44,512,972
Lease Payments:							
Principal Retirement	-	197,401	-	-	-	825,000	1,022,401
Interest and Fiscal Charges	-	633	-	-	-	298,125	298,758
Total Expenditures	33,528,394	17,349,397	-	21,859,445	12,438,913	1,123,125	86,299,274
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(791,965)	-	-	(6,510,083)	(2,193,351)	(1,121,983)	(10,617,382)
OTHER FINANCING SOURCES							
Proceeds from Sale of Capital Assets	83,855	-	-	-	-	-	83,855
Transfers In	2,879,595	-	-	6,512,459	1,563,758	1,119,125	12,074,937
Total Other Financing Sources	2,963,450	-	-	6,512,459	1,563,758	1,119,125	12,158,792
NET CHANGES IN FUND BALANCES	2,171,485	-	-	2,376	(629,593)	(2,858)	1,541,410
FUND BALANCES, As Originally Reported	5,079,435	-	1,196,462	2,903,953	5,782,084	4,724	14,966,658
ADJUSTMENT, Pupil Activity Fund	-	-	(1,196,462)	993,107	-	-	(203,355)
FUND BALANCES, Beginning, As Adjusted	5,079,435	-	-	3,897,060	5,782,084	4,724	14,763,303
FUND BALANCES, Ending	\$ 7,250,920	\$ -	\$ -	\$ 3,899,436	\$ 5,152,491	\$ 1,866	\$ 16,304,713

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 21

Nutrition Services NSLP Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Intergovernmental:					
Federal Government Lunch Program	\$ 12,195,954	\$ 8,452,529	\$ 8,277,137	\$ (175,392)	\$ 6,186,839
Commodity Contribution	804,317	1,286,903	1,255,535	(31,368)	1,260,363
State Match	10,627,511	18,049,835	18,054,944	5,109	230,291
Food Sales	5,153,467	5,176,556	5,044,884	(131,672)	12,051,772
Other	37,000	130,660	103,929	(26,731)	163,564
Total Revenues	<u>28,818,249</u>	<u>33,096,483</u>	<u>32,736,429</u>	<u>(360,054)</u>	<u>19,892,829</u>
EXPENDITURES					
Supporting Services:					
Food Purchases	12,614,074	16,490,503	14,555,526	1,934,977	7,783,715
Salaries and Benefits	14,031,229	16,079,787	15,402,301	677,486	9,049,741
Purchased Services	256,970	331,329	304,068	27,261	464,404
Supplies and Equipment	1,454,828	2,501,492	1,850,196	651,296	1,198,427
Capital Outlay	385,000	275,000	244,222	30,778	4,670,655
Other	1,121,500	1,202,500	1,172,081	30,419	1,572,032
Total Expenditures	<u>29,863,601</u>	<u>36,880,611</u>	<u>33,528,394</u>	<u>3,352,217</u>	<u>24,738,974</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,045,352)</u>	<u>(3,784,128)</u>	<u>(791,965)</u>	<u>2,992,163</u>	<u>(4,846,145)</u>
OTHER FINANCING SOURCES					
Transfers In	1,045,352	2,879,595	2,879,595	-	362,884
Proceeds from Sale of Capital Assets	-	83,855	83,855	-	79,524
Total Other Financing Sources	<u>1,045,352</u>	<u>2,963,450</u>	<u>2,963,450</u>	<u>-</u>	<u>442,408</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (820,678)</u>	<u>2,171,485</u>	<u>\$ 2,992,163</u>	<u>(4,403,737)</u>
FUND BALANCE, Beginning			<u>5,079,435</u>		<u>9,483,172</u>
FUND BALANCE, Ending			<u>\$ 7,250,920</u>		<u>\$ 5,079,435</u>

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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024				2023 Actual
	Adopted Budget	Amended Budget	Actual	Variance with Budget	
REVENUES					
Intergovernmental:					
Federal	\$ 14,922,697	\$ 16,438,541	\$ 16,201,058	\$ (237,483)	\$ 19,510,353
State and Local	1,022,752	1,249,844	1,081,149	(168,695)	1,776,675
Other	-	67,190	67,190	-	172,351
Total Revenues	<u>15,945,449</u>	<u>17,755,575</u>	<u>17,349,397</u>	<u>(406,178)</u>	<u>21,459,379</u>
EXPENDITURES					
Instruction:					
Salaries and Benefits	10,759,334	9,475,388	9,690,340	(214,952)	11,375,397
Purchased Services	-	707,233	699,242	7,991	940,666
Supplies and Materials	103,884	402,367	185,846	216,521	640,832
Capital Outlay	-	110,645	96,632	14,013	70,690
Other	377,446	2,000	-	2,000	3,538
Support Services:					
Salaries and Benefits	2,517,771	2,859,257	3,034,429	(175,172)	3,586,941
Purchased Services	1,327,243	2,509,115	2,157,679	351,436	2,747,707
Supplies and Materials	616,137	991,403	619,650	371,753	942,587
Capital Outlay	106,123	72,592	69,105	3,487	-
Other	137,511	625,575	598,440	27,135	965,888
Lease Payments:					
Principal	-	-	197,401	(197,401)	177,134
Interest	-	-	633	(633)	7,999
Total Expenditures	<u>15,945,449</u>	<u>17,755,575</u>	<u>17,349,397</u>	<u>406,178</u>	<u>21,459,379</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 RE. 1

Fund 23

Pupil Activity Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Charges for Services:					
Student Fees	\$ -	\$ -	\$ -	\$ -	\$ 946,384
Gate Fees	-	-	-	-	72,464
Fundraising and Donations	-	-	-	-	136,851
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,155,699</u>
EXPENDITURES					
Salaries and Benefits	-	-	-	-	143,043
Purchased Services	-	-	-	-	398,302
Supplies	1,024,078	-	-	-	585,924
Capital Outlay	-	-	-	-	29,472
Other	-	-	-	-	26,496
Total Expenditures	<u>1,024,078</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,183,237</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>(1,024,078)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,538)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,024,078)</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>(27,538)</u>
FUND BALANCE, As Originally Reported			1,196,462		1,224,000
ADJUSTMENT, Pupil Activity Fund			(1,196,462)		-
FUND BALANCE, Beginning, As Adjusted			<u>-</u>		<u>1,224,000</u>
FUND BALANCE, Ending			<u>\$ -</u>		<u>\$ 1,196,462</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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Charges for Services:					
Student Fees	\$ 3,958,164	\$ 3,958,164	\$ 4,132,670	\$ 174,506	\$ 3,780,988
Gate Fees	1,414,753	1,414,753	1,766,022	351,269	1,476,586
Merchandise Sales	5,266,322	5,266,322	5,229,321	(37,001)	4,581,765
Fundraising and Donations	2,996,139	3,346,139	3,850,946	504,807	3,189,366
Other	442,284	446,284	370,403	(75,881)	199,616
Total Revenues	<u>14,077,662</u>	<u>14,431,662</u>	<u>15,349,362</u>	<u>917,700</u>	<u>13,228,321</u>
EXPENDITURES					
Instructional:					
Salaries and Benefits	7,915,896	7,120,129	7,755,570	(635,441)	6,570,125
Purchased Services	1,642,440	1,805,463	4,817,407	(3,011,944)	4,068,586
Supplies	6,361,207	9,926,035	5,197,766	4,728,269	4,557,295
Capital Outlay	24,185	217,770	442,078	(224,308)	166,385
Other	134,957	134,957	228,714	(93,757)	29,321
Supporting Services:					
Salaries and Benefits	1,459,841	1,275,725	1,162,907	112,818	455,551
Purchased Services	2,706,482	2,650,312	983,797	1,666,515	1,262,325
Supplies	2,211,340	74,902	888,805	(813,903)	715,760
Capital Outlay	4,654	224,631	238,604	(13,973)	327,744
Other	404,149	418,149	143,797	274,352	113,241
Total Expenditures	<u>22,865,151</u>	<u>23,848,073</u>	<u>21,859,445</u>	<u>1,988,628</u>	<u>18,266,333</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(8,787,489)</u>	<u>(9,416,411)</u>	<u>(6,510,083)</u>	<u>2,906,328</u>	<u>(5,038,012)</u>
OTHER FINANCING SOURCES					
Transfers In	<u>6,334,674</u>	<u>6,512,459</u>	<u>6,512,459</u>	<u>-</u>	<u>5,437,684</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,452,815)</u>	<u>\$ (2,903,952)</u>	<u>2,376</u>	<u>\$ 2,906,328</u>	<u>399,672</u>
FUND BALANCE, As Originally Reported			2,903,953		2,504,281
ADJUSTMENT			<u>993,107</u>		<u>-</u>
FUND BALANCE, Beginning, As Adjusted			<u>3,897,060</u>		<u>2,504,281</u>
FUND BALANCE, Ending			<u>\$ 3,899,436</u>		<u>\$ 2,903,953</u>

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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Charges for Services	\$ 10,603,476	\$ 10,203,710	\$ 10,082,972	\$ (120,738)	\$ 10,008,179
Intergovernmental State Funding	150,000	324,699	158,902	(165,797)	3,695,494
Other	-	-	3,688	3,688	1,647
Total Revenues	<u>10,753,476</u>	<u>10,528,409</u>	<u>10,245,562</u>	<u>(282,847)</u>	<u>13,705,320</u>
EXPENDITURES					
Instructional:					
Salaries and Benefits	9,312,637	9,632,639	9,272,071	360,568	8,615,745
Purchased Services	1,336,111	1,342,861	1,437,443	(94,582)	1,166,955
Supplies	201,497	255,871	273,147	(17,276)	386,041
Other	713,894	725,613	368,887	356,726	432,479
Supporting Services:					
Salaries and Benefits	759,146	810,981	830,081	(19,100)	765,268
Purchased Services	7,700	294,252	128,131	166,121	24,640
Supplies	1,500	130,983	125,884	5,099	9,169
Other	58,272	60,595	3,269	57,326	3,298
Total Expenditures	<u>12,390,757</u>	<u>13,253,795</u>	<u>12,438,913</u>	<u>814,882</u>	<u>11,403,595</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	<u>(1,637,281)</u>	<u>(2,725,386)</u>	<u>(2,193,351)</u>	<u>532,035</u>	<u>2,301,725</u>
OTHER FINANCING SOURCES					
Transfers In	<u>1,075,537</u>	<u>1,563,758</u>	<u>1,563,758</u>	<u>-</u>	<u>560,107</u>
Total Other Financing Sources	<u>1,075,537</u>	<u>1,563,758</u>	<u>1,563,758</u>	<u>-</u>	<u>560,107</u>
NET CHANGE IN FUND BALANCE	<u>\$ (561,744)</u>	<u>\$ (1,161,628)</u>	<u>(629,593)</u>	<u>\$ 532,035</u>	<u>2,861,832</u>
FUND BALANCE, Beginning			<u>5,782,084</u>		<u>2,920,252</u>
FUND BALANCE, Ending			<u>\$ 5,152,491</u>		<u>\$ 5,782,084</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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Investment Earnings	\$ 2,454	\$ 2,454	\$ 1,142	\$ (1,312)	\$ 4,922
Total Revenues	<u>2,454</u>	<u>2,454</u>	<u>1,142</u>	<u>(1,312)</u>	<u>4,922</u>
EXPENDITURES					
Lease Payments:					
Principal Retirement	825,000	825,000	825,000	-	800,000
Interest and Fiscal Charges	294,125	294,125	294,125	-	317,925
Other	<u>4,064</u>	<u>4,064</u>	<u>4,000</u>	<u>64</u>	<u>4,000</u>
Total Expenditures	<u>1,123,189</u>	<u>1,123,189</u>	<u>1,123,125</u>	<u>64</u>	<u>1,121,925</u>
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,120,735)</u>	<u>(1,120,735)</u>	<u>(1,121,983)</u>	<u>(1,248)</u>	<u>(1,117,003)</u>
OTHER FINANCING SOURCES					
Transfers In	<u>1,119,125</u>	<u>1,119,125</u>	<u>1,119,125</u>	<u>-</u>	<u>1,118,885</u>
Total Other Financing Sources	<u>1,119,125</u>	<u>1,119,125</u>	<u>1,119,125</u>	<u>-</u>	<u>1,118,885</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,610)</u>	<u>\$ (1,610)</u>	<u>(2,858)</u>	<u>\$ (1,248)</u>	<u>1,882</u>
FUND BALANCE, Beginning			<u>4,724</u>		<u>2,842</u>
FUND BALANCE, Ending			<u>\$ 1,866</u>		<u>\$ 4,724</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, 2024 and 2023

	2024	2023
ASSETS		
Receivables:		
Property Taxes, Net of Allowance for Uncollectible Taxes	\$ 1,631,184	\$ 1,446,187
Accrued Interest on Investments	77,215	233,832
Restricted Cash and Investment	80,611,715	76,162,844
Total Assets	\$ 82,320,114	\$ 77,842,863
DEFERRED INFLOWS OF RESOURCES		
Unavailable - Property Taxes	\$ 692,004	\$ 675,447
FUND BALANCES		
Restricted:		
Debt Service	81,628,110	77,167,416
Total Fund Balances	81,628,110	77,167,416
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 82,320,114	\$ 77,842,863

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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Property Taxes	\$54,568,823	\$ 53,918,578	\$ 53,680,325	\$ (238,253)	\$ 54,305,654
Investment Earnings	2,579,903	3,813,895	3,811,388	(2,507)	2,085,170
Total Revenues	<u>57,148,726</u>	<u>57,732,473</u>	<u>57,491,713</u>	<u>(240,760)</u>	<u>56,390,824</u>
EXPENDITURES					
Debt Service:					
Principal Retirement	37,720,000	35,715,000	35,715,000	-	23,550,000
Interest and Fiscal Charges	15,253,266	17,318,266	17,316,019	2,247	18,196,455
Debt Issuance Costs	-	-	-	-	549,905
Total Expenditures	<u>52,973,266</u>	<u>53,033,266</u>	<u>53,031,019</u>	<u>2,247</u>	<u>42,296,360</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	<u>4,175,460</u>	<u>4,699,207</u>	<u>4,460,694</u>	<u>(238,513)</u>	<u>14,094,464</u>
OTHER FINANCING SOURCES					
Proceeds from Bond Refunding	-	-	-	-	86,550,000
Refunding Bond Premium	-	-	-	-	9,069,309
Payment of Funding Bond Escrow Agent	-	-	-	-	(96,026,999)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(407,690)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 4,175,460</u>	<u>\$ 4,699,207</u>	<u>4,460,694</u>	<u>\$ (238,513)</u>	<u>13,686,774</u>
FUND BALANCE, Beginning			<u>77,167,416</u>		<u>63,480,642</u>
FUND BALANCE, Ending			<u>\$ 81,628,110</u>		<u>\$ 77,167,416</u>



Douglas County School District
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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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Restricted Cash and Investments	\$ -	\$ 12,034,967
Interest Receivable	-	96,276
Total Assets	<u>\$ -</u>	<u>\$ 12,131,243</u>
LIABILITIES		
Accounts Payable	\$ -	\$ 3,091,509
Retainage Payable	-	1,130,726
Total Liabilities	<u>-</u>	<u>4,222,235</u>
FUND BALANCES		
Restricted:		
Building Expenditures	-	7,909,008
Total Fund Balances	<u>-</u>	<u>7,909,008</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 12,131,243</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fund 41
Building Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Investment Earnings	\$ 250,000	\$ 575,963	\$ 521,211	\$ (54,752)	\$ 886,410
Total Revenues	<u>250,000</u>	<u>575,963</u>	<u>521,211</u>	<u>(54,752)</u>	<u>886,410</u>
EXPENDITURES					
Capital Outlay:					
Building and Building Improvements	5,357,056	6,689,609	6,860,292	(170,683)	29,495,705
Equipment	-	1,795,362	1,569,927	225,435	4,106,629
Total Expenditures	<u>5,357,056</u>	<u>8,484,971</u>	<u>8,430,219</u>	<u>54,752</u>	<u>33,602,334</u>
(DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,107,056)</u>	<u>(7,909,008)</u>	<u>(7,909,008)</u>	<u>-</u>	<u>(32,715,924)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (5,107,056)</u>	<u>\$ (7,909,008)</u>	<u>(7,909,008)</u>	<u>\$ -</u>	<u>(32,715,924)</u>
FUND BALANCE, Beginning			<u>7,909,008</u>		<u>40,624,932</u>
FUND BALANCE, Ending			<u>\$ -</u>		<u>\$ 7,909,008</u>



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, 2024

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
ASSETS			
Current Assets:			
Cash and Investments	\$ 6,505,143	\$ 315,731	\$ 6,820,874
Account Receivable	172,474	-	172,474
Prepaid Costs	831,000	103,000	934,000
Total Assets	\$ 7,508,617	\$ 418,731	\$ 7,927,348
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 13,333	\$ -	\$ 13,333
Accrued Insurance Claims	3,646,331	-	3,646,331
Total Current Liabilities	3,659,664	-	3,659,664
NET POSITION			
Unrestricted	3,848,953	418,731	4,267,684
Total Net Position	3,848,953	418,731	4,267,684
Total Liabilities and Net Position	\$ 7,508,617	\$ 418,731	\$ 7,927,348

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2024

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
REVENUES			
Premium Revenue	\$ 59,808,663	\$ 847,004	\$ 60,655,667
Total Revenues	<u>59,808,663</u>	<u>847,004</u>	<u>60,655,667</u>
EXPENSES			
Insurance and Claims	55,075,848	516,489	55,592,337
Stop Loss Premiums	903,801	-	903,801
Salaries and Benefits	1,597	-	1,597
Purchased Services	983,166	160,516	1,143,682
Total Expenses	<u>56,964,412</u>	<u>677,005</u>	<u>57,641,417</u>
OPERATING INCOME	<u>2,844,251</u>	<u>169,999</u>	<u>3,014,250</u>
NON-OPERATING REVENUES			
Investment Earnings	47,437	-	47,437
Total Non-Operating Revenues	<u>47,437</u>	<u>-</u>	<u>47,437</u>
CHANGE IN NET POSITION	2,891,688	169,999	3,061,687
NET POSITION, Beginning	<u>957,265</u>	<u>248,732</u>	<u>1,205,997</u>
NET POSITION, Ending	<u>\$ 3,848,953</u>	<u>\$ 418,731</u>	<u>\$ 4,267,684</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Internal Service Funds
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2024

	Medical Fund 65	Short Term Disability Fund 66	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 61,556,477	\$ 847,004	\$ 62,403,481
Payments to Suppliers	(58,619,167)	(677,005)	(59,296,172)
Payments to Employees	(1,597)	-	(1,597)
Net Cash Provided To Operating Activities	<u>2,935,713</u>	<u>169,999</u>	<u>3,105,712</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Earnings on Investments	<u>47,437</u>	-	<u>47,437</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,983,150	169,999	3,153,149
CASH AND CASH EQUIVALENTS, Beginning	<u>3,521,993</u>	<u>145,732</u>	<u>3,667,725</u>
CASH AND CASH EQUIVALENTS, Ending	<u>\$ 6,505,143</u>	<u>\$ 315,731</u>	<u>\$ 6,820,874</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED TO OPERATING ACTIVITIES:			
Operating Income	\$ 2,844,251	\$ 169,999	\$ 3,014,250
Changes in Assets and Liabilities:			
Change in Prepaid Costs	1,090,748	-	1,090,748
Change in Accounts Receivable	657,066	-	657,066
Change in Accounts Payable	(1,682,383)	-	(1,682,383)
Change in Accrued Insurance Claims	26,031	-	26,031
Total Adjustments	<u>91,462</u>	<u>-</u>	<u>91,462</u>
NET CASH PROVIDED TO OPERATING ACTIVITIES	<u>\$ 2,935,713</u>	<u>\$ 169,999</u>	<u>\$ 3,105,712</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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Health Revenue	\$ 56,239,052	\$ 56,239,052	\$ 56,666,008	\$ 426,956	\$ 52,278,457
Dental Revenue	3,182,435	3,182,435	3,142,655	(39,780)	2,155,358
Other	-	-	-	-	605,933
Total Revenues	<u>59,421,487</u>	<u>59,421,487</u>	<u>59,808,663</u>	<u>387,176</u>	<u>55,039,748</u>
EXPENSES					
Health Plan	54,838,123	55,291,886	51,915,004	3,376,882	49,588,315
Dental Plan	3,182,435	3,182,435	3,160,844	21,591	3,063,550
Stop Loss Premiums	863,100	863,100	903,801	(40,701)	826,485
Salaries and Benefits	-	-	1,597	(1,597)	46,007
Purchased Services	1,117,753	1,117,753	983,166	134,587	1,314,015
Supplies	-	-	-	-	20,470
Total Expenses	<u>60,001,411</u>	<u>60,455,174</u>	<u>56,964,412</u>	<u>3,490,762</u>	<u>54,858,842</u>
OPERATING INCOME (LOSS)	<u>(579,924)</u>	<u>(1,033,687)</u>	<u>2,844,251</u>	<u>3,877,938</u>	<u>180,906</u>
NON-OPERATING REVENUES					
Investment Earnings	<u>76,422</u>	<u>76,422</u>	<u>47,437</u>	<u>(28,985)</u>	<u>72,250</u>
Total Non-Operating Revenues	<u>76,422</u>	<u>76,422</u>	<u>47,437</u>	<u>(28,985)</u>	<u>72,250</u>
CHANGE IN NET POSITION	<u>\$ (503,502)</u>	<u>\$ (957,265)</u>	<u>2,891,688</u>	<u>\$ 3,848,953</u>	<u>253,156</u>
NET POSITION, Beginning			<u>957,265</u>		<u>704,109</u>
NET POSITION, Ending			<u>\$ 3,848,953</u>		<u>\$ 957,265</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, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
REVENUES					
Short Term Disability Revenue	\$ 671,269	\$ 838,064	\$ 847,004	\$ 8,940	\$ 546,245
Total Revenues	671,269	838,064	847,004	8,940	546,245
EXPENSES					
Claims	626,099	626,099	516,489	109,610	566,992
Purchased Services	163,999	163,999	160,516	3,483	154,245
Total Expenses	790,098	790,098	677,005	113,093	721,237
OPERATING INCOME (LOSS)	(118,829)	47,966	169,999	122,033	(174,992)
CHANGE IN NET POSITION	\$ (118,829)	\$ 47,966	169,999	\$ 122,033	(174,992)
NET POSITION, Beginning			248,732		423,724
NET POSITION, Ending			\$ 418,731		\$ 248,732



Douglas County School District
Learn Today, Lead Tomorrow

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Douglas County School District

Learn Today, Lead Tomorrow

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Fiduciary Fund

Private Purpose Trust Scholarship Fund



Douglas County School District

Learn Today, Lead Tomorrow

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Fiduciary Fund

Fund 75

Private Purpose Trust Scholarship Fund

Statement of Changes in Fiduciary Net Position - Budget to Actual

For the Fiscal Year Ended June 30, 2024

(With Comparative Actual Information for the Year Ended June 30, 2023)

	2024			Variance with Budget	2023 Actual
	Adopted Budget	Amended Budget	Actual		
ADDITIONS					
Contributions	\$ 52,000	\$ 52,000	\$ 52,000	\$ -	\$ 50,000
Total Additions	52,000	52,000	52,000	-	50,000
DEDUCTIONS					
Grants and Scholarships	48,000	48,000	45,000	3,000	58,500
Total Deductions	48,000	48,000	45,000	3,000	58,500
CHANGE IN NET POSITION	<u>\$ 4,000</u>	<u>\$ 4,000</u>	7,000	<u>\$ 3,000</u>	(8,500)
NET POSITION, Beginning			24,379		32,879
NET POSITION, Ending			<u>\$ 31,379</u>		<u>\$ 24,379</u>



Douglas County School District
Learn Today, Lead Tomorrow

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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, 2024

	Academy Charter School	American Academy	Aspen View Academy	Ben Franklin Academy Charter School	Challenge to Excellence Charter School
ASSETS					
Cash and Investments	\$ 6,957,386	\$ 13,467,962	\$ 5,181,779	\$ 8,746,175	\$ 5,165,451
Accounts Receivable	10,267	3,545	114,570	-	26,897
Inventories	-	-	38,749	-	-
Prepaid Costs & Other Assets	85,687	589,379	-	-	60,205
Deposits	-	-	-	-	-
Restricted Cash and Investments	616,104	4,179,848	1,531,244	2,009,937	238,960
Capital Assets, Not Being Depreciated	1,354,756	3,657,167	2,000,000	-	2,371,299
Capital Assets, Net of Accumulated Depreciation	4,812,393	41,660,173	33,601,635	18,086,436	2,729,988
Total Assets	<u>13,836,593</u>	<u>63,558,074</u>	<u>42,467,977</u>	<u>28,842,548</u>	<u>10,592,800</u>
DEFERRED OUTFLOWS OF RESOURCES					
Related to Pensions	3,464,756	12,599,218	5,814,437	4,790,450	2,541,451
Related to OPEB	61,800	226,107	137,917	95,395	24,162
Loss on Debt Refunding	312,201	894,962	-	-	51,594
Total Deferred Outflows of Resources	<u>3,838,757</u>	<u>13,720,287</u>	<u>5,952,354</u>	<u>4,885,845</u>	<u>2,617,207</u>
LIABILITIES					
Accounts Payable	22,713	2,118	146,659	134,364	79,905
Accrued Liabilities	-	-	-	-	17,510
Accrued Compensation	381,359	1,632,626	688,746	979,012	281,032
Accrued Interest Payable	7,410	223,967	165,933	385,002	17,976
Unearned Revenues	-	330,956	-	22,148	-
Non-Current Liabilities:					
Due Within One Year	289,408	850,294	370,275	428,774	179,822
Due in More Than One Year	4,512,895	61,203,081	26,934,887	21,528,212	5,950,257
Pension Liability	10,435,931	40,331,900	16,803,735	13,799,728	7,661,652
OPEB Liability	251,985	973,850	405,743	333,208	180,817
Total Liabilities	<u>15,901,701</u>	<u>105,548,792</u>	<u>45,515,978</u>	<u>37,610,448</u>	<u>14,368,971</u>
DEFERRED INFLOWS OF RESOURCES					
Related to Pension	590,294	2,935,894	701,444	797,881	405,904
Related to OPEB	93,229	354,395	126,589	121,264	68,652
Total Deferred Inflows of Resources	<u>683,523</u>	<u>3,290,289</u>	<u>828,033</u>	<u>919,145</u>	<u>474,556</u>
NET POSITION					
Net Investment in Capital Assets	2,123,747	(15,841,073)	8,296,473	(3,870,550)	(1,028,792)
Restricted for:					
Emergencies	269,000	1,200,000	418,000	371,603	246,100
Debt Service, Repairs	608,694	3,955,881	1,365,311	1,624,935	220,984
Unrestricted	(1,911,315)	(20,875,528)	(8,003,464)	(2,927,188)	(1,071,812)
Total Net Position	<u>\$ 1,090,126</u>	<u>\$ (31,560,720)</u>	<u>\$ 2,076,320</u>	<u>\$ (4,801,200)</u>	<u>\$ (1,633,520)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units (Continued)

Combining Statement of Net Position

June 30, 2024

	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	\$ 2,106,375	\$ 1,002,836	\$ 981,630	\$ 9,031,304	\$ 3,654,137		
Accounts Receivable	-	3,832	179,833	-	-		
Inventories	-	-	-	-	-		
Prepaid Costs & Other Assets	36,993	-	678,233	10,537	37,402		
Deposits	-	11,200	58,000	30,000	-		
Restricted Cash and Investments	1,146,515	540,926	465,729	20,803,445	1,453,819		
Capital Assets, Not Being Depreciated	840,579	2,100,000	-	25,612,406	510,544		
Capital Assets, Net of Accumulated Depreciation	5,721,515	7,890,032	2,141,487	25,268,249	6,200,888		
Total Assets	<u>9,851,977</u>	<u>11,548,826</u>	<u>4,504,912</u>	<u>80,755,941</u>	<u>11,856,790</u>		
DEFERRED OUTFLOWS OF RESOURCES							
Related to Pensions	2,387,232	2,276,431	2,930,661	3,908,353	3,269,291		
Related to OPEB	40,669	75,312	77,259	172,730	45,742		
Loss on Debt Refunding	222,831	-	-	-	1,540,213		
Total Deferred Outflows of Resources	<u>2,650,732</u>	<u>2,351,743</u>	<u>3,007,920</u>	<u>4,081,083</u>	<u>4,855,246</u>		
LIABILITIES							
Accounts Payable	43,379	97,546	716,658	4,177,085	8,307		
Accrued Liabilities	-	2,327	65,102	-	-		
Accrued Compensation	211,865	266,191	-	432,576	348,677		
Accrued Interest Payable	138,783	28,480	-	1,646,263	71,915		
Unearned Revenues	139,665	6,118	-	4,595	-		
Non-Current Liabilities:							
Due Within One Year	350,000	95,000	372,720	485,000	477,775		
Due in More Than One Year	5,962,449	11,630,000	1,483,609	70,205,800	10,057,607		
Pension Liability	8,532,542	5,829,006	11,108,391	11,174,741	1,014,020		
OPEB Liability	205,836	140,747	268,223	269,825	265,944		
Total Liabilities	<u>15,584,519</u>	<u>18,095,415</u>	<u>14,014,703</u>	<u>88,395,885</u>	<u>12,244,245</u>		
DEFERRED INFLOWS OF RESOURCES							
Related to Pension	308,852	328,988	360,465	34,870	622,589		
Related to OPEB	75,778	54,071	208,234	83,914	89,970		
Total Deferred Inflows of Resources	<u>384,630</u>	<u>383,059</u>	<u>568,699</u>	<u>118,784</u>	<u>712,559</u>		
NET POSITION							
Net Investment in Capital Assets	472,476	(1,734,968)	285,158	(9,780,211)	(2,283,737)		
Restricted for:							
Emergencies	239,200	155,295	465,729	514,000	278,000		
Debt Service, Repairs	1,230,563	512,446	-	5,183,193	1,381,904		
Unrestricted	(5,408,679)	(3,510,678)	(7,821,457)	405,373	(5,620,935)		
Total Net Position	<u>\$ (3,466,440)</u>	<u>\$ (4,577,905)</u>	<u>\$ (7,070,570)</u>	<u>\$ (3,677,645)</u>	<u>\$ (6,244,768)</u>		

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units (Continued)

Combining Statement of Net Position

June 30, 2024

	Parker Core Knowledge	Parker Performing Arts	Platte River Academy	Renaissance Secondary School	SkyView Academy Charter School
ASSETS					
Cash and Investments	\$ 5,483,599	\$ 2,471,190	\$ 3,281,574	\$ 1,375,066	\$ 8,584,451
Accounts Receivable	1,008	9,790	397,426	155,973	-
Inventories	-	-	-	-	-
Prepaid Costs & Other Assets	81,970	99,275	-	20,182	17,843
Deposits	3,014	-	-	-	-
Restricted Cash and Investments	317,795	149,851	550,293	1,009,107	3,171,082
Capital Assets, Not Being Depreciated	245,615	-	553,332	69,377	3,534,756
Capital Assets, Net of Accumulated Depreciation	9,585,149	16,520,731	3,532,920	9,010,229	16,220,977
Total Assets	15,718,150	19,250,837	8,315,545	11,639,934	31,529,109
DEFERRED OUTFLOWS OF RESOURCES					
Related to Pensions	3,621,679	2,537,905	2,865,401	3,122,790	6,113,228
Related to OPEB	49,019	32,699	45,139	104,028	79,299
Loss on Debt Refunding	193,146	-	604,995	-	-
Total Deferred Outflows of Resources	3,863,844	2,570,604	3,515,535	3,226,818	6,192,527
LIABILITIES					
Accounts Payable	254,772	20,635	22,441	34,793	506
Accrued Liabilities	333,981	-	-	-	-
Accrued Compensation	-	435,890	444,274	282,736	633,215
Accrued Interest Payable	23,165	53,737	72,833	61,050	695,772
Unearned Revenues	21,160	9,963	-	8,083	-
Non-Current Liabilities:					
Due Within One Year	243,831	127,183	160,000	-	505,000
Due in More Than One Year	7,723,277	19,587,256	5,262,786	12,210,000	25,620,000
Pension Liability	12,192,079	9,301,282	9,344,634	7,213,354	20,831,269
OPEB Liability	294,389	224,589	225,635	174,173	502,991
Total Liabilities	21,086,654	29,760,535	15,532,603	19,984,189	48,788,753
DEFERRED INFLOWS OF RESOURCES					
Related to Pension	128,265	694,376	512,594	315,189	1,220,745
Related to OPEB	101,984	92,079	72,679	54,511	174,321
Total Deferred Inflows of Resources	230,249	786,455	585,273	369,700	1,395,066
NET POSITION					
Net Investment in Capital Assets	2,056,802	(3,193,708)	(681,388)	(2,190,664)	(6,369,267)
Restricted for:					
Emergencies	319,000	263,000	208,617	171,000	565,922
Debt Service, Repairs	294,630	96,114	477,460	-	2,475,310
Unrestricted	(4,405,341)	(5,890,955)	(4,291,485)	(3,467,473)	(9,134,148)
Total Net Position	\$ (1,734,909)	\$ (8,725,549)	\$ (4,286,796)	\$ (5,487,137)	\$ (12,462,183)

DOUGLAS COUNTY SCHOOL DISTRICT RE1

Discretely Presented Component Units (Continued)

Combining Statement of Net Position

June 30, 2024

	STEM School	World Compass Academy	Totals
ASSETS			
Cash and Investments	\$ 15,373,505	\$ 3,342,602	\$ 96,207,022
Accounts Receivable	63,497	-	966,638
Inventories	-	-	38,749
Prepaid Costs & Other Assets	46,013	122,845	1,886,564
Deposits	-	-	102,214
Restricted Cash and Investments	3,402,464	2,251,979	43,839,098
Capital Assets, Not Being Depreciated	2,370,970	2,009,863	47,230,664
Capital Assets, Net of Accumulated Depreciation	26,522,124	14,947,580	244,452,506
Total Assets	<u>47,778,573</u>	<u>22,674,869</u>	<u>434,723,455</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions	6,642,204	3,326,701	72,212,188
Related to OPEB	89,495	83,940	1,440,712
Loss on Debt Refunding	-	-	3,819,942
Total Deferred Outflows of Resources	<u>6,731,699</u>	<u>3,410,641</u>	<u>77,472,842</u>
LIABILITIES			
Accounts Payable	69,207	51,276	5,882,364
Accrued Liabilities	113,239	145,748	677,907
Accrued Compensation	625,040	-	7,643,239
Accrued Interest Payable	314,178	303,427	4,209,891
Unearned Revenues	-	184,402	727,090
Non-Current Liabilities:			
Due Within One Year	365,000	345,000	5,645,082
Due in More Than One Year	36,395,210	21,925,000	348,192,326
Pension Liability	23,527,028	10,875,226	229,976,518
OPEB Liability	568,083	262,592	5,548,630
Total Liabilities	<u>61,976,985</u>	<u>34,092,671</u>	<u>608,503,047</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pension	1,903,035	1,276,453	13,137,838
Related to OPEB	235,045	81,789	2,088,504
Total Deferred Inflows of Resources	<u>2,138,080</u>	<u>1,358,242</u>	<u>15,226,342</u>
NET POSITION			
Net Investment in Capital Assets	(7,867,116)	(5,312,557)	(46,919,375)
Restricted for:			
Emergencies	630,000	317,500	6,631,966
Debt Service, Repairs	3,402,464	1,948,552	24,778,441
Unrestricted	(5,770,141)	(6,318,898)	(96,024,124)
Total Net Position	<u>\$ (9,604,793)</u>	<u>\$ (9,365,403)</u>	<u>(111,533,092)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Academy Charter School	American Academy	Aspen View Academy	Ben Franklin Academy
EXPENSES				
Instruction	\$ 4,729,391	\$ 22,274,353	\$ 7,184,295	\$ 6,609,439
Supporting Services	3,387,791	13,099,555	6,723,111	5,984,871
Interest on Long-Term Debt	182,132	2,336,180	940,158	967,616
Business Type Activities	-	-	316,008	-
Total Expenses	<u>8,299,314</u>	<u>37,710,088</u>	<u>15,163,572</u>	<u>13,561,926</u>
PROGRAM REVENUES				
Charges for Services	107,082	3,254,798	1,037,059	724,955
Capital Grants and Contributions	264,071	-	457,250	348,264
Operating Grants and Contributions	91,955	279,994	85,956	88,908
Total Program Revenues	<u>463,108</u>	<u>3,534,792</u>	<u>1,580,265</u>	<u>1,162,127</u>
Net Program Expenses	<u>(7,836,206)</u>	<u>(34,175,296)</u>	<u>(13,583,307)</u>	<u>(12,399,799)</u>
GENERAL REVENUES				
Per Pupil Operating Revenue	6,766,012	26,059,127	9,858,580	8,806,071
Mill Levy	1,536,065	5,945,554	2,265,806	2,026,371
Capital Construction	-	1,012,898	-	-
Investment Earnings	190,672	754,788	344,449	467,005
Contributions and Grants	-	589,672	250,344	-
Other	144,063	741,706	41,820	7,413
Total General Revenues and Transfers	<u>8,636,812</u>	<u>35,103,745</u>	<u>12,760,999</u>	<u>11,306,860</u>
CHANGE IN NET POSITION	800,606	928,449	(822,308)	(1,092,939)
NET POSITION, Beginning	<u>289,520</u>	<u>(32,489,169)</u>	<u>2,898,628</u>	<u>(3,708,261)</u>
NET POSITION, Ending	<u>\$ 1,090,126</u>	<u>\$ (31,560,720)</u>	<u>\$ 2,076,320</u>	<u>\$ (4,801,200)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units (Continued)
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Challenge to Excellence Charter School	DCS Montessori Charter School	Global Village Academy	Hope Online Learning Academy Co-Op
EXPENSES				
Instruction	\$ 3,317,304	\$ 4,585,803	\$ 3,669,876	\$ 14,136,699
Supporting Services	2,846,236	2,991,278	1,891,994	2,234,053
Interest on Long-Term Debt	241,063	334,408	693,027	78,922
Business Type Activities	-	-	-	-
Total Expenses	<u>6,404,603</u>	<u>7,911,489</u>	<u>6,254,897</u>	<u>16,449,674</u>
PROGRAM REVENUES				
Charges for Services	344,807	1,652,214	86,192	-
Capital Grants and Contributions	-	-	143,426	-
Operating Grants and Contributions	230,113	56,879	358,701	2,274,128
Total Program Revenues	<u>574,920</u>	<u>1,709,093</u>	<u>588,319</u>	<u>2,274,128</u>
Net Program Expenses	<u>(5,829,683)</u>	<u>(6,202,396)</u>	<u>(5,666,578)</u>	<u>(14,175,546)</u>
GENERAL REVENUES				
Per Pupil Operating Revenue	5,556,600	4,452,025	4,065,097	14,927,517
Mill Levy	1,263,834	1,012,451	908,669	-
Capital Construction	225,441	175,123	-	-
Investment Earnings	221,082	163,699	36,224	110,449
Contributions and Grants	-	778,728	-	-
Other	29,258	18,581	32,611	-
Total General Revenues and Transfers	<u>7,296,215</u>	<u>6,600,607</u>	<u>5,042,601</u>	<u>15,037,966</u>
CHANGE IN NET POSITION	1,466,532	398,211	(623,977)	862,420
NET POSITION, Beginning	<u>(3,100,052)</u>	<u>(3,864,651)</u>	<u>(3,953,928)</u>	<u>(7,932,990)</u>
NET POSITION, Ending	<u>\$ (1,633,520)</u>	<u>\$ (3,466,440)</u>	<u>\$ (4,577,905)</u>	<u>\$ (7,070,570)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units (Continued)
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Leman Academy of Excellence	North Star Academy	Parker Core Knowledge	Parker Performing Arts	Platte River Academy
EXPENSES					
Instruction	\$ 8,001,274	\$ 6,271,444	\$ 5,071,738	\$ 3,045,078	\$ 6,092,440
Supporting Services	6,832,273	3,197,172	3,901,426	4,652,292	1,314,699
Interest on Long-Term Debt	3,293,195	538,728	382,618	1,335,963	278,843
Business Type Activities	-	27,770	-	-	-
Total Expenses	<u>18,126,742</u>	<u>10,035,114</u>	<u>9,355,782</u>	<u>9,033,333</u>	<u>7,685,982</u>
PROGRAM REVENUES					
Charges for Services	2,420,150	1,285,607	820,641	430,844	742,899
Capital Grants and Contributions	419,581	263,476	-	-	-
Operating Grants and Contributions	222,763	173,798	486,725	58,416	46,231
Total Program Revenues	<u>3,062,494</u>	<u>1,722,881</u>	<u>1,307,366</u>	<u>489,260</u>	<u>789,130</u>
Net Program Expenses	<u>(15,064,248)</u>	<u>(8,312,233)</u>	<u>(8,048,416)</u>	<u>(8,544,073)</u>	<u>(6,896,852)</u>
GENERAL REVENUES					
Per Pupil Operating Revenue	11,143,525	6,656,106	7,142,431	6,425,321	5,632,579
Mill Levy	2,594,150	1,549,504	1,641,720	1,427,579	1,301,731
Capital Construction	-	-	279,721	253,175	355,096
Investment Earnings	1,670,673	208,993	231,287	-	173,162
Contributions and Grants	16,895	186,933	19,013	153,840	91,689
Other	19,796	113,295	544,569	88,469	29,196
Total General Revenues and Transfers	<u>15,445,039</u>	<u>8,714,831</u>	<u>9,858,741</u>	<u>8,348,384</u>	<u>7,583,453</u>
CHANGE IN NET POSITION	380,791	402,598	1,810,325	(195,689)	686,601
NET POSITION, Beginning	<u>(4,058,436)</u>	<u>(6,647,366)</u>	<u>(3,545,234)</u>	<u>(8,529,860)</u>	<u>(4,973,397)</u>
NET POSITION, Ending	<u>\$ (3,677,645)</u>	<u>\$ (6,244,768)</u>	<u>\$ (1,734,909)</u>	<u>\$ (8,725,549)</u>	<u>\$ (4,286,796)</u>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Discretely Presented Component Units (Continued)
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2024

Functions/Programs	Renaissance Secondary School	SkyView Academy Charter School	STEM School	World Compass Academy	Totals
EXPENSES					
Instruction	\$ 3,796,902	\$ 7,764,972	\$ 8,768,946	\$ 4,135,871	\$ 119,455,825
Supporting Services	3,409,728	7,591,917	13,436,900	2,623,517	86,118,813
Interest on Long-Term Debt	725,457	1,391,544	1,614,559	1,219,343	16,553,756
Business Type Activities	-	260,249	-	-	604,027
Total Expenses	<u>7,932,087</u>	<u>17,008,682</u>	<u>23,820,405</u>	<u>7,978,731</u>	<u>222,732,421</u>
PROGRAM REVENUES					
Charges for Services	1,191,912	1,398,318	283,008	655,138	16,435,624
Capital Grants and Contributions	137,483	-	-	-	2,033,551
Operating Grants and Contributions	418,574	139,926	319,749	194,610	5,527,426
Total Program Revenues	<u>1,747,969</u>	<u>1,538,244</u>	<u>602,757</u>	<u>849,748</u>	<u>23,996,601</u>
Net Program Expenses	<u>(6,184,118)</u>	<u>(15,470,438)</u>	<u>(23,217,648)</u>	<u>(7,128,983)</u>	<u>(198,735,820)</u>
GENERAL REVENUES					
Per Pupil Operating Revenue	4,041,821	13,086,386	14,217,846	7,544,244	156,381,288
Mill Levy	931,732	2,956,633	3,219,547	1,705,484	32,286,830
Capital Construction	-	504,369	593,515	281,107	3,680,445
Investment Earnings	101,750	116,970	909,614	240,355	5,941,172
Contributions and Grants	14,488	474,717	106,312	47,401	2,730,032
Other	202,419	30,215	5,511,399	24,855	7,579,665
Total General Revenues and Transfers	<u>5,292,210</u>	<u>17,169,290</u>	<u>24,558,233</u>	<u>9,843,446</u>	<u>208,599,432</u>
CHANGE IN NET POSITION	(891,908)	1,698,852	1,340,585	2,714,463	9,863,612
NET POSITION, Beginning	<u>(4,595,229)</u>	<u>(14,161,035)</u>	<u>(10,945,378)</u>	<u>(12,079,866)</u>	<u>(121,396,704)</u>
NET POSITION, Ending	<u>\$ (5,487,137)</u>	<u>\$ (12,462,183)</u>	<u>\$ (9,604,793)</u>	<u>\$ (9,365,403)</u>	<u>\$ (111,533,092)</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 156-162

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 164-169

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 170-178

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 180-181

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

- Demographic and Economic Statistics
- Principal Employers

Operating Information..... 182-186

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

	2024	2023	2022
General Activities:			
Net Investment in Capital Assets	\$ 449,109,125	\$ 435,816,292	\$ 423,650,011
Restricted	111,035,849	102,133,171	88,291,789
Unrestricted	<u>(643,598,537)</u>	<u>(672,425,895)</u>	<u>(707,113,885)</u>
Total Governmental Activities Net Position	<u>\$ (83,453,563)</u>	<u>\$ (134,476,432)</u>	<u>\$ (195,172,085)</u>
Business-type Activities			
Net Investment in Capital Assets	\$ -	\$ -	\$ -
Restricted	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>
Total Business-type Activities Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Primary Government			
Net Investment in Capital Assets	\$ 449,109,125	\$ 435,816,292	\$ 423,650,011
Restricted	111,035,849	102,133,171	88,291,789
Unrestricted	<u>(643,598,537)</u>	<u>(672,425,895)</u>	<u>(707,113,885)</u>
Total Primary Government Net Position	<u>\$ (83,453,563)</u>	<u>\$ (134,476,432)</u>	<u>\$ (195,172,085)</u>

⁽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.

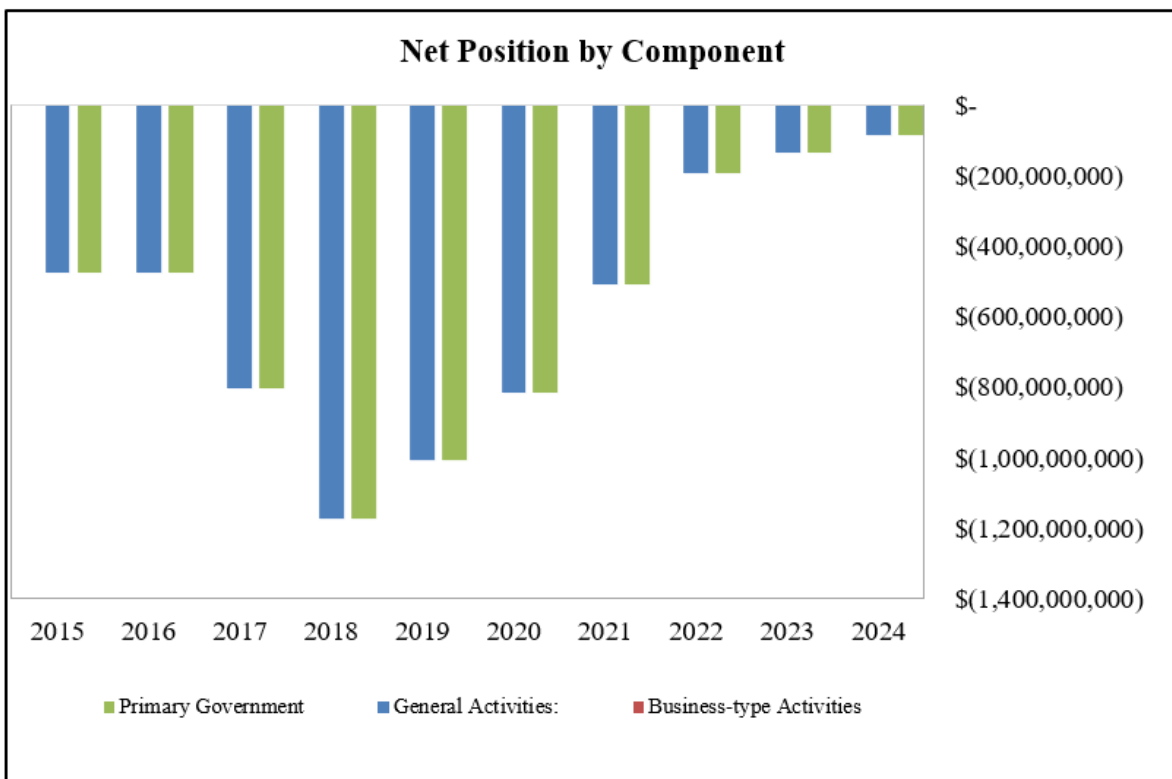
In addition, during fiscal year 2015, the District adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which requires the District to record its proportionate share of PERA's net pension liability and related deferred inflows and outflows of resources in the government-wide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

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

	2021	2020	Restated 2019 ⁽¹⁾	2018	2017 ⁽²⁾	2016	2015 ⁽³⁾
\$	372,855,713	\$ 363,201,591	\$ 340,650,911	\$ 320,514,061	\$ 300,050,580	\$ 266,307,934	\$ 223,953,589
	104,218,835	86,916,311	81,677,807	78,274,093	85,827,425	87,678,033	102,440,756
	(985,242,693)	(1,266,898,849)	(1,429,010,082)	(1,573,314,701)	(1,188,832,840)	(829,825,456)	(800,342,280)
\$	(508,168,145)	\$ (816,780,947)	\$ (1,006,681,364)	\$ (1,174,526,547)	\$ (802,954,835)	\$ (475,839,489)	\$ (473,947,935)

\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

\$	372,855,713	\$ 363,201,591	\$ 340,650,911	\$ 320,514,061	\$ 300,050,580	\$ 266,307,934	\$ 223,953,589
	92,120,752	86,916,311	81,677,807	78,274,093	85,827,425	87,678,033	102,440,756
	(973,144,610)	(1,266,898,849)	(1,429,010,082)	(1,573,314,701)	(1,188,832,840)	(829,825,456)	(800,342,280)
\$	(508,168,145)	\$ (816,780,947)	\$ (1,006,681,364)	\$ (1,174,526,547)	\$ (802,954,835)	\$ (475,839,489)	\$ (473,947,935)



DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Change in Net Position
Last Ten Fiscal Years

	2024	2023	2022
EXPENSES			
Governmental Activities:			
Instruction	\$ 435,701,940	\$ 379,298,213	\$ 181,432,023
Supporting Services	330,908,917	284,831,265	192,394,856
Intergovernmental - Charter Schools ⁽²⁾	195,397,697	166,448,474	160,011,621
Interest on Long-Term Debt	14,926,913	19,130,003	20,500,936
Total Governmental Activity Expenses	976,935,467	849,707,955	554,339,436
Business-type Activities:			
Nutrition Services	-	-	-
Non-Major Enterprise Funds	-	-	-
Total Business-type Activities Expenses	-	-	-
Total Primary Governmental Expenses	976,935,467	849,707,955	554,339,436
PROGRAM REVENUES			
Governmental Activities:			
Charges for Services	51,255,023	63,788,914	47,834,362
Operating Grants and Contributions	99,636,122	100,186,467	100,467,777
Capital Grants and Contributions	-	-	-
Total Governmental Activities Revenues	150,891,145	163,975,381	148,302,139
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	150,891,145	163,975,381	148,302,139
Net (Expense) Revenue			
Governmental Activities	(826,044,322)	(685,732,574)	(406,037,297)
Business-type Activities	-	-	-
Total Primary Governmental Net Expense	(826,044,322)	(685,732,574)	(406,037,297)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION			
Governmental Activities:			
Property Taxes	475,056,895	348,215,975	355,363,007
Specific Ownership Taxes	34,274,142	32,617,906	31,147,922
State Equalization	331,959,976	341,554,364	321,796,077
Investment Earnings	11,148,154	8,102,578	320,048
Grants and Contributions not Specific to Programs	8,114,224	7,481,144	6,294,825
Other	16,513,800	8,456,260	4,111,478
Transfers	-	-	-
Total Governmental Activities	877,067,191	746,428,227	719,033,357
Business-type Activities:			
Other	-	-	-
Transfers	-	-	-
Total Business-type Activities	-	-	-
Total Primary Governmental General Revenues	877,067,191	746,428,227	719,033,357
CHANGE IN NET POSITION			
Governmental Activities	51,022,869	60,695,653	312,996,060
Business-type Activities	-	-	-
TOTAL CHANGE IN NET POSITION	\$ 51,022,869	\$ 60,695,653	\$ 312,996,060

⁽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

	2021	2020	2019	2018	2017	2016	2015 ⁽²⁾⁽³⁾
\$	152,779,508	\$ 249,946,956	\$ 254,172,228	\$ 575,136,210	\$ 484,977,831	\$ 329,000,833	\$ 301,623,918
	165,281,130	192,834,057	194,903,578	358,768,350	345,400,596	220,462,709	224,759,449
	137,809,602	153,937,969	140,793,998	116,696,635	105,366,488	91,493,127	80,957,702
	21,929,753	23,269,639	19,319,130	15,244,244	17,549,955	20,438,609	24,041,678
	477,799,993	619,988,621	609,188,934	1,065,845,439	953,294,870	661,395,278	631,382,747
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	477,799,993	619,988,621	609,188,934	1,065,845,439	953,294,870	661,395,278	631,382,747
	27,990,710	53,385,531	67,245,742	64,905,244	58,998,077	56,412,403	53,492,483
	93,326,049	49,786,156	48,402,673	41,319,993	41,944,598	40,351,338	36,769,664
	-	-	-	-	-	-	-
	121,316,759	103,171,687	115,648,415	106,225,237	100,942,675	96,763,741	90,262,147
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	121,316,759	103,171,687	115,648,415	106,225,237	100,942,675	96,763,741	90,262,147
	(356,483,234)	(516,816,934)	(493,540,519)	(959,620,202)	(852,352,195)	(564,631,537)	(541,120,600)
	-	-	-	-	-	-	-
	(356,483,234)	(516,816,934)	(493,540,519)	(959,620,202)	(852,352,195)	(564,631,537)	(541,120,600)
	322,974,647	318,364,477	290,585,916	248,797,953	234,440,643	237,419,629	230,044,555
	31,547,273	25,595,802	28,076,258	26,409,216	23,870,092	22,236,877	21,630,690
	294,169,769	335,347,882	319,317,806	295,788,353	296,915,245	288,952,398	293,357,217
	702,384	10,638,873	8,368,512	2,195,821	832,512	378,573	147,171
	3,935,292	11,633,777	5,162,745	4,999,420	8,792,764	8,651,744	-
	11,766,671	5,136,540	8,675,038	9,857,727	7,472,809	5,100,762	9,923,025
	-	-	-	-	-	-	-
	665,096,036	706,717,351	660,186,275	588,048,490	572,324,065	562,739,983	555,102,658
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	665,096,036	706,717,351	660,186,275	588,048,490	572,324,065	562,739,983	555,102,658
	308,612,802	189,900,417	166,645,756	(371,571,712)	(280,028,130)	(1,891,554)	13,982,058
	-	-	-	-	-	-	-
\$	308,612,802	\$ 189,900,417	\$ 166,645,756	\$ (371,571,712)	\$ (280,028,130)	\$ (1,891,554)	\$ 13,982,058

⁽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

	2024	2023	2022	2021
Combined General Fund				
Nonspendable	\$ 1,760,292	\$ 2,173,557	\$ 2,478,072	\$ 2,797,043
Restricted - TABOR Emergency Reserve & Medicaid	22,200,022	21,918,670	19,292,176	18,840,195
Committed	39,511,685	20,645,000	17,561,600	15,865,400
Assigned*	45,493,842	38,317,594	60,924,911	55,773,102
Unassigned*	85,504,854	92,857,695	68,316,785	61,602,949
Total Combined General Fund	\$ 194,470,695	\$ 175,912,516	\$ 168,573,544	\$ 154,878,689
All Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted:				
Building/Aspen View Academy	-	7,909,008	40,624,932	109,950,863
Debt Service	81,628,110	77,167,416	63,480,642	71,813,488
Other	7,250,920	5,079,435	9,483,172	16,422,740
Assigned	9,053,793	9,887,223	6,668,176	3,086,669
Unassigned	-	-	-	-
Total All Other Governmental Funds	\$ 97,932,823	\$ 100,043,082	\$ 120,256,922	\$ 201,273,760
Governmental Funds				
Nonspendable	\$ 1,760,292	\$ 2,173,557	\$ 2,478,072	\$ 2,797,043
Restricted	111,079,052	112,074,529	132,880,922	217,027,286
Committed	39,511,685	20,645,000	17,561,600	15,865,400
Assigned*	54,547,635	48,204,817	67,593,087	58,859,771
Unreserved*	85,504,854	92,857,695	68,316,785	61,602,949
Total Governmental Funds	\$ 292,403,518	\$ 275,955,598	\$ 288,830,466	\$ 356,152,449

* 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

2020	2019 ⁽¹⁾	2018	2017	2016	2015 ⁽²⁾
\$ 2,043,846	\$ 2,697,434	\$ 2,071,980	\$ 1,123,187	\$ 734,119	\$ 734,907
20,217,904	19,443,817	17,206,688	15,995,000	15,995,000	15,290,000
17,311,000	16,600,000	15,038,500	15,995,000	15,995,000	20,390,000
53,996,698	33,684,728	32,142,379	56,267,152	70,091,929	58,787,558
24,230,656	25,221,607	14,704,878	589,821	555,667	463,134
<u>\$ 117,800,104</u>	<u>\$ 97,647,586</u>	<u>\$ 81,164,425</u>	<u>\$ 89,970,160</u>	<u>\$ 103,371,715</u>	<u>\$ 95,665,599</u>
\$ -	\$ -	\$ 559,786	\$ 524,065	\$ 647,527	\$ 671,255
211,846,865	267,785,743	-	1,541,920	5,727,695	9,071,898
67,613,197	61,833,048	60,143,652	59,416,714	59,084,589	68,501,246
1,092,534	1,962,156	1,219,256	8,873,791	6,870,749	7,368,073
4,081,808	6,836,427	7,096,058	-	101,953	-
-	-	-	-	-	-
<u>\$ 284,634,404</u>	<u>\$ 338,417,374</u>	<u>\$ 69,018,752</u>	<u>\$ 70,356,490</u>	<u>\$ 72,432,513</u>	<u>\$ 85,612,472</u>
\$ 2,043,846	\$ 2,697,434	\$ 2,631,766	\$ 1,647,252	\$ 1,381,646	\$ 1,406,162
300,770,500	351,024,764	78,569,596	85,827,425	87,678,033	100,231,217
17,311,000	16,600,000	15,038,500	15,995,000	15,995,000	20,390,000
58,078,506	40,521,155	39,238,437	56,267,152	70,193,882	58,787,558
24,230,656	25,221,607	14,704,878	589,821	555,667	463,134
<u>\$ 402,434,508</u>	<u>\$ 436,064,960</u>	<u>\$ 150,183,177</u>	<u>\$ 160,326,650</u>	<u>\$ 175,804,228</u>	<u>\$ 181,278,071</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

	2024	2023	2022	2021
REVENUES				
Taxes	\$ 507,483,880	\$ 379,588,804	\$ 387,306,870	\$ 355,728,486
Intergovernmental	431,596,098	441,740,831	422,263,854	387,495,818
Charges for services	51,255,023	63,788,914	47,834,362	31,584,000
Investment Earnings	11,100,717	8,030,328	307,108	687,066
Other	19,234,317	14,222,277	16,790,910	11,512,856
Total Revenues	1,020,670,035	907,371,154	874,503,104	787,008,226
EXPENDITURES				
Current operating:				
Instructional	436,829,215	394,304,351	378,233,187	334,547,776
Supporting Services	312,465,706	284,321,633	244,056,700	211,514,524
Funding to Component Unit	195,397,697	166,448,474	160,011,621	137,809,602
Capital Outlay	8,430,219	33,602,334	68,974,636	102,342,927
Debt Service:				
Debt Issuance Costs	-	-	-	-
Principal	40,819,354	28,501,109	58,797,013	38,045,000
Interest and Fiscal Charges	18,088,363	19,519,471	19,539,364	21,295,487
Total Expenditures	1,012,030,554	926,697,372	929,612,521	845,555,316
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	-	-	-	-
Premium on Bonds	-	-	-	-
Proceeds from Bond Refunding	-	86,550,000	-	-
Refunding Bond Premium	-	9,069,309	-	-
Payment to Refunding Escrow Agent	-	(96,026,999)	-	-
Payments to Refunded Bond Escrow	-	-	(12,218,034)	-
Issuance of COP	-	-	-	-
COP Charter School Repayment	-	-	-	12,098,083
Proceeds from Sale of Capital Assets	4,845,092	5,060,568	5,468	-
Issuance of Capital Leases	-	-	-	-
Subscriptions	2,963,347	1,798,472	-	-
Other Sources (Uses)	-	-	-	166,948
Transfers In	12,074,937	7,748,278	9,849,171	-
Transfers Out	(12,074,937)	(7,748,278)	(9,849,171)	-
Total Other Financing Sources (Uses)	7,808,439	6,451,350	(12,212,566)	12,265,031
Net Change in Fund Balances	\$ 16,447,920	\$ (12,874,868)	\$ (67,321,983)	\$ (46,282,059)
Debt Service as a Percentage of Non-Capital Expenditures	6.0%	5.4%	9.1%	8.0%

Table 4

	2020	2019	2018	2017	2016	2015
\$	343,453,707	\$ 317,096,992	\$ 275,111,761	\$ 258,474,174	\$ 260,227,313	\$ 252,092,362
	403,203,088	375,083,914	337,108,346	338,859,843	329,303,736	330,128,900
	53,385,531	65,857,469	64,905,244	53,151,768	51,086,322	53,492,483
	10,471,326	8,150,604	1,484,563	782,801	363,496	140,674
	17,863,071	13,107,087	11,864,422	20,395,926	20,046,480	12,803,286
	828,376,723	779,296,066	690,474,336	671,664,512	661,027,347	648,657,705
	348,644,354	338,420,071	319,563,484	306,149,147	299,786,084	283,860,606
	233,914,083	221,809,509	200,496,216	212,310,034	199,043,430	198,026,671
	153,937,969	140,793,998	116,696,635	105,366,488	91,493,127	80,957,702
	68,658,291	15,202,621	7,615,498	4,223,743	3,371,577	5,904,688
	-	-	-	-	190,545	431,679
	34,140,000	50,765,000	35,629,571	40,170,143	50,863,535	42,298,688
	22,763,531	18,398,121	20,219,056	18,933,080	23,014,446	29,681,349
	862,058,228	785,389,320	700,220,460	687,152,635	667,762,744	641,161,383
	-	249,975,000	-	-	12,100,000	47,135,000
	-	40,816,808	-	-	943,790	3,197,689
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	(12,846,310)	(49,891,056)
	-	-	-	-	-	-
	-	-	-	-	-	-
	51,053	29,500	2,900	10,545	1,064,074	-
	-	-	130,087	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	9,712,922	21,967,770	8,576,023	9,442,074	7,228,188	7,436,481
	(9,712,922)	(21,967,770)	(8,576,023)	(9,442,074)	(7,228,188)	(7,436,481)
	51,053	290,821,308	132,987	10,545	1,261,554	441,633
\$	(33,630,452)	\$ 284,728,054	\$ (9,613,137)	\$ (15,477,578)	\$ (5,473,843)	\$ 7,937,955
	7.2%	9.0%	8.1%	8.7%	11.1%	11.3%

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
2023	2024	\$ 6,836,980,880	\$ 85,891,719,598	\$ 418,074,460	\$ 2,499,189,910	\$ 353,465,070	\$ 27,292,810
2022	2023	5,081,010,870	63,831,794,849	341,804,400	2,195,500,220	276,710,610	21,593,990
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

⁽¹⁾ Source: Douglas County Assessor

<https://www.douglas.co.us/documents/2023-abstract.pdf/>

⁽²⁾ Source: Douglas County Assessor -2023 Tax Districts and Authorities

<https://www.douglas.co.us/documents/2023-tax-districts-and-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
\$ 229,190	\$ 255,601,500	\$ 3,553,852,940	\$ 12,254,665,310	\$ 10,390,833,820	\$ 98,146,384,908	45.934
312,590	255,210,700	3,091,132,510	10,659,077,621	8,172,143,380	74,490,872,470	42.836
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

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
2023	2024	40.730	5.204	45.934	24.274	70.208
2022	2023	36.136	6.700	42.836	23.024	65.860
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

⁽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/2023-tax-districts-and-mill-levies.pdf/>

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

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

	2023			2014		
	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)	\$ 91,894,070	1	0.85%	\$ 68,665,810	1	1.44%
HCA HealthOne LLC	73,480,130	2	0.68%	50,703,350	4	1.06%
Kaiser Foundation Hospitals	34,277,760	3	0.32%	33,363,380	6	0.70%
Charles Schwab Lone Tree	32,300,470	4	0.30%			
Craig Realty Group Castle Rock LLC	21,248,820	5	0.20%			
TCLT LH LLC & TCLT LH II LLC	19,936,580	6	0.18%			
Plaza Drive Properties LLC	16,485,970	7	0.15%	15,080,010	9	0.32%
Windsor At Meridian LLC	14,634,140	8	0.13%			
Retreat At Park Meadows LLC	13,535,340	9	0.12%			
EchoStar Real Estate Corporation IV	12,736,890	10	0.12%			
Public Service company of CO (XCEL)				56,307,300	3	1.18%
Intermountain Rural Elec Assn				57,419,220	2	1.20%
Qwest Communications				19,148,300	7	0.40%
Century Link (was Qwest Corporation)				37,202,000	5	0.78%
Target Corporation				15,524,250	8	0.32%
Wells Reit II South Jamaica Street LLC				11,785,520	10	0.25%
Total Principal Property Tax Payers	\$ 330,530,170		3.05%	\$ 365,199,140		7.65%
Total Taxable Assessed Value	\$ 10,390,833,820			\$ 4,780,313,060		

Source: Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2023-annual-comprehensive-financial-report-douglas-county-colorado.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			
2023	2024	\$ 477,261,695	\$ 466,100,223	97.66%	\$ 51,252	\$ 466,151,475	97.67%
2022	2023	349,953,667	342,726,567	97.93%	193,100	342,919,667	97.99%
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%

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	Financed Leases	Software	Total Primary Government
2024	\$ 296,905,000	\$ 7,055,000	\$ -	\$ 29,201,820	\$ 6,452,293	\$ 1,276,336	\$ 4,600,185	\$ 345,490,634
2023	332,620,000	7,880,000	1,739,546	35,597,452	6,894,895	1,607,609	5,142,317	391,481,819
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

(1) Douglas County Government

<https://www.douglas.co.us/documents/2023-abstract.pdf>

(2) 2023 Douglas County Annual Comprehensive Financial Report -Demographic and Economic Statistics

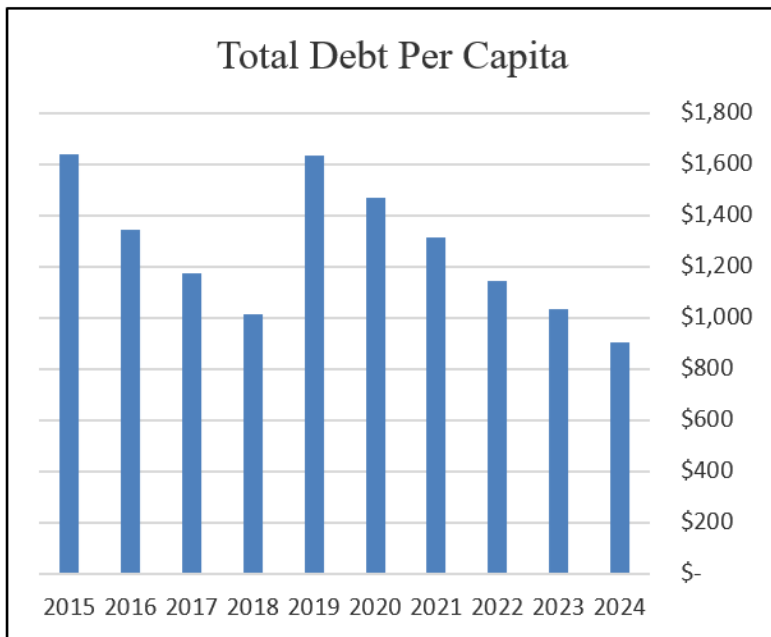
<https://www.douglas.co.us/documents/2023-annual-comprehensive-financial-report.pdf>

Figures included in this schedule represent the most recent data available.

2023 and prior numbers have not been revised to match the County's updated data.

Table 9

	Assessed Value ⁽¹⁾	Personal Income ⁽²⁾ (in thousands)	Population ⁽²⁾	Percentage of Personal Income	Total Debt Per Capita
\$	10,390,833,820	37,286,156	381,500	0.93%	\$ 901
	8,172,143,380	32,412,414	378,000	1.21%	1,036
	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



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⁾
2024	\$ 326,106,820	\$ 39,580,000	\$ 286,526,820	0.29%	\$ 751	\$ 98,146,384,908	\$ 10,390,833,820	\$ 37,286,156	381,500
2023	369,956,998	35,715,000	334,241,998	0.45%	884	74,490,872,470	8,172,143,380	32,412,414	378,000
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

(1) Douglas County Government

<https://www.douglas.co.us/documents/2023-abstract.pdf/>

(2) Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2023-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.

2023 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

	2023	Entity's	Outstanding G. O. Debt	
	Assessed	Debt	Attributable to the	
	Valuation ⁽²⁾	Outstanding	Percent	Amount
Direct Debt				
Douglas County School District RE-1	\$ 10,390,833,820	\$ 345,490,634	100 %	<u>\$ 345,490,634</u>

Overlapping G.O. Debt ⁽¹⁾

Name of Overlapping Entity ⁽¹⁾	Valuation ⁽²⁾	Outstanding		
		G.O. Debt	Percent	Amount
Antelope Heights Metropolitan District(4)	\$ 24,260,420	\$ 10,241,000	100 %	\$ 10,241,000
Anthology West Metropolitan Dist. Nos. 2 and 4(4)(5)	30,718,650	9,652,000	100	9,652,000
Anthology West Metropolitan District No. 5(4)	5,603,640	5,328,000	100	5,328,000
Arapahoe County Water and Wastewater P.I.D.	1,053,584,891	114,545,000	9	10,652,685
Belford North and Belford South Metro. Districts(4)(5)	6,774,850	39,155,000	100	39,155,000
Bella Mesa Metropolitan District(4)	7,252,430	22,705,000	100	22,705,000
Canterberry Crossing Metropolitan District	48,313,770	7,090,000	100	7,090,000
Canterberry Crossing Metropolitan District II	35,738,480	7,565,000	100	7,565,000
Canyons Metropolitan Districts Nos. 1 and 3(4)(5)	4,701,670	31,270,000	100	31,270,000
Canyons Metropolitan District No. 5(4)	72,498,860	85,657,000	100	85,657,000
Canyons Metropolitan District No. 6(4)	72,498,850	21,399,000	100	21,399,000
Carousel Farms Metropolitan District(4)	4,853,930	3,162,500	100	3,162,500
Castle Oaks Metropolitan District(4)	41,784,370	13,665,000	100	13,665,000
Castle Oaks Metropolitan District No. 3(4)	50,578,440	34,250,000	100	34,250,000
Castle Pines Comm. Metro. Dist. Nos. 3 and 4(4)(5)	17,261,710	4,320,000	100	4,320,000
Castleview Metropolitan District No. 1(4)	21,870	18,887,000	100	18,887,000
Castleview Metropolitan District No. 2(4)	4,609,890	4,593,000	100	4,593,000
Castlewood Ranch Metropolitan District	57,505,490	12,510,000	100	12,510,000
Chambers Highpoint Metro. District Nos. 1 and 2(4)(5)	1,280,170	11,300,000	100	11,300,000
Cherokee Ridge Estates Metropolitan District	6,150,240	580,000	100	580,000
Cherry Creek South Metro. Districts Nos. 5 and 6(4)(5)	37,050	68,549,000	100	68,549,000
Cielo Metropolitan District(4)	9,335,450	17,942,000	100	17,942,000
Compark Business Campus Metropolitan District	94,369,450	46,370,000	100	46,370,000
Concord Metropolitan District	80,222,330	2,595,000	100	2,595,000
Consolidated Bell Mountain Ranch Metro. District	30,194,870	9,950,000	100	9,950,000
Cottonwood Highlands Metropolitan District No. 1(4)	24,469,650	19,135,000	100	19,135,000
Cottonwood Water and Sanitation District	179,708,323	4,059,066	100	4,059,066
Crowfoot Valley Ranch Metro. District No. 2(4)	32,401,310	63,768,000	100	63,768,000
Crystal Crossing Metropolitan District(4)	14,608,450	7,660,000	100	7,660,000
Crystal Valley Metropolitan District No. 2(4)	131,504,420	55,080,000	100	55,080,000
Crystal Valley Metropolitan Dist. No. 2 Subdistrict	3,816,150	3,600,000	100	3,600,000
Elkhorn Ranch Metropolitan District No. 1	18,476,314	7,940,000	100	7,940,000
Foxhill Metropolitan District No. 2(4)	8,833,760	6,000,000	100	6,000,000
Hess Ranch Metropolitan Dist. Nos. 4, 6 and 8(4)(5)	20,969,610	102,826,000	100	102,826,000
Highfield Metropolitan District(4)	54,370,460	4,740,000	100	4,740,000

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

Estimated Overlapping General Obligation Debt
(Continued)

Name of Overlapping Entity ⁽¹⁾	Valuation ⁽²⁾	Outstanding		Amount
		G.O. Debt	Percent	
Hillside at Castle Rock Metropolitan District(4)	1,635,070	6,149,000	100	6,149,000
Hilltop Metropolitan District(4)	2,043,460	1,855,000	100	1,855,000
Horse Creek Metropolitan District	20,812,060	3,450,000	100	3,450,000
Horseshoe Ridge Metro. Districts Nos. 1 to 3(4)(5)	16,648,250	3,850,000	100	3,850,000
Hunting Hill Metropolitan District(4)	9,823,170	7,075,000	100	7,075,000
Inspiration Metropolitan District(4)	96,273,980	74,920,000	100	74,920,000
Inverness Water and Sanitation District(6)	367,030,441	2,677,272	32	849,766
Jordan Crossing Metropolitan District	4,466,710	1,330,000	100	1,330,000
Lanterns Metropolitan District No. 1(4)	23,412,510	22,120,000	100	22,120,000
Lanterns Metropolitan District No. 2(4)	9,628,040	25,482,000	100	25,482,000
Lanterns Metropolitan District No. 3(4)	3,999,840	19,420,000	100	19,420,000
Larkspur Fire Protection District	239,240,730	710,000	100	710,000
Lincoln Creek Metropolitan District(4)	10,893,600	5,635,000	1	5,635,000
Lincoln Meadows Metropolitan District(4)	15,590,260	8,452,000	100	8,452,000
Lincoln Station Metropolitan District(4)	59,757,760	11,474,000	100	11,474,000
Louviers Water and Sanitation District(6)	3,564,870	1,463,735	100	1,463,735
Maher Ranch Metropolitan District No. 4(4)	50,045,780	13,374,000	100	13,374,000
Meadowlark Metropolitan District(4)	10,636,880	9,609,000	100	9,609,000
Meadows Metropolitan Districts Nos. 1 to 7 (7)	392,088,040	70,000,000	100	70,000,000
Meridian Metropolitan District	231,909,020	97,056,000	100	97,056,000
Meridian Village Metropolitan Dist. Nos. 1 and 2(5)	117,405,230	32,400,000	100	32,400,000
Miller's Landing Business Improvement District(8)	1,871,868	20,650,000	100	20,650,000
Mirabelle Metropolitan Districts Nos. 1 and 2(4)(5)	33,085,810	36,660,000	100	36,660,000
Neu Towne Metropolitan District(4)	18,335,880	12,115,000	100	12,115,000
North Pine Vistas Metropolitan District No. 2(4)	18,189,840	11,680,000	100	11,680,000
North Pine Vistas Metropolitan District No. 3(4)	23,986,800	18,424,000	100	18,424,000
North Pines Metropolitan District	6,997,408	1,525,000	100	1,525,000
Olde Town Metropolitan District(4)	5,013,870	830,000	100	830,000
Overlook Metropolitan District(4)	10,458,760	7,678,000	100	7,678,000
Parker Automotive Metropolitan District	16,647,030	19,785,000	100	19,785,000
Parker Homestead Metropolitan District	19,912,180	7,625,000	100	7,625,000
Parker Water and Sanitation District	1,194,943,096	74,055,000	100	74,055,000
Pine Bluffs Metropolitan District	31,077,743	3,240,000	100	3,240,000
Pinery West Metropolitan District No. 2(4)	68,336,440	3,740,000	100	3,740,000
Promenade at Castle Rock Metro. Dist. Nos. 1 to 3(5)	76,045,810	59,911,780	100	59,911,780
Rampart Range Metro. Districts Nos. 1, 2 and 7(4)(5)	336,868,840	168,099,000	100	168,099,000
Rampart Range Metro. Dist. Nos. 5, 6 and 8(4)(5)	11,973,260	120,000,000	100	120,000,000
Ravenna Metropolitan District(4)	36,032,480	46,900,000	100	46,900,000
Reata North Metropolitan District(4)	53,002,460	8,395,000	100	8,395,000
Reata Ridge Village Metro. Dist. Nos. 1 and 2(4)(5)	8,227,860	5,689,000	100	5,689,000
Reata South Metropolitan District(4)	34,483,760	19,330,000	100	19,330,000
Regency Metropolitan District(4)	9,409,480	3,720,000	100	3,720,000
Remuda Ranch Metropolitan District(4)	5,910,360	9,042,000	100	9,042,000
Robinson Ranch Metropolitan District	4,897,220	1,635,000	100	1,635,000
Rock Canyon Metropolitan District(4)	2,296,800	2,035,000	100	2,035,000
Roxborough Water and Sanitation District(6)	450,323,037	16,493,681	56	9,261,202

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

<u>Estimated Overlapping General Obligation Debt</u>				
<u>(Continued)</u>				
Name of Overlapping Entity ⁽¹⁾	Valuation ⁽²⁾	Outstanding G.O. Debt	Percent	Amount
Roxborough Water and Sanitation District – Plum Valley Heights Subdistrict(6)	29,471,420	5,131,885	100	5,131,885
Salisbury Heights Metropolitan District(4)	6,113,540	2,808,000	100	2,808,000
Sierra Ridge Metropolitan District No. 2(4)	51,897,900	24,040,000	100	24,040,000
Solitude Metropolitan District	10,420,190	4,770,000	100	4,770,000
South Meridian Metropolitan District	49,975,200	3,580,000	100	3,580,000
South Suburban Park and Recreation District	4,424,110,277	35,020,000	24	8,422,310
Spring Valley Metropolitan District No. 4(4)	529,472	14,761,000	100	14,761,000
Sterling Ranch Colorado Metro. District No. 2(9)	45,374,980	39,057,000	100	39,057,000
Sterling Ranch Colorado Metro. District No. 3(9)	66,826,210	112,217,000	100	112,217,000
Stone Canon Ranch Metropolitan District	2,545,040	690,000	100	690,000
Stone Creek Metropolitan District(4)	15,713,880	9,683,000	100	9,683,000
Stonegate North Villages Metropolitan District(4)	62,442,910	28,680,000	100	28,680,000
Stonegate Village Metropolitan District	128,816,960	6,350,000	100	6,350,000
Tallman Gulch Metropolitan District(4)	8,501,420	9,310,000	100	9,310,000
Thunderbird Water and Sanitation District	11,055,630	3,761,485	1	3,761,485
Timbers Metropolitan District	17,369,170	6,415,000	100	6,415,000
Trails at Crowfoot Metropolitan Dist. Nos. 1 to 3(4)(5)	33,505,380	54,215,000	100	54,215,000
Trails Metropolitan District(4)	6,145,530	6,999,000	100	6,999,000
Two Bridges Metropolitan District(4)	4,788,500	3,683,000	100	3,683,000
Village on the Green Metro. District No. 1	3,793,110	1,244,000	100	1,244,000
Villages at Castle Rock Metropolitan Dist. No. 4 and Founders Village Metropolitan District(10)	1,581,430	25,911,000	100	25,911,000
Villages at Castle Rock Metropolitan District No. 6(4)	57,894,600	56,954,000	100	56,954,000
Villas Metropolitan District(4)	6,424,690	4,875,000	100	4,875,000
West Metro Fire Protection District	6,144,657,094	11,600,000	4	421,080
Westcreek Metropolitan Districts Nos. 1 and 2(4)(5)	13,197,700	7,800,000	100	7,800,000
Total Overlapping				\$ 2,304,674,494
Total Direct Debt and Overlapping Debt				\$ 2,650,165,128

- (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; Bear Ridge Metropolitan District; Canyons Metropolitan Districts Nos. 2, 4 and 7 to 11; Castle Oaks Metropolitan District No. 2; City of Castle Pines; 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; Castle Rock Urban Renewal Authority; Castleton Center Water and Sanitation District; Cedar Hill Cemetery Association; Centennial Water and Sanitation District; Chambers Commercial Center Business Improvement District; Chatfield South Water District; Cherry Creek Basin Water Quality Authority; Cherry Creek South Metropolitan Districts Nos. 1, 4 and 7 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 Trails Metropolitan Districts Nos. 1 to 7; 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 District No. 07-01, Lincoln Station; 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; Elora Crossing Commercial Metropolitan District; Elora Crossing Residential Metropolitan District; Fields Metropolitan Districts Nos. 1 to 3; 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. 5 and 7; Hidden Pointe

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Estimated Overlapping General Obligation Debt

Estimated Overlapping General Obligation Debt

(Continued)

Metropolitan District; High Prairie Farms Metropolitan District; Highlands Ranch Metropolitan District; Inverness Metropolitan Improvement District; Jackson 105 Fire Protection District; Kime Ranch Metropolitan District; Kings Point South Metropolitan Districts Nos. 1 to 3; Kiowa Soil Conservation District; Lanterns Metropolitan Districts Nos. 4 and 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. 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; Piney Lake Trails Metropolitan Districts Nos. 1 and 2; Rampart Range Metropolitan Districts Nos. 3, 4 and 9; Range Metropolitan Districts Nos. 1 to 3; Rattlesnake Fire Protection District; Regional Transportation District; RockingHorse Metropolitan District No. 1; Roxborough Village Metropolitan District; Scott Gulch 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; Southeast Public Improvement Metropolitan District; Southgate Sanitation District; Southgate Water District; Southwest Metropolitan Water and Sanitation District; Spring Valley Metropolitan District No. 5; Sterling Ranch Colorado Metropolitan Districts Nos. 1 and 4 to 7; Sterling Ranch Colorado Metropolitan District No. 4 Subdistricts A to D; Sterling Ranch Colorado Metropolitan District No. 7 Subdistricts A to C; Town of Castle Rock Festival Park Commons General Improvement District; Town of Parker My Mainstreet General Improvement District; 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; Valley View Metropolitan Districts Nos. 1 to 3; Villages at Castle Rock Metropolitan Districts Nos. 7 and 9; West Douglas County Fire Protection District; Westcreek Lakes Water District; Westfield Metropolitan Districts Nos. 1 and 2; and The Yard Metropolitan District.

- (2) The 2023 assessed valuation figures certified by the County Assessors are for the collection of ad valorem property taxes in 2024.
- (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 or special revenue bonds secured by a required mill levy, specific ownership taxes, and other available moneys.
- (5) The district that issued the debt receives property tax revenues from additional districts. The assessed valuation figure in the table includes the issuer and all districts that transfer property tax revenue towards repayment of the general obligation debt.
- (6) 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.
- (7) 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.
- (8) 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.
- (9) 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.
- (10) 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 (\$136,540,156 as of December 31, 2022), and principal amounts due as of such date will be discharged. The 2023 assessed valuation of Founders Village Metropolitan District is \$83,532,430.

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



Douglas County School District
Learn Today, Lead Tomorrow

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DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Legal Debt Margin
For The Last Ten Fiscal Years

	2024	2023	2022	2021
Debt Limit ⁽¹⁾	\$ 2,078,166,764	\$ 1,634,428,676	\$ 1,627,980,522	\$ 1,494,015,398
Total Debt Applicable to Limit	345,490,634	391,481,819	426,660,513	498,866,191
Legal Debt Margin ⁽²⁾	1,732,676,130	1,242,946,857	1,201,320,009	995,149,207
Total Debt Applicable to the Limit as a Percentage of Debt Limit	16.62%	23.95%	26.21%	33.39%

⁽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

2020	2019	2018	2017	2016	2015
\$1,457,815,010	\$1,293,824,122	\$1,272,326,686	\$1,139,199,846	\$ 1,118,599,418	\$ 956,062,612
543,637,736	584,991,349	350,319,165	394,596,031	441,381,527	505,233,996
914,177,274	708,832,773	922,007,521	744,603,815	677,217,891	450,828,616
37.3%	45.21%	27.53%	34.64%	39.46%	52.85%

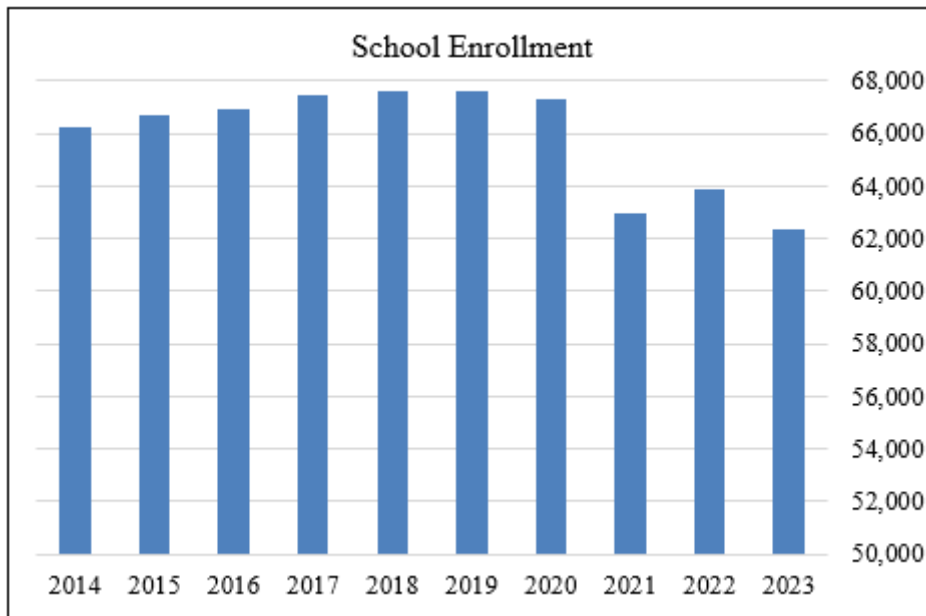
DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

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
2023	381,500	\$ 99,168	\$ 37,286,156	2.72	39.7	62,341	3.0%
2022	378,000	90,341	32,412,414	2.70	39.3	63,876	2.3%
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%

⁽¹⁾ 2023 Douglas County Annual Comprehensive Financial Report
<https://www.douglas.co.us/documents/2023-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.
 2022 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

	2022 ⁽²⁾			2014		
	Employees		Percent of Total County Employment	Employees		Percent of Total County Employment
Douglas County School District ⁽¹⁾	8,500	1	4.41%	5,470	1	3.32%
Charles Schwab	3,450	2	1.79%			
DISH Network	2,500	3	1.30%			
Centura Health	1,970	4	1.02%			
Healthone: Sky Ridge Medical	1,470	5	0.76%	1,300	4	0.79%
Douglas County Government	1,453	6	0.75%	1,110	6	0.67%
Kiewit Companies	1,400	7	0.73%			
VISA Debit Processing Services	1,180	8	0.61%	700	10	0.42%
Lockheed Martin Corporation	1,010	9	0.52%			
Specialized Loan Servicing LLC	820	10	0.43%			
Jacobs Engineering FKA CH2M Hill				2,000	2	1.21%
EchoStar Communications				1,930	3	1.17%
Western Union				1,130	5	0.69%
Centura: Parker Adventist Hospital				900	7	0.55%
The Trizetto Group				840	9	0.51%
Information Handling Services				890	8	0.54%
AVA YA						
Total for Principal Employers	<u>23,753</u>		<u>12.3%</u>	<u>16,270</u>		<u>9.9%</u>
Total Employment in Douglas County	192,563			164,925		

2023 Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2023-annual-comprehensive-financial-report.pdf/>⁽¹⁾ Based on full time equivalent.⁽²⁾ 2023 Data was not available when published

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Full-time Equivalent (FTE) District Employees by Function/Program
Last Ten Fiscal Years

	2024	2023	2022
Instructional Services			
Teacher	2,538	2,470	2,524
Teacher - Special Education	591	570	564
Instructional & Educational Assistants ⁽²⁾	242	231	245
Educational Assistants - Special Education ⁽²⁾	632	540	560
Preschool ⁽²⁾	60	70	78
Outdoor Education ⁽²⁾	24	28	20
School Support			
Principals & Assistant Principals	174	174	173
Counselors	165	165	162
Student Support - Special Education	151	131	134
Student Support - Specialized Programming	17	11	11
Deans	25	21	26
Professional Learning Specialists	37	33	28
Librarians & Library Specialists/Assistants ⁽²⁾	57	54	52
Nurses & Health Assistants ⁽²⁾	95	88	86
Office/Administrative Support ⁽²⁾	324	312	284
Professional, Technical & Administrators	98	90	82
General Administration			
Executive Cabinet	9	9	8
Office/Administrative Support ⁽²⁾	48	52	51
Professional, Technical & Administrators	108	95	89
Other Support Staff ⁽²⁾	4	3	4
Before and After School Child Care			
Preschool & Child Care ⁽²⁾	97	98	103
Operations & Maintenance			
Office/Administrative Support ⁽²⁾	5	6	6
Skilled Trade ⁽²⁾	195	178	184
Security Services ⁽²⁾	123	77	69
Transportation ⁽²⁾	226	223	250
Professional, Technical & Administrators	10	10	10
Nutrition Services			
Kitchen & Office Workers ⁽²⁾	299	270	266
Total	6,354	6,009	6,069

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

2021	2020	2019	2018	2017	2016	2015 ⁽¹⁾
2,624	2,581	2,539	2,551	2,563	2,579	2,608
576	581	562	545	521	497	471
229	307	291	291	295	288	343
569	607	567	539	510	441	411
80	89	85	89	84	85	81
12	22	18	19	18	17	13
170	171	170	167	153	153	148
163	167	104	87	78	75	75
127	128	138	136	127	129	128
11	9	8	6	11	8	8
25	26	24	25	39	33	34
32	36	33	39	46	51	55
57	62	62	68	68	71	77
87	84	74	70	57	84	61
288	306	313	321	324	296	280
76	81	77	72	78	84	70
10	10	11	9	10	13	14
52	57	60	66	72	69	82
83	91	88	89	89	82	83
4	5	6	6	7	6	5
111	118	132	142	147	142	126
8	8	8	9	9	8	9
205	220	223	228	232	232	238
71	81	69	77	73	70	71
257	347	343	360	368	398	381
11	13	13	12	16	14	16
236	270	265	260	246	240	225
6,174	6,477	6,283	6,283	6,241	6,165	6,113

⁽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

	2024	2023	2022	2021
School Enrollment ⁽¹⁾	61,964	62,341	63,876	62,979
Funded Pupil Count (FPC) ⁽¹⁾	61,854	63,158	64,035	63,534
Average Student Teacher Ratio ⁽¹⁾	18.0	18.0	18.1	18.0
Expenses - Total Governmental Funds	\$ 1,012,030,554	\$ 926,697,372	\$ 929,612,521	\$ 845,555,316
Cost per FPC	\$ 16,362	\$ 14,637	\$ 14,517	\$ 13,309
Building Square Footage	6,945,428	6,921,478	6,714,527	6,714,527
Free & Reduced Student Count ⁽¹⁾	10,478	6,696	7,025	6,812
% of Free & Reduced to Total School Enrollment	16.9%	10.9%	10.8%	10.8%
Graduation Rate ⁽¹⁾	*	90.8%	88.5%	90.7%
Dropout Rate ⁽¹⁾	*	1.0%	0.9%	0.6%
CDE Average Teacher Salary ⁽¹⁾	\$ 68,535	\$ 61,449	\$ 58,193	\$ 57,919

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

* Information not available

Table 16

2020	2019	2018	2017	2016	2015
67,305	67,591	67,597	67,470	66,896	66,702
65,405	63,926	63,977	63,729	63,572	63,354
18.9	18.8	20.1	20.3	20.8	22.4
\$ 862,058,228	\$ 785,389,320	\$ 700,220,460	\$ 687,152,635	\$ 667,762,744	\$ 641,161,383
\$ 13,180	\$ 12,286	\$ 10,945	\$ 10,782	\$ 10,504	\$ 10,120
6,714,527	6,714,527	6,714,527	6,714,527	6,680,458	6,678,758
7,896	8,053	8,135	7,788	7,954	7,326
12.0%	11.9%	12.4%	11.9%	12.2%	11.2%
91.2%	91.7%	90.8%	90.4%	90.1%	90.0%
0.6%	0.6%	0.7%	0.7%	0.6%	0.8%
\$ 60,557	\$ 59,471	\$ 53,080	\$ 52,044	\$ 51,274	\$ 50,165

DOUGLAS COUNTY SCHOOL DISTRICT RE. 1

Capital Asset Statistics by Type
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
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	17	17	18	18	18	16	15	15
Magnet Schools	2	2	2	2	2	2	2	2	2	2
Alternative Education	6	5	4	2	2	2	2	2	2	2
Plum Creek - Special Education	1	1	1	1	1	1	1	1	1	1
Legacy Campus - CTE	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



Douglas County School District
Learn Today, Lead Tomorrow

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Douglas County School District
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***COMPLIANCE
SECTION***



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, 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, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 22, 2024. Our report includes a reference to other auditors who audited the financial statements of the District's Charter Schools, discretely presented component units, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the District's Charter Schools, aggregate discretely presented component units, with the exception of HOPE Online Learning Academy Co-op, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or reportable instances of noncompliance associated with these entities.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control

Board of Education
Douglas County School District Re.1

that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

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

Purpose of This Report

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



CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 22, 2024



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Douglas County School District Re.1 (the District)'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal Program

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

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

Other Matter – Federal Expenditures Not included in the Compliance Audit

The District's basic financial statements include the operations of the discretely presented component units, which expended federal awards which is not included in the District's schedule of expenditures of federal awards during the year ended June 30, 2024. Our compliance audit, described in the Opinion on Each Major Federal Program, does not include the operations of the discretely presented component units because the individual component units each engaged other auditors to perform an audit of compliance.

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2024-001 and 2024-002. Our opinion on the major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-001 and 2024-002 to be significant deficiencies.

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

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Board of Education
Douglas County School District Re.1

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 22, 2024

Douglas County School District RE.1

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass through Grantor Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Treasury			
Pass-Through			
Colorado Department of Early Childhood			
COVID-19 - Workforce Sustainability Grant	21.027	7127	\$ 492,986
Total Department of Treasury			<u>492,986</u>
U.S. Department of Education			
Pass-Through			
Colorado Department of Education			
COVID-19 - ESSER III Fund	84.425U	4414	20,062
COVID-19 - ESSER III Rapid Request	84.425U	4461	86,411
COVID-19 - ESSER III Set Aside - Learning Loss	84.425U	9414	412,804
COVID-19 - ESSER ARP Expanded Learning Opportunity	84.425U	4449	52,508
COVID-19 - ESSER Mentor Grant	84.425U	4436	213,270
COVID-19 - ESSER ELO - Summer School	84.425U	4438	79,246
COVID-19 - ARP-HCY II	84.425W	8426	31,756
State of Colorado Office of the Governor			
COVID-19 - GEER Science Bright Spot Award	84.425V	6427	50,000
Total ALN No. 84.425			<u>946,057</u>
Title I, Part A	84.010	4010	1,195,300
Title I, Part A - Homeless Set Aside	84.010	9202	279,960
Title I, Part A - Non-Public Set-Aside	84.010	9205	9,161
Title I, Part A - Parent Activities	84.010	9211	27,456
Total ALN No. 84.010			<u>1,511,877</u>
Title IV-A: Student Support and Academic Enrichment	84.424	4424	10,059
Title IV, Part A – Well-Rounded Education	84.424	4421	89,351
Title IV, Part A – Safe and Healthy Students	84.424	4422	52,128
Title IV, Part A – Effective Use of Technology	84.424	4423	620
Title IV, Part A – Carryover for Well-Rounded Education	84.424	4426	14,427
Title IV, Part A – Carryover for Safe and Healthy Students	84.424	4427	80,064
Title IV, Part A – Carryover for Effective Use of Technology	84.424	4428	95
Total ALN No. 84.424			<u>246,744</u>
Title II, Part A: Improving Teacher Quality	84.367	4367	685,503
Title III, Part A: English Language Acquisition Grants	84.365	4365	313,150
Title III Immigrant Set-Aside	84.365A	7365	713
Title V, Part B: Charter School Grant	84.282	5282	136,868
Special Education Cluster:			
IDEA Part B: Special Education (IDEA, Part B)	84.027A	4027	11,052,972
COVID-19 - ARP IDEA Part B: Special Education (IDEA, Part B)	84.027X	6027	47,281
IDEA Part B: Special Education - Preschool	84.173A	4173	168,408
COVID-19 - ARP IDEA Part B: Special Education - Preschool	84.173X	6173	2,184
Total Special Education Cluster			<u>11,270,845</u>
State Board for Community College and Occupational Education			
Career & Technical Education Grant	84.048	4048	223,825
Total Department of Education			<u>15,335,582</u>

Douglas County School District RE.1

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services			
Pass-Through			
Colorado Department of Early Childhood			
COVID-19 - Child Care Operations Stabilization Grant	93.575	7575	291,679
Expanding Quality in Infant Toddler	93.575	7575-5052	16,486
Colorado Shines Quality Improvement (CSQI)	93.575	7575-5053	35,222
Colorado Shines Quality Improvement (CSQI) GAE	93.575	7575-5054	6,705
Local Coordinating Organizations (LCO)	93.575	7575-5055	44,990
Emerging & Expanding Child Care Grant (EECCG)	93.575	7575-5058	311,713
Coaches Professional Development GAE Grant	93.575	7575-5059	3,066
COVID-19 - Capacity Building Grant	93.575	8575	439,946
Total Child Care Cluster			<u>1,149,807</u>
Colorado State Department of Education			
School Nurse Workforce Grant	93.354	7354	20,352
Total Department of Health and Human Services			<u>1,170,159</u>
U.S. Department of Agriculture			
Pass-Through			
Colorado Department of Education			
Child Nutrition Cluster:			
Pass-Through			
Colorado Department of Education			
National School Breakfast Program	10.553	4553	759,162
Food Distribution - Commodities	10.555	4555	1,255,535
National School Lunch Program	10.555	4555	6,068,023
Summer Food Program for Children	10.559	4559	193,378
Supply Assistance Grant	10.555	6555	1,256,574
Total Child Nutrition Cluster			<u>9,532,672</u>
Equipment Grant	10.579	5579	70,995
Total Department of Agriculture			<u>9,603,667</u>
U.S. Federal Communication Commission			
Emergency Connectivity Fund	32.009		338,406
Total Federal Communication Commission			<u>338,406</u>
U.S. Environmental Protection Agency			
Pass-Through			
Colorado Alliance for Environmental Education EPA Region 8			
Environmental Education Grants Program	66.951	7951	1,646
Total Environmental Protection Agency			<u>1,646</u>
Total Expenditures of Federal Awards			<u><u>\$ 26,942,446</u></u>

Douglas County School District RE. 1

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2024

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Douglas County School District RE. 1 (the District) for the year ended June 30, 2024. The schedule does not include the federal grant activity of the District's Charter Schools, discretely presented component units, for grants in which the District is not named as the fiscal agent. Charter Schools federal grant activity in which they are their own fiscal agent will be included in their separately issued audit. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included in the schedule. The information in this schedule is presented in accordance with the requirements of Title 2 CFR Part 200. *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Because the schedule presents only a select portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

Note 2. Significant Account Policies

The accompanying schedule of expenditures of federal awards is presented on the modified accrual basis of accounting. Expenditures of federal awards are recognized in the accounting period when the liability is incurred. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where in certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. Noncash Assistance

The schedule includes federal awards in the form of noncash assistance (food commodities) received during the year in the amount of \$1,255,535 from the U.S. Department of Agriculture passed through the State Department of Education and the State Department of Human Services - ALN No. 10.555. The commodities are recognized as expenditures when used by the schools and are valued at current market price.

Note 4. Subrecipients

For the year ended June 30, 2024, the District did not pass through any federal grants to subrecipients.

Note 5. Indirect Cost Rate

The District has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. RE.1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

Assistance Listing Number(s)

10.553, 10.555, 10.559

Name of Federal Program or Cluster

Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs:

\$808,273

Auditee qualified as low-risk auditee?

 x yes _____ no

**DOUGLAS COUNTY SCHOOL DISTRICT NO. RE.1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

2024 – 001: Procurement

Federal Agency: Department of Agriculture

Federal Program Name: Child Nutrition Cluster

Assistance Listing Number: 10.553, 10.555, 10.559

Federal Award Identification Number and Year: 24UT311N1099 - 2024

Pass-Through Agency: Colorado Department of Education

Pass-Through Numbers: 4553, 4555, 4559, 6555

Award Period: July 1, 2023 – June 30, 2024

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Non-federal entities other than states, including those operating federal programs as subrecipients of states, must follow the procurement standards set out at 2 CFR sections 200.318 through 200.326. They must use their own documented procurement procedures, which reflect applicable state and local laws and regulations, provided that the procurements conform to applicable federal statutes and the procurement requirements identified in 2 CFR Part 200. This procurement process must be documented with proper supporting documentation.

Condition: We noted that the District does have policies and procedures in place for compliance with procurement requirements. However, we noted one out of eight vendors did not have an updated sole source justification form on file covering the current fiscal year.

Questioned costs: None

Context: One vendor, out of a sample of eight, did not have an updated sole source justification form covering the current fiscal year.

Cause: The District's approval of sole source justification forms is typically valid for the life of the business with the vendor, but this one instance had an expiration date on the approval of the vendor as a sole source that ended prior to the current fiscal year. An updated sole source justification form was not completed after the expiration of the previous approval.

Effect: Failure to document the procurement process exposes the District to the risk that the District's procurement policy was not followed before the contracts were awarded.

Repeat Finding: No

**DOUGLAS COUNTY SCHOOL DISTRICT NO. RE.1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Recommendation: We recommend the District review their controls and procedures surrounding procurement to ensure their purchasing policy is followed.

Views of responsible officials: There is no disagreement with the audit finding.

2024 – 002: Suspension & Debarment

Federal Agency: Department of Agriculture

Federal Program Name: Child Nutrition Cluster

Assistance Listing Number: 10.553, 10.555, 10.559

Federal Award Identification Number and Year: 24UT311N1099 - 2024

Pass-Through Agency: Colorado Department of Education

Pass-Through Numbers: 4553, 4555, 4559, 6555

Award Period: July 1, 2023 – June 30, 2024

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 2 CFR 200.303, requires that non-federal entities receiving federal awards establish and maintain internal control designed to reasonably ensure compliance with federal statutes, regulations, and the terms and conditions of the federal award. Effective internal controls should include procedures in place to ensure the required certifications for covered contracts and subawards are received, documented, and contracts are not made with a debarred or suspended party.

Condition: We noted that the District does have policies and procedures in place for compliance with suspension and debarment requirements; however, we noted one out of eight vendors selected for testing had not been checked to verify they were not suspended or debarred. We did verify this vendor was not currently suspended or debarred through verification per SAM.gov and therefore, the District is in compliance with the grant requirements.

Questioned costs: None

Context: One vendor, out of a sample of eight, was found to have no evidence of verification that the vendor was not suspended or debarred. We did later verify that the vendor was not suspended or debarred.

Cause: The District switched to working with the vendor directly mid-year and did not perform the suspension and debarment check at that time. The District's Master Service Agreements contain a clause regarding suspension and debarment but a Master Service Agreement was not entered into with the vendor at that time.

Effect: The District could not be compliance with suspension and debarment requirements for its federal programs.

Repeat Finding: No

Recommendation: We recommend that the District implement policies for verifying suspension and debarment compliance for all transactions with vendors who do not have an existing Master Services

**DOUGLAS COUNTY SCHOOL DISTRICT NO. RE.1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Agreement. For vendors with long term agreements, we also recommend reviewing the vendor's status in SAM.gov at the start of each fiscal year.

Views of responsible officials: There is no disagreement with the audit finding.

Section IV – Prior Year Audit Findings

Douglas County School District Re. 1 respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2024.

Audit period: July 1, 2023 – June 30, 2024

FINDINGS—FINANCIAL STATEMENT AUDIT

There were no financial statement findings in the prior year.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

There were no federal award program audit findings in the prior year.



Colorado Department of Education
Auditors Integrity Report
 District: 0900 - Douglas County Re 1
 Fiscal Year 2023-24
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
	+		-	=
Governmental				
10 General Fund	173,386,293	660,492,065	647,684,277	186,194,080
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	0	0	0	0
Sub- Total	173,386,293	660,492,065	647,684,277	186,194,080
11 Charter School Fund	76,296,346	218,947,727	208,390,034	86,854,039
20,26-29 Special Revenue Fund	67,043,930	48,824,645	68,833,893	47,034,683
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	5,842,797	35,988,882	33,872,938	7,958,741
22 Govt Designated-Purpose Grants Fund	0	17,349,396	17,349,396	0
23 Pupil Activity Special Revenue Fund	0	0	0	0
25 Transportation Fund	2,729,579	33,272,875	27,725,839	8,276,615
31 Bond Redemption Fund	77,167,416	57,491,713	53,031,019	81,628,110
39 Certificate of Participation (COP) Debt Service Fund	4,724	1,120,267	1,123,125	1,865
41 Building Fund	7,909,008	521,211	8,430,219	0
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	410,380,093	1,074,008,781	1,066,440,740	417,948,134
Proprietary				
50 Other Enterprise Funds	-2,515,378	995,455	1,190,624	-2,710,547
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	1,205,997	12,768,501	9,706,814	4,267,685
Totals	-1,309,382	13,763,956	10,897,437	1,557,138
Fiduciary				
70 Other Trust and Agency Funds	24,378	52,000	44,999	31,380
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	24,378	52,000	44,999	31,380

FINAL

11/26/24

