

Douglas County School District Annual Comprehensive Financial Report

For Year Ended June 30, 2025



**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, 2025



Erin Kane
Superintendent

Prepared by:
Office of Business Services

Jana L. Schleusner
Chief Financial Officer

Eric Varner
Director of Finance

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Introductory Section



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Board of Education

Mission Statement

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



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 |



Leadership Team

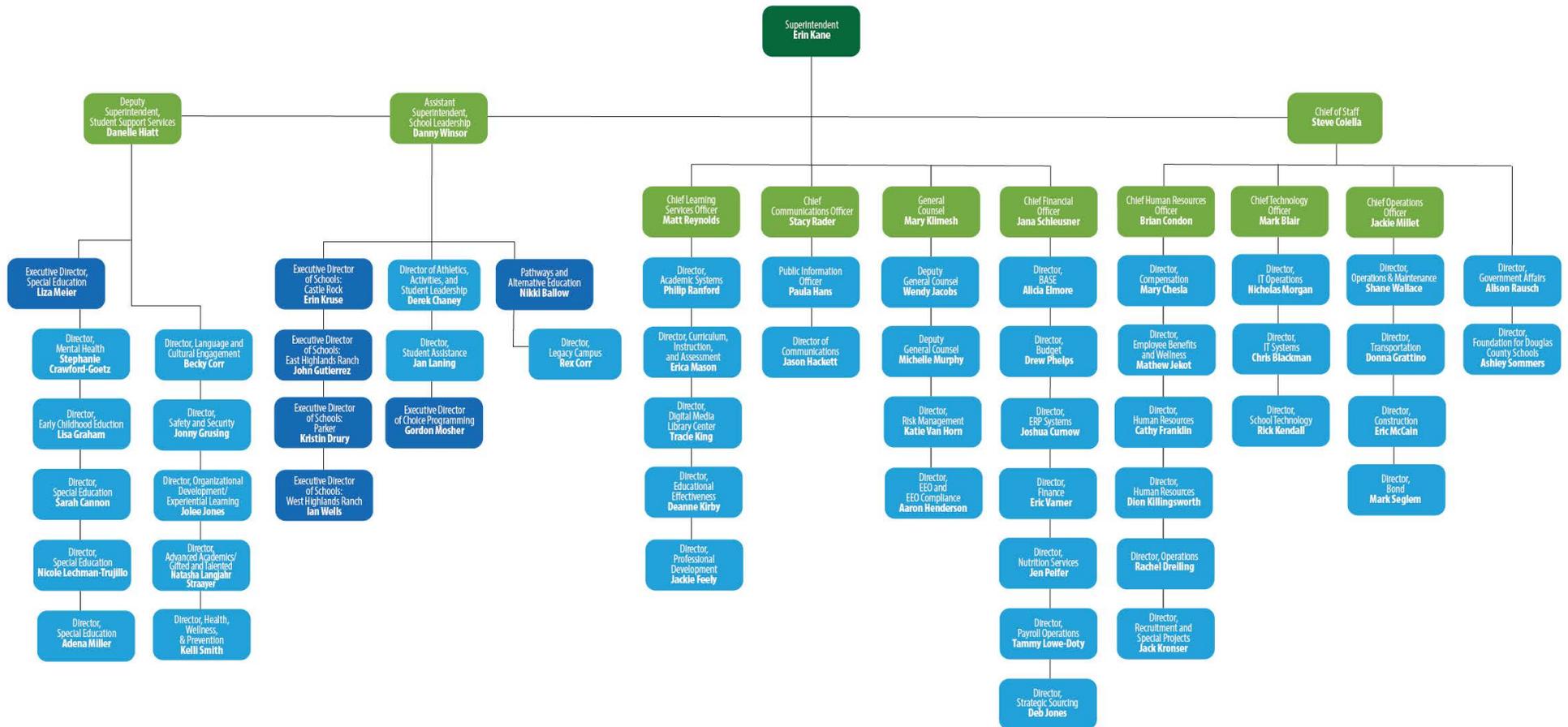
Erin Kane

Superintendent



Superintendent Cabinet

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



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 Goals

On September 24, 2024, the Douglas County School District Board of Education unanimously approved the following goals (sometimes referred to as “end statements” or “ends”).

- Global End Statement
- Academic Excellence and Life Skills
- Mindsets and Dispositions

Indicators of Success

Global End Statement

(Approved at the September 24, 2024 Board of Education Meeting)

All students will develop the knowledge, skills, mindsets and dispositions needed to achieve their highest individual potential in a safe, accessible, thriving, and welcoming learning environment. These results shall be produced at a cost that demonstrates good stewardship of resources.

Monitoring Method: Staff Monitoring Report Monitoring Frequency: Annually (See Agenda Planning Calendar, GP 1.5)

Academic Excellence and Life Skills

(Approved at the September 24, 2024 Board of Education Meeting)

1. Students have the knowledge and skills appropriate to their age and learning ability, to qualify for higher levels of learning, employment of their choice, or independent living.
 - 1.1. Students graduate with cognitive skills, digital skills, and civic responsibility, to each student’s individual potential.
 - 1.2. Students graduate with workforce readiness skills.
 - 1.3. Students graduate with independent learning skills.

Monitoring Method: Staff Monitoring Report

Monitoring Frequency: Annually (See Agenda Planning Calendar, GP 1.5)

Mindsets and Dispositions

(Approved at the September 24, 2024 Board of Education Meeting)

1. Students acquire the necessary self-leadership skills and interpersonal skills that enable them to become responsible and engaged members of society.

- 1.1. Students develop their individual strengths, to support their social, emotional, and physical well-being.
- 1.2. Students graduate as responsible and engaged members of society, contributing positively within their individual ability and interests.

Monitoring Method: Staff Monitoring Report

Monitoring Frequency: Annually (See Agenda Planning Calendar, GP 1.5)





Mrs. Erin Kane
Superintendent

December 19, 2025

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, 2025. 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, 2025. 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, 2025, 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 383,911 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 61,851 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 1,368 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 second 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 by the Department of Early Childhood (CDEC). About 2,055 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 with two sites located in Parker, 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 before 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 the 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, 2025, Mrs. Erin Kane completed her second year as Superintendent of the District. Throughout fiscal year 2025, 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, the District maintained the rank of top-scoring district in the Denver/metro area for the second year in a row. Douglas County School District is dramatically narrowing the achievement gap for all state-identified subgroups, including minority, Free and Reduced Lunch (FRL) eligible, multilingual learners, and students with disabilities. In addition, the District was one of the first in the nation to have its students exceed pre-pandemic academic achievement scores. In an effort to provide additional options and support for our students, the District opened the Legacy Campus, which is available to all high school students in the District. The campus offers Career and Technical Education in nine different pathways and will be adding 4 additional pathways in the 2026-2027 school year for a total of 13 pathways. Many students earn certifications that allow them to immediately start a career after high school.

Consistent with the past several years, the largest budget priority for the year, half the total budget increase, was to continue investing in employees with the goal of being able to recruit, retain, develop, and reward the best employees for students. The District's culture and climate norms continue to be a focus. These norms focus on creating an atmosphere of respect and safe mistakes. Together, these initiatives, among others, have significantly reduced turnover from the previous years. According to the Colorado Department of Education, the District's staff turnover rate has improved from 23.2% (12/2021-12/2022) to 16.09% (12/2023-12/2024).

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 the 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.

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. The approved bond will be issued in two separate installments. The first installment was sold in December 2024 and resulted in total proceeds of over \$307 million. These proceeds provide one-time funds for capital needs such as security upgrades, facility repairs, classroom furnishings, buses, technology, and more.

As the District looks forward to the 2025-2026 school year, there are still many exciting things on the horizon. The District is embarking on rolling out a new strategic plan to prepare our children to LEAD THE WAY in our ever-changing world. This plan includes the five cornerstone commitments of academic excellence, strategic technology integration, essential mindsets and dispositions, future-ready graduates (post-secondary readiness and life skills), and thriving schools and thriving communities. During the 2025-2026 school year, the District is focused on implementing specific strategies addressing each of these cornerstones to prepare our students for the successes and challenges on their chosen path forward.

Demographic Trends: The population in Douglas County increased by 0.6 percent from the prior calendar year, or 2,411 more residents. Home sales in Douglas County remained unchanged from the previous year. Home prices for detached homes rose year-over-year by 3.8 percent and was partially offset by a decrease in home prices for attached homes by 4.2 percent. Foreclosure filings increased by 33.3 percent compared to the prior year. Additionally, county building officials issued permits for at least 222,398 square feet of nonresidential space valued at approximately \$26.7 million during the first quarter of 2025, the largest of which is a storage facility in Castle Pines valued at \$10.8 million.

Employment in Douglas County increased 0.6 percent year over year in the fourth quarter of 2024. The Douglas County unemployment rate was 4.5 percent in the first quarter of 2025, up 0.9 percentage points year over year. Douglas County had the lowest unemployment rate among the seven counties in Metro Denver. Colorado's unemployment rate was 4.9 percent, and the U.S. unemployment rate was 4.4 percent, marking a 0.9 percent rise in the state and a 0.3 percent increase in the U.S. Finally, employment in the county increased 0.8 percent year over year in the fourth quarter of 2024, rising by 1,113 jobs.

Douglas County School District enrollment is continuing to decline, yet it remains the third-largest school district in the State of Colorado. Student growth remains an important factor in 2025-2026 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 2025-2026 is estimated at 59,341 (charter schools are also included in pupil counts) students. The Funded Pupil Count (FPC) for 2025-2026 is projected at 59,982, of which 1,307 are online students.

Though the District is at a relatively low student growth point in its history, Douglas County is expected to grow substantially over the next 15 years with residential and commercial growth. The Colorado State Demography Office Forecast for Douglas County projects approximately a 20 percent increase in population over the next 20 years, translating into approximately 70,000 additional residents from now until 2040. However, even with this expected growth, the projection for school-age children is anticipated to decline from now to 2030.

The Sterling Ranch development, which broke ground in July 2015, is zoned for 12,050 homes. The nearby Solstice development has been under development since 2020. As of early 2025, approximately 3,200 homes in Sterling Ranch have been built or are under construction, and approximately 600 of the zoned 1,100 homes in Solstice have been completed. Collectively, the Sterling Ranch development and the Solstice development (located just north of Titan Rd. and directly south of Chatfield State Park and Reservoir) have been completing, on average, over 500 single-family homes per year, and over 350 multi-family/apartment units were recently added to the area with the 2024 completion of The Broadstone Sterling Ranch. These two growing communities are home to over 1,400 DCSD students as of the 2025-26 school year and will be home to one of the District's two new elementary schools, scheduled to open for the 2027–2028 school year.

The District's second new elementary school is scheduled to open in fall 2027 in the RidgeGate East development. Development of the RidgeGate East area began in 2020 and has progressed rapidly. The first residential community, Lyric at RidgeGate, made significant progress in 2024 with the completion of over 100 homes, and an additional 275 move-ins are expected by the end of 2025.

Other notable areas of growth in the district worth mentioning are The Canyons, located in east Castle Pines, and the Anthology North and Hess developments (also known as Looking Glass, Trails at Crowfoot, and Tanterra subdivisions) located in southwest Parker. The Canyons development began construction in 2018 and is planned for 5,000 residential units. The Canyons is roughly ½ built out and is home to nearly 700 DCSD students. Collectively, the Anthology North and Hess developments are zoned for nearly 6,700 homes. To date, nearly all of the roughly 900 allowed homes in Trails at Crowfoot have been completed, and nearly 600 homes of the allowed 2,489 homes in Looking Glass have been completed. The Chambers Road extension connecting Hess Road and Stroh Road opened in the summer of 2025, and homes in the Tanterra development are anticipated to be available for move-in within the year. As of the 2025-26 school year, this growing community is home to over 1,000 DCSD students.

State Education Fund Revenue Forecast: The September 2025 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 for the 2025-2026 state fiscal year is expected to remain flat, with state revenue subject to TABOR falling below Referendum C for the first time since 2019-2020. Continuing into the 2026-2027 fiscal year, revenues are expected to grow 7.4 percent as the effects of the One Big Beautiful Bill becomes less pronounced.

Both the Colorado and US economies are looking stable with moderate growth and relatively low unemployment rates, and incomes that continue to grow. However, fears of inflation and federal policy unknowns are top concerns for consumers and businesses. These concerns, along with high lending costs, are causing businesses to pull back on investments and slow hiring rates. If tariffs continue, we may also see upward pricing pressure and dampened consumer spending and business investment.

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 2025-2026 fiscal year is expected to be \$1.0 billion from one-third of one percent of taxable income and \$1.1 billion in the 2026-2027 fiscal year. In addition, HB 25-1320 added an annual contribution to the

Kids Matter Account within the State Education Fund of 65 percent of one-tenth of one percent. Historically, the fund has also received increased contributions from the General Fund. In the fiscal year 2025-2026, the General Assembly increased the General Fund contribution by \$150 million. If that contribution increases by \$150 million annually, the fund will be completely expended in three 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 four years.

The total program is expected to increase by \$252.7 million in fiscal year 2025-2026; however, the state's portion is expected to decrease by \$124 million, year over year, due to both inflationary increases and an offsetting increase to local share. For the fiscal year 2026-2027, the total program is expected to increase by \$294.5 million due to projected inflation of 2.8 percent and the continued implementation of the new school finance act, offset by declining funding pupil count of 8,000 and the repeal of the ASCENT program. It is also expected that the local share of funding will decrease by \$40 million due to decreases in assessed values.

Significant Financial Policy Changes

1. For the 2024-2025 school year, the District evaluated and implemented relevant new accounting standards issued by the Governmental Accounting Standards Board (GASB). The most significant standards affecting the District were GASB Statement No. 101, *Compensated Absences*. GASB 101 updated the criteria for recognizing liabilities for compensated absences, resulting in refined measurement and disclosure of leave obligations. The District has assessed the impact of this standard and incorporated required changes into this report. Additional details are presented in the Notes to the Financial Statements.
2. For the 2024-2025 school year, the District created a new Fund 44 – Building Fund. This fund will track the investment and spending of bond proceeds.

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, 2024. 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-seven consecutive years (fiscal years ended 1987- 2024). 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, 2025.

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



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

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

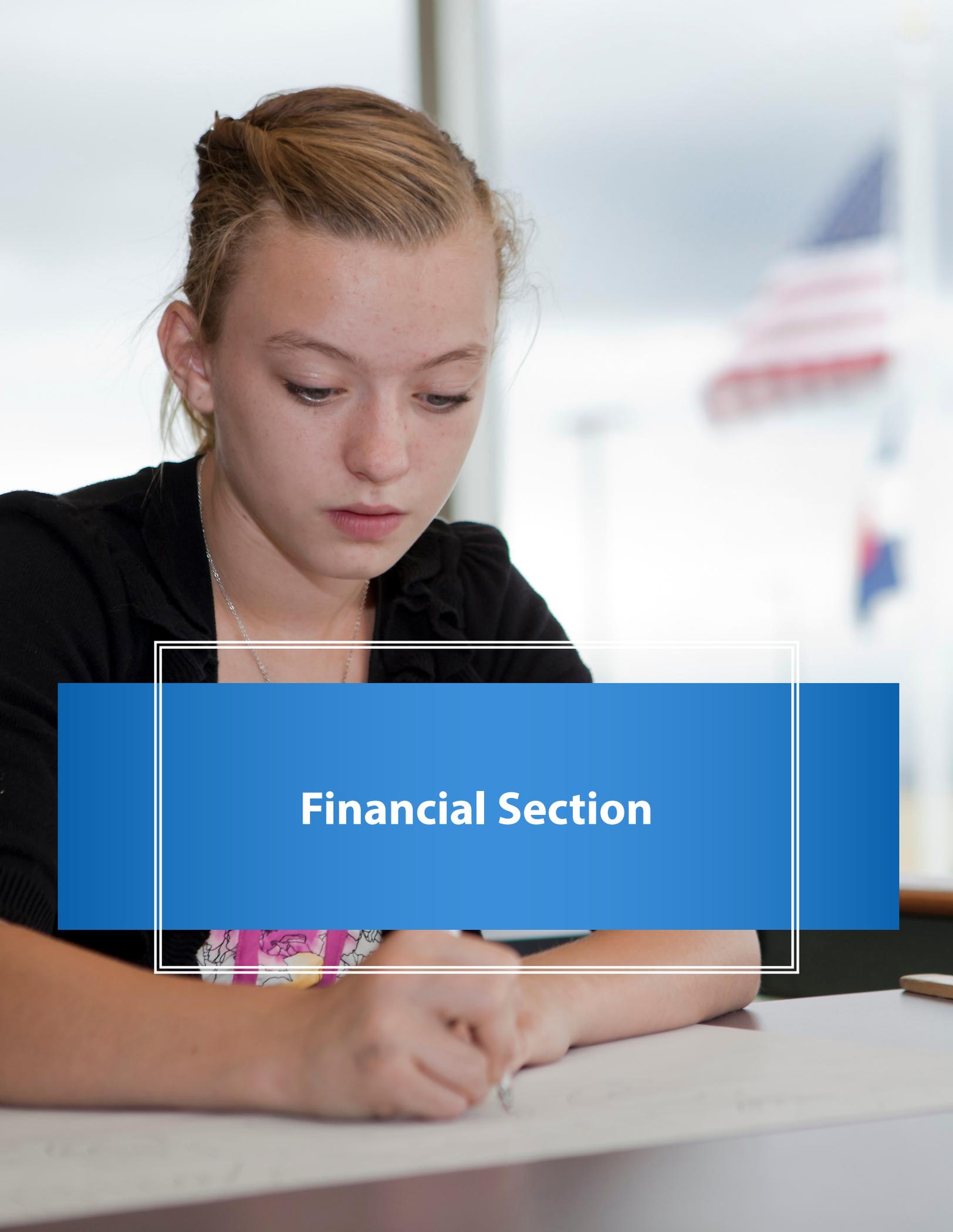
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO





Financial Section



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CliftonLarsonAllen LLP
 CLAconnect.com

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, 2025, 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, 2025, 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.

CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See [CLAGlobal.com/disclaimer](https://www.claglobal.com/disclaimer).

Board of Education
Douglas County School District RE.1

Emphasis of Matter

As discussed in Note 12 to the financial statements, the District restated beginning net position for governmental activities due to implementation of Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, which resulted in the recognition of additional compensated absences liability. Our opinion is not modified with respect to this matter.

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.



Board of Education
Douglas County School District RE.1

- 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, 2025 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, 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, 2025, 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, 2025 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 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, 2025.

Board of Education
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We also previously audited, in accordance with GAAS, the basic financial statements of the District as of and for the year ended June 30, 2024 (not presented herein), and have issued our report thereon dated November 22, 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, 2024 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 2024 basic financial statements. The information was subjected to the auditing procedures applied in the audit of the 2024 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, 2024.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2025, 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

Denver, Colorado
December 19, 2025



Management's Discussion and Analysis As of and for the fiscal year ended June 30, 2025

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, 2025. We encourage readers to consider this narrative in conjunction with additional information furnished in the Letter of Transmittal located on pages 13-17 and the balance of information within this Annual Comprehensive Financial Report (the Report).

Financial Highlights

- The District reported an increase of \$17.5 million in Net Position over fiscal year 2024. This increase was primarily due to a reduction of the District’s PERA pension-related amounts, as reflected in the changes in deferred inflows and outflows of resources. The reduction resulted from PERA’s investment performance, actual earnings, and changes in actuarial assumptions, which are outside the District’s control. Partially offsetting this was the issuance of bonds in December 2024. The bond sale increased District assets through the collection and investment of cash, while simultaneously creating a bond liability.
 - 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 of \$17.5 million in Net Position. If not for this reporting, the District would instead have reported an increase in Net Position of \$41.1 million due to PERA expense of \$23.6 million. The overall Net Pension Liability (NPL) decreased from \$1.025 billion to \$1.019 billion; the deferred inflows and outflows had significant swings, driving overall expense in the PERA line items associated with Colorado PERA (Public Employees Retirement Association). The Global financial markets have recently experienced volatility. While PERA’s portfolio is well diversified and built for long-term resilience, they are still subject to market downturns. 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 17.1 percent in 2024. Fixed income investments comprise nearly 20% of the portfolio. This asset class had a return of 1.7% in 2024.
 - In December 2024, the District sold \$270.0 million in bonds approved by the voters in the previous November election. The District was able to utilize over \$20.7 million during the fiscal year, which continues to improve its aging buildings, purchase new buses, and address information technology shortfalls.
 - The District continues to look for efficiencies in providing health-related benefits while still offering a valued benefit to our employees. The District continued its historical trend again this year by absorbing all projected increased costs for the five medical plans offered to employees who are a minimum full-time equivalent of 0.5. The last increase in the last 10 years was a slight increase to employees in 2021 due to budget cuts. It is worth noting that the district has seen several years of increased claims volume and costs, along with lagging increases in revenue, which have deteriorated reserve balances. Overall, the medical fund net position increased to \$4.0 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 \$29.0 million over the fiscal year 2024. The main reason for the increase is due to an increase in Per Pupil Revenue (PPR) of \$704, offset by a slight decrease in Funded Pupil Count (FPC).
 - The Total Combined General Fund expenses increased by \$45.5 million over the prior year. The largest driver was \$20.0 million increase in salaries and benefits due to wage rate increases, and the District absorbed all increases to benefit costs. There was an increase of \$15.2 million for the payments to charter schools due to a 2 percent growth of students attending charter schools and a \$685 per pupil revenue increase. Finally, there was an increase of \$10.4 million due to the issuance of bonds passed by the voters in November of 2024 and Board-approved projects to maintain the aging district buildings. However, total expenses remained under budget due to the District’s monitoring and control of discretionary spending.
 - District policy of allowing schools to carry over discretionary budget dollars into the next fiscal year continues. Schools have savings of \$25.7 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.

Financial Highlights (Continued)

- In fiscal year 2025, the District implemented GASB Statement No. 101, Compensated Absences. This new accounting standard requires governments to recognize certain compensated absences when earned rather than when paid. As a result of implementing GASB 101, the District restated the beginning compensated absences liability by \$2.5 million. This required a restatement of the beginning net position for governmental activities for the prior year. The restatement does not affect current-year operations but ensures the District’s reporting aligns with the updated GASB recognition and measurement requirements.
- The government-wide governmental activities shows liabilities and deferred inflows of the District which exceeds its assets, and deferred outflows by \$68.4 million at the close of fiscal year 2025, which is due to the posting of the “Net Pension Liability” (NPL) of \$1.019 billion required pursuant to GASB Statement No. 68. The District’s portion of the PERA NPL decreased over fiscal year 2024 by \$6.3 million. The decrease was due to a change in the State’s contribution, which increased from 21.4 percent last year to 21.6 percent this year. As the State’s portion goes up, the District’s goes down, which offsets DCSD’s portion of the NPL increase of 0.11 basis points, from 5.80 percent to 5.91 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. Additionally, the District has no 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 \$673.8 million for the period ended June 30, 2025, an increase of \$257.9 million from the prior year. This increase was due to the issuance of bonds worth \$270.0 million, offset by 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 \$583.8 million. This ending fund balance represents an increase of \$291.4 million from the prior year, primarily due to the issuance of the 2024 Bonds and receiving \$270.0 million in proceeds plus \$37.2 million in premium. 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’s 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.



Overview of the Financial Statements (Continued)

Government-wide Financial Statements (Continued)

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

The government-wide financial statements are comprised of the activities of the District’s “neighborhood” schools (collectively known herein as the primary government) and also seventeen (17) schools authorized under charter school contracts approved by the Douglas County School District Board of Education. Financial information for the charter schools is detailed as component units; accordingly, each is reported separately from the financial information of the primary government. Summaries of these component unit financial statements are presented on pages 138-143. All charter school audits are performed independently of each other and the District. Two charter schools are operating in Douglas County that do not have charter contracts with the Douglas County Board of Education. Instead, the charter schools, CEC Inverness and Ascent Classical Academy, have charter contracts with the Colorado Charter School Institute (CCSI). There will be a third CCSI charter school, John Adams Academy, in Douglas County, located in Sterling Ranch, and plans to open for the school year 2026-2027. 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 42-43 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 92, a budgetary comparison schedule is provided for the Combined General Fund to demonstrate compliance with the annually appropriated budget.

Overview of the Financial Statements (Continued)

Fund Financial Statements (Continued)

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 44 and 46 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 131-135.

Custodial Funds

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

Notes to the Financial Statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. This additional Note detail can be found on pages 53-88.

Government-wide Financial Analysis

Net Position

The following table provides a summary of the Governmental net position as of June 30, 2025. Comparative data for June 30, 2024, is also presented. This financial statement reports that liabilities and deferred inflows of the District exceeded its assets, and deferred outflows by \$68.4 million. This negative net position is solely due to the adoption of GASB Statement No. 68, which requires the District to post its portion of PERA's net pension liability. In comparison to the fiscal year 2024 data, the District's net position increased by \$17.5 million. In December 2024 the District sold \$270.0 million in bond proceeds which generated an additional \$37.2 million in bond premium. Year to date, only about \$20.6 million of those proceeds have been spent resulting in a large increase of almost \$300 million in restricted cash and investments. Additionally, the \$20.6 million that was spent resulted in an increase in capital assets. Overall, total assets and deferred outflows of resources increased \$210.4 million year over year. Those increases as partially offset by increases to total liabilities and deferred inflows of resources of \$190.7 million due to the related liabilities for the 2024 Bonds and Premium, net of related payments and amortization, as well as overall decreases in the District portion of both OPEB and Net Pension Liabilities related to PERA.



Overview of the Financial Statements (Continued)

Net Position (Continued)

| | Governmental Activities | |
|-----------------------------------|-------------------------|------------------------|
| | 2024-2025 | 2023-2024 |
| Assets | | |
| Current and other assets | \$ 657,164,586 | \$ 366,214,657 |
| Capital assets | 794,694,050 | 796,771,242 |
| Total assets | <u>1,451,858,636</u> | <u>1,162,985,899</u> |
| Deferred outflows of resources | <u>217,416,186</u> | <u>295,213,070</u> |
| Liabilities | | |
| Current liabilities | 96,074,322 | 113,706,062 |
| Noncurrent liabilities | 1,614,626,531 | 1,352,070,591 |
| Total liabilities | <u>1,710,700,853</u> | <u>1,465,776,653</u> |
| Deferred inflows of resources | <u>27,018,423</u> | <u>75,875,879</u> |
| Net position | | |
| Net investments in capital assets | 477,626,962 | 449,109,125 |
| Restricted for: | | |
| TABOR Emergency | 22,900,000 | 22,200,000 |
| Debt Service | 80,114,467 | 81,584,907 |
| Nutrition Services | 10,953,202 | 7,250,920 |
| Other Grants & Programs | 144,401 | 22 |
| Unrestricted | <u>(660,183,486)</u> | <u>(643,598,537)</u> |
| Total net position | <u>\$ (68,444,454)</u> | <u>\$ (83,453,563)</u> |

Note from the table above that the largest portion of the District assets, about 55 percent, reflects investment in capital assets less accumulated depreciation/amortization. The largest portion of current assets, predominantly restricted cash and investments, is held in the Building and Bond Redemption Funds. The Combined General Fund cash is used for the day-to-day operations of the schools, and there are balances 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.

Statement of Activities

Note in the Condensed Statement of Activities that governmental activity total revenues increased by \$36.9 million over fiscal year 2024. The largest contributor was \$26.7 million increase in State Equalization revenue, reflecting a \$704 per pupil revenue increase, partially offset by declining enrollment. In addition, interest earnings rose by \$9.3 million due to the investment of unspent 2024 bond proceeds.

The total expenses increased by \$70.4 million from the prior fiscal year. The primary drivers were over \$20.0 million increase in salaries and benefits, reflecting average salary increases of 3.5 percent for licensed and classified staff and 3.0 percent for administrative staff, as well as higher benefit costs. In addition, a \$15.2 million increase in charter school allocations, driven by a 2 percent rise in charter school enrollment and a higher per pupil revenue. Finally, the District increased allocations to the schools, adding additional resources in the small school factor to ensure the smallest schools can maintain current programming and instructional staff, as well as increases to Special Education, English Language Development, and Gifted and Talented teacher allocations to reflect changes in individual student populations.

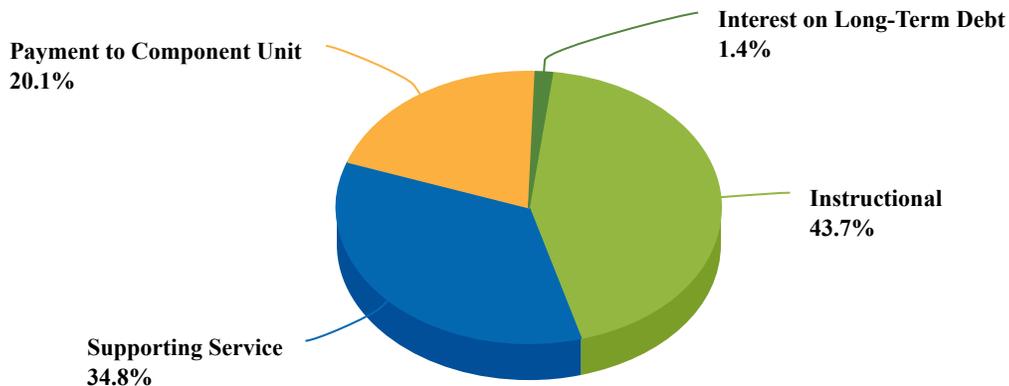
Overview of the Financial Statements (Continued)

Statements of Activities (Continued)

Condensed Statement of Activities for Fiscal Years Ended June 30, 2025 and 2024

| | Governmental Activities | |
|---|-------------------------|------------------|
| | 2024-2025 | 2023-2024 |
| Revenues: | | |
| Program revenues: | | |
| Charges for services | 50,093,666 | 51,255,023 |
| Operating/capital grants | 102,009,973 | 99,636,122 |
| General revenues: | | |
| Property taxes | 479,588,171 | 475,056,895 |
| Specific ownership taxes | 36,938,231 | 34,274,142 |
| State equalization | 358,669,345 | 331,959,976 |
| Interest earnings | 20,461,558 | 11,148,154 |
| Grant contributions not specific to programs | 7,997,203 | 8,114,224 |
| Cash in Lieu of Land | 3,087,074 | 3,556,561 |
| Other | 5,986,492 | 13,195,792 |
| Total revenues | 1,064,831,713 | 1,028,196,889 |
| Expenses: | | |
| Instructional | 457,775,379 | 435,701,940 |
| Supporting services | 364,441,519 | 331,147,470 |
| Payments to component units | 210,552,467 | 195,397,697 |
| Interest on long-term debt | 14,538,268 | 14,926,913 |
| Total expenses | 1,047,307,633 | 977,174,020 |
| Change in net position | 17,524,080 | 51,022,869 |
| NET POSITION, Beginning, As Originally Reported | (83,453,563) | (134,476,432) |
| Change in Accounting Principle | \$ (2,514,971) | \$ - |
| NET POSITION, Beginning, As Restated | \$ (85,968,534) | \$ (134,476,432) |
| NET POSITION, Ending | \$ (68,444,454) | \$ (83,453,563) |

Fiscal Year 2025
Government-Wide Expenses by Program



Overview of the Financial Statements (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 2025 and fiscal year 2024. The accompanying chart graphically shows the proportion of revenues from all the sources for fiscal year 2025. The largest revenue source for the District is local taxes at \$513.2 million, an increase of 1.1 percent from the prior year, and continues to exceed the sources received from the state and federal intergovernmental sources.

The next significant source of revenue is from state and federal intergovernmental sources at \$460.7 million, an increase of 6.7 percent from the prior year. While per pupil revenue (PPR) increased by \$704 per student (up to \$10,927), it was partially offset by a decrease in funded pupil count. School districts in Colorado are funded based on the Student October Count. Year-over-year from October 2023 to October 2024, the funded pupil count decreased by 1,054 funded pupils from 61,854 to 60,800, including charter schools. Finally, interest earnings increased 78.2% or \$8.7 million due to investing unspent bond proceeds.

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 2.3 percent.

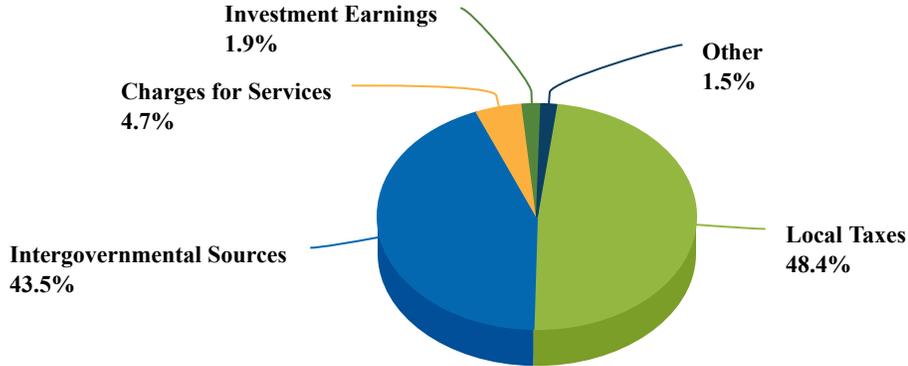
| | 2024-2025 | | 2023-2024 | |
|---------------------------|-------------------------|---------------|-------------------------|---------------|
| Local Taxes* | \$ 513,183,277 | 48.4% | \$ 507,483,880 | 49.7% |
| Intergovernmental Sources | 460,679,318 | 43.5% | 431,596,098 | 42.3% |
| Charges for Services | 50,093,666 | 4.7% | 51,255,023 | 5.0% |
| Investment Earnings | 20,452,729 | 1.9% | 11,100,717 | 1.1% |
| Other | 15,801,274 | 1.5% | 19,234,317 | 1.9% |
| Total | <u>\$ 1,060,210,264</u> | <u>100.0%</u> | <u>\$ 1,020,670,035</u> | <u>100.0%</u> |

*Property taxes and specific ownership taxes

Governmental Fund Financial Analysis (Continued)

Revenues and Other Financing Sources (Continued)

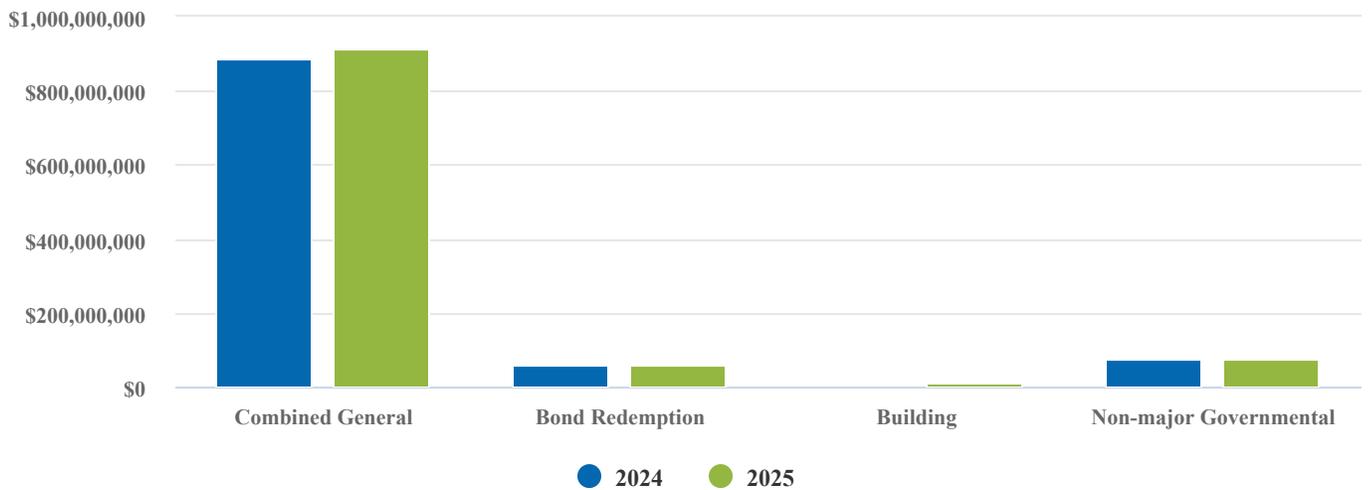
Fiscal Year 2025
District Financial Sources by Type



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 3.3 percent due to the items noted in the previous section regarding increasing PPR.

| | 2024-2025 | | 2023-2024 | | Inc/(Dec) |
|------------------------|------------------|--------|------------------|--------|---------------|
| Combined General | \$ 915,957,307 | 86.4% | \$ 886,975,219 | 86.9% | \$ 28,982,088 |
| Bond Redemption | 58,145,723 | 5.5% | 57,491,713 | 5.6% | 654,010 |
| Building | 8,631,901 | 0.8% | 521,211 | 0.1% | 8,110,690 |
| Non-major Governmental | 77,475,333 | 7.3% | 75,681,892 | 7.4% | 1,793,441 |
| Total | \$ 1,060,210,264 | 100.0% | \$ 1,020,670,035 | 100.0% | \$ 39,540,229 |

Comparison of District Financial Sources by Fund



Governmental Fund Financial Analysis (Continued)

Expenditures by Fund

Recall that the District uses fund accounting to demonstrate and ensure compliance with finance-related legal requirements and to enhance transparency and accountability. During the fiscal year, Governmental Fund expenditures increased by \$65.6 million.

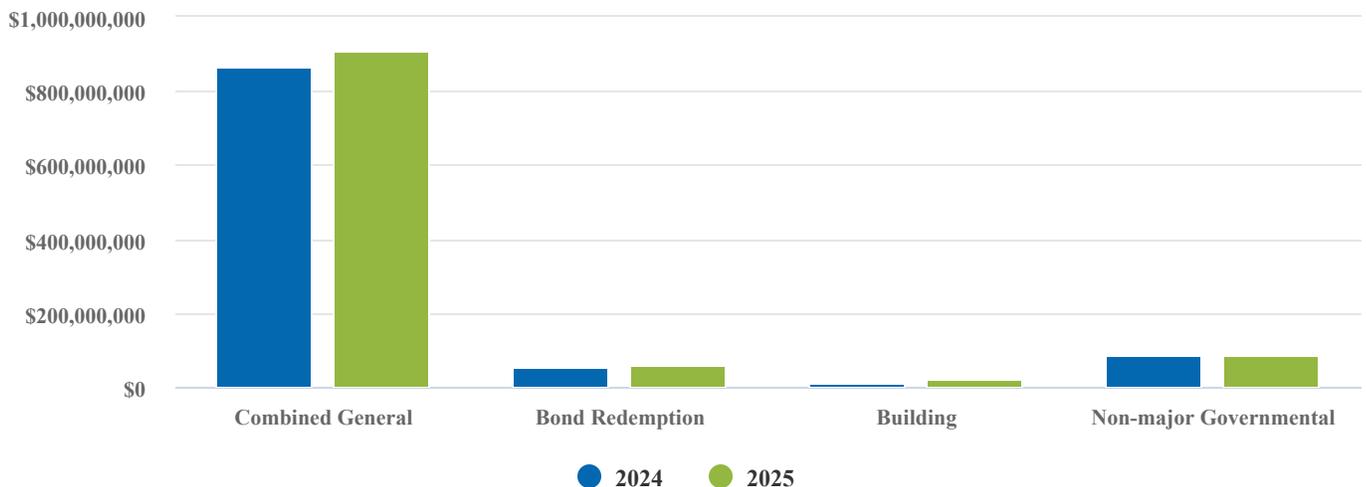
The Total General Fund accounted expenses increased by \$45.5 million over the prior year. The largest driver was a \$20.0 million increase in salaries and benefits due to a wage rate and the District absorbed all increases to benefit costs. There was an increase of \$15.2 million for the payments to charter schools due to a 2 percent growth of students attending charter schools and a higher per pupil revenue. Finally, there was an increase of \$10.4 million due to the issuance of bonds passed by the voters in November of 2024 and Board-approved projects to maintain the aging district buildings. However, total expenses remained under budget due to the District’s monitoring and control of discretionary spending.

The Building Fund increased by \$12.2 million from the prior year. During fiscal year 2025, the District began utilizing proceeds from the newly approved 2024 bond, while fiscal year 2024 expenditures were to complete the spending of the 2018 bond. Voters approved a \$490 million bond in November 2024, with approximately half issued in December 2024. Expenditures during 2024-2025 reflect initial spending of the new bond, including start-up costs for the construction of new schools, and improvements to existing schools for intercommunications systems and turf field upgrades. The District also invested in information technology infrastructure, enhancing wireless networks at schools and beginning a computer refresh process, representing an increase of \$2.2 million compared to the prior year.

Finally, the Bond Redemption Fund increased by \$6.5 million, reflecting principal and interest payments related to the 2024 bond approved by voters in November 2024.

| | 2024-2025 | | 2023-2024 | | Inc/(Dec) |
|------------------------|-------------------------|----------------|-------------------------|----------------|----------------------|
| Combined General | \$ 909,779,284 | 84.40% | \$ 864,270,042 | 85.40% | \$ 45,509,242 |
| Bond Redemption | 59,571,781 | 5.50% | 53,031,019 | 5.20% | 6,540,762 |
| Building | 20,681,221 | 1.90% | 8,430,219 | 0.80% | 12,251,002 |
| Non-major Governmental | 87,544,351 | 8.20% | 86,299,274 | 8.60% | 1,245,077 |
| Total | <u>\$ 1,077,576,637</u> | <u>100.00%</u> | <u>\$ 1,012,030,554</u> | <u>100.00%</u> | <u>\$ 65,546,083</u> |

Comparison of District Governmental Fund Expenditures by Fund



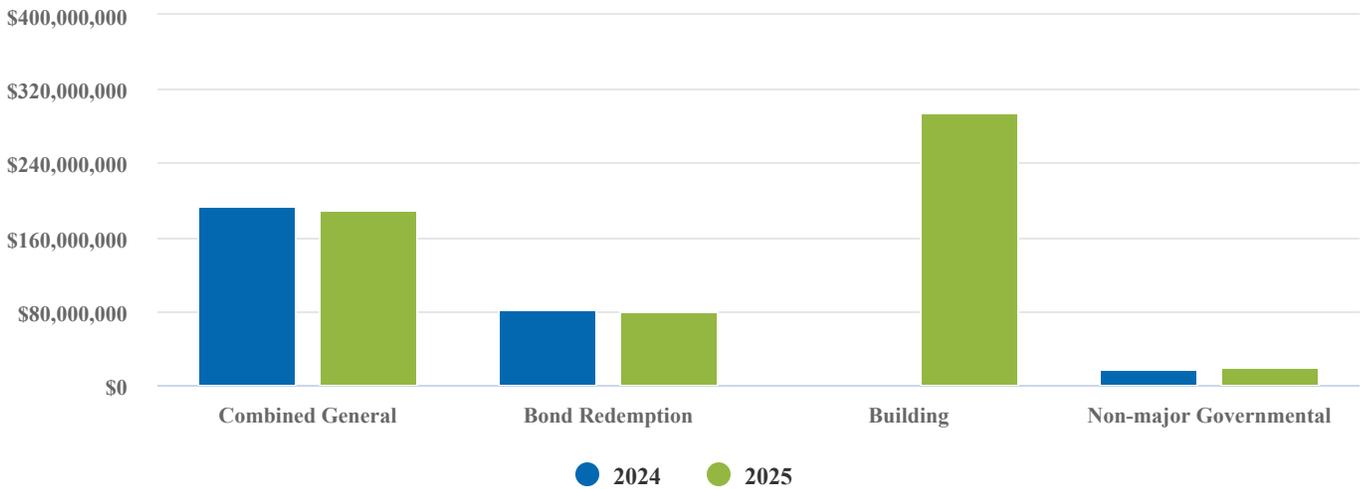
Combined General Fund Budgetary Highlight (Continued)

Ending Fund Balances

As of the end of the current fiscal year, the District governmental funds reported combined ending fund balances of \$583.8 million, an increase of \$291.4 million from the prior year. This increase is due to the passing of the 2024 Bond, offset by a strategic spend down of the Combined General Fund’s fund balance.

| | 2024-2025 | | 2023-2024 | | Inc/(Dec) |
|------------------------|----------------|--------|----------------|--------|----------------|
| Combined General | \$ 188,231,055 | 32.2% | \$ 194,470,695 | 66.5% | \$ (6,239,640) |
| Bond Redemption | 80,202,052 | 13.7% | 81,628,110 | 27.9% | (1,426,058) |
| Building | 295,198,651 | 50.6% | - | -% | 295,198,651 |
| Non-major Governmental | 20,137,823 | 3.5% | 16,304,713 | 5.6% | 3,833,110 |
| Total | \$ 583,769,581 | 100.0% | \$ 292,403,518 | 100.0% | \$ 291,366,063 |

Comparison of District Governmental Balance by Fund



Combined General Fund Budgetary Highlights

The District adopts its annual budget each June, based on enrollment projections for the upcoming school year and State legislative actions taken in the spring. Please reference the Budgetary Comparison Schedule on page 92. The amended expenditure budget reflects an increase of approximately \$28.4 million over the originally adopted budget.

In Colorado, school districts are funded based on current-year student counts, which are determined on or around October 1 of each fiscal year. Once these counts are finalized, the Colorado Department of Education recalculates each district’s funding. Additionally, while the fiscal year for school districts runs from July 1 through June 30, the mill levy (tax rate) is not set until December. The District’s budget is amended to reflect both the revised student counts and the updated assessed valuations and tax rates established in December.

Further adjustments occur in September, once the sixty-day encumbrance period for invoice payments has expired and school carryover balances are finalized. The amended budget incorporates these carryover amounts, along with any changes in funded pupil counts, Per Pupil Revenue (PPR), and intergovernmental revenues identified after the original adoption.

After adoption, the budget may be amended by the Board of Education or management as needed. Individual sites may also reallocate funds among expenditure categories, provided that total expenditures remain unchanged. During the fiscal year, management and the Board approved total expenditure amendments to align spending with updated revenues and to allocate funds for Facility Acquisition and Construction projects identified in the financial plan.

Combined General Fund Budgetary Highlight (Continued)

At year-end, Combined General Fund expenditures were \$135.6 million under budget.

- Supplies were under budget by \$95.1 million, due to the budgeting of school-level carryover for future use and unspent allocations across schools and departments. Under Colorado state law, all funds must be appropriated before any spend is authorized. Because the District operates under a site-based decision-making model, individual schools have discretion over their budgets. Additionally, due to the sixty-day encumbrance period, final school-level spending is not finalized until late August. To ensure each school has full spending authority, the District appropriates all available funds, which results in the \$95.1 million variance between budgeted and actual expenditures.
- Other Chargebacks and Credits were under budget by \$15.5 million, representing unspent Board of Education reserves that were not required due to prudent fiscal management.
- Property and Equipment expenditures were under budget by \$9.6 million because several capital projects were not completed by June 30, 2025.
- Salaries and Benefits were under budget by approximately \$7.5 million due to lower-than-expected state non-employer PERA contributions.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2025, the District’s investment in capital assets for governmental activities totaled \$794.7 million, representing a decrease of \$2.1 million (net of accumulated depreciation). Net depreciation and amortization of \$49.3 million were offset by capital investments of \$47.2 million, primarily related to planned projects funded through the 2024 Bond.

This investment in capital assets reflects the District’s continued commitment to the improvement initiatives approved by voters in the 2024 bond election and capital improvements authorized by the Board of Education. Bond-funded projects include updating and equipping aging schools and facilities, building additional career and technical education pathways, constructing, equipping, and expanding neighborhood schools to accommodate growth and reduce overcrowding, and upgrading school safety and security. Separately, the Board of Education funded additional improvements such as refreshing wireless controllers to enhance internet access at schools, relocating mobile units, and completing various site upgrades.

Additional information regarding the District’s capital assets is provided in Note 5 of the financial statements pages 64-65.

| | Governmental Activities | |
|---------------------------------------|-------------------------|----------------|
| | 2025 | 2024 |
| Capital Assets: | | |
| Land | \$ 6,989,526 | \$ 6,989,526 |
| Construction in Progress | 33,015,718 | 12,710,850 |
| Buildings and Improvements | 1,189,330,724 | 1,183,202,383 |
| Buildings - Lease Assets | 7,602,571 | 7,602,571 |
| Equipment - Energy Performance | 13,173,149 | 13,173,149 |
| ROU Asset - SBITA | 8,406,308 | 9,552,898 |
| Land Improvements | 21,044,110 | 19,018,180 |
| Machinery and Equipment | 150,181,000 | 135,158,334 |
| Accumulated Depreciation/Amortization | (635,049,056) | (590,636,649) |
| Total Net Capital Assets | \$ 794,694,050 | \$ 796,771,242 |

Long-Term Debt

As of June 30, 2025, the District’s outstanding debt, exclusive of Net Pension Liability (NPL) and Other Postemployment Benefits (OPEB), totaled \$612.2 million, representing an increase of \$260.9 million from the prior year. This increase primarily reflects the issuance of \$270.0 million in bonds and the related bond premium of \$37.2 million, the first installment of the \$470.0 million bond authorization approved by voters in November 2024, partially offset by scheduled payments on existing General Obligation (G.O.) bonds and Certificates of Participation (COPs).

Capital Asset and Debt Administration (Continued)

Long-Term Debt (Continued)

Of the District’s total long-term debt, \$527.3 million is G.O. bonded debt, backed by the full faith and credit of District taxpayers. The District also has \$6.2 million in outstanding COPs. Under the District’s COP policy, annual lease payment liabilities must not exceed one percent of General Fund revenues. As detailed in the Notes on page 66, the maximum annual COP lease payment is \$0.8 million, which is well below one percent of the approximately \$903.9 million in General Fund revenues received during fiscal year 2025.

In addition, the District is required to report its proportionate share of the Public Employees’ Retirement Association (PERA) School Trust Fund Net Pension Liability (NPL) and PERA Health Care Trust Fund OPEB liability. The District’s proportionate NPL is reported at \$1.019 billion, approximately 0.6 percent lower than the prior year. OPEB liability is reported at \$18.1 million, representing 27 percent lower than the prior year.

| | Governmental Activities | | | |
|-------------------------------|-------------------------|--------|------------------|--------|
| | June 30, 2025 | | June 30, 2024 | |
| General Obligation Bonds | \$ 527,325,000 | 32.0% | \$ 296,905,000 | 21.2% |
| Certificates of Participation | 6,205,000 | 0.4% | 7,055,000 | 0.5% |
| Bond Premiums | 59,527,549 | 3.6% | 29,201,820 | 2.1% |
| Accreted Interest | - | -% | - | -% |
| Leases | 5,973,199 | 0.4% | 6,452,293 | 0.5% |
| Financed Purchase | 920,292 | 0.1% | 1,276,336 | 0.1% |
| Software | 3,001,839 | 0.2% | 4,600,185 | 0.3% |
| Extended Service Separation | 20,105 | -% | 40,121 | -% |
| Compensated Absences | 9,191,931 | 0.6% | 5,710,348 | 0.4% |
| Total before NPL | 612,164,915 | | 351,241,103 | |
| OPEB Liability | 18,076,965 | 1.1% | 24,753,602 | 1.8% |
| Net Pension Liability | 1,018,832,503 | 61.6% | 1,025,166,597 | 73.1% |
| Total | \$ 1,649,074,383 | 100.0% | \$ 1,401,161,302 | 100.0% |

The \$6.2 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 66.

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 66. 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 State of Colorado requires each school district to reserve at least 3.0 percent of fiscal year spending in cash or its equivalent, to be used only in the event of a declared emergency, as required under the Taxpayer's Bill of Rights (TABOR). In addition to this statutory requirement, the Board of Education, by policy, mandates an additional 3.0 percent reserve of annual spending to further strengthen the District's financial stability and ensure resources are available to address unforeseen circumstances.

As reported on page 42 of the financial statements, the District complies with both the TABOR reserve and the Board of Education reserve policy, maintaining restricted and committed fund balances of \$22.9 million and \$22.9 million, respectively. The District excluded the State nonemployer contribution to PERA from the TABOR calculation, as this amount is not considered District spending.

In addition, the District budgets and appropriates a contingency line item of \$7.7 million, equivalent to 1.0 percent of annual spending, as required under Board policy. This contingency provides an additional safeguard to address unexpected needs or emergencies throughout the fiscal year.

Economic Factors and Subsequent Events

State of Colorado Economy - From the September 2025 Revenue Forecast from the Office of State Planning and Budgeting, the preliminary numbers for 2025-2026 show General Fund revenue to be flat and total \$17.17 billion. Despite the flat revenue forecast, the outlook is better than earlier in the year, and this forecast incorporates the special session legislation expected to affect income tax, sales tax, and insurance premium tax receipts. General Fund revenue for the 2026-2027 fiscal year is expected to increase by 7.4 percent and total \$18.44 billion as economic impacts look to stabilize.

The economy continues to be fluid, but most indicators remain stable. Economic output has maintained a moderate pace of growth, unemployment rates remain relatively low, and income continues to improve. However, inflation expectations and shifts in federal policy remain top concerns for consumers and businesses. Businesses, faced with the uncertainty of the changing environment and still having to contend with high lending costs, have pulled back their investments and slowed their rates of hiring.

Overall, due to the flat revenues at the State level, there is expected to be about an \$800 million 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 experienced a slight decrease by 0.1 percentage point to 4.2 percent in August of 2025, as the labor force increased faster than the number of unemployed. Colorado's unemployment rate was the 15th highest among the states in August 2025, just above that of Delaware and South Carolina. South Dakota had the lowest unemployment rate (1.9 percent), while California had the highest rate (5.5 percent).

- U.S. nonfarm employment growth is expected to be 0.6 percent in 2025, before slowing to 0.3 percent in 2026 and 2027. The U.S. unemployment rate is expected to average 4.2 percent in 2025, 4.6 percent in 2026, and 4.7 percent in 2027.
- In Colorado, employment growth is expected to decelerate to 0.1 percent in 2025 from 1.1 percent in 2024. Employment is expected to grow by 0.1 percent growth in 2026 and 0.5 percent in 2027. The Colorado unemployment rate averaged 4.3 percent in 2024, and is expected to increase to averages of 4.6 percent in 2025, 4.8 percent in 2026, and 4.8 percent in 2027.

Economic Factors and Subsequent Events (Continued)

According to the September 2025 Revenue Forecast, total program funding for the State Education Fund is expected to increase by \$252.7 million. The state share will decline by \$124.0 million on a year-over-year basis as a result of the inflationary increase in total program and the expected increase in the local share.

For fiscal year 2026-27, the state share requirement is expected to increase by \$334.0 million year-over-year. This projection is based on an expected decrease in the funded pupil count of about 8,000, a projected inflation rate of 2.8 percent, and continued phase-in of the new school finance formula. The decrease in funded pupil count includes the repeal of the Accelerating Students Through Concurrent Enrollment (ASCENT) program through SB 25-315.

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. It was amended by HB 25-1320 and SB 25-315. The first year of implementation of the new formula is FY 2025-26, and it will continue to be phased in over seven years until FY 2031-32.

Bills passed during the special session in August 2025 made several changes to state taxable income beginning in tax year 2025. Based on current forecasts, the year-over-year change in the income tax diversion to the State Education Fund is expected to be -2.4 percent in FY 2025-26. As a result, these changes are not expected to pause the implementation of the new formula in FY 2026-27.

In addition, HB 25-1320 specified that beginning in FY 2027-28, the new formula will use a three-year averaging of student counts, except that if the State Education Fund balance falls below \$200 million, the formula will use a two-year averaging of student counts, or a smoothing factor. Whether this \$200 million threshold is met depends on future General Fund contributions and other student count and formula implementation provisions in state law.

Douglas County Economy - The County population is expected to increase to 399,844 residents in 2025. This increase of 18,344 residents represents an increase of approximately 2.0 percent. As of the first quarter of 2025, Douglas County's unemployment rate was 4.5 percent, up 0.9 percent from the first quarter of 2024. Douglas County had the lowest unemployment rate among the seven counties in Metro Denver. The labor force in Douglas County expanded in the first quarter of 2025, increasing by 0.5 percent or by 1,192 people working or looking for jobs.

District Enrollment - In recent years, Douglas County has experienced a measurable decline in student enrollment, particularly at the elementary level, where established neighborhoods have seen decreases while newer housing areas have remained more stable. These local trends reflect broader state and national patterns, including declining birth rates, rising housing costs, and shifts in family migration, which have reduced the number of school-age children entering public education systems. Families are also increasingly choosing charter schools, online programs, and homeschooling options, contributing to lower enrollment in traditional neighborhood schools. As of October 2025 (fiscal year 2026), the District anticipates an enrollment increase of just under 800 students compared to the prior year.

Fiscal Year 2026 School Finance Act Approved Increases and New District-wide Allocations - In June 2025, the District adopted a budget for Fiscal Year 2026 that includes an increase in per pupil revenue (PPR) of \$343, from \$10,923 to \$11,266 per student. The year-over-year increase is modest due to lower inflation in 2024 compared to recent years and the fiscal pressure on the State's budget, which has slowed the implementation of HB24-1448 (New School Finance Act) and HB25-1320 (The School Finance Act). Under this legislation, the phase-in period for HB24-1448 was extended from six to seven years, providing a 15 percent implementation of the new formula in 2025–2026. Notably, the bill retains the four-year averaging provision for 2025–2026 included in HB24-1448, preserving multi-year averaging in the calculation of funded pupil count for districts experiencing declining enrollment.

Overall, the increase to the School Finance Act results in a \$11.0 million year-over-year increase in Total Program funding for Douglas County School District (DCSD). In addition to the School Finance Act funding, DCSD continues to receive \$139.7 million annually from Mill Levy Overrides (MLO). The District remains committed to providing a 100 percent equal per pupil share of MLO funds to District-authorized charter schools (excluding multi-district online charter schools), based on each charter school's projected funded pupil count in the Fiscal Year 2026 Adopted Budget.

The Board of Education included in the Financial Plan and Budget the use of \$18.6 million of fund balance within the General Fund. A use of fund balance occurs within the budget when budgeted expenditures exceed budgeted revenue. DCSD is able

Economic Factors and Subsequent Events (Continued)

to responsibly support this deficit spending plan due to the favorably high levels of unassigned fund balance in the General Fund currently. This fiscally responsible use of reserves will allow DCSD to continue to provide pay increases to employees and invest in the supports needed for students.

Colorado Governor's Budget Request for Fiscal Year 2026 - Based on the November 2025 Budget Request, Governor Jared Polis submitted his fiscal year 2026 budget request to the Joint Budget Committee. The request would increase Total Program funding by \$276 million overall, an increase of only \$413 per pupil funding up to \$12,272 as a general average for all school districts. The implementation of the new school finance formula would increase from 15% to 30% and changing the enrollment averaging from four years to three years. Additionally, there is a proposal to streamline the READ Act Awareness campaign and reduce the frequency of evaluation work from an annual to a biennial process and restructure the administration of the social studies assessment by shifting from sample testing of one-third of students in fourth and seventh grades to administering the assessment to all students in seventh grade only.

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.

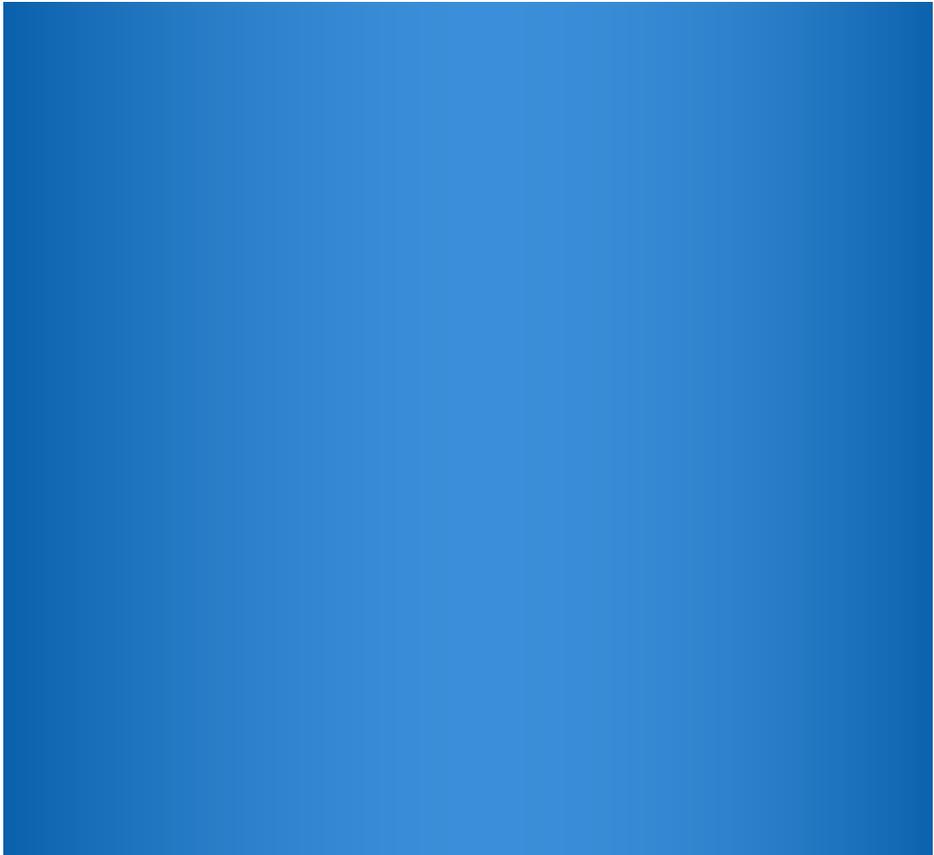
After a yearly review of the Foundation for Douglas County Schools financial activities, the District business administration has determined that its financial activities, due to the level of materiality and the independence of their activity in relation to the District, shall not be considered a component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



Basic Financial Statements





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**Statement of Net Position
June 30, 2025**

| | Primary Government | Component Units |
|--|------------------------------------|----------------------------|
| | Governmental Activities | Charter Schools |
| ASSETS | | |
| Cash and Investments | \$ 240,112,977 | \$ 99,235,847 |
| Restricted Cash and Investments | 376,532,545 | 33,870,542 |
| Receivables: | | |
| Property Taxes, Net of Allowance for Uncollectible Taxes | 21,711,257 | - |
| Leases | 2,193,995 | - |
| Other | 10,435,899 | 543,236 |
| Inventories | 2,776,495 | 16,428 |
| Prepaid Costs and Other Assets | 3,401,418 | 1,935,960 |
| Capital Assets: | | |
| Non-Depreciable | 40,005,244 | 71,208,464 |
| Depreciable, Net | 754,688,806 | 237,634,565 |
| Total Assets | 1,451,858,636 | 444,445,042 |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Pension Related Amounts | 212,442,568 | 55,557,801 |
| OPEB Related Amounts | 4,973,618 | 1,568,108 |
| Deferred Amount on Refunding | - | 3,464,078 |
| Total Deferred Outflows of Resources | 217,416,186 | 60,589,987 |
| LIABILITIES | | |
| Accounts Payable | 15,360,040 | 3,005,608 |
| Accrued Compensation | 35,777,334 | 6,844,225 |
| Unearned Revenues | 1,640,047 | 890,242 |
| Accrued Insurance Claims | 4,982,749 | |
| Accrued Interest Payable | 1,205,846 | 4,099,137 |
| Non-Current Liabilities: | | |
| Due within One Year | 37,108,306 | 5,988,183 |
| Due in More than One Year: | | |
| Accrued Insurance Claims | 2,660,454 | - |
| Lease Liabilities | 5,456,314 | - |
| Subscriptions Payable | 2,249,132 | - |
| Other Non-Current Liabilities | 567,351,163 | 351,275,539 |
| OPEB Liability | 18,076,965 | 4,061,605 |
| Net Pension Liability | 1,018,832,503 | 229,936,754 |
| Total Liabilities | 1,710,700,853 | 606,101,293 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Leases | 2,193,995 | - |
| Deferred Amount on Refunding | 1,196,710 | - |
| OPEB Related Amounts | 10,968,978 | 2,473,823 |
| Pension Related Amounts | 12,658,740 | 5,258,667 |
| Total Deferred Inflows of Resources | 27,018,423 | 7,732,490 |
| NET POSITION | | |
| Net Investment in Capital Assets | 477,626,962 | (46,206,654) |
| Restricted: | | |
| TABOR Emergency Reserve | 22,900,000 | 6,848,527 |
| Debt Service/Lease Obligation | 80,114,467 | 27,607,492 |
| Other Grants and Programs | 144,401 | - |
| Nutrition Services | 10,953,202 | 606,101 |
| Unrestricted (deficit) | (660,183,486) | (97,654,220) |
| Total Net Position | \$ (68,444,454) | \$ (108,798,754) |

See accompanying notes to the financial statements



**Statement of Activities
For the Fiscal Year Ended June 30, 2025**

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | |
|--|----------------------|-------------------------|------------------------------------|----------------------------------|---|------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Component Units |
| Primary Government: | | | | | | |
| Governmental Activities | | | | | | |
| Instruction | \$457,775,379 | \$ 50,093,666 | \$ 45,555,906 | \$ - | \$(362,125,807) | \$ - |
| Supporting Services | 364,441,519 | - | 56,454,067 | - | (307,987,452) | - |
| Funding to Component Units - Unallocated | 210,552,467 | - | - | - | (210,552,467) | - |
| Interest on Long-Term Debt | 14,538,268 | - | - | - | (14,538,268) | - |
| Total Governmental Activities | 1,047,307,633 | 50,093,666 | 102,009,973 | - | (895,203,994) | - |
| Component Units | | | | | | |
| Charter Schools | \$245,383,864 | \$ 19,207,310 | \$ 10,704,151 | \$ 1,897,610 | - | (213,574,793) |
| | | GENERAL REVENUES | | | | |
| | | | | | 479,588,171 | - |
| | | | | | 36,938,231 | - |
| | | | | | 358,669,345 | 203,746,052 |
| | | | | | 20,461,558 | 5,027,899 |
| | | | | | 7,997,203 | 2,072,846 |
| | | | | | 3,087,074 | - |
| | | | | | 5,986,492 | 5,957,105 |
| | | | | | 912,728,074 | 216,803,902 |
| | | | | | | |
| | | | | | 17,524,080 | 3,229,109 |
| | | | | | (83,453,563) | (111,533,092) |
| | | | | | (2,514,971) | (494,771) |
| | | | | | <u>(85,968,534)</u> | <u>(112,027,863)</u> |
| | | | | | <u>\$ (68,444,454)</u> | <u>\$(108,798,754)</u> |

See accompanying notes to the financial statements

**Governmental Funds
Balance Sheet
June 30, 2025**

| | <u>Combined General</u> | <u>Bond Redemption</u> | <u>Building</u> | <u>Non-Major Governmental</u> | <u>Total Governmental</u> |
|---|-----------------------------|----------------------------|-----------------------|-----------------------------------|-------------------------------|
| ASSETS | | | | | |
| Cash and Investments | \$ 216,806,088 | \$ - | \$ - | \$ 19,526,306 | \$ 236,332,394 |
| Restricted Cash and Investments | - | 79,230,008 | 297,302,537 | - | 376,532,545 |
| Receivables: | | | | | |
| Property Taxes, Net of Allowance for | | | | | |
| Uncollectible Taxes | 19,620,952 | 2,090,305 | - | - | 21,711,257 |
| Leases | 2,193,995 | - | - | - | 2,193,995 |
| Other | 421,526 | - | 2,926,245 | 5,577,315 | 8,925,086 |
| Due from Other Funds | 1,897,601 | - | - | - | 1,897,601 |
| Prepaid Costs | 288,733 | - | - | - | 288,733 |
| Inventories | 1,377,736 | - | - | 1,398,759 | 2,776,495 |
| Total Assets | <u>\$ 242,606,631</u> | <u>\$ 81,320,313</u> | <u>\$ 300,228,782</u> | <u>\$ 26,502,380</u> | <u>\$ 650,658,106</u> |
| LIABILITIES | | | | | |
| Due to Other Funds | \$ - | \$ - | \$ - | \$ 1,897,601 | \$ 1,897,601 |
| Accounts Payable | 9,396,065 | - | 4,802,327 | 889,703 | 15,088,095 |
| Accrued Compensation | 33,240,149 | - | - | 2,537,185 | 35,777,334 |
| Unearned Revenues | 599,979 | - | - | 1,040,068 | 1,640,047 |
| Retainage Payable | - | - | 227,804 | - | 227,804 |
| Total Liabilities | <u>43,236,193</u> | <u>-</u> | <u>5,030,131</u> | <u>6,364,557</u> | <u>54,630,881</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Leases | 2,193,995 | - | - | - | 2,193,995 |
| Unavailable Revenue - Property Taxes | 8,945,388 | 1,118,261 | - | - | 10,063,649 |
| Total Deferred Inflows of Resources | <u>11,139,383</u> | <u>1,118,261</u> | <u>-</u> | <u>-</u> | <u>12,257,644</u> |
| FUND BALANCES | | | | | |
| Nonspendable: | | | | | |
| Inventories & Prepaid Costs | 1,666,469 | - | - | - | 1,666,469 |
| Restricted: | | | | | |
| TABOR Emergency Reserve | 22,900,000 | - | - | - | 22,900,000 |
| Restricted Other | 144,401 | 80,202,052 | 295,198,651 | 10,953,202 | 386,498,306 |
| Committed: | | | | | |
| 3% Board Reserves | 22,900,000 | - | - | - | 22,900,000 |
| Master Capital Plan Projects | 6,652,383 | - | - | - | 6,652,383 |
| Assigned: | | | | | |
| School Carryover | 25,716,724 | - | - | 3,348,082 | 29,064,806 |
| Extended Service Severance | 33,837 | - | - | - | 33,837 |
| Facility Use Revenue Share | 928,732 | - | - | - | 928,732 |
| Cash in Lieu | 10,143,448 | - | - | - | 10,143,448 |
| 2023 Mill Levy Override | 2,965,120 | - | - | - | 2,965,120 |
| Security and Mental Health Reserve | 5,682 | - | - | - | 5,682 |
| Multi-Year Lease Reserve | 2,659,890 | - | - | - | 2,659,890 |
| Future Year Transportation | 4,505,139 | - | - | - | 4,505,139 |
| Subfund Carryover | - | - | - | 5,836,539 | 5,836,539 |
| Unassigned | 87,009,230 | - | - | - | 87,009,230 |
| Total Fund Balances | <u>188,231,055</u> | <u>80,202,052</u> | <u>295,198,651</u> | <u>20,137,823</u> | <u>583,769,581</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 242,606,631</u> | <u>\$ 81,320,313</u> | <u>\$ 300,228,782</u> | <u>\$ 26,502,380</u> | <u>\$ 650,658,106</u> |

See accompanying notes to the financial statements



**Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2025**

| | | |
|--|-----------------|------------------------|
| Fund Balances of Governmental Funds | | \$ 583,769,581 |
| 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. | | 794,694,050 |
| Certain revenues are not available to pay for current period expenditures and, therefore, are reported as deferred inflows of resources in the governmental funds. These amounts are recognized as revenue in the government-wide statements | | 10,063,649 |
| 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. | | 4,589,933 |
| 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 | (1,196,710) | |
| Deferred Outflows of Resources, Pension-Related Amounts | 212,442,568 | |
| Deferred Outflows of Resources, Other Post Employment Benefit-Related Amounts | 4,973,618 | |
| Deferred Inflows of Resources, Pension-Related Amounts | (12,658,740) | |
| Deferred Inflows of Resources, Other Post Employment Benefit-Related Amounts | (10,968,978) | 192,591,758 |
| 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 | (527,325,000) | |
| Certificates of Participation | (6,205,000) | |
| Bond Premiums | (59,527,549) | |
| Accrued Interest Payable | (1,205,846) | |
| Net Pension Liability | (1,018,832,503) | |
| Other Post Employment Benefit Liability | (18,076,965) | |
| Accrued Insurance Claims Payable | (3,873,196) | |
| Leases | (5,973,199) | |
| Financed Purchase | (920,292) | |
| Subscription Payable | (3,001,839) | |
| Extended Service Severance | (20,105) | |
| Compensated Absences | (9,191,931) | (1,654,153,425) |
| Net Position (deficit) of Governmental Activities | | <u>\$ (68,444,454)</u> |

See accompanying notes to the financial statements

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2025

| | <u>Combined General</u> | <u>Bond Redemption</u> | <u>Building</u> | <u>Non-Major Governmental</u> | <u>Total Governmental</u> |
|--|-----------------------------|----------------------------|-----------------------|-----------------------------------|-------------------------------|
| REVENUES | | | | | |
| Property Taxes | \$ 421,863,851 | \$ 54,381,195 | \$ - | \$ - | \$ 476,245,046 |
| Specific Ownership Tax | 36,938,231 | - | - | - | 36,938,231 |
| Intergovernmental | 415,123,412 | - | - | 45,555,906 | 460,679,318 |
| Charges for Services | 22,804,608 | - | - | 27,289,058 | 50,093,666 |
| Fundraisers and Donations | 4,097,902 | - | - | 3,899,301 | 7,997,203 |
| Investment Earnings | 8,056,300 | 3,764,528 | 8,631,901 | - | 20,452,729 |
| Other | 7,073,003 | - | - | 731,068 | 7,804,071 |
| Total Revenues | <u>915,957,307</u> | <u>58,145,723</u> | <u>8,631,901</u> | <u>77,475,333</u> | <u>1,060,210,264</u> |
| EXPENDITURES | | | | | |
| Current Operating: | | | | | |
| Instructional | 398,202,910 | - | - | 41,129,651 | 439,332,561 |
| Supporting Services | 296,844,046 | - | - | 45,291,325 | 342,135,371 |
| Funding to Charter Schools | 210,552,467 | - | - | - | 210,552,467 |
| Capital Outlay | - | - | 19,410,674 | - | 19,410,674 |
| Debt Service: | | | | | |
| Principal | 3,750,921 | 39,580,000 | - | 850,000 | 44,180,921 |
| Interest and Fiscal Charges | 428,940 | 19,991,781 | - | 273,375 | 20,694,096 |
| Debt Issuance Costs | - | - | 1,270,547 | - | 1,270,547 |
| Total Expenditures | <u>909,779,284</u> | <u>59,571,781</u> | <u>20,681,221</u> | <u>87,544,351</u> | <u>1,077,576,637</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>6,178,023</u> | <u>(1,426,058)</u> | <u>(12,049,320)</u> | <u>(10,069,018)</u> | <u>(17,366,373)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Subscriptions | 1,454,478 | - | - | - | 1,454,478 |
| Proceeds from Sale of Capital Assets | 19,174 | - | - | 10,813 | 29,987 |
| Transfers In / (Out) | (13,891,315) | - | - | 13,891,315 | - |
| Proceeds from Issuance of Bonds | - | - | 270,000,000 | - | 270,000,000 |
| Premium on Bond Issuance | - | - | 37,247,971 | - | 37,247,971 |
| Total Other Financing Sources (Uses) | <u>(12,417,663)</u> | <u>-</u> | <u>307,247,971</u> | <u>13,902,128</u> | <u>308,732,436</u> |
| NET CHANGES IN FUND BALANCES | <u>(6,239,640)</u> | <u>(1,426,058)</u> | <u>295,198,651</u> | <u>3,833,110</u> | <u>291,366,063</u> |
| FUND BALANCES, Beginning | <u>194,470,695</u> | <u>81,628,110</u> | <u>-</u> | <u>16,304,713</u> | <u>292,403,518</u> |
| FUND BALANCES, Ending | <u>\$ 188,231,055</u> | <u>\$ 80,202,052</u> | <u>\$ 295,198,651</u> | <u>\$ 20,137,823</u> | <u>\$ 583,769,581</u> |

See accompanying notes to the financial statements



**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, 2025**

Net change in fund balances of governmental funds \$ 291,366,063

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 | 47,227,670 | |
| Depreciation | (49,175,228) | |
| Net Book Value of Disposed Assets | (129,634) | (2,077,192) |

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.

3,343,125

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 | 39,580,000 | |
| Proceeds - Issuance of General Obligation Bonds | (270,000,000) | |
| Premiums - Issuance of General Obligation Bonds | (37,247,971) | |
| Deferred Amounts on Refunding | 974,772 | |
| Principal Lease Payments - Certificates of Participation | 850,000 | |
| Change in Accrued Interest | (470,639) | |
| Principal Payments Subscriptions Payable | 3,052,824 | |
| Subscriptions | (1,454,478) | |
| Principal Payments Leases | 479,094 | |
| Financed Purchase | 356,044 | |
| Amortization of Bond Premium | 6,922,242 | |
| | | (256,958,112) |

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 Expense | (23,547,164) | |
| Other Post Employment Benefit Income | 6,520,110 | |
| Change in Compensated Absence | (966,612) | |
| Change in Extended Service Severance | 20,016 | |
| Liability Claims | (498,403) | (18,472,053) |

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.

322,249

Change in net position of governmental activities \$ 17,524,080

See accompanying notes to the financial statements

**Proprietary Funds
Statement of Net Position
June 30, 2025**

| | <u>Governmental Activities</u> <u>Internal Service Funds</u> |
|------------------------------------|---|
| ASSETS | |
| Current Assets: | |
| Cash and Investments | \$ 3,780,583 |
| Accounts Receivable | 1,510,813 |
| Prepaid Costs | <u>3,112,685</u> |
| Total Assets | <u>8,404,081</u> |
| LIABILITIES | |
| Current Liabilities: | |
| Accounts Payable | \$ 44,141 |
| Accrued Insurance Claims | <u>3,770,007</u> |
| Total Liabilities | <u>3,814,148</u> |
| NET POSITION | |
| Unrestricted | <u>4,589,933</u> |
| Total Net Position | <u>4,589,933</u> |
| Total Liabilities and Net Position | <u>\$ 8,404,081</u> |

See accompanying notes to the financial statements



Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended June 30, 2025

| | <u>Governmental Activities</u> <u>Internal Service Funds</u> |
|--------------------------------|---|
| OPERATING REVENUES | |
| Premium Revenue | \$ 70,233,742 |
| Total Operating Revenues | <u>70,233,742</u> |
| OPERATING EXPENSES | |
| Insurance and Claims | 67,337,046 |
| Stop Loss Premiums | 1,356,547 |
| Purchased Services | <u>1,226,729</u> |
| Total Operating Expenses | <u>69,920,322</u> |
| OPERATING INCOME (LOSS) | <u>313,420</u> |
| NON-OPERATING REVENUES | |
| Investment Earnings | <u>8,829</u> |
| Total Non-Operating Revenues | <u>8,829</u> |
| CHANGE IN NET POSITION | 322,249 |
| NET POSITION, Beginning | <u>4,267,684</u> |
| NET POSITION, Ending | <u><u>\$ 4,589,933</u></u> |

See accompanying notes to the financial statements

**Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2025**

| | <u>Governmental Activities</u> <u>Internal Service Funds</u> |
|---|---|
| CASH FLOWS FROM OPERATING ACTIVITIES: | |
| Receipts from Customers | \$ 66,716,718 |
| Payments to Suppliers | <u>(69,765,838)</u> |
| Net Cash Used For Operating Activities | <u>(3,049,120)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | |
| Earnings on Investments | <u>8,829</u> |
| Net Cash Provided To Investing Activities | <u>8,829</u> |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (3,040,291) |
| CASH AND CASH EQUIVALENTS, Beginning | 6,820,874 |
| CASH AND CASH EQUIVALENTS, Ending | <u>\$ 3,780,583</u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED TO OPERATING ACTIVITIES: | |
| Operating Income (Loss) | \$ 313,420 |
| Changes in Assets and Liabilities: | |
| Change in Prepaid Costs | (2,178,685) |
| Change in Accounts Receivable | (1,338,339) |
| Change in Accounts Payable | 30,808 |
| Change in Accrued Insurance Claims | <u>123,676</u> |
| Total Adjustments | <u>(3,362,540)</u> |
| NET CASH (USED FOR) OPERATING ACTIVITIES | <u>\$ (3,049,120)</u> |

See accompanying notes to the financial statements



**Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2025**

| | <u>Private Purpose Trust Scholarship</u> |
|--------------------------------|--|
| ASSETS | |
| Cash and Investments | \$ 37,200 |
| Total Assets | <u>\$ 37,200</u> |
| NET POSITION | |
| Held in Trust for Scholarships | \$ 37,200 |
| Total Net Position | <u>\$ 37,200</u> |

See accompanying notes to the financial statements

Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2025

| | <u>Private Purpose Trust Scholarship</u> |
|-------------------------------|--|
| ADDITIONS | |
| Contributions | \$ 53,321 |
| Total Additions | <u>53,321</u> |
| DEDUCTIONS | |
| Grants and Scholarships | <u>47,500</u> |
| Total Deductions | <u>47,500</u> |
| CHANGE IN NET POSITION | 5,821 |
| NET POSITION, Beginning | <u>31,379</u> |
| NET POSITION, Ending | <u><u>\$ 37,200</u></u> |

See accompanying notes to the financial statements



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, Lemman 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 has 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's 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.

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.

Notes to the Financial Statements

June 30, 2025

Note 1: Summary of Significant Accounting Policies (Continued) **Government-wide and Fund Financial Statements (Continued)**

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 charged 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.

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.



Note 1: Summary of Significant Accounting Policies (Continued)
Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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 *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.

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 that have a maturity of three months or less when purchased or that are subject to withdrawal.

As of June 30, 2025, the District invested in the Colorado Statewide Investment Pool (CSIP) and Colorado Surplus Asset Fund (CSafe), both are external investment pools. The District also invests proceeds from the 2024 bonds in various U.S. Treasury Notes, Corporate Bonds, Commercial Paper, and Money Market Funds. CSIP Term funds are reported at Net Asset Value (NAV). CSafe, CSIP Local Government Investment Pool (LGIP), and Money Market 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, 2025 and the application used is determined

Notes to the Financial Statements

June 30, 2025

Note 1: Summary of Significant Accounting Policies (Continued)

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

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 and unspent bond proceeds.

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:



Note 1: Summary of Significant Accounting Policies (Continued)**Assets, Liabilities, Deferred Inflows/Outflows of Resources, and Net Position or Fund Balance (Continued)**

| 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. 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 9. 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 10.

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 9. 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 10. The

Notes to the Financial Statements

June 30, 2025

Note 1: Summary of Significant Accounting Policies (Continued)

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

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 in the same fiscal year it is earned. The liability for compensated absences reported in the government-wide statements consists of sick leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used as sick time off or otherwise paid in cash.

It is the policy of the District to permit employees to accumulate earned but unused sick leave benefits. Unused sick leave is paid to eligible employees, up to a maximum of 130 days (or applicable hourly limits), upon termination after completing ten years of service. Vacation leave must be used in the fiscal year in which it is earned and does not accumulate. Under GASB Statement No. 101, *Compensated Absences*, the District records a liability in the government-wide financial statements for compensated absences that are attributable to services already rendered, accumulate over time, and are more likely than not to be used for sick time off or paid in cash upon separation. Accordingly, the compensated absences liability includes accumulated sick leave expected to be used or paid in the future.

Long-term Obligations

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

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

Fund Balance/Net Position

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

Non-spendable - 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 decisionmaking 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 does 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.



Note 1: Summary of Significant Accounting Policies (Continued)**Assets, Liabilities, Deferred Inflows/Outflows of Resources, and Net Position or Fund Balance (Continued)**

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 \$477,626,962 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 its 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, 2025, the District has \$22,900,000 and the charter schools have \$6,848,527, 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.

Note 2: Deposits and Investments

As of June 30, 2025, deposits and investments were reported in the financial statements as follows:

| | |
|-----------------------------------|-----------------------|
| Governmental Activities * | \$ 616,645,522 |
| Private Purpose Trust Scholarship | 37,200 |
| Total | <u>\$ 616,682,722</u> |

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

Notes to the Financial Statements

June 30, 2025

Note 2: Deposits and Investments (Continued)

Cash and investments at June 30, 2025, consisted of the following:

| | |
|--------------|-----------------------|
| Deposits | \$ 4,334,598 |
| Cash on Hand | 39,525 |
| Investments | 612,308,599 |
| Total | <u>\$ 616,682,722</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. As of June 30, 2025, 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.



Note 2: Deposits and Investments (Continued)

Investments (Continued)

As of June 30, 2025, the District had the following investments:

| Investment Type | S&P/Fitch Ratings | Amortized Cost | Net Asset | | Total | Investment Maturities (In Years) | | |
|-------------------|-------------------|-----------------------|-------------|----------------------|-----------------------|----------------------------------|-----------------------|--------------|
| | | | Value | Fair Value | | 12 Months or less | 13-24 Months | 25-60 Months |
| CSafe Funds | AAAm | \$ 42,501,421 | \$ - | \$ - | \$ 42,501,421 | \$ 42,501,421 | \$ - | \$ - |
| CSIP LGIP | AAAm | 266,286,862 | - | - | 266,286,862 | 266,286,862 | - | - |
| US Treasury Notes | Aaa | - | - | 267,257,015 | 267,257,015 | 87,277,318 | 179,979,697 | - |
| Microsoft Corp | Aaa | - | - | 7,965,280 | 7,965,280 | 7,965,280 | - | - |
| MUFG Bank, Ltd | P-1 | - | - | 3,653,054 | 3,653,054 | 3,653,054 | - | - |
| Money Market | AAAm | - | - | 24,644,967 | 24,644,967 | 24,644,967 | - | - |
| Total | | <u>\$ 308,788,283</u> | <u>\$ -</u> | <u>\$303,520,316</u> | <u>\$ 612,308,599</u> | <u>\$ 432,328,902</u> | <u>\$ 179,979,697</u> | <u>\$ -</u> |

Local Government Investment Pools (LGIP) - As of June 30, 2025, the District had dollars invested in local government investment pools, with \$266,286,862 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 \$42,501,421 invested in the Colorado Surplus Asset Fund (CSafe) as of June 30, 2025. 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 AAAs 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, 2025, there are no investments that individually garner greater than five percent of total investments.

Notes to the Financial Statements

June 30, 2025

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.

The District has the following fair value measurements as of June 30, 2025:

| <u>Investment by fair value level:</u> | <u>June 30, 2025</u> | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> |
|--|----------------------|---------------------|----------------------|----------------|
| US Treasury Notes | \$267,257,015 | \$- | \$267,257,015 | \$- |
| Microsoft Corp | 7,965,280 | - | 7,965,280 | - |
| MUFG Bank, Ltd | 3,653,054 | - | 3,653,054 | - |
| Money Market | 24,644,967 | 24,644,967 | - | - |
| Total | <u>\$303,520,316</u> | <u>\$24,644,967</u> | <u>\$278,875,349</u> | <u>\$-</u> |

Note 3: Interfund Balances and Transfers

Interfund balances are created when there is a liability of one fund due to another fund. Interfund balances for the year ended June 30, 2025, were composed of the following:

| <u>Due From</u> | <u>Due To</u> | <u>Amount</u> |
|-------------------------------------|---------------|---------------|
| Governmental Designated Grants Fund | General Fund | \$1,897,601 |

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, 2025 were as follows:

| <u>Transfers From</u> | <u>Transfers To</u> | <u>Amount</u> |
|-----------------------|------------------------------|----------------------|
| General Fund | Nutrition Services NSLP Fund | \$ 3,170,424 |
| General Fund | Child Care Fund | 1,565,882 |
| General Fund | COP Lease Payment Fund | 1,123,439 |
| General Fund | Athletics & Activities Fund | 8,031,570 |
| | Total | <u>\$ 13,891,315</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.



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.

\$ 767,268

Building and educational lease with Arapahoe Community College beginning July 1, 2022. Monthly payments including interest at 4.5% ranging from \$2,115 to \$12,122 due the first day of each month. The final payment is due April 2042.

1,426,727

\$ 2,193,995

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

| Year Ending June 30, | Governmental Activities | | Total |
|------------------------------|-------------------------|-------------------|---------------------|
| | Principal | Interest | |
| 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 | 189,104 | 66,388 | 255,492 |
| 2031-2042 | 1,386,123 | 358,129 | 1,744,252 |
| Total Minimum Lease Payments | <u>\$ 2,193,995</u> | <u>\$ 766,899</u> | <u>\$ 2,960,894</u> |

During the year ended June 30, 2025 the District recognized \$123,585 in lease revenue and \$101,705 in interest revenue.

Notes to the Financial Statements

June 30, 2025

Note 5: Capital Assets

Capital Asset activity for the year ended June 30, 2025 was as follows:

| | Balance June 30, 2024 | Additions | Deletions | Transfers | Balance June 30, 2025 |
|---|--------------------------|-----------------------|---------------------|--------------|--------------------------|
| Governmental Activities | | | | | |
| Land | \$ 6,989,526 | \$ - | \$ - | \$ - | \$ 6,989,526 |
| Construction in Progress (CIP) | 12,710,850 | 35,620,035 | - | (15,315,167) | 33,015,718 |
| Total Capital Assets (Not Depreciated) | 19,700,376 | 35,620,035 | - | (15,315,167) | 40,005,244 |
| Buildings and Improvements | 1,183,202,383 | 1,494,959 | (276,958) | 4,910,340 | 1,189,330,724 |
| Building - Lease Assets | 7,602,571 | - | - | - | 7,602,571 |
| Equipment - Energy Performance | 13,173,149 | - | - | - | 13,173,149 |
| SBITA | 9,552,898 | 1,454,478 | (2,601,068) | - | 8,406,308 |
| Land Improvements | 19,018,180 | 1,282,007 | - | 743,923 | 21,044,110 |
| Machinery and Equipment | 135,158,334 | 7,376,191 | (2,014,429) | 9,660,904 | 150,181,000 |
| Total Depreciable Capital Assets | 1,367,707,515 | 11,607,635 | (4,892,455) | 15,315,167 | 1,389,737,862 |
| <u>Accumulated Depreciation/Amortization:</u> | | | | | |
| Building and Improvements | (480,577,414) | (30,534,006) | 176,378 | - | (510,935,042) |
| Building - Lease Assets | (1,983,500) | (603,463) | - | - | (2,586,963) |
| Equipment - Energy Performance | (6,056,904) | (612,225) | - | - | (6,669,129) |
| SBITA | (4,520,547) | (2,842,933) | 2,601,068 | - | (4,762,412) |
| Land Improvements | (7,702,040) | (2,352,177) | - | - | (10,054,217) |
| Machinery and Equipment | (89,796,244) | (12,230,424) | 1,985,375 | - | (100,041,293) |
| Total Accumulated Depreciation/ Amortization | (590,636,649) | (49,175,228) | 4,762,821 | - | (635,049,056) |
| Net Depreciated/Amortized Capital Assets | 777,070,866 | (37,567,593) | (129,634) | 15,315,167 | 754,688,806 |
| Net Capital Assets with Land and CIP | <u>\$ 796,771,242</u> | <u>\$ (1,947,558)</u> | <u>\$ (129,634)</u> | <u>\$ -</u> | <u>\$ 794,694,050</u> |

During the year, the District disposed of capital assets with a carrying value of \$129,634, resulting in a loss of \$99,647, which is reported in the government-wide Statement of Activities.

For the year ended June 30, 2025, depreciation/amortization expense was charged to functions of the District as follows:

Governmental Activities:

| | |
|---------------------|----------------------|
| Instruction | \$ 6,392,780 |
| Supporting Services | 42,782,448 |
| Total | <u>\$ 49,175,228</u> |

Notes to the Financial Statements

June 30, 2025

Note 5: Capital Assets (Continued)

| <u>Discretely Presented Component Units-Charter Schools</u> | <u>June 30, 2024</u> | <u>Additions</u> | <u>Deletions</u> | <u>June 30, 2025</u> |
|---|-----------------------|----------------------|---------------------|-----------------------|
| Land | \$ 23,421,266 | \$ 3,563,965 | \$ - | \$ 26,985,231 |
| Construction in Progress (CIP) | 23,809,398 | 20,721,129 | (307,294) | 44,223,233 |
| Total Capital Assets (Not Depreciated) | 47,230,664 | 24,285,094 | (307,294) | 71,208,464 |
| Buildings and Improvements | 309,272,324 | 2,221,289 | - | 311,493,613 |
| Machinery and Equipment | 7,516,696 | 766,998 | (5,060) | 8,278,634 |
| Lease Equipment | 7,583,570 | 158,393 | (120,931) | 7,621,032 |
| ROU Asset - SBITA | 95,709 | - | - | 95,709 |
| Total Depreciable Capital Assets | 324,468,299 | 3,146,680 | (125,991) | 327,488,988 |
| Accumulated Depreciation: | | | | - |
| Buildings and Improvements | (71,909,084) | (9,072,347) | - | (80,981,431) |
| Machinery and Equipment | (6,132,947) | (497,229) | - | (6,630,176) |
| Lease Equipment | (1,942,720) | (358,943) | 120,931 | (2,180,732) |
| ROU Asset - SBITA | (31,042) | (31,042) | - | (62,084) |
| Total Accumulated Depreciation | (80,015,793) | (9,959,561) | 120,931 | (89,854,423) |
| Net Depreciated Capital Assets | 244,452,506 | (6,812,881) | (5,060) | 237,634,565 |
| Net Capital Assets with Land and CIP | <u>\$ 291,683,170</u> | <u>\$ 17,472,213</u> | <u>\$ (312,354)</u> | <u>\$ 308,843,029</u> |

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, 2025 are recorded in the funds as follows:

| | |
|------------------------------|----------------------|
| Governmental Activities | |
| Combined General Fund | \$ 33,240,149 |
| Non-major Governmental Funds | 2,537,185 |
| Total | <u>\$ 35,777,334</u> |

Accrued compensation for the charter schools as of June 30, 2025, is \$6,844,225.

Notes to the Financial Statements

June 30, 2025

Note 7: Long-Term Liabilities

Long-term liabilities activity for the year ended June 30, 2025, is as follows:

| | Balance, As Restated June 30, 2024 | Additions | Reductions | Balance June 30, 2025 | Due Within One Year |
|-------------------------------|---------------------------------------|-----------------------|----------------------|--------------------------|------------------------|
| Governmental Activities: | | | | | |
| General Obligation Bonds | \$ 296,905,000 | \$ 270,000,000 | \$ 39,580,000 | \$ 527,325,000 | \$ 27,005,000 |
| Certificates of Participation | 7,055,000 | - | 850,000 | 6,205,000 | 885,000 |
| Bond Premiums | 29,201,820 | 37,247,971 | 6,922,242 | 59,527,549 | 7,059,918 |
| Financed Purchases | 1,276,336 | - | 356,044 | 920,292 | 362,877 |
| Extended Service Severance | 40,121 | - | 20,016 | 20,105 | 20,105 |
| Leases | 6,452,293 | - | 479,094 | 5,973,199 | 516,885 |
| Subscriptions Payable | 4,600,185 | 1,454,478 | 3,052,824 | 3,001,839 | 752,707 |
| Compensated Absences | 8,225,319 | 966,612 | - | 9,191,931 | 505,814 |
| OPEB Liability | 24,753,602 | - | 6,676,637 | 18,076,965 | - |
| Net Pension Liability | 1,025,166,597 | - | 6,334,094 | 1,018,832,503 | - |
| Total | <u>\$ 1,403,676,273</u> | <u>\$ 309,669,061</u> | <u>\$ 64,270,951</u> | <u>\$ 1,649,074,383</u> | <u>\$ 37,108,306</u> |

Note in prior years the General Fund has been used to liquidate pension and OPEB. The change in compensated absence liability is presented as a net change.

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, 2025, are \$2,121,185,238 and \$1,518,232,359, respectively. Management of the District believes it is in compliance with the legal debt limits.

G.O. Bonds outstanding at June 30, 2025, consist of the following:

| | |
|---|-----------------------|
| \$87,310,000 G.O. Refunding Bonds, Series 2009; interest rating from 2% to 5.25% payable semiannually; principal payable annually beginning December 2009. The final payment is due December 2025. | \$ 2,545,000 |
| \$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. | 195,590,000 |
| \$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. | 59,190,000 |
| \$270,000,000 G.O. Bond, Series 2024, yielding 2.71% to 3.59%; interest compounds semiannually; principal payable annually beginning December 2029. The final payment is due December 2044. | 270,000,000 |
| Total General Obligation Bonds | <u>\$ 527,325,000</u> |

Certificates of Participation

Certificates of Participation (COP) obligations are satisfied using general operating funds. District buildings are held as collateral on the debt. As of June 30, 2025, assets and the related accumulated depreciation totaled \$27,600,000 and \$8,953,733, respectively. The new refunding debt appears on the charter schools' statements.



Note 7: Long-Term Liabilities (Continued)
Certificates of Participation (Continued)

COPs outstanding at June 30, 2025, 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. | \$ 650,000 |
| \$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. | 5,555,000 |
| Total Certificates of Participation | <u>\$ 6,205,000</u> |

Financed Purchase

The District finances certain assets using various third parties. Financed purchase outstanding at June 30, 2025 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>\$ 920,292</u> |
|---|-------------------|

Leases

The District leases certain assets from various third parties. The assets leased include office space. As of June 30, 2025, assets and the related accumulated amortization totaled \$7,602,571 and \$2,586,963, respectively. Leases outstanding at June 30, 2025, 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. | \$ 5,213,608 |
| 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>759,591</u> |
| Total Leases | <u>\$ 5,973,199</u> |

Software

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

| | |
|---|---------------------|
| Software subscriptions included are: Workday, EduProject, Imagin Learning, Proofpoint, Contentkeeper, Finalsight, Questica, CrowdStrike, UKG, and Infinite Campus. The SBITA arrangements expire at various dates through 2029 and provide for renewal options. | <u>\$ 3,001,839</u> |
|---|---------------------|

As of June 30, 2025, SBITA assets and the related accumulated amortization totaled \$8,406,308 and \$4,762,412, respectively.

Notes to the Financial Statements

June 30, 2025

Note 7: Long-Term Liabilities

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, 2025:

General Obligation Bonds

| June 30, | Principal | Interest | Total |
|-----------|-----------------------|-----------------------|-----------------------|
| 2026 | \$ 27,005,000 | \$ 25,257,406 | \$ 52,262,406 |
| 2027 | 30,665,000 | 23,812,475 | 54,477,475 |
| 2028 | 32,200,000 | 22,240,850 | 54,440,850 |
| 2029 | 30,895,000 | 20,663,475 | 51,558,475 |
| 2030 | 17,390,000 | 19,456,350 | 36,846,350 |
| 2031-2035 | 100,885,000 | 83,058,600 | 183,943,600 |
| 2036-2040 | 126,880,000 | 56,493,375 | 183,373,375 |
| 2041-2045 | 161,405,000 | 20,962,375 | 182,367,375 |
| Total | <u>\$ 527,325,000</u> | <u>\$ 271,944,906</u> | <u>\$ 799,269,906</u> |

Certificates of Participation

| June 30, | Principal | Interest | Total |
|-----------|---------------------|-------------------|---------------------|
| 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 | 1,030,000 | 85,275 | 1,115,275 |
| 2031-2035 | 1,305,000 | 82,769 | 1,387,769 |
| 2036-2040 | 130,000 | 6,825 | 136,825 |
| Total | <u>\$ 6,205,000</u> | <u>\$ 900,769</u> | <u>\$ 7,105,769</u> |

Financed Purchase

| June 30, | Principal | Interest | Total |
|----------|-------------------|------------------|-------------------|
| 2026 | \$ 362,877 | \$ 15,853 | \$ 378,730 |
| 2027 | 369,841 | 8,889 | 378,730 |
| 2028 | 187,574 | 1,791 | 189,364 |
| Totals | <u>\$ 920,292</u> | <u>\$ 26,533</u> | <u>\$ 946,823</u> |

Leases

| June 30, | Principal | Interest | Total |
|-----------|---------------------|---------------------|---------------------|
| 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 | 688,468 | 107,747 | 796,215 |
| 2031-2035 | 2,970,903 | 284,254 | 3,255,157 |
| Total | <u>\$ 5,973,199</u> | <u>\$ 1,024,785</u> | <u>\$ 6,997,984</u> |



Note 7: Long-Term Liabilities**Software**

| June 30, | Principal | Interest | Total |
|----------|---------------------|-------------------|---------------------|
| 2026 | \$ 752,707 | \$ 153,529 | \$ 906,236 |
| 2027 | 755,630 | 115,492 | 871,122 |
| 2028 | 816,108 | 76,567 | 892,675 |
| 2029 | 677,394 | 34,638 | 712,032 |
| Totals | <u>\$ 3,001,839</u> | <u>\$ 380,226</u> | <u>\$ 3,382,065</u> |

Compensated Absences

The District provides payouts for unused sick and personal leave to classified, licensed, and administrative employees who meet the 10-year service threshold. In fiscal year 2025, the District implemented GASB Statement No. 101, Compensated Absences, which establishes recognition and measurement criteria for compensated absences. GASB 101 requires governments to recognize a liability for leave that is attributable to services already rendered and is expected to be used or paid upon termination.

Before implementation, the District recognized compensated absences for only those who met the 10-year requirement. Adoption of GASB 101 required the District to recognize a liability for those employees who are more likely than not to reach the 10-year requirement, resulting in a prior-period restatement of compensated absences. The implementation increased long-term liabilities by \$2,514,971 and decreased beginning net position by the same amount.

| | June 30, 2024, As Previously Reported | GASB 101 Restatement | June 30, 2024, As Restated |
|----------------------|--|-------------------------|-------------------------------|
| Compensated Absences | <u>\$ 5,710,348</u> | <u>\$ 2,514,971</u> | <u>\$ 8,225,319</u> |

Amounts due within one year reflect expected payouts of accumulated leave balances for employees meeting established termination or retirement criteria.

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 \$6.200 million of which about \$6.195 million was paid out in October of the past eleven years (2012-2025) leaving a liability of \$20,105. 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.

Notes to the Financial Statements

June 30, 2025

Note 7: Long-Term Liabilities (Continued)

Charter School Long-term Liabilities

Charter school long-term liability activity for the year ended June 30, 2025 was as follows:

| Charter Schools: | Balance, As Restated June 30, 2024 | Additions | Reductions | Balance June 30, 2025 | Due Within One Year |
|----------------------|---------------------------------------|---------------|-----------------|--------------------------|------------------------|
| Loans | \$ 335,135,308 | \$ 33,728,120 | \$ (30,511,776) | \$ 338,351,652 | \$ 5,201,936 |
| Leases | 6,920,868 | 489,299 | (755,565) | 6,654,602 | 696,564 |
| Discount | (1,870,139) | - | 70,762 | (1,799,377) | - |
| Premium | 13,601,220 | 485,927 | (632,026) | 13,455,121 | 89,683 |
| Compensated Absences | 544,922 | 56,802 | - | 601,724 | - |
| Total | \$ 354,332,179 | \$ 34,760,148 | \$ (31,828,605) | \$ 357,263,722 | \$ 5,988,183 |

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 |
|-----------|----------------|----------------|----------------|
| 2026 | \$ 5,898,500 | \$ 16,230,348 | \$ 22,128,848 |
| 2027 | 13,870,392 | 15,680,187 | 29,550,579 |
| 2028 | 6,692,048 | 15,361,603 | 22,053,651 |
| 2029 | 37,700,823 | 14,552,475 | 52,253,298 |
| 2030 | 5,902,004 | 11,632,956 | 17,534,960 |
| 2031-2035 | 41,511,023 | 60,208,491 | 101,719,514 |
| 2036-2040 | 42,981,215 | 50,658,130 | 93,639,345 |
| 2041-2045 | 46,367,294 | 40,063,438 | 86,430,732 |
| 2046-2050 | 52,132,956 | 28,476,171 | 80,609,127 |
| 2051-2055 | 59,140,000 | 15,017,132 | 74,157,132 |
| 2056-2060 | 32,809,999 | 4,493,775 | 37,303,774 |
| Total | \$ 345,006,254 | \$ 272,374,706 | \$ 617,380,960 |

Note 8: 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.



Note 8: 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.

Note 8: Risk Management (Continued)

The following represents the change in the claims liability for the District during the fiscal year ended June 30, 2025.

| | Medical | Property/Workers' Compensation | Total |
|--------------------------------|---------------------|---|---------------------|
| 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 | <u>(35,846,617)</u> | <u>(1,829,030)</u> | <u>(37,675,647)</u> |
| Claims Liability June 30, 2024 | 3,646,331 | 3,374,793 | 7,021,124 |
| Claims Incurred and Adjusted | 42,595,195 | 2,048,137 | 44,643,332 |
| Claims Payments | <u>(42,471,519)</u> | <u>(1,549,734)</u> | <u>(44,021,253)</u> |
| Claims Liability June 30, 2025 | <u>\$ 3,770,007</u> | <u>\$ 3,873,196</u> | <u>\$ 7,643,203</u> |

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 \$3,770,007 is reported within the Medical Fund as a current liability because the District expects to pay the full balance within a year.

Note 9: 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/forms-resources/financial-reports-and-studies.

Benefits provided as of December 31, 2024. 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.

Notes to the Financial Statements

June 30, 2025

Note 9: Pension Plan (Continued) Defined Benefit Pension Plan (Continued)

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

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- \$15 times the first 10 years of service credit plus \$20 times 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, 2025: 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, 2024 through June 30, 2025.

Employer contribution requirements are summarized in the table below:

| | July 1, 2024 through June 30, 2025 |
|--|---|
| 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).



Note 9: 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 \$92.3 million for the year ended June 30, 2025.

Defined Benefit Pension Plan (Continued)

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.

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, 2024, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll-forward the TPL to December 31, 2024. The District's proportion of the net pension liability was based on the District contributions to the SCHDTF for the calendar year 2024 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2025, the District reported a liability of \$1,018,832,503 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 | \$ | 1,018,832,503 |
| The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District. | | <u>91,507,333</u> |
| Total | \$ | <u>1,110,339,836</u> |

At December 31, 2024, the District's proportion was 5.904 percent, which was an increase of 0.107 percent from its proportion measured as of December 31, 2023.

Notes to the Financial Statements

June 30, 2025

Note 9: Pension Plan (Continued)

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

For the year ended June 30, 2025, the District recognized pension expense of \$69,368,432 and revenue of \$1,209,160 for support from the State as a nonemployer contributing entity. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Difference between expected and actual experience | \$ 57,694,954 | \$ - |
| Changes of assumptions or other inputs | 7,638,307 | - |
| Net difference between projected and actual earnings on pension plan investments | 19,222,538 | - |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions | 82,065,501 | 12,658,740 |
| Contributions subsequent to the measurement date | 45,821,268 | - |
| Total | \$ 212,442,568 | \$ 12,658,740 |

\$45,821,268 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, 2026. 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 |
|----------------------------|--|
| 2026 | \$ 99,252,039 |
| 2027 | 93,880,009 |
| 2028 | (25,460,016) |
| 2029 | (13,709,472) |
| Thereafter | - |
| Total | \$ 153,962,560 |

Actuarial Assumptions - The TPL in the December 31, 2023 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:



Note 9: Pension Plan (Continued)

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

| | |
|--|---------------------|
| 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 discount rate | 7.25% |
| Post retirement benefit increases: | |
| PERA benefit structure hired prior to January 1, 2007; and DPS benefit structure (compounded annually) | 1.00% |
| 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.

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.

All mortality assumptions are developed on a benefit-weighted basis and apply generational mortality. Note that in all categories, displayed as follows, the mortality tables are generationally projected using scale MP-2019.

| | Mortality Table | Adjustments, as Applicable |
|---|------------------------------|--|
| Pre-Retirement | PubT-2010 Employee | N/A |
| Post-Retirement (Retiree), Non-Disabled | PubT-2010 Healthy Retiree | Males: 112% of the rates prior to age 80/ 94% of the rates age 80 and older Females: 83% of the rates prior to age 80/ 106% of the rates age 80 and older |
| Post-Retirement (Beneficiary), Non-Disabled | Pub-2010 Contingent Survivor | Males: 97% of the rates for all ages Females: 105% of the rates for all ages |
| Disabled | PubNS-2010 Disabled Retiree | 99% of the rates for all ages |

The actuarial assumptions used in the December 31, 2023, 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.

Notes to the Financial Statements

June 30, 2025

Note 9: Pension Plan (Continued)

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

Based on the 2024 experience analysis, dated January 3, 2025, for the period January 1, 2020, to December 31, 2023, revised actuarial assumptions were adopted by PERA’s Board on January 17, 2025, and were effective as of December 31, 2024. The following assumptions were reflected in the roll-forward calculation of the total pension liability from December 31, 2023, to December 31, 2024.

Salary increases, including wage inflation: 4.00%-13.40%

Salary scale assumptions were altered to better reflect actual experience.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

The estimated administrative expense as a percentage of covered payroll was increased from 0.40% to 0.45%.

The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on the experience. All mortality assumptions are developed on a benefit-weighted basis. Note that in all categories, displayed as follows, the mortality tables are generationally projected using the 2024 adjusted MP-2021 projection scale.

| | Mortality Table | Adjustments, as Applicable |
|---|------------------------------|--|
| Pre-Retirement | PubT-2010 Employee | N/A |
| Post-Retirement (Retiree), Non-Disabled | PubT-2010 Healthy Retiree | Males: 106% of the rates for all ages Females: 86% of the rates prior to age 85/ 115% of the rates age 85 and older |
| Post-Retirement (Beneficiary), Non-Disabled | Pub-2010 Contingent Survivor | Males: 92% of the rates for all ages Females: 100% of the rates for all ages |
| Disabled | PubNS-2010 Disabled Retiree | 95% of the rates for all ages |

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 2024 Experience Study report dated January 3, 2025.

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

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board’s November 15, 2019, meeting and again at the Board’s September 20, 2024, meeting. 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:



Note 9: Pension Plan (Continued)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

| Asset Class | Target Allocation | 30 Year Expected Geometric Real Rate of Return |
|----------------|-------------------|--|
| Global Equity | 51.00% | 5.00% |
| Fixed Income | 23.00% | 2.60% |
| Private Equity | 10.00% | 7.60% |
| Real Estate | 10.00% | 4.10% |
| Alternatives | 6.00% | 5.20% |
| 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 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.

As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.

Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.

The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP 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.

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

Notes to the Financial Statements

June 30, 2025

Note 9: Pension Plan (Continued)

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

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 | \$ 1,381,300,747 | \$ 1,018,832,503 | \$ 715,214,684 |

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/forms-resources/financial-reports-and-studies.

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/forms-resources/financial-reports-and-studies.

Funding Policy - The PERAPlus 401(k) Plan 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, 2025, program members contributed \$12,247,246.

Note 10: 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/forms-resources/financial-reports-and-studies.

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.



Note 10: Post Employment Benefits Other Than Pensions (Continued)
Other Post Employment Benefits (OPEB) (Continued)

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.

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 \$4,621,310 for the year ended June 30, 2025.

Notes to the Financial Statements

June 30, 2025

Note 10: Post Employment Benefits Other Than Pensions (Continued)

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

At June 30, 2025, the District’s reported a liability of \$18,076,965 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2024, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023. Standard update procedures were used to roll-forward the TOL to December 31, 2024. The District’s proportion of the net OPEB liability was based on June 30, 2025 contributions to the HCTF for the calendar year 2024 relative to the total contributions of participating employers to the HCTF.

At December 31, 2024, the District’s proportion was 3.780%, which was a decrease of 0.312% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the District recognized OPEB income of \$4,231,304. At June 30, 2025, 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 | \$ - | \$ 3,987,414 |
| Changes of assumptions and other inputs | 207,283 | 5,778,299 |
| Net difference between projected and actual earnings on pension plan investments | 61,281 | - |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions | 2,416,248 | 1,203,265 |
| Contributions subsequent to the measurement date | 2,288,806 | - |
| Total | \$ 4,973,618 | \$ 10,968,978 |

\$2,288,806 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, 2026. 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 |
|--------------|-----------------|---|
| 2026 | | (2,968,016) |
| 2027 | | (1,441,890) |
| 2028 | | (1,992,296) |
| 2029 | | (1,072,112) |
| 2030 | | (548,161) |
| Thereafter | | (261,691) |
| Total | | \$ (8,284,166) |



Note 10: 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)

Actuarial Assumptions - The TOL in the December 31, 2023 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

| | <u>School Division</u> |
|--|--|
| Actuarial cost method | Entry age |
| Price inflation | 2.30% |
| Real wage growth | 0.70% |
| Wage inflation | 3.00% |
| Salary increases, including wage inflation | |
| Members other than 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 | 16.00% in 2024, then 6.75% in 2025, gradually decreasing to 4.50% in 2034 |
| Medicare Part A premiums | 3.50% in 2024, gradually increasing to 4.50% in 2033 |
| 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.

Each year the per capita health care costs are developed by plan option. As of the December 31, 2023, actuarial valuation, costs are based on 2024 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 were 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

| <u>Participant Age</u> | <u>Annual Increase (Male)</u> | <u>Annual Increase (Female)</u> |
|------------------------|-----------------------------------|-------------------------------------|
| 65-68 | 2.20% | 2.30% |
| 69 | 2.80% | 2.20% |
| 70 | 2.70% | 1.60% |
| 71 | 3.10% | 0.50% |
| 72 | 2.30% | 0.70% |
| 73 | 1.20% | 0.80% |
| 74 | 0.90% | 1.50% |
| 75-85 | 0.90% | 1.30% |
| 86 and older | -% | -% |

Notes to the Financial Statements

June 30, 2025

Note 10: 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)

| 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 | \$ 1,710 | \$ 1,420 | \$ 585 | \$ 486 | \$ 1,897 | \$ 1,575 |
| 70 | \$ 1,921 | \$ 1,589 | \$ 657 | \$ 544 | \$ 2,130 | \$ 1,763 |
| 75 | \$ 2,122 | \$ 1,670 | \$ 726 | \$ 571 | \$ 2,353 | \$ 1,853 |

| 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 | \$ 6,536 | \$ 5,429 | \$ 4,241 | \$ 3,523 | \$ 7,063 | \$ 5,866 |
| 70 | \$ 7,341 | \$ 6,073 | \$ 4,764 | \$ 3,941 | \$ 7,933 | \$ 6,563 |
| 75 | \$ 8,110 | \$ 6,385 | \$ 5,262 | \$ 4,143 | \$ 8,763 | \$ 6,900 |

The 2024 Medicare Part A premium is \$505 per month.

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

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

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. PERACare Medicare plan rates are applied where members have no premium-free Part A and where those premiums are already exceeding the maximum subsidy. MAPD PPO #2 has a separate trend because the first year rates are still below the maximum subsidy and to reflect the estimated impact of the Inflation Reduction Act for that plan option.

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

| Year | PERACare Medicare Plans1 | MAPD PPO #21 | Medicare Part A Premiums |
|-------|--------------------------|--------------|--------------------------|
| 2024 | 16.00% | 105.00% | 3.50% |
| 2025 | 6.75% | 8.55% | 3.75% |
| 2026 | 6.50% | 8.10% | 3.75% |
| 2027 | 6.25% | 7.65% | 4.00% |
| 2028 | 6.00% | 7.20% | 4.00% |
| 2029 | 5.75% | 6.75% | 4.25% |
| 2030 | 5.50% | 6.30% | 4.25% |
| 2031 | 5.25% | 5.85% | 4.25% |
| 2032 | 5.00% | 5.40% | 4.25% |
| 2033 | 4.75% | 4.95% | 4.50% |
| 2034+ | 4.50% | 4.50% | 4.50% |



Note 10: 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)

Mortality assumptions used in the December 31, 2023, valuation for the Division Trust Funds as shown in the following table, reflect generational mortality and were applied, as applicable, in the December 31, 2023, valuation for the HCTF, but developed using a headcount-weighted basis. Note that in all categories, displayed as follows, the mortality tables are generationally projected using scale MP-2019. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

| Pre-Retirement | Mortality Table | Adjustments, as Applicable |
|--|--|---|
| State and Local Government Divisions (members other than Safety Officers) | PubG-2010 Employee | N/A |
| Safety Officers | PubS-2010 Employee | N/A |
| School Division | PubT-2010 Employee | N/A |
| Judicial Division | PubG-2010(A) Above-Median Employee | N/A |
| Post-Retirement (Retiree), Non-Disabled | Mortality Table | Adjustments, as Applicable |
| State and Local Government Divisions (members other than Safety Officers) | PubG-2010 Healthy Retiree | Males: 94% of the rates prior to age 80/ 90% of the rates age 80 and older |
| | | Females: 87% of the rates prior to age 80/ 107% of the rates age 80 and older |
| Safety Officers | PubS-2010 Healthy Retiree | N/A |
| School Division | PubT-2010 Healthy Retiree | Males: 112% of the rates prior to age 80/ 94% of the rates age 80 and older |
| | | Females: 83% of the rates prior to age 80/ 106% of the rates age 80 and older |
| Judicial Division | PubG-2010(A) Above-Median Healthy Retiree | N/A |
| Post-Retirement (Beneficiary), Non-Dis- abled | Mortality Table | Adjustments, as Applicable |
| All Beneficiaries | Pub-2010 Contingent Survivor | Males: 97% of the rates for all ages |
| | | Females: 105% of the rates for all ages |
| Disabled | Mortality Table | Adjustments, as Applicable |
| Members other than Safety Officers | PubNS-2010 Disabled Retiree | 99% of the rates for all ages |
| Safety Officers | PubS-2010 Disabled Retiree | N/A |

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, 2023, 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 were updated to reflect costs for the 2024 plan year.
- The health care cost trend rates applicable to health care premiums were revised to reflect the current expectation of future increases in those premiums. A separate trend rate assumption set was added for MAPD PPO #2 as the first-year rate is still below the maximum subsidy and also the assumption set reflects the estimated impact of the Inflation Reduction Act for that plan option.

Notes to the Financial Statements

June 30, 2025

Note 10: 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 Medicare health care plan election rate assumptions were updated effective as of the December 31, 2023, valuation date based on an experience analysis of recent data.

The actuarial assumptions used in the December 31, 2023, 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.

Based on the 2024 experience analysis, dated January 3, 2025, for the period January 1, 2020, to December 31, 2023, revised actuarial assumptions were adopted by PERA’s Board on January 17, 2025, and were effective as of December 31, 2024. The following assumptions were reflected in the roll forward calculation of the total OPEB liability from December 31, 2023, to December 31, 2024.

School Division

Salary increases, including wage inflation:

| | |
|------------------------------------|--------------|
| Members other than Safety Officers | 4.00%-13.40% |
| Safety Officers | N/A |

The following health care costs assumptions were used in the roll forward calculation for the HCTF:

Salary scale assumptions were altered to better reflect actual experience.

- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- Participation rates were reduced.
- MAPD premium costs are no longer age graded.

| Plan | With Medicare Part A | Without Medicare Part A |
|-------------------|----------------------|-------------------------|
| MAPD PPO #1 | \$1,824 | \$6,972 |
| MAPD PPO #2 | 624 | 4,524 |
| MAPD HMO (Kaiser) | 2,040 | 7,596 |

The adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on the experience. Note that in all categories, the mortality tables are generationally projected using the 2024 adjusted MP-2021 project scale. These assumptions updated for the Division Trust Funds, were also applied in the roll forward calculations for the HCTF using a headcount-weighted basis. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

| Pre-Retirement | Mortality Table | Adjustments, as Applicable |
|---|--------------------|----------------------------|
| State and Local Government Divisions (members other than Safety Officers) | PubG-2010 Employee | N/A |
| Safety Officers | PubS-2010 Employee | N/A |
| School Division | PubT-2010 Employee | N/A |



Note 10: 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)

| | | |
|---|---|--|
| Judicial Division | PubG-2010(A) Above-Median Employee | N/A |
| Post-Retirement (Retiree), Non-Disabled | Mortality Table | Adjustments, as Applicable |
| State and Local Government Divisions (members other than Safety Officers) | PubG-2010 Healthy Retiree | Males: 90% of the rates for all ages Females: 85% of the rates prior to age 85/ 105% of the rates age 85 and older |
| Safety Officers | PubS-2010 Healthy Retiree | N/A |
| School Division | PubT-2010 Healthy Retiree | Males: 106% of the rates for all ages Females: 86% of the rates prior to age 85/ 115% of the rates age 85 and older |
| Judicial Division | PubG-2010(A) Above-Median Healthy Retiree | N/A |
| Post-Retirement (Beneficiary), Non-Disabled | Mortality Table | Adjustments, as Applicable |
| All Beneficiaries | Pub-2010 Contingent Survivor | Males: 92% of the rates for all ages Females: 100% of the rates for all ages |
| Disabled | Mortality Table | Adjustments, as Applicable |
| Members other than Safety Officers | PubNS-2010 Disabled Retiree | 95% of the rates for all ages |
| Safety Officers | PubS-2010 Disabled Retiree | N/A |

The actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed annually and updated, as appropriate, by the PERA Board’s actuary.

The long-term expected return on plan assets is monitored on an ongoing basis and reviewed as part of periodic experience studies prepared every four years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the 2024 Experience Study report dated January 3, 2025.

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 November 15, 2019, meeting, and again at the Board’s September 20, 2024, meeting. 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:

Notes to the Financial Statements

June 30, 2025

Note 10: 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)

| Asset Class | Target Allocation | 30 Year Expected Geometric Real Rate of Return |
|----------------|-------------------|--|
| Global Equity | 51.00% | 5.00% |
| Fixed Income | 23.00% | 2.60% |
| Private Equity | 10.00% | 7.60% |
| Real Estate | 10.00% | 4.10% |
| Alternatives | 6.00% | 5.20% |
| 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%.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following table 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 MAPD PPO#2 trend rate ¹ | 7.55% | 8.55% | 9.55% |
| Ultimate MAPD PPO#2 trend rate | 3.50% | 4.50% | 5.50% |
| Initial Medicare Part A Trend Rate | 2.75% | 3.75% | 4.75% |
| Ultimate Medicare Part A Trend Rate | 3.50% | 4.50% | 5.50% |
| Net OPEB Liability | \$17,589,926 | \$18,076,965 | \$18,628,157 |

¹For the January 1, 2025, plan year.

Discount rate. The discount rate used to measure the TOL was 7.25%. The basis for the projection of liabilities and the FNP used to determine the discount rate was an actuarial valuation performed as of December 31, 2023, and the financial status of the HCTF as of the current measurement date (December 31, 2024). 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, 2024, 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.



Note 10: 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)

- As of the December 31, 2024, 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. The additional employer disaffiliation payment allocations to the HCTF and Local Government Division Trust Fund were \$0.020 million and \$0.486 million, respectively.

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 | \$ 22,153,598 | \$ 18,076,965 | \$ 14,562,412 |

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/forms-resources/financial-reports-and-studies.

Note 11: 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, 2025, 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, 2025, the District had contractual commitments for the construction of various major capital projects and facilities of \$22,344,220. Bonds, investment earnings, and general funds will provide funding for these immediate future expenditures.

Litigation

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

TABOR Amendment

In November 1992, Colorado voters passed Article X, Section 20 (TABOR Amendment), to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the TABOR Amendment. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and

Notes to the Financial Statements

June 30, 2025

Note 11: Commitments and Contingencies (Continued)
TABOR Amendment (Continued)

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. As of June 30, 2025, the District and charter school reserves of \$22,900,000 and \$6,848,527 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 12: Accounting Changes Under GASB 100

During the fiscal year, the District implemented changes in fund structure in accordance with GASB Statement No. 100. Fund 41 was closed, and its activity was discontinued. In addition, Fund 44 was established to more appropriately report financial activity going forward. These changes did not have a material impact on the District’s total fund balance or net position.

Effective July 1, 2024, the Entity implemented GASB Statement No. 101, Compensated Absences. As a result of the implementation of this standard, the compensated absences liability as of July 1, 2024 was understated by \$2,514,971 in the governmental activities and charter schools \$494,771. The effect of the implementation of this standard is shown in the table below.

| | Primary Government | Component Units |
|---------------------------------------|----------------------------|----------------------|
| | Governmental Activities | Charter Schools |
| Total Net Position | | |
| June 30, 2024, As Previously Reported | \$ (83,453,563) | \$ (111,533,092) |
| Change in Accounting Principle | (2,514,971) | (494,771) |
| June 30, 2024, As Restated | <u>\$ (85,968,534)</u> | <u>(112,027,863)</u> |

Note 13: Subsequent Events

In November 2025, Colorado voters approved Propositions LL and MM, to secure funding and flexibility for the program. Prop LL allows the state to retain surplus revenue otherwise subject to refund, while Prop MM raises additional revenue by limiting certain tax deductions for higher-income taxpayers. The measures broaden state support for meal reimbursements and related program costs for participating school districts. At the time of issuing the current financial statements, the full operational and financial impacts of Propositions LL and MM were not known or measurable, including future reimbursements, district participation, and program scalability, therefore; are not reflected in the accompanying financials.

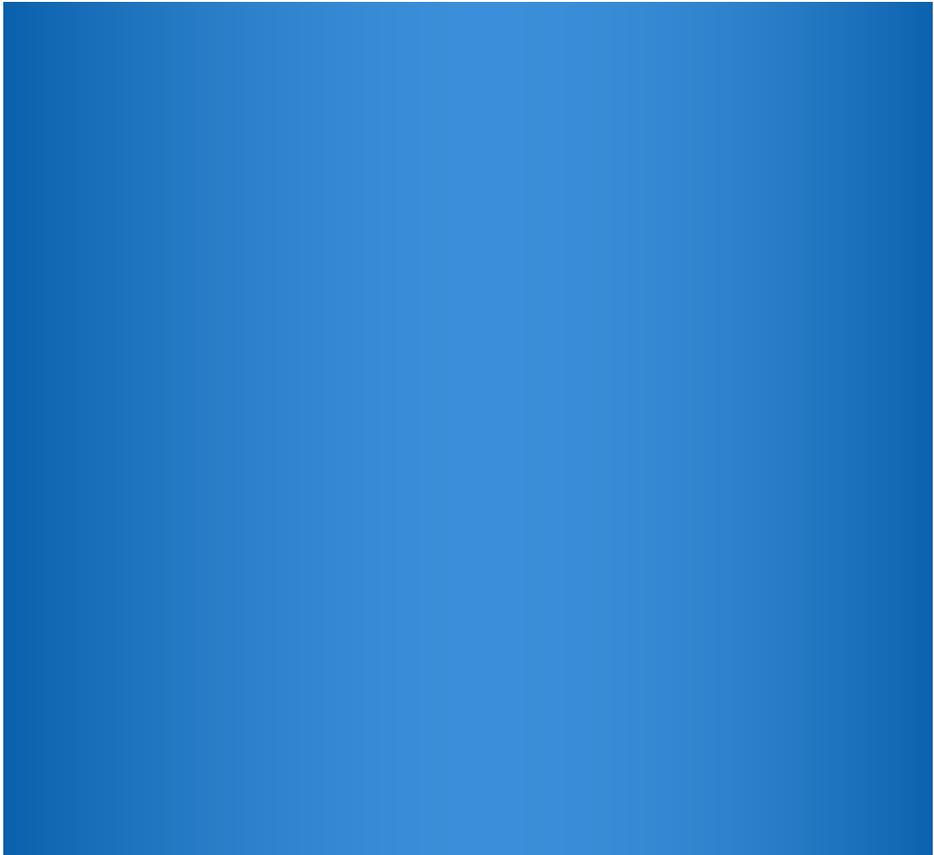




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**Required
Supplementary
Information**





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**Combined General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025**

| | 2025 | | | Variance with Budget | Variance Amended with Adopted Budget |
|--|-------------------------|-------------------------|-----------------------|-------------------------|--|
| | Adopted Budget | Amended Budget | Actual | | |
| REVENUES | | | | | |
| Property Taxes | \$ 449,985,053 | \$ 425,259,955 | \$ 421,863,851 | \$ (3,396,104) | \$(24,725,098) |
| Specific Ownership Tax | 35,000,000 | 35,086,108 | 36,938,231 | 1,852,123 | 86,108 |
| Intergovernmental | | | | | |
| Equalization | 337,311,088 | 358,835,119 | 358,669,345 | (165,774) | 21,524,031 |
| Special Education | 25,233,250 | 26,436,014 | 26,482,954 | 46,940 | 1,202,764 |
| Vocational Education | 742,087 | 742,087 | 1,252,018 | 509,931 | - |
| Other State | 34,676,582 | 36,391,884 | 28,719,095 | (7,672,789) | 1,715,302 |
| Charges for Services | 27,809,897 | 28,645,536 | 22,804,608 | (5,840,928) | 835,639 |
| Fundraisers and Donations | 3,239,190 | 4,216,368 | 4,097,902 | (118,466) | 977,178 |
| Investment Earnings | 6,832,237 | 6,832,237 | 8,056,300 | 1,224,063 | - |
| Other | 7,135,819 | 6,859,004 | 7,073,003 | 213,999 | (276,815) |
| Total Revenues | <u>927,965,203</u> | <u>929,304,312</u> | <u>915,957,307</u> | <u>(13,347,005)</u> | <u>1,339,109</u> |
| EXPENDITURES | | | | | |
| Current Operating: | | | | | |
| Instructional: | | | | | |
| Instruction | 445,795,097 | 449,972,734 | 398,202,910 | 51,769,824 | (4,177,637) |
| Supporting Services: | | | | | |
| Pupil Support Services | 175,955,061 | 188,190,984 | 137,865,399 | 50,325,585 | (12,235,923) |
| Operations and Maintenance | 109,887,610 | 112,221,130 | 100,485,560 | 11,735,570 | (2,333,520) |
| Central Supporting Services | 40,179,081 | 41,863,526 | 39,072,586 | 2,790,940 | (1,684,445) |
| Facility Acquisition and Construction | 29,895,370 | 41,502,990 | 19,420,501 | 22,082,489 | (11,607,620) |
| Funding to Charter Schools | 214,601,325 | 210,519,514 | 210,552,467 | (32,953) | 4,081,811 |
| Debt Service | 1,059,478 | 1,059,478 | 4,179,861 | (3,120,383) | - |
| Total Expenditures | <u>1,017,373,022</u> | <u>1,045,330,356</u> | <u>909,779,284</u> | <u>135,551,072</u> | <u>(27,957,334)</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(89,407,819)</u> | <u>(116,026,044)</u> | <u>6,178,023</u> | <u>122,204,067</u> | <u>(26,618,225)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Subscriptions | - | - | 1,454,478 | 1,454,478 | - |
| Proceeds from Sale of Capital Assets | 20,000 | 20,000 | 19,174 | (826) | - |
| Transfers In / (Out) | (12,124,723) | (13,891,315) | (13,891,315) | - | (1,766,592) |
| Total Other Financing (Uses) | <u>(12,104,723)</u> | <u>(13,871,315)</u> | <u>(12,417,663)</u> | <u>1,453,652</u> | <u>(1,766,592)</u> |
| NET CHANGES IN FUND BALANCES | <u>\$ (101,512,542)</u> | <u>\$ (129,897,359)</u> | <u>(6,239,640)</u> | <u>\$ 123,657,719</u> | <u>\$(28,384,817)</u> |
| FUND BALANCE, Beginning | | | 194,470,695 | | |
| FUND BALANCE, Ending | | | <u>\$ 188,231,055</u> | | |

The District adopts annual budgets for all governmental funds on the modified accrual basis of accounting, which is the same basis used to prepare the fund financial statements in accordance with generally accepted accounting principles (GAAP). Accordingly, no adjustments were necessary to present the budgetary comparison schedules on a GAAP basis.



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

| | Fiscal Year | | | | |
|---|----------------|----------------|----------------|----------------|----------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 |
| Contractually required contributions | \$ 92,335,577 | \$ 87,107,186 | \$ 74,660,689 | \$ 68,533,136 | \$ 65,079,443 |
| Contributions in relation to the contractually required contributions | 92,335,577 | 87,107,186 | 74,660,689 | 68,533,136 | 65,079,443 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| District's covered payroll | \$ 453,069,561 | \$ 427,415,044 | \$ 366,342,929 | \$ 344,734,085 | \$ 327,361,385 |
| Contributions as a percentage of covered payroll | 20.38% | 20.38% | 20.38% | 19.88% | 19.88% |

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

| 2020 | 2019 | 2018 | 2017 | 2016 |
|----------------|----------------|----------------|----------------|----------------|
| \$ 66,079,687 | \$ 62,073,862 | \$ 57,670,732 | \$ 54,817,551 | \$ 54,252,218 |
| 66,079,687 | 62,073,862 | 57,670,732 | 54,817,551 | 54,252,218 |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 340,900,760 | \$ 324,484,391 | \$ 305,474,654 | \$ 298,405,538 | \$ 305,938,048 |
| 19.38% | 19.13% | 18.88% | 18.37% | 17.73% |

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



**Defined Benefit Pension Plan Schedules
Schedule of the District's Proportionate
Share of Net Pension Liability
Last Ten Years***

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|--|------------------|------------------|------------------|----------------|
| District's proportion of the net pension liability | 5.9050% | 5.7970% | 4.6460% | 5.4720% |
| District's proportionate share of the net pension liability | \$ 1,018,832,503 | \$ 1,025,166,597 | \$ 846,043,961 | \$ 636,750,686 |
| State's proportionate share of the net pension liability associated with the District | \$ 91,507,333 | \$ 22,478,862 | \$ 246,545,713 | \$ 72,995,332 |
| Total | \$ 1,110,339,836 | \$ 1,047,645,459 | \$ 1,092,589,674 | \$ 709,746,018 |
| District's covered payroll | \$ 456,032,285 | \$ 380,458,607 | \$ 352,714,773 | \$ 336,468,879 |
| District's proportionate share of the net pension liability as a percentage of its covered payroll | 223.41% | 269.46% | 239.87% | 189.25% |
| Plan fiduciary net position as a percentage of the total pension liability | 67.17% | 64.74% | 61.79% | 74.86% |

* 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

| <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|----------------|----------------|------------------|------------------|------------------|------------------|
| 6.1930% | 5.7890% | 5.6050% | 6.5690% | 6.5250% | 6.6010% |
| \$ 936,328,834 | \$ 864,936,787 | \$ 992,546,522 | \$ 2,124,245,847 | \$ 1,942,879,251 | \$ 1,009,505,041 |
| \$ - | \$ 109,706,230 | \$ 135,716,953 | \$ - | \$ - | \$ - |
| \$ 936,328,834 | \$ 974,643,017 | \$ 1,128,263,475 | \$ 2,124,245,847 | \$ 1,942,879,251 | \$ 1,009,505,041 |
| \$ 333,110,112 | \$ 342,875,788 | \$ 323,494,720 | \$ 319,201,229 | \$ 309,240,235 | \$ 304,134,938 |
| 281.09% | 252.26% | 306.82% | 665.49% | 628.28% | 331.93% |
| 66.99% | 64.52% | 57.01% | 43.96% | 43.13% | 59.16% |

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



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

| | Fiscal Year | | | | |
|---|----------------|----------------|----------------|----------------|----------------|
| | 2025 | 2024 | 2023 | 2022 | 2021 |
| Contractually required contributions | \$ 4,621,310 | \$ 4,359,633 | \$ 3,722,758 | \$ 3,516,287 | \$ 3,339,086 |
| Contributions in relation to the contractually required contributions | 4,621,310 | 4,359,633 | 3,722,758 | 3,516,287 | 3,339,086 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| District's covered payroll | \$ 453,069,561 | \$ 427,415,044 | \$ 366,342,929 | \$ 344,734,085 | \$ 327,361,385 |
| 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

| 2020 | 2019 | 2018 | 2017 | 2016 |
|----------------|----------------|----------------|----------------|----------------|
| \$ 3,477,188 | \$ 3,309,741 | \$ 3,115,841 | \$ 3,043,736 | \$ 3,120,568 |
| 3,477,188 | 3,309,741 | 3,115,841 | 3,043,736 | 3,120,568 |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 340,900,760 | \$ 324,484,391 | \$ 305,474,654 | \$ 298,405,538 | \$ 305,938,048 |
| 1.02% | 1.02% | 1.02% | 1.02% | 1.02% |

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



**Defined Benefit Pension Plan Schedules
Schedule of the District's Proportionate
Share of OPEB Liability
Last Ten Years***

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|---|----------------|----------------|----------------|----------------|
| District's proportion of the OPEB liability | 3.780% | 3.468% | 3.530% | 3.573% |
| District's proportionate share of the net OPEB liability | \$ 18,076,965 | \$ 24,753,602 | \$ 28,818,691 | \$ 30,807,156 |
| District's covered payroll | \$ 456,032,285 | \$ 380,458,607 | \$ 352,714,773 | \$ 336,468,879 |
| District's proportionate share of the OPEB liability as a percentage of its covered payroll | 3.96% | 6.51% | 8.17% | 9.16% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 59.83% | 46.16% | 38.57% | 39.40% |

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

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

| | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|----|-------------|----------------|----------------|----------------|----------------|
| | 3.583% | 3.783% | 3.643% | 3.732% | 3.708% |
| \$ | 34,048,351 | \$ 42,529,387 | \$ 49,571,265 | \$ 48,505,220 | \$ 48,084,618 |
| \$ | 333,110,112 | \$ 342,875,788 | \$ 323,494,720 | \$ 319,201,229 | \$ 309,240,235 |
| | 10.22% | 12.40% | 15.32% | 15.20% | 15.50% |
| | 32.78% | 24.49% | 17.03% | 17.53% | 16.72% |

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





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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





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**Combined General Fund
Comparative Balance Sheet
June 30, 2025 and 2024**

| | 2025 | 2024 |
|--|----------------|----------------|
| ASSETS | | |
| Cash and Investments | \$ 216,806,088 | \$ 232,995,265 |
| Receivables: | | |
| Property Taxes, Net of Allowance for Uncollectible Taxes | 19,620,952 | 16,190,224 |
| Leases | 2,193,995 | 2,317,580 |
| Other | 421,526 | 1,103,057 |
| Due from Other Funds | 1,897,601 | 1,272,593 |
| Prepaid Costs | 288,733 | 380,639 |
| Inventories | 1,377,736 | 1,379,653 |
| Total Assets | \$ 242,606,631 | \$ 255,639,011 |
| LIABILITIES | | |
| Accounts Payable | \$ 9,396,065 | \$ 6,817,905 |
| Accrued Compensation | 33,240,149 | 45,370,064 |
| Unearned Revenues | 599,979 | 634,247 |
| Total Liabilities | 43,236,193 | 52,822,216 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Leases | 2,193,995 | 2,317,580 |
| Unavailable Revenue - Property Taxes | 8,945,388 | 6,028,520 |
| Total Deferred Inflows of Resources | 11,139,383 | 8,346,100 |
| FUND BALANCES | | |
| Nonspendable: | | |
| Inventories & Prepaid Costs | 1,666,469 | 1,760,292 |
| Restricted: | | |
| TABOR Emergency Reserve | 22,900,000 | 22,200,000 |
| Restricted Other: | | |
| Medicaid Grant | 144,401 | 22 |
| Committed: | | |
| 3% Board Reserves | 22,900,000 | 22,200,000 |
| Master Capital Plan Projects | 6,652,383 | 17,311,685 |
| Assigned: | | |
| School Carryover | 25,716,724 | 21,330,418 |
| Extended Service Severance | 33,837 | 40,121 |
| Facility Use Revenue Share | 928,732 | 838,623 |
| Cash in Lieu | 10,143,448 | 8,240,825 |
| 2018 Mill Levy Override | - | 89,948 |
| 2023 Mill Levy Override | 2,965,120 | 3,445,034 |
| Security and Mental Health Reserve | 5,682 | 708,125 |
| Multi-Year Lease Reserve | 2,659,890 | 3,218,115 |
| Future Year Transportation | 4,505,139 | 1,631,538 |
| Subfund Carryover | - | 5,951,095 |
| Unassigned | 87,009,230 | 85,504,854 |
| Total Fund Balances | 188,231,055 | 194,470,695 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 242,606,631 | \$ 255,639,011 |



**Combined General Fund
Combining Balance Sheet
June 30, 2025**

| | <u>General Fund 10</u> | <u>Outdoor Education Fund 13</u> | <u>Capital Projects Fund 14</u> | <u>Transportation Fund 25</u> | <u>Total Combined General</u> |
|---|----------------------------|--|---|-----------------------------------|---------------------------------------|
| ASSETS | | | | | |
| Cash and Investments | \$ 179,175,819 | \$ 324,944 | \$ 30,313,230 | \$ 6,992,095 | \$ 216,806,088 |
| Receivables: | | | | | |
| Property Taxes, Net of Allowance for Uncollectible Taxes | 19,620,952 | - | - | - | 19,620,952 |
| Leases | 2,193,995 | - | - | - | 2,193,995 |
| Other | 340,902 | 33,302 | - | 47,322 | 421,526 |
| Due from Other Funds | 1,897,601 | - | - | - | 1,897,601 |
| Prepaid Costs | 288,733 | - | - | - | 288,733 |
| Inventories | 682,599 | - | - | 695,137 | 1,377,736 |
| Total Assets | <u>\$ 204,200,601</u> | <u>\$ 358,246</u> | <u>\$ 30,313,230</u> | <u>\$ 7,734,554</u> | <u>\$ 242,606,631</u> |
| LIABILITIES | | | | | |
| Accounts Payable | \$ 4,975,563 | \$ 4,976 | \$ 3,086,018 | \$ 1,329,508 | \$ 9,396,065 |
| Accrued Compensation | 31,970,809 | 64,570 | - | 1,204,770 | 33,240,149 |
| Unearned Revenues | 311,279 | 288,700 | - | - | 599,979 |
| Total Liabilities | <u>37,257,651</u> | <u>358,246</u> | <u>3,086,018</u> | <u>2,534,278</u> | <u>43,236,193</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Leases | 2,193,995 | - | - | - | 2,193,995 |
| Unavailable Revenue - Property Taxes | 8,945,388 | - | - | - | 8,945,388 |
| Total Deferred Inflows of Resources | <u>11,139,383</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>11,139,383</u> |
| FUND BALANCES | | | | | |
| Nonspendable: | | | | | |
| Inventories & Prepaid Costs | 971,332 | - | - | 695,137 | 1,666,469 |
| Restricted: | | | | | |
| TABOR Emergency Reserve | 22,900,000 | - | - | - | 22,900,000 |
| Restricted Other: | | | | | |
| Medicaid Grant | 144,401 | - | - | - | 144,401 |
| Committed: | | | | | |
| 3% Board Reserves | 22,900,000 | - | - | - | 22,900,000 |
| Master Capital Plan Projects | 800,496 | - | 5,851,887 | - | 6,652,383 |
| Assigned: | | | | | |
| School Carryover | 24,537,098 | - | 1,179,626 | - | 25,716,724 |
| Extended Service Severance | 33,837 | - | - | - | 33,837 |
| Facility Use Revenue Share | 928,732 | - | - | - | 928,732 |
| Cash in Lieu | - | - | 10,143,448 | - | 10,143,448 |
| 2023 Mill Levy Override | 2,965,120 | - | - | - | 2,965,120 |
| Security and Mental Health Reserve | - | - | 5,682 | - | 5,682 |
| Multi-Year Lease Reserve | 2,659,890 | - | - | - | 2,659,890 |
| Future Year Transportation | - | - | - | 4,505,139 | 4,505,139 |
| Unassigned | 76,962,661 | - | 10,046,569 | - | 87,009,230 |
| Total Fund Balances | <u>155,803,567</u> | <u>-</u> | <u>27,227,212</u> | <u>5,200,276</u> | <u>188,231,055</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 204,200,601</u> | <u>\$ 358,246</u> | <u>\$ 30,313,230</u> | <u>\$ 7,734,554</u> | <u>\$ 242,606,631</u> |

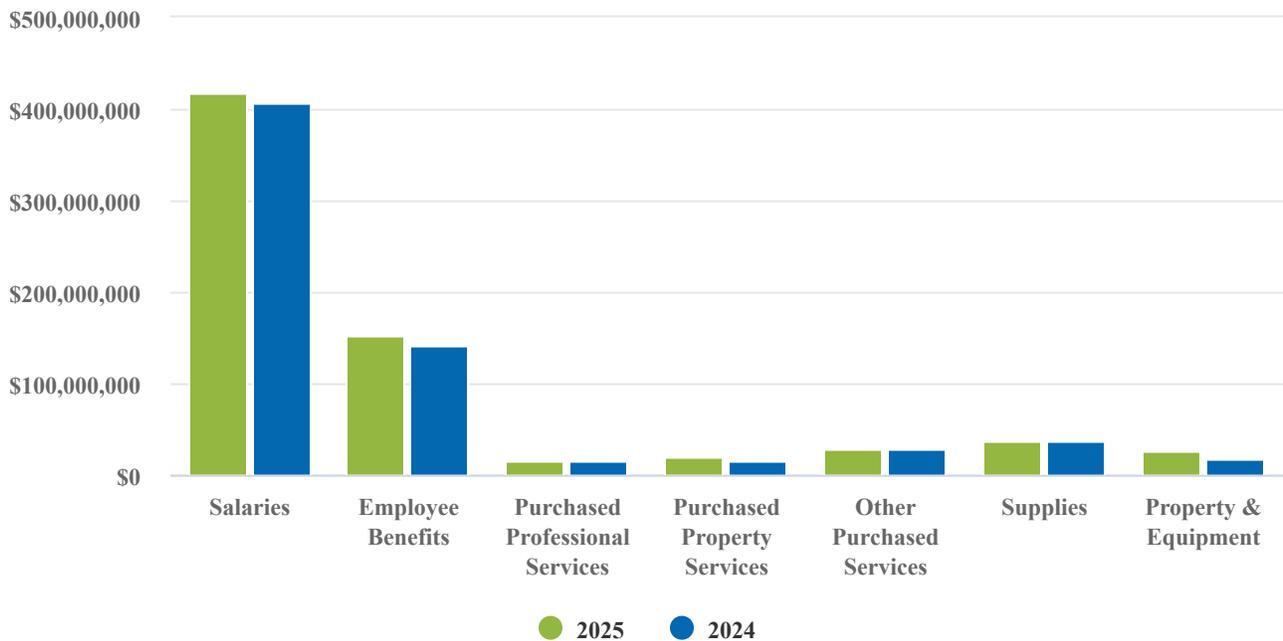
**Combined General Fund
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2025**

| | <u>General Fund 10</u> | <u>Outdoor Education Fund 13</u> | <u>Capital Projects Fund 14</u> | <u>Transportation Fund 25</u> | <u>Combined General Fund</u> |
|--|----------------------------|--|---|-----------------------------------|----------------------------------|
| REVENUES | | | | | |
| Property Taxes | \$ 421,863,851 | \$ - | \$ - | \$ - | \$ 421,863,851 |
| Specific Ownership Tax | 36,938,231 | - | - | - | 36,938,231 |
| Intergovernmental | | | | | |
| Equalization | 358,669,345 | - | - | - | 358,669,345 |
| Special Education | 26,482,954 | - | - | - | 26,482,954 |
| Vocational Education | 1,252,018 | - | - | - | 1,252,018 |
| Other State | 22,793,773 | - | - | 5,925,322 | 28,719,095 |
| Charges for Services | 20,656,408 | 1,231,044 | - | 917,156 | 22,804,608 |
| Fundraisers and Donations | 3,237,722 | 22,008 | 155,527 | 682,645 | 4,097,902 |
| Investment Earnings | 8,056,300 | - | - | - | 8,056,300 |
| Other | 3,975,267 | - | 3,087,359 | 10,377 | 7,073,003 |
| Total Revenues | <u>903,925,869</u> | <u>1,253,052</u> | <u>3,242,886</u> | <u>7,535,500</u> | <u>915,957,307</u> |
| EXPENDITURES | | | | | |
| Current Operating: | | | | | |
| Instructional | 397,153,334 | - | 1,049,576 | - | 398,202,910 |
| Supporting Services | | | | | |
| Pupil Support Services | 136,185,504 | 1,428,249 | 251,646 | - | 137,865,399 |
| Operations and Maintenance | 64,251,200 | 5,041 | 2,605,425 | 33,623,894 | 100,485,560 |
| Central Supporting Services | 39,052,161 | - | 20,425 | - | 39,072,586 |
| Facility Acquisition and Construction | 1,297,294 | - | 18,123,207 | - | 19,420,501 |
| Funding to Charter Schools | 210,552,467 | - | - | - | 210,552,467 |
| Debt Service: | | | | | |
| Principal | 3,750,921 | - | - | - | 3,750,921 |
| Interest and Fiscal Charges | 428,940 | - | - | - | 428,940 |
| Total Expenditures | <u>852,671,821</u> | <u>1,433,290</u> | <u>22,050,279</u> | <u>33,623,894</u> | <u>909,779,284</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>51,254,048</u> | <u>(180,238)</u> | <u>(18,807,393)</u> | <u>(26,088,394)</u> | <u>6,178,023</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Subscriptions | 1,454,478 | - | - | - | 1,454,478 |
| Proceeds from Sale of Capital Assets | - | - | 231 | 18,943 | 19,174 |
| Transfers In / (Out) | (46,756,052) | 180,238 | 9,691,387 | 22,993,112 | (13,891,315) |
| Total Other Financing Sources (Uses) | <u>(45,301,574)</u> | <u>180,238</u> | <u>9,691,618</u> | <u>23,012,055</u> | <u>(12,417,663)</u> |
| NET CHANGES IN FUND BALANCES | 5,952,474 | - | (9,115,775) | (3,076,339) | (6,239,640) |
| FUND BALANCES, Beginning | 149,851,093 | - | 36,342,987 | 8,276,615 | 194,470,695 |
| FUND BALANCES, Ending | <u>\$ 155,803,567</u> | <u>\$ -</u> | <u>\$ 27,227,212</u> | <u>\$ 5,200,276</u> | <u>\$ 188,231,055</u> |

**Combined General Fund
Schedule of Expenditures by Object - Budget to Actual
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | | | 2024 Actual |
|---------------------------------|-------------------------|-------------------------|-----------------------|-----------------------|--------------------------------------|----------------------|-------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | | |
| EXPENDITURES | | | | | | | |
| Salaries | \$ 420,028,028 | \$ 416,191,551 | \$ 416,618,656 | \$ (427,105) | \$ 3,836,477 | \$406,384,701 | |
| Employee Benefits | 158,805,337 | 159,035,628 | 151,141,077 | 7,894,551 | (230,291) | 141,405,453 | |
| Purchased Professional Services | 13,990,768 | 18,426,448 | 15,368,808 | 3,057,640 | (4,435,680) | 14,153,461 | |
| Purchased Property Services | 15,983,195 | 19,222,777 | 18,826,799 | 395,978 | (3,239,582) | 16,255,948 | |
| Other Purchased Services | 30,265,672 | 33,739,366 | 29,307,835 | 4,431,531 | (3,473,694) | 29,346,221 | |
| Supplies | 126,859,381 | 132,186,679 | 37,069,622 | 95,117,057 | (5,327,298) | 37,759,563 | |
| Property & Equipment | 24,640,878 | 34,737,649 | 25,159,659 | 9,577,990 | (10,096,771) | 18,293,043 | |
| Other, Chargebacks/Credits | 12,198,438 | 21,270,744 | 5,734,361 | 15,536,383 | (9,072,306) | 5,273,955 | |
| Total Expenditures | 802,771,697 | 834,810,842 | 699,226,817 | 135,584,025 | (32,039,145) | 668,872,345 | |
| Charter School Allocations | 214,601,325 | 210,519,514 | 210,552,467 | (32,953) | 4,081,811 | 195,397,697 | |
| Interfund Transfers, net | 12,124,723 | 13,891,315 | 13,891,315 | - | (1,766,592) | 12,074,937 | |
| Total Expenditures | \$ 1,029,497,745 | \$ 1,059,221,671 | \$ 923,670,599 | \$ 135,551,072 | \$ (29,723,926) | \$876,344,979 | |

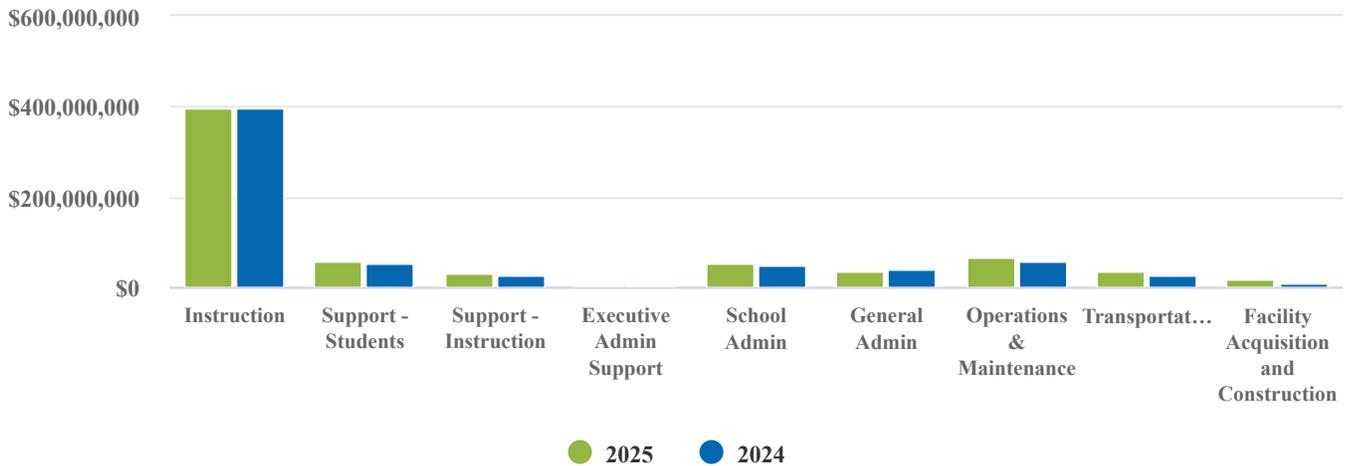
**Fiscal Year 2025 and 2024
Combined General Fund Expenditures by Object**



**Combined General Funds
Schedule of Expenditures by Program - Budget to Actual
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | | 2024 Actual |
|---|-------------------------|-------------------------|----------------------|----------------------|--------------------------------------|----------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| EXPENDITURES | | | | | | |
| Instructional: | | | | | | |
| Instruction | \$ 445,795,097 | \$ 449,972,734 | \$398,202,910 | \$ 51,769,824 | \$ (4,177,637) | 396,364,072 |
| Support - Students | 55,169,565 | 55,296,256 | 57,475,654 | (2,179,398) | (126,691) | 52,429,986 |
| Support - Instruction | 26,570,125 | 28,559,639 | 29,318,915 | (759,276) | (1,989,514) | 28,435,880 |
| Support Services: | | | | | | |
| Executive Admin Support | 5,141,651 | 5,441,964 | 5,063,210 | 378,754 | (300,313) | 4,715,508 |
| School Admin | 94,215,371 | 104,335,089 | 51,070,830 | 53,264,259 | (10,119,718) | 49,155,292 |
| General Admin | 35,037,430 | 36,421,562 | 34,009,376 | 2,412,186 | (1,384,132) | 38,310,035 |
| Operations & Maintenance | 72,346,498 | 76,587,659 | 66,394,204 | 10,193,455 | (4,241,161) | 58,949,591 |
| Transportation | 37,541,112 | 35,633,471 | 34,091,356 | 1,542,115 | 1,907,641 | 28,197,560 |
| Facility Acquisition and Construction | 29,895,370 | 41,502,990 | 19,420,501 | 22,082,489 | (11,607,620) | 7,758,882 |
| Debt Service | 1,059,478 | 1,059,478 | 4,179,861 | (3,120,383) | - | 4,555,539 |
| Total Expenditures | <u>802,771,697</u> | <u>834,810,842</u> | <u>699,226,817</u> | <u>135,584,025</u> | <u>(32,039,145)</u> | <u>668,872,345</u> |
| Charter School Allocations | 214,601,325 | 210,519,514 | 210,552,467 | (32,953) | 4,081,811 | 195,397,697 |
| Interfund Transfers, net (for instructional programs) | 7,967,155 | 8,883,496 | 9,635,016 | (751,520) | (916,340) | 8,615,468 |
| Interfund Transfers, net (for support programs) | 4,157,568 | 5,007,819 | 4,256,299 | 751,520 | (850,252) | 3,459,469 |
| Total Expenditures | <u>\$ 1,029,497,745</u> | <u>\$ 1,059,221,671</u> | <u>\$923,670,599</u> | <u>\$135,551,072</u> | <u>(29,723,926)</u> | <u>\$876,344,979</u> |

**Fiscal Year 2025 and 2024
Combined General Fund Expenditures by Program**



Combined General Funds
Comparative Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Years Ended June 30, 2025 and 2024

| | 2025 | 2024 |
|---|-----------------------|-----------------------|
| REVENUES | | |
| Property Taxes | \$ 421,863,851 | \$ 419,529,413 |
| Specific Ownership Tax | 36,938,231 | 34,274,142 |
| Intergovernmental | | |
| Equalization | 358,669,345 | 331,959,976 |
| Special Education | 26,482,954 | 24,675,583 |
| Vocational Education | 1,252,018 | 636,584 |
| Other State | 28,719,095 | 29,295,230 |
| Charges for Services | 22,804,608 | 24,999,154 |
| Fundraisers and Donations | 4,097,902 | 4,263,278 |
| Investment Earnings | 8,056,300 | 6,768,118 |
| Other | 7,073,003 | 10,573,741 |
| Total Revenues | <u>915,957,307</u> | <u>886,975,219</u> |
| EXPENDITURES | | |
| Current Operating: | | |
| Instructional | 398,202,910 | 396,364,072 |
| Supporting Services: | | |
| Pupil Support Services | 137,865,399 | 130,021,158 |
| Operations and Maintenance | 100,485,560 | 87,147,151 |
| Central Supporting Services | 39,072,586 | 43,025,543 |
| Facility Acquisition and Construction | 19,420,501 | 7,758,882 |
| Funding to Charter Schools | 210,552,467 | 195,397,697 |
| Debt Service: | | |
| Principal | 3,750,921 | 4,081,953 |
| Interest and Fiscal Charges | 428,940 | 473,586 |
| Total Expenditures | <u>909,779,284</u> | <u>864,270,042</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | <u>6,178,023</u> | <u>22,705,177</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Subscriptions | 1,454,478 | 2,963,347 |
| Proceeds from Sale of Capital Assets | 19,174 | 4,761,237 |
| Transfers In / (Out) | (13,891,315) | (12,074,937) |
| Total Other Financing Sources (Uses) | <u>(12,417,663)</u> | <u>(4,350,353)</u> |
| NET CHANGES IN FUND BALANCES | <u>(6,239,640)</u> | <u>18,354,824</u> |
| FUND BALANCES, As Originally Reported | 194,470,695 | 175,912,516 |
| ADJUSTMENT | - | 203,355 |
| FUND BALANCES, Beginning, As Adjusted | <u>194,470,695</u> | <u>176,115,871</u> |
| FUND BALANCES, Ending | <u>\$ 188,231,055</u> | <u>\$ 194,470,695</u> |

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



**Non-Major Governmental Funds
Combining Balance Sheet
June 30, 2025**

| | Nutrition Services Fund 21 | Governmental Designated Purpose Grants Fund 22 | Athletics and Activities Fund 26 | Child Care Fund 29 | COP Lease Payment Fund 39 | Total Non-Major Governmental Funds |
|---|---|---|---|-------------------------------|--|---|
| ASSETS | | | | | | |
| Cash and Investments | \$ 7,993,201 | \$ - | \$ 5,894,932 | \$ 5,636,243 | \$ 1,930 | \$ 19,526,306 |
| Receivables: | | | | | | |
| Other: | | | | | | |
| Grants Receivable | 2,498,251 | 3,072,744 | - | - | - | 5,570,995 |
| Other | 6,320 | - | - | - | - | 6,320 |
| Inventories | 1,398,759 | - | - | - | - | 1,398,759 |
| Total Assets | \$ 11,896,531 | \$ 3,072,744 | \$ 5,894,932 | \$ 5,636,243 | \$ 1,930 | \$ 26,502,380 |
| LIABILITIES | | | | | | |
| Due to Other Funds | \$ - | \$ 1,897,601 | \$ - | \$ - | \$ - | \$ 1,897,601 |
| Accounts Payable | 44,972 | 171,723 | 664,943 | 8,065 | - | 889,703 |
| Accrued Compensation | 195,622 | 766,877 | 156,315 | 1,418,371 | - | 2,537,185 |
| Unearned Revenues: | | | | | | |
| Unearned Revenues | 702,735 | - | - | 100,790 | - | 803,525 |
| Grants Unearned Revenues | - | 236,543 | - | - | - | 236,543 |
| Total Liabilities | 943,329 | 3,072,744 | 821,258 | 1,527,226 | - | 6,364,557 |
| FUND BALANCES | | | | | | |
| Restricted | 10,953,202 | - | - | - | - | 10,953,202 |
| Assigned | - | - | 5,073,674 | 4,109,017 | 1,930 | 9,184,621 |
| Total Fund Balances | 10,953,202 | - | 5,073,674 | 4,109,017 | 1,930 | 20,137,823 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 11,896,531 | \$ 3,072,744 | \$ 5,894,932 | \$ 5,636,243 | \$ 1,930 | \$ 26,502,380 |

**Non-Major Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2025**

| | Nutrition Services Fund 21 | Governmental Designated Purpose Grants Fund 22 | Athletics and Activities Fund 26 | Child Care Fund 29 | COP Lease Payment Fund 39 | Total Non-Major Governmental Funds |
|--|----------------------------------|--|--|-----------------------|---------------------------------|---|
| REVENUES | | | | | | |
| Intergovernmental | \$ 29,273,548 | \$ 16,206,721 | \$ - | \$ 75,637 | \$ - | \$ 45,555,906 |
| Charges for Services | 4,893,986 | - | 11,743,705 | 10,651,367 | - | 27,289,058 |
| Fundraisers and Donations | - | - | 3,899,301 | - | - | 3,899,301 |
| Other | 36,521 | 62,209 | 625,620 | 6,718 | - | 731,068 |
| Total Revenues | <u>34,204,055</u> | <u>16,268,930</u> | <u>16,268,626</u> | <u>10,733,722</u> | <u>-</u> | <u>77,475,333</u> |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Instructional | - | 9,945,494 | 19,062,260 | 12,121,897 | - | 41,129,651 |
| Supporting Services | 33,683,010 | 6,323,436 | 4,063,698 | 1,221,181 | - | 45,291,325 |
| Debt Service: | | | | | | |
| Principal | - | - | - | - | 850,000 | 850,000 |
| Interest and Fiscal Charges | - | - | - | - | 273,375 | 273,375 |
| Total Expenditures | <u>33,683,010</u> | <u>16,268,930</u> | <u>23,125,958</u> | <u>13,343,078</u> | <u>1,123,375</u> | <u>87,544,351</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>521,045</u> | <u>-</u> | <u>(6,857,332)</u> | <u>(2,609,356)</u> | <u>(1,123,375)</u> | <u>(10,069,018)</u> |
| OTHER FINANCING SOURCES | | | | | | |
| Proceeds from Sale of Capital Assets | 10,813 | - | - | - | - | 10,813 |
| Transfers In / (Out) | 3,170,424 | - | 8,031,570 | 1,565,882 | 1,123,439 | 13,891,315 |
| Total Other Financing Sources | <u>3,181,237</u> | <u>-</u> | <u>8,031,570</u> | <u>1,565,882</u> | <u>1,123,439</u> | <u>13,902,128</u> |
| NET CHANGES IN FUND BALANCES | 3,702,282 | - | 1,174,238 | (1,043,474) | 64 | 3,833,110 |
| FUND BALANCES, Beginning | 7,250,920 | - | 3,899,436 | 5,152,491 | 1,866 | 16,304,713 |
| FUND BALANCES, Ending | <u>\$ 10,953,202</u> | <u>\$ -</u> | <u>\$ 5,073,674</u> | <u>\$ 4,109,017</u> | <u>\$ 1,930</u> | <u>\$ 20,137,823</u> |



Fund 21
Nutrition Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|--|--------------------|---------------------|----------------------|----------------------|--------------------------------------|---------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Intergovernmental | | | | | | |
| Federal Government Lunch Program | \$ 7,656,045 | \$ 7,656,045 | \$ 7,391,698 | \$ (264,347) | \$ - | \$ 8,277,137 |
| Commodity Contribution | 1,227,768 | 2,638,784 | 2,501,936 | (136,848) | 1,411,016 | 1,255,535 |
| State Match | 18,989,490 | 19,041,112 | 19,379,914 | 338,802 | 51,622 | 18,054,944 |
| Charges for Services | 5,817,075 | 5,084,000 | 4,893,986 | (190,014) | (733,075) | 5,044,884 |
| Other | 25,000 | 35,582 | 36,521 | 939 | 10,582 | 103,929 |
| Total Revenues | <u>33,715,378</u> | <u>34,455,523</u> | <u>34,204,055</u> | <u>(251,468)</u> | <u>740,145</u> | <u>32,736,429</u> |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Supporting Services: | | | | | | |
| Food Purchases | 17,116,657 | 15,709,284 | 14,979,818 | 729,466 | 1,407,373 | 14,555,526 |
| Salaries and Benefits | 16,463,616 | 16,509,741 | 15,773,755 | 735,986 | (46,125) | 15,402,301 |
| Purchased Services | 267,200 | 299,700 | 246,352 | 53,348 | (32,500) | 304,068 |
| Supplies | 1,590,000 | 1,765,000 | 1,549,142 | 215,858 | (175,000) | 1,850,196 |
| Capital Outlay | 290,000 | 290,000 | 228,089 | 61,911 | - | 244,222 |
| Other | 867,500 | 957,500 | 905,854 | 51,646 | (90,000) | 1,172,081 |
| Total Expenditures | <u>36,594,973</u> | <u>35,531,225</u> | <u>33,683,010</u> | <u>1,848,215</u> | <u>1,063,748</u> | <u>33,528,394</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(2,879,595)</u> | <u>(1,075,702)</u> | <u>521,045</u> | <u>1,596,747</u> | <u>1,803,893</u> | <u>(791,965)</u> |
| OTHER FINANCING SOURCES | | | | | | |
| Proceeds from Sale of Capital Assets | - | 10,813 | 10,813 | - | 10,813 | 83,855 |
| Transfers In / (Out) | 2,895,424 | 3,170,424 | 3,170,424 | - | 275,000 | 2,879,595 |
| Total Other Financing Sources | <u>2,895,424</u> | <u>3,181,237</u> | <u>3,181,237</u> | <u>-</u> | <u>-</u> | <u>2,963,450</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 15,829</u> | <u>\$ 2,105,535</u> | <u>3,702,282</u> | <u>\$ 1,596,747</u> | <u>\$ 2,089,706</u> | <u>2,171,485</u> |
| FUND BALANCE, Beginning | | | 7,250,920 | | | 5,079,435 |
| FUND BALANCE, Ending | | | <u>\$ 10,953,202</u> | | | <u>\$ 7,250,920</u> |

Fund 22
Governmental Designated Purpose Grants Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|-----------------------------|-------------------|-------------------|-------------------|----------------------|--------------------------------------|-------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Intergovernmental | | | | | | |
| Federal | \$ 13,742,162 | \$ 15,874,294 | \$ 14,251,420 | \$ (1,622,874) | \$ 2,132,132 | \$ 16,201,058 |
| State and Local | 969,711 | 1,995,934 | 1,955,301 | (40,633) | 1,026,223 | 1,081,149 |
| Other | 390,631 | 123,999 | 62,209 | (61,790) | (266,632) | 67,190 |
| Total Revenues | <u>15,102,504</u> | <u>17,994,227</u> | <u>16,268,930</u> | <u>(1,725,297)</u> | <u>2,891,723</u> | <u>17,349,397</u> |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Instructional | | | | | | |
| Salaries and Benefits | 9,058,808 | 8,990,125 | 9,176,178 | (186,053) | 68,683 | 9,690,340 |
| Purchased Services | 563,455 | 988,511 | 545,255 | 443,256 | (425,056) | 699,242 |
| Supplies | 163,436 | 163,447 | 130,927 | 32,520 | (11) | 185,846 |
| Capital Outlay | 76,680 | 89,077 | 89,597 | (520) | (12,397) | 96,632 |
| Other | 5,817 | 4,489 | 3,537 | 952 | 1,328 | - |
| Supporting Services | | | | | | |
| Salaries and Benefits | 3,177,342 | 3,075,020 | 2,824,611 | 250,409 | 102,322 | 3,034,429 |
| Purchased Services | 1,429,148 | 3,122,916 | 2,176,759 | 946,157 | (1,693,768) | 2,157,679 |
| Supplies | 284,445 | 411,273 | 191,212 | 220,061 | (126,828) | 619,650 |
| Capital Outlay | - | 801,700 | 801,700 | - | (801,700) | 69,105 |
| Other | 343,373 | 347,669 | 329,154 | 18,515 | (4,296) | 598,440 |
| Debt Service: | | | | | | |
| Principal | - | - | - | - | - | 197,401 |
| Interest and Fiscal Charges | - | - | - | - | - | 633 |
| Total Expenditures | <u>15,102,504</u> | <u>17,994,227</u> | <u>16,268,930</u> | <u>1,725,297</u> | <u>(2,891,723)</u> | <u>17,349,397</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> |
| FUND BALANCE, Beginning | | | - | | | - |
| FUND BALANCE, Ending | | | <u>\$ -</u> | | | <u>\$ -</u> |



Fund 23
Pupil Activity Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|--------------------------------------|-------------------|-------------------|-------------|-------------------------|---|-------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Total Revenues | - | - | - | - | - | - |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Instructional | | | | | | |
| Supplies | - | - | - | - | - | - |
| Total Expenditures | - | - | - | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | <u>\$ -</u> | - | <u>\$ -</u> | <u>\$ -</u> | - |
| FUND BALANCE, As Originally Reported | | | - | | | 1,196,462 |
| ADJUSTMENT | | | - | | | (1,196,462) |
| FUND BALANCE, Beginning, As Adjusted | | | - | | | - |
| FUND BALANCE, Ending | | | <u>\$ -</u> | | | <u>\$ -</u> |

Fund 26
Athletics and Activities Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|---|-----------------------|-----------------------|---------------------|----------------------|--------------------------------------|---------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Charges for Services: | | | | | | |
| Student Fees | \$ 4,922,746 | \$ 4,746,768 | \$ 4,194,081 | \$ (552,687) | \$ (175,978) | \$ 4,132,670 |
| Gate Fees | 1,410,254 | 1,410,893 | 1,860,073 | 449,180 | 639 | 1,766,022 |
| Merchandise Sales | 4,938,218 | 5,029,485 | 5,689,551 | 660,066 | 91,267 | 5,229,321 |
| Fundraisers and Donations | 3,582,548 | 3,688,970 | 3,899,301 | 210,331 | 106,422 | 3,850,946 |
| Other | 235,000 | 256,438 | 625,620 | 369,182 | 21,438 | 370,403 |
| Total Revenues | <u>15,088,766</u> | <u>15,132,554</u> | <u>16,268,626</u> | <u>1,136,072</u> | <u>43,788</u> | <u>15,349,362</u> |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Instructional: | | | | | | |
| Salaries and Benefits | 6,792,173 | 6,888,780 | 7,820,983 | (932,203) | (96,607) | 7,755,570 |
| Purchased Services | 3,053,985 | 3,038,855 | 5,376,375 | (2,337,520) | 15,130 | 4,817,407 |
| Supplies | 6,337,850 | 8,932,060 | 5,541,191 | 3,390,869 | (2,594,210) | 5,197,766 |
| Capital Outlay | - | 163,641 | 196,825 | (33,184) | (163,641) | 442,078 |
| Other | 119,394 | 119,394 | 126,886 | (7,492) | - | 228,714 |
| Supporting Services: | | | | | | |
| Salaries and Benefits | 1,816,195 | 2,081,300 | 1,275,869 | 805,431 | (265,105) | 1,162,907 |
| Purchased Services | 2,789,490 | 2,793,180 | 870,854 | 1,922,326 | (3,690) | 983,797 |
| Supplies | 1,550,824 | 362,330 | 1,031,480 | (669,150) | 1,188,494 | 888,805 |
| Capital Outlay | 625,905 | 2,375,304 | 733,336 | 1,641,968 | (1,749,399) | 238,604 |
| Other | 332,000 | 308,716 | 152,159 | 156,557 | 23,284 | 143,797 |
| Total Expenditures | <u>23,417,816</u> | <u>27,063,560</u> | <u>23,125,958</u> | <u>3,937,602</u> | <u>(3,645,744)</u> | <u>21,859,445</u> |
| (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(8,329,050)</u> | <u>(11,931,006)</u> | <u>(6,857,332)</u> | <u>5,073,674</u> | <u>(3,601,956)</u> | <u>(6,510,083)</u> |
| OTHER FINANCING SOURCES | | | | | | |
| Transfers In / (Out) | <u>6,554,784</u> | <u>8,031,570</u> | <u>8,031,570</u> | <u>-</u> | <u>1,476,786</u> | <u>6,512,459</u> |
| Total Other Financing Sources | <u>6,554,784</u> | <u>8,031,570</u> | <u>8,031,570</u> | <u>-</u> | <u>1,476,786</u> | <u>6,512,459</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (1,774,266)</u> | <u>\$ (3,899,436)</u> | <u>1,174,238</u> | <u>\$ 5,073,674</u> | <u>\$ (2,125,170)</u> | <u>2,376</u> |
| FUND BALANCE, As Originally Reported | | | 3,899,436 | | | 2,903,953 |
| ADJUSTMENT | | | - | | | 993,107 |
| FUND BALANCE, Beginning, As Adjusted | | | <u>3,899,436</u> | | | <u>3,897,060</u> |
| FUND BALANCE, Ending | | | <u>\$ 5,073,674</u> | | | <u>\$ 3,899,436</u> |

**Fund 29
Child Care Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | | 2024 Actual |
|---|---------------------|-----------------------|---------------------|----------------------|--------------------------------------|---------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Intergovernmental | | | | | | |
| State and Local | \$ - | \$ 77,134 | \$ 75,637 | \$ (1,497) | \$ 77,134 | \$ 158,902 |
| Charges for Services | 10,342,856 | 10,245,768 | 10,651,367 | 405,599 | (97,088) | 10,082,972 |
| Other | - | - | 6,718 | 6,718 | - | 3,688 |
| Total Revenues | <u>10,342,856</u> | <u>10,322,902</u> | <u>10,733,722</u> | <u>410,820</u> | <u>(19,954)</u> | <u>10,245,562</u> |
| EXPENDITURES | | | | | | |
| Current Operating: | | | | | | |
| Instructional | | | | | | |
| Salaries and Benefits | 9,869,664 | 9,982,248 | 9,901,083 | 81,165 | (112,584) | 9,272,071 |
| Purchased Services | 1,166,161 | 1,275,252 | 1,571,222 | (295,970) | (109,091) | 1,437,443 |
| Supplies | 215,639 | 287,780 | 294,980 | (7,200) | (72,141) | 273,147 |
| Capital Outlay | - | 15,307 | 34,950 | (19,643) | (15,307) | - |
| Other | 429,277 | 422,286 | 319,662 | 102,624 | 6,991 | 368,887 |
| Supporting Services | | | | | | |
| Salaries and Benefits | 889,859 | 933,569 | 910,457 | 23,112 | (43,710) | 830,081 |
| Purchased Services | 261,610 | 261,610 | 275,029 | (13,419) | - | 128,131 |
| Supplies | 42,690 | 415,081 | 32,660 | 382,421 | (372,391) | 125,884 |
| Other | 500 | 2,500 | 3,035 | (535) | (2,000) | 3,269 |
| Total Expenditures | <u>12,875,400</u> | <u>13,595,633</u> | <u>13,343,078</u> | <u>252,555</u> | <u>(720,233)</u> | <u>12,438,913</u> |
| (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(2,532,544)</u> | <u>(3,272,731)</u> | <u>(2,609,356)</u> | <u>663,375</u> | <u>(740,187)</u> | <u>(2,193,351)</u> |
| OTHER FINANCING SOURCES | | | | | | |
| Transfers In / (Out) | <u>1,551,076</u> | <u>1,565,882</u> | <u>1,565,882</u> | <u>-</u> | <u>14,806</u> | <u>1,563,758</u> |
| Total Other Financing Sources | <u>1,551,076</u> | <u>1,565,882</u> | <u>1,565,882</u> | <u>-</u> | <u>14,806</u> | <u>1,563,758</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (981,468)</u> | <u>\$ (1,706,849)</u> | <u>(1,043,474)</u> | <u>\$ 663,375</u> | <u>\$ (725,381)</u> | <u>(629,593)</u> |
| FUND BALANCE, Beginning | | | 5,152,491 | | | 5,782,084 |
| FUND BALANCE, Ending | | | <u>\$ 4,109,017</u> | | | <u>\$ 5,152,491</u> |

Fund 39
COP Lease Payment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|---|-----------------|----------------|-----------------|----------------------|--------------------------------------|-----------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Investment Earnings | \$ 1,500 | \$ - | \$ - | \$ - | \$ (1,500) | \$ 1,142 |
| Total Revenues | 1,500 | - | - | - | (1,500) | 1,142 |
| EXPENDITURES | | | | | | |
| Debt Service: | | | | | | |
| Principal | 850,000 | 850,000 | 850,000 | - | - | 825,000 |
| Interest and Fiscal Charges | 273,439 | 273,375 | 273,375 | - | 64 | 298,125 |
| Total Expenditures | 1,123,439 | 1,123,375 | 1,123,375 | - | 64 | 1,123,125 |
| (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (1,121,939) | (1,123,375) | (1,123,375) | - | (1,436) | (1,121,983) |
| OTHER FINANCING SOURCES | | | | | | |
| Transfers In / (Out) | 1,123,439 | 1,123,439 | 1,123,439 | - | - | 1,119,125 |
| Total Other Financing Sources | 1,123,439 | 1,123,439 | 1,123,439 | - | - | 1,119,125 |
| NET CHANGE IN FUND BALANCE | <u>\$ 1,500</u> | <u>\$ 64</u> | 64 | <u>\$ -</u> | <u>\$ (1,436)</u> | (2,858) |
| FUND BALANCE, Beginning | | | 1,866 | | | 4,724 |
| FUND BALANCE, Ending | | | <u>\$ 1,930</u> | | | <u>\$ 1,866</u> |



Bond Redemption Fund

Comparative Balance Sheets



Schedule of Revenues, Expenditures and Changes
in Fund Balance



**Fund 31
Bond Redemption Fund
Comparative Balance Sheets
June 30, 2025 and 2024**

| | 2025 | 2024 |
|--|---------------|---------------|
| ASSETS | | |
| Restricted Cash and Investments | \$ 79,230,008 | \$ 80,611,715 |
| Receivables: | | |
| Property Taxes, Net of Allowance for Uncollectible Taxes | 2,090,305 | 1,631,184 |
| Other | - | 77,215 |
| Total Assets | \$ 81,320,313 | \$ 82,320,114 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Unavailable Revenue - Property Taxes | \$ 1,118,261 | \$ 692,004 |
| Total Deferred Inflows of Resources | 1,118,261 | 692,004 |
| FUND BALANCES | | |
| Restricted: | | |
| Restricted Other: | | |
| Debt Service | 80,202,052 | 81,628,110 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 81,320,313 | \$ 82,320,114 |



Fund 31
Bond Redemption Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | |
|--|---------------------|---------------------|----------------------|-------------------------|---|----------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | 2024 Actual |
| REVENUES | | | | | | |
| Property Taxes | \$ 53,918,578 | \$ 55,036,532 | \$ 54,381,195 | \$ (655,337) | \$ 1,117,954 | \$ 53,680,325 |
| Investment Earnings | 3,813,895 | 3,537,493 | 3,764,528 | 227,035 | (276,402) | 3,811,388 |
| Total Revenues | <u>57,732,473</u> | <u>58,574,025</u> | <u>58,145,723</u> | <u>(428,302)</u> | <u>841,552</u> | <u>57,491,713</u> |
| EXPENDITURES | | | | | | |
| Debt Service: | | | | | | |
| Principal | 39,580,000 | 39,580,000 | 39,580,000 | - | - | 35,715,000 |
| Interest and Fiscal Charges | 13,392,731 | 19,992,731 | 19,991,781 | 950 | (6,600,000) | 17,316,019 |
| Total Expenditures | <u>52,972,731</u> | <u>59,572,731</u> | <u>59,571,781</u> | <u>950</u> | <u>(6,600,000)</u> | <u>53,031,019</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>4,759,742</u> | <u>(998,706)</u> | <u>(1,426,058)</u> | <u>(427,352)</u> | <u>(5,758,448)</u> | <u>4,460,694</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 4,759,742</u> | <u>\$ (998,706)</u> | <u>(1,426,058)</u> | <u>\$ (427,352)</u> | <u>\$ (5,758,448)</u> | <u>4,460,694</u> |
| FUND BALANCE, Beginning | | | 81,628,110 | | | 77,167,416 |
| FUND BALANCE, Ending | | | <u>\$ 80,202,052</u> | | | <u>\$ 81,628,110</u> |

Building Fund

Comparative Balance Sheets



Schedule of Revenues, Expenditures and Changes
in Fund Balance





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**Fund 41
Building Fund
Comparative Balance Sheets
June 30, 2025 and 2024**

| | 2025 | 2024 |
|--|------|------|
| ASSETS | | |
| Restricted Cash and Investments | \$ - | \$ - |
| Receivables: | | |
| Other | - | - |
| Total Assets | \$ - | \$ - |
| LIABILITIES | | |
| Accounts Payable | \$ - | \$ - |
| Retainage Payable | - | - |
| Total Liabilities | - | - |
| FUND BALANCES | | |
| Restricted: | | |
| Restricted Other | - | - |
| Total Fund Balances | - | - |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ - | \$ - |



**Fund 41
Building Fund**
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|---------------------------------------|-------------------|-------------------|-------------|-------------------------|---|-------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Investment Earnings | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 521,211 |
| Total Revenues | - | - | - | - | - | 521,211 |
| EXPENDITURES | | | | | | |
| Capital Outlay | | | | | | |
| Building and Building Improvements | - | - | - | - | - | 6,860,292 |
| Equipment | - | - | - | - | - | 1,569,927 |
| Total Expenditures | - | - | - | - | - | 8,430,219 |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | <u>\$ -</u> | - | <u>\$ -</u> | <u>\$ -</u> | (7,909,008) |
| FUND BALANCE, Beginning | | | - | | | 7,909,008 |
| FUND BALANCE, Ending | | | <u>\$ -</u> | | | <u>\$ -</u> |

**Fund 44
Building Fund
Comparative Balance Sheets
June 30, 2025 and 2024**

| | <u>2025</u> | <u>2024</u> |
|--|-----------------------|-------------|
| ASSETS | | |
| Restricted Cash and Investments | \$ 297,302,537 | \$ - |
| Receivables: | | |
| Other | 2,926,245 | - |
| Total Assets | <u>\$ 300,228,782</u> | <u>\$ -</u> |
| LIABILITIES | | |
| Accounts Payable | \$ 4,802,327 | \$ - |
| Retainage Payable | 227,804 | - |
| Total Liabilities | <u>5,030,131</u> | <u>-</u> |
| FUND BALANCES | | |
| Restricted Other | | |
| Building Expenditures | 295,198,651 | - |
| Total Fund Balances | <u>295,198,651</u> | <u>-</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 300,228,782</u> | <u>\$ -</u> |



**Fund 44
Building Fund**
Schedule of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)

| | 2025 | | | | | 2024 Actual |
|---|----------------|-----------------------|-----------------------|----------------------|--------------------------------------|-------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | |
| REVENUES | | | | | | |
| Investment Earnings | \$ - | \$ 11,394,233 | \$ 8,631,901 | \$ (2,762,332) | \$ 11,394,233 | \$ - |
| Total Revenues | - | 11,394,233 | 8,631,901 | (2,762,332) | 11,394,233 | - |
| EXPENDITURES | | | | | | |
| Capital Outlay | | | | | | |
| Building and Building Improvements | - | 19,275,061 | 12,360,481 | 6,914,580 | (19,275,061) | - |
| Equipment | - | 17,195,999 | 7,050,193 | 10,145,806 | (17,195,999) | - |
| Debt Issuance Costs | - | 1,270,136 | 1,270,547 | (411) | (1,270,136) | - |
| Total Expenditures | - | 37,741,196 | 20,681,221 | 17,059,975 | (37,741,196) | - |
| (DEFICIENCY) OF REVENUES OVER EXPENDITURES | - | (26,346,963) | (12,049,320) | 14,297,643 | (26,346,963) | - |
| OTHER FINANCING SOURCES | | | | | | |
| Proceeds from Issuance of Bonds | - | 270,000,000 | 270,000,000 | - | - | - |
| Premium on Bond Issuance | - | 37,247,971 | 37,247,971 | - | - | - |
| Total Other Financing Sources | - | 307,247,971 | 307,247,971 | - | - | - |
| NET CHANGE IN FUND BALANCE | <u>\$ -</u> | <u>\$ 280,901,008</u> | 295,198,651 | <u>\$ 14,297,643</u> | <u>\$ 280,901,008</u> | - |
| FUND BALANCE, Beginning | | | - | | | - |
| FUND BALANCE, Ending | | | <u>\$ 295,198,651</u> | | | <u>\$ -</u> |

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



**Internal Service Funds
Combining Balance Sheet
June 30, 2025**

| | <u>Medical Fund 65</u> | <u>Short Term Disability Fund 66</u> | <u>Total Internal Service Funds</u> |
|------------------------------------|----------------------------|--|---|
| ASSETS | | | |
| Current Assets: | | | |
| Cash and Investments | \$ 3,238,595 | \$ 541,988 | \$ 3,780,583 |
| Accounts Receivable | 1,510,813 | - | 1,510,813 |
| Prepaid Costs | 3,009,685 | 103,000 | 3,112,685 |
| Total Assets | <u>\$ 7,759,093</u> | <u>\$ 644,988</u> | <u>\$ 8,404,081</u> |
| LIABILITIES | | | |
| Current Liabilities: | | | |
| Accounts Payable | \$ 20,417 | \$ 23,724 | \$ 44,141 |
| Accrued Insurance Claims | 3,770,007 | - | 3,770,007 |
| Total Current Liabilities | <u>3,790,424</u> | <u>23,724</u> | <u>3,814,148</u> |
| NET POSITION | | | |
| Unrestricted | <u>3,968,669</u> | <u>621,264</u> | <u>4,589,933</u> |
| Total Net Position | <u>3,968,669</u> | <u>621,264</u> | <u>4,589,933</u> |
| Total Liabilities and Net Position | <u>\$ 7,759,093</u> | <u>\$ 644,988</u> | <u>\$ 8,404,081</u> |

Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025

| | <u>Medical Fund 65</u> | <u>Short Term Disability Fund 66</u> | <u>Total Internal Service Funds</u> |
|--------------------------------|----------------------------|--|---|
| REVENUES | | | |
| Premium Revenue | \$ 69,305,408 | \$ 928,334 | \$ 70,233,742 |
| Total Revenues | <u>69,305,408</u> | <u>928,334</u> | <u>70,233,742</u> |
| EXPENSES | | | |
| Insurance and Claims | 66,739,411 | 597,635 | 67,337,046 |
| Stop Loss Premiums | 1,356,547 | - | 1,356,547 |
| Purchased Services | <u>1,098,563</u> | <u>128,166</u> | <u>1,226,729</u> |
| Total Expenses | <u>69,194,521</u> | <u>725,801</u> | <u>69,920,322</u> |
| OPERATING INCOME (LOSS) | <u>110,887</u> | <u>202,533</u> | <u>313,420</u> |
| NON-OPERATING REVENUES | | | |
| Investment Earnings | <u>8,829</u> | <u>-</u> | <u>8,829</u> |
| Total Non-Operating Revenues | <u>8,829</u> | <u>-</u> | <u>8,829</u> |
| CHANGE IN NET POSITION | 119,716 | 202,533 | 322,249 |
| NET POSITION, Beginning | <u>3,848,953</u> | <u>418,731</u> | <u>4,267,684</u> |
| NET POSITION, Ending | <u>\$ 3,968,669</u> | <u>\$ 621,264</u> | <u>\$ 4,589,933</u> |



**Internal Service Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2025**

| | <u>Medical Fund 65</u> | <u>Short Term Disability Fund 66</u> | <u>Total Internal Service Funds</u> |
|---|----------------------------|--|---|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Receipts from Customers | \$ 65,788,384 | \$ 928,334 | \$ 66,716,718 |
| Payments to Suppliers | (69,063,761) | (702,077) | (69,765,838) |
| Net Cash Provided (Used For) To Operating Activities | (3,275,377) | 226,257 | (3,049,120) |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Earnings on Investments | 8,829 | - | 8,829 |
| Net Cash Provided To Investing Activities | 8,829 | - | 8,829 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (3,266,548) | 226,257 | (3,040,291) |
| CASH AND CASH EQUIVALENTS, Beginning | 6,505,143 | 315,731 | 6,820,874 |
| CASH AND CASH EQUIVALENTS, Ending | <u>\$ 3,238,595</u> | <u>\$ 541,988</u> | <u>\$ 3,780,583</u> |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED TO OPERATING ACTIVITIES: | | | |
| Operating Income (Loss) | \$ 110,887 | \$ 202,533 | \$ 313,420 |
| Changes in Assets and Liabilities: | | | |
| Change in Prepaid Costs | (2,178,685) | - | (2,178,685) |
| Change in Accounts Receivable | (1,338,339) | - | (1,338,339) |
| Change in Accounts Payable | 7,084 | 23,724 | 30,808 |
| Change in Accrued Insurance Claims | 123,676 | - | 123,676 |
| Total Adjustments | (3,386,264) | 23,724 | (3,362,540) |
| NET CASH PROVIDED (USED FOR) OPERATING ACTIVITIES | <u>\$ (3,275,377)</u> | <u>\$ 226,257</u> | <u>\$ (3,049,120)</u> |

**Internal Service Funds
Fund 65
Medical Fund
Schedule of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | Variance Amended with Adopted Budget | 2024 |
|--------------------------------|-----------------------|-----------------------|---------------------|-------------------------|---|---------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | | Actual |
| REVENUES | | | | | | |
| Premium Revenue | | | | | | |
| Health Revenue | \$ 61,393,571 | \$ 61,393,571 | \$ 65,495,275 | \$ 4,101,704 | - | \$ 56,666,008 |
| Dental Revenue | 3,929,977 | 3,929,977 | 3,810,133 | (119,844) | - | 3,142,655 |
| Total Revenues | <u>65,323,548</u> | <u>65,323,548</u> | <u>69,305,408</u> | <u>3,981,860</u> | <u>-</u> | <u>59,808,663</u> |
| EXPENSES | | | | | | |
| Insurance and Claims | | | | | | |
| Health Plan | 62,218,346 | 62,894,400 | 62,907,178 | (12,778) | (676,054) | 51,915,004 |
| Dental Plan | 3,929,977 | 3,929,977 | 3,832,233 | 97,744 | - | 3,160,844 |
| Stop Loss Premiums | 1,292,167 | 1,292,167 | 1,356,547 | (64,380) | - | 903,801 |
| Salaries and Benefits | - | - | - | - | - | 1,597 |
| Purchased Services | 1,108,044 | 1,108,044 | 1,098,563 | 9,481 | - | 983,166 |
| Total Expenses | <u>68,548,534</u> | <u>69,224,588</u> | <u>69,194,521</u> | <u>30,067</u> | <u>(676,054)</u> | <u>56,964,412</u> |
| OPERATING INCOME (LOSS) | <u>(3,224,986)</u> | <u>(3,901,040)</u> | <u>110,887</u> | <u>4,011,927</u> | <u>(676,054)</u> | <u>2,844,251</u> |
| NON-OPERATING REVENUES | | | | | | |
| Investment Earnings | 52,087 | 52,087 | 8,829 | (43,258) | - | 47,438 |
| Total Non-Operating Revenues | <u>52,087</u> | <u>52,087</u> | <u>8,829</u> | <u>(43,258)</u> | <u>-</u> | <u>47,438</u> |
| CHANGE IN NET POSITION | <u>\$ (3,172,899)</u> | <u>\$ (3,848,953)</u> | <u>119,716</u> | <u>\$ 3,968,669</u> | <u>\$ (676,054)</u> | <u>2,891,689</u> |
| NET POSITION, Beginning | | | 3,848,953 | | | 957,264 |
| NET POSITION, Ending | | | <u>\$ 3,968,669</u> | | | <u>\$ 3,848,953</u> |



**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, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | | 2024 |
|-------------------------------|-------------------|-------------------|-------------------|-------------------------|---|-------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | Actual |
| REVENUES | | | | | | |
| Premium Revenue | | | | | | |
| Short Term Disability Revenue | \$ 898,353 | \$ 898,353 | \$ 928,334 | \$ 29,981 | - | \$ 847,004 |
| Total Revenues | <u>898,353</u> | <u>898,353</u> | <u>928,334</u> | <u>29,981</u> | <u>-</u> | <u>847,004</u> |
| EXPENSES | | | | | | |
| Insurance and Claims | | | | | | |
| Claims | 626,099 | 626,067 | 597,635 | 28,432 | 32 | 516,489 |
| Purchased Services | <u>123,933</u> | <u>123,933</u> | <u>128,166</u> | <u>(4,233)</u> | <u>-</u> | <u>160,516</u> |
| Total Expenses | <u>750,032</u> | <u>750,000</u> | <u>725,801</u> | <u>24,199</u> | <u>32</u> | <u>677,005</u> |
| CHANGE IN NET POSITION | <u>\$ 148,321</u> | <u>\$ 148,353</u> | 202,533 | <u>\$ 54,180</u> | <u>\$ 32</u> | 169,999 |
| NET POSITION, Beginning | | | 418,731 | | | 248,732 |
| NET POSITION, Ending | | | <u>\$ 621,264</u> | | | <u>\$ 418,731</u> |

Fiduciary Fund

Private Purpose Trust Scholarship Fund



**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, 2025
(With Comparative Actual Information for the Year Ended June 30, 2024)**

| | 2025 | | | | | 2024 |
|-------------------------------|-----------------|-----------------|------------------|----------------------|--------------------------------------|------------------|
| | Adopted Budget | Amended Budget | Actual | Variance with Budget | Variance Amended with Adopted Budget | Actual |
| ADDITIONS | | | | | | |
| Contributions | \$ 52,000 | \$ 52,000 | \$ 53,321 | \$ 1,321 | \$ - | \$ 52,000 |
| Total Additions | 52,000 | 52,000 | 53,321 | 1,321 | - | 52,000 |
| DEDUCTIONS | | | | | | |
| Grants and Scholarships | 48,000 | 47,500 | 47,500 | - | 500 | 45,000 |
| Total Deductions | 48,000 | 47,500 | 47,500 | - | 500 | 45,000 |
| CHANGE IN NET POSITION | <u>\$ 4,000</u> | <u>\$ 4,500</u> | 5,821 | <u>\$ 1,321</u> | <u>\$ 500</u> | 7,000 |
| NET POSITION, Beginning | | | 31,379 | | | 24,379 |
| NET POSITION, Ending | | | <u>\$ 37,200</u> | | | <u>\$ 31,379</u> |

Component Units (Charter Schools - Discretely Presented)

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
●



**Discretely Presented Component Units
Combining Statement of Net Position
June 30, 2025**

| | Academy Charter School | American Academy | Aspen View Academy | Ben Franklin Academy Charter School | Challenge to Excellence Charter School |
|---|---------------------------|------------------------|-----------------------|---|--|
| ASSETS | | | | | |
| Cash and Investments | \$ 7,495,271 | \$ 12,795,045 | \$ 5,767,172 | \$ 9,160,130 | \$ 4,035,908 |
| Restricted Cash and Investments | 647,661 | 4,420,714 | 1,528,976 | 2,041,958 | 223,549 |
| Receivables: | | | | | |
| Other | - | 29,280 | 3,960 | - | 35,608 |
| Inventories | - | - | 16,428 | - | - |
| Prepaid Costs and Other Assets | 115,327 | 445,484 | 62,405 | 42,858 | 74,282 |
| Capital Assets: | | | | | |
| Non-Depreciable | 1,769,895 | 3,837,285 | 2,000,000 | 14,040 | 7,743,204 |
| Depreciable, Net | 4,549,748 | 41,003,721 | 32,641,105 | 17,252,116 | 2,465,164 |
| Total Assets | <u>14,577,902</u> | <u>62,531,529</u> | <u>42,020,046</u> | <u>28,511,102</u> | <u>14,577,715</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Pension Related Amounts | 2,199,971 | 10,811,615 | 4,302,955 | 3,215,604 | 1,620,191 |
| OPEB Related Amounts | 46,663 | 279,118 | 148,098 | 71,682 | 19,548 |
| Deferred Amount on Refunding | 288,185 | 850,038 | - | - | 51,594 |
| Total Deferred Outflows of Resources | <u>2,534,819</u> | <u>11,940,771</u> | <u>4,451,053</u> | <u>3,287,286</u> | <u>1,691,333</u> |
| LIABILITIES | | | | | |
| Accounts Payable | 6,489 | (336,123) | 137,060 | 106,609 | 439,514 |
| Accrued Compensation | 458,555 | 1,078,599 | 688,946 | 986,321 | 292,794 |
| Unearned Revenues | - | 438,748 | - | 19,575 | 18,468 |
| Accrued Insurance Claims | | | | | |
| Accrued Interest Payable | 6,969 | 220,967 | 163,900 | 379,792 | 17,976 |
| Non-Current Liabilities: | | | | | |
| Due within One Year: | | | | | |
| Due in More than One Year: | | | | | |
| Other Non-Current Liabilities | 4,245,862 | 59,892,058 | 26,554,612 | 21,215,478 | 8,484,067 |
| OPEB Liability | 162,576 | 753,735 | 302,537 | 234,080 | 118,533 |
| Net Pension Liability | 9,162,901 | 42,481,186 | 17,051,241 | 13,192,950 | 7,530,654 |
| Total Liabilities | <u>14,350,809</u> | <u>105,430,408</u> | <u>45,278,571</u> | <u>36,592,491</u> | <u>17,086,316</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| OPEB Related Amounts | 106,565 | 446,576 | 163,718 | 132,586 | 79,067 |
| Pension Related Amounts | 762,524 | 648,426 | 135,574 | 334,882 | 91,435 |
| Total Deferred Inflows of Resources | <u>869,089</u> | <u>1,095,002</u> | <u>299,292</u> | <u>467,468</u> | <u>170,502</u> |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 2,501,209 | (15,282,370) | 7,706,218 | (4,407,008) | 1,539,991 |
| Restricted: | | | | | |
| TABOR Emergency Reserve | 269,000 | 1,200,000 | 430,000 | 388,761 | 245,000 |
| Debt Service/Lease Obligation | 640,692 | 4,199,747 | 1,365,076 | 1,662,166 | 205,573 |
| Nutrition Services | - | - | - | - | - |
| Unrestricted (deficit) | <u>(1,518,078)</u> | <u>(22,170,487)</u> | <u>(8,608,058)</u> | <u>(2,905,490)</u> | <u>(2,978,334)</u> |
| Total Net Position | <u>\$ 1,892,823</u> | <u>\$ (32,053,110)</u> | <u>\$ 893,236</u> | <u>\$ (5,261,571)</u> | <u>\$ (987,770)</u> |

**Discretely Presented Component Units
Combining Statement of Net Position
June 30, 2025**

| | DCS | | Hope Online | | North Star |
|---|-----------------------|-----------------------|-----------------------|---------------------|-----------------------|
| | Montessori | Global Village | Learning | Leman | Academy |
| | Charter School | Academy | Academy | Classical | Academy |
| | | | Co-Op | | |
| ASSETS | | | | | |
| Cash and Investments | \$ 2,388,902 | \$ 1,302,611 | \$ 930,821 | \$ 10,601,183 | \$ 3,825,236 |
| Restricted Cash and Investments | 1,147,656 | 4,698,851 | 469,804 | 7,149,265 | 1,447,723 |
| Receivables: | | | | | |
| Other | 131 | 12,012 | 306,159 | 1,553 | 177 |
| Inventories | - | - | - | - | - |
| Prepaid Costs and Other Assets | 43,763 | 2,500 | 213,040 | 80,792 | 44,073 |
| Capital Assets: | | | | | |
| Non-Depreciable | 1,004,544 | 3,721,350 | - | 38,524,998 | 489,207 |
| Depreciable, Net | 5,565,391 | 7,688,092 | 1,922,409 | 24,739,838 | 5,911,870 |
| Total Assets | 10,150,387 | 17,425,416 | 3,842,233 | 81,097,629 | 11,718,286 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Pension Related Amounts | 1,620,641 | 1,630,165 | 1,903,244 | 5,151,858 | 2,198,321 |
| OPEB Related Amounts | 49,300 | 71,439 | 59,600 | 243,825 | 42,356 |
| Deferred Amount on Refunding | 194,976 | - | - | - | 1,439,855 |
| Total Deferred Outflows of Resources | 1,864,917 | 1,701,604 | 1,962,844 | 5,395,683 | 3,680,532 |
| LIABILITIES | | | | | |
| Accounts Payable | 45,974 | 607,791 | 609,715 | 212,423 | 168,311 |
| Accrued Compensation | 317,610 | 374,825 | - | 471,646 | 381,751 |
| Unearned Revenues | 125,357 | - | - | 89,423 | - |
| Accrued Insurance Claims | | | | | |
| Accrued Interest Payable | 132,367 | 82,977 | - | 1,635,577 | 69,356 |
| Non-Current Liabilities: | | | | | |
| Due within One Year | 355,000 | 100,000 | 501,787 | 505,000 | 498,664 |
| Due in More than One Year: | | | | | |
| Other Non-Current Liabilities | 5,607,261 | 16,975,000 | 1,338,757 | 69,701,470 | 9,818,251 |
| OPEB Liability | 137,902 | 104,423 | 165,256 | 252,625 | 184,247 |
| Net Pension Liability | 7,943,372 | 5,885,352 | 9,314,117 | 14,238,119 | 10,384,340 |
| Total Liabilities | 14,664,843 | 24,130,368 | 11,929,632 | 87,106,283 | 21,504,920 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| OPEB Related Amounts | 85,663 | 64,263 | 182,859 | 136,475 | 104,083 |
| Pension Related Amounts | 308,866 | 82,409 | 981,836 | 9,041 | 363,128 |
| Total Deferred Inflows of Resources | 394,529 | 146,672 | 1,164,695 | 145,516 | 467,211 |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 802,650 | (5,665,558) | 81,865 | (6,852,518) | (2,202,839) |
| Restricted: | | | | | |
| TABOR Emergency Reserve | 236,100 | 190,000 | 469,804 | 609,000 | 298,000 |
| Debt Service/Lease Obligation | 1,210,265 | 4,025,186 | - | 4,818,660 | 1,378,367 |
| Nutrition Services | - | - | 606,101 | - | - |
| Unrestricted (deficit) | (5,293,083) | (3,699,648) | (8,447,020) | 666,371 | (6,046,841) |
| Total Net Position | \$ (3,044,068) | \$ (5,150,020) | \$ (7,289,250) | \$ (758,487) | \$ (6,573,313) |



Discretely Presented Component Units
Combining Statement of Net Position
June 30, 2025

| | Parker Core Knowledge | Parker Performing Arts | Platte River Academy | Renaissance Secondary School | SkyView Academy Charter School |
|---|--------------------------|------------------------------|-------------------------|------------------------------------|--------------------------------------|
| ASSETS | | | | | |
| Cash and Investments | \$ 6,426,593 | \$ 3,013,587 | \$ 4,284,070 | \$ 1,445,693 | \$ 10,465,124 |
| Restricted Cash and Investments | 322,701 | 185,230 | 548,405 | 976,132 | 2,547,464 |
| Receivables: | | | | | |
| Other | 30 | 11,126 | 86,436 | 6,208 | - |
| Inventories | - | - | - | - | - |
| Prepaid Costs and Other Assets | 141,244 | 51,256 | - | 143,887 | - |
| Capital Assets: | | | | | |
| Non-Depreciable | 235,020 | - | 553,332 | - | 3,534,756 |
| Depreciable, Net | 9,207,360 | 15,994,470 | 3,408,524 | 8,931,193 | 15,658,832 |
| Total Assets | <u>16,332,948</u> | <u>19,255,669</u> | <u>8,880,767</u> | <u>11,503,113</u> | <u>32,206,176</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Pension Related Amounts | 2,502,289 | 2,076,847 | 2,130,281 | 2,543,353 | 4,111,292 |
| OPEB Related Amounts | 51,385 | 47,949 | 53,412 | 105,364 | 76,305 |
| Deferred Amount on Refunding | 97,020 | - | 542,410 | - | - |
| Total Deferred Outflows of Resources | <u>2,650,694</u> | <u>2,124,796</u> | <u>2,726,103</u> | <u>2,648,717</u> | <u>4,187,597</u> |
| LIABILITIES | | | | | |
| Accounts Payable | 452,443 | 45,803 | 271,195 | 17,922 | (15,896) |
| Accrued Compensation | - | 434,366 | 447,159 | 343,208 | 568,445 |
| Unearned Revenues | 11,100 | - | - | 9,450 | - |
| Accrued Insurance Claims | - | - | - | - | - |
| Accrued Interest Payable | 22,454 | 53,737 | 70,700 | 61,050 | 570,166 |
| Non-Current Liabilities: | | | | | |
| Due within One Year: | 252,626 | 219,140 | 170,000 | 100,000 | 320,000 |
| Due in More than One Year: | | | | | |
| Other Non-Current Liabilities | 7,470,650 | 19,414,373 | 5,092,778 | 12,201,996 | 25,710,207 |
| OPEB Liability | 207,356 | 168,961 | 165,969 | 132,464 | 353,107 |
| Net Pension Liability | 11,686,797 | 9,522,791 | 9,354,179 | 7,465,748 | 19,901,385 |
| Total Liabilities | <u>20,103,426</u> | <u>29,859,171</u> | <u>15,571,980</u> | <u>20,331,838</u> | <u>47,407,414</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| OPEB Related Amounts | 119,906 | 109,950 | 91,302 | 71,561 | 203,027 |
| Pension Related Amounts | 310,997 | 146,225 | 110,244 | - | 495,107 |
| Total Deferred Inflows of Resources | <u>430,903</u> | <u>256,175</u> | <u>201,546</u> | <u>71,561</u> | <u>698,134</u> |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 1,816,124 | (3,639,043) | 2,117,043 | (2,302,675) | (6,836,619) |
| Restricted: | | | | | |
| TABOR Emergency Reserve | 340,000 | 288,500 | 270,064 | 211,500 | 522,298 |
| Debt Service/Lease Obligation | 300,247 | 131,493 | 477,704 | - | 1,977,298 |
| Nutrition Services | - | - | - | - | - |
| Unrestricted (deficit) | <u>(4,007,058)</u> | <u>(5,515,831)</u> | <u>(7,031,467)</u> | <u>(4,160,394)</u> | <u>(7,374,752)</u> |
| Total Net Position | <u>\$ (1,550,687)</u> | <u>\$ (8,734,881)</u> | <u>\$ (4,166,656)</u> | <u>\$ (6,251,569)</u> | <u>\$ (11,711,775)</u> |

**Discretely Presented Component Units
Combining Statement of Net Position
June 30, 2025**

| | <u>STEM School</u> | <u>World Compass Academy</u> | <u>Totals</u> |
|---------------------------------------|-----------------------|----------------------------------|-------------------------|
| ASSETS | | | |
| Cash and Investments | \$ 12,183,242 | \$ 3,115,259 | \$ 99,235,847 |
| Restricted Cash and Investments | 3,132,262 | 2,382,191 | 33,870,542 |
| Receivables: | | | |
| Other | 46,013 | 4,543 | 543,236 |
| Inventories | - | - | 16,428 |
| Prepaid Costs and Other Assets | - | 475,049 | 1,935,960 |
| Capital Assets: | | | |
| Non-Depreciable | 5,770,970 | 2,009,863 | 71,208,464 |
| Depreciable, Net | <u>26,102,267</u> | <u>14,592,465</u> | <u>237,634,565</u> |
| Total Assets | <u>47,234,754</u> | <u>22,579,370</u> | <u>444,445,042</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension Related Amounts | 4,757,327 | 2,781,847 | 55,557,801 |
| OPEB Related Amounts | 101,838 | 100,226 | 1,568,108 |
| Deferred Amount on Refunding | - | - | 3,464,078 |
| Total Deferred Outflows of Resources | <u>4,859,165</u> | <u>2,882,073</u> | <u>60,589,987</u> |
| LIABILITIES | | | |
| Accounts Payable | (31,809) | 268,187 | 3,005,608 |
| Accrued Compensation | - | - | 6,844,225 |
| Unearned Revenues | - | 178,121 | 890,242 |
| Accrued Insurance Claims | | | |
| Accrued Interest Payable | 311,714 | 299,435 | 4,099,137 |
| Non-Current Liabilities: | | | |
| Due within One Year | 375,000 | 360,000 | 5,988,183 |
| Due in More than One Year: | | | |
| Other Non-Current Liabilities | 35,987,719 | 21,565,000 | 351,275,539 |
| OPEB Liability | 413,450 | 204,384 | 4,061,605 |
| Net Pension Liability | <u>23,302,386</u> | <u>11,519,236</u> | <u>229,936,754</u> |
| Total Liabilities | <u>60,358,460</u> | <u>34,394,363</u> | <u>606,101,293</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| OPEB Related Amounts | 265,804 | 110,418 | 2,473,823 |
| Pension Related Amounts | 405,027 | 72,946 | 5,258,667 |
| Total Deferred Inflows of Resources | <u>670,831</u> | <u>183,364</u> | <u>7,732,490</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | (10,260,452) | (5,322,672) | (46,206,654) |
| Restricted: | | | |
| TABOR Emergency Reserve | 575,000 | 305,500 | 6,848,527 |
| Debt Service/Lease Obligation | 3,132,262 | 2,082,756 | 27,607,492 |
| Nutrition Services | - | - | 606,101 |
| Unrestricted (deficit) | <u>(2,382,182)</u> | <u>(6,181,868)</u> | <u>(97,654,220)</u> |
| Total Net Position | <u>\$ (8,935,372)</u> | <u>\$ (9,116,284)</u> | <u>\$ (108,798,754)</u> |



**Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2025**

| Functions/Programs | Academy Charter School | American Academy | Aspen View Academy | Ben Franklin Academy Charter School |
|---|-----------------------------------|-----------------------------|-------------------------------|--|
| EXPENSES | | | | |
| Instruction | \$ 4,987,229 | \$ 22,061,601 | \$ 8,980,351 | \$ 7,051,057 |
| Supporting Services | 3,174,326 | 16,873,097 | 5,917,675 | 5,550,290 |
| Interest on Long-Term Debt | 172,239 | 2,171,445 | 928,342 | 936,420 |
| Business Type Activities | - | 2,587 | 339,379 | - |
| Total Expenses | 8,333,794 | 41,108,730 | 16,165,747 | 13,537,767 |
| PROGRAM REVENUES | | | | |
| Charges for Services | 112,807 | 3,303,779 | 989,354 | 708,984 |
| Operating Grants and Contributions | 75,734 | 551,170 | 264,585 | 188,737 |
| Capital Grants and Contributions | 258,345 | - | 301,503 | 337,403 |
| Total Program Revenues | 446,886 | 3,854,949 | 1,555,442 | 1,235,124 |
| Net Program Expenses | (7,886,908) | (37,253,781) | (14,610,305) | (12,302,643) |
| GENERAL REVENUES | | | | |
| Per Pupil Operating Revenue | 6,818,396 | 27,769,027 | 10,492,442 | 9,474,462 |
| Mill Levy | 1,474,569 | 6,026,832 | 2,272,662 | 2,055,030 |
| Capital Construction | - | 1,001,526 | - | - |
| Investment Earnings | 231,861 | 761,990 | 247,562 | 476,851 |
| Contributions and Grants | - | 399,777 | 410,300 | - |
| Other | 164,779 | 802,239 | 4,255 | 6,839 |
| Total General Revenues and Transfers | 8,689,605 | 36,761,391 | 13,427,221 | 12,013,182 |
| CHANGE IN NET POSITION | 802,697 | (492,390) | (1,183,084) | (289,461) |
| NET POSITION, Beginning, As Originally Reported | 1,090,126 | (31,560,720) | 2,076,320 | (4,801,200) |
| Change in Accounting Principle | - | - | - | (170,910) |
| NET POSITION, Beginning, As Restated | \$ 1,090,126 | \$ (31,560,720) | \$ 2,076,320 | \$ (4,972,110) |
| NET POSITION, Ending | \$ 1,892,823 | \$ (32,053,110) | \$ 893,236 | \$ (5,261,571) |

**Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2025**

| Functions/Programs | Challenge to Excellence Charter School | DCS Montessori Charter School | Global Village Academy | Hope Online Learning Academy Co-Op |
|---|--|-------------------------------------|---------------------------|---|
| EXPENSES | | | | |
| Instruction | \$ 4,519,839 | \$ 4,951,714 | \$ 4,126,959 | \$ 14,637,632 |
| Supporting Services | 2,920,738 | 2,386,583 | 2,509,557 | 2,086,847 |
| Interest on Long-Term Debt | 274,895 | 320,650 | 741,359 | 82,800 |
| Business Type Activities | - | - | - | 385,970 |
| Total Expenses | 7,715,472 | 7,658,947 | 7,377,875 | 17,193,249 |
| PROGRAM REVENUES | | | | |
| Charges for Services | 327,485 | 1,695,924 | 140,112 | - |
| Operating Grants and Contributions | 279,459 | 115,465 | 390,764 | 2,031,327 |
| Capital Grants and Contributions | - | - | 153,064 | - |
| Total Program Revenues | 606,944 | 1,811,389 | 683,940 | 2,031,327 |
| Net Program Expenses | (7,108,528) | (5,847,558) | (6,693,935) | (15,161,922) |
| GENERAL REVENUES | | | | |
| Per Pupil Operating Revenue | 5,971,868 | 4,760,223 | 4,959,088 | 14,899,518 |
| Mill Levy | 1,291,631 | 1,029,085 | 1,054,871 | - |
| Capital Construction | 212,892 | 170,547 | - | - |
| Investment Earnings | 202,378 | 154,099 | 60,560 | 43,724 |
| Contributions and Grants | - | 114,636 | - | - |
| Other | 75,509 | 41,340 | 47,301 | - |
| Total General Revenues and Transfers | 7,754,278 | 6,269,930 | 6,121,820 | 14,943,242 |
| CHANGE IN NET POSITION | 645,750 | 422,372 | (572,115) | (218,680) |
| NET POSITION, Beginning, As Originally Reported | (1,633,520) | (3,466,440) | (4,577,905) | (7,070,570) |
| Change in Accounting Principle | - | - | - | - |
| NET POSITION, Beginning, As Restated | \$ (1,633,520) | \$ (3,466,440) | \$ (4,577,905) | \$ (7,070,570) |
| NET POSITION, Ending | \$ (987,770) | \$ (3,044,068) | \$ (5,150,020) | \$ (7,289,250) |



**Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2025**

| Functions/Programs | Leman Classical Academy | North Star Academy | Parker Core Knowledge | Parker Performing Arts | Platte River Academy |
|---|--|-------------------------------|----------------------------------|---------------------------------------|---------------------------------|
| EXPENSES | | | | | |
| Instruction | \$ 10,746,258 | \$ 6,898,747 | \$ 6,567,288 | \$ 3,607,855 | \$ 6,504,030 |
| Supporting Services | 9,997,936 | 3,515,897 | 4,739,517 | 4,713,076 | 3,343,791 |
| Interest on Long-Term Debt | 3,273,570 | 526,070 | 373,342 | 1,336,919 | 272,577 |
| Business Type Activities | - | 52,436 | - | - | - |
| Total Expenses | <u>24,017,764</u> | <u>10,993,150</u> | <u>11,680,147</u> | <u>9,657,850</u> | <u>10,120,398</u> |
| PROGRAM REVENUES | | | | | |
| Charges for Services | 4,052,865 | 1,309,711 | 804,894 | 493,302 | 722,459 |
| Operating Grants and Contributions | 3,548,484 | 248,723 | 539,159 | 121,290 | 340,997 |
| Capital Grants and Contributions | 432,777 | 257,568 | - | - | - |
| Total Program Revenues | <u>8,034,126</u> | <u>1,816,002</u> | <u>1,344,053</u> | <u>614,592</u> | <u>1,063,456</u> |
| Net Program Expenses | <u>(15,983,638)</u> | <u>(9,177,148)</u> | <u>(10,336,094)</u> | <u>(9,043,258)</u> | <u>(9,056,942)</u> |
| GENERAL REVENUES | | | | | |
| Per Pupil Operating Revenue | 14,856,832 | 7,140,257 | 7,629,429 | 7,051,934 | 6,517,075 |
| Mill Levy | 3,258,380 | 1,565,991 | 1,652,631 | 1,495,573 | 1,419,388 |
| Capital Construction | - | - | 273,885 | 240,475 | 217,165 |
| Investment Earnings | 761,197 | 206,928 | 253,546 | - | 209,928 |
| Contributions and Grants | 17,449 | 199,582 | 153,550 | 111,426 | 109,350 |
| Other | 8,938 | 10,199 | 557,275 | 134,518 | 704,176 |
| Total General Revenues and Transfers | <u>18,902,796</u> | <u>9,122,957</u> | <u>10,520,316</u> | <u>9,033,926</u> | <u>9,177,082</u> |
| CHANGE IN NET POSITION | 2,919,158 | (54,191) | 184,222 | (9,332) | 120,140 |
| NET POSITION, Beginning, As Originally Reported | <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> |
| Change in Accounting Principle | - | (274,354) | - | - | - |
| NET POSITION, Beginning, As Restated | <u>\$ (3,677,645)</u> | <u>\$ (6,519,122)</u> | <u>\$ (1,734,909)</u> | <u>\$ (8,725,549)</u> | <u>\$ (4,286,796)</u> |
| NET POSITION, Ending | <u>\$ (758,487)</u> | <u>\$ (6,573,313)</u> | <u>\$ (1,550,687)</u> | <u>\$ (8,734,881)</u> | <u>\$ (4,166,656)</u> |

**Discretely Presented Component Units
Combining Statement of Activities
For the Fiscal Year Ended June 30, 2025**

| Functions/Programs | Renaissance Secondary School | SkyView Academy Charter School | STEM School | World Compass Academy | Totals |
|---|---|---|-----------------------|--------------------------------------|-------------------------|
| EXPENSES | | | | | |
| Instruction | \$ 4,602,864 | \$ 10,744,025 | \$ 13,772,135 | \$ 6,903,216 | \$ 141,662,800 |
| Supporting Services | 3,299,319 | 5,974,751 | 5,774,195 | 2,939,545 | 85,717,140 |
| Interest on Long-Term Debt | 732,600 | 1,995,269 | 1,601,168 | 1,201,737 | 16,941,402 |
| Business Type Activities | - | 282,150 | - | - | 1,062,522 |
| Total Expenses | <u>8,634,783</u> | <u>18,996,195</u> | <u>21,147,498</u> | <u>11,044,498</u> | <u>245,383,864</u> |
| PROGRAM REVENUES | | | | | |
| Charges for Services | 1,287,568 | 1,434,929 | 1,209,508 | 613,629 | 19,207,310 |
| Operating Grants and Contributions | 415,280 | 427,951 | 733,829 | 431,197 | 10,704,151 |
| Capital Grants and Contributions | 156,950 | - | - | - | 1,897,610 |
| Total Program Revenues | <u>1,859,798</u> | <u>1,862,880</u> | <u>1,943,337</u> | <u>1,044,826</u> | <u>31,809,071</u> |
| Net Program Expenses | <u>(6,774,985)</u> | <u>(17,133,315)</u> | <u>(19,204,161)</u> | <u>(9,999,672)</u> | <u>(213,574,793)</u> |
| GENERAL REVENUES | | | | | |
| Per Pupil Operating Revenue | 4,713,570 | 13,925,117 | 15,171,353 | 8,001,439 | 170,152,030 |
| Mill Levy | 1,033,774 | 3,026,308 | 3,219,029 | 1,718,268 | 33,594,022 |
| Capital Construction | - | 498,043 | 542,331 | 287,288 | 3,444,152 |
| Investment Earnings | 91,016 | 288,582 | 802,034 | 235,643 | 5,027,899 |
| Contributions and Grants | 64,886 | 411,246 | 74,491 | 6,153 | 2,072,846 |
| Other | 156,814 | (265,573) | 64,344 | - | 2,512,953 |
| Total General Revenues and Transfers | <u>6,060,060</u> | <u>17,883,723</u> | <u>19,873,582</u> | <u>10,248,791</u> | <u>216,803,902</u> |
| CHANGE IN NET POSITION | <u>(714,925)</u> | <u>750,408</u> | <u>669,421</u> | <u>249,119</u> | <u>3,229,109</u> |
| NET POSITION, Beginning, As Originally Reported | <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> |
| Change in Accounting Principle | <u>(49,507)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>\$ (494,771)</u> |
| NET POSITION, Beginning, As Restated | <u>\$ (5,536,644)</u> | <u>\$ (12,462,183)</u> | <u>\$ (9,604,793)</u> | <u>\$ (9,365,403)</u> | <u>\$ (112,027,863)</u> |
| NET POSITION, Ending | <u>\$ (6,251,569)</u> | <u>\$ (11,711,775)</u> | <u>\$ (8,935,372)</u> | <u>\$ (9,116,284)</u> | <u>\$ (108,798,754)</u> |





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Statistical Section



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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 | 151 |
| <i>These schedules show trend information to help the reader understand the District's performance and financial position over time.</i> | |
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| Change in Fund Balances, Governmental Funds..... | 157 |
| Revenue Capacity Data | 160 |
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| Direct and Overlapping Property Tax Rates..... | 162 |
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| Demographic and Economic Statistics..... | 175 |
| Principal Employers..... | 176 |
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Note: Unless otherwise noted, the information in these schedules is derived from internal sources.



**Net Position by Component
Last Ten Fiscal Years**

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|---|------------------------|------------------------|-------------------------|
| General Activities: | | | |
| Net Investment in Capital Assets | \$ 477,626,962 | \$ 449,109,125 | \$ 435,816,292 |
| Restricted | 114,112,070 | 111,035,849 | 102,133,171 |
| Unrestricted | <u>(660,183,486)</u> | <u>(643,598,537)</u> | <u>(672,425,895)</u> |
| Total Governmental Activities Net Position | <u>\$ (68,444,454)</u> | <u>\$ (83,453,563)</u> | <u>\$ (134,476,432)</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 | \$ 477,626,962 | \$ 449,109,125 | \$ 435,816,292 |
| Restricted | 114,112,070 | 111,035,849 | 102,133,171 |
| Unrestricted | <u>(660,183,486)</u> | <u>(643,598,537)</u> | <u>(672,425,895)</u> |
| Total Primary Government Net Position | <u>\$ (68,444,454)</u> | <u>\$ (83,453,563)</u> | <u>\$ (134,476,432)</u> |

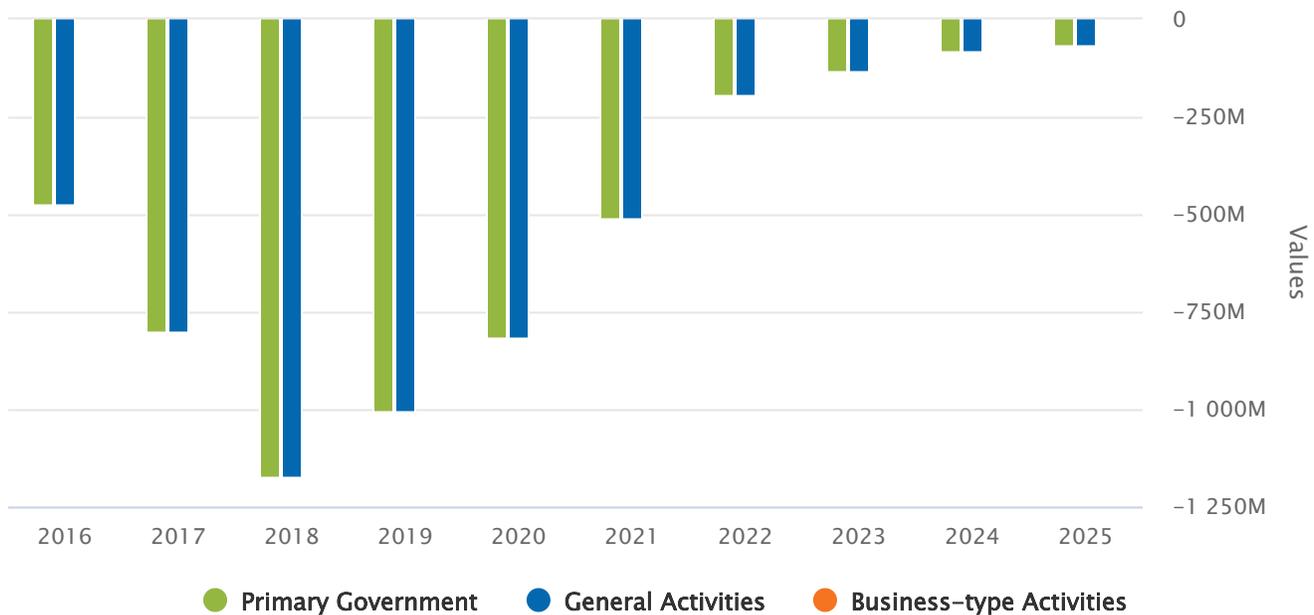
⁽¹⁾In fiscal year 2019, the District restated beginning net position/fund balance due to the reclassification of the agency fund to non-major special revenue fund. In accordance with GASB Statement No. 84, Fiduciary Activities, the District has reclassified the Pupil Activities Fund from a Fiduciary 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.

Table 1

| 2022 | 2021 | 2020 | Restated 2019 ⁽¹⁾ | 2018 | 2017 ⁽²⁾ | 2016 |
|-------------------------|-------------------------|-------------------------|---------------------------------|---------------------------|-------------------------|-------------------------|
| \$ 423,605,011 | \$ 372,855,713 | \$ 363,201,591 | \$ 340,650,911 | \$ 320,514,061 | \$ 300,050,580 | \$ 266,307,934 |
| 88,291,789 | 104,218,835 | 86,916,311 | 81,677,807 | 78,274,093 | 85,827,425 | 87,678,033 |
| (707,113,885) | (985,242,693) | (1,266,898,849) | (1,429,010,082) | (1,573,314,701) | (1,188,832,840) | (829,825,456) |
| <u>\$ (195,217,085)</u> | <u>\$ (508,168,145)</u> | <u>\$ (816,780,947)</u> | <u>\$ (1,006,681,364)</u> | <u>\$ (1,174,526,547)</u> | <u>\$ (802,954,835)</u> | <u>\$ (475,839,489)</u> |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| \$ 423,605,011 | \$ 372,855,713 | \$ 363,201,591 | \$ 340,650,911 | \$ 320,514,061 | \$ 300,050,580 | \$ 266,307,934 |
| 88,291,789 | 92,120,752 | 86,916,311 | 81,677,807 | 78,274,093 | 85,827,425 | 87,678,033 |
| (707,113,885) | (973,144,610) | (1,266,898,849) | (1,429,010,082) | (1,573,314,701) | (1,188,832,840) | (829,825,456) |
| <u>\$ (195,217,085)</u> | <u>\$ (508,168,145)</u> | <u>\$ (816,780,947)</u> | <u>\$ (1,006,681,364)</u> | <u>\$ (1,174,526,547)</u> | <u>\$ (802,954,835)</u> | <u>\$ (475,839,489)</u> |

Net Position by Component



**Change in Net Position
Last Ten Fiscal Years**

| | 2025 | 2024 | 2023 |
|--|----------------------|----------------------|----------------------|
| EXPENSES | | | |
| Governmental Activities: | | | |
| Instruction | \$ 457,775,379 | \$ 435,701,940 | \$ 379,298,213 |
| Supporting Services | 364,441,519 | 330,908,917 | 284,831,265 |
| Intergovernmental - Charter Schools ⁽²⁾ | 210,552,467 | 195,397,697 | 166,448,474 |
| Interest on Long-Term Debt | 14,538,268 | 14,926,913 | 19,130,003 |
| Total Governmental Activity Expenses | <u>1,047,307,633</u> | <u>976,935,467</u> | <u>849,707,955</u> |
| Business-type Activities: | | | |
| Nutrition Services | - | - | - |
| Non-Major Enterprise Funds | - | - | - |
| Total Business-type Activities Expenses | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Primary Governmental Expenses | <u>1,047,307,633</u> | <u>976,935,467</u> | <u>849,707,955</u> |
| PROGRAM REVENUES | | | |
| Governmental Activities: | | | |
| Charges for Services | 50,093,666 | 51,255,023 | 63,788,914 |
| Operating Grants and Contributions | 102,009,973 | 99,636,122 | 100,186,467 |
| Capital Grants and Contributions | - | - | - |
| Total Governmental Activities Revenues | <u>152,103,639</u> | <u>150,891,145</u> | <u>163,975,381</u> |
| Business-type Activities: | | | |
| Charges for Services - Nutrition Services | - | - | - |
| Operating Grants and Contributions | - | - | - |
| Charges for Services - Non-Major Enterprise Funds | - | - | - |
| Total Business-type Activities | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Primary Governmental Program Revenues | <u>152,103,639</u> | <u>150,891,145</u> | <u>163,975,381</u> |
| Net (Expense) Revenue | | | |
| Governmental Activities | (895,203,994) | (826,044,322) | (685,732,574) |
| Business-type Activities | - | - | - |
| Total Primary Governmental Net Expense | <u>(895,203,994)</u> | <u>(826,044,322)</u> | <u>(685,732,574)</u> |
| GENERAL REVENUE AND OTHER CHANGES IN NET POSITION | | | |
| Governmental Activities: | | | |
| Property Taxes | 479,588,171 | 475,056,895 | 348,215,975 |
| Specific Ownership Taxes | 36,938,231 | 34,274,142 | 32,617,906 |
| State Equalization | 358,669,345 | 331,959,976 | 341,554,364 |
| Investment Earnings | 20,461,558 | 11,148,154 | 8,102,578 |
| Grants and Contributions not Specific to Programs | 7,997,203 | 8,114,224 | 7,481,144 |
| Other | 9,073,566 | 16,513,800 | 8,456,260 |
| Transfers | - | - | - |
| Total Governmental Activities | <u>912,728,074</u> | <u>877,067,191</u> | <u>746,428,227</u> |
| Business-type Activities: | | | |
| Other | - | - | - |
| Transfers | - | - | - |
| Total Business-type Activities | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Primary Governmental General Revenues | <u>912,728,074</u> | <u>877,067,191</u> | <u>746,428,227</u> |
| CHANGE IN NET POSITION | | | |
| Governmental Activities | 17,524,080 | 51,022,869 | 60,695,653 |
| Business-type Activities | - | - | - |
| TOTAL CHANGE IN NET POSITION | <u>\$ 17,524,080</u> | <u>\$ 51,022,869</u> | <u>\$ 60,695,653</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.

Table 2

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|----|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ | 181,432,023 | \$ 152,779,508 | \$ 249,946,956 | \$ 254,172,228 | \$ 575,136,210 | \$ 484,977,831 | \$ 329,000,833 |
| | 192,394,856 | 165,281,130 | 192,834,057 | 194,903,578 | 358,768,350 | 345,400,596 | 220,462,709 |
| | 160,011,621 | 137,809,602 | 153,937,969 | 140,793,998 | 116,696,635 | 105,366,488 | 91,493,127 |
| | 20,500,936 | 21,929,753 | 23,269,639 | 19,319,130 | 15,244,244 | 17,549,955 | 20,438,609 |
| | <u>554,339,436</u> | <u>477,799,993</u> | <u>619,988,621</u> | <u>609,188,934</u> | <u>1,065,845,439</u> | <u>953,294,870</u> | <u>661,395,278</u> |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | <u>554,339,436</u> | <u>477,799,993</u> | <u>619,988,621</u> | <u>609,188,934</u> | <u>1,065,845,439</u> | <u>953,294,870</u> | <u>661,395,278</u> |
| | 47,834,362 | 27,990,710 | 53,385,531 | 67,245,742 | 64,905,244 | 58,998,077 | 56,412,403 |
| | 100,467,777 | 93,326,049 | 49,786,156 | 48,402,673 | 41,319,993 | 41,944,598 | 40,351,338 |
| | - | - | - | - | - | - | - |
| | <u>148,302,139</u> | <u>121,316,759</u> | <u>103,171,687</u> | <u>115,648,415</u> | <u>106,225,237</u> | <u>100,942,675</u> | <u>96,763,741</u> |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | <u>148,302,139</u> | <u>121,316,759</u> | <u>103,171,687</u> | <u>115,648,415</u> | <u>106,225,237</u> | <u>100,942,675</u> | <u>96,763,741</u> |
| | (406,037,297) | (356,483,234) | (516,816,934) | (493,540,519) | (959,620,202) | (852,352,195) | (564,631,537) |
| | - | - | - | - | - | - | - |
| | <u>(406,037,297)</u> | <u>(356,483,234)</u> | <u>(516,816,934)</u> | <u>(493,540,519)</u> | <u>(959,620,202)</u> | <u>(852,352,195)</u> | <u>(564,631,537)</u> |
| | 355,363,007 | 322,974,647 | 318,364,477 | 290,585,916 | 248,797,953 | 234,440,643 | 237,419,629 |
| | 31,147,922 | 31,547,273 | 25,595,802 | 28,076,258 | 26,409,216 | 23,870,092 | 22,236,877 |
| | 321,796,077 | 294,169,769 | 335,347,882 | 319,317,806 | 295,788,353 | 296,915,245 | 288,952,398 |
| | 320,048 | 702,384 | 10,638,873 | 8,368,512 | 2,195,821 | 832,512 | 378,573 |
| | 6,294,825 | 3,935,292 | 11,633,777 | 5,162,745 | 4,999,420 | 8,792,764 | 8,651,744 |
| | 4,111,478 | 11,766,671 | 5,136,540 | 8,675,038 | 9,857,727 | 7,472,809 | 5,100,762 |
| | - | - | - | - | - | - | - |
| | <u>719,033,357</u> | <u>665,096,036</u> | <u>706,717,351</u> | <u>660,186,275</u> | <u>588,048,490</u> | <u>572,324,065</u> | <u>562,739,983</u> |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| | <u>719,033,357</u> | <u>665,096,036</u> | <u>706,717,351</u> | <u>660,186,275</u> | <u>588,048,490</u> | <u>572,324,065</u> | <u>562,739,983</u> |
| | 312,996,060 | 308,612,802 | 189,900,417 | 166,645,756 | (371,571,712) | (280,028,130) | (1,891,554) |
| | - | - | - | - | - | - | - |
| \$ | <u>312,996,060</u> | <u>308,612,802</u> | <u>189,900,417</u> | <u>166,645,756</u> | <u>(371,571,712)</u> | <u>(280,028,130)</u> | <u>(1,891,554)</u> |



**Fund Balances, Governmental Funds
Last Ten Fiscal Years**

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|---|-----------------------|-----------------------|-----------------------|
| Combined General Fund | | | |
| Nonspendable | \$ 1,666,469 | \$ 1,760,292 | \$ 2,173,557 |
| Restricted - TABOR Emergency Reserve & Medicaid | 23,044,401 | 22,200,022 | 21,918,670 |
| Committed | 29,552,383 | 39,511,685 | 20,645,000 |
| Assigned* | 46,958,572 | 45,493,842 | 38,317,594 |
| Unassigned* | 87,009,230 | 85,504,854 | 92,857,695 |
| Total Combined General Fund | <u>\$ 188,231,055</u> | <u>\$ 194,470,695</u> | <u>\$ 175,912,516</u> |
| All Other Governmental Funds | | | |
| Nonspendable | \$ - | \$ - | \$ - |
| Restricted: | | | |
| Building/Aspen View Academy | 295,198,651 | - | 7,909,008 |
| Debt Service | 80,202,052 | 81,628,110 | 77,167,416 |
| Other | 10,953,202 | 7,250,920 | 5,079,435 |
| Assigned | 9,184,621 | 9,053,793 | 9,887,223 |
| Unassigned | - | - | - |
| Total All Other Governmental Funds | <u>\$ 395,538,526</u> | <u>\$ 97,932,823</u> | <u>\$ 100,043,082</u> |
| Governmental Funds | | | |
| Nonspendable | \$ 1,666,469 | \$ 1,760,292 | \$ 2,173,557 |
| Restricted | 409,398,306 | 111,079,052 | 112,074,529 |
| Committed | 29,552,383 | 39,511,685 | 20,645,000 |
| Assigned* | 56,143,193 | 54,547,635 | 48,204,817 |
| Unreserved* | 87,009,230 | 85,504,854 | 92,857,695 |
| Total Governmental Funds | <u>\$ 583,769,581</u> | <u>\$ 292,403,518</u> | <u>\$ 275,955,598</u> |

* 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.

Table 3

| 2022 | 2021 | 2020 | 2019 ⁽¹⁾ | 2018 | 2017 | 2016 |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 2,478,072 | \$ 2,797,043 | \$ 2,043,846 | \$ 2,697,434 | \$ 2,071,980 | \$ 1,123,187 | \$ 734,119 |
| 19,292,176 | 18,840,195 | 20,217,904 | 19,443,817 | 17,206,688 | 15,995,000 | 15,995,000 |
| 17,561,600 | 15,865,400 | 17,311,000 | 16,600,000 | 15,038,500 | 15,995,000 | 15,995,000 |
| 60,924,911 | 55,773,102 | 53,996,698 | 33,684,728 | 32,142,379 | 56,267,152 | 70,091,929 |
| 68,316,785 | 61,602,949 | 24,230,656 | 25,221,607 | 14,704,878 | 589,821 | 555,667 |
| <u>\$ 168,573,544</u> | <u>\$ 154,878,689</u> | <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> |
| \$ - | \$ - | \$ - | \$ - | \$ 559,786 | \$ 524,065 | \$ 647,527 |
| 40,624,932 | 109,950,863 | 211,846,865 | 267,785,743 | - | 1,541,920 | 5,727,695 |
| 63,480,642 | 71,813,488 | 67,613,197 | 61,833,048 | 60,143,652 | 59,416,714 | 59,084,589 |
| 9,483,172 | 16,422,740 | 1,092,534 | 1,962,156 | 1,219,256 | 8,873,791 | 6,870,749 |
| 6,668,176 | 3,086,669 | 4,081,808 | 6,836,427 | 7,096,058 | - | 101,953 |
| - | - | - | - | - | - | - |
| <u>\$ 120,256,922</u> | <u>\$ 201,273,760</u> | <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> |
| \$ 2,478,072 | \$ 2,797,043 | \$ 2,043,846 | \$ 2,697,434 | \$ 2,631,766 | \$ 1,647,252 | \$ 1,381,646 |
| 132,880,922 | 217,027,286 | 300,770,500 | 351,024,764 | 78,569,596 | 85,827,425 | 87,678,033 |
| 17,561,600 | 15,865,400 | 17,311,000 | 16,600,000 | 15,038,500 | 15,995,000 | 15,995,000 |
| 67,593,087 | 58,859,771 | 58,078,506 | 40,521,155 | 39,238,437 | 56,267,152 | 70,193,882 |
| 68,316,785 | 61,602,949 | 24,230,656 | 25,221,607 | 14,704,878 | 589,821 | 555,667 |
| <u>\$ 288,830,466</u> | <u>\$ 356,152,449</u> | <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> |

⁽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.



**Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years**

| | <u>2025</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> |
|--|-----------------------|----------------------|------------------------|------------------------|
| REVENUES | | | | |
| Taxes | \$ 513,183,277 | \$ 507,483,880 | \$ 379,588,804 | \$ 387,306,870 |
| Intergovernmental | 460,679,318 | 431,596,098 | 441,740,831 | 422,263,854 |
| Charges for services | 50,093,666 | 51,255,023 | 63,788,914 | 47,834,362 |
| Investment Earnings | 20,452,729 | 11,100,717 | 8,030,328 | 307,108 |
| Other | 15,801,274 | 19,234,317 | 14,222,277 | 16,790,910 |
| Total Revenues | <u>1,060,210,264</u> | <u>1,020,670,035</u> | <u>907,371,154</u> | <u>874,503,104</u> |
| EXPENDITURES | | | | |
| Current operating: | | | | |
| Instructional | 439,332,561 | 436,829,215 | 394,304,351 | 378,233,187 |
| Supporting Services | 342,135,371 | 312,465,706 | 284,321,633 | 244,056,700 |
| Funding to Component Unit | 210,552,467 | 195,397,697 | 166,448,474 | 160,011,621 |
| Capital Outlay | 19,410,674 | 8,430,219 | 33,602,334 | 68,974,636 |
| Debt Service: | | | | |
| Debt Issuance Costs | 1,270,547 | - | - | - |
| Principal | 44,180,921 | 40,819,354 | 28,501,109 | 58,797,013 |
| Interest and Fiscal Charges | 20,694,096 | 18,088,363 | 19,519,471 | 19,539,364 |
| Total Expenditures | <u>1,077,576,637</u> | <u>1,012,030,554</u> | <u>926,697,372</u> | <u>929,612,521</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Bond Proceeds | 270,000,000 | - | - | - |
| Premium on Bonds | 37,247,971 | - | - | - |
| 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 | - | - | - | - |
| Proceeds from Sale of Capital Assets | 29,987 | 4,845,092 | 5,060,568 | 5,468 |
| Issuance of Capital Leases | - | - | - | - |
| Subscriptions | 1,454,478 | 2,963,347 | 1,798,472 | - |
| Other Sources (Uses) | - | - | - | - |
| Transfers In | 13,891,315 | 12,074,937 | 7,748,278 | 9,849,171 |
| Transfers Out | (13,891,315) | (12,074,937) | (7,748,278) | (9,849,171) |
| Total Other Financing Sources (Uses) | <u>308,732,436</u> | <u>7,808,439</u> | <u>6,451,350</u> | <u>(12,212,566)</u> |
| Net Change in Fund Balances | <u>\$ 291,366,063</u> | <u>\$ 16,447,920</u> | <u>\$ (12,874,868)</u> | <u>\$ (67,321,983)</u> |
| Debt Service as a Percentage of Non-Capital Expenditures | 6.20% | 6.00% | 5.40% | 9.10% |

Table 4

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|----|---------------------|------------------------|-----------------------|-----------------------|------------------------|-----------------------|
| \$ | 355,728,486 | \$ 343,453,707 | \$ 317,096,992 | \$ 275,111,761 | \$ 258,474,174 | \$ 260,227,313 |
| | 387,495,818 | 403,203,088 | 375,083,914 | 337,108,346 | 338,859,843 | 329,303,736 |
| | 31,584,000 | 53,385,531 | 65,857,469 | 64,905,244 | 53,151,768 | 51,086,322 |
| | 687,066 | 10,471,326 | 8,150,604 | 1,484,563 | 782,801 | 363,496 |
| | 11,512,856 | 17,863,071 | 13,107,087 | 11,864,422 | 20,395,926 | 20,046,480 |
| | 787,008,226 | 828,376,723 | 779,296,066 | 690,474,336 | 671,664,512 | 661,027,347 |
| | 334,547,776 | 348,644,354 | 338,420,071 | 319,563,484 | 306,149,147 | 299,786,084 |
| | 211,514,524 | 233,914,083 | 221,809,509 | 200,496,216 | 212,310,034 | 199,043,430 |
| | 137,809,602 | 153,937,969 | 140,793,998 | 116,696,635 | 105,366,488 | 91,493,127 |
| | 102,342,927 | 68,658,291 | 15,202,621 | 7,615,498 | 4,223,743 | 3,371,577 |
| | - | - | - | - | - | 190,545 |
| | 38,045,000 | 34,140,000 | 50,765,000 | 35,629,571 | 40,170,143 | 50,863,535 |
| | 21,295,487 | 22,763,531 | 18,398,121 | 20,219,056 | 18,933,080 | 23,014,446 |
| | 845,555,316 | 862,058,228 | 785,389,320 | 700,220,460 | 687,152,635 | 667,762,744 |
| | - | - | 249,975,000 | - | - | 12,100,000 |
| | - | - | 40,816,808 | - | - | 943,790 |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | - | (12,846,310) |
| | - | - | - | - | - | - |
| | 12,098,083 | - | - | - | - | - |
| | - | 51,053 | 29,500 | 2,900 | 10,545 | 1,064,074 |
| | - | - | - | 130,087 | - | - |
| | - | - | - | - | - | - |
| | 166,948 | - | - | - | - | - |
| | - | 9,712,922 | 21,967,770 | 8,576,023 | 9,442,074 | 7,228,188 |
| | - | (9,712,922) | (21,967,770) | (8,576,023) | (9,442,074) | (7,228,188) |
| | 12,265,031 | 51,053 | 290,821,308 | 132,987 | 10,545 | 1,261,554 |
| \$ | <u>(46,282,059)</u> | <u>\$ (33,630,452)</u> | <u>\$ 284,728,054</u> | <u>\$ (9,613,137)</u> | <u>\$ (15,477,578)</u> | <u>\$ (5,473,843)</u> |
| | 8.00% | 7.20% | 9.00% | 8.10% | 8.70% | 11.10% |





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

| Tax Year | Collection Year | Residential Property | Other Property Classes | | | | |
|----------|-----------------|----------------------|------------------------|----------------|-----------------|----------------|---------------|
| | | Assessed Value | Actual Value | Vacant Land | Commercial | Industrial | Agricultural |
| 2024 | 2025 | \$ 7,028,254,780 | \$ 88,294,658,040 | \$ 384,889,240 | \$2,529,272,780 | \$ 362,359,990 | \$ 26,884,610 |
| 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 |

⁽¹⁾ Source: Douglas County Assessor

<https://www.douglas.co.us/documents/2024-abstract.pdf/>

⁽²⁾ Source: Douglas County Assessor -2024 Tax Districts and Authorities

<https://www.douglas.co.us/documents/2024-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 |
|--------------------------|-----------------------|--|--|-----------------------------|---------------------------------|---------------------------------------|
| \$ 214,090 | \$ 274,050,700 | \$ 3,577,671,410 | \$ 12,336,797,966 | \$ 10,605,926,190 | \$ 100,631,456,006 | 45.528 |
| 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 |

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

Table 6

| <u>Assessment Year</u> | <u>Collection Year</u> | <u>General Fund</u> | <u>Debt Service Fund</u> | <u>Total</u> | <u>Douglas County ⁽²⁾</u> | <u>Total</u> |
|------------------------|------------------------|---------------------|--------------------------|--------------|--------------------------------------|--------------|
| 2024 | 2025 | 40.324 | 5.204 | 45.528 | 23.226 | 68.754 |
| 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 |

⁽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/2024-tax-districts-and-mill-levies.pdf/>



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

Table 7

| | 2024 | | | 2015 | | |
|--|--------------------------|------|--|-------------------------|------|--|
| | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value |
| Park Meadows Mall LLC | \$ 89,256,930 | 1 | 0.80% | \$ 74,436,090 | 1 | 1.33% |
| HCA HealthOne LLC | 73,480,130 | 2 | 0.66% | 69,616,450 | 2 | 1.25% |
| Kaiser Foundation Hospitals | 32,642,990 | 3 | 0.29% | 34,582,440 | 6 | 0.62% |
| Charles Schwab Lone Tree | 30,792,110 | 4 | 0.28% | | | |
| Craig Realty Group Castle Rock LLC | 21,248,820 | 5 | 0.19% | | | |
| TCLT LH LLC & TCLT LH II LLC | 19,936,580 | 6 | 0.18% | | | |
| Plaza Drive Properties LLC | 16,485,970 | 7 | 0.15% | 19,856,400 | 10 | 0.36% |
| Windsor At Meridian LLC | 13,978,880 | 8 | 0.13% | | | |
| I&G Pac Santa Fe LLC | 13,480,620 | 9 | 0.12% | | | |
| Retreat At Park Meadows LLC | 13,014,750 | 10 | 0.12% | | | |
| Public Service company of CO (XCEL) | | | | 54,587,400 | 4 | 0.98% |
| Intermountain Rural Elec Assn | | | | 60,593,490 | 3 | 1.08% |
| CS Longe Tree | | | | 27,245,500 | 7 | 0.49% |
| Century Link (was Qwest Corporation) | | | | 37,414,700 | 5 | 0.67% |
| Portercare Adventist Health System | | | | 26,891,800 | 8 | 0.46% |
| Century Link Communications | | | | 21,558,500 | 9 | 0.39% |
| Total Principal Property Tax Payers | \$ 324,317,780 | | 2.92% | \$ 426,782,770 | | 7.63% |
| Total Taxable Assessed Value | \$ 10,605,926,190 | | | \$ 5,592,997,090 | | |

Source: Douglas County Annual Comprehensive Financial Report
<https://www.douglas.co.us/documents/2024-douglas-county-colorado-acfr.pdf/>

**Property Tax Levies and Collections
Last Ten Years**

Table 8

Collected within the Fiscal
Year of the Levy⁽¹⁾

| Assessment Year | Collection Year | Total Tax Levy | Current Tax Collections | Percent of Levy Collected | Collection in Subsequent Years | Total Tax Collections | Percent of Total Tax Collections to Levy |
|-----------------|-----------------|----------------|-------------------------|---------------------------|--------------------------------|-----------------------|--|
| 2024 | 2025 | \$ 482,839,573 | \$ 474,453,397 | 98.26% | \$ 204,267 | \$ 474,657,664 | 98.31% |
| 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% |

Source: Douglas County Treasurer’s Office

<https://www.douglas.co.us/documents/uncollected-current-year-property-taxes.pdf/>

⁽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.



**Ratios of Outstanding Debt by Type
Last Ten Years**

| Year Ended June 30, | Governmental Activities | | | | | | | Total Primary Government |
|------------------------|--------------------------------|----------------------------------|----------------------|------------------|-------------|--------------------|-------------|--------------------------------|
| | General Obligation Bonds | Certificates of Participation | Accreted Interest | Bond Premiums | Leases | Financed Leases | Software | |
| 2025 | \$527,325,000 | \$6,205,000 | \$- | \$59,527,549 | \$5,973,199 | \$920,292 | \$3,001,839 | \$602,952,879 |
| 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 |

⁽¹⁾ Douglas County Government

<https://www.douglas.co.us/documents/2024-abstract.pdf/>

⁽²⁾ 2024 Douglas County Annual Comprehensive Financial Report -Demographic and Economic Statistics

<https://www.douglas.co.us/documents/2024-douglas-county-colorado-acfr.pdf/>

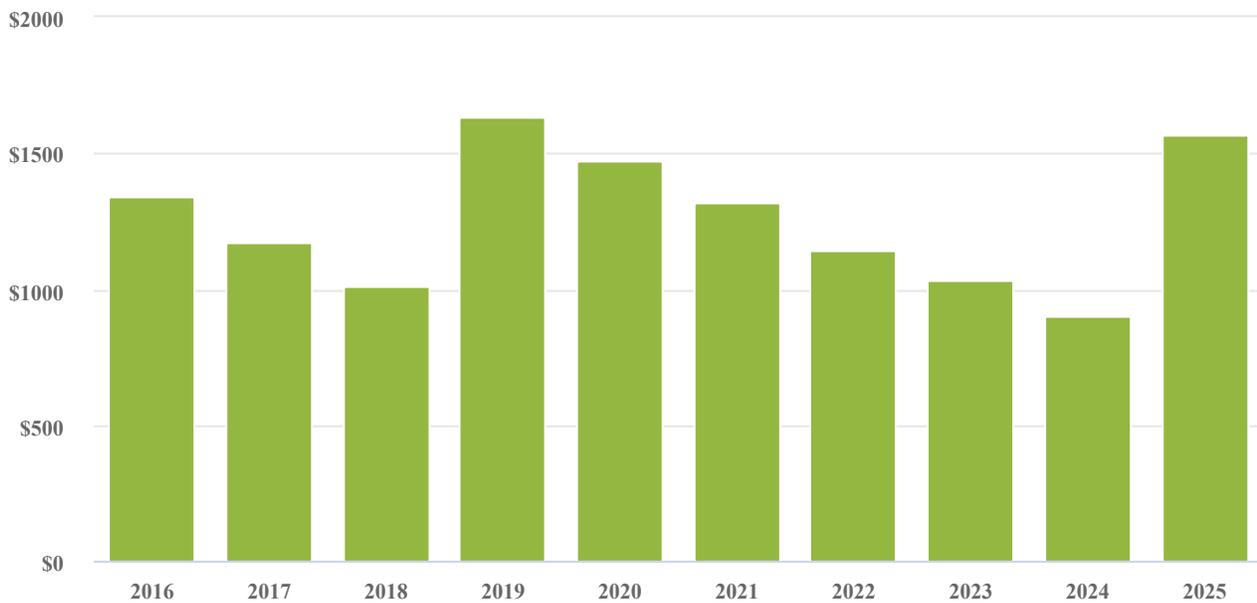
Figures included in this schedule represent the most recent data available.

²⁰²⁴ 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 |
|-------------------------------|--|---------------------------|-------------------------------|-----------------------|
| \$10,605,926,190 | 39,514,603 | 383,911 | 1.53% | \$1,571 |
| 10,390,833,820 | 37,286,156 | 381,500 | 0.93% | 906 |
| 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 |

Total Debt Per Capita





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**Ratios of Net General Bonded Debt Outstanding
Last Ten Years**

Table 10

| 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⁾ |
|------------------------|---|------------------------------------|--------------------|---|---------------|--------------------|----------------------------------|---|------------------------------|
| 2025 | \$ 586,852,549 | \$ 27,005,000 | \$ 559,847,549 | 0.56% | \$ 1,458 | \$ 100,631,456,006 | \$ 10,605,926,190 | \$ 39,514,603 | 383,911 |
| 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 |

⁽¹⁾ Douglas County Government

<https://www.douglas.co.us/documents/2024-abstract-brochure.pdf/>

⁽²⁾ Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2024-douglas-county-colorado-acfr.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.

The 2024 and prior numbers have not been updated to match the County's updated data.



Estimated Overlapping General Obligation Debt

Table 11

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

| | 2024 Assessed Valuation ⁽²⁾ | Entity's Debt Outstanding | Outstanding G. O. Debt Attributable to the | |
|---|--|---------------------------|--|----------------|
| | | | Percent | Amount |
| Direct Debt | | | | |
| Douglas County School District RE-1 | \$ 10,605,926,190 | \$ 602,952,879 | 100% | \$ 602,952,879 |
| Overlapping G.O. Debt ⁽¹⁾ | | | | |

Estimated Overlapping General Obligation Debt

| Name of Overlapping Entity ⁽¹⁾ | Valuation ⁽²⁾ | Outstanding G.O. Debt | Percent | Amount |
|--|--------------------------|-----------------------|---------|--------------|
| Antelope Heights Metropolitan District ⁽⁴⁾ | \$ 24,264,950 | \$ 9,563,000 | 1% | \$ 9,563,000 |
| Anthology West Metropolitan Dist. Nos. 2 and 4 ⁽⁴⁾⁽⁵⁾ | 17,082,770 | 9,745,000 | 100 | 9,745,000 |
| Anthology West Metropolitan District No. 5 ⁽⁴⁾ | 6,153,960 | 5,273,000 | 100 | 5,273,000 |
| Arapahoe County Water and Wastewater P.I.D. | 1,092,082,093 | 109,480,000 | 11 | 11,845,736 |
| Belford North and Belford South Metro. Districts ⁽⁴⁾⁽⁵⁾ | 6,674,920 | 39,155,000 | 100 | 39,155,000 |
| Bella Mesa Metropolitan District ⁽⁴⁾ | 7,298,100 | 32,254,000 | 100 | 32,254,000 |
| Canterberry Crossing Metropolitan District | 48,360,480 | 6,665,000 | 100 | 6,665,000 |
| Canterberry Crossing Metropolitan District II | 35,738,250 | 7,205,000 | 100 | 7,205,000 |
| Canyons Metropolitan Districts Nos. 1 and 3 ⁽⁴⁾⁽⁵⁾ | 10,144,280 | 31,270,000 | 100 | 31,270,000 |
| Canyons Metropolitan District No. 5 ⁽⁴⁾ | 81,498,520 | 136,144,000 | 100 | 136,144,000 |
| Carousel Farms Metropolitan District ⁽⁴⁾ | 5,768,590 | 3,162,500 | 100 | 3,162,500 |
| Castle Oaks Metropolitan District ⁽⁴⁾ | 41,784,370 | 13,130,000 | 100 | 13,130,000 |
| Castle Oaks Metropolitan District No. 3 ⁽⁴⁾ | 51,646,550 | 34,095,000 | 100 | 34,095,000 |
| Castle Pines Comm. Metro. Dist. Nos. 3 and 4 ⁽⁴⁾⁽⁵⁾ | 17,233,400 | 4,230,000 | 100 | 4,230,000 |
| Castleview Metropolitan District No. 1 ⁽⁴⁾ | 22,170 | 18,887,000 | 100 | 18,887,000 |
| Castleview Metropolitan District No. 2 ⁽⁴⁾ | 4,611,290 | 4,593,000 | 100 | 4,593,000 |
| Castlewood Ranch Metropolitan District | 57,651,100 | 11,545,000 | 100 | 11,545,000 |
| Chambers Highpoint Metro. District Nos. 1 and 2 ⁽⁴⁾⁽⁵⁾ | 1,134,260 | 11,300,000 | 100 | 11,300,000 |
| Cherokee Ridge Estates Metropolitan District | 6,318,390 | 515,000 | 100 | 515,000 |
| Cherry Creek South Metro. Districts Nos. 5 and 6 ⁽⁴⁾⁽⁵⁾ | 3,791,360 | 68,549,000 | 100 | 68,549,000 |
| Cielo Metropolitan District ⁽⁴⁾ | 12,646,180 | 17,942,000 | 100 | 17,942,000 |
| Compark Business Campus Metropolitan District | 99,035,010 | 45,470,000 | 100 | 45,470,000 |
| Concord Metropolitan District | 96,421,930 | 2,385,000 | 100 | 2,385,000 |
| Consolidated Bell Mountain Ranch Metro. District | 29,745,280 | 9,500,000 | 100 | 9,500,000 |
| Cottonwood Highlands Metropolitan District No. 1 ⁽⁴⁾ | 25,597,990 | 19,630,000 | 100 | 19,630,000 |
| Cottonwood Water and Sanitation District ⁽⁶⁾ | 172,807,124 | 2,327,323 | 100 | 2,327,323 |
| Crowfoot Valley Ranch Metro. District No. 2 ⁽⁴⁾ | 33,419,930 | 69,001,000 | 100 | 69,001,000 |
| Crystal Crossing Metropolitan District ⁽⁴⁾ | 14,603,850 | 7,445,000 | 100 | 7,445,000 |
| Crystal Valley Metropolitan District No. 2 ⁽⁴⁾ | 135,049,380 | 54,205,000 | 100 | 54,205,000 |
| Crystal Valley Metropolitan Dist. No. 2 Subdistrict | 4,253,790 | 3,600,000 | 100 | 3,600,000 |
| Dawson Trails Metropolitan Districts Nos. 1 to 7 ⁽⁴⁾⁽⁵⁾ | 223,320 | 303,446,000 | 100 | 303,446,000 |
| Elkhorn Ranch Metropolitan District No. 1 | 18,660,660 | 7,555,000 | 100 | 7,555,000 |
| Elora Metropolitan District ⁽⁴⁾ | 5,830 | 19,603,000 | 100 | 19,603,000 |
| Fields Metropolitan District No. 1 ⁽⁴⁾ | 14,270 | 11,509,000 | 100 | 11,509,000 |
| Foxhill Metropolitan District No. 2 ⁽⁴⁾ | 9,952,140 | 6,000,000 | 100 | 6,000,000 |

Estimated Overlapping General Obligation Debt (Continued)

| Name of Overlapping Entity ⁽¹⁾ | Valuation ⁽²⁾ | Outstanding | | Amount |
|---|--------------------------|-------------|---------|-------------|
| | | G.O. Debt | Percent | |
| Hess Ranch Metropolitan Dist. Nos. 4, 6 and 8 ⁽⁴⁾⁽⁵⁾ | 22,977,170 | 102,826,000 | 100 | 102,826,000 |
| Highfield Metropolitan District ⁽⁴⁾ | 56,484,010 | 4,190,000 | 100 | 4,190,000 |
| Hillside at Castle Rock Metropolitan District ⁽⁴⁾ | 2,218,250 | 6,149,000 | 100 | 6,149,000 |
| Hilltop Metropolitan District ⁽⁴⁾ | 2,402,790 | 1,855,000 | 100 | 1,855,000 |
| Horse Creek Metropolitan District | 20,806,330 | 3,305,000 | 100 | 3,305,000 |
| Horseshoe Ridge Metro. Districts Nos. 1 to 3 ⁽⁴⁾⁽⁵⁾ | 16,911,640 | 3,733,000 | 100 | 3,733,000 |
| Hunting Hill Metropolitan District ⁽⁴⁾ | 12,909,460 | 7,000,000 | 100 | 7,000,000 |
| Inspiration Metropolitan District ⁽⁴⁾ | 97,073,040 | 73,365,000 | 100 | 73,365,000 |
| Inverness Water and Sanitation District ⁽⁶⁾ | 364,079,977 | 6,053,336 | 31 | 1,867,454 |
| Jordan Crossing Metropolitan District | 4,469,110 | 1,305,000 | 100 | 1,305,000 |
| Lanterns Metropolitan District No. 1 ⁽⁴⁾ | 24,676,910 | 29,020,000 | 100 | 29,020,000 |
| Lanterns Metropolitan District No. 2 ⁽⁴⁾ | 13,709,080 | 25,482,000 | 100 | 25,482,000 |
| Lanterns Metropolitan District No. 3 ⁽⁴⁾ | 5,241,100 | 19,420,000 | 1 | 19,420,000 |
| Larkspur Fire Protection District | 239,529,470 | 485,000 | 100 | 485,000 |
| Lincoln Creek Metropolitan District ⁽⁴⁾ | 10,890,680 | 5,500,000 | 100 | 5,500,000 |
| Lincoln Meadows Metropolitan District ⁽⁴⁾ | 15,862,940 | 8,262,000 | 100 | 8,262,000 |
| Lincoln Station Metropolitan District | 61,241,790 | 11,286,000 | 100 | 11,286,000 |
| Louviers Water and Sanitation District ⁽⁶⁾ | 3,557,710 | 1,387,886 | 100 | 1,387,886 |
| Maher Ranch Metropolitan District No. 4 ⁽⁴⁾ | 50,030,460 | 12,527,000 | 100 | 12,527,000 |
| Meadowlark Metropolitan District ⁽⁴⁾ | 11,096,380 | 9,569,000 | 100 | 9,569,000 |
| Meadows Metropolitan Districts Nos. 1 to 7 ⁽⁷⁾ | 399,892,890 | 70,000,000 | 100 | 70,000,000 |
| Meridian Metropolitan District | 239,000,270 | 93,757,000 | 100 | 93,757,000 |
| Meridian Village Metropolitan Dist. Nos. 1 and 2 ⁽⁵⁾ | 120,158,750 | 42,610,000 | 100 | 42,610,000 |
| Miller's Landing Business Improvement District ⁽⁸⁾ | 411,148 | 20,295,000 | 100 | 20,295,000 |
| Mirabelle Metropolitan Districts Nos. 1 and 2 ⁽⁴⁾⁽⁵⁾ | 38,168,510 | 55,881,000 | 100 | 55,881,000 |
| Neu Towne Metropolitan District ⁽⁴⁾ | 19,928,890 | 11,775,000 | 100 | 11,775,000 |
| Newlin Crossing Metropolitan District ⁽⁴⁾ | 3,516,410 | 11,161,000 | 100 | 11,161,000 |
| North Pine Vistas Metropolitan District No. 2 ⁽⁴⁾ | 23,487,440 | 11,595,000 | 100 | 11,595,000 |
| North Pine Vistas Metropolitan District No. 3 ⁽⁴⁾ | 24,716,780 | 18,204,000 | 100 | 18,204,000 |
| North Pines Metropolitan District | 7,020,920 | 1,395,000 | 100 | 1,395,000 |
| Olde Town Metropolitan District ⁽⁴⁾ | 5,722,480 | 8,425,000 | 100 | 8,425,000 |
| Overlook Metropolitan District ⁽⁴⁾ | 10,479,980 | 7,578,000 | 100 | 7,578,000 |
| Parker Automotive Metropolitan District | 21,226,430 | 19,785,000 | 100 | 19,785,000 |
| Parker Homestead Metropolitan District | 19,908,610 | 7,325,000 | 100 | 7,325,000 |
| Parker Water and Sanitation District | 1,236,179,410 | 66,645,000 | 100 | 66,645,000 |
| Pine Bluffs Metropolitan District | 31,176,729 | 3,055,000 | 100 | 3,055,000 |
| Pinery West Metropolitan District No. 2 ⁽⁴⁾ | 68,522,220 | 1,892,000 | 100 | 1,892,000 |
| Promenade at Castle Rock Met. Dist. Nos. 1 to 3 ⁽⁴⁾⁽⁵⁾ | 80,237,980 | 59,856,780 | 100 | 59,856,780 |
| Rampart Range Metro. Districts Nos. 1, 2 and 7 ⁽⁴⁾⁽⁵⁾ | 339,369,000 | 163,111,000 | 100 | 163,111,000 |
| Rampart Range Metro. Dist. Nos. 5, 6 and 8 ⁽⁴⁾⁽⁵⁾ | 21,517,080 | 120,000,000 | 100 | 120,000,000 |
| Ravenna Metropolitan District ⁽⁴⁾ | 41,132,400 | 46,690,000 | 100 | 46,690,000 |
| Reata North Metropolitan District ⁽⁴⁾ | 53,016,110 | 7,905,000 | 100 | 7,905,000 |
| Reata Ridge Village Metro. Dist. Nos. 1 and 2 ⁽⁴⁾⁽⁵⁾ | 8,187,890 | 5,634,000 | 100 | 5,634,000 |
| Reata South Metropolitan District ⁽⁴⁾ | 37,107,970 | 19,330,000 | 100 | 19,330,000 |
| Regency Metropolitan District ⁽⁴⁾ | 9,408,630 | 3,665,000 | 100 | 3,665,000 |
| Remuda Ranch Metropolitan District ⁽⁴⁾ | 2,218,950 | 9,042,000 | 100 | 9,042,000 |
| Robinson Ranch Metropolitan District | 4,946,480 | 1,575,000 | 100 | 1,575,000 |
| Rock Canyon Metropolitan District ⁽⁴⁾ | 2,667,940 | 2,016,000 | 100 | 2,016,000 |
| Roxborough Water and Sanitation District ⁽⁶⁾ | 461,972,853 | 14,839,744 | 56 | 8,338,452 |

Estimated Overlapping General Obligation Debt (Continued)

| Name of Overlapping Entity ⁽¹⁾ | Valuation ⁽²⁾ | Outstanding G.O. Debt | Percent | Amount |
|---|--------------------------|--------------------------|---------|-------------------------|
| Roxborough Water and Sanitation District – Plum Valley Heights Subdistrict ⁽⁶⁾ | 30,092,670 | 4,716,839 | 100 | 4,716,839 |
| Salisbury Heights Metropolitan District ⁽⁴⁾ | 6,116,540 | 2,675,000 | 100 | 2,675,000 |
| Scott Gulch Metropolitan District ⁽⁴⁾ | 1,668,980 | 3,854,000 | 100 | 3,854,000 |
| Sierra Ridge Metropolitan District No. 2 ⁽⁴⁾ | 51,965,610 | 23,515,000 | 100 | 23,515,000 |
| Solitude Metropolitan District | 10,232,980 | 1,850,000 | 100 | 1,850,000 |
| South Meridian Metropolitan District | 50,457,600 | 3,360,000 | 100 | 3,360,000 |
| South Suburban Park and Recreation District | 4,466,158,097 | 33,480,000 | 24 | 8,082,072 |
| Spring Valley Metropolitan District No. 4 ⁽⁴⁾ | 2,277,420 | 14,761,000 | 100 | 14,761,000 |
| Spring Valley Metropolitan District No. 5 ⁽⁴⁾ | 74,800 | 15,318,000 | 100 | 15,318,000 |
| Sterling Ranch Colorado Metro. District No. 2 ⁽⁹⁾ | 45,395,860 | 50,903,000 | 100 | 50,903,000 |
| Sterling Ranch Colorado Metro. District No. 3 ⁽⁹⁾ | 91,854,820 | 112,217,000 | 100 | 112,217,000 |
| Sterling Ranch Colorado Metro. District No. 4 Subdistrict A ⁽⁹⁾ | 2,730 | 31,715,000 | 1 | 31,715,000 |
| Sterling Ranch Colorado Metro. District No. 4 Subdistrict B ⁽⁹⁾ | - | 33,279,000 | 100 | 33,279,000 |
| Stone Canon Ranch Metropolitan District | 2,589,450 | 662,000 | 100 | 662,000 |
| Stone Creek Metropolitan District ⁽⁴⁾ | 15,715,280 | 9,655,500 | 100 | 9,655,500 |
| Stonegate North Villages Metropolitan District ⁽⁴⁾ | 64,501,510 | 27,915,000 | 100 | 27,915,000 |
| Stonegate Village Metropolitan District | 130,036,350 | 3,230,000 | 100 | 3,230,000 |
| Tallman Gulch Metropolitan District ⁽⁴⁾ | 10,316,150 | 13,000,000 | 100 | 13,000,000 |
| Thunderbird Water and Sanitation District | 11,072,260 | 3,685,303 | 100 | 3,685,303 |
| Timbers Metropolitan District | 17,480,710 | 6,290,000 | 100 | 6,290,000 |
| Trails at Crowfoot Metropolitan Dist. Nos. 1 to 3 ⁽⁴⁾⁽⁵⁾ | 38,349,130 | 76,495,000 | 100 | 76,495,000 |
| Trails Metropolitan District ⁽⁴⁾ | 6,735,020 | 6,999,000 | 100 | 6,999,000 |
| Two Bridges Metropolitan District ⁽⁴⁾ | 4,791,780 | 3,648,000 | 100 | 3,648,000 |
| Village on the Green Metro. District No. 1 | 3,795,510 | 1,219,000 | 100 | 1,219,000 |
| Villages at Castle Rock Metropolitan Dist. No. 4 and Founders Village Metropolitan District ⁽¹⁰⁾ | 1,589,930 | 25,911,000 | 100 | 25,911,000 |
| Villages at Castle Rock Metropolitan District No. 6 ⁽⁴⁾ | 58,370,490 | 61,214,905 | 100 | 61,214,905 |
| Villas Metropolitan District ⁽⁴⁾ | 6,907,150 | 5,245,000 | 100 | 5,245,000 |
| West Metro Fire Protection District | 6,188,878,896 | 8,900,000 | 4 | 329,300 |
| Westcreek Metropolitan Districts Nos. 1 and 2 ⁽⁴⁾⁽⁵⁾ | 13,261,450 | 7,700,000 | 100 | 7,700,000 |
| Total Overlapping | | | | <u>\$ 2,825,265,050</u> |
| Total Direct Debt and Overlapping Debt | | | | <u>\$ 3,428,217,929</u> |

- ⁽¹⁾The following entities also overlap the District, but have no outstanding general obligation debt: Airport Vista Metropolitan Districts Nos. 1 and 2; Anthology West Metropolitan Districts Nos. 3 and 6; Arrowhead Colorado Metropolitan District; City of Aurora; Bear Ridge Metropolitan District; Brickyard Metropolitan Districts Nos. 1 to 3; Canyons Metropolitan Districts Nos. 2, 4 and 7 to 11; Castle Meadows Metropolitan Districts Nos. 1 to 3; 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; Castle Pines West Commercial Urban Renewal Plan; 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; 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; Crystal Valley Shops Metropolitan District; 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; Downtown Parker Business Improvement District; E-470 Potomac Metropolitan District; E-470 Public Highway Authority; Elbert County; Elbert County Library District; Elora Commercial Metropolitan District; Fields Metropolitan Districts Nos. 2 and 3; Foxhill Metropolitan District No. 1; Franktown Business Area Metropolitan District; Franktown Fire Protection District; Grandview Estates Rural Water Conservation District; Hawkview Metropolitan District; Heritage Hills Metropolitan District; Hess Ranch Metropolitan Districts Nos. 5 and 7; Hess Ranch Metropolitan District No. 5 Special Improvement Districts Nos. 1 and 2; Hidden Pointe Metropolitan District; High Prairie Farms Metropolitan District; Highlands Ranch Metropolitan District; Highlands Ranch Water and Sanitation 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; Lone Tree Entertainment District Urban Renewal Plan; 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; 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;”
- ⁽²⁾ The 2024 assessed valuation figures certified by the County Assessors are for the collection of ad valorem property taxes in 2025.
- ⁽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, 3, 4 Subdistrict A and 4 Subdistrict B’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 (\$153,222,158 as of December 31, 2024), and principal amounts due as of such date will be discharged. The 2024 assessed valuation of Founders Village Metropolitan District is \$83,478,690.

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



**Legal Debt Margin
For The Last Ten Fiscal Years**

| | <u>2025</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> |
|--|---------------|-----------------|-----------------|-----------------|
| Debt Limit ⁽¹⁾ | 2,121,185,238 | \$2,078,166,764 | \$1,634,428,676 | \$1,627,980,522 |
| Total Debt Applicable to Limit | 602,952,879 | 345,490,634 | 391,481,819 | 426,660,513 |
| Legal Debt Margin ⁽²⁾ | 1,518,232,359 | 1,732,676,130 | 1,242,946,857 | 1,201,320,009 |
| Total Debt Applicable to the Limit as a Percentage of Debt Limit | 28.43% | 16.62% | 23.95% | 26.21% |

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

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

Table 12

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|------------------|------------------|------------------|------------------|------------------|------------------|
| \$ 1,494,015,398 | \$ 1,457,815,010 | \$ 1,293,824,122 | \$ 1,272,326,686 | \$ 1,139,199,846 | \$ 1,118,599,418 |
| 498,866,191 | 543,637,736 | 584,991,349 | 350,319,165 | 394,596,031 | 441,381,527 |
| 995,149,207 | 914,177,274 | 708,832,773 | 922,007,521 | 744,603,815 | 677,217,891 |
| 33.39% | 37.29% | 45.21% | 27.53% | 34.64% | 39.46% |



Demographic and Economic Statistics ⁽¹⁾

Table 13

| Year | Estimated Population | Per Capita Personal Income | Personal Income Total (in thousands) | Average Household Size | Median Age | School Enrollment | Unemployment Rate |
|------|----------------------|----------------------------|--------------------------------------|------------------------|------------|-------------------|-------------------|
| 2024 | 383,911 | \$ 102,928 | \$ 39,514,603 | 2.70 | 39.8 | 61,409 | 4.3% |
| 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% |

⁽¹⁾ 2024 Douglas County Annual Comprehensive Financial Report

<https://www.douglas.co.us/documents/2024-douglas-county-colorado-acfr.pdf/>

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

Data is estimated and is subject to change based on updated information.

In 2024 and prior numbers have not been updated to match the County's updated data in their most recent Annual Comprehensive Financial Report

School Enrollment



**Principal Employers
Current Year and Nine Years Ago**

Table 14

| | 2024 | | | 2015 | | |
|---|---------------|----|------------------------------------|---------------|----|------------------------------------|
| | Employees | | Percent of Total County Employment | Employees | | Percent of Total County Employment |
| Douglas County School District ⁽¹⁾ | 8,500 | 1 | 3.95% | 5,563 | 1 | 3.37% |
| Charles Schwab | 3,800 | 2 | 1.76% | 2,400 | 2 | 1.45% |
| DISH Network | 1,900 | 3 | 0.88% | | | |
| Douglas County Government | 1,491 | 4 | 0.69% | 1,146 | 7 | 0.69% |
| Sky Ridge Medical | 1,300 | 5 | 0.60% | 1,220 | 5 | 0.74% |
| Lockheed | 1,300 | 6 | 0.60% | | | |
| Kiewit Companies | 1,300 | 7 | 0.60% | | | |
| Sequoia One | 1,000 | 8 | 0.46% | | | |
| Western Union | 900 | 9 | 0.42% | 1,210 | 6 | 0.73% |
| Wind Crest | 900 | 10 | 0.42% | | | |
| CH2M Hill | | | | 1,660 | 4 | 1.01% |
| EchoStar Communications | | | | 2,010 | 3 | 1.22% |
| Centura: Parker Adventist Hospital | | | | 1,110 | 8 | 0.68% |
| Information Handling Services | | | | 980 | 9 | 0.59% |
| Specialized Loan Servicing | | | | 940 | 10 | 0.57% |
| Total for Principal Employers | 22,391 | | 10.4% | 18,239 | | 11.1% |
| Total Employment in Douglas County | 215,300 | | | 164,964 | | |
| Total Labor Force in Douglas County | 224,147 | | | | | |

From the 2024 Douglas County Annual Comprehensive Financial Report
<https://www.douglas.co.us/documents/2024-douglas-county-colorado-acfr.pdf/>

⁽¹⁾Based on full time equivalent.



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

| | <u>2025</u> | <u>2024</u> | <u>2023</u> |
|---|--------------|--------------|--------------|
| Instructional Services | | | |
| Teacher | 2,534 | 2,538 | 2,470 |
| Teacher - Special Education | 595 | 591 | 570 |
| Instructional & Educational Assistants | 268 | 242 | 231 |
| Educational Assistants - Special Education | 684 | 632 | 540 |
| Preschool | 68 | 60 | 70 |
| Outdoor Education | 27 | 24 | 28 |
| School Support | | | |
| Principals & Assistant Principals | 175 | 174 | 174 |
| Counselors | 170 | 165 | 165 |
| Student Support - Special Education | 166 | 151 | 131 |
| Student Support - Specialized Programming | 19 | 17 | 11 |
| Deans | 27 | 25 | 21 |
| Professional Learning Specialists | 41 | 37 | 33 |
| Librarians & Library Specialists/Assistants | 56 | 57 | 54 |
| Nurses & Health Assistants | 94 | 95 | 88 |
| Office/Administrative Support | 321 | 324 | 312 |
| Professional, Technical & Administrators | 105 | 98 | 90 |
| General Administration | | | |
| Executive Cabinet | 9 | 9 | 9 |
| Office/Administrative Support | 46 | 48 | 52 |
| Professional, Technical & Administrators | 116 | 108 | 95 |
| Other Support Staff | 3 | 4 | 3 |
| Before and After School Child Care | | | |
| Preschool & Child Care | 102 | 97 | 98 |
| Operations & Maintenance | | | |
| Office/Administrative Support | 5 | 5 | 6 |
| Skilled Trade | 199 | 195 | 178 |
| Security Services | 145 | 123 | 77 |
| Transportation | 247 | 226 | 223 |
| Professional, Technical & Administrators | 11 | 10 | 10 |
| Nutrition Services | | | |
| Kitchen & Office Workers | 305 | 299 | 270 |
| Total | <u>6,538</u> | <u>6,354</u> | <u>6,009</u> |

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

Table 15

| 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| 2,524 | 2,624 | 2,581 | 2,539 | 2,551 | 2,563 | 2,579 |
| 564 | 576 | 581 | 562 | 545 | 521 | 497 |
| 245 | 229 | 307 | 291 | 291 | 295 | 288 |
| 560 | 569 | 607 | 567 | 539 | 510 | 441 |
| 78 | 80 | 89 | 85 | 89 | 84 | 85 |
| 20 | 12 | 22 | 18 | 19 | 18 | 17 |
| 173 | 170 | 171 | 170 | 167 | 153 | 153 |
| 162 | 163 | 167 | 104 | 87 | 78 | 75 |
| 134 | 127 | 128 | 138 | 136 | 127 | 129 |
| 11 | 11 | 9 | 8 | 6 | 11 | 8 |
| 26 | 25 | 26 | 24 | 25 | 39 | 33 |
| 28 | 32 | 36 | 33 | 39 | 46 | 51 |
| 52 | 57 | 62 | 62 | 68 | 68 | 71 |
| 86 | 87 | 84 | 74 | 70 | 57 | 84 |
| 284 | 288 | 306 | 313 | 321 | 324 | 296 |
| 82 | 76 | 81 | 77 | 72 | 78 | 84 |
| 8 | 10 | 10 | 11 | 9 | 10 | 13 |
| 51 | 52 | 57 | 60 | 66 | 72 | 69 |
| 89 | 83 | 91 | 88 | 89 | 89 | 82 |
| 4 | 4 | 5 | 6 | 6 | 7 | 6 |
| 103 | 111 | 118 | 132 | 142 | 147 | 142 |
| 6 | 8 | 8 | 8 | 9 | 9 | 8 |
| 184 | 205 | 220 | 223 | 228 | 232 | 232 |
| 69 | 71 | 81 | 69 | 77 | 73 | 70 |
| 250 | 257 | 347 | 343 | 360 | 368 | 398 |
| 10 | 11 | 13 | 13 | 12 | 16 | 14 |
| 266 | 236 | 270 | 265 | 260 | 246 | 240 |
| <u>6,069</u> | <u>6,174</u> | <u>6,477</u> | <u>6,283</u> | <u>6,283</u> | <u>6,241</u> | <u>6,165</u> |



**Operating Indicators
Last Ten Fiscal Years**

| | <u>2025</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> |
|--|---------------|-----------------|----------------|----------------|
| School Enrollment ⁽¹⁾ | 61,851 | 61,964 | 62,341 | 63,876 |
| Funded Pupil Count (FPC) ⁽¹⁾ | 60,800 | 61,854 | 63,158 | 64,035 |
| Average Student Teacher Ratio ⁽¹⁾ | 17.1 | 18.0 | 18.0 | 18.1 |
| | \$ | | | |
| Expenses - Total Governmental Funds | 1,077,576,637 | \$1,012,030,554 | \$ 926,697,372 | \$ 929,612,521 |
| Cost per FPC | \$ 17,723 | \$ 16,362 | \$ 14,637 | \$ 14,517 |
| Building Square Footage | 6,945,428 | 6,945,428 | 6,921,478 | 6,714,527 |
| Free & Reduced Student Count ⁽¹⁾ | 10,172 | 10,478 | 6,696 | 7,025 |
| % of Free & Reduced to Total School Enrollment | 20.1% | 16.9% | 10.9% | 10.8% |
| Graduation Rate ⁽¹⁾ | * | 92.2% | 90.8% | 88.5% |
| Dropout Rate ⁽¹⁾ | * | 0.6% | 1.0% | 0.9% |
| CDE Average Teacher Salary ⁽¹⁾ | \$ 72,667 | \$ 68,535 | \$ 61,449 | \$ 58,193 |

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

* Information not available

Table 16

| 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|----------------|----------------|----------------|----------------|----------------|----------------|
| 62,979 | 67,305 | 67,591 | 67,597 | 67,470 | 66,896 |
| 63,534 | 65,405 | 63,926 | 63,977 | 63,729 | 63,572 |
| 18.0 | 18.9 | 18.8 | 20.1 | 20.3 | 20.8 |
| \$ 845,555,316 | \$ 862,058,228 | \$ 785,389,320 | \$ 700,220,460 | \$ 687,152,635 | \$ 667,762,744 |
| \$ 13,309 | \$ 13,180 | \$ 12,286 | \$ 10,945 | \$ 10,782 | \$ 10,504 |
| 6,714,527 | 6,714,527 | 6,714,527 | 6,714,527 | 6,714,527 | 6,680,458 |
| 6,812 | 7,896 | 8,053 | 8,135 | 7,788 | 7,954 |
| 10.8% | 12.0% | 11.9% | 12.4% | 11.9% | 12.2% |
| 90.7% | 91.2% | 91.7% | 90.8% | 90.4% | 90.1% |
| 0.6% | 0.6% | 0.6% | 0.7% | 0.7% | 0.6% |
| \$ 57,919 | \$ 60,557 | \$ 59,471 | \$ 53,080 | \$ 52,044 | \$ 51,274 |



**Capital Asset Statistics by Type
Last Ten Fiscal Years**

Table 17

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|-----------------------------------|------|------|------|------|------|------|------|------|------|------|
| 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 | 18 | 16 | 15 |
| Magnet Schools | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Alternative Education | 6 | 6 | 5 | 4 | 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 | 1 | - | - | - | - | - | - | - |
| Administration | | | | | | | | | | |
| Administration | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Bus Terminals | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Operations & Maintenance | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Warehouse | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Stadiums | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |



Compliance Section



CliftonLarsonAllen LLP
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**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, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 19, 2025. 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 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.

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

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Board of Education
Douglas County School District Re.1

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

Denver, Colorado
December 19, 2025





CliftonLarsonAllen LLP
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**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's (the District) 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, 2025. 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, 2025.

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, 2025. 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.

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Board of Education
Douglas County School District Re.1

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 Districts 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.

Board of Education
Douglas County School District Re.1

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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



CliftonLarsonAllen LLP

Denver, Colorado
December 19, 2025

Douglas County School District RE.1
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

| Federal Grantor/Pass through Grantor Program or Cluster Title | Federal Assistance Listing Number | Pass-Through Entity Identifying Number | Federal Expenditures |
|---|--|---|-------------------------|
| U.S. Department of Education | | | |
| Pass-Through | | | |
| Colorado Department of Education | | | |
| COVID-19 - ESSER Mentor Grant | 84.425U | 4436 | 3,640 |
| Total ALN No. 84.425 | | | <u>3,640</u> |
| Title I. Part A | 84.010 | 4010 | 980,174 |
| Title I, Part A: Improving Basic Programs Operated by Schools | 84.010A | 5010 | 47,371 |
| Title I. Part A - Homeless Set Aside | 84.010 | 9202 | 187,710 |
| Title I. Part A - Non-Public Set-Aside | 84.010 | 9205 | 7,294 |
| Title I, Part A - Grant Set Aside District Managed Activity Set Aside | 84.01 | 9206 | 133,727 |
| Title L Part A - Parent Activities | 84.010 | 9211 | 8,527 |
| Title I, Part A - Non-Public School Family Engagement Set-Aside | 84.010 | 9214 | 76 |
| Total ALN No. 84.010 | | | <u>1,364,879</u> |
| Title IV-A: Student Support and Academic Enrichment | 84.424 | 4424 | 2,582 |
| Title IV. Part A - Well-Rounded Education | 84.424 | 4421 | 54,813 |
| Title IV, Part A - Safe and Healthy Students | 84.424 | 4422 | 46,994 |
| Title IV, Part A - Effective Use of Technology | 84.424 | 4423 | 667 |
| Total ALN No. 84.424 | | | <u>105,056</u> |
| Title II, Part A: Improving Teacher Quality | 84.367 | 4367 | 524,023 |
| Title III. Part A: English Language Acquisition Grants | 84.365 | 4365 | 242,736 |
| Title III Immigrant Set-Aside | 84.365A | 7365 | 107 |
| Title V, Part B: Charter School Grant | 84.282 | 5282 | 40,681 |
| Title V State Facilities Incentive Grant | 84.282D | 5283 | 694,374 |
| Special Education Cluster: | | | |
| IDEA Part B: Special Education (IDEA, Part B) | 84.027A | 4027 | 10,899,039 |
| IDEA Part B: Special Education - Preschool | 84.173A | 4173 | 106,520 |
| Total Special Education Cluste | | | <u>11,005,559</u> |
| State Board for Community College and Occupational Educatioi | | | |
| Career & Technical Education Grant | 84.048 | 4048 | 236,875 |
| Total Department of Education | | | <u>14,217,930</u> |
| 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 | 51,055 |
| COVID-19 - Capacity Building Grant | 93.575 | 8575 | 106,821 |
| Total Child Care Cluster | | | <u>157,876</u> |
| Colorado State Department of Education | | | |
| School Nurse Workforce Grant | 93.354 | 7354 | 4,030 |
| Total Department of Heath and Human Sendees | | | <u>161,906</u> |



Douglas County School District RE.1
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2025

| Federal Grantor/Pass through Grantor Program or Cluster Title | Federal Assistance Listing Number | Pass-Through Entity Identifying Number | Federal Expenditures |
|--|--|---|-------------------------|
| 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 | 921,676 |
| Food Distribution - Commodities | 10.555 | 4555 | 2,501,936 |
| National School Lunch Program | 10.555 | 4555 | 6,252,063 |
| Summer Food Program for Children | 10.559 | 4559 | 217,959 |
| Total Child Nutrition Cluster | | | <u>9,893,634</u> |
| Summer EBT Federal Distributions | 10.646 | 4646 | 3,025 |
| Total Department of Agriculture | | | <u>9,896,659</u> |
| U.S. Federal Communication Commission | | | |
| Emergency Connectivity Fund | 32.009 | 8009 | 26,435 |
| Total Federal Communication Commission | | | <u>26,435</u> |
| Total Expenditures of Federal Awards | | | <u>\$ 24,302,930</u> |

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2025

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, 2025. 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 \$2,501,936 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, 2025, 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, 2025

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? _____ yes x 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) | Name of Federal Program or Cluster |
|------------------------------|------------------------------------|
| 84.027 and 84.173 | Special Education Cluster (IDEA) |

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

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, 2025

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

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).



**DOUGLAS COUNTY SCHOOL DISTRICT RE. 1
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2025**

Department of Education

Douglas County School District Re. 1 respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2025.

Audit period: July 1, 2024 – June 30, 2025

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

There were no financial statement findings in the prior year.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

2024 – 001: Procurement

Condition: This was a significant deficiency stating that there was one out of eight vendors tested that did not have a sole source justification form on file covering the current fiscal year.

Status: Corrected. The District implemented procedures to review sole source forms on an annual basis to ensure the form was not expired.

2024 – 002: Suspension & Debarment

Condition: This was a significant deficiency stating that one out of eight vendors tested where the District did not have documentation of verification of suspension and debarment.

Status: Corrected. Finding 2024 – 002 was communicated in November 2024. The District obtained certification from the vendor in December 2024 that is was not suspended or debarred.



Colorado Department of Education
Auditors Integrity Report
 District: 0900 - Douglas County Re 1
 Fiscal Year 2024-25
 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 | 186,194,080 | 668,612,227 | 671,775,533 | 183,030,774 |
| 18 Risk Mgmt Sub-Fund of General Fund | 0 | 0 | 0 | 0 |
| 19 Colorado Preschool Program Fund | 0 | 0 | 0 | 0 |
| Sub- Total | 186,194,080 | 668,612,227 | 671,775,533 | 183,030,774 |
| 11 Charter School Fund | 86,854,040 | 232,526,920 | 229,159,492 | 90,221,467 |
| 20,26-29 Special Revenue Fund | 47,034,683 | 61,940,041 | 71,754,313 | 37,220,411 |
| 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 | 7,958,742 | 37,692,224 | 34,091,662 | 11,559,304 |
| 22 Govt Designated-Purpose Grants Fund | 0 | 16,268,930 | 16,268,930 | 0 |
| 23 Pupil Activity Special Revenue Fund | 0 | 0 | 0 | 0 |
| 25 Transportation Fund | 8,276,615 | 30,547,554 | 33,623,894 | 5,200,275 |
| 31 Bond Redemption Fund | 81,628,110 | 58,145,723 | 59,571,781 | 80,202,052 |
| 39 Certificate of Participation (COP) Debt Service Fund | 1,865 | 1,123,439 | 1,123,375 | 1,929 |
| 41 Building Fund | 0 | 315,879,872 | 20,681,220 | 295,198,651 |
| 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 | 417,948,136 | 1,422,736,929 | 1,138,050,200 | 702,634,864 |
| Proprietary | | | | |
| 50 Other Enterprise Funds | -2,710,546 | 1,668,179 | 2,307,050 | -3,349,417 |
| 64 (63) Risk-Related Activity Fund | 0 | 0 | 0 | 0 |
| 60,65-69 Other Internal Service Funds | 4,267,685 | 14,015,546 | 13,693,294 | 4,589,936 |
| Totals | 1,557,139 | 15,683,725 | 16,000,344 | 1,240,520 |
| Fiduciary | | | | |
| 70 Other Trust and Agency Funds | 31,379 | 53,321 | 47,500 | 37,200 |
| 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 | 31,379 | 53,321 | 47,500 | 37,200 |

FINAL

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



