

# ANNUAL REPORT

FOR THE YEAR ENDED JUNE 30, 2021



**Executive Briefing for Board of Education Study Session  
December 10, 2021**

# Agenda

- **Annual Comprehensive Financial Report defined**
- **Financial Results**
  - Governmental Fund Financial Statements
  - Government-Wide Financial Statement
- **Audit Requirement**
  - Auditor Report not yet finalized
- **Addendum**
  - Supplemental Schedules

# Annual Report defined

- **GAAP Required Financial Documents**
  - Management Discussion & Analysis (MD&A)
  - Basic Financial Statements
  - Required Supplementary Information (RSI)
  
- **Best practice is to prepare the Annual Comprehensive Financial Report (Annual Report)**
  - Provides critical information regarding the financial condition of the entity in four sections
    - Introductory
    - Financial
    - Statistical
    - Compliance Report

# Financial Report and Budget Awards

## **Government Finance Officers Association**

- Certificate of Achievement for Excellence in Financial Reporting
  - Received for 2020 Annual Report – 28<sup>th</sup> consecutive year

## **Association of School Business Officials**

- Certificate of Excellence in Financial Reporting
  - Received for 2020 Annual Report – 28<sup>th</sup> consecutive year
- Meritorious Budget Award
  - Received for 2020-2021 Budget – 25<sup>th</sup> consecutive year

# Government-Wide Statements

- Two types of statements required to be presented
  - Government -Wide Statements (GASB 34) – to parallel private sector reporting
  - Governmental Fund Financial Statements – modified accrual reporting basis

# Government-Wide Statements

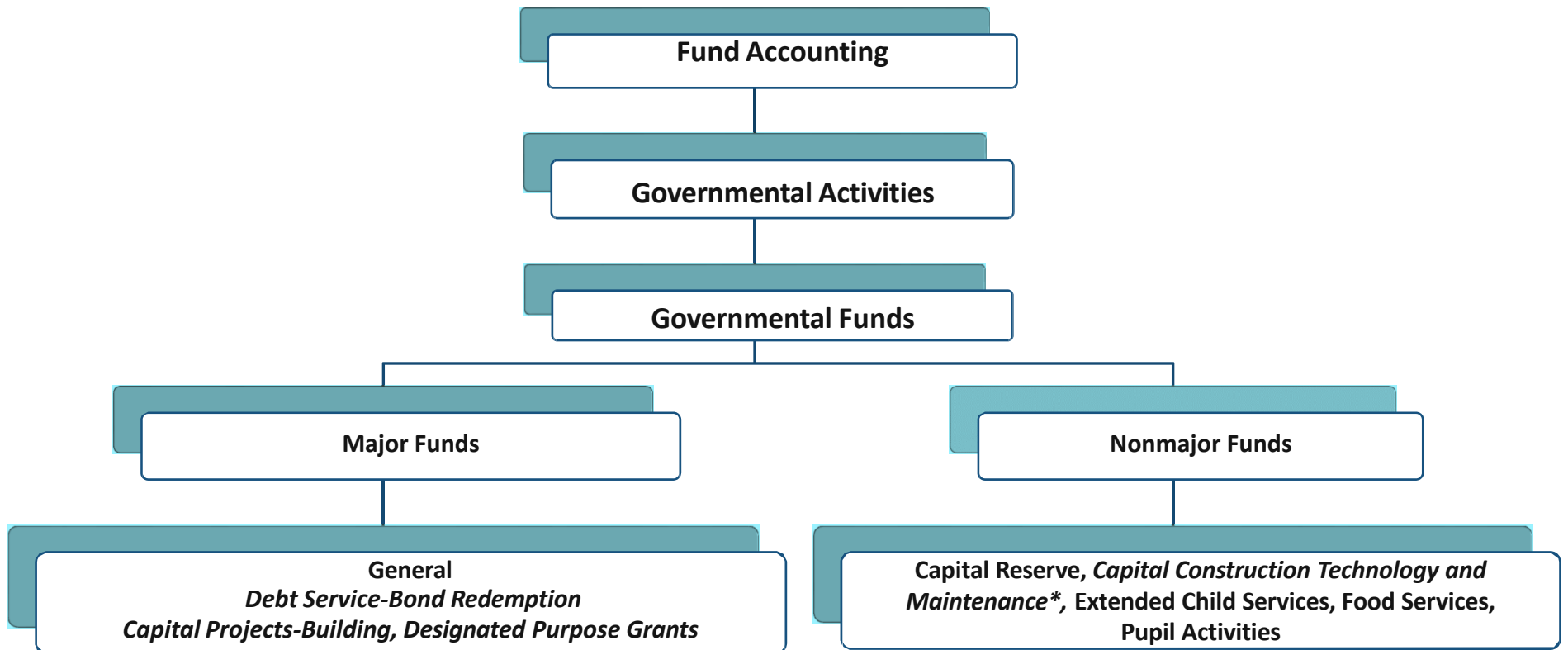
- Designed to provide reader with a broad overview of the financial activities
- Similar to a private sector business
  - Includes capital assets and long-term liabilities, for example: buildings, land and equipment, general obligation bonds, capital leases, and compensated absences payable
- Include the Statement of Net Position and the Statement of Activities

# Governmental Fund Financial Statements

- Governmental funds account for essentially the same information reported in the governmental activities of the Government-Wide Financial Statements.
- Unlike the Government-Wide Statements, the Governmental Fund Financial Statements focus on near-term financial resources and fund balances.
- Such information may be useful in evaluating the financing requirements in the near-term and to demonstrate compliance with finance-related requirements.
- A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives.
- Fund financial statements for the District include one of three possible fund types, which is governmental funds. The District currently does not have any proprietary or fiduciary fund types.
- The District's Board of Education adopts an annual appropriated budget for each of the Governmental funds.

# Basis of Presentation

## Governmental Fund Accounting



\*New Fund



# Governmental Funds

General Fund  
as of June 30, 2021

## Page 110 of Annual Report

- Due to the effects of the pandemic and reduced State funding, the original budget projected a use of fund balance of \$29.8 million.
- The Coronavirus Aid, Relief and Economic Security Act (CARES Act) provided funding to the District in the form of the Coronavirus Relief Fund (CRF) and Elementary and Secondary School Emergency Relief (ESSER) funds to revise budget projections to a use of fund balance of \$17.1 million.
- In November 2020, District voters approved both a \$150 million bond and a \$35 million mill levy override that established the Capital Construction, Technology and Maintenance Fund. The mill levy override helps to offset costs that would otherwise be General Fund expenditures.
- District's General Fund balance decreased by \$1.2 million.

# General Fund – Budget to Actual

Year Ended June 30, 2021

| (in millions)                     | Budget          | Actual         | Variance      |
|-----------------------------------|-----------------|----------------|---------------|
| <i><u>Revenues:</u></i>           |                 |                |               |
| Property & SO Taxes               | \$280.7         | \$282.8        | \$2.1         |
| State                             | 311.5           | 310.5          | (1.0)         |
| Investment Income                 | 0.1             | 0.3            | 0.2           |
| Other                             | 3.3             | 3.9            | 0.6           |
| Transfers                         | <u>1.0</u>      | <u>--</u>      | <u>(1.0)</u>  |
| <i>Total Revenues</i>             | <u>596.6</u>    | <u>597.5</u>   | <u>0.9</u>    |
| <i><u>Expenditures:</u></i>       |                 |                |               |
| Instruction                       | 414.6           | 407.3          | 7.3           |
| Indirect Instruction              | 81.7            | 77.8           | 3.9           |
| Operations/Maintenance            | 46.8            | 44.9           | 1.9           |
| Transportation                    | 24.0            | 23.4           | 0.6           |
| Other Support Services            | 32.8            | 31.5           | 1.3           |
| Transfers                         | <u>13.8</u>     | <u>13.8</u>    | <u>--</u>     |
| <i>Total Expenditures</i>         | <u>613.7</u>    | <u>598.7</u>   | <u>15.0</u>   |
| <i>Net change in Fund Balance</i> | <u>\$(17.1)</u> | <u>\$(1.2)</u> | <u>\$15.9</u> |

# General Fund – Fund Balance

|   | <u>June 30, 2021</u>       | <u>June 30, 2020</u>       |
|---|----------------------------|----------------------------|
| Nonspendable:                                     |                            |                            |
| Prepayments and Deposits                          | \$72,636                   | \$1,248,877                |
| Inventories                                       | 1,362,238                  | 1,443,384                  |
| Restricted for: TABOR Reserve                     | 17,961,000                 | 18,609,000                 |
| Committed:  |                            |                            |
| Multiple year commitments                         | 1,076,162                  | 537,370                    |
| Future year expenditures                          | --                         | 29,755,487                 |
| Assigned for:                                     |                            |                            |
| Future year purchases                             | 1,236,985                  | 760,843                    |
| Budget carry forward for future year expenditures | 6,802,727                  | 6,529,419                  |
| Early separation agreements                       | 8,509,955                  | --                         |
| Board reserve                                     | 17,961,000                 | 18,609,000                 |
| Unassigned  | 30,627,314                 | 9,281,247                  |
| <b>Total Fund Balance</b>                         | <b><u>\$85,610,017</u></b> | <b><u>\$86,774,627</u></b> |

# Government-Wide Statement of Net Position

- Information about all of District's assets, deferred outflows, liabilities, and deferred inflows
  - Including capital assets and long-term obligations
- Difference between assets and deferred outflows and liabilities and deferred inflows is reported as net position
- Over time, changes in net position may serve as a useful indicator of improving or deteriorating financial condition

# Government-Wide Statement of Net Position

Key Elements: Primary Government at June 30, 2021

## Page 41 of Annual Report

- Current/other assets increased from the issuance of \$150 million in new debt after the successful bond election in November 2020.
- Pension liability increased by \$141.0 million.
- Deferred Outflow and Deferred Inflow of resources changed as a result of changes in the Pension Liability. (Outlined in Note 14 Defined Pension Plan on page 80 of Annual Report).
- Liabilities and deferred inflows exceed assets and deferred outflows by \$1.0 billion (net position) due to the effects of GASB 68 (net pension liability) and GASB 75 (OPEB)

# Government-Wide Statement of Net Position

Primary Government

| (in millions)                 | Fiscal Year<br>2020-2021 | Fiscal Year<br>2019-2020 | Increase/<br>(Decrease) |
|-------------------------------|--------------------------|--------------------------|-------------------------|
| Current/Other Assets          | \$468.2                  | \$318.4                  | \$149.8                 |
| Capital Assets                | <u>838.7</u>             | <u>837.5</u>             | <u>1.2</u>              |
| <i>Total Assets</i>           | <u>1,306.9</u>           | <u>1,155.9</u>           | <u>151.0</u>            |
| Deferred Outflow of Resources | 370.2                    | 141.6                    | 228.6                   |
| Current Liabilities           | 118.6                    | 147.4                    | (28.8)                  |
| Noncurrent Liabilities        | 814.5                    | 657.1                    | 157.4                   |
| Net OPEB Liability Net        | 44.2                     | 52.8                     | (8.6)                   |
| Pension Liability             | <u>1,215.4</u>           | <u>1,074.4</u>           | <u>141.0</u>            |
| <i>Total Liabilities</i>      | <u>2,192.7</u>           | <u>1,931.7</u>           | <u>261.0</u>            |
| Deferred Inflow of Resources  | 521.8                    | 718.2                    | (196.4)                 |
| Net Investment in             |                          |                          |                         |
| Capital Assets                | 232.9                    | 201.2                    | 31.7                    |
| Restricted Net Position       | 76.6                     | 93.4                     | (16.8)                  |
| Unrestricted Net Position     | (1,346.9)                | (1,647.0)                | 300.1                   |
| <i>Total Net Position</i>     | <u>\$(1,037.4)</u>       | <u>\$(1,352.4)</u>       | <u>\$315.0</u>          |

# Government-Wide Statement of Activities

- Shows how net position changed during the current fiscal year
- Full accrual basis of accounting
  - Activity recorded when event occurs, regardless of the timing of related cash flows

# Government-Wide Statement of Activities

Key Elements: Primary Government as of June 30, 2021

## Pages 42 and 43 of Annual Report

- **Total revenue increased \$14.6 million (1.9%)**
  - Property taxes increased by \$18.2 million
  - State Equalization Aid decreased \$25.6 million
  - Per pupil funding decrease of \$355 to \$8,109
  - Decreased enrollment of 1,976 students and a funded FTE decrease of 565.5 due to State averaging
- **Total governmental expenses decreased \$99.5 million (17.5%)**
  - Effect of reduced costs in conjunction with lower enrollment and decreased State funding
  - Shift in method of presentation on the Statement of Activities related to use of CRF Grant funds and Food Services Grant Funds
  - Adjustments to salary schedules, steps and lanes mid-year
  - Employee health benefit costs
  - PERA employer paid pension costs
  - Depreciation and non-capitalized expenses from projects funded by the 2016 and 2020 Bond elections



# Government-Wide Statement of Activities

Primary Government

| (in millions)                  | Fiscal Year<br>2020-2021   | Fiscal Year<br>2019-2020   | Increase/<br>(Decrease) |
|--------------------------------|----------------------------|----------------------------|-------------------------|
| Total Revenues                 | \$785.2                    | \$770.6                    | \$14.6                  |
| Total Expenses                 | <u>(470.2)</u>             | <u>(569.7)</u>             | <u>(99.5)</u>           |
| Change in Net Position         | 315.0                      | 200.9                      | 114.1                   |
| Net Position Beginning of Year | <u>(1,352.4)</u>           | <u>(1,553.3)</u>           | <u>200.9</u>            |
| Net Position End of Year       | <u><u>\$ (1,037.4)</u></u> | <u><u>\$ (1,352.4)</u></u> | <u><u>\$315.0</u></u>   |

# Audit Report

- **Audit is required by State statute and debt covenants**
- **Required to comply with**
  - Generally Accepted Accounting Principles (GAAP)
  - Governmental Accounting Standards Board (GASB)
  - Colorado Department of Education – Financial Policies & Procedures
  - U.S. Office of Management and Budget – Federal Grant Compliance

# External Audit Results

Independent Auditors' Report for fiscal year June 30, 2021

## Scope of the Audit

- Financial Statement Audit – Annual Report
- Findings and Recommendations
- Single Audit will be a separate report
  - Major program determination:
    - Title 1 Grants to local educational agencies
    - Coronavirus Relief Fund (CRF)
    - Elementary and Secondary School emergency relief fund (ESSER)
  - Schedule of Expenditures of Federal Awards (SEFA)

# External Audit Results

Independent Auditors' Report for fiscal year June 30, 2021

## **Results of the Audit are pending, Board resolution with final Audit results to be presented at January 10, 2022 Board Meeting\***

- Independent Auditors' Report: unmodified audit opinion (aka a clean opinion) is expected
- No audit adjustments are expected
  - Expect a few passed adjustments (immaterial items)
- Required communications with Governance:
  - Will be forthcoming
- Findings and Recommendations
  - No material weaknesses are expected to be identified

\*Extension of audit submission deadline has been approved by State Auditor

# Questions



# Supplemental Information

## **Addendum**

- Please see the following section for supplemental information related to the Annual Report.

# GASB Statement No. 68

- GASB 68 continues to have a significant impact on the financial statements of the District.
- GASB 68 revised and established new financial reporting requirements for governments that provide their employees with pension benefits. The District provides its employees with pension benefits through a multiple employer cost-sharing defined benefit retirement program administered by the Public Employees' Retirement Association of Colorado (PERA).
- Among other requirements, the District is required to report its proportionate share of the total PERA net pension liability (NPL) in its Government-Wide Financial Statements. The District's share of the PERA NPL is \$1.2 billion as of June 30, 2021, up from \$1.1 billion as of June 30, 2020.
  - Long-term investment rate of return 7.25%

# GASB Statement No. 68

- Inclusion of this figure in the Government-Wide Financial Statements does not indicate that the District has a liability to pay the amount shown. The District's liability is limited to the annually required contributions established by the State Legislature.
- Due to the effect of GASB 68, the District has a negative net position. The governmental liabilities and deferred inflows of resources exceed its assets and deferred outflows of resources by \$1.0 billion.
- Effect of GASB 68 increased current year pension expense in the Government-Wide Financial Statements from the impact in changes to the NPL from the prior year.
- Fund level statements, including the General Fund statements, are not impacted by GASB 68 reporting.



# GASB Statement No. 75

- Eligible employees of the District are provided with OPEB through the Health Care Trust Fund (HCTF) administered by PERA. This program is known as PERACare.
- 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.
- Eligibility to enroll is voluntary upon retirement.
- District is required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.
- At June 30, 2021, the District reported a liability of \$44.2 million for its proportionate share of the net OPEB.

# Capital Assets

| (in millions)                 | Fiscal Year 2020-2021 |
|-------------------------------|-----------------------|
| Land                          | \$31.9                |
| Land Improvements             | 39.2                  |
| Buildings                     | 1,228.4               |
| Projects in Progress          | 30.6                  |
| Equipment and vehicles        | <u>106.8</u>          |
| Total Capital Assets          | 1,436.9               |
| Less Accumulated Depreciation | <u>(598.2)</u>        |
| Net Capital Assets            | <u>\$838.7</u>        |

# Long-Term Obligations

| (in millions)                 | Fiscal Year<br>2020-2021 |
|-------------------------------|--------------------------|
| General Obligation Bonds      | \$664.3                  |
| Unamortized Premiums          | 100.7                    |
| Capital Lease                 | 12.8                     |
| Certificates of Participation | 15.2                     |
| Compensated Absences          | 52.8                     |
| Early Separation Agreements   | <u>16.8</u>              |
| Total Long-Term Obligations   | <u>\$862.6</u>           |

# Short term Obligations

The Colorado State Treasury offers an interest-free cash flow loan program for school districts that experience a deficit in available cash during the year due to the timing of property tax collections.

- The District borrowed \$53.9 million which was paid in full by the maturity date June 30, 2021.
- Authorized to borrow up to \$55.0 million during FY 2021-2022.

# Government-Wide Statement of Activities - Expenses

Primary Government

| (in millions)              | Fiscal Year<br>2020-2021 | Fiscal Year<br>2019-2020 | Increase /<br>(Decrease) |
|----------------------------|--------------------------|--------------------------|--------------------------|
| <u>Expenses</u>            |                          |                          |                          |
| Instruction                | \$300.5                  | \$374.0                  | \$(73.5)                 |
| Indirect Instruction       | 51.7                     | 77.0                     | (25.3)                   |
| Supporting Services        | 80.5                     | 81.1                     | (0.6)                    |
| Community Services         | 0.6                      | 0.7                      | (0.1)                    |
| Pupil Activities           | 6.1                      | 10.5                     | (4.4)                    |
| Interest on Long Term Debt | 18.8                     | 12.1                     | 6.7                      |
| Food Service Operations    | 12.0                     | 14.3                     | (2.3)                    |
| <b>Total Expenses</b>      | <b>\$470.2</b>           | <b>\$569.7</b>           | <b>\$(99.5)</b>          |

Refer to Management's Discussion and Analysis for discussion of variances from year to year on pages 25 to 39 of Annual Report.

# Government-Wide Statement of Activities - Revenues

## Primary Government

| (in millions)            | Fiscal Year<br>2020-2021 | Fiscal Year<br>2019-2020 | Increase/<br>(Decrease) |
|--------------------------|--------------------------|--------------------------|-------------------------|
| <u>Revenues</u>          |                          |                          |                         |
| Program Revenues         |                          |                          |                         |
| Charges for Services     | \$15.9                   | \$31.6                   | \$(15.7)                |
| Operating Grants         | 104.4                    | 67.0                     | 37.4                    |
| Capital Grants           | 3.0                      | 2.1                      | 0.9                     |
| General Revenues         |                          |                          |                         |
| Property Taxes           | 346.8                    | 328.6                    | 18.2                    |
| Specific Ownership Taxes | 24.9                     | 23.4                     | 1.5                     |
| Investment Earnings      | 0.7                      | 3.8                      | (3.1)                   |
| Other Revenues           | 2.0                      | 3.6                      | (1.6)                   |
| State Equalization Aid   | 284.9                    | 310.5                    | (25.6)                  |
| Sales of Assets          | 2.6                      | --                       | 2.6                     |
| <b>Total Revenues</b>    | <b>\$785.2</b>           | <b>\$770.6</b>           | <b>\$14.6</b>           |

Refer to Management's Discussion and Analysis for discussion of variances from year to year on pages 25 to 39 of Annual Report.

# Government-Wide Statement of Activities

## Primary Government

| (in millions)                  | Fiscal Year<br>2020-2021  | Fiscal Year<br>2019-2020  | Increase/<br>(Decrease) |
|--------------------------------|---------------------------|---------------------------|-------------------------|
| Total Revenues                 | \$785.2                   | \$770.6                   | \$14.6                  |
| Total Expenses                 | <u>(470.2)</u>            | <u>(569.7)</u>            | <u>(99.5)</u>           |
| Change in Net Position         | 315.0                     | 200.9                     | 114.1                   |
| Net Position Beginning of Year | <u>(1,352.4)</u>          | <u>(1,553.3)</u>          | <u>200.9</u>            |
| Net Position End of Year       | <u><u>\$(1,037.4)</u></u> | <u><u>\$(1,352.4)</u></u> | <u><u>\$315.0</u></u>   |

Refer to Management's Discussion and Analysis for discussion of variances from year to year on pages 25 to 39 of Annual Report.

# General Fund Revenues

FY2020-2021 vs. FY2019-2020

| (in millions)                | Fiscal Year<br>2020-2021 | Percent of<br>Total | Fiscal Year<br>2019-2020 | Percent of<br>Total | Increase/<br>Decrease |
|------------------------------|--------------------------|---------------------|--------------------------|---------------------|-----------------------|
| Property & SO Taxes*         | \$282.8                  | 47.3%               | \$279.0                  | 44.9%               | \$3.8                 |
| State                        | 310.5                    | 52.0%               | 334.7                    | 53.9%               | (24.2)                |
| Other/Including<br>Transfers | <u>4.2</u>               | <u>0.7%</u>         | <u>7.6</u>               | <u>1.2%</u>         | <u>(3.4)</u>          |
| Totals                       | <u>\$597.5</u>           | <u>100.0%</u>       | <u>\$621.3</u>           | <u>100.0%</u>       | <u>(\$23.8)</u>       |

\*Property & SO Taxes includes mill levy override revenue



# General Fund Expenditures

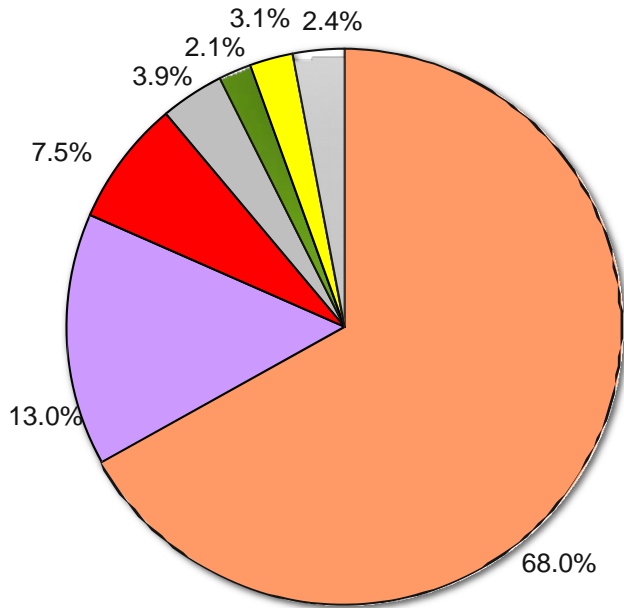
by Function – FY2020-2021 vs. FY2019-2020

| (in millions)          | Fiscal Year<br>2020-2021 | Percent<br>of Total | Fiscal Year<br>2019-2020 | Percent<br>of Total | Increase/<br>(Decrease) |
|------------------------|--------------------------|---------------------|--------------------------|---------------------|-------------------------|
| Instruction            | \$407.3                  | 68.0%               | \$415.0                  | 66.9%               | \$(7.7)                 |
| Indirect Instruction   | 77.8                     | 13.0%               | 91.2                     | 14.7%               | (13.4)                  |
| Operations/Maintenance | 44.9                     | 7.5%                | 44.9                     | 7.3%                | --                      |
| Transportation         | 23.4                     | 3.9%                | 22.8                     | 3.7%                | 0.6                     |
| Central Services       | 18.7                     | 3.1%                | 15.4                     | 2.5%                | 3.3                     |
| Other Support Services | 12.8                     | 2.1%                | 12.0                     | 1.9%                | 0.8                     |
| Transfers              | <u>13.8</u>              | <u>2.4%</u>         | <u>18.9</u>              | <u>3.0%</u>         | <u>(5.1)</u>            |
| Total                  | <u>\$598.7</u>           | <u>100.0%</u>       | <u>\$620.2</u>           | <u>100.0%</u>       | <u>(\$21.5)</u>         |

# General Fund Expenditures by Function

FY2020-2021 vs. FY2019-2020

**2020-2021**

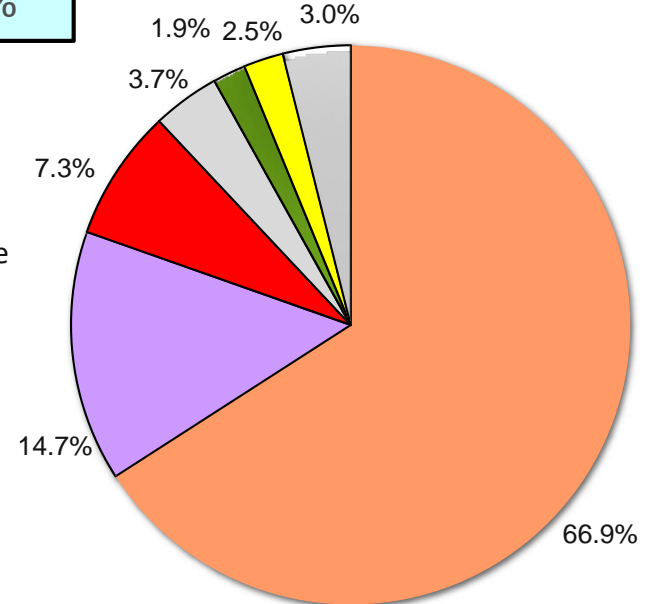


## Instruction

2020-2021 = 81.0%

2019-2020 = 81.6%

**2019-2020**



# GASB 54: Fund Balance Reporting

## Five Components of Fund Balance

### 1. Nonspendable

Defined as a) assets that will never convert to cash b) assets that will not convert to cash soon enough to affect the current period and c) resources that must be maintained intact pursuant to legal or contractual requirements

### 2. Restricted

Defined as a) limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments and b) limitations imposed by law through constitutional provisions or enabling legislation

### 3. Committed

Defined as self-imposed limitations set in place by the highest level of decision making powers

### 4. Assigned

Defined as amounts that are constrained by the District's intent to be used for specific purposes. Assigned fund balances should be expressed by a) the school board b) an official to whom the school board had delegated the authority to assign amounts to be used for specific purposes.

### 5. Unassigned

Defined as the residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned. Only the General Fund may present positive unassigned fund balance.

# Debt Service Fund

| (in millions)              | Fiscal Year<br>2020-2021 | Fiscal Year<br>2019-2020 | Increase<br>(Decrease) |
|----------------------------|--------------------------|--------------------------|------------------------|
| Beginning Fund Balance     | <u>\$ 72.3</u>           | <u>\$ 59.6</u>           | <u>\$12.7</u>          |
| Revenues                   | 55.0                     | 71.8                     | (16.8)                 |
| Expenditures               | (70.4)                   | (59.4)                   | (11.0)                 |
| Other Financing Sources    | --                       | 0.3                      | (0.3)                  |
| Net Change in Fund Balance | <u>(15.4)</u>            | <u>12.7</u>              | <u>(28.1)</u>          |
| Ending Fund Balance        | <u>\$56.9</u>            | <u>\$72.3</u>            | <u>(\$15.4)</u>        |

# Credit Ratings

- Standard and Poor's

AA+ General Obligation Bonds

“Debt rated AA+ has a very strong capacity to meet its financial commitments and differs from the highest rated issues only in small degree.”

- Moody's Investors Service

Aa1 General Obligation Bonds

Obligations rated Aa1 are judged to be of high quality and are subject to very low credit risk.

# Capital Projects Building Fund

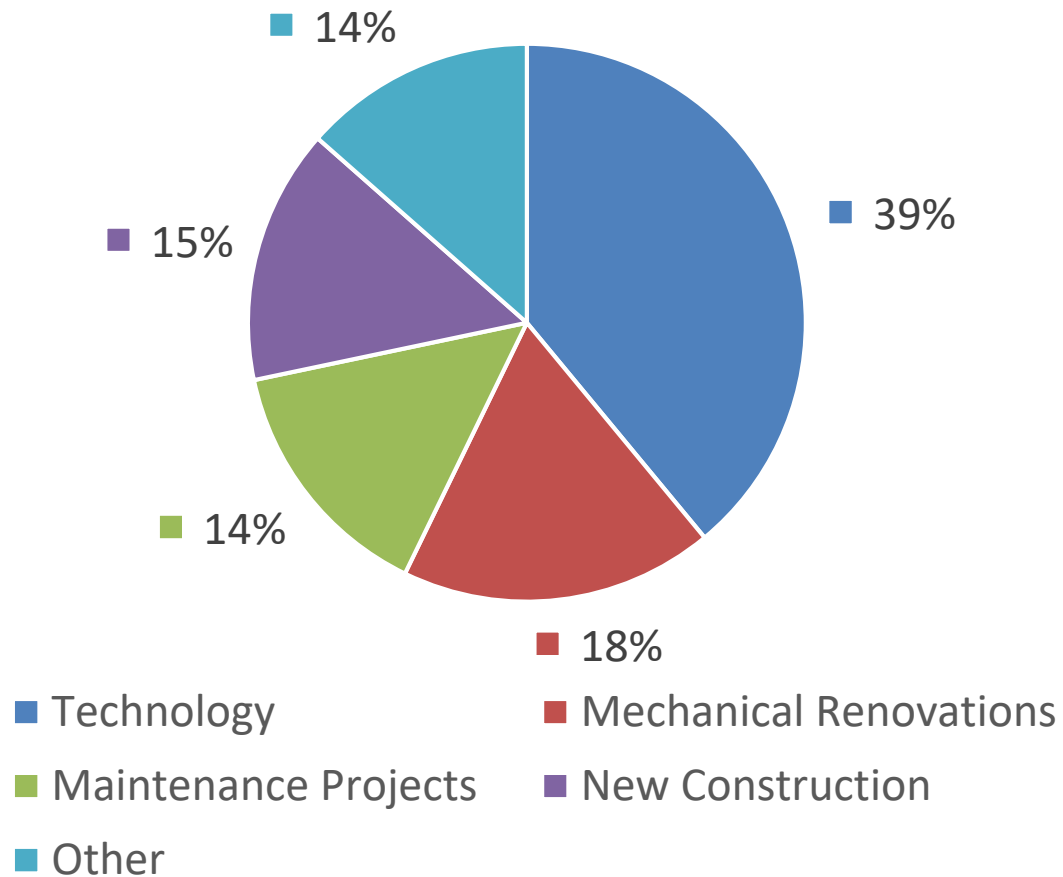
| (in millions)              | Fiscal Year<br>2020-2021 | Fiscal Year<br>2019-2020 | Increase<br>(Decrease) |
|----------------------------|--------------------------|--------------------------|------------------------|
| Beginning Fund Balance     | <u>\$28.8</u>            | <u>\$71.2</u>            | <u>\$(42.4)</u>        |
| Revenues                   | 0.2                      | 1.1                      | (0.9)                  |
| Expenditures               | (32.8)                   | (43.5)                   | 10.7                   |
| Sale of Bonds              | <u>192.3</u>             | <u>--</u>                | <u>192.3</u>           |
| Net Change in Fund Balance | <u>159.7</u>             | <u>(42.4)</u>            | <u>202.1</u>           |
| Ending Fund Balance        | <u><u>\$188.5</u></u>    | <u><u>\$28.8</u></u>     | <u><u>\$159.7</u></u>  |

# Capital Projects

## FY2020-2021 Expenditures

|   | <u>In Millions</u>   | <u>Percent</u>       |
|---|----------------------|----------------------|
| Technology Projects and Computer Replacements | \$16.1               | 39.0%                |
| Mechanical Renovations                        | 7.5                  | 18.2%                |
| Maintenance Projects                          | 6.0                  | 14.5%                |
| Athletic and Outdoor Projects                 | 3.8                  | 9.2%                 |
| Elementary School Number 45                   | 2.3                  | 5.6%                 |
| Renovations                                   | 3.9                  | 9.4%                 |
| Other Projects                                | <u>1.7</u>           | <u>4.1%</u>          |
| <b>Grand Total</b>                            | <u><u>\$41.3</u></u> | <u><u>100.0%</u></u> |

# Analysis of Projects by Type FY 2020-2021





# Balance Sheet: Governmental Funds

as of June 30, 2021

| (in millions)                 | General Fund  | Debt Service Fund | Capital Projects Fund | Grants    | Nonmajor Governmental Funds | Total Governmental Funds |
|-------------------------------|---------------|-------------------|-----------------------|-----------|-----------------------------|--------------------------|
| Assets                        | \$143.9       | \$58.8            | \$201.5               | \$14.6    | \$61.0                      | \$479.8                  |
| Liabilities                   | 56.0          | --                | 13.1                  | 14.6      | 10.6                        | 94.3                     |
| Deferred Inflows of Resources | 2.3           | 1.9               | --                    | --        | 0.3                         | 4.5                      |
| Fund Balance                  | <u>\$85.6</u> | <u>\$56.9</u>     | <u>\$188.4</u>        | <u>--</u> | <u>\$50.1</u>               | <u>\$381.0</u>           |

# Governmental Funds

## FY2020-2021 Revenues & Expenditures & Changes in Fund Balances

| (In millions)                  | General Fund  | Debt Service Fund | Building Fund  | Grants Fund | Nonmajor Governmental Funds | Total          |
|--------------------------------|---------------|-------------------|----------------|-------------|-----------------------------|----------------|
| <b><u>Revenues:</u></b>        |               |                   |                |             |                             |                |
| Property Taxes                 | \$257.9       | \$54.8            | \$--           | \$--        | \$34.7                      | \$347.4        |
| Specific Ownership Tax         | 24.9          | --                | --             | --          | --                          | 24.9           |
| Federal Grants                 | --            | --                | --             | 56.6        | 14.1                        | 70.7           |
| State Equalization             | 284.9         | --                | --             | --          | --                          | 284.9          |
| Other State Funding            | 25.6          | --                | --             | 3.9         | 1.8                         | 31.3           |
| Earnings on Investment         | 0.3           | 0.2               | 0.1            | --          | --                          | 0.6            |
| Other                          | <u>3.9</u>    | <u>--</u>         | <u>--</u>      | <u>1.9</u>  | <u>15.3</u>                 | <u>21.1</u>    |
| Total                          | 597.5         | 55.0              | 0.1            | 62.4        | 65.9                        | 780.9          |
| <b><u>Expenditures</u></b>     |               |                   |                |             |                             |                |
| Instruction                    | 485.1         | --                | --             | 54.0        | 9.4                         | 548.5          |
| Other Support Services         | 99.4          | --                | --             | 5.6         | 4.9                         | 109.9          |
| Pupil Activities               | --            | --                | --             | --          | 6.1                         | 6.1            |
| Capital Outlay                 | 0.4           | --                | 32.8           | 2.8         | 15.2                        | 51.2           |
| Debt Service                   | --            | 70.4              | --             | --          | 13.2                        | 83.6           |
| Food Services                  | <u>--</u>     | <u>--</u>         | <u>--</u>      | <u>--</u>   | <u>16.3</u>                 | <u>16.3</u>    |
| Total                          | 584.9         | 70.4              | 32.8           | 62.4        | 65.1                        | 815.6          |
| <b><u>Other Financing:</u></b> |               |                   |                |             |                             |                |
| Transfers (net)                | (13.8)        | --                | --             | --          | 13.8                        | --             |
| Sale of Bonds                  | --            | --                | 192.3          | --          | --                          | 192.3          |
| Sale of Assets                 | <u>--</u>     | <u>--</u>         | <u>--</u>      | <u>--</u>   | <u>2.7</u>                  | <u>2.7</u>     |
| Net Change in Fund Balances    | (1.2)         | (15.4)            | 159.6          | --          | 17.3                        | 160.3          |
| Fund Balances, Beginning       | <u>86.8</u>   | <u>72.3</u>       | <u>28.8</u>    | <u>--</u>   | <u>32.8</u>                 | <u>220.7</u>   |
| Fund Balances, Ending          | <u>\$85.6</u> | <u>\$56.9</u>     | <u>\$188.4</u> | <u>\$--</u> | <u>\$50.1</u>               | <u>\$381.0</u> |

# Nonmajor Governmental Funds

## ▪ **Capital Reserve Fund**

- Accounts for allocation for ongoing capital outlay, information technology, major maintenance and equipment purchases.

## ▪ **Capital Construction, Technology and Maintenance Fund**

- Accounts for the ongoing cash funding for capital construction, new technology, existing technology upgrade and maintenance needs.

## ▪ **Extended Child Services Fund**

- Accounts for the financial activities of:
  - Preschool, Kindergarten Enrichment, Before and After School, and Intersession/Year-Round Enrichment programs
  - Academic and non-academic summer school
  - Instrumental music programs

## ▪ **Pupil Activities Fund**

- Accounts for financial transactions related to school-sponsored interscholastic and intrascholastic athletic and activity events

## ▪ **Food Services Fund**

- Accounts for food service operations for the various schools within the District. This program serves breakfast and lunch to the students and school staff, and is partially funded by the National School Lunch and School Breakfast programs through the federal government.

# Balance Sheet: Nonmajor Governmental Funds

June 30, 2021

| (In millions)                 | Capital Reserve Fund | Capital Construction Technology and Maintenance Fund | Extended Child Services Fund | Food Services Fund | Pupil Activities Fund | Total Nonmajor Governmental Funds |
|-------------------------------|----------------------|--|------------------------------|--------------------|-----------------------|-----------------------------------|
| Assets                        | 30.0                 | 15.4   | 4.2                          | 4.0                | 7.4                   | 61.0                              |
| Liabilities                   | 7.6                  | --   | 1.2                          | 1.3                | 0.5                   | 10.6                              |
| Deferred Inflows of Resources | --                   | 0.3  | --                           | --                 | --                    | 0.3                               |
| Fund Balance                  | <u>\$22.4</u>        | <u>\$15.1</u>  | <u>\$3.0</u>                 | <u>\$2.7</u>       | <u>\$6.9</u>          | <u>\$50.1</u>                     |

# Nonmajor Governmental Funds

## FY2020-2021 Revenues and Expenditures

| (In millions)          | Capital Reserve Fund | Capital Construction Technology and Maintenance Fund | Extended Child Services Fund | Food Services Fund   | Pupil Activities Fund | Total                |
|------------------------|----------------------|--|------------------------------|----------------------|-----------------------|----------------------|
| <b>Revenues:</b>       |                      |  |                              |                      |                       |                      |
| Property Taxes         | \$--                 | \$34.7   | \$--                         | \$--                 | \$--                  | \$34.7               |
| Federal Grants         | --                   | --   | --                           | 14.1                 | --                    | 14.1                 |
| State Grants           | --                   | --   | 1.7                          | 0.2                  | --                    | 1.9                  |
| Tuition                | --                   | --   | 6.7                          | --                   | --                    | 6.7                  |
| Pupil Activities       | --                   | --   | --                           | --                   | 5.9                   | 5.9                  |
| Food Services Sales    | --                   | --   | --                           | 1.2                  | --                    | 1.2                  |
| Other                  | <u>1.3</u>           | <u>--</u>  | <u>--</u>                    | <u>0.1</u>           | <u>--</u>             | <u>1.4</u>           |
| Total                  | <u><b>\$1.3</b></u>  | <u><b>\$34.7</b></u>                                 | <u><b>\$8.4</b></u>          | <u><b>\$15.6</b></u> | <u><b>\$5.9</b></u>   | <u><b>\$65.9</b></u> |
| <b>Expenditures</b>    |                      |  |                              |                      |                       |                      |
| Instruction            | \$--                 | --   | \$9.4                        | \$--                 | \$--                  | \$9.4                |
| Other Support Services | --                   | 4.0  | 0.8                          | --                   | --                    | 4.8                  |
| Pupil Activities       | --                   | --   | --                           | --                   | 6.1                   | 6.1                  |
| Capital Outlay         | 8.3                  | 6.9  | --                           | --                   | --                    | 15.2                 |
| Debt Service           | 4.4                  | 8.8  | --                           | --                   | --                    | 13.2                 |
| Food Services          | <u>--</u>            | <u>--</u>  | <u>--</u>                    | <u>16.3</u>          | <u>--</u>             | <u>16.3</u>          |
| Total                  | <u><b>\$12.7</b></u> | <u><b>\$19.7</b></u>                                 | <u><b>\$10.2</b></u>         | <u><b>\$16.3</b></u> | <u><b>\$6.1</b></u>   | <u><b>\$65.0</b></u> |
| <b>Other Financing</b> |                      |  |                              |                      |                       |                      |
| Transfers (net)        | \$13.8               | \$--   | \$--                         | \$--                 | \$--                  | \$13.8               |
| Sale of Assets         | 2.7                  | --   | --                           | --                   | --                    | 2.7                  |

# Major Federal Grants

FY2020-2021

| Federal Funding Expenditures                                     | (in millions) |
|--|---------------|
| Coronavirus Relief Fund (CRF)                                    | \$28.7        |
| Special Education: IDEA Cluster                                  | 8.9           |
| Title I, Improving the Academic Achievement of the Disadvantaged | 4.5           |
| Elementary and Secondary School Emergency Relief Fund (ESSER)    | 3.5           |
| Improving Teacher Quality: Title II, Part A                      | 0.2           |
| English Language Acquisition: Title III                          | 0.4           |
| Title IV   | 0.2           |
| Vocational Education   | 0.7           |
| Food Services  |               |
| Summer Food Service Program                                      | 12.4          |
| Emergency Feeding Program  | 0.9           |
| USDA Commodities   | 0.9           |