

Karen Ragland, President, Board of Education
Dr. Jackie Kapushion, Superintendent of Schools

Educational Services Center
395 South Pratt Parkway
Longmont, Colorado 80501

DISTRICT VISION STATEMENT

To be an exemplary school district which inspires and promotes high standards of learning and student well-being in partnership with parents, guardians and the community.

DISTRICT MISSION STATEMENT

To educate each student in a safe learning environment so that they may develop to their highest potential and become contributing citizens.

ESSENTIAL BOARD ROLES

- *Guide the superintendent*
- *Engage constituents*
- *Ensure alignment of resources*
- *Monitor effectiveness*
- *Model excellence*

BOARD MEMBERS

- *Meosha Babbs, Member*
- *Jim Berthold, Vice President*
- *Jocelyn Gilligan, Treasurer*
- *Sarah Hurianek, Secretary*
- *Geno Lechuga, Member*
- *Karen Ragland, President*
- *Jackie Weiss, Assistant Secretary*

PUBLIC COMMENT PROCESS

The Board of Education values community perspectives and the feedback from our parents, teachers, staff and community. During Board Meetings, the Board will hear up to 30 minutes of public comment on non-agenda items and 30 minutes of public comment on agenda-specific items.

- *Each person is limited to three minutes of public comment*
- *The manner of your comments must be appropriate for the business meeting of the board.*
- *If you are speaking to a non-agenda item, you must limit your remarks to matters of public concern about the district.*
- *Concerns about the day-to-day operations of the district should first be referred through the proper administrative channels before it is presented to the board.*

Learn more at <http://stvra.in/publiccomment>

1. CALL TO ORDER:

6:00 pm Regular Business Meeting

2. ADDENDUMS/CHANGES TO THE AGENDA:

3. VISITORS:

Erie High School Student Recognition

4. AUDIENCE PARTICIPATION:

5. SUPERINTENDENT'S REPORT:

6. REPORTS:

- 6.1. 2025 Professional Development Update
- 6.2. Summer and Extended Learning Programming Update
- 6.3. 2025 Fiscal Year Annual Comprehensive Financial Report

7. CONSENT ITEMS:

- 7.1. Approval: Recommendation to Hire Executive Director of Legal Services
- 7.2. Approval: Amendment to the Design-Builder Contract for the Clover Basin Warehouse Renovation Project
- 7.3. Approval: Amendment to Thunder Valley K-8 Strategic Remodel

8. ACTION ITEMS:

- 8.1. Recommendation: Adoption of Resolution Approving 2025-2026 District Employee Membership in

October 22, 2025

Karen Ragland, President, Board of Education
Dr. Jackie Kapushion, Superintendent of Schools

Educational Services Center
395 South Pratt Parkway
Longmont, Colorado 80501

Colorado High School Activities Association
(CHSAA)

8.2. Recommendation: Approval of School Name,
Colors, and Mascot for the New PK-8 in Mead

9. DISCUSSION ITEMS:

9.1 Board Reports

10. ADJOURNMENT:

**Board of Education Meetings: Held at 395 South Pratt Parkway,
Board Room, unless otherwise noted:**

Wednesday, November 12 6:00 - 8:00 pm Regular Meeting

Wednesday, November 19 6:00 - 8:00 pm Study Session

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: 2025 Professional Development Update
Strategic Priority – Outstanding Teachers and Staff

PURPOSE

To provide the Board of Education with an update of the Professional Development activities planned for the 2025-2026 academic year.

BACKGROUND

High-quality teaching and learning significantly impact student success by improving academic performance, fostering essential skills, and helping students develop to their highest potential and become contributing citizens.

St. Vrain offers a comprehensive and systemic approach to ensure teachers are supported by targeted, differentiated and impactful professional learning opportunities throughout the year. These opportunities are designed to meet the needs of teachers in various career stages, content areas, and school communities.

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: Summer and Extended Learning Programming Update
Strategic Priority - Rigorous, Well-Aligned Standards, Curriculum,
Instruction and Assessment

PURPOSE

To update the Board of Education on the Summer and Extended Learning Programming of 2025.

BACKGROUND

St. Vrain Valley Schools hosted several successful summer learning opportunities across the district during the summer of 2025. In total, 355 teachers and staff supported 4,353 students across multiple sites. An in-depth report was previously provided at the Board of Education study session on October 15, 2025.

Programming Overview:

Elementary School Opportunities

- Project Launch - Provided literacy, math and elective opportunities for students to maintain grade level proficiency.

Middle School Opportunities

- Project Launch - Provided rising 6th - 8th grade students an opportunity to master grade-level content in math and language arts as well as STEM and personal wellness extension activities.
- Project Launch Stem Accelerator - Provided a project-based learning model for rising 6th-8th grade students, where students reinforced core math and science concepts while also learning about exciting opportunities in the world of STEM.
- Project Launch Accelerated Math 6th Grade - Provided rising 6th grade students the opportunity to master 5th and 6th grade standards to successfully take 7th grade math in 6th grade and Algebra in 8th grade.

- Project Launch Accelerated Math 7th Grade (Pilot) - Provided rising 7th grade students an opportunity to master 8th grade standards to successfully take 8th grade math or Algebra in 7th grade.

High School Opportunities:

- JumpStart - Provided rising 9th graders with instruction in English language arts and math to ensure readiness for English 9 and Algebra 1 and allowed students the opportunity to make connections with teachers and peers so they felt more confident about their transition to high school.
- e-Credit - Provided 10th - 12th grade students the opportunity to earn course credit in specific core subjects to accelerate progress towards on-time graduation.

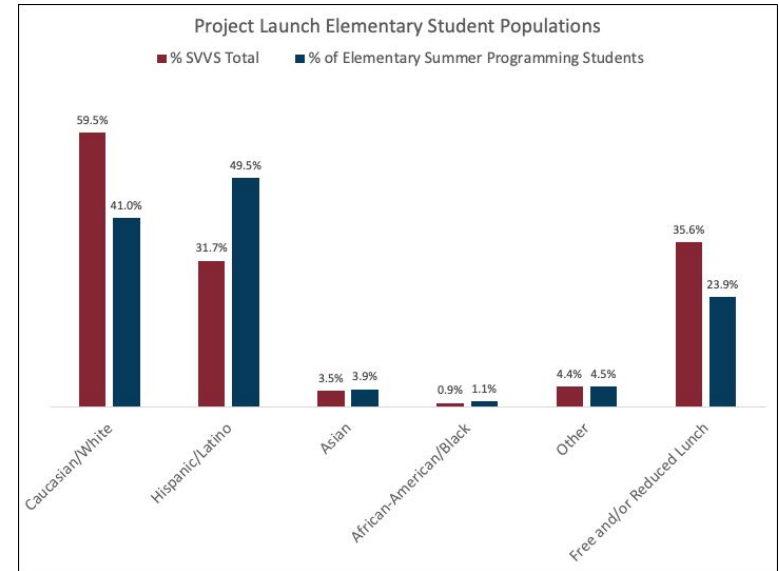
The success of the Summer and Extended Learning Opportunities, as evidenced by the high levels of participation and increase in student outcomes, reinforces our commitment to the strategic priority of Rigorous, Well-Aligned Standards, Curriculum, Instruction and Assessment.

St. Vrain Valley Schools Summer & Extended Learning Programming 2025

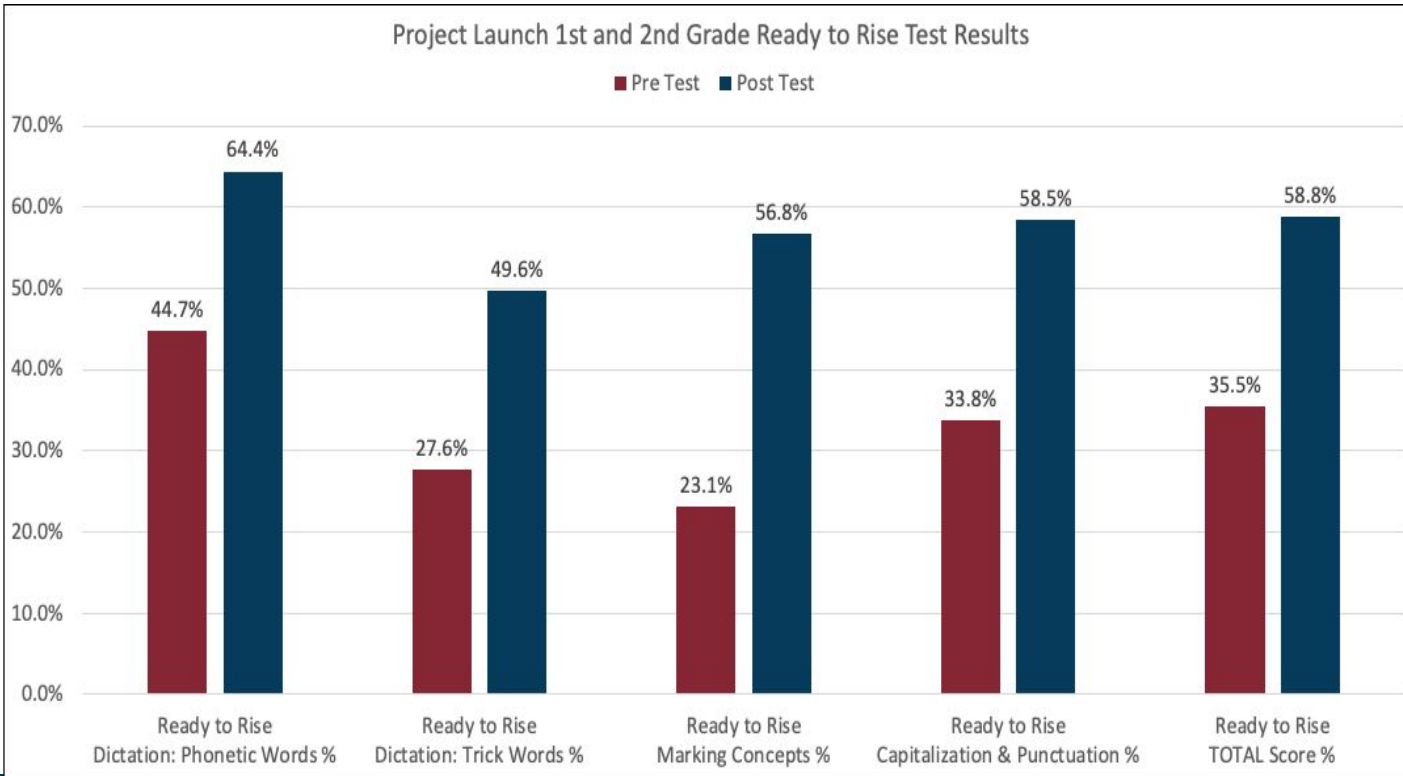
Project Launch Elementary

The purpose of the program is to provide literacy instruction, math instruction, and elective opportunities for students to reach and maintain grade level proficiency.

Program Descriptors	
Instructional time	16 days for 7 hours per day
Number of sites	14
Number of teachers	163
Number of students	2262
Attendance rate	84.7%

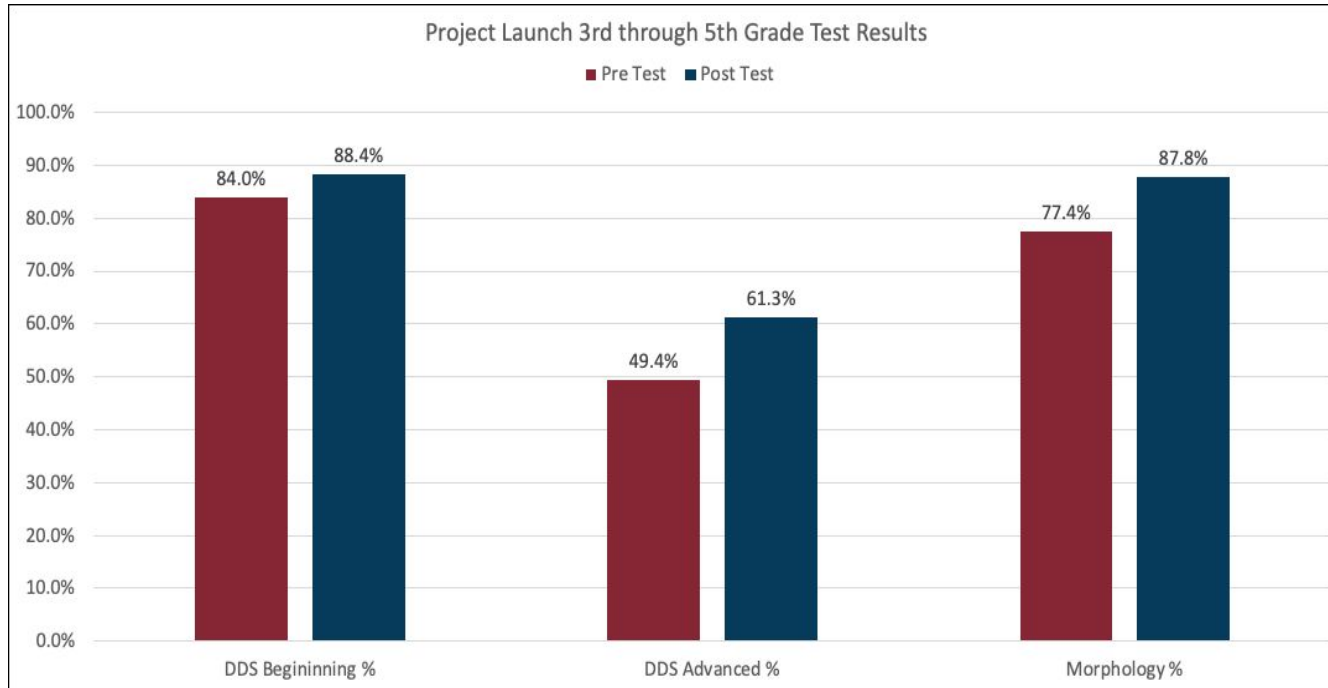


Student Outcomes - 1st and 2nd Grade Ready to Rise



- Our data shows **significant gains** in students' ability to encode words more accurately
- Students receive targeted instruction to fill foundational skills gaps before they enter the next school year

Student Outcomes - 3rd through 5th Grade Diagnostic Decoding Survey (DDS) and Morphology

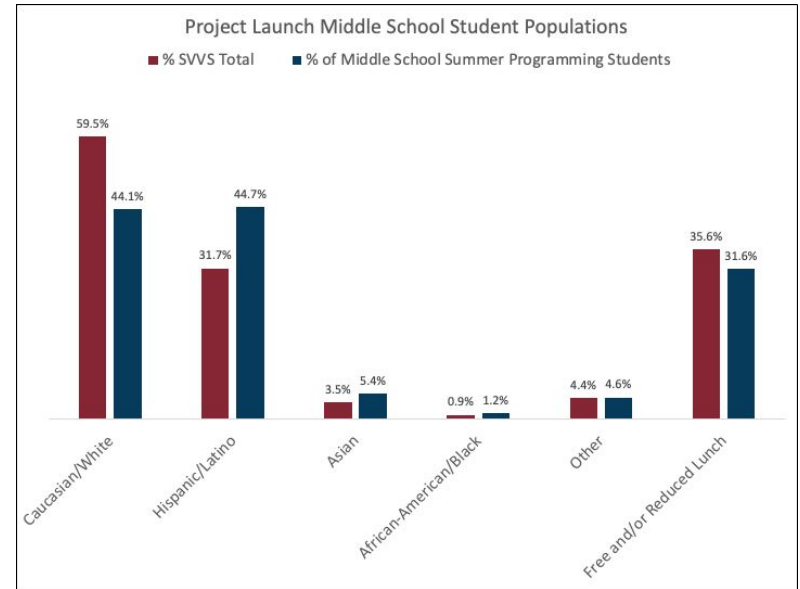


- Outcomes for students improved across all measures in rising 3rd - 5th grades
- Students receive targeted instruction to improve their skills in decoding and vocabulary development to increase their ability to comprehend complex texts

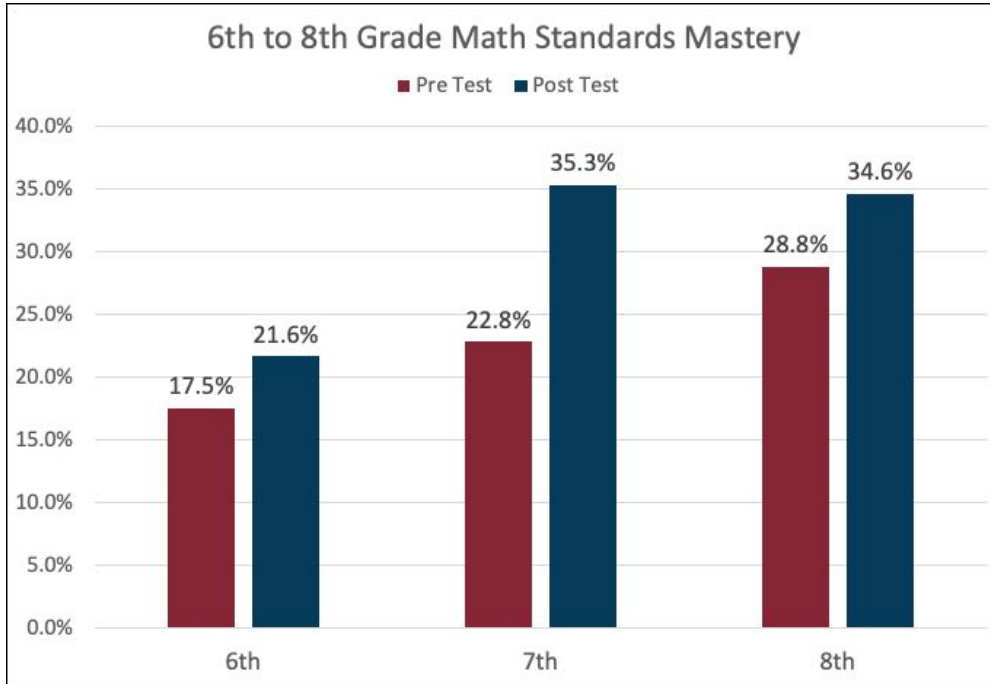
Project Launch Middle School

The purpose of the program is to provide rising 6th, 7th, and 8th-grade students an opportunity to master grade-level content in math and language arts and participate in STEM and personal wellness extension activities.

Program Descriptors	
Instructional time	16 days for 6 hours per day
Number of sites	12
Number of teachers	95
Number of students	1042
Attendance rate	88.4%

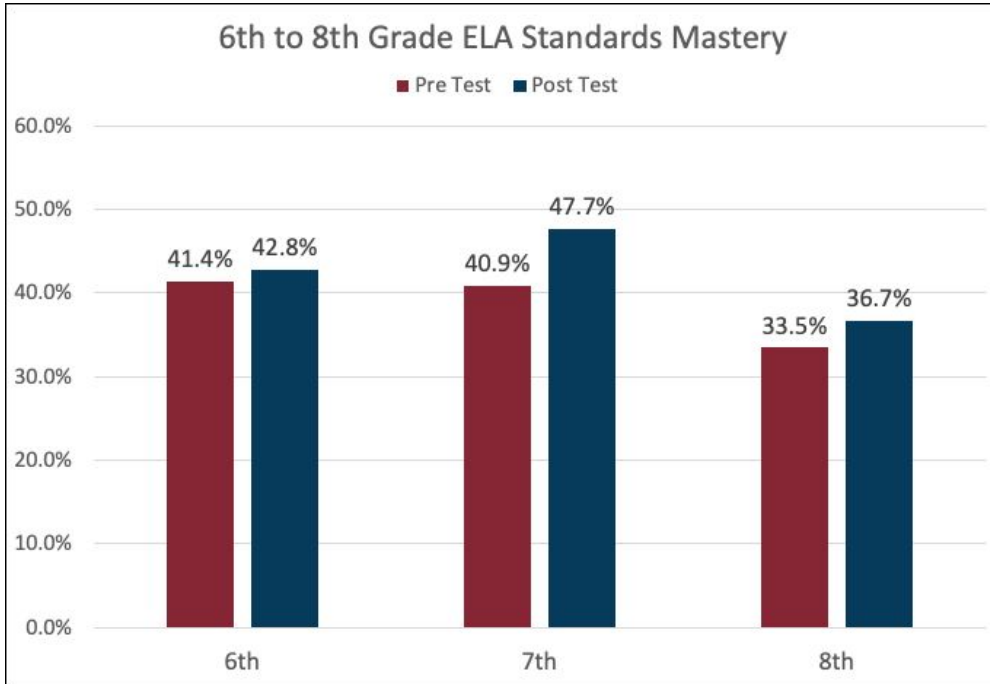


Sixth to Eighth Grade Math Standards Mastery



- Students showed improvement in mastery of standards across all grades from pre- to post- test
- 92% of middle school students who participated in project launch are confident they will succeed in math in the coming school year

Sixth to Eighth Grade ELA Standards Mastery

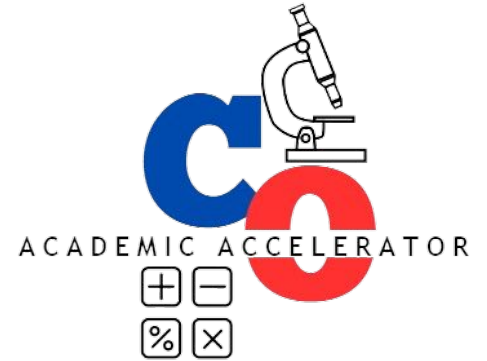


- Students showed improvement in mastery of standards across all grades from pre- to post-test
- Programming focused on the “Key Ideas and Details” standard to help develop students as critical thinkers

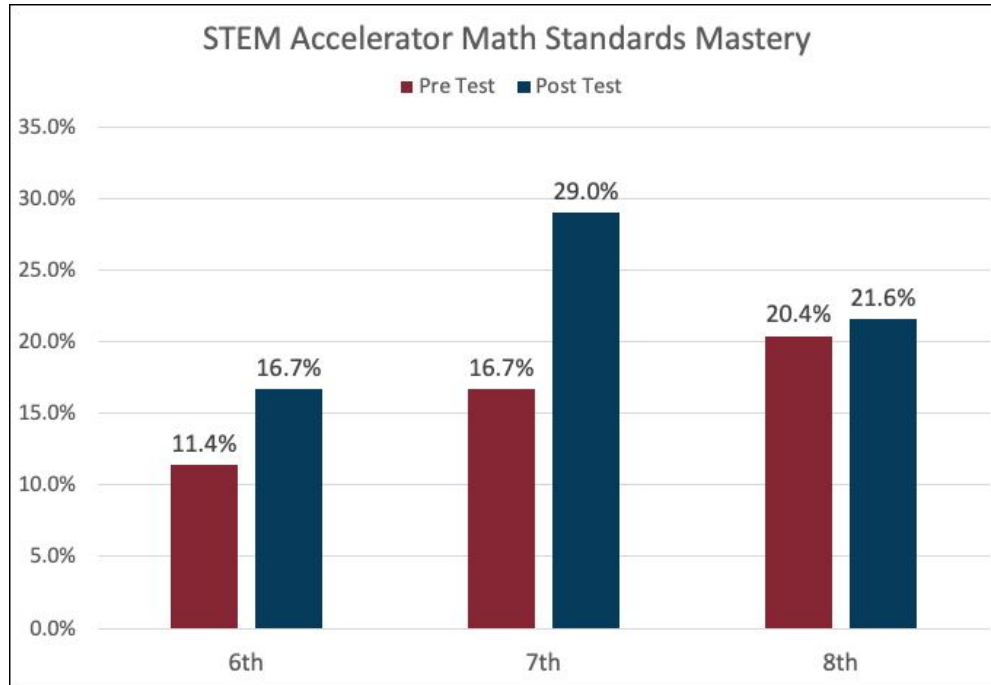
STEM Accelerator Project Launch

The purpose of the program is to provide rising 6th, 7th, and 8th-grade students an opportunity to master grade-level content in math. This experience elevates learning through project-based design thinking and engagement in science, technology, engineering, and mathematics (STEM) tasks with career connections.

- STEM Accelerator Project Launch was hosted at:
 - **Longs Peak Middle School**
 - **Sunset Middle School**
 - **Thunder Valley PK-8** (Grades 6-8)
 - **Timberline PK-8** (Grades 6-8)
- Funded through the Colorado Academic Accelerator Grant from Colorado Department of Education through June 2027



STEM Accelerator Schools - Sixth to Eighth Grade Math Standards Mastery

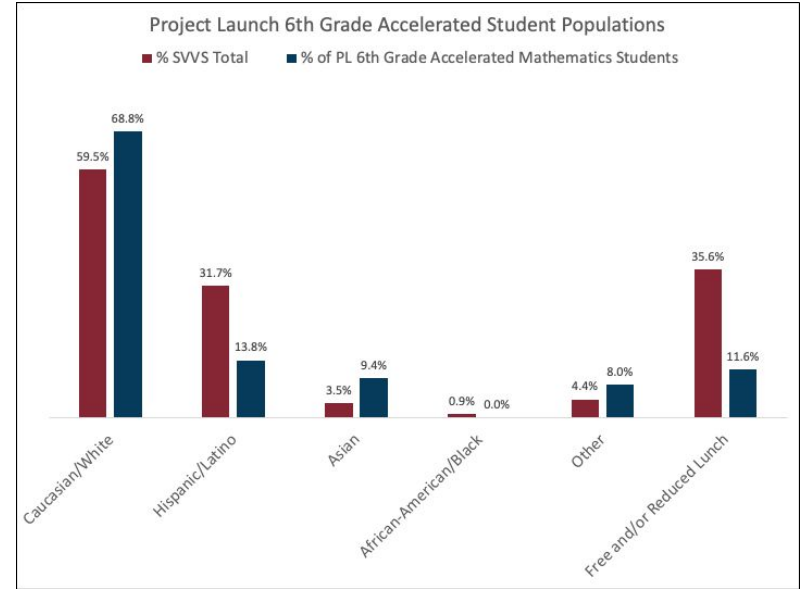


- Students in every grade level showed improvement in core math skills
- Students engaged in a unique learning experience that not only reinforced their academic skills but also sparked an increased interest in future STEM-related pathways

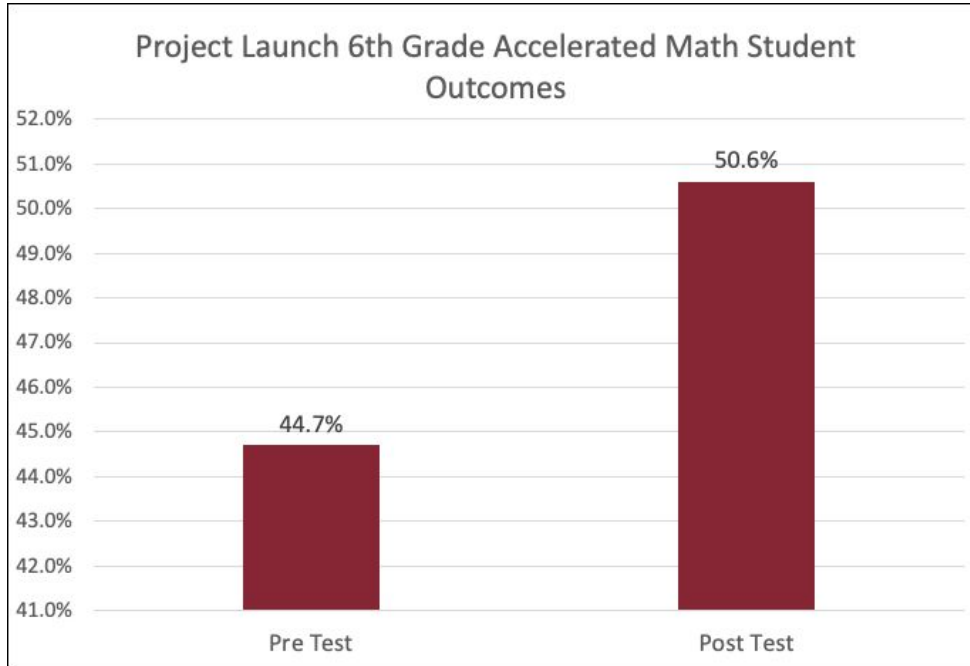
Project Launch: 6th Grade Accelerated Mathematics

The purpose of the program is to provide rising 6th-grade students the opportunity to master 5th and 6th grade standards to successfully take 7th grade math in 6th grade and Algebra 1 in 8th grade.

Program Descriptors	
Instructional time	16 days for 6 hours per day
Number of sites	12
Number of teachers	12
Number of students	159
Attendance rate	88.9%



6th Grade Accelerated Student outcomes

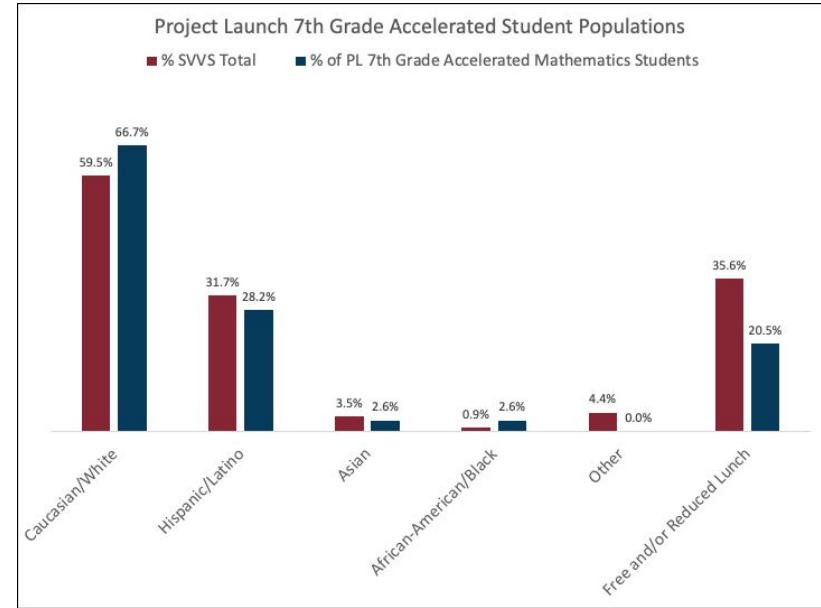


- Students demonstrated improved mastery of essential math standards
- 87% of the 159 participating students are now equipped to move into advanced 7th or 8th-grade math coursework

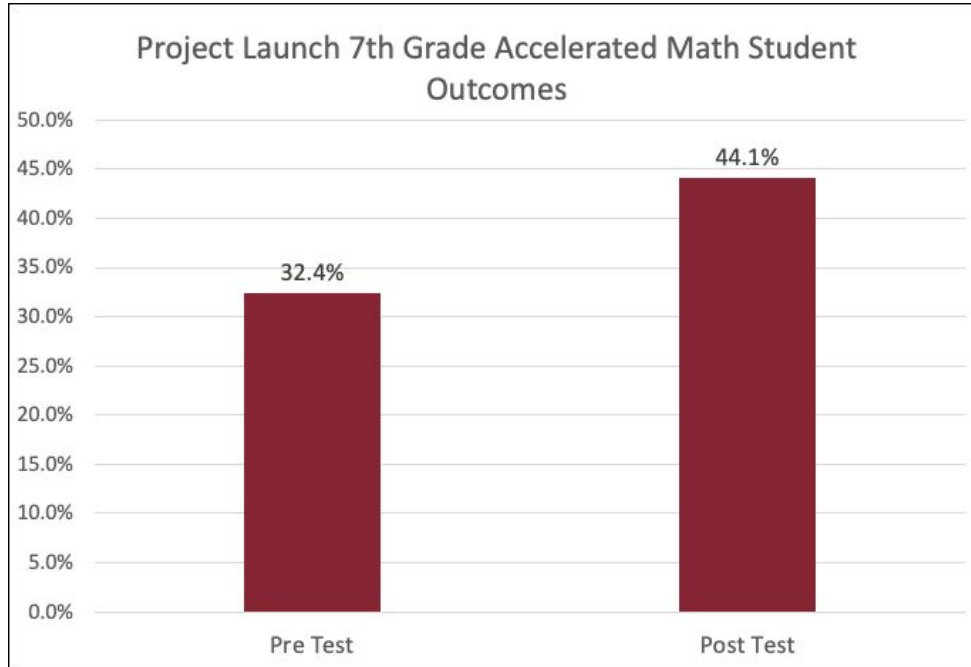
Project Launch: 7th Grade Accelerated Mathematics

The purpose of the program is to provide rising 7th-grade students the opportunity to master 8th grade standards to successfully take 8th grade math or even High School Algebra 1 in 7th grade

Program Descriptors	
Instructional time	16 days for 6 hours per day
Number of sites	3
Number of teachers	3
Number of students	33
Attendance rate	89.2%



7th Grade Accelerated Student outcomes

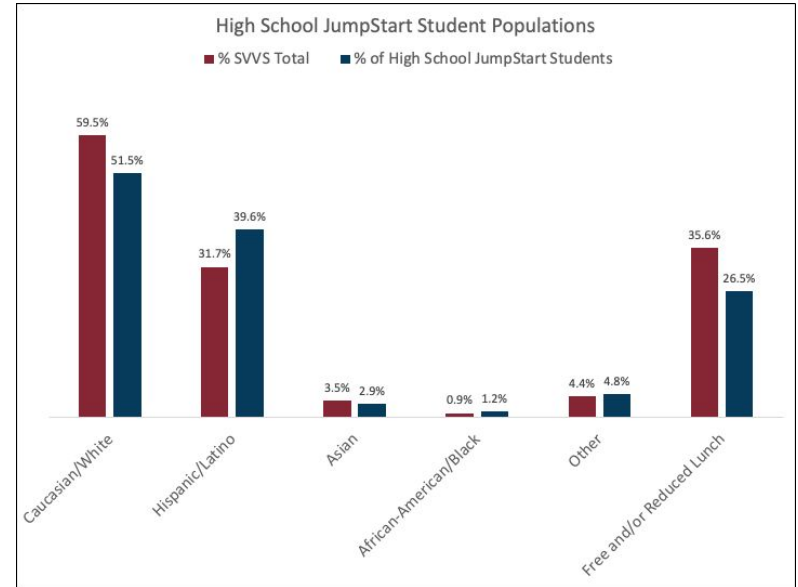


- Of the 33 students that completed 97% of students were recommended to take Math 8 or Algebra 1 in the coming school year
- We see this pilot program as a vital step in addressing the lack of entry points for advanced math coursework beyond 5th and 6th grades

High School JumpStart

To provide rising 9th graders with instruction in English language arts and math to ensure readiness for English 9, Algebra 1, and the transition to high school.

Program Descriptors	
Instructional time	8 days for 6 hours per day
Number of sites	8
Number of staff	62
Number of students	561
Attendance rate	91.5%



High School JumpStart Program Highlights



- 93% of students earned a 1.0 elective credit for successful completion of the JumpStart program
- Students reported feeling more prepared and less anxious about their transition to high school

e-Credit Summer Program

To provide rising 10th to 12th grade students the opportunity to earn credit in specific core courses.

Program Descriptors	
Number of sites	12
Number of teachers	20
Number of students	234
Number of courses completed	296
Completion rate	90.2%



Academic Success

Academic success provides an enduring, irrevocable foundation for the future. It is the result of dedication, hard work, and persistence to overcome challenges and create opportunities.

Success itself is more powerful than words.



Self Advocacy

Students learn self-advocacy by engaging in these academic support programs



Belief in Potential

Teachers in these academic programs reinforce a belief in a student's potential to learn and to overcome challenges.



Trusted Adult

Students can develop a relationship with a trusted adult who will help them in any way needed.



School Culture & Norms

Teachers help students learn school culture: academic success, kindness, teamwork, & collaboration with peers

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

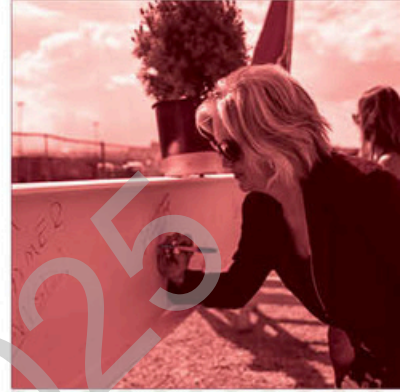
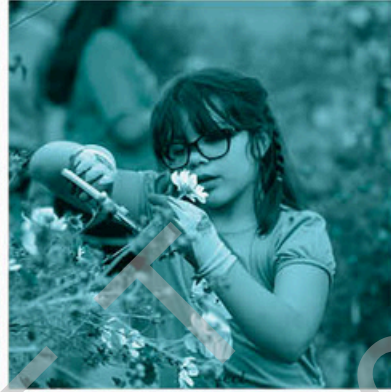
SUBJECT: 2025 Fiscal Year Annual Comprehensive Financial Report (ACFR)
Strategic Priority – Strong District Finances

PURPOSE

For the Board of Education to get an update on the draft of the 2025 Fiscal Year Annual Comprehensive Financial Report.

BACKGROUND

The 2025 Fiscal Year Annual Comprehensive Financial Report (ACFR) was audited by the certified public accounting firm of CliftonLarsonAllen (CLA). While the audit is substantially complete, the ACFR still needs to undergo additional reviews. A preliminary draft of the ACFR, which contains the basic financial statements, but does not contain the auditors' integrity report nor the auditor's opinions will be provided prior to the Board meeting. The Administration is confident in the accuracy of the report; however, it is still subject to change. Paul Niedermuller from CLA will review the 2025 ACFR with the Board in detail at the October 22nd study session, discuss a draft Report to Governance, and respond to questions. Administration anticipates issuing a complete, final report for the Board of Education's acceptance at its regular meeting on November 12th.



Annual Comprehensive
**FINANCIAL
REPORT**

YEAR ENDED JUNE 30, 2025

395 S. Pratt Parkway
Longmont, CO 80504

DRAFT
October 20, 2025

St. Vrain Valley School District RE-1J

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October 20, 2025

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October 20, 2025

St. Vrain Valley School District RE-1J
Management's Discussion and Analysis
As of and for the Fiscal Year Ended June 30, 2025

As management of the St. Vrain Valley School District RE-1J, Colorado (the District), we offer readers of the District's Annual Comprehensive Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that can be found in the letter of transmittal and the financial statements of the District.

Financial Highlights

- The District reported a net position of \$123.5 million at June 30, 2025, compared to the prior year's net position of \$88.3 million. The positive change is due to the proceeds of the December 2024 issuance of voter-authorized general obligation building bonds invested to earn additional investment income, and the net increase in capital activities – all largely contributing to higher cash and investment balances and the ability to reduce older general obligation long-term debt.
- Total net position of the District increased \$35.2 million during the year ended June 30, 2025, and is also in part due to the decrease of the District's proportionate share of the net pension liability – a reporting requirement in accordance with Governmental Accounting Standards Board's (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB No. 68* – along with a decrease in the OPEB liability, a GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)* reporting requirement. The combined pension and OPEB liabilities were \$633.4 million compared to prior year's \$689.7 million, a decrease of \$56.3 million.
- Fund balance of the District's governmental funds increased from an ending fund balance of \$350.7 million at June 30, 2024 to \$652.3 million for fiscal year ended June 30, 2025. The increase is primarily due to the financing of general obligation bonds and the resulting investment earnings.
- During the current year, the fund balance in the District's *General Fund* decreased by \$5.2 million leaving an ending fund balance of \$179.5 million. The decrease is largely due to the District's planned and measured use of unassigned fund balance in order to maintain service levels.
- With sufficient resources in the Debt Service Fund, the District defeased \$81.3 million in principal of its General Obligation Bonds, Series 2014 and 2016C. This resulted in a savings to the taxpayers of \$7.6 million in interest.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Comparison to the prior year's activity is provided in this section. The basic financial statements presented on pages 23-86 are composed of three components: 1.) Government-wide financial statements, 2.) Fund financial statements, and 3.) Notes to financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the District's Annual Comprehensive Financial Report a broad overview of the financial activities in a manner similar to a private sector business. The government-wide financial statements include the statement of net position and the statement of activities.

The statement of net position presents information about all of the District's assets, liabilities, and deferred outflows/inflows. The difference between assets plus deferred outflows and liabilities plus deferred inflows is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the net position of the District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flow may be recorded in a future or past period.

The government-wide financial statements distinguish functions of the District that are supported from taxes and intergovernmental revenues (governmental activities) and other functions that are intended to recover all or most of their costs from user fees and charges (business-type activities). Governmental activities consolidate governmental funds including the *General Fund*, *Bond Redemption Fund*, *Building Fund*, nonmajor capital projects and special revenue funds, and an internal service fund. The District has no business-type activities.

Also presented on the government-wide financial statements are component units, representing the District's six charter schools. The charter schools are legally separate entities with their own appointed independent governing boards. They are financially dependent on the District for most of their funding, and their applications and budgets must be approved by the District. In addition, because of their potential to provide financial benefit to, or impose financial burden on, the District, accounting principles prescribe a discrete presentation of the component units, meaning separate presentation from the primary government. The government-wide financial statements can be found on [pages 23-25](#) of this report.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund financial statements for the District include two fund types. The fund types presented here are governmental and proprietary.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, 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.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The District maintains nine different governmental funds. The major funds as of June 30, 2025 are the *General Fund*, the *Bond Redemption Fund*, and the *Building Fund*. They are presented separately in the fund financial statements with the remaining governmental funds combined into a single aggregated presentation labeled Nonmajor Governmental Funds. Individual fund information for the nonmajor funds is presented as other supplemental information elsewhere in this document. The basic governmental fund financial statements can be found on [pages 26-29](#) of this report.

The District maintains one type of proprietary fund, an internal service fund. Internal service funds are used to accumulate and allocate costs internally among the governmental functions. The District's internal service fund, the *Self Insurance Fund*, is used to account for specific medical and dental plans. The basic proprietary fund financial statements are presented on [pages 30-32](#) of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found on [pages 33-86](#) of this report.

Other Information

The District adopts an annual appropriated budget for each of the governmental funds. A budgetary comparison schedule for the *General Fund* is included as required supplementary information (RSI) in the financial statements to demonstrate compliance with the adopted budget. Also included in the RSI are the required schedules resulting in the implementation of GASB Statements No. 68 and No. 75. The RSI can be found on [pages 87-99](#). The remaining governmental funds budgetary comparisons are reported as other supplemental information. Combining and individual fund statements and schedules can be found on [pages 101-118](#) of this report.

Government-wide Financial Analysis

The assets of the District are composed of current assets, other noncurrent assets, and capital assets. Cash and investments, receivables, prepaid items, deposits, and inventories are current assets. These assets are available to provide resources for the near-term operations of the District. Ninety-four percent of the current assets are cash and investments.

Other noncurrent assets include restricted cash and investments. In addition, capital assets are used in the operations of the District. These assets are land, buildings, equipment, right-to-use lease assets, and subscriptions. Capital assets are discussed in greater detail in the section titled, *Capital Assets and Debt Administration*, later in this analysis.

For refunding of debt resulting in defeasance, deferred outflows of resources are the differences where the net carrying value of the old debt is less than the reacquisition price.

Current and noncurrent liabilities are determined based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts and intergovernmental payables, retainage payable, accrued salaries and benefits, payroll withholdings, claims payable, unearned revenues, and current debt- and financing-related obligations. The liquidation of current liabilities is anticipated to be either from current available resources, current assets, or new resources that become available during fiscal year 2026.

Long-term liabilities, such as financing and long-term debt obligations as well as compensated absences, will be liquidated from resources that will become available after fiscal year 2026. Also included in longer term liabilities are the District's proportionate shares of the pension and OPEB liabilities (which are not considered long-term debt but, rather, reporting obligations). Although multiple participating employers are required to report their proportionate shares of these liabilities, Senate Bill 18-200 was enacted in June 2018, restructuring contributions, benefits, and future eligibility requirements which, thereby, will restore the full funding of these plans within 30 years. Also, beginning July 2018, the State of Colorado is required to make annual direct on-behalf payments to the state retirement system. In accordance with accounting principles generally accepted in the United States of America (US GAAP), the District not only recognizes the State's proportionate share of the pension liability associated with the District at the government-wide level, but also recognizes its share of the State's required payment as revenue and expenditures at the fund level.

Due to the implementation of GASB Statements No. 68 and No. 75, deferred outflows of resources and deferred inflows of resources can result from the net difference between expected and actual experience, projected and actual earnings on pension plan investments, changes in the District's proportionate share of the pension and OPEB liabilities, changes of assumptions, as well as contributions made by the District to the Colorado Public Employees' Retirement Association (PERA) after PERA's measurement date.

As of June 30, 2025, the assets plus deferred outflows exceeded liabilities plus deferred inflows of the primary government's governmental activities by \$123.5 million, with an unrestricted deficit net position of \$329.1 million. For two of the last thirteen fiscal years, the District reported positive balances in all three categories of net position. In eleven consecutive fiscal years, however – including the current fiscal year – due to the implementation of GASB Statements No. 68 and No. 75, the District has reported a negative unrestricted net position.

New construction, infrastructure improvements, major renovations, additional classrooms, buses, technology equipment, and safety upgrades, as well as the inclusion of right-to-use assets and subscriptions, contributed to the \$63.3 million increase in "net investment in capital assets" – from \$242.2 million to \$305.5 million – for the primary government's governmental activities. The increase in capital assets (\$21.3 million) plus the increase in cash for voter-approved projects (\$325.2 million) netted with the decreased deferred outflow of resources related to debt (\$975 thousand) exceeded the net increase in debt (\$273.7 million) and related payables (\$8.5 million). Refer to Note 5 (Capital Assets) and Note 7 (Non-Current Debt, Financing Obligations, and Other Liabilities) for detailed information.

Colorado Constitution, Article X, Section 20 (Taxpayer Bill of Rights (TABOR)) requires the District to establish reserves. The net position restricted for TABOR, as required by statute, increased \$604 thousand to \$16.4 million as of June 30, 2025. Net position restricted for debt service decreased \$14.9 million resulting in a total of \$110.8 million.

The \$233.3 million net increase in liabilities (and \$918 thousand net decrease of deferred inflows) is attributable to the District's issuance of general obligation building bonds, including the premium, offset by the defeasance, maturities, and payments of debt and leases in addition to a decrease in the District's proportionate share of pension and OPEB liabilities. Refer to Note 7 (Non-Current Debt), Note 9 (Defined Benefit Pension Plan), and Note 10 (Defined Benefit OPEB Plan).

Table 1 provides a summary of the District's net position as of June 30, 2025 compared to June 30, 2024.

Table 1
Comparative Summary of Net Position
 As of June 30, 2025 and 2024
 (in Thousands)

	Governmental Activities		Total Dollar	Total
	2025	2024	Change	Percentage
			2024 - 2025	Change
				2024 - 2025
Assets				
Current assets	\$ 622,112	\$ 292,842	\$ 329,270	112.4%
Restricted cash and investments	112,199	126,043	(13,844)	-11.0%
Capital assets	591,191	569,889	21,302	3.7%
Total assets	<u>1,325,502</u>	<u>988,774</u>	<u>336,728</u>	34.1%
Deferred outflows of resources	<u>143,386</u>	<u>212,533</u>	<u>(69,147)</u>	-32.5%
Liabilities				
Current liabilities	63,544	47,608	15,936	33.5%
Long-term liabilities	613,639	339,935	273,704	80.5%
Pension liability	622,366	673,469	(51,103)	-7.6%
OPEB liability	11,043	16,261	(5,218)	-32.1%
Total liabilities	<u>1,310,592</u>	<u>1,077,273</u>	<u>233,319</u>	21.7%
Deferred inflows of resources	<u>34,752</u>	<u>35,670</u>	<u>(918)</u>	-2.6%
Net Position				
Net investment in capital assets	305,453	242,193	63,260	26.1%
Restricted for				
TABOR	16,369	15,765	604	3.8%
Debt service	110,804	125,711	(14,907)	-11.9%
Contractual, federal grant obligations	7,170	7,222	(52)	-0.7%
Other	12,891	15,265	(2,374)	-15.6%
Unrestricted	<u>(329,143)</u>	<u>(317,792)</u>	<u>(11,351)</u>	-3.6%
Total net position	<u>\$ 123,544</u>	<u>\$ 88,364</u>	<u>\$ 35,180</u>	-39.8%

Government-wide Activities

Governmental activities increased the net position of the District \$35.2 million during the year ended June 30, 2025. General revenues increased \$955 thousand. Of that, state equalization increased \$42.6 million, nearly offsetting the \$46.5 million decrease in the local share due to the decline in assessed property values (AV), primarily in the oil and gas industry. Investment earnings increased over \$5 million which was primarily due to the investment of general obligation bond proceeds. Program revenues increased \$3.9 million primarily due to the increase in the state-supported special education and transportation funding, the second year of the Opportunity Now grant – which creates student career pathways in education, advanced manufacturing, and information technology – and Title I, Part A and IDEA, Part B funding. Charges for services increased \$1.0 million largely due to the expansion of community school programming and district-provided services. Expenses – primarily due to the increase in salaries and benefits, purchased services, food service operations, and allocations to charter schools – outpaced prior year expenses by \$42.2 million. Table 2 provides a summary of the District’s change in net position for 2025 compared to 2024.

Table 2
Comparative Schedule of Changes in Net Position
 For the Years Ended June 30, 2025 and 2024
 (in Thousands)

	Governmental Activities		Total Dollar Change	Total Percentage Change
	2025	2024	2024 - 2025	2024 - 2025
Revenues				
Program revenues				
Charges for services	\$ 21,319	\$ 20,295	\$ 1,024	5.0%
Grants & contributions				
Operating	72,332	69,397	2,935	4.2%
Capital	1,337	1,351	(14)	-1.0%
General revenues				
Property, specific ownership, and mill levy override taxes	318,480	364,997	(46,517)	-12.7%
State equalization	194,138	151,585	42,553	28.1%
Other	40,566	35,647	4,919	13.8%
Total revenues	648,172	643,272	4,900	0.8%
Expenses				
Instruction	349,702	339,222	10,480	3.1%
Supporting services	248,108	217,341	30,767	14.2%
Interest expense	15,182	14,206	976	6.9%
Total expenses	612,992	570,769	42,223	7.4%
Increase (decrease) in net position	35,180	72,503	(37,323)	-51.5%
Net position - 7/1	88,364	15,861	72,503	-457.1%
Net position - 6/30	\$ 123,544	\$ 88,364	\$ 35,180	-39.8%

The governmental activities' total assets increased by \$336.7 million and deferred outflows of resources decreased \$69.1 million attributed to the following elements:

Table 3
**Comparative Schedule of Assets & Deferred Outflows of Resources
of Governmental Activities**
As of June 30, 2025 and 2024

	2025	2024	Increase (Decrease)
Cash and investments	\$ 698,983,465	\$ 386,567,202	\$ 312,416,263
Cash with fiscal agent	3,122,302	3,903,195	(780,893)
Accounts receivable	5,851,403	5,486,493	364,910
Due from component units	128,114	146,650	(18,536)
Grants receivable	10,718,852	8,933,318	1,785,534
Lease receivable	46,599	119,874	(73,275)
Taxes receivable, net	10,048,745	9,643,553	405,192
Prepaid items	2,167,062	869,720	1,297,342
Deposits	254,533	8,089	246,444
Inventories	2,990,011	3,206,534	(216,523)
Capital assets			-
Non-depreciable	78,175,671	29,494,049	48,681,622
Depreciable, net	513,015,135	540,394,901	(27,379,766)
Total assets	<u>\$1,325,501,892</u>	<u>\$ 988,773,578</u>	<u>\$ 336,728,314</u>
Deferred outflows of resources			
Related to debt	\$ 4,092,434	\$ 5,067,040	\$ (974,606)
Related to pension	136,389,238	203,979,863	(67,590,625)
Related to OPEB	2,904,660	3,486,243	(581,583)
Total deferred outflows	<u>\$ 143,386,332</u>	<u>\$ 212,533,146</u>	<u>\$ (69,146,814)</u>

The \$312.4 million increase in cash and investments – which includes unrestricted and restricted cash and investments – is primarily due to the investment of general obligation bond proceeds. The \$781 thousand decrease in cash with fiscal agent is due to decreased property taxes collected by the county treasurers during June.

The \$365 thousand increase in accounts receivable was due to the timing of federal forest reserve funding. The timing of receipts for services provided resulted in an \$18 thousand decrease of due from component units. The \$1.8 million increase in grants receivable is primarily due to the timing of additional funding for the IDEA Part B federal grant. The \$73 thousand decrease in lease receivable relates to the recognition of lease revenue, per GASB 87, *Leases*, as a lessor. In spite of the decrease in assessed valuations, taxes receivable – net of estimated uncollectible taxes – increased \$405 thousand due to the increase in tax revenue not yet collected, which may be collected in the future year through an abatement mill levy.

The \$1.3 million increase in prepaid items is primarily the result of a new subscription purchased prior to the commencement of its licensing terms. The \$246 thousand increase in deposits relates to a non-refundable utility deposit for a new construction site. The \$216 thousand decrease in inventories is primarily due to the improved food inventory management system of Nutrition Services. The net \$21.3 million increase in capital assets reflects the new design, engineering, and construction projects since the passage of the 2024 voter-authorized bonds.

Deferred outflows of resources are due to two factors: debt defeasance and the pension and OPEB liabilities. The \$975 thousand decrease is the current year amortization, on an effective interest method, related to debt. The difference between expected and actual experience, changes in assumptions, the net difference between projected and actual earnings on pension and OPEB plan investments, changes in proportion and differences between contributions recognized and proportionate share of contributions, as well as contributions made by the District after the plan's measurement date, resulted in the combined decrease of deferred outflows of \$68.2 million.

The governmental activities' total liabilities increased by \$233.3 million and deferred inflows of resources decreased \$917 thousand as follows:

Table 4
**Comparative Schedule of Liabilities & Deferred Inflows of Resources
of Governmental Activities**
As of June 30, 2025 and 2024

	2025	2024	Increase (Decrease)
Accounts payable	\$ 14,022,644	\$ 7,089,812	\$ 6,932,832
Due to component units	1,088,013	3,479	1,084,534
Intergovernmental payable	-	449,163	(449,163)
Retainage payable	1,664,361	81,394	1,582,967
Other current liabilities	3,140,935	78,807	3,062,128
Accrued salaries, benefits withholdings	36,789,209	33,388,135	3,401,074
Accrued interest payable	1,114,655	591,979	522,676
Claims payable	4,628,327	4,744,306	(115,979)
Unearned revenues	1,096,070	1,180,646	(84,576)
Noncurrent liabilities			
Due within one year	76,405,997	23,347,728	53,058,269
Due in more than one year	537,232,956	316,586,987	220,645,969
Net pension liability	622,365,806	673,468,945	(51,103,139)
OPEB liability	11,042,527	16,261,565	(5,219,038)
Total liabilities	<u>\$ 1,310,591,500</u>	<u>\$1,077,272,946</u>	<u>\$ 233,318,554</u>
Deferred inflows of resources			
Related to leases	\$ 70,294	\$ 150,000	\$ (79,706)
Related to pension	28,709,308	30,448,228	(1,738,920)
Related to OPEB	5,972,840	5,071,435	901,405
Total deferred inflows	<u>\$ 34,752,442</u>	<u>\$ 35,669,663</u>	<u>\$ (917,221)</u>

Accounts payable combined with retainage payable increased \$8.5 million, primarily due to new capital activity as a result of the 2024 voter approved bond proceeds for community-wide improvements, safety upgrades, and new construction. Amounts due to component units increased \$1.1 million for a current year construction grant funding received after fiscal year end and then passed on to the charter schools. The \$449 thousand decrease in intergovernmental payable relates to the amounts owed to partner school districts for allowable Expanded Learning Opportunities (ELO) and Opportunity Now expenditures incurred, but not paid, before prior fiscal year end.

Other current liabilities increase of \$3.1 million is the amount of investment income earnings in excess of the amount the District is able to retain (the arbitrage yield). Accrued salaries, benefits, and payroll withholdings increased \$3.4 million, primarily due to increased wages and an increased number of employees. The \$523 thousand increase in accrued interest reflects the increased bond interest due by the District because of the new debt issuance. The \$116 thousand decrease in claims payable is primarily due to an improved incurred but not reported (IBNR) liability in FY25 due lower claims and improved timely reporting. Refer to Note 8 (Risk Financing). The \$85 thousand decrease in unearned revenues is primarily due to improved utilization of state grant funding before year-end.

The net increase of \$273.7 million in noncurrent liabilities due within one year and due in more than one year are primarily due to the issuance of new debt. Refer to Note 7 (Non-Current Debt, Financing Obligations, and Other Liabilities). The combined net decrease of \$56.3 million in pension and OPEB liabilities is due to recognizing the District's decreased proportionate share of the pension and OPEB liabilities. Refer to Note 9 (Defined Benefit Pension Plan) and Note 10 (Defined Benefit Other Post Employment Benefit (OPEB)).

The \$80 thousand decrease of deferred inflows of resources related to leases is the result of lessor revenue recognition in the current year per GASB Statement No. 87. The \$838 thousand net decrease of deferred inflows of resources related to pensions and OPEBs is primarily due to the changes in assumptions or other inputs under GASB Statements No. 68 and No. 75.

The primary source of operating revenue for school districts comes from the School Finance Act of 1994 (SFA), as amended. Under the SFA, the District received \$11,125 per funded pupil. For the fiscal year ended June 30, 2025, the funded pupil count was 31,037.4, a decrease of 0.22% from the prior fiscal year. Funding for the SFA comes from real estate property taxes, specific ownership personal property tax, and state equalization. For fiscal year 2025, SFA per pupil funding increased by \$752 per student.

The statement of activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. Table 5 shows the total cost of services and the net cost of services for governmental activities.

Table 5
Comparative Schedule of Governmental Activities
 For the Years Ended June 30, 2025 and 2024
 (in Thousands)

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
Instruction	\$ 349,702	\$ 339,222	\$ 287,512	\$ 269,850
Supporting services	248,108	217,341	215,310	195,668
Interest expense	15,182	14,206	15,182	14,206
	\$ 612,992	\$ 570,769	\$ 518,004	\$ 479,724

Key elements of the governmental activities are as follows:

- The cost of all governmental activities this year was \$613.0 million compared to \$570.8 million last year. Interest expense increased by \$976 thousand due to the amortization of the bond interest premiums on an effective interest method.
- About \$21.3 million of the cost of services was financed by the users of the District's programs in the form of charges for services, an increase of \$1.0 million from 2024. The increase is primarily due to expanded district-provided services including meals for summer programming and transportation as well as additional child care and enrichment programs.
- The federal and state governments subsidized certain programs with grants and contributions in the amount of \$73.7 million, an increase of \$2.9 million from fiscal year 2024. The increase is largely attributed to federally-funded grant programs, specifically Title I, Part A and IDEA, Part B.
- The majority of the District's net cost of services, \$518.0 million, was financed by State and District taxpayers.
- General revenues accounted for \$553.2 million in revenue, which was 85.3% of all revenues. Program specific revenues in the form of charges for services and sales, grants, and contributions, accounted for \$95.0 million or 14.7% of total revenues of \$648.2 million. These percentages reflect a shift of 0.5% of total revenue from general revenues to program specific.
- The increase in investment earnings and supplemental funding of state and two significant federal grants as well as the outperformance in the areas of salaries, benefits, and supplies contributed to the increase of net position for governmental activities.

Financial Analysis of the District's Governmental Funds

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

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

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$652.3 million, an increase from the prior year's ending balance of \$301.5 million. As noted earlier, the fund balance increase was primarily due to increased investment earnings from the proceeds of general obligation bonds issued in December 2024, the increase in supplemental grants, and cost savings in salaries and benefits as well as supplies despite the increase of outsourced purchased services.

Among major funds, the *General Fund* is the chief operating fund of the District. The *General Fund* had \$479.6 million in revenues, \$492.6 million in expenditures, and \$7.8 million net other financing sources. The *General Fund's* fund balance decreased \$5.2 million to \$179.5 million. The decrease is consistent with the District's planned and measured use of unassigned fund balance in order to maintain service levels in light of decreased assessed valuations and lower tax abatement collections from urban renewal authorities located in the District boundaries. While revenues were consistent with amounts budgeted, a few factors resulted in expenditures being lower than budgeted. Not all job vacancies were filled and liability claims were lower than anticipated. Staffing challenges in the areas of custodial and special education continued to cause some services to be out-sourced.

Significant differences between the *General Fund's* adopted and amended budgets are due to the following:

- \$37.1 million decrease in total program levy property taxes and \$3.3 million decrease in mill levy override property taxes due to an anticipated decrease in assessed valuations;
- \$38.0 million increase in net equalization due to the decrease in the local share, as noted above;
- \$1.0 million increase in investment income as investment rates of return remained higher than initially anticipated;
- \$2.7 million increase in salaries and \$1.4 million increase in benefits primarily due to additional FTE approved to meet the programmatic needs of the District;
- \$1.0 million decrease in charter school distributions due to lower-than-projected funded pupil count;
- \$2.0 million increase in capital outlay and financing arrangements due to an anticipated increase in leases and subscriptions; and
- \$4.1 million increase in transfers-in due to a board-approved reimbursement for the General Fund from voter-authorized bond proceeds for its advance-purchase of land for a future high-school site.

The fund balance of the *Bond Redemption Fund* decreased by \$14.7 million, resulting in a balance of \$110.5 million as of June 30, 2025. This decrease was a result of previously noted lower assessed valuation of properties within the District boundaries, as well as the lower-than-anticipated tax abatement collections from local urban renewal authorities. In addition, a portion of fund-balance was used for the board-approved defeasance of the 2014 and 2016C series general obligation bonds, saving taxpayers approximately \$7.6 million in future interest payments.. The *Bond Redemption Fund* has adequate resources accumulated to address the District's debt-service obligations, including the December 2025 principal and interest payments. The debt service mill levy, which generates property tax revenue for servicing future principal and interest debt payments will be certified in December 2025.

The *Building Fund* records the proceeds, investment earnings, and corresponding construction expenditures for bond issuances. As a result of the December 2024 issuance of the voter-authorized bonds, the fund balance of this capital projects fund increased \$325.4 million. Projects include new construction of five buildings, infrastructure improvements, major renovations, additional classrooms, buses, technology equipment, and safety upgrades.

Capital Assets and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental activities as of June 30, 2025 is \$591.2 million (net of accumulated depreciation and amortization). Capital assets include land and improvements, buildings and improvements, water rights, projects in progress, and equipment as well as right-to-use assets, including subscriptions. The District's capital assets, net of accumulated depreciation and amortization, increased for the current fiscal year by \$21.3 million. New construction projects in progress include a high school, two PK-8 schools, an elementary school, and a career and technical education center. Other capital projects activity includes the expansion of the nationally-recognized Innovation Center, major renovations, additional classrooms and learning spaces, buses, technology equipment, software subscriptions, safety upgrades, and right-to-use drones for student-designed performance shows. Table 6 shows fiscal year 2025 capital assets compared to 2024.

Table 6
Comparative Schedule of Capital Assets
 As of June 30, 2025 and 2024
 (Net of Depreciation/Amortization, in Thousands)

	Governmental Activities		Total Dollar Change	Total Percentage Change
	2025	2024	2024 - 2025	2024 - 2025
Land	\$ 25,521	\$ 25,521	\$ -	0.0%
Water rights	1,091	1,091	-	0.0%
Projects in progress	51,564	2,882	48,682	1689.2%
Land improvements	9,575	10,528	(953)	-9.1%
Buildings	293,881	301,650	(7,769)	-2.6%
Building improvements	152,866	167,566	(14,700)	-8.8%
Leasehold improvements	265	661	(396)	-59.9%
Equipment	48,018	52,790	(4,772)	-9.0%
Lease assets	8,410	7,200	1,210	16.8%
Total	\$ 591,191	\$ 569,889	\$ 21,302	3.7%

Additional information on the District's total capital assets can be found in Note 5 beginning on [page 48](#).

Debt Administration. The District was assigned bond issuer ratings of AA+ from Standard & Poor's Rating Services and Aa2 by Moody's Investors Service. The December 2024 bond issuance was assigned ratings of AA+ by Standard & Poor's and Aa1 by Moody's. The custodian and paying agent for all of the District's bond debt is UMB Bank in Denver, Colorado. Total non-current debt outstanding and other financing obligations as of June 30, 2025 as compared to June 30, 2024 are shown in Table 7. State statute limits the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the District's legal debt limit was \$1.1 billion and its legal debt margin was \$518 million.

Table 7
Comparative Schedule of Non-Current Debt & Financing Obligations
 As of June 30, 2025 and 2024
 (in Thousands)

	2025	2024	Increase (Decrease)
General obligation bonds	\$ 550,735	\$ 296,775	\$ 253,960
Deferred bond premium	38,697	12,887	25,810
Lease purchases	11,352	17,207	(5,855)
Building lease	1,007	895	112
Equipment leases	556	1,068	(512)
Subscriptions	3,234	3,014	220
Compensated absences	8,058	8,089	(31)
Total assets	<u>\$ 613,639</u>	<u>\$ 339,935</u>	<u>\$ 273,704</u>

Additional information on the District's total bonded debt can be found in Note 7 beginning on [page 51](#) of this report.

Factors Bearing on the District's Future

The District continues to receive strong community support. It has strong ties to the municipalities, businesses, and industry. In November 2024, voters overwhelmingly approved the District's \$739.8 million capital construction bond question, which is being used to improve safety and security throughout district schools, replace outdated electrical, plumbing, and HVAC systems, construct a career and technical education center, provide classroom additions, and construct new school buildings to address overcrowding and future enrollment increases.

The District issued \$343.0 million of the \$739.8 million authorized bonds in December 2024, and anticipates issuing additional bonds in fiscal year 2026-27. Bond proceeds will fund capital projects for approximately six years. Project highlights include the construction of five new schools in areas of high growth, including a new high school, a new Career and Technical Education (CTE) center on the new high school campus, an Erie elementary school, a Longmont Montessori school, and PK-8 school in Mead.

Even prior to the 2024 authorization, the District has had a consistent history of strong community support. In November 2016, voters approved a \$260.3 million capital construction bond to address the need for additional classroom space, as well as repairs and renovations. The district issued \$200 million in general obligation debt in December 2016, and the remaining \$60.3 million in September 2018. Due to favorable debt repayment structuring, the total principal and interest to be repaid on the 2016 bonds is more than \$21 million lower than what voters initially approved. Prior to that, in November 2012, voters approved a \$14.8 million mill levy override (MLO), which helped the district avoid large class size increases and program cuts despite cuts in state funding. In November 2008, district voters approved a \$16.5 million mill levy override (MLO) and a \$189 million capital construction bond. The MLO funding helped during the Great Recession, while the bond revenues were used for improvements and renovations. Both MLOs are fixed mills and do not sunset, with a projected revenue of about \$70.8 million for fiscal year 2024-2025, or approximately \$2,280 per student.

In 2015, the District was among the first in Colorado to receive approval to launch a P-TECH (Pathways in Technology Early College High School) program. P-TECH provides high school students with the opportunity to complete college-level coursework and earn an associate degree tuition-free while still enrolled in high school. Since that initial approval, the District has expanded the model by establishing three additional P-TECH programs, resulting in a total of four programs offered across the District. Collectively, these programs have afforded hundreds of students a substantial head start on their postsecondary education and career pathways.

The District also added a P-TEACH (Pathways to Teaching) program, which continues to grow. Presently, 300 high school students are actively enrolled in rigorous coursework with the potential to earn up to 49 college credits towards a bachelor's degree in education. Furthermore, our P-TEACH apprenticeship program has expanded to 34 high school graduates who are employed in our district part-time as instructional assistants while attending CU Denver, earning college credits towards their bachelor's degree in education. Collectively our P-TEACH students have earned 2,057 college credits, at no cost to their families, saving them almost \$2.5 million in tuition. Finally, the P-TEACH program provides a profound impact in our classrooms, adding high quality support totaling 16,000 additional hours of instructional support due to their field experiences and work-based learning activities.

During the 2018-2019 school year, the District also implemented "Project Launch", a kindergarten through 3rd grade program designed to extend the school year for students who are not reading at grade level proficiency. Project Launch has expanded and continues to provide a strong positive impact for approximately 3,300 K-8th grade students on an annual basis. This represents nearly 25% of our elementary and middle school population. Designed as an extended year learning opportunity centered around literacy and math, Project Launch is an investment that pays dividends in increased student achievement in reading foundations, advanced math, and increased confidence in our young learners. In the last several years, Project Launch has incorporated an additional "program within a program" called Dyslexia Base Camp at four different elementary Project Launch sites. Dyslexia Base Camp offers more intensive literacy interventions designed to support students with persistent challenges in reading. This program is benefitted by high school tutors who are part of our Yes Ambassadors program, a leadership

club for students with dyslexia who serve as role models for younger students and supporting them to develop self-advocacy skills.

The District has provided annual increases in employee compensation since 2005. The mill levy overrides approved by the community, along with the operating efficiencies implemented by the District, have improved the District's starting and average teacher salaries. The District and the St. Vrain Valley Education Association agreed to a new salary schedule concept for certified personnel for the 2015-2016 school year. This new salary schedule helped accelerate the base salary while stabilizing the cost of providing an experience step for teachers. Since then, the starting base salary of \$35,000 in the 2015-2016 school year has increased annually to \$64,500 for the 2025-2026 school year. In combination with test score improvements, national recognition, and a stable, supportive School Board, the District continues to receive a strong response of qualified applicants for open positions.

Strong administrative leadership, a stable and supportive School Board, the vibrant and growing District population, an emphasis on positive relationships with businesses and stakeholders, and conservative financial management have combined to make St. Vrain Valley Schools one of the top achieving Districts in Colorado.

On May 28, 2025, the District's Board of Education appointed Dr. Jackie Kapushion as its new Superintendent of St. Vrain Valley Schools effective July 1, 2025. With a nearly four-decade career in public education, she has served the past eight years as Deputy Superintendent at the District. She is also an adjunct faculty member at the University of Colorado Denver in the School of Education. She has actively served in organizations within the community and has received prestigious recognitions at the District and local levels.

Prior to that, Dr. Don Haddad had served as the Superintendent of Schools from 2009 until his retirement in 2025. Dr. Haddad had been recognized multiple times on state and national levels, and developed strong relationships with business, industry, and community leaders throughout the District.

Since 2008, the District has operated Leadership St. Vrain, a formal training program providing community members an opportunity to obtain a foundation in district operations, finances, and governance and to become more effective participants in school district affairs. Each cohort of Leadership St. Vrain has approximately 100 parents, guardians, and community members participating.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances, and to demonstrate the District's accountability for the money it receives and spends. If you have questions about this report or need additional information, please contact the Financial Services Department, St. Vrain Valley School District, 395 South Pratt Parkway, Longmont, Colorado 80501. Additional information is available at www.svvsd.org.

Additionally, readers may also wish to review separately issued audit reports of each of the component units to gather additional information related to the charter schools. Those requests should be made directly to the charter schools.

St. Vrain Valley School District RE-1J
Statement of Net Position
June 30, 2025

	Primary Government	Component Units
	Governmental Activities	Charter Schools
Assets		
Cash and investments	\$ 586,784,738	\$ 25,335,641
Cash with fiscal agent	3,122,302	-
Accounts receivable	5,851,403	33,832
Due from component units	128,114	-
Due from primary government	-	1,088,012
Grants receivable	10,718,852	-
Lease receivable	46,599	-
Taxes receivable, net	10,048,745	-
Prepaid items	2,167,062	504,661
Deposits	254,533	176,719
Inventories	2,990,011	-
Restricted cash and investments for		
Bond Redemption Fund	107,746,992	-
Building Corporations	-	6,117,500
Self Insurance Fund	4,451,735	-
Capital assets,		
Non-depreciable	78,175,671	3,759,285
Depreciable, net	513,015,135	56,674,602
Total assets	<u>1,325,501,892</u>	<u>93,690,252</u>
Deferred outflows of resources		
Related to debt	4,092,434	3,127,374
Related to pension	136,389,238	10,174,164
Related to OPEB	2,904,660	266,824
Total deferred outflow of resources	<u>143,386,332</u>	<u>13,568,362</u>
Liabilities		
Accounts payable	14,022,644	909,247
Due to component units	1,088,013	-
Due to primary government	-	128,113
Retainage payable	1,664,361	-
Other current liabilities	3,140,935	448,795
Accrued salaries and benefits	21,297,159	1,891,224
Payroll withholdings	15,492,050	-
Accrued interest payable	1,114,655	637,997
Claims payable	4,628,327	-
Unearned revenues	1,096,070	237,998
Noncurrent liabilities due within one year	76,405,997	1,684,801
Noncurrent liabilities due in more than a year		66,605,490
Leasing liabilities	8,042,119	
General obligation bonds, including premium	522,892,155	
Compensated absences	6,298,682	
Net pension liability	622,365,806	49,214,585
OPEB liability	11,042,527	873,205
Total liabilities	<u>1,310,591,500</u>	<u>122,631,455</u>
Deferred inflows of resources		
Related to leases	70,294	-
Related to pension	28,709,308	2,159,220
Related to OPEB	5,972,840	555,497
Total deferred inflow of resources	<u>34,752,442</u>	<u>2,714,717</u>
Net Position		
Net investment in capital assets	305,452,939	5,791,134
Restricted for		
TABOR	16,369,262	1,542,146
Debt service	110,803,585	5,150,585
Component units' capital projects	-	1,356,448
Contractual obligations	4,451,735	-
Specific federal contract	2,718,185	-
Extracurricular, community programs	12,891,510	-
Unrestricted	(329,142,934)	(31,927,871)
Total net position	<u>\$ 123,544,282</u>	<u>\$ (18,087,558)</u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

Functions / Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental activities				
Instruction	\$ 349,701,990	\$ 20,429,413	\$ 41,760,184	\$ -
Supporting services	248,107,467	889,228	30,571,512	1,336,802
Interest on long-term debt	15,160,720	-	-	-
Total governmental activities	<u>\$ 612,970,177</u>	<u>\$ 21,318,641</u>	<u>\$ 72,331,696</u>	<u>\$ 1,336,802</u>
COMPONENT UNITS				
Instruction	\$ 27,858,336	\$ 2,765,682	\$ 3,199,147	\$ -
Supporting services	19,155,203	-	-	1,317,100
Interest expense	3,180,244	-	-	-
Total component units	<u>\$ 50,193,783</u>	<u>\$ 2,765,682</u>	<u>\$ 3,199,147</u>	<u>\$ 1,317,100</u>

General Revenues

Property taxes
 Specific ownership taxes
 State equalization
 Per pupil revenue
 Mill levy override
 Investment income
 Other

Total general revenues

Change in net position

Net position, beginning

Net position, ending

The accompanying notes are an integral part of this basic financial statement.

Net (Expense) Revenue and Changes in Net Position	
Primary Government	Component Units
Governmental Activities	Charter Schools
\$ (287,512,393)	\$ -
(215,309,925)	-
(15,160,720)	-
<u>(517,983,038)</u>	<u>-</u>
-	(21,893,507)
-	(17,838,103)
-	(3,180,244)
<u>-</u>	<u>(42,911,854)</u>
233,499,943	-
14,780,287	-
194,137,605	-
-	35,738,418
70,200,169	6,951,089
20,360,184	677,280
20,185,017	1,263,434
<u>553,163,205</u>	<u>44,630,221</u>
35,180,167	1,718,367
88,364,115	(19,805,925)
<u>\$ 123,544,282</u>	<u>\$ (18,087,558)</u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

	General	Bond Redemption	Building	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash & investments - unrestricted	\$ 198,475,079	\$ -	\$ 339,174,814	\$ 35,763,801	\$ 573,413,694
Cash with fiscal agent	2,371,172	751,130	-	-	3,122,302
Cash & investments - restricted	-	107,746,992	-	-	107,746,992
Accounts receivable	3,729,993	1,123,766	-	356,028	5,209,787
Due from other funds	6,090,376	-	-	-	6,090,376
Due from component units	128,114	-	-	-	128,114
Grants receivable	917,023	-	-	9,801,829	10,718,852
Lease receivable	46,599	-	-	-	46,599
Taxes receivable, net	6,666,518	2,302,352	-	-	8,968,870
Prepaid items	1,982,987	-	-	184,075	2,167,062
Deposits	-	-	248,055	6,478	254,533
Inventories	1,765,136	-	-	1,224,875	2,990,011
Total assets	\$ 222,172,997	\$ 111,924,240	\$ 339,422,869	\$ 47,337,086	\$ 720,857,192
Liabilities					
Accounts payable	\$ 2,787,974	\$ 6,000	\$ 8,419,276	\$ 2,047,920	\$ 13,261,170
Due to other funds	-	-	-	6,090,376	6,090,376
Due to component units	641,872	-	-	446,141	1,088,013
Construction retainage payable	-	-	1,644,201	20,160	1,664,361
Arbitrage payable	-	-	3,016,819	-	3,016,819
Accrued salaries and benefits	19,474,572	-	-	1,822,587	21,297,159
Payroll withholdings	15,492,050	-	-	-	15,492,050
Other current liabilities	124,116	-	-	-	124,116
Claims payable	680,929	-	-	-	680,929
Unearned revenues	103,700	-	-	992,370	1,096,070
Total liabilities	39,305,213	6,000	13,080,296	11,419,554	63,811,063
Deferred inflows of resources					
Unavailable property tax revenue	3,309,106	1,413,511	-	-	4,722,617
Unavailable lease revenue	70,294	-	-	-	70,294
Total deferred inflows of resources	3,379,400	1,413,511	-	-	4,792,911
Fund Balances					
Nonspendable:					
deposits, inventories, prepaids	3,748,123	-	248,055	1,415,428	5,411,606
Restricted: TABOR	16,369,262	-	-	-	16,369,262
Restricted: debt service	-	110,504,729	-	-	110,504,729
Restricted: special revenue funds	-	-	-	12,891,510	12,891,510
Restricted: specific federal contract	2,718,185	-	-	-	2,718,185
Restricted: voter approved projects	-	-	326,094,518	-	326,094,518
Committed: capital projects	-	-	-	8,573,958	8,573,958
Committed: contingencies	10,912,841	-	-	-	10,912,841
Committed: Board allocations	8,884,602	-	-	-	8,884,602
Committed: risk management	5,079,786	-	-	-	5,079,786
Committed: special revenue fund	-	-	-	13,036,636	13,036,636
Assigned: Mill Levy Override	52,337,905	-	-	-	52,337,905
Assigned: subsequent year expenditures	35,243,508	-	-	-	35,243,508
Unassigned	44,194,172	-	-	-	44,194,172
Total fund balances	179,488,384	110,504,729	326,342,573	35,917,532	652,253,218
Total liabilities, deferred inflows, and fund balances	\$ 222,172,997	\$ 111,924,240	\$ 339,422,869	\$ 47,337,086	\$ 720,857,192

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

Amounts reported for governmental activities
in the statement of net position are different because:

Governmental funds total fund balances	\$ 652,253,218
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	591,190,806
Deferred outflows from refunding debt are not considered current financial resources and, therefore, not reported in the governmental funds	4,092,434
Premium on issuance of bonds is recognized as other financing source in the governmental funds but are deferred in the statement of net position.	(38,697,155)
Bond reacquisition costs are not recognized in the governmental funds but are deferred in the statement of net position.	-
Long-term liabilities, including lease purchases (\$11,351,682), leased assets (\$1,563,276) and subscriptions (\$3,233,622), compensated absences (\$8,058,218), bonds payable (\$550,735,000), related accrued interest (\$1,114,655), and risk claims payable (\$282,398) are not due and payable in the current period and, therefore, are not reported in the funds.	(576,338,851)
Pension liability (\$622,365,806), OPEB liability (\$11,042,527), and related deferred inflows (\$34,682,148) and deferred outflows \$139,293,898 are not considered current and, therefore, not reported in the funds.	(528,796,583)
Deferred property tax inflows \$4,722,617 plus the current year's abatements \$1,079,875 will be collected but are not available to pay for the current period's expenditures and, therefore, are not recorded as revenue in the funds.	5,802,492
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.	14,037,921
Net position of governmental activities	<u><u>\$ 123,544,282</u></u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

	General	Bond Redemption	Building	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	\$ 144,343,186	\$ 88,710,455	\$ -	\$ -	\$ 233,053,641
Specific ownership taxes	14,780,287	-	-	-	14,780,287
Mill levy override	70,200,169	-	-	-	70,200,169
Investment income	8,101,042	4,037,475	5,849,077	1,543,311	19,530,905
Charges for services	3,398,024	-	-	9,083,262	12,481,286
Pupil activities	-	-	-	8,837,355	8,837,355
Other local sources	14,804,800	3,523,801	-	3,307,505	21,636,106
Local intergovernmental	-	-	-	88,410	88,410
State intergovernmental	217,908,972	-	-	22,965,799	240,874,771
Federal intergovernmental	6,075,112	-	-	23,293,543	29,368,655
Total revenues	479,611,592	96,271,731	5,849,077	69,119,185	650,851,585
Expenditures					
Current					
Instruction	284,039,782	-	-	22,147,313	306,187,095
Supporting services	191,924,402	-	16,642,110	23,012,955	231,579,467
Food service operations	-	-	-	19,302,917	19,302,917
Capital outlay	6,177,702	-	37,142,441	8,985,064	52,305,207
Debt service					
Principal	10,003,942	7,710,000	39,848	160,267	17,914,057
Interest	468,578	18,645,789	152	1,388	19,115,907
Debt defeasance	-	84,588,689	-	-	84,588,689
Fiscal charges	-	29,381	-	-	29,381
Total expenditures	492,614,406	110,973,859	53,824,551	73,609,904	731,022,720
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(13,002,814)	(14,702,128)	(47,975,474)	(4,490,719)	(80,171,135)
Other Financing Sources (Uses)					
General obligation building bonds	-	-	342,960,000	-	342,960,000
Bond premiums	-	-	34,561,644	-	34,561,644
Lease & other financing arrangements	4,018,219	-	153,032	-	4,171,251
Transfers in	4,300,072	-	-	1,208,928	5,509,000
Transfers out	(544,058)	-	(4,298,300)	(666,642)	(5,509,000)
Total other financing sources (uses)	7,774,233	-	373,376,376	542,286	381,692,895
Net change in fund balances	(5,228,581)	(14,702,128)	325,400,902	(3,948,433)	301,521,760
Fund balances, beginning	184,716,965	125,206,857	941,671	39,865,965	350,731,458
Fund balances, ending	\$ 179,488,384	\$ 110,504,729	\$ 326,342,573	\$ 35,917,532	\$ 652,253,218

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

**Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2025**

Amounts reported for governmental activities in the statement of activities are different because

Net change in fund balances of governmental funds \$ 301,521,760

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization in the current period.

Depreciation / amortization expense	(36,596,255)	
Capital outlay, including certain design and planning costs - capitalized	59,661,912	
Net effect of disposed capital assets	<u>(1,763,801)</u>	21,301,856

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Current year amortization of premium on bond issue	5,431,041	
Current year amortization of deferred outflows	(974,606)	
Change in long term portion of claims payable	22,144	
Change in deferred property tax accrual less abatements	<u>446,302</u>	4,924,881

In the statement of activities, certain compensated absences are measured by the amounts earned during the year. However, in the governmental funds, expenditures for this item are measured by the amount actually paid. The current year net change in compensated absences is as follows:

Annual leave	(249,123)	
Vacation	<u>279,822</u>	30,699

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Following are the net effect of these differences.

Issuance of bonds	(342,960,000)	
Premium received on issuance of bonds	(34,561,644)	
Bond principal payments, including defeasance	89,000,000	
Accrued interest expense on bonds	(522,676)	
Net effect of the bond defeasance	3,320,117	
Long-term 'lease purchase' principal	5,855,587	
New lease/SBITA arrangements	(4,168,774)	
Long-term lease/SBITA principal	<u>4,348,736</u>	(279,688,654)

Pension and OPEB expenses related to the cost-sharing multiple-employer defined benefit pension fund, net of contributions, are recognized on a government-wide basis and not included in the fund statements.

Pension expense	(16,999,493)	
Pension contributions	2,250,926	
OPEB expense	3,623,393	
OPEB contributions	<u>112,658</u>	(11,012,516)

Internal service funds used by management to charge the costs of insurance to individual funds are not reported in the statement of activities. The net revenue (expense) of the liquidated internal service fund is reported with governmental activities.

(1,897,859)

Change in net position of governmental activities \$ 35,180,167

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

	Governmental Activities
	<u>Internal Service Fund</u>
Assets	
Current assets	
Cash and cash equivalents	\$ 13,371,044
Accounts receivable	641,616
Total current assets	<u>14,012,660</u>
Noncurrent assets	
Restricted cash and cash equivalents	4,451,735
Total assets	<u>18,464,395</u>
Liabilities	
Current liabilities	
Accounts payable	761,474
Claims payable	3,665,000
Total liabilities	<u>4,426,474</u>
Net Position	
Restricted for contractual obligations	4,451,735
Unrestricted	9,586,186
Total net position	<u>\$ 14,037,921</u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

	Governmental Activities
	<u>Internal Service Fund</u>
Operating Revenues	
Charges for services	\$ 33,155,207
Total operating revenues	<u>33,155,207</u>
Operating Expenses	
Salaries and benefits	358,389
Purchased services	6,219,460
Administrative fees	1,316,835
Claims	28,075,763
Total operating expenses	<u>35,970,447</u>
Operating loss	(2,815,240)
Nonoperating Revenues	
Investment income	829,279
Other local sources	88,102
Total nonoperating revenues	<u>917,381</u>
Change in net position	(1,897,859)
Net position, beginning	<u>15,935,780</u>
Net position, ending	<u>\$ 14,037,921</u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

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

	Governmental Activities <u>Internal Service Fund</u>
Cash Flows from Operating Activities	
Cash received from customers	\$ 33,775,931
Cash paid to providers	(28,132,763)
Cash paid to other vendors	(7,136,742)
Cash paid to employees	(358,389)
Net cash used in operating activities	<u>(1,851,963)</u>
Cash Flows from Noncapital Financing Activities	
Credits/rebates received from insurance companies	88,102
Net cash provided by noncapital financing activities	<u>88,102</u>
Cash Flows from Investing Activities	
Investment income	<u>829,279</u>
Decrease in cash, cash equivalents, and restricted cash	(934,582)
Cash, cash equivalents, and restricted cash, beginning of the year	<u>18,757,361</u>
Cash, cash equivalents, and restricted cash, end of the year	<u>\$ 17,822,779</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating loss	\$ (2,815,240)
Adjustments to reconcile operating income to Net cash provided by operating activities	
Changes in assets and liabilities	
Decrease in accounts receivable	620,724
Increase in accounts payable	399,553
Decrease in claims payable	<u>(57,000)</u>
Net cash used in operating activities	<u>\$ (1,851,963)</u>

The accompanying notes are an integral part of this basic financial statement.

St. Vrain Valley School District RE-1J

Notes to Financial Statements

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of St. Vrain Valley School District RE-1J (the District) in the Counties of Boulder, Larimer, and Weld, and the City and County of Broomfield, have been prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP) as applied to governmental units. The more significant of the District's accounting policies are described below.

Reporting Entity

St. Vrain Valley School District RE-1J, formed in 1961, is a political subdivision and corporate body of the State of Colorado. The District operates under a seven-member publicly elected board of education. Geographically diverse, the 411 square miles served by the District extends from the Continental Divide out into the agriculture plains. Parts of four counties (Boulder, Broomfield, Larimer and Weld) fall within the District's boundaries. The District also serves thirteen different communities: eastern Boulder, Broomfield, Dacono, Erie, Firestone, Frederick, Hygiene, Longmont, Lyons, Mead, Niwot, Peaceful Valley, and Raymond. The District – the seventh largest in the state of Colorado – has 1 standalone early childhood learning center, 25 elementary schools, 2 PK-8, 1 K-8, 8 middle schools, 1 middle/senior, 7 high schools, 1 alternative high, 1 online high, 1 online PK-12, 4 P-TECH programs, 6 charter schools, and as well as the Innovation Center, Main Street Special Education, Career Technology and Elevation Center, and high-quality homeschool enrichment. The District serves approximately 33,000 students.

The financial reporting entity consists of the District and organizations for which the District is financially accountable. All organizations that are not legally separate are part of the District. In addition, any legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits to or impose financial burdens on the District, and fiscal dependency.

Discretely Presented Component Units – Charter Schools

The Colorado State Legislature enacted the Charter School Act – Colorado Revised Statutes (C.R.S.) Section 22-30.5-101 in 1993. This Act permits the District to contract with individuals and organizations for the operation of schools within the District. The statutes define these contracted schools as "charter schools". Charter schools are financed from a portion of the District's School Finance Act revenues and from revenues generated by the charter schools, within the limits established by the Charter School Act. Each charter school is a legally separate entity and appoints its own governing board; however, the District's Board of Education must approve all charter school applications.

The charter schools are discretely presented component units because of the significance of their financial accountability to and fiscal dependency on the District. They are all considered nonmajor.

The District's Board of Education has approved six charter school applications, Aspen Ridge Preparatory School, K-8; Carbon Valley Academy, grades K-8; Firestone Charter Academy, grades PK-8; Flagstaff Academy, grades PK-8; St. Vrain Community Montessori School, PK-8; and Twin Peaks Classical Academy, grades PK-12. All six charter schools were operational during the fiscal year. No new charter applications have been received.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Discretely Presented Component Units – Charter Schools (Continued)

Separately audited financial reports for Aspen Ridge Preparatory School, Carbon Valley Academy, Firestone Charter Academy, Flagstaff Academy, St. Vrain Community Montessori School, and Twin Peaks Classical Academy are available from the individual charter schools.

Fund Accounting

The District uses funds to report its financial position and changes in financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate “fund types”.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), the servicing of long-term debt (debt service fund), and the construction of new schools (capital projects funds). The District has three major governmental funds.

General Fund – The *General Fund* is the District’s general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund. Major revenue sources include local property taxes, specific ownership (personal property) taxes, and State of Colorado equalization funding, as determined by the School Finance Act of 1994, as amended. The *Risk Management Fund* is reported as sub-fund of the *General Fund*. Moneys allocated to the *Risk Management Fund* from the *General Fund* are used to account for the payment of loss or damage to the property of the District, workers’ compensation, property and liability claims, and the payment of related administration expenses.

Expenditures include all costs associated with the daily operation of the schools, except for programs funded by certain grants from federal and state governments, school construction, certain capital outlay expenditures, debt service, food service operations, and extracurricular athletic and other pupil activities.

Bond Redemption Fund – The District has one debt service fund used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs. The fund’s primary revenue source is local property taxes levied specifically for debt service.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Accounting (Continued)

Capital Projects Funds – The District has two capital projects funds, the *Building Fund*, a major fund, and the *Capital Reserve Fund*, a nonmajor fund. The *Building Fund* accounts for the proceeds of bond sales and expenditures for capital outlay for land, buildings, improvements of grounds, construction of buildings, additions or remodeling of buildings or initial, additional and replacement equipment. The *Capital Reserve Fund* is used to account for the District-designated allocation of resources and other revenues for on-going capital project needs of the District, such as equipment purchases.

The remaining governmental funds are nonmajor Special Revenue Funds. Special Revenue Funds account for revenues derived from earmarked revenue sources, charges for supporting educational services, and tuition. Special Revenue Funds consist of *Community Education Fund*, *Fair Contributions Fund*, *Government Designated-Purpose Grants Fund*, *Nutrition Services Fund*, and *Student Activity Fund*.

Proprietary funds focus on the determination of the changes in fund net position, financial position, and cash flows and are classified as either enterprise or internal service.

Enterprise Funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District has no enterprise funds.

Internal Service Funds account for the financing of services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost reimbursement basis. The District's only internal service fund is the *Self Insurance Fund*. This fund accounts for the financial transactions related to specific healthcare and dental plans.

Fiduciary fund reporting focuses on net position and changes in net position. Fiduciary funds are used to report fiduciary activities for pension trust funds, investment trust funds, private-purpose trust funds, and custodial funds. The three types of trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics. Custodial funds are custodial in nature (assets equal liabilities) and use the economic resources measure focus. The District has no trust or custodial funds.

Government-wide and Fund Financial Statements

The District's financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the District and its component units. *Governmental activities* are normally supported by taxes and intergovernmental revenues and are reported as the *primary government*. The legally separate charter schools are reported as *component units* for which the District is financially accountable.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund 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*. With this measurement focus, operating statements present increases and decreases in net current assets and unassigned fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

Governmental fund 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 after year-end. However, some state or federal grants may extend to as much as 90 days after year-end.

Property taxes, specific ownership taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so 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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Under Colorado law, all property taxes become due and payable on January 1 in the year following that in which they are levied. Property taxes are levied on December 15 based on the assessed value of the property as certified by the county assessor. Payments are due in full on April 30, or in two installments on February 28 and June 15. When taxes become delinquent, the property is sold at the tax sale on September 30. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

The effect of interfund activity has been eliminated from the government-wide financial statements. However, the process of consolidation does not eliminate the interfund services provided and used.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 fund are charges to other funds for insurance premiums. Operating expenses include the cost of services and other administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

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

Cash and Cash Equivalents – All cash on hand, demand deposits, and highly liquid investments with a maturity of three months or less when purchased are considered to be cash and cash equivalents.

Investments are either measured at amortized cost, net asset value which approximates fair value, or at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, and as amended by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*.

Restricted Cash – Certain assets of the *Bond Redemption* and *Self Insurance Funds*, as well as component units, are classified as restricted because their use is restricted to liabilities related to debt payments or to requirements of self-insurance trust deposits.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Receivables – All receivables are reported at their gross value since all amounts are considered collectible, except for property taxes receivable which are presented net of an allowance for uncollectable taxes. Transactions between funds that are outstanding at the end of the fiscal year are identified as interfund receivables/payables in the fund financial statements.

Prepaid Items – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method.

Inventories – Inventories are valued at average cost. The costs of inventories are recorded as expenditures when consumed rather than when purchased. The federal government donates surplus commodities to supplement the National School Lunch Program. Such commodities are recorded as non-operating, non-cash revenues when received.

Capital Assets – Capital assets, which include property and equipment, are reported in the governmental activities of the government-wide financial statements. Capital assets are defined by the District as assets with an individual cost of \$5,000 or greater, and an estimated useful life in excess of one year. Such assets are recorded at acquisition cost or estimated acquisition cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

Property and equipment are depreciated using the straight-line method over the following estimated useful lives.

Land improvements	20 years
Buildings (including modular buildings)	15-50 years
Building improvements	7-50 years
Equipment	3-20 years

Leases – In accordance with GASB Statement No. 87, *Leases*, the District policy for right-to-use lease asset capitalization is \$5,000 (per unit). The District amortization is calculated using straight-line over the useful life of an asset, which is the shorter of the lease term or the useful life of the underlying asset. The lease liability is calculated using future lease payments, discounted the interest rate the lessor charges the lessee. If the interest rate cannot be readily determined by the lessee, the District uses the estimated incremental borrowing rate.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Subscriptions – In accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITAs), the District policy for asset capitalization is \$5,000 (per unit). The District amortization is calculated using straight-line over the useful life of the software subscription or digital license, which is the shorter of the SBITA term or the useful life of the underlying subscription/license. The SBITA liability is calculated using future lease payments, discounted the interest rate the lessor charges the lessee. If the interest rate cannot be readily determined by the lessee, the District uses the estimated incremental borrowing rate.

Deferred Outflows of Resources (related to debt) – In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. For refunding of debt resulting in defeasance, deferred outflow of resources is the difference where the net carrying value of the old debt is less than the reacquisition price. The District's refundings have resulted in deferred outflows of resources of \$4,092,434 at June 30, 2025.

Compensated Absences – In fiscal year 2025, the District adopted GASB Statement No. 101, *Compensated Absences*, which requires recognition of estimated liabilities for employees' unused leave as of the reporting date. Vacation leave is recognized at the employee's current rate as of June 30, 2025, while annual and personal leave are recognized at the current rate when it is more likely than not to be used during their employment. Any remaining annual or personal leave is calculated at a reduced rate that varies by length of service.

Long-Term Debt – In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term obligations related to debt are reported as liabilities in the applicable governmental activities or proprietary funds. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method that recognizes amortization in proportion to bond interest payments. Issuance costs are reported as expenses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of the debt issued is reported as other financing sources. Premiums and discounts on debt issuances are reported as other financing sources or uses. Issuance costs are reported as debt service expenditures.

Unearned Revenue – consists of unearned tuition, fees, and grant revenues.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Pensions – The District participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). The net pension liability, 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.

Postemployment Benefits Other Than Pensions (OPEB) - 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.

Deferred Outflows of Resources and Deferred Inflows of Resources (related to pensions and OPEBs) – can result from the net difference between expected and actual experience, projected and actual earnings on pension plan investments, changes in the District's proportionate of the net pension liability, changes of assumptions, as well as contributions made by the District to PERA after PERA's measurement date. Generally, deferred inflows are not aggregated with deferred outflows.

On-Behalf Payments – GAAP requires that direct on-behalf payments for fringe benefits and salaries made by one entity to a third-party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. Beginning on July 1, 2018, the State of Colorado is required to make a payment to PERA each year equal to \$225 million. PERA allocates the contribution to the trust funds of the State, School, Denver Public Schools, and Judicial Division Trust Funds of PERA, as proportionate to the annual payroll of each division. This annual payment is required on July 1st of each year thereafter until there are no unfunded actuarial accrued liabilities of any division of PERA that receives the direct distribution.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Net Position/Fund Equity – In the government-wide financial statements, net position is restricted when constraints placed on the net position are externally imposed. In the fund financial statements, governmental funds report fund balances as nonspendable, restricted, committed, assigned, and unassigned.

- *Nonspendable* balances include deposits, inventories, and prepaid items.
- *Restricted* balances are those imposed by creditors, grantors, contributors, or laws and regulations and include TABOR, the Colorado Preschool Program, debt service, and statute-defined special revenue funds (including student extracurricular/interscholastic fee-based programs and community education programs).
- *Committed balances are those constrained to specific purposes through formal action by the District Board of Education, the highest level of decision-making authority. They include, but are not limited to, capital projects, contingencies, risk management activities, and special revenue funds with intergovernmental agreements. Commitments cannot be used for any other purpose unless the board takes action (e.g. via resolution) to modify or rescind them.*
- *Assigned* balances are amounts that can be used for a specific purpose, but do not meet the criteria of restricted or committed. They include, but are not limited to, instructional supplies and materials; the Superintendent's 12-month employment contract; encumbrances; appropriated fund balances of the subsequent year; and the Mill Levy Override. Per district policy, intended use may be expressed by the District's Board of Education and assigned by authorized individuals including the Superintendent or Chief Financial Officer.
- *Unassigned* balances are those that do not meet the definitions described above. The District reports positive unassigned fund balance only in the General Fund. Negative unassigned balances may be reported in all 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, followed by committed fund balance, assigned fund balance, and, lastly, unassigned fund balance.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

Under Colorado law, all property taxes become due and payable in the calendar year following that in which they are levied. The District's property tax calendar for 2025 is as follows:

Tax Year

Beginning of fiscal year for taxes	January 1
Assessed valuation initially certified by County Assessors	August 25
Property tax levy by Board of Education for ensuing calendar year	December 10
Tax levy certified to County Commissioners	December 15
County Commissioners certify levy to County Treasurers	January 10

Collection Year

Mailing of tax bills (lien date)	January 1
First installment due	February 28
Taxes due in full (unless installments elected by taxpayer)	April 30
Second installment due	June 15

Property taxes are recorded initially at the budgeted collection rate as deferred revenue in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected in governmental funds and in the period for which the taxes are levied in the government-wide statements. The District has deferred inflows from property tax collection at June 30, 2025 in the amount of \$4,722,617. Property taxes are remitted to the District by the County Treasurers by the tenth of the month following collections by the respective counties, except for the months of March, May, and June in which the District receives an additional remittance from each county for collections through the twentieth of those months. Uncollectible taxes, estimated to be 0.25% of the amount levied or \$764,038, are netted against taxes receivable.

A fee of 0.25% on General Fund collections is retained by each County on their respective collections as compensation for collecting the taxes and is reflected as an expenditure in the General Fund.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with US GAAP rather than the budget basis for all funds. Budget basis is similar to cash basis, in that revenues are recognized when cash is received, and expenditures are recorded when payments are made. However, the primary differences in budgeting on a US GAAP basis include accruals for compensation earned but not paid as of fiscal year end, and recognition of deferred revenues. All annual appropriations lapse at fiscal year-end.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgets are required by state law for all funds. Prior to June 1, the Superintendent of Schools submits to the Board of Education a proposed budget for all funds for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. Public hearings are conducted by the Board of Education to obtain taxpayer comments. Prior to June 30, the budget is adopted by formal resolution.

Total expenditures for each fund and sub-fund may not legally exceed the amount appropriated. Appropriations for a fund may be increased provided they are offset by unanticipated revenues. Authorization to transfer budgeted amounts between departments within any fund and the reallocation of budget line items within any department within any fund rests with the Superintendent of Schools. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.

The Board of Education throughout the fiscal year may amend budgetary amounts within each fund. Individual amendments to the General Fund budget, if material in relation to the original appropriation, are described in the Notes to Required Supplementary Information. All other fund budgets were also amended during the fiscal year. Although not material in relation to the total appropriation, most were significant in relation to the individual fund's original appropriation.

The encumbrance system of accounting is used wherein encumbrances outstanding at year-end are not reported as expenditures in the financial statements for US GAAP purposes, but are reported as assignment of fund balance for subsequent years' expenditures based on the encumbered appropriation authority carried over.

Accountability

For fiscal year 2025, Board policy required a minimum budget of \$8,877,260 in the General Fund for instructional supplies, materials, equipment, and activities. The District expended \$18,075,518 for instructional purposes during fiscal year ended June 30, 2025.

Board policy also required funding the *Capital Reserve* and *Risk Management Funds* at a combined total of \$507 per student, or a minimum of \$14,108,999 for the fiscal year, to meet its various capital and risk-related needs, respectively. The District allocated \$9,882,676 to *Capital Reserve Fund* and \$4,600,000 to *Risk Management Fund* for a total of \$14,482,676 during fiscal year ended June 30, 2025.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 3: DEPOSITS AND INVESTMENTS

At June 30, 2025, the District's and component units' deposits and investments were reported in the financial statements as follows:

	<u>District</u>	<u>Component Units</u>
Cash and investments	\$ 586,784,738	\$ 25,335,641
Cash with fiscal agent	3,122,302	-
Restricted cash and investments	<u>112,198,727</u>	<u>6,117,500</u>
Governmental activities	<u>\$ 702,105,767</u>	<u>\$ 31,453,141</u>

At June 30, 2025, the District and component units had cash and investments with the following carrying balances:

	<u>District</u>	<u>Component Units</u>
Cash and deposits	\$ 20,591,566	\$ 15,925,893
Cash with fiscal agent	3,122,302	-
Investments measured at net asset value	363,481,544	6,741,998
Investments measured at amortized cost	-	4,506,992
Investments measured at fair value	<u>314,910,355</u>	<u>4,278,258</u>
	<u>\$ 702,105,767</u>	<u>\$ 31,453,141</u>

Deposits

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 regulations. 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 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 at least equal to 102% of the deposits. The District does not have a deposit policy.

As of June 30, 2025, the District and its component units' deposits are covered by the Federal Deposit Insurance Corporation (FDIC) and PDPA.

Custodial Credit Risk – This is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. State statute requires the District to use eligible public depositories as defined by PDPA. Although the District does not have a formal custodial credit risk policy, its deposits as of June 30, 2025 were held at eligible public depositories.

Cash with Fiscal Agent

Property taxes collected by the counties through June 30, 2025 were not received by the District until 10 days after fiscal year end. These cash collections are reported as cash with fiscal agent.

Restricted Cash and Investments

Bond Redemption Fund's deposits and investments totaling \$107,746,992 are restricted for the payment of voter-approved long-term debt principal, interest, and related costs. The Self Insurance Fund's deposits and investments of \$4,451,735 are restricted for the purposes of the medical and dental self-insurance trust funds. The component units' deposits and investments totaling \$6,117,500 are restricted for construction and debt payments.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Investments

Colorado statutes specify instruments meeting defined rating and risk criteria in which local governments may invest, which include, but are not limited to, the following:

- Obligations of the United States, certain U.S. Agency securities, and World Bank
- General obligation and revenue bonds of U.S. local government entities
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Local government investment pools

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

The District and its component units have investments measured at the following:

- Net Asset Value (NAV) – which approximates fair value, including money market funds, and certain investment pools as defined by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*;
- Amortized Cost – including bank certificates of deposits and certain other investment pools as defined by GASB Statement No. 79; or
- Fair Value – including money market mutual funds and U.S. securities, notes or bonds in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

Local Government Investment Pools – At June 30, 2025, the District and its component units invested in the Colorado Government Liquid Asset Trust (COLOTRUST), the Colorado Surplus Asset Fund Trust (CSAFE), and the Colorado Statewide Investment Program (CSIP), which are money market investment pools established for local government entities in Colorado to pool surplus funds. The pools are regulated by the Colorado Securities Commissioner. These pools operate similar to a money market fund and each share is equal in value to \$1.00. Investments of the pools consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services to the pools in connection with the direct investment and withdrawal functions of the pools. Substantially all securities owned by the pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the specific pool. To obtain more information, go to www.colotrust.com, www.csafe.org, and www.csipinvest.com.

COLOTRUST is valued using the NAV per share (or its equivalent) of the investments. COLOTRUST does not have any unfunded commitments, redemption restrictions or redemption notice periods. At June 30, 2025, the District's investments measured at NAV include \$363,481,544 with COLOTRUST, with a rating of AAAM. The component units' investments are \$6,741,998 with COLOTRUST.

CSAFE and Colorado Statewide Investment Program (CSIP) are valued at amortized cost. The component units' investments measured at amortized cost include \$2,050,508 with CSAFE, with a rating of AAAM, which conforms to C.R.S Section 24-75-601, as well as \$2,456,484 with CSIP as of June 30, 2025.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

The District and its component units categorize 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 significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

At June 30, 2025, the District had fair market investments, primarily in government securities rated AA and Aa, of \$314,910,355 (shown below). The component units had money market funds, rated AAAm and Aaa-mf, of \$4,278,258. All are measured at Level 1 inputs.

<u>Investments by Fair Value Level</u>	<u>June 30, 2025</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasury Obligations	\$ 312,484,017	\$ 312,484,017	\$ -	\$ -
Total Investments at Fair Value	312,484,017	<u>\$ 312,484,017</u>	<u>\$ -</u>	<u>\$ -</u>
Investments at Net Asset Value				
External Investment Pool	2,426,338			
Total Investments	<u>\$ 314,910,355</u>			

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to declines in fair value due to rising interest rates, the Board’s investment policy requires that the majority of its investments be in cash and cash equivalents with maturity dates of 90 days or less. Any medium-term investments of between 91 days and three years may be made based on expected use of funds. Funds not needed for the foreseeable future, such as the TABOR reserve, could be invested in long-term securities with maturity dates greater than three years.

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>		
	<u>Total</u>	<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>
U.S. Treasury Obligations	\$ 312,484,017	\$ -	\$ 312,484,017
Investment Pool	2,426,338	2,426,338	-
Totals	<u>\$ 314,910,355</u>	<u>\$ 2,426,338</u>	<u>\$ 312,484,017</u>

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. 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 – This is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. Given the relative low risk of U.S. agency securities, the District has not established a policy limiting the amount of investment in this type of security and deems it unnecessary at this time.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 4: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Amounts owed to one fund by another, which are due within one year, are reported as due to other funds. These balances arise during the normal course of business to meet short-term cash flow needs with the District's use of pooled cash. Due to/from other funds as of June 30, 2025 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Governmental Designated-Purpose Grants Fund	\$ 5,860,202
General Fund	Nutrition Services Fund	230,174
		<u>\$ 6,090,376</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers during fiscal year 2025 were as follows:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
General Fund	Building Fund	\$ 4,298,300
General Fund	Capital Reserve Fund	1,700
General Fund	Fair Contributions Fund	72
Capital Reserve Fund	General Fund	342,292
Capital Reserve Fund	Risk Management Fund	201,766
Capital Reserve Fund	Community Education Fund	359,099
Capital Reserve Fund	Student Activity Fund	273,187
Community Education Fund	Student Activity Fund	488
Student Activity Fund	Community Education Fund	32,096
		<u>\$ 5,509,000</u>

During fiscal year June 30, 2025, the above one-time transfers were for the following reasons:

1. \$4,300,072 to make whole the General Fund for its advanced purchase of land, which was part of the voter approved bond election in November 2024;
2. \$1,176,344 to fund special projects that fall outside the normal scope of the Capital Reserve capital needs; and
3. \$32,584 to transfer an award/gift received to the proper fund.

The \$128,114 due from component units represents the timing of receipts for services provided to the charter schools toward the end of the fiscal year. The \$1,088,013 represents the amount due to the charter schools for FY25 state- and federal-related grants received by the District after June 30, 2025.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 5: CAPITAL ASSETS

The following is a summary of changes in the District's capital assets for the year ended June 30, 2025:

	Balance 7/1/2024	Additions	Deletions, Adjustments & Reclassifications	Transfers	Balance 6/30/2025
Non-Depreciable Assets					
Land	\$ 25,520,799	\$ -	-	-	\$ 25,520,799
Projects in progress	2,882,172	49,758,244	(182,219)	(894,403)	51,563,794
Water Rights	1,091,078	-	-	-	1,091,078
Total non-depreciable assets	29,494,049	49,758,244	(182,219)	(894,403)	78,175,671
Depreciable Assets					
Land Improvements	35,292,804	-	-	7,500	35,300,304
Buildings	440,337,711	-	-	-	440,337,711
Building Improvements	313,203,812	-	-	-	313,203,812
Leasehold Improvements	1,585,908	-	-	-	1,585,908
Equipment	104,973,809	5,720,644	(14,905,960)	886,903	96,675,396
Total Depreciable Assets	895,394,044	5,720,644	(14,905,960)	894,403	887,103,131
Lease Assets					
Lease Assets - Buildings	1,919,093	569,015	-	-	2,488,108
Lease Assets - Equipment	4,087,516	-	(2,468,037)	-	1,619,479
Lease Assets - Subscriptions	6,650,579	3,614,009	(463,155)	-	9,801,433
Total Lease Assets	12,657,188	4,183,024	(2,931,192)	-	13,909,020
Less accumulated depreciation for					
Land Improvements	24,764,901	959,624	-	-	25,724,525
Buildings	138,688,227	7,768,315	-	-	146,456,542
Building Improvements	145,637,647	14,700,258	-	-	160,337,905
Leasehold Improvements	925,113	396,477	-	-	1,321,590
Equipment	52,183,865	9,797,556	(13,324,378)	-	48,657,043
Total Accumulated Depreciation	362,199,753	33,622,230	(13,324,378)	-	382,497,605
Less accumulated amortization for					
Lease Assets - Buildings	1,119,472	490,509	-	-	1,609,981
Lease Assets - Equipment	2,711,402	534,309	(2,468,037)	-	777,674
Lease Assets - Subscriptions	1,625,704	1,949,207	(463,155)	-	3,111,756
Total Accumulated Amortization	5,456,578	2,974,025	(2,931,192)	-	5,499,411
Depreciable/Amortized Assets, net	540,394,901	(26,692,587)	(1,581,582)	894,403	513,015,135
Governmental activities					
Total capital activities, net	\$ 569,888,950	\$ 23,065,657	\$ (1,763,801)	\$ -	\$ 591,190,806

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

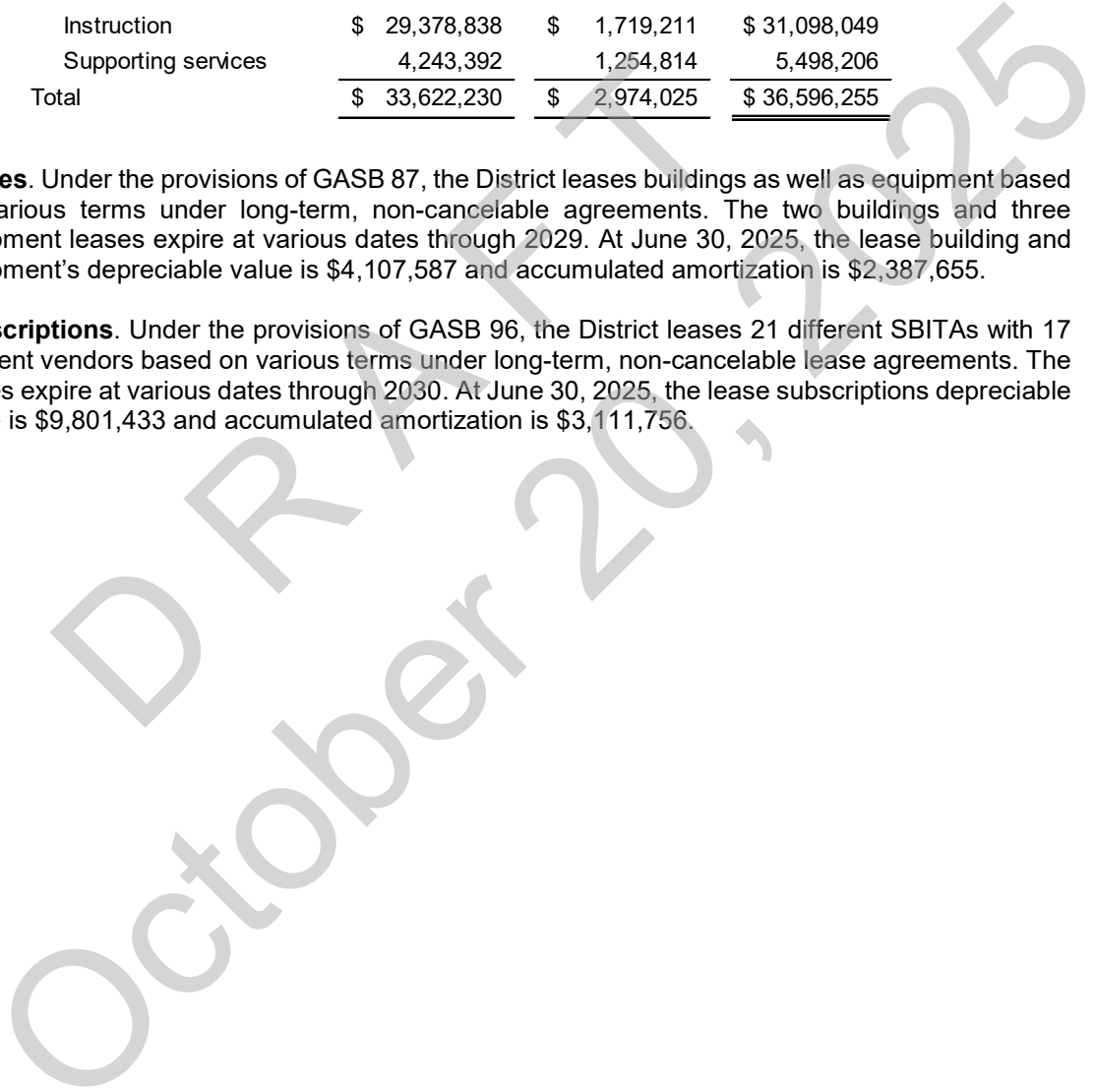
NOTE 5: CAPITAL ASSETS (Continued)

Depreciation and amortization expenses were charged to functions/programs of the District, as follows:

	Depreciation	Amortization	Total
Governmental Activities			
Instruction	\$ 29,378,838	\$ 1,719,211	\$ 31,098,049
Supporting services	4,243,392	1,254,814	5,498,206
Total	\$ 33,622,230	\$ 2,974,025	\$ 36,596,255

Leases. Under the provisions of GASB 87, the District leases buildings as well as equipment based on various terms under long-term, non-cancelable agreements. The two buildings and three equipment leases expire at various dates through 2029. At June 30, 2025, the lease building and equipment's depreciable value is \$4,107,587 and accumulated amortization is \$2,387,655.

Subscriptions. Under the provisions of GASB 96, the District leases 21 different SBITAs with 17 different vendors based on various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2030. At June 30, 2025, the lease subscriptions depreciable value is \$9,801,433 and accumulated amortization is \$3,111,756.



St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 5: CAPITAL ASSETS (Continued)

Component Units' Capital Assets

The following is a summary of changes in the component units' capital assets for the year ended June 30, 2025:

	<u>Balance 7/1/2024</u>	<u>Additions</u>	<u>Reclassifications & Deletions</u>	<u>Balance 6/30/2025</u>
Component units				
Non-depreciable assets				
Land	\$ 3,270,233	\$ -	-	\$ 3,270,233
Construction in progress	367,567	121,485	-	489,052
Total non-depreciable assets	<u>3,637,800</u>	<u>121,485</u>	<u>-</u>	<u>3,759,285</u>
Depreciable assets				
Building	62,219,582	916,499	-	63,136,081
Leasehold improvements	5,932,939	439,421	-	6,372,360
Furniture & equipment	2,627,676	167,869	-	2,795,545
Right-to-use lease assets	8,846,413	-	-	8,846,413
Total depreciable assets	<u>79,626,610</u>	<u>1,523,789</u>	<u>-</u>	<u>81,150,399</u>
Less accumulated depreciation and amortization	14,357,755	1,180,733	-	15,538,488
	<u>7,348,442</u>	<u>1,588,867</u>	<u>-</u>	<u>8,937,309</u>
Total accum deprec/amortization	<u>21,706,197</u>	<u>2,769,600</u>	<u>-</u>	<u>24,475,797</u>
Total depreciable/lease assets, net	<u>57,920,413</u>	<u>(1,245,811)</u>	<u>-</u>	<u>56,674,602</u>
Total capital and lease assets, net	<u>\$61,558,213</u>	<u>\$ (1,124,326)</u>	<u>\$ -</u>	<u>\$60,433,887</u>

Depreciation and amortization have been charged to the supporting services programs of the component units.

NOTE 6: ACCRUED SALARIES AND BENEFITS

Salaries and benefits of certain contractually employed personnel are paid over a twelve-month period from August to July, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid at June 30, 2025 are determined to be as follows:

General Fund	\$ 19,474,572
Other funds	1,822,587
Total governmental funds	<u>\$ 21,297,159</u>
Component units	<u>\$ 1,891,224</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES

The District's non-current debt, financing obligations, and other liabilities changed as follows during the year ended June 30, 2025.

Governmental Activities	Balance 7/1/2024	Additions	Payments/ Amortization	Balance 6/30/2025	Due within One Year
General obligation bonds	\$ 296,775,000	\$ 342,960,000	\$ (89,000,000)	\$ 550,735,000	\$ 66,540,000
Deferred bond premium	12,886,669	34,561,644	(8,751,158)	38,697,155	-
Lease purchases	17,207,269	-	(5,855,587)	11,351,682	5,979,749
Building leases	894,848	569,015	(456,616)	1,007,247	581,681
Equipment leases	1,067,917	-	(511,888)	556,029	520,128
Subscriptions	3,014,095	3,599,759	(3,380,232)	3,233,622	1,024,903
Compensated absences	8,088,917	-	(30,699)	8,058,218	1,759,536
Subtotal of debt and financing obligations	339,934,715	381,690,418	(107,986,180)	613,638,953	76,405,997
Net pension liability	673,468,945	-	(51,103,139)	622,365,806	-
OPEB liability	16,261,565	-	(5,219,038)	11,042,527	-
Subtotal of net pension and OPEB liabilities	689,730,510	-	(56,322,177)	633,408,333	-
Total	\$ 1,029,665,225	\$ 381,690,418	\$ (164,308,357)	\$ 1,247,047,286	\$ 76,405,997

General Obligation Bonds

Description, Interest Rates, and Maturity Dates

Balance
due at
June 30, 2025

Building Bonds (Series 2010B), taxable (Direct Pay Build America Bonds), original amount of \$76,410,000, due in varying installments on December 15 from 2026 through 2033, interest from 5.34% to 5.79%. \$ 76,410,000

Refunding Bonds (Series 2016), original amount of \$115,155,000, due in varying installments through December 15, 2033, interest from 2.5% to 5.0%. Proceeds used to retire \$13,035,000 and \$102,700,000 of outstanding building bonds (Series 2005B and 2009, respectively). Premium of \$12,871,395 received upon issuance is being amortized on an effective interest method 92,065,000

Building Bonds (Series 2016C), original amount of \$200,000,000, due in varying installments through December 15, 2032, interest from 3.0% to 5.0%. Premium of \$23,640,238 received upon issuance is being amortized on an effective interest method. Amounts defeased were \$73,175,000 and \$43,825,000 during fiscal years 2024 and 2025, respectively. Premium amortizations were adjusted accordingly. 39,300,000

Building Bonds (Series 2024), original amount of \$342,960,000, due in varying installments through December 15, 2039, interest at 5.0%. Premium of \$34,561,644 received upon issuance is being amortized on an effective interest method. 342,960,000

Total general obligation bonds payable \$ 550,735,000

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

General Obligation Bonds (Continued)

Bond payments to maturity are as follows:

Year ending June 30	GO Bonds		
	Principal	Interest	Total
2026	\$ 66,540,000	\$ 25,535,339	\$ 92,075,339
2027	69,705,000	22,125,067	91,830,067
2028	39,620,000	19,364,923	58,984,923
2029	41,645,000	17,284,212	58,929,212
2030	43,780,000	15,144,926	58,924,926
2031-2035	190,150,000	43,655,601	233,805,601
2036-2040	99,295,000	12,895,875	112,190,875
	<u>\$ 550,735,000</u>	<u>\$ 156,005,943</u>	<u>\$ 706,740,943</u>

For fiscal year ended June 30, 2025, the District's legal debt limit was \$1,069,183,322 and its legal debt margin was \$518,448,322.

Defeasance. On November 13, 2024, the District's Board of Education approved a resolution to defease the remaining maturities from General Obligation Bonds, Series 2014, and select maturities from General Obligation Bonds, Series 2016C. On November 14, 2024, the District deposited a required amount of \$38,405,787 – the present value amount to be used to purchase state and local government securities (SLGS) – to an escrow account for 2014 bonds maturing on December 15, 2024 through 2026, in the aggregate principal amount of \$37,465,000. The escrow account and earnings from the SLGS will pay interest on the defeased bonds semi-annually beginning December 15, 2024, through December 15, 2026, the dates on which the bonds mature. The difference between the reacquisition price and carrying amount of the debt is \$294,481, and is reported as a loss on the in-substance defeasance. In addition, on November 22, 2024, the District deposited a required amount of \$46,182,902 – the present value amount to be used to purchase SLGS – to an escrow account for 2016C bonds maturing on December 15, 2025 through 2029, in the aggregate principal amount of \$43,825,000. The escrow account and earnings from the SLGS will pay interest on the defeased bonds semi-annually beginning December 15, 2024, through December 15, 2029. The difference between the reacquisition price and carrying amount of the debt is \$315,909, and is reported as a gain on the in-substance defeasance

The amount of all defeased debt outstanding as of June 30, 2025 is \$146,965,000.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Leases and Subscriptions

Technology Lease Purchase. The District entered into lease purchase agreements for technology equipment beginning in 2023 and 2024. The future minimum lease obligations for the technology equipment and the net present value of the future payments, with an imputed or stated interest rate of 5.42% and 1.70%, respectively, at June 30, 2025 are as follows:

Year ending June 30	Lease Purchase		
	Principal	Interest	Total
2026	\$ 5,979,749	\$ 218,932	\$ 6,198,681
2027	5,371,933	91,323	5,463,256
	<u>\$ 11,351,682</u>	<u>\$ 310,255</u>	<u>\$ 11,661,937</u>

Building Leases. On July 1, 2021, the District entered into a 60-month lease agreement with GCC Longmont Holdings, LP, for the APEX homeschool program. Fixed monthly payments are due through June 30, 2026. The District's incremental borrowing rate is 3.75%.

On October 1, 2024, the District entered into a 48-month lease agreement with BPA Office Investors, LLC, for a central administration space expansion. Beginning February 1, 2025, fixed monthly payments are due through September 30, 2028. The incremental borrowing rate is 2.37%.

Equipment Leases. The District has various equipment leases as follows:

- A cell tower lease with American Towers LLC with fixed monthly payments through 2024 and an additional 3-year extension through 2027.
- An equipment lease with Turf Tank One Robot with fixed annual payments through 2028.
- A drone performance equipment lease with Firefly Drone Systems with fixed annual payments through June 2026.

The District's incremental borrowing rates range from 1.50% to 3.33% for equipment leases.

The future minimum lease obligations and net present value of these building and equipment minimum lease payments are as follows:

Year ending June 30	Leases		
	Principal	Interest	Total
2026	\$ 1,101,809	\$ 35,158	\$ 1,136,967
2027	223,135	8,561	231,696
2028	192,985	3,858	196,843
2029	45,347	179	45,526
	<u>\$ 1,563,276</u>	<u>\$ 47,756</u>	<u>\$ 1,611,032</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Leases and Subscriptions (Continued)

Subscriptions. The District has various SBITAs as follows:

- ANM DNA software, a 36-month subscription, with an upfront payment in 2024.
- COLBi software, a 60-month subscription, with fixed annual payments through 2029.
- Cisco DNA software-driven enterprise subscription with fixed annual payments through June 2030.
- Two (2) Discovery Education Science subscriptions supporting grades K-5 and 6-8 academics, paid upfront yet expiring June 2030.
- Edthena Video Coaching, a 36-month subscription, with fixed annual payments through 2027.
- enVision subscription with an upfront payment and lease expiration of 2029.
- Three (3) different Gale software packages with fixed annual payments through 2026.
- Two (2) different high school math subscriptions, one with Cengage Learning and the other with Savvas Learning Company, both paid upfront yet expiring in 2031.
- ImmerseMe academic software with fixed annual payments through 2029.
- Kronos software and support with fixed annual payments through 2026.
- Two (2) different middle school social studies subscriptions, one with Newsela and the other with TCi, both paid upfront yet expiring in 2031.
- OPG 3 Laserfiche Enterprise Content Management solution with fixed annual payments through June 2027.
- Payment Works, a 65-month subscription, with fixed annual payments through 2030.
- Vista Perspectives with an upfront payment and lease expiration of 2029.
- WebEx Suite, a 36-month subscription with ANM, with fixed annual payments through 2027.
- World Language software with an upfront payment and lease expiration of 2029.

The District's incremental borrowing rates range from 0.5770% to 3.7100% for subscriptions. The future minimum lease obligations and net present value of these minimum lease payments are as follows:

Year ending June 30	Subscriptions		
	Principal	Interest	Total
2026	\$ 1,024,903	\$ 86,091	\$ 1,110,994
2027	887,341	59,701	947,042
2028	458,406	34,481	492,887
2029	470,355	22,531	492,886
2030	392,617	10,270	402,887
	<u>\$ 3,233,622</u>	<u>\$ 213,074</u>	<u>\$ 3,446,696</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Compensated Absences. In fiscal year 2025, the District adopted GASB Statement No. 101, *Compensated Absences*, which include both vacation and annual leave.

Non-Certified employees assigned to a 248-day calendar earn vacation leave which may accumulate up to 240 hours. All unused vacation is payable upon separation from the District. Employees are compensated for earned but unused vacation or must repay any used leave that was unearned. In addition to the vacation leave, non-certified employees earn personal leave. Up to 40 Hours of unused personal leave per employee rolls over each year and the remaining balance of personal leave is converted on June 30th each year to sick leave. Sick leave is payable to employees after 10 years of service at 50 percent of an employee's current hourly rate for all hours above 20 workdays up to a maximum of 150 workdays, upon separation from the District. The unpaid liability for earned vacation is recorded in the government-wide financial statements.

Certified employees earn 77 hours of annual leave for each year of employment on a pro-rata basis. At the end of each year up to 35 hours of unused annual leave may be paid out at a rate of \$60 per 7-hour block of time. Any remaining annual leave hours are converted to sick leave June 30th each year. Sick leave is payable upon separation for certified employees with 10 years of service to the District when retiring through PERA or 20 years of District service. Payment for the unused sick leave hours is based on years of service, up to a maximum of 875 hours. Those with 10, 15, 20, and 25 years of service are paid \$60, \$70, \$85, and \$100 per seven-hour increment, respectively.

The net change during the fiscal year for compensated absences was a decrease of \$30,699 for an ending balance of \$8,058,218 at June 30, 2025.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Component Units' Long-Term Liabilities

Revenue Bonds.

In June 2015, the Colorado Educational and Cultural Facilities Authority (CECFA) issued \$11,235,000 Charter School Revenue Bonds, Series 2015A and 2015B. Bond proceeds were loaned to the Aspen Ridge Preparatory School's Building Corporation to purchase and construct the School's education facilities. The School is obligated under a lease agreement to make monthly lease payments to the Building Corporation for using the facilities. The Building Corporation is required to make equal loan payments to the Trustee, for payment of the bonds. Interest accrues on the bonds at rates ranging from 4.125% to 5.25% and is payable semi-annually on January 1 and July 1. Principal payments are due annually on July 1, through 2047.

In May 2020, CECFA issued \$17,695,000 in Charter School Revenue Bonds, Series 2020. Proceeds from the bonds were used to purchase Firestone Charter Academy's existing building. The Academy is obligated to make monthly lease payments to its Building Corporation for the use of the building. The Building Corporation is required to make equal lease payments to the Trustee, for payment of the bonds. Interest accrues at a rate of 4.50% to 6.0% per year. Principal payments are due annually beginning June 2024 with a balloon payment of \$16,795,000 due June 2027.

In June 2016, CECFA issued \$13,335,000 in Charter School Refunding Revenue Bonds, Series 2016. Proceeds from the bonds were used to advance refund the Flagstaff Academy's 2008 Revenue Bonds. The Academy is required to make equal lease payments to the Building Corporation for the use of the building. The Building Corporation is required to make equal lease payments to the Trustee, for payment of the bonds. Interest accrues at rates ranging from 3.00% to 5.00% per year. The bonds mature in August 2046.

In April 2011, CECFA issued \$4,775,000 of Charter School Revenue Bonds, Series 2011A and 2011B. Proceeds of the bonds were used to construct improvements to the Twin Peaks Charter Academy's building. Interest accrues at a rate of 2.0% to 5.0% per year. The bonds mature in March 2043. In August 2014, CECFA issued \$21,990,000 of Charter School Refunding and Improvement Revenue Bonds, Series 2014. Proceeds of the bonds were used to refund outstanding Series 2008 Bonds, pay and cancel two promissory notes and a line of credit, purchase land, and construct improvements to the Academy's building and site. Interest accrues at a rate of 6.375% to 7.5% per year. The bonds mature in November 2045. The charter school is required to make equal lease payments to the Building Corporation for use of the building. The Building Corporation is required to make lease payments to the Trustee for payment of the bonds.

Leases and Subscriptions.

On August 1, 2021, Carbon Valley Academy entered into a financed lease purchase agreement with Midwest Bus Sales, Inc. for two buses. Ownership transfers upon final payment. The Academy is required to make monthly payments of \$2,788 through July 2028. At June 30, 2025, the liability is \$96,002 with an implicit interest rate of 4.60%.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Component Units' Long-Term Liabilities (Continued)

Leases and Subscriptions (Continued)

On June 17, 2022, Carbon Valley Academy entered into a lease agreement for the school's building. The Academy is required to make monthly payments ranging from \$27,708 to \$60,506 through June 2047. At June 30, 2025, the lease liability is \$8,259,330, with an escalated, interest rate of 3-18% through 2027.

On August 25, 2022, Carbon Valley Academy entered into a lease agreement for two copiers. The Academy is required to make monthly payments of \$1,340 through September 2027. At June 30, 2025, the lease liability is \$18,293 with an implicit interest rate of 4.86%.

On September 1, 2021, Flagstaff Academy entered into a lease agreement with Frontier Business Products for a copier. The Academy is required to make monthly lease payments in the amount of \$1,268 through August 2024 with an implied interest rate of 5%. At June 30, 2025, the lease was paid in full.

On June 16, 2022, Twin Peaks Charter Academy entered into a lease agreement with Frontier Business Products for a copier. The Academy is required to make monthly lease payments in the amount of \$2,609 through May 2026. At June 30, 2025, the lease liability is \$27,990 with an implied interest rate of 5%.

Following is a summary of the component units' long-term liabilities transactions for the year ended June 30, 2025.

Component units	Balance 7/1/2024	Additions	Payments/ Amortization	Balance 6/30/2025	Due within One Year
Revenue bonds	\$ 49,110,000	\$ -	\$(1,140,000)	\$ 47,970,000	\$ 1,190,000
Refunding bonds	11,500,000	-	(295,000)	11,205,000	310,000
Premium	762,482	-	(48,806)	713,676	-
Lease purchase	124,331	-	(28,329)	96,002	29,660
Right-to-use leases	8,447,696	-	(142,083)	8,305,613	155,141
Subtotal	69,944,509	-	(1,654,218)	68,290,291	1,684,801
Net pension liability	53,302,791	-	(4,088,206)	49,214,585	-
OPEB liability	1,287,048	-	(413,843)	873,205	-
Subtotal	54,589,839	-	(4,502,049)	50,087,790	-
Total long term liabilities	\$ 124,534,348	\$ -	\$(6,156,267)	\$ 118,378,081	\$ 1,684,801

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 7: NON-CURRENT DEBT, FINANCING OBLIGATIONS, AND OTHER LIABILITIES (Continued)

Component Units' Long-Term Liabilities (Continued)

Following is a schedule of the debt service requirements for the revenue and refunding bonds as well as the leases:

Year ending June 30	Bonds		Leases		Total
	Principal	Interest	Principal	Interest	
2026	\$ 1,500,000	\$ 2,652,120	\$ 184,801	\$ 303,876	\$ 4,640,797
2027	18,060,000	2,590,326	188,031	296,562	21,134,919
2028	1,330,000	1,770,485	201,915	289,066	3,591,466
2029	1,395,000	1,701,048	186,564	281,754	3,564,366
2030	1,470,000	1,620,958	202,424	274,745	3,568,127
2031-2035	8,580,000	6,895,655	1,327,748	1,243,119	18,046,522
2036-2040	10,830,000	4,643,291	1,961,591	947,108	18,381,990
2041-2045	13,180,000	2,044,767	2,770,270	520,657	18,515,694
2046-2047	2,830,000	110,628	1,378,271	53,283	4,372,182
	<u>\$ 59,175,000</u>	<u>\$ 24,029,278</u>	<u>\$ 8,401,615</u>	<u>\$ 4,210,170</u>	<u>\$ 95,816,063</u>

NOTE 8: RISK FINANCING

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; natural disasters; and health and dental claims of its employees. The District plans to provide for or restore the economic damages of those losses through risk retention and risk transfer.

Risk Management Fund

The *Risk Management Fund*, a sub-fund of the *General Fund*, is used to account for the payment of loss or damage to the property of the school district, liability claims, workers' compensation claims, and related administrative expenses. The main source of revenue is defined by the School Finance Act and is an allocation from the General Fund. Some of the risk is retained, and insurance is purchased to transfer part of the risk.

Self Insurance Pools – The District is a member of two public entity risk sharing pools. The District's share of each pool varies based on exposures, the contribution paid to each pool, the District's claims experience, each pool's claims experience, and each pool's surplus and dividend policy. The District may be assessed to fund any pool funding deficit.

Since July 1, 2002, the District has been a member of the Colorado School Districts Self Insurance Pool for property and liability insurance. During the fiscal year ended June 30, 2025, the District had insurance deductibles of \$50,000 (property), \$50,000 (general liability), and \$1,000 (vehicle liability) per claim. At June 30, 2025, the District's property and liability claims payable was \$22,000.

Prior to July 1, 2002, the District purchased its property insurance from the Northern Colorado School Districts Property Self Insurance Pool, and its liability insurance from the Northern Colorado School Districts Liability Self Insurance Pool, respectively. These two pools have

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 8: RISK FINANCING (Continued)

Risk Management Fund (Continued)

since been dissolved. The property pool funds were distributed to the former members in June 2006. The remaining assets from the liability pool were held in a joint account with the other former members (Park School District and Thompson School District) to meet the run-off obligations as described in the dissolution plan. In February 2010, the three former member districts received a planned distribution. The final distribution was received in January 2018.

Since July 1, 1985, the District has been a member of the Northern Colorado School Districts Workers' Compensation Self Insurance Pool. The other current pool members are Park School District (Estes Park) and Windsor School District. The workers' compensation pool discontinued insurance operations effective July 1, 1998, and resumed insurance operations on July 1, 2003. During the intervening years, insurance coverage was obtained outside the pool. The District's deductible was \$50,000 per claim for the year ended June 30, 2025. At June 30, 2025, the District's workers' compensation claims payable was \$941,327.

Settled claims resulting from these risks have not exceeded commercial or District coverages in any of the past three years.

Claims Liability – The claims liability on a government-wide basis includes losses from currently available funds as well as estimates for claims that have been incurred but not reported. Of the current total claims payable, \$680,929 is payable from current resources and reported accordingly on the fund statements. Changes in the reported liability on a government-wide basis for the years ended June 30, 2025 and 2024 were as follows:

	2025	2024
Beginning fiscal year liability	\$ 1,022,306	\$ 948,477
Current year claims adjustments	(26,562)	1,009,733
Claims	<u>(32,417)</u>	<u>(935,904)</u>
Ending fiscal year liability	<u>\$ 963,327</u>	<u>\$ 1,022,306</u>

Self Insurance Fund

In January 2013, the District established a *Self Insurance Fund* to account for dental and certain medical liability claims. Liabilities and related claims expense as reported in the Fund were estimated based on a financial services consultant's analyses of the dental and medical providers' claims data at June 30, 2025. The following is a summary of the changes in claims liability for the Self Insurance Fund for fiscal years ended June 30, 2025 and 2024 were as follows:

	2025	2024
Beginning fiscal year liability	\$ 3,722,000	\$ 2,345,000
Current year claims and adjustments	28,075,763	23,990,029
Claims	<u>(28,132,763)</u>	<u>(22,613,029)</u>
Ending fiscal year liability	<u>\$ 3,665,000</u>	<u>\$ 3,722,000</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN

Plan Description – Eligible employees of the District are provided with pensions through the School Division Trust Fund (SCHDTF) – a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees’ Retirement Association of Colorado (PERA). Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado state law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/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% and then multiplied by years of service credit.
- The value of the retiring employee’s member contribution account plus a 100% 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.

In all cases the service retirement benefit is limited to 100% 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% or 100% 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% 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% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA’s Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in C.R.S. § 24-51-413.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Benefits Provided (Continued)

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% 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 %

¹ Contribution rates for the SCHDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

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 \$59,054,306 for the year ended June 30, 2025.

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute \$225 million direct distribution each year to PERA starting on July 1, 2018. For 2024, 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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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 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 \$622,365,806 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

District's Proportionate Share of the Net Pension Liability	\$ 622,365,806
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>55,898,329</u>
Total	<u>\$ 678,264,135</u>

At December 31, 2024, the District's proportion was 3.6068933556%, which was an decrease of 0.2015829966% from its proportion measured as of December 31, 2023.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT 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 \$44,582,122 and revenue of \$5,101,848 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	\$ 35,243,640	\$ -
Changes of Assumptions or other Inputs	4,665,949	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	11,742,313	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share of Contributions	54,903,780	28,709,308
Contributions Subsequent to the Measurement Date	29,833,556	-
Total	\$ 136,389,238	\$ 28,709,308

\$29,833,556 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:

<u>Year Ended June 30,</u>	<u>Amount</u>
2026	\$ 58,930,503
2027	48,270,168
2028	(20,979,702)
2029	(8,374,595)
	<u>\$ 77,846,374</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions – The December 31, 2023, used the following actuarial cost method and key actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.30%
Real Wage Growth	0.70%
Wage Inflation	3.00%
Salary Increases, Including Wage Inflation	3.40 - 11.00%
Long-Term Investment Rate of Return, Net of Pension Plan	
Investment Expenses, Including Price Inflation	7.25%
Discount rate	7.25%
Future Post Retirement Benefit Increases:	
PERA Benefit Structure Hired Prior to January 1, 2007; and DPS Benefit Structure (Automatic)	1.00% Compounded Annually
PERA Benefit Structure hired after December 31, 2006 ¹ (Ad Hoc, Substantively Automatic)	Financed by the Annual Increase Reserve

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.

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

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions (Continued)

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.

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

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions (Continued)

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:

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	<u>100.00</u>	

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%.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200 and required adjustments resulting from the 2018 and 2020 AAP assessments. 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%, at which point the AED and SAED will each drop 0.50% 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 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.

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% on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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%, as well as what the proportionate share of the net pension 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% Increase (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net Pension Liability	\$ 843,783,791	\$ 622,365,806	\$ 436,897,293

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.

Subsequent Events

SB 25-310, enacted June 2, 2025, and effective immediately, allows PERA to accept a series of warrants from the State Treasurer totaling \$500 million (actual dollars) on or after July 1, 2025, and before October 1, 2025. These dollars are to be proportioned over time to replace reductions to future direct distributions intended to fund the Peace Officer Training and Support Fund and, at that time, will be allocated to the appropriate Division Trust Fund(s) within PERA. SB 25-310 also allows for an alternative actuarial method to allocate the direct distribution if the allocation, based on the reported payroll of each participating division, results in an AAP assessment ratio below the 98% benchmark.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Component Units' Defined Benefit Pension Plan

Contributions – Employer contributions recognized by the SCHDTF from the component units were \$4,703,981 for the fiscal year ended June 30, 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2025, the amount recognized by the component units as their proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the component units were as follows:

Component Units' Proportionate Share of the Net Pension Liability	\$ 49,214,585
State's Proportionate Share of the Net Pension Liability Associated with the Component Units	<u>4,319,945</u>
Total	<u>\$ 53,534,530</u>

At December 31, 2024, the component units' proportion was a combined 0.28522% which was a net decrease of 0.01621% from their proportion measured as of December 31, 2023. For the year ended June 30, 2025, the component units recognized a combined pension expense of \$6,185,081 and revenue of \$425,887 for support from the State as a nonemployer contributing entity.

At June 30, 2025, the component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ 2,786,947	\$ -
Changes of Assumptions or other Inputs	368,969	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	928,542	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share of Contributions	3,712,015	2,159,220
Contributions Subsequent to the Measurement Date	<u>2,377,691</u>	-
Total	<u>\$ 10,174,164</u>	<u>\$ 2,159,220</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Component Units' Defined Benefit Pension Plan (Continued)

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

\$2,377,691 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 fiscal 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:

<u>Year Ended June 30,</u>	<u>Amount</u>
2025	\$ 3,614,713
2026	3,303,802
2027	(833,947)
2028	<u>(447,315)</u>
	<u>\$ 5,637,253</u>

Sensitivity of the component units' 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%, as well as what the proportionate share of the net pension 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:

	<u>1% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Increase (8.25%)</u>
Component Units' Proportionate Share of the Net Pension Liability	\$ 66,723,561	\$ 49,214,585	\$ 34,548,361

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB)

Plan description – Eligible employees of the District are provided with OPEB through the Health Care Trust Fund (HCTF) - a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended 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.

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

PERA Benefit Structure (Continued)

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.

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 the District were \$2,955,613 for the year ended June 30, 2025.

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

At June 30, 2025, the District reported a liability of \$11,042,527 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 its 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 2.3093453254%, which was an increase of 0.0309408284% from its proportion measured as of December 31, 2023.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

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

For the year ended June 30, 2025, the District recognized an OPEB credit of \$2,242,908. 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	\$ -	\$ 2,435,759
Changes of Assumptions or other Inputs	126,621	3,529,742
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	37,434	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share Share of Contributions	1,247,463	7,339
Contributions Subsequent to the Measurement Date	1,493,142	-
Total	\$ 2,904,660	\$ 5,972,840

\$1,493,142 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:

<u>Year Ended June 30,</u>	<u>Amount</u>
2026	\$ (1,345,271)
2027	(647,903)
2028	(1,119,585)
2029	(674,478)
2030	(484,719)
Thereafter	(289,366)
	\$ (4,561,322)

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions - The December 31, 2023, actuarial valuation used the following actuarial cost method and key actuarial assumptions and other inputs:

	Trust Fund			
	State Division	School Division	Local Government Division	Judicial Division
Actuarial Cost Method		Entry Age		
Price Inflation		2.30%		
Real Wage Growth		0.70%		
Wage Inflation		3.00%		
Salary Increases, Including Wage Inflation				
Members other than State Troopers	3.30%-10.90%	3.40%-11.00%	3.20%-11.30%	2.80%-5.30%
State Troopers	3.20%-12.40%	N/A	3.20%-12.40%	N/A
Long-Term Investment Rate of Return, Net of OPEB Plan Investment				
Expenses, Including Price Inflation		7.25%		
Discount rate		7.25%		
Health Care Cost Trend Rates				
Service-based Premium Subsidy		0.00%		
PERACare Medicare Plans		16.00% in 2024, then 6.75% in 2025, gradually decreasing to 4.50% in 2034		
MAPD PPO #2		105.00% in 2024, then 8.55% in 2025, gradually decreasing to 4.50% in 2034		
Medicare Part A Premiums		3.50% in 2024, gradually increasing to 4.50% in 2033		

As of the December 31, 2024, measurement date, the FNP and related disclosure components for the HCTF reflect additional payments related to the disaffiliation of Tri-County Health Department (Tri-County Health) 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.

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (Continued)

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
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	0.00%	0.00%

Sample Age	MAPD PPO #1 with Medicare Part A Retiree/Spouse		MAPD PPO #2 with Medicare Part A Retiree/Spouse		MAPD HMO (Kaiser) with Medicare Part A Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
	65	\$1,710	\$1,420	\$585	\$486	\$1,897
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 Retiree/Spouse		MAPD PPO #2 without Medicare Part A Retiree/Spouse		MAPD HMO (Kaiser) without Medicare Part A Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
	65	\$6,536	\$5,429	\$4,241	\$3,523	\$7,063
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, discussed as follows.

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (Continued)

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 following table:

Year	PERACare Medicare Plans	MAPD PPO #2 ¹	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%

¹ Increase in 2024 trend rates due to the effect of the Inflation Reduction Act.

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (Continued)

<u>Pre-Retirement</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
School Division	PubT-2010 Employee	N/A
<u>Post-Retirement (Retiree), Non-Disabled</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
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
<u>Post-Retirement (Beneficiary), Non-Disabled</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
All Beneficiaries	Pub-2010 Contingent Survivor	Males: 97% of the rates for all ages Females: 105% of the rates for all ages
<u>Disabled</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
Members other than Safety Officers	PubNS-2010 Disabled Retiree	99% of the rates for all ages

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.
- 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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (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 OPEB liability from December 31, 2023, to December 31, 2024.

	<u>School Division</u>
Salary increases, including wage inflation:	
Members other than Safety Officers	4.00% - 13.40%

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.

	<u>With Medicare Part A</u>	<u>Without Medicare Part A</u>
MAPD PPO #1	\$ 1,824	\$ 6,972
MAPD PPO #2	624	4,524
MAPD HMO (Kaiser)	2,040	7,596

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (Continued)

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.

<u>Pre-Retirement</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
School Division	PubT-2010 Employee	N/A
<u>Post-Retirement (Retiree), Non-</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
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
<u>Post-Retirement (Beneficiary), Non-Disabled</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
All Beneficiaries	Pub-2010 Contingent Survivor	Males: 92% of the rates for all ages Females: 100% of the rates for all ages
<u>Disabled</u>	<u>Mortality Table</u>	<u>Adjustments, as Applicable</u>
Members other than Safety Officers	PubNS-2010 Disabled Retiree	95% of the rates for all ages

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Actuarial assumptions (Continued)

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:

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 ¹	2.75%	3.75%	4.75%
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Proportionate Share of the Net OPEB Liability	\$ 10,745,014	\$ 11,042,527	\$ 11,379,230

¹For the January 1, 2025, plan year.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

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.
- As of the December 31, 2024, measurement date, the FNP and related disclosure components for the HCTF reflect additional payments related to the disaffiliation of Tri-County Health 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 did 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 table 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	\$ 13,532,787	\$ 11,042,527	\$ 8,895,621

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.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Component Units' Other Post Employment Benefit (OPEB)

Contributions – Employer contributions recognized by the HCTF from the component units were \$235,429 for the year ended June 30, 2025.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs – At June 30, 2025, the component units reported a combined liability of \$873,205 for their proportionate share of the net OPEB liability. At December 31, 2024, the component units' proportion was a combined 0.18262%, which was a net increase of 0.00229% from their proportion measured as of December 31, 2023. For the year ended June 30, 2025, the component units recognized a combined OPEB expense of \$56,695.

At June 30, 2025, the component units reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ -	\$ 192,617
Changes of Assumptions or other Inputs	10,015	279,121
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	2,961	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share Share of Contributions	134,780	83,759
Contributions Subsequent to the Measurement Date	119,068	-
Total	<u>\$ 266,824</u>	<u>\$ 555,497</u>

\$119,068 reported as deferred outflows of resources related to OPEBs, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2025	\$ (117,696)
2026	(65,029)
2027	(95,839)
2028	(62,248)
2029	(42,747)
Thereafter	(24,182)
	<u>\$ (407,741)</u>

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 10: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Component Units' (OPEB) (Continued)

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

Sensitivity of the component units' proportionate share of the net OPEB liability to changes in the discount rate – The following presents the component units' proportionate share of the net OPEB liability, as well as what the component units' 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 discount rate.

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Component Units' Proportionate Share of the Net OPEB Liability	\$ 1,070,125	\$ 873,205	\$ 703,435

DRAFT
 October 20, 2025

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 11: DEFINED CONTRIBUTION PENSION PLANS

Voluntary Investment Program (PERAPlus 401(k) Plan)

Plan Description – Employees of the St. Vrain Valley Schools 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 PERAPlus 401(k) Plan.

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 of up to a maximum limit set by the Internal Revenue Service as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. There is no employer match. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2025, program members contributed \$2,632,511 for the PERAPlus 401(k) Plan

Deferred Compensation Plan (PERAPlus 457 Plan)

Plan Description - Employees of the St. Vrain Valley Schools may voluntarily contribute to the Deferred Compensation Plan (PERAPlus 457 Plan), an Internal Revenue Code Section 457 deferred compensation plan administered by PERA. Title 24, Article 51, Part 16 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 PERAPlus 457 Plan.

That report can be obtained at www.copera.org/forms-resources/financial-reports-and-studies.

Funding Policy - The PERAPlus 457 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 1603 of the C.R.S., as amended. Members are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2025, program members contributed \$1,643,931 for the PERAPlus 457 Plan.

NOTE 12: TAX INCREMENT REVENUES

The District has entered into Intergovernmental Agreements with several, local urban renewal authorities (URA) and one downtown development authority (DDA). These governmental entities may enter into tax abatement agreements with individuals or other entities located within their boundaries. The District requested disclosure of any tax abatement agreements made by the URAs and DDA that may reduce the District's tax revenue. As of June 30, 2025, the District was not notified of any such third-party agreements.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 13: JOINTLY GOVERNED ORGANIZATION

Centennial Board of Cooperative Educational Services

The District, in conjunction with other surrounding districts, created the Centennial Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational and computer services at a shared lower cost per district. The BOCES Board is comprised of one member from each participating district. The District paid the BOCES \$250,939 which includes \$43,099 for contractual services and \$207,840 for tuition during the year ended June 30, 2025. The BOCES financial statements can be obtained at their administrative office located at 2020 Clubhouse Drive, Greeley, Colorado 80634.

NOTE 14: 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 units. 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, significant amounts of grant expenditures have not been audited by granting 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.

The District is involved in pending litigation. The District anticipates no potential claims resulting from these cases which would further materially affect the financial statements.

Construction Contracts

The District has entered into a number of separate construction projects as of June 30, 2025. Contract commitments at June 30, 2025, as a result of these projects, totaled \$XXX,XXX.

TABOR Amendment

In November 1992, Colorado voters passed Article X, Section 20 (TABOR Amendment) to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the TABOR Amendment. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and student enrollment. In November 1998, electors within the District authorized the District to collect, retain and/or expend all revenues lawfully received by the District from any source during fiscal year 1999 and each year thereafter without regard to the limitations and conditions under the TABOR Amendment of the Colorado Constitution or any other law. The Amendment is complex and subject to judicial interpretation. The TABOR Amendment requires the District to establish a reserve for emergencies. At June 30, 2025, the District has complied with the requirements to include emergency reserves in its net position and fund balance.

St. Vrain Valley School District RE-1J

Notes to Financial Statements (Continued)

June 30, 2025

NOTE 14: COMMITMENTS AND CONTINGENCIES (Continued)

Contingency Reserve

As allowed by state statute, the District Board of Education may provide for an operating reserve in the General Fund. District policy requires that the budget adopted by the Board include an additional appropriated reserve equal to 2% of operating fund expenditures. The District has met the 2% contingency requirement, which is reported in the committed fund balance, as of June 30, 2025.

The contingency reserve may only be used if the following conditions are met:

- There is a rare and extraordinary event (for example, a natural disaster or a large, unanticipated reduction or the elimination of state revenue); or a one-time funding of a significant capital project; or an operating initiative that will result in material, recurring reductions in future operating expenditures or material, recurring increases in operating revenues; and
- The District's administration has made a complete, written analysis – with justifying evidence – including a plan for the replenishment of the contingency reserve; and the District's Board of Education has passed a specific resolution authorizing the expenditure. The replenishment plan shall not exceed two years from the date of the expenditure.

NOTE 15: CAPITAL CONTRIBUTIONS TO COMPONENT UNITS

With the successful passage of voter-authorized 2024 building bonds, the District agreed to allocate a portion of the proceeds to pay for various capital improvements and upgrades for each of its charter schools. The only charter school-related project in progress during fiscal year ended June 30, 2025, was the construction of a new district-owned building for the St. Vrain Community Montessori School to accommodate its growth. The building is expected to be completed in the Fall of 2026.

NOTE 16: DEFICIT NET POSITION

The component units' net position is a deficit of \$18,087,558 primarily as a result of implementing GASB Statements No. 68 and 75.

REQUIRED SUPPLEMENTARY INFORMATION

General Fund – The *General Fund* is the District’s general operating fund and is used to account for all financial transactions except those required to be accounted for in another fund. The *Risk Management Fund*, a sub-fund of the *General Fund*, is used to account for the payment of loss or damage to the property of the District, workers’ compensation, property and liability claims, and the payment of related administration expenses.

Budget to actual information for the *General Fund* is presented on the following pages.

Pension and OPEB. During fiscal year 2015, the District adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. During fiscal year 2018, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)*.

The primary objectives of these Statements are to improve the accounting and financial reporting by state and local governments for pensions and OPEBs. Required supplementary schedules, *District’s Proportionate Share of the Net Pension Liability*, *Schedule of District Contributions* for the Employee Pension Plan, *District’s Proportionate Share of the Net OPEB Liability*, and *Schedule of District Contributions* for the Health Care Trust Fund are presented in this section.

St. Vrain Valley School District RE-1J
Schedule of Required Supplementary Information
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General and Risk Management Funds
For the Year Ended June 30, 2025

	General Fund				Risk Management Fund (A sub-fund of the General Fund)			
	Original Budget	Amended Budget	Actual	Variance to Budget Positive (Negative)	Original Budget	Amended Budget	Actual	Variance to Budget Positive (Negative)
Revenues								
Local								
Property taxes	\$ 182,558,711	\$ 145,419,623	\$ 144,343,186	\$ (1,076,437)	\$ -	\$ -	\$ -	\$ -
Specific ownership taxes	14,300,000	14,300,000	14,780,287	480,287	-	-	-	-
Mill levy override	74,072,498	70,769,244	70,200,169	(569,075)	-	-	-	-
Investment income	6,000,000	7,000,000	7,848,701	848,701	350,000	350,000	252,341	(97,659)
Charges for services	2,831,148	2,792,916	3,398,024	605,108	-	-	-	-
Other local sources	12,671,895	13,204,457	14,766,500	1,562,043	25,000	25,000	38,300	13,300
Total local revenues	292,434,252	253,486,240	255,336,867	1,850,627	375,000	375,000	290,641	(84,359)
State								
Equalization, net	141,626,810	179,654,929	179,654,929	-	4,600,000	4,600,000	4,600,000	-
Special Education	12,762,912	13,698,132	13,734,250	36,118	-	-	-	-
Career and Technical Education	1,269,611	1,823,322	1,823,322	-	-	-	-	-
Transportation	2,508,463	2,795,183	2,999,877	204,694	-	-	-	-
Gifted and Talented	340,864	337,985	337,985	-	-	-	-	-
English Language Proficiency Act	1,055,779	1,086,302	1,086,302	-	-	-	-	-
Preschool	5,655,989	5,145,391	5,427,004	281,613	-	-	-	-
PERA: State on Behalf Payment	6,500,000	6,500,000	5,101,848	(1,398,152)	-	-	-	-
Other state sources	2,439,065	2,486,221	3,143,455	657,234	-	-	-	-
Total state revenues	174,159,493	213,527,465	213,308,972	(218,493)	4,600,000	4,600,000	4,600,000	-
Federal								
Medicaid	2,800,000	3,200,000	3,157,955	(42,045)	-	-	-	-
Build America Bond rebates	1,435,631	1,435,631	1,435,631	-	-	-	-	-
Pandemic relief funding	-	30,819	319,394	288,575	-	-	-	-
Other federal sources	603,500	1,276,535	1,162,132	(114,403)	-	-	-	-
Total federal revenues	4,839,131	5,942,985	6,075,112	132,127	-	-	-	-
Total revenues	471,432,876	472,956,690	474,720,951	1,764,261	4,975,000	4,975,000	4,890,641	(84,359)
Expenditures								
Current								
Salaries	283,343,140	285,996,166	275,426,750	10,569,416	465,121	503,697	494,737	8,960
Benefits	98,295,834	99,654,782	96,539,587	3,115,195	128,717	158,135	160,605	(2,470)
Purchased services	19,433,066	19,438,388	25,115,054	(5,676,666)	5,043,850	5,083,850	5,232,001	(148,151)
Supplies and materials	33,053,438	33,507,196	25,893,232	7,613,964	254,500	254,500	107,747	146,753
Claims	-	-	-	-	1,500,000	1,500,000	32,417	1,467,583
Other	1,646,390	1,645,185	2,187,092	(541,907)	13,700	13,700	10,015	3,685
Charter schools	45,160,811	44,123,431	44,764,947	(641,516)	-	-	-	-
Capital outlay	6,788,972	8,788,972	5,924,771	2,864,201	-	-	252,931	(252,931)
Debt service								
Principal	6,995,064	6,837,198	9,986,953	(3,149,755)	-	-	16,989	(16,989)
Interest	-	-	468,147	(468,147)	-	-	431	(431)
Total expenditures, US GAAP basis	494,716,715	499,991,318	486,306,533	13,684,785	7,405,888	7,513,882	6,307,873	1,206,009
Excess (deficiency) of revenues over (under) expenditures before transfers	(23,283,839)	(27,034,628)	(11,585,582)	15,449,046	(2,430,888)	(2,538,882)	(1,417,232)	1,121,650
Other Financing Sources (Uses)								
Lease purchase, other financing arrangement	2,800,000	4,800,000	3,806,154	(993,846)	-	-	212,065	-
Transfers in	-	4,100,000	4,300,072	200,072	-	-	-	-
Transfers out	(200,000)	-	(342,292)	(342,292)	-	-	(201,766)	(201,766)
Total other financing sources, net (uses)	2,600,000	8,900,000	7,763,934	(1,136,066)	-	-	10,299	(201,766)
Excess (deficiency) of revenues over (under) expenditures and other financing sources uses	\$ (20,683,839)	(18,134,628)	(3,821,648)	\$ 14,312,980	\$ (2,430,888)	(2,538,882)	(1,406,933)	\$ 919,884
Fund balance, beginning		178,230,246	178,230,246			6,486,719	6,486,719	
Fund balance, ending		\$ 160,095,618	\$ 174,408,598			\$ 3,947,837	\$ 5,079,786	

See the accompanying Notes to Required Supplementary Information.

Total			
Original Budget	Amended Budget	Actual	Variance to Budget Positive (Negative)
\$ 182,558,711	\$ 145,419,623	\$ 144,343,186	\$ (1,076,437)
14,300,000	14,300,000	14,780,287	480,287
74,072,498	70,769,244	70,200,169	(569,075)
6,350,000	7,350,000	8,101,042	751,042
2,831,148	2,792,916	3,398,024	605,108
12,696,895	13,229,457	14,804,800	1,575,343
<u>292,809,252</u>	<u>253,861,240</u>	<u>255,627,508</u>	<u>1,766,268</u>
146,226,810	184,254,929	184,254,929	-
12,762,912	13,698,132	13,734,250	36,118
1,269,611	1,823,322	1,823,322	-
2,508,463	2,795,183	2,999,877	204,694
340,864	337,985	337,985	-
1,055,779	1,086,302	1,086,302	-
5,655,989	5,145,391	5,427,004	281,613
6,500,000	6,500,000	5,101,848	(1,398,152)
2,439,065	2,486,221	3,143,455	657,234
<u>178,759,493</u>	<u>218,127,465</u>	<u>217,908,972</u>	<u>(218,493)</u>
2,800,000	3,200,000	3,157,955	(42,045)
1,435,631	1,435,631	1,435,631	-
-	30,819	319,394	288,575
<u>603,500</u>	<u>1,276,535</u>	<u>1,162,132</u>	<u>(114,403)</u>
4,839,131	5,942,985	6,075,112	132,127
<u>476,407,876</u>	<u>477,931,690</u>	<u>479,611,592</u>	<u>1,679,902</u>
283,808,261	286,499,863	275,921,487	10,578,376
98,424,551	99,812,917	96,700,192	3,112,725
24,476,916	24,522,238	30,347,055	(5,824,817)
33,307,938	33,761,696	26,000,979	7,760,717
1,500,000	1,500,000	32,417	1,467,583
1,660,090	1,658,885	2,197,107	(538,222)
45,160,811	44,123,431	44,764,947	(641,516)
6,788,972	8,788,972	6,177,702	2,611,270
6,995,064	6,837,198	10,003,942	(3,166,744)
-	-	468,578	(468,578)
<u>502,122,603</u>	<u>507,505,200</u>	<u>492,614,406</u>	<u>14,890,794</u>
<u>(25,714,727)</u>	<u>(29,573,510)</u>	<u>(13,002,814)</u>	<u>16,570,696</u>
2,800,000	4,800,000	4,018,219	(781,781)
-	4,100,000	4,300,072	200,072
<u>(200,000)</u>	<u>-</u>	<u>(544,058)</u>	<u>(544,058)</u>
<u>2,600,000</u>	<u>8,900,000</u>	<u>7,774,233</u>	<u>(1,125,767)</u>
<u>\$ (23,114,727)</u>	<u>(20,673,510)</u>	<u>(5,228,581)</u>	<u>\$ 15,444,929</u>
	<u>184,716,965</u>	<u>184,716,965</u>	
	<u>\$ 164,043,455</u>	<u>\$ 179,488,384</u>	

See the accompanying Notes to Required Supplementary Information.

St. Vrain Valley School District RE-1J
Schedule of Required Supplementary Information
Schedule of District's Proportionate Share of the Net Pension Liability
Year Ended December 31, (Plan Measurement Date)
Employee Pension Plan
Last Ten Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
District's proportion of the net pension liability (asset)	3.4942%	3.5445%	3.5931%	3.1847%
District's proportionate share of the net pension liability (asset)	\$ 534,414,453	\$ 1,055,346,922	\$ 1,161,892,447	\$ 563,918,679
State's Proportionate Share of Net Pension Liability associated with District (see note below)	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,108,048</u>
Total	<u>\$ 534,414,453</u>	<u>\$ 1,055,346,922</u>	<u>\$ 1,161,892,447</u>	<u>\$ 641,026,727</u>
District's covered payroll	\$ 152,401,888	\$ 159,046,911	\$ 165,688,597	\$ 175,080,505
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	350.66%	663.54%	701.25%	322.09%
Plan fiduciary net position as a percentage of the total pension liability	59.20%	43.10%	43.96%	57.01%

Note: A direct distribution provision to allocate funds from the State of Colorado budget to Colorado PERA on an annual basis began in July 2018 based on Senate Bill 18-200. However, this was suspended via House Bill 20-1379 for July 2020 as the State's response to the pandemic.

See the accompanying Notes to Required Supplementary Information.

2019	2020	2021	2022	2023	2024
3.2296%	3.6437%	3.3261%	2.9081%	3.8085%	3.6069%
\$ 482,494,456	\$ 550,847,978	\$ 387,072,180	\$ 529,557,843	\$ 673,468,945	\$ 622,365,806
61,198,284	-	44,372,882	154,318,477	14,767,176	55,898,329
<u>\$ 543,692,740</u>	<u>\$ 550,847,978</u>	<u>\$ 431,445,062</u>	<u>\$ 683,876,320</u>	<u>\$ 688,236,121</u>	<u>\$ 678,264,135</u>
\$ 189,755,923	\$ 194,863,939	\$ 207,871,578	\$ 224,282,549	\$ 251,774,545	\$ 278,721,201
254.27%	282.68%	186.21%	236.11%	267.49%	223.29%
64.52%	66.99%	74.86%	61.79%	64.74%	67.17%

See the accompanying Notes to Required Supplementary Information.

St. Vrain Valley School District RE-1J
Schedule of Required Supplementary Information
Schedule of District's Pension Contributions
Year Ended June 30, (Fiscal Year End Date)
Employee Pension Plan
Last Ten Years

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution (excluding HTCF)	\$ 27,643,539	\$ 29,805,956	\$ 32,072,868	\$ 34,721,871
Contributions in relation to the contractually required contribution	(27,643,539)	(29,805,956)	(32,072,868)	(34,721,871)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 155,886,834	\$ 162,112,201	\$ 169,798,038	\$ 181,504,815
Contributions as a percentage of covered payroll (excluding HTCF)	17.73%	18.39%	18.89%	19.13%

See the accompanying Notes to Required Supplementary Information.

2020	2021	2022	2023	2024	2025
\$ 37,766,235	\$ 39,581,534	\$ 43,059,848	\$ 47,881,976	\$ 54,250,459	\$ 59,054,306
(37,766,235)	(39,581,534)	(43,059,848)	(47,881,976)	(54,250,459)	(59,054,306)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 194,872,214	\$ 199,102,283	\$ 216,598,835	\$ 234,945,907	\$ 266,194,598	\$ 289,765,976
19.38%	19.88%	19.88%	20.38%	20.38%	20.38%

See the accompanying Notes to Required Supplementary Information.

St. Vrain Valley School District RE-1J
Schedule of Required Supplementary Information
Schedule of District's Proportionate Share of the Net OPEB Liability
Year Ended December 31, (Plan Measurement Date)
Health Care Trust Fund
Year Eight **

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
District's proportion of the net OPEB liability (asset)	2.0416%	2.0701%	2.1104%	2.1072%
District's proportionate share of the net OPEB liability (asset)	\$ 26,532,775	\$ 28,164,275	\$ 23,720,549	\$ 20,023,290
District's covered payroll	\$ 165,688,597	\$ 175,080,505	\$ 189,755,923	\$ 194,863,939
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	16.01%	16.09%	12.50%	10.28%
Plan fiduciary net position as a percentage of the total OPEB liability	17.53%	17.03%	24.49%	32.78%

** GASB Statement No. 75 was implemented during fiscal year 2018. As information becomes available, each subsequent year will be added until a full 10-year trend is compiled.

See the accompanying Notes to Required Supplementary Information.

2021	2022	2023	2024
2.1717%	2.2102%	2.2784%	2.3094%
\$ 18,726,677	\$ 18,045,753	\$ 16,261,565	\$ 11,042,527
\$ 207,871,578	\$ 224,282,549	\$ 251,774,545	\$ 278,721,201
9.01%	8.05%	6.46%	3.96%
39.40%	38.57%	46.16%	59.83%

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See the accompanying Notes to Required Supplementary Information.

St. Vrain Valley School District RE-1J
Schedule of Required Supplementary Information
Schedule of District's OPEB Contributions
Year Ended June 30, (Fiscal Year End Date)
Health Care Trust Fund
Year Eight **

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Contractually required contribution	\$ 1,732,540	\$ 1,851,349	\$ 1,987,697	\$ 2,030,843
Contributions in relation to the contractually required contribution	(1,732,540)	(1,851,349)	(1,987,697)	(2,030,843)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 169,798,038	\$ 181,504,815	\$ 194,872,214	\$ 199,102,283
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%

** GASB Statement No. 75 was implemented during fiscal year 2018.
As information becomes available, each subsequent year will be added until a full 10-year trend is compiled.

See the accompanying Notes to Required Supplementary Information.

<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 2,209,308	\$ 2,396,448	\$ 2,715,185	\$ 2,955,613
(2,209,308)	(2,396,448)	(2,715,185)	(2,955,613)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 216,598,835	\$ 234,945,907	\$ 266,194,598	\$ 289,765,976
1.02%	1.02%	1.02%	1.02%

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See the accompanying Notes to Required Supplementary Information.

St. Vrain Valley School District RE-1J

Notes to Required Supplementary Information

June 30, 2025

NOTE 1: GENERAL FUND BUDGETARY INFORMATION

Prior to July 1, 2015, the *General Fund* annual budget was adopted on a basis consistent with US GAAP. While a budget basis is similar to a cash basis – in that revenues are recognized when cash is received, and expenditures are recorded when payments are made – a US GAAP basis budget, on the other hand, includes, for example, accruals for compensation earned but not paid as of fiscal year end, and recognition of deferred revenues. The District's other funds are also budgeted on a US GAAP basis.

The significant differences between the *General Fund's* adopted and amended budgets are as follows:

- \$37.1 million decrease in total program levy property taxes and \$3.3 million decrease in mill levy override property taxes due to an anticipated decrease in assessed valuations;
- \$38.0 million increase in net equalization due to the decrease in the local share, as noted above;
- \$1.0 million increase in investment income as investment rates of return remained higher than initially anticipated;
- \$2.7 million increase in salaries and \$1.4 million increase in benefits primarily due to additional FTE approved to meet the programmatic needs of the District;
- \$1.0 million decrease in charter school distributions due to lower-than-projected funded pupil count;
- \$2.0 million increase in capital outlay and financing arrangements due to an anticipated increase in leases and subscriptions; and
- \$4.1 million increase in transfers-in due to a board-approved reimbursement for the General Fund from voter-authorized bond proceeds for its advance-purchase of land for a future high-school site.

During the current fiscal year, the District received federal interest income of \$1.4 million as a subsidy from issuing Direct Pay Build America Bonds, Series 2010B.

NOTE 2: NET PENSION LIABILITY, ASSUMPTION CHANGE, AND DISTRICT CONTRIBUTIONS

The schedules presented will illustrate a 10-year trend. The District implemented GASB Statement No. 68 in fiscal year 2015.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information
2024 Changes in Plan Provisions Since 2023

- There were no changes made to the plan provisions.

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information 2023
2024 Changes in Assumptions or Other Inputs Since 2023.

- 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 Pub-2010 Public Retirement Plans Mortality base tables were retained for purposes of active, retired, disabled, and beneficiary lives, with revised adjustments for credibility and gender, where applicable. In addition, the applied generational projection scale was updated to the 2024 adjusted scale MP-2021.
- The estimated administrative expense as a percentage of covered payroll was increased from 0.40% to 0.45%.

St. Vrain Valley School District RE-1J

Notes to Required Supplementary Information

June 30, 2025

NOTE 2: NET PENSION LIABILITY, ASSUMPTION CHANGE, AND DISTRICT CONTRIBUTIONS
(Continued)

Subsequent Events

SB 25-310, enacted June 2, 2025, and effective immediately, allows PERA to accept a series of warrants from the State Treasurer totaling \$500 million (actual dollars) on or after July 1, 2025, and before October 1, 2025. These dollars are to be proportioned over time to replace reductions to future direct distributions intended to fund the Peace Officer Training and Support Fund and, at that time, will be allocated to the appropriate Division Trust Fund(s) within PERA. SB 25-310 also allows for an alternative actuarial method to allocate the direct distribution if the allocation, based on the reported payroll of each participating division, results in an AAP assessment ratio below the 98% benchmark.

NOTE 3: NET OPEB LIABILITY AND DISTRICT CONTRIBUTIONS

The schedules presented will illustrate a 10-year trend. However, since the District did not implement GASB Statement No. 75 until fiscal year 2018, only eight years are presented in these prior schedules. As information is available, each subsequent year will be added until the full 10-year trend is compiled.

Significant Changes in Plan Provisions Affecting Trends in Actuarial Information
2024 Changes in Plan Provisions Since 2023.

- As of the December 31, 2024, measurement date, the FNP and related disclosure components for HCTF reflect additional 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

Significant Changes in Assumptions or Other Inputs Affecting Trends in Actuarial Information
2024 Changes in Assumptions or Other Inputs Since 2023.

- 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 adjustments for credibility applied to the Pub-2010 mortality tables for active and retired lives, including beneficiaries, were updated based on experience. In addition, the mortality projection scale was updated to the 2024 adjusted scale MP-2021 to reflect future improvements in mortality for all groups.
- Participation rates were reduced.
- MAPD premium costs are no longer age graded.

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SUPPLEMENTARY SCHEDULES – GOVERNMENTAL FUNDS

Major Governmental Funds

Bond Redemption Fund – The *Bond Redemption Fund* is a debt service fund used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

Building Fund – The *Building Fund* is a capital projects fund that accounts for the proceeds of bond issuances and the corresponding expenditures for capital outlay of land, buildings, improvements of grounds, construction of buildings, additions or remodeling of buildings, and the initial purchase or replacement of certain equipment.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Bond Redemption Fund
For the Year Ended June 30, 2025**

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Revenues				
Property taxes	\$ 16,210,740	\$ 89,426,493	\$ 88,710,455	\$ (716,038)
Investment income	4,000,000	4,000,000	4,037,475	37,475
Other local sources	1,032,856	4,300,000	3,523,801	(776,199)
Total revenues	<u>21,243,596</u>	<u>97,726,493</u>	<u>96,271,731</u>	<u>(1,454,762)</u>
Expenditures				
Debt principal	15,210,000	7,710,000	7,710,000	-
Debt interest	14,091,689	18,645,789	18,645,789	-
Payment to escrow agent	-	84,588,689	84,588,689	-
Fiscal charges	16,000	35,000	29,381	5,619
Total expenditures	<u>29,317,689</u>	<u>110,979,478</u>	<u>110,973,859</u>	<u>5,619</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (8,074,093)</u>	<u>(13,252,985)</u>	<u>(14,702,128)</u>	<u>\$ (1,449,143)</u>
Fund balance, beginning		<u>125,206,857</u>	<u>125,206,857</u>	
Fund balance, ending		<u>\$ 111,953,872</u>	<u>\$ 110,504,729</u>	

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Building Fund
For the Year Ended June 30, 2025**

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Revenues				
Investment income	\$ 30,000	\$ 5,000,000	\$ 5,849,077	\$ 849,077
Total revenues	<u>30,000</u>	<u>5,000,000</u>	<u>5,849,077</u>	<u>849,077</u>
Expenditures				
Salaries	578,685	823,268	441,273	381,995
Benefits	178,930	280,911	137,767	143,144
Purchased services	-	24,166,737	16,061,335	8,105,402
Capital outlay	394,098	53,626,182	37,142,441	16,483,741
Other	-	25,000	1,735	23,265
Debt service	-	-	40,000	(40,000)
Total expenditures	<u>1,151,713</u>	<u>78,922,098</u>	<u>53,824,551</u>	<u>25,097,547</u>
Excess (deficiency) of revenues over (under) expenditures	(1,121,713)	(73,922,098)	(47,975,474)	25,946,624
Other Financing Sources (Uses)				
General obligation building bonds	-	342,960,000	342,960,000	-
Premium on bonds	-	34,561,644	34,561,644	-
Financing arrangement	-	-	153,032	153,032
Transfer to General Fund	-	(4,300,000)	(4,298,300)	1,700
Total other financing sources, net	<u>-</u>	<u>373,221,644</u>	<u>373,376,376</u>	<u>154,732</u>
Net change in fund balances	<u>\$ (1,121,713)</u>	299,299,546	325,400,902	<u>\$ 26,101,356</u>
Fund balance, beginning		<u>941,671</u>	<u>941,671</u>	
Fund balance, ending		<u>\$ 300,241,217</u>	<u>\$ 326,342,573</u>	

The notes to financial statements are an integral part of this statement.

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SUPPLEMENTARY SCHEDULES – GOVERNMENTAL FUNDS

Nonmajor Capital Projects Fund

Capital Reserve Fund – This capital projects fund is used to account for financial resources that are restricted, committed, or assigned to expenditures for the ongoing capital outlay needs of the District, such as equipment purchases.

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources including those requiring separate accounting because of legal or regulatory provisions that legally restrict expenditures to specified purposes.

- *Community Education Fund* – This fund is used to record the tuition-based activities including summer school, K-5 child care, PreK child care, and enrichment as well as summer programs, facility use activities, and community-based grants and awards.
- *Fair Contributions Fund* – In accordance with intergovernmental agreements, this fund is used to collect money for the acquisition, development, or expansion of public school sites based on impacts created by residential subdivisions.
- *Governmental Designated-Purpose Grants Fund* – This fund is used to account for restricted state or federal grants that are obtained primarily to provide for specific instructional programs.
- *Nutrition Services Fund* – The *Nutrition Services Fund* accounts for the financial transaction related to the food service operations of the District.
- *Student Activity Fund* – This fund is used to record financial transactions related to school-sponsored pupil intrascholastic and interscholastic athletic and other related activities. Revenues of this fund are primarily from student fees, fundraising, gate receipts, and gifts.

St. Vrain Valley School District RE-1J

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

	Capital Reserve Capital Projects Fund
	<u> </u>
Assets	
Cash and investments	\$ 9,269,595
Accounts receivable	149,194
Grants receivable	-
Prepaid items	103,616
Deposits	-
Inventories	-
	<u> </u>
Total assets	<u>\$ 9,522,405</u>
Liabilities	
Accounts payable	\$ 824,671
Due to other funds	-
Due to component units	-
Accrued salaries and benefits	-
Construction retainage payable	20,160
Unearned revenues	-
	<u> </u>
Total liabilities	<u>844,831</u>
Fund Balances	
Nonspendable: deposits, inventories, prepaids	103,616
Restricted: special revenue funds	-
Committed: capital projects	8,573,958
Committed: special revenue fund	-
	<u> </u>
Total fund balances	<u>8,677,574</u>
Total liabilities and fund balances	<u>\$ 9,522,405</u>

The notes to financial statements are an integral part of this statement.

Special Revenue Funds

Community Education	Fair Contributions	Governmental Designated- Purpose Grants	Nutrition Services	Student Activity	Total Nonmajor Governmental Funds
\$ 6,345,223	\$ 12,947,663	\$ -	\$ 2,475	\$ 7,198,845	\$ 35,763,801
95,036	100,000	-	7,846	3,952	356,028
-	-	8,321,362	1,480,467	-	9,801,829
17,713	-	-	-	62,746	184,075
-	-	-	-	6,478	6,478
-	-	-	1,224,875	-	1,224,875
<u>\$ 6,457,972</u>	<u>\$ 13,047,663</u>	<u>\$ 8,321,362</u>	<u>\$ 2,715,663</u>	<u>\$ 7,272,021</u>	<u>\$ 47,337,086</u>
\$ 57,095	\$ 11,027	\$ 489,874	\$ 56,121	\$ 609,132	\$ 2,047,920
-	-	5,860,202	230,174	-	6,090,376
-	-	446,141	-	-	446,141
491,622	-	1,001,964	323,919	5,082	1,822,587
-	-	-	-	-	20,160
88,902	-	523,181	243,001	137,286	992,370
<u>637,619</u>	<u>11,027</u>	<u>8,321,362</u>	<u>853,215</u>	<u>751,500</u>	<u>11,419,554</u>
17,713	-	-	1,224,875	69,224	1,415,428
5,802,640	-	-	637,573	6,451,297	12,891,510
-	-	-	-	-	8,573,958
-	13,036,636	-	-	-	13,036,636
<u>5,820,353</u>	<u>13,036,636</u>	<u>-</u>	<u>1,862,448</u>	<u>6,520,521</u>	<u>35,917,532</u>
<u>\$ 6,457,972</u>	<u>\$ 13,047,663</u>	<u>\$ 8,321,362</u>	<u>\$ 2,715,663</u>	<u>\$ 7,272,021</u>	<u>\$ 47,337,086</u>

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

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

	Capital Reserve Capital Projects Fund
	<u> </u>
Revenues	
Intergovernmental	\$ 9,882,676
Investment income	418,094
Charges for services	447,037
Pupil activities	-
Other local sources	231,517
State intergovernmental	-
Federal intergovernmental	-
	<u> </u>
Total revenues	<u>10,979,324</u>
Expenditures	
Instruction	60,133
Supporting services	7,162,447
Food service operations	-
Capital outlay	7,448,719
Debt service	
Principal	94,372
Interest	1,388
	<u> </u>
Total expenditures	<u>14,767,059</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	<u>(3,787,735)</u>
Other Financing Sources (Uses)	
Transfers in	1,176,344
Transfers out	(1,700)
	<u> </u>
Total other financing sources (uses)	<u>1,174,644</u>
Net changes in fund balances	(2,613,091)
Fund balances, beginning	<u>11,290,665</u>
Fund balances, ending	<u>\$ 8,677,574</u>

The notes to financial statements are an integral part of this statement.

Special Revenue Funds

Community Education	Fair Contributions	Governmental Designated- Purpose Grants	Nutrition Services	Student Activity	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,882,676
297,907	545,460	-	15,720	266,130	1,543,311
8,194,034	-	-	442,191	-	9,083,262
-	-	-	-	8,837,355	8,837,355
1,239,313	1,336,802	88,410	499,873	-	3,395,915
-	-	6,172,725	6,910,398	-	13,083,123
3,000	-	13,756,564	9,533,979	-	23,293,543
<u>9,734,254</u>	<u>1,882,262</u>	<u>20,017,699</u>	<u>17,402,161</u>	<u>9,103,485</u>	<u>69,119,185</u>
6,002,249	-	8,598,297	-	7,486,634	22,147,313
3,633,436	405,302	11,127,258	-	684,512	23,012,955
-	-	-	19,302,917	-	19,302,917
560,492	159,252	226,249	445,247	145,105	8,985,064
-	-	65,895	-	-	160,267
-	-	-	-	-	1,388
<u>10,196,177</u>	<u>564,554</u>	<u>20,017,699</u>	<u>19,748,164</u>	<u>8,316,251</u>	<u>73,609,904</u>
<u>(461,923)</u>	<u>1,317,708</u>	<u>-</u>	<u>(2,346,003)</u>	<u>787,234</u>	<u>(4,490,719)</u>
488	-	-	-	32,096	1,208,928
<u>(391,195)</u>	<u>(72)</u>	<u>-</u>	<u>-</u>	<u>(273,675)</u>	<u>(666,642)</u>
<u>(390,707)</u>	<u>(72)</u>	<u>-</u>	<u>-</u>	<u>(241,579)</u>	<u>542,286</u>
(852,630)	1,317,636	-	(2,346,003)	545,655	(3,948,433)
<u>6,672,983</u>	<u>11,719,000</u>	<u>-</u>	<u>4,208,451</u>	<u>5,974,866</u>	<u>39,865,965</u>
<u>\$ 5,820,353</u>	<u>\$ 13,036,636</u>	<u>\$ -</u>	<u>\$ 1,862,448</u>	<u>\$ 6,520,521</u>	<u>\$ 35,917,532</u>

The notes to financial statements are an integral part of this statement.

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October 20, 2025

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Reserve Fund
For the Year Ended June 30, 2025**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Allocation from General Fund	\$ 10,199,757	\$ 9,882,767	\$ 9,882,676	\$ (91)
Investment income	450,000	450,000	418,094	(31,906)
Charges for service	-	-	447,037	447,037
Other local sources	<u>12,000</u>	<u>50,000</u>	<u>231,517</u>	<u>181,517</u>
Total revenues	<u>10,661,757</u>	<u>10,382,767</u>	<u>10,979,324</u>	<u>596,557</u>
Expenditures				
Capital projects	21,087,799	19,963,149	14,671,299	5,291,850
Debt service	<u>-</u>	<u>-</u>	<u>95,760</u>	<u>(95,760)</u>
Total expenditures	<u>21,087,799</u>	<u>19,963,149</u>	<u>14,767,059</u>	<u>5,196,090</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(10,426,042)	(9,580,382)	(3,787,735)	5,792,647
Other Financing Sources (Uses)				
Transfers in	200,000	290,180	1,176,344	886,164
Transfers out	<u>-</u>	<u>-</u>	<u>(1,700)</u>	<u>(1,700)</u>
Total transfers, net	<u>200,000</u>	<u>290,180</u>	<u>1,174,644</u>	<u>884,464</u>
Net change in fund balances	<u>\$ (10,226,042)</u>	(9,290,202)	(2,613,091)	<u>\$ 6,677,111</u>
Fund balance, beginning		<u>11,290,665</u>	<u>11,290,665</u>	
Fund balance, ending		<u>\$ 2,000,463</u>	<u>\$ 8,677,574</u>	

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Community Education Fund
For the Year Ended June 30, 2025**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment income	\$ 222,000	\$ 174,486	\$ 297,907	\$ 123,421
Charges for services	6,784,300	7,204,815	8,194,034	989,219
Community grants & awards	1,076,675	863,595	1,239,313	375,718
Pandemic relief funding	-	-	3,000	3,000
Total revenues	<u>8,082,975</u>	<u>8,242,896</u>	<u>9,734,254</u>	<u>1,115,640</u>
Expenditures				
Instruction	5,391,032	5,778,040	6,002,249	(224,209)
Support services	3,575,132	3,894,326	3,633,436	260,890
Capital outlay	30,000	10,000	560,492	(550,492)
Contingency reserve	4,790,257	5,233,513	-	5,233,513
Total expenditures	<u>13,786,421</u>	<u>14,915,879</u>	<u>10,196,177</u>	<u>4,719,702</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(5,703,446)	(6,672,983)	(461,923)	5,835,342
Other Financing Sources (Uses)				
Transfers in	-	-	488	488
Transfers out	-	(500)	(391,195)	(390,695)
Total transfers, net	<u>-</u>	<u>(500)</u>	<u>(390,707)</u>	<u>(390,207)</u>
Net change in fund balances	(5,703,446)	(6,673,483)	(852,630)	5,445,135
Fund balance, beginning	<u>5,703,446</u>	<u>6,673,483</u>	<u>6,672,983</u>	<u>(500)</u>
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,820,353</u>	<u>\$ 5,444,635</u>

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fair Contributions Fund
For the Year Ended June 30, 2025**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment income	\$ 300,000	\$ 550,000	\$ 545,460	\$ (4,540)
Cash in lieu	<u>2,000,000</u>	<u>1,500,000</u>	<u>1,336,802</u>	<u>(163,198)</u>
Total revenues	<u>2,300,000</u>	<u>2,050,000</u>	<u>1,882,262</u>	<u>(167,738)</u>
Expenditures				
Purchased services	95,000	1,500,000	405,302	1,094,698
Capital outlay	<u>1,500,000</u>	<u>922,414</u>	<u>159,252</u>	<u>763,162</u>
Total expenditures	<u>1,595,000</u>	<u>2,422,414</u>	<u>564,554</u>	<u>1,857,860</u>
Excess (deficiency) of revenues over (under) expenditures	705,000	(372,414)	1,317,708	1,690,122
Other Financing (Uses)				
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>(72)</u>	<u>(72)</u>
Net change in fund balance	<u>\$ 705,000</u>	<u>(372,414)</u>	1,317,636	<u>\$ 1,690,050</u>
Fund balance, beginning		<u>11,719,000</u>	<u>11,719,000</u>	
Fund balance, ending		<u>\$ 11,346,586</u>	<u>\$ 13,036,636</u>	

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Governmental Designated-Purpose Grants
For the Year Ended June 30, 2025**

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Revenues				
Local grants	\$ 100,700	\$ 100,700	\$ 88,410	\$ (12,290)
State grants	2,711,424	7,030,420	6,172,725	(857,695)
Federal grants	15,073,737	14,591,473	13,756,564	(834,909)
Total revenues	<u>17,885,861</u>	<u>21,722,593</u>	<u>20,017,699</u>	<u>(1,704,894)</u>
Expenditures				
Salaries	10,069,178	10,501,613	10,386,647	114,966
Benefits	3,049,933	3,586,384	3,364,466	221,918
Purchased services	2,015,707	2,509,731	3,229,442	(719,711)
Supplies and materials	2,155,625	3,581,901	1,232,835	2,349,066
Other	581,418	1,265,025	1,066,024	199,001
Pass-through to charter schools	-	-	446,141	(446,141)
Capital outlay	14,000	277,939	226,249	51,690
Debt service	-	-	65,895	(65,895)
Total expenditures	<u>17,885,861</u>	<u>21,722,593</u>	<u>20,017,699</u>	<u>1,704,894</u>
Net change in fund balances	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Fund balance, beginning		-	-	
Fund balance, ending		<u>\$ -</u>	<u>\$ -</u>	

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Nutrition Services Fund
For the Year Ended June 30, 2025**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment income	\$ 120,000	\$ 28,000	\$ 15,720	\$ (12,280)
Charges for services	1,265,000	1,008,000	442,191	(565,809)
Other food service charges	55,000	115,000	499,873	384,873
State sources	9,015,000	7,330,000	6,910,398	(419,602)
Commodities entitlement	1,035,000	1,625,598	1,181,428	(444,170)
Federal sources	7,350,000	9,000,000	8,352,551	(647,449)
Total revenues	<u>18,840,000</u>	<u>19,106,598</u>	<u>17,402,161</u>	<u>(1,704,437)</u>
Expenditures				
Salaries	7,409,500	7,794,291	7,116,889	677,402
Benefits	2,872,000	3,008,368	2,717,488	290,880
Purchased services	233,100	228,100	219,072	9,028
Supplies and materials	7,770,000	8,625,598	9,149,468	(523,870)
Capital outlay	550,000	385,625	445,247	(59,622)
Other	100,000	100,000	100,000	-
Total expenditures	<u>18,934,600</u>	<u>20,141,982</u>	<u>19,748,164</u>	<u>393,818</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (94,600)</u>	(1,035,384)	(2,346,003)	<u>\$ (1,310,619)</u>
Fund balance, beginning		<u>4,208,451</u>	<u>4,208,451</u>	
Fund balance, ending		<u>\$ 3,173,067</u>	<u>\$ 1,862,448</u>	

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Student Activity Fund
For the Year Ended June 30, 2025**

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Revenues				
Investment income	\$ 260,000	\$ 309,000	\$ 266,130	\$ (42,870)
Athletic activities	3,355,000	3,355,000	3,587,738	232,738
Cocurricular pupil activities	4,068,000	4,068,000	4,084,859	16,859
PTO/Gift activities	1,022,000	1,022,000	1,164,758	142,758
Total revenues	<u>8,705,000</u>	<u>8,754,000</u>	<u>9,103,485</u>	<u>349,485</u>
Expenditures				
Athletic activities	3,679,000	4,000,000	3,598,075	401,925
Cocurricular pupil activities	4,100,000	4,400,000	3,766,025	633,975
PTO/Gift activities	1,000,000	1,200,000	952,151	247,849
Total expenditures	<u>8,779,000</u>	<u>9,600,000</u>	<u>8,316,251</u>	<u>1,283,749</u>
Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)	(74,000)	(846,000)	787,234	1,633,234
Other Financing Sources (Uses)				
Transfers in	-	-	32,096	32,096
Transfers out	-	(89,680)	(273,675)	(183,995)
Total transfers, net	<u>-</u>	<u>(89,680)</u>	<u>(241,579)</u>	<u>(151,899)</u>
Net change in fund balances	<u>\$ (74,000)</u>	<u>(935,680)</u>	<u>545,655</u>	<u>\$ 1,481,335</u>
Fund balance, beginning		<u>5,974,866</u>	<u>5,974,866</u>	
Fund balance, ending		<u>\$ 5,039,186</u>	<u>\$ 6,520,521</u>	

The notes to financial statements are an integral part of this statement.

SUPPLEMENTARY SCHEDULES – PROPRIETARY FUND

Internal Service Fund

Internal Service Funds may be used to accumulate and allocate costs internally among governmental functions. The District's only internal service fund is the *Self Insurance Fund* which accounts for the specific medical and dental health plans of the District.

St. Vrain Valley School District RE-1J

**Schedule of Revenues, Expenses, and Changes in Fund Net Position - Budget and Actual
Self Insurance Fund
For the Year Ended June 30, 2025**

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Revenues				
Investment income	\$ 750,000	\$ 800,000	\$ 829,279	\$ 29,279
Other local sources	120,000	120,000	88,102	(31,898)
Employee benefit premiums	29,689,200	29,689,200	33,155,207	3,466,007
Total revenues	<u>30,559,200</u>	<u>30,609,200</u>	<u>34,072,588</u>	<u>3,463,388</u>
Expenses				
Salaries	249,342	274,106	271,136	2,970
Benefits	77,270	84,523	87,253	(2,730)
Purchased services	5,883,840	5,883,840	6,219,460	(335,620)
Supplies and materials	5,400	5,400	-	5,400
Administrative fees	1,490,400	1,490,400	1,316,835	173,565
Claims	24,615,360	26,115,360	28,075,763	(1,960,403)
Contingency reserve	12,007,862	12,691,351	-	12,691,351
Total expenses	<u>44,329,474</u>	<u>46,544,980</u>	<u>35,970,447</u>	<u>10,574,533</u>
Excess (deficiency) of revenues over (under) expenses	(13,770,274)	(15,935,780)	(1,897,859)	14,037,921
Net position, beginning	<u>13,770,274</u>	<u>15,935,780</u>	<u>15,935,780</u>	<u>-</u>
Net position, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,037,921</u>	<u>\$ 14,037,921</u>

The notes to financial statements are an integral part of this statement.

SUPPLEMENTARY SCHEDULES – COMPONENT UNITS

Charter Schools

Aspen Ridge Preparatory School began operations in the fall of fiscal year 2012 to serve students in grades K through 5. In October 2014, the charter was renewed to serve grades K through 8. The school is located in Erie (Weld County).

Carbon Valley Academy, located in Frederick (Weld County), began operations in the fall of fiscal year 2006 to serve students in grades K through 8. In 2009 the school opened a secondary academy with grade 9 and planned to add a grade each year until 12th grade. However, the secondary academy was closed in December 2010.

Firestone Charter Academy, located in Firestone (Weld County), began operations in the fall of fiscal year 2009 to serve students grades K through 8. The school is a Universal Preschool provider effective in fiscal year 2024.

Flagstaff Academy began operations in the fall of fiscal year 2006 serving students in grades K through 8. The school is located in Longmont (Boulder County). The school is a Universal Preschool provider effective in fiscal year 2024.

St. Vrain Community Montessori School began operations in the fall of fiscal year 2009 serving students in grades K through 2. The school, currently located in Longmont (Boulder County), added a grade each year until 6th grade. In October 2013, the charter was renewed to serve grades K through 8, adding grade 7 in fiscal year 2015 and grade 8 in fiscal year 2016. The school is a Universal Preschool provider effective in fiscal year 2024.

Twin Peaks Classical Academy, located in Longmont (Boulder County), began operations in the fall of fiscal year 1998 to serve students in grades K through 8. In 2012, the school opened a secondary academy with grades 9 and 10 and added a grade each year until 12th grade. The school is a Universal Preschool provider effective in fiscal year 2024.

St. Vrain Valley School District RE-1J

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

	Aspen Ridge Preparatory School	Carbon Valley Academy	Firestone Charter Academy
Assets			
Cash and investments	\$ 5,571,824	\$ 677,820	\$ 6,953,286
Accounts receivable	6,241	-	17,683
Due from primary government	80,775	33,953	725,258
Prepaid items	146,930	6,295	110,296
Deposits	-	-	-
Restricted cash and investments	1,465,844	-	654,987
Capital assets,			
Non-depreciable	900,683	-	-
Depreciable, net	10,354,937	7,697,533	15,450,883
Total assets	<u>18,527,234</u>	<u>8,415,601</u>	<u>23,912,393</u>
Deferred outflows of resources			
Related to debt	-	-	-
Related to pension	1,831,591	1,041,318	1,758,019
Related to OPEB	72,404	20,990	49,708
Total deferred outflows of resources	<u>1,903,995</u>	<u>1,062,308</u>	<u>1,807,727</u>
Liabilities			
Accounts payable	61,205	11,814	659,623
Due to primary government	13,819	13,923	13,914
Accrued expenses	-	85,096	-
Accrued salaries and benefits	411,048	159,019	308,058
Accrued interest payable	210,269	-	64,031
Unearned revenue	-	-	10,497
Compensated absences	-	-	-
Noncurrent liabilities			
Due within one year	250,000	156,811	280,000
Due in more than one year	9,305,000	8,216,814	16,795,000
Net pension liability	8,319,852	4,048,053	8,764,374
OPEB liability	147,618	71,824	155,505
Total liabilities	<u>18,718,811</u>	<u>12,763,354</u>	<u>27,051,002</u>
Deferred inflows of resources			
Related to pension	103,358	294,915	37,211
Related to OPEB	79,859	44,788	84,008
Total deferred inflows of resources	<u>183,217</u>	<u>339,703</u>	<u>121,219</u>
Net Position			
Net investment in capital assets	1,700,620	(898,476)	(689,130)
Restricted for			
Emergencies	277,752	116,087	308,510
Debt service	1,153,916	-	-
Capital projects	101,659	-	-
Unrestricted	<u>(1,704,746)</u>	<u>(2,842,759)</u>	<u>(1,071,481)</u>
Total net position	<u>\$ 1,529,201</u>	<u>\$ (3,625,148)</u>	<u>\$ (1,452,101)</u>

The notes to financial statements are an integral part of this statement.

			Component Units
Flagstaff Academy	St Vrain Community Montessori School	Twin Peaks Classical Academy	Total Charter Schools
\$ 6,035,593	\$ 1,330,118	\$ 4,767,000	\$ 25,335,641
-	9,908	-	33,832
93,983	31,698	122,345	1,088,012
30,447	77,816	132,877	504,661
107,951	14,834	53,934	176,719
1,395,521	-	2,601,148	6,117,500
-	343,997	2,514,605	3,759,285
7,455,768	73,119	15,642,362	56,674,602
15,119,263	1,881,490	25,834,271	93,690,252
1,047,402	-	2,079,972	3,127,374
2,242,782	985,613	2,314,841	10,174,164
35,105	21,638	66,979	266,824
3,325,289	1,007,251	4,461,792	13,568,362
61,389	50,138	65,078	909,247
50,998	1,342	34,117	128,113
129,713	-	48,894	263,703
566,684	29,514	416,901	1,891,224
194,203	-	169,494	637,997
123,703	103,798	-	237,998
115,296	69,796	-	185,092
310,000	-	687,990	1,684,801
11,367,953	-	20,920,723	66,605,490
11,414,741	4,786,603	11,880,962	49,214,585
202,528	84,928	210,802	873,205
24,537,208	5,126,119	34,434,961	122,631,455
1,241,117	162,261	320,358	2,159,220
169,619	45,880	131,343	555,497
1,410,736	208,141	451,701	2,714,717
7,146,269	73,119	(1,541,268)	5,791,134
330,681	119,700	389,416	1,542,146
1,395,521	-	2,601,148	5,150,585
-	-	1,254,789	1,356,448
(16,375,863)	(2,638,338)	(7,294,684)	(31,927,871)
<u>\$ (7,503,392)</u>	<u>\$ (2,445,519)</u>	<u>\$ (4,590,599)</u>	<u>\$ (18,087,558)</u>

The notes to financial statements are an integral part of this statement.

St. Vrain Valley School District RE-1J

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

	Aspen Ridge Preparatory School	Carbon Valley Academy	Firestone Charter Academy
Expenses			
Instruction	\$ 4,816,801	\$ 2,357,178	\$ 4,954,923
Supporting services	3,456,472	1,733,041	3,265,468
Interest expense	486,213	308,888	780,525
Total expenses	<u>8,759,486</u>	<u>4,399,107</u>	<u>9,000,916</u>
Program Revenues			
Charges for Services	382,153	50,044	463,968
Operating Grants and Contributions	182,967	98,135	1,414,065
Capital Grants and Contributions	212,892	130,268	237,755
Total program revenues	<u>778,012</u>	<u>278,447</u>	<u>2,115,788</u>
General Revenues			
Per pupil revenue	6,470,566	2,717,411	6,682,158
Mill levy override	1,258,518	528,534	1,299,674
Interest income	234,666	355	-
Other	262,267	39,101	438,464
Total general revenues	<u>8,226,017</u>	<u>3,285,401</u>	<u>8,420,296</u>
Change in net position	244,543	(835,259)	1,535,168
Net position, beginning	<u>1,284,658</u>	<u>(2,789,889)</u>	<u>(2,987,269)</u>
Net position, ending	<u>\$ 1,529,201</u>	<u>\$ (3,625,148)</u>	<u>\$ (1,452,101)</u>

The notes to financial statements are an integral part of this statement.

Flagstaff Academy	St Vrain Community Montessori School	Twin Peaks Classical Academy	Component Units
			Total Charter Schools
\$ 6,176,531	\$ 2,514,590	\$ 7,038,313	\$ 27,858,336
4,080,460	1,739,027	4,880,735	19,155,203
480,582	-	1,124,036	3,180,244
<u>10,737,573</u>	<u>4,253,617</u>	<u>13,043,084</u>	<u>50,193,783</u>
949,287	482,715	437,515	2,765,682
627,179	302,064	574,737	3,199,147
281,617	123,381	331,187	1,317,100
<u>1,858,083</u>	<u>908,160</u>	<u>1,343,439</u>	<u>7,281,929</u>
7,528,565	2,539,220	9,800,498	35,738,418
1,464,299	493,876	1,906,188	6,951,089
184,513	47,331	210,415	677,280
240,530	74,291	208,781	1,263,434
<u>9,417,907</u>	<u>3,154,718</u>	<u>12,125,882</u>	<u>44,630,221</u>
538,417	(190,739)	426,237	1,718,367
<u>(8,041,809)</u>	<u>(2,254,780)</u>	<u>(5,016,836)</u>	<u>(19,805,925)</u>
<u>\$ (7,503,392)</u>	<u>\$ (2,445,519)</u>	<u>\$ (4,590,599)</u>	<u>\$ (18,087,558)</u>

The notes to financial statements are an integral part of this statement.

DRAFT
October 20, 2025



MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: Approval of Recommendation to Hire Executive Director of Legal Services
Strategic Priority – Strong/Visionary Leadership

RECOMMENDATION

That the Board of Education approve the recommendation to hire Alvin Brown as Executive Director of Legal Services, effective November 1, 2025.

BACKGROUND

Mr. Brown graduated from University of Colorado, Colorado Springs with a Bachelor of Arts Degree in Political Science. He continued his education at University of Colorado School of Law where he earned his Juris Doctorate. Additionally, he holds active licensure through the State and District Courts of Colorado.

Mr. Brown has been an employee in St. Vrain Valley Schools since 2021. He is in his fourth year serving as Executive Director of Human Resources where he supports employee relations matters, compliance with state and federal employment matters, and human resources processes. Prior to joining our district, he worked for Colorado Springs School District 11 for nine years as Director of Equal Opportunity Programs and Ombuds Services. His professional background also includes serving as an attorney in various settings for eight years. He was an attorney for a small law practice providing legal services to the Colorado Springs Community, was Deputy District Attorney for the 4th Judicial District Attorney's Office (Colorado Springs), and served as Deputy District Attorney for the 10th Judicial District Attorney's Office (Pueblo).

Mr. Brown supports the local community through various volunteer roles. He currently volunteers for the following organizations: Board of Directors for the YMCA, Sex Assault Response Committee (SARC) for Boulder County, and the National and Colorado Associations for School Attorneys.

SALARY

Annual salary will be according to schedule.

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: Approval of Amendment to the Design-Builder Contract for the Clover Basin Warehouse Renovation Project
Strategic Priority – Cutting-Edge Technology and Innovation

RECOMMENDATION

That the Board of Education approve the amendment for \$3,287,968 to the Design-Builder Agreement with PCL Construction Services, Inc., for the Clover Basin Warehouse Renovation Project for a new contract value of \$3,791,618. Further, to authorize Brian Lamer, Assistant Superintendent of Operations, to sign contract documents and initiate scope changes up to the approved amounts in accordance with Board of Education policy.

BACKGROUND

This amendment is for the full scope of work for the Clover Basin Warehouse Renovation Project. The project includes increased Nutrition Services freezer and cooler capacities along with renovations of the central storage and dry storage areas for efficiency and safety upgrades.

This item is being brought forth to comply with Board policy FEG stating any items over \$99,999 must have Board approval.

Original Agreement Amount (a)	\$ 77,410
Previous change orders (b)	\$ 426,240
Current change order (c)	\$3,287,968
Total changes (previous + current) (d)	\$3,714,208
New contract amount (e)	\$3,791,618

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: Approval of Amendment to Thunder Valley K-8 Strategic Remodel
Strategic Priority – Portfolio of 21st-Century Instructional Focus Schools
and Robust Co-Curricular Opportunities

RECOMMENDATION

That the Board of Education approve the Amendment to the Construction Manager/General Contractor (CM/GC) contract with Himmelman Construction for the Thunder Valley K-8 Strategic Remodel for a maximum contract amount of \$4,700,000 and an initial contract award of \$2,640,605. Further, to authorize Brian Lamer, Assistant Superintendent of Operations, to sign contract documents and initiate scope changes up to the approved amounts in accordance with Board of Education policy.

BACKGROUND

This project consists of a strategic remodel to increase space efficiency of the school to accommodate growing student population within the existing footprint of the building. It will also include improvements to outdoor activity areas, interior support spaces, and provide a refresh to the HVAC system and roofing.

The CM/GC review committee reviewed responses to 2026 Summer Renovation Project RFP which evaluated firms who were prequalified via RFQ 2025-016 – Construction Services Pre-Qualification. Himmelman Construction was selected as the most qualified for this project based on their interview performance as well as prior experience.

This item is being brought forth to comply with Board policy FEG stating any items over \$99,999 must have Board approval.

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent of Schools

SUBJECT: Adoption of Resolution Approving 2025-2026 District Employee
Membership in Colorado High School Activities Association (CHSAA)
Strategic Priority – Strong Visionary Leadership

RECOMMENDATION

That the Board of Education adopt a resolution approving 2025-2026 District employee membership in CHSAA.

BACKGROUND

The Board of Education recognizes the services of the individuals listed in the resolution to be within the scope of employment of school district personnel and within the performance of those duties as employees of the school district, as members of the Board of Directors of the CHSAA or as a member of other CHSAA committees, Legislative Council or interscholastic activity league committees under CHSAA.

Chase McBride, Assistant Superintendent of Athletics, Activities, Fine Arts, Unified and PE, will be available for questions.

RESOLUTION OF THE BOARD OF EDUCATION
OF THE
ST. VRAIN VALLEY SCHOOL DISTRICT RE-1J

WHEREAS, the high schools of the District are members of the Colorado High School Activities Association (CHSAA), Foothills League, Granite Peaks League, Mile High League and Northern Conference pursuant to resolutions adopted by this Board; and

WHEREAS, the CHSAA is an instrumentality of the public schools of the State of Colorado serving the important governmental purpose of administering the interscholastic activities of its members;

THEREFORE, BE IT RESOLVED, that service as a member of the Board of Directors of the CHSAA or as a member of other CHSAA committees, Legislative Council or interscholastic activity league committees under the auspices of CHSAA, is deemed to be within the scope of employment of District personnel and within the performance of those duties as employees of the District. In particular, the Board of Education recognizes the services of the following individuals to be within the scope of this resolution for the 2025-26 School Year:

Chase McBride	Administration	Colorado Athletic Directors Association (CADA) Member, CHSAA Basketball Committee Member, CHSAA Basketball State Championship Host, CHSAA Tournament, Playoff and Finance Committee, District Athletic Director Committee Member, National Interscholastic Athletic Administrators Association (NIAAA) Member, SVVSD/UC Health/OCR JOC Board Member, Granite Peaks League Member, Mile High League Member
Janay Bird	Administration	CHSAA Music Committee Member, Colorado Music Educators Association Member, American Choral Directors Association Member
Chad Cooper	Erie	CADA Member, CHSAA Lacrosse Committee Member, Granite Peaks League Member, NIAAA Member, Northern Conference 5A Football League President
Ty Gordon	Frederick	CADA Member, CHSAA Basketball Committee Member, CHSAA Basketball State Championship Host, Granite Peaks League Member, NIAAA Member, SVVSD/UC Health/OCR JOC Board Member

Pete Scheck	Longmont	CADA Member, CHSAA Basketball State Championship Host & Tournament Worker, CHSAA Unified Bowling Committee Member, CHSAA Unified Bowling Regional Host, CHSAA Unified Bowling State Championship Worker, CHSAA Volleyball Committee Member, Granite Peaks League Member, SVVSD/UC Health/OCR JOC Board Member
Colleen Ford	Lyons	CADA Member, CHSAA Volleyball Committee Member, CHSAA League Presidents Committee Member, CHSAA Legislative Council Voting Member, Mile High League Member and President, Mile High League Track Chair, NIAAA Member
Chad Eisentrager	Mead	CADA Member, CHSAA Basketball State Championship Host, CHSAA League Presidents Committee Member, CHSAA Transfer Task Force Member, Granite Peaks League Member and President, NIAAA Member
Joe Brown	Niwot	CADA Member, CADA Board of Directors Member, CHSAA Board of Directors President, CHSAA Classification and League Organizing Committee (CLOC) Advisory Committee Member, CHSAA Hall of Fame Committee Member, CHSAA Property Task Force, CHSAA Unified Bowling Committee Member, Colorado High School Coaches Association (CHSCA) Executive Board Member, Granite Peaks League Member, SVVSD/UC Health/OCR JOC Board Member, NIAAA Member
Patrick DeCamillis	Silver Creek	CADA Member, CHSAA Wrestling State Tournament Committee Member, Granite Peaks League Member, NIAAA Member
Lindsay Yost	Skyline	CADA Member, CADA Board of Directors, CHSAA Track & Field Committee Member, Granite Peaks League Member, NIAAA Member, NIAAA State Professional Development Coordinator, NIAAA Board At Large Candidate

Cameron Wright Twin Peaks

CADA member, Foothills League President,
NIAAA Member

I certify that the foregoing resolution was duly adopted by the Board of Education of the St. Vrain Valley School District RE-1J at its Regular Meeting on October 22, 2025.

Karen Ragland
President of the Board of Education

*Place on file in Local District. Do not submit to the CHSAA.

MEMORANDUM

DATE: October 22, 2025

TO: Board of Education

FROM: Dr. Jackie Kapushion, Superintendent

SUBJECT: Approval of School Name, Colors, and Mascot for the New PK-8 in Mead Strategic Priority – Strong/Visionary Leadership

RECOMMENDATION

That the Board of Education select one of the following school names, colors, and mascots submitted by the Mead PK-8 Naming Committee as the official name for the new PK-8 in Mead.

NAMING OPTIONS**Name: Big Sky PK-8**

Mascot: Bison

Rational: Big Sky captures the spirit of the American West — a place defined by wide-open horizons, and opportunity. The name evokes a sense of endless possibility and reminds us that learning, like the sky above, has no limits. It invites our students to aim big and aim high to dream boldly, take risks, and believe that their potential has no ceiling. “Big Sky” reflects not just where we live, but how we think: expansive, curious, and forward-looking. The Bison is the perfect complement to that vision. While Big Sky speaks to limitless potential, the Bison represents the strength, determination, and community it takes to reach it. Bison endure storms, move steadily forward, and thrive by sticking together. The Bison herd symbolizes resilience and unity — the idea that we are stronger together than we are alone.

Name: Mead Meadows PK-8

Mascot: Moose

Rational: The name “Mead Meadows” connects directly to our community’s geography and heritage. The town of Mead was founded amid open meadows and farmland, and this name honors those origins. The name elicits the ideas of the calmness and beauty of the land around our community. The Moose is one of Colorado’s most majestic creatures. There is a quiet strength in the moose that is powerful, but not aggressive. Moose are also known to be quite adaptive in a variety of environments and we could use this as part of our message.

Color Palette:

Primary Colors: Teal and Yellow
Accent Colors: Orange, Sky Blue and Dark Teal

Board Policy FF, Naming of Facilities:

The Board of Education recognizes that the process for naming a school, school facility or area of school property is a matter deserving thoughtful and serious consideration. A facility will not be renamed unless the current name has become obsolete or is deemed inappropriate because of the community it serves or the program it houses. School facilities may be named for a geographical area, community location or in honor of a deceased individual who has made a significant contribution to the field of education at either the local, state or national level. An advisory committee will be formed to solicit community input for naming or renaming a school.



Process:

To strengthen connections with parents and students, Mead PK-8 actively involved the community in selecting the new school's name, mascot, and colors through strong elements of public participation and engagement.

September 3: Community submission form opened. Outreach included the Mead PK-8 Community meeting, website news story, media release, and social media posts to invite community members to submit ideas for the school name, mascots and colors.

September 17: Public submissions closed and information was compiled for committee review.

September 30: Leadership Cabinet narrowed the list of names for the naming committee to review.

October 6: A naming committee composed of school leadership and parents convened to select the top names, mascots and colors to submit to the Board for final decision.

October 22: Top results from the committee shared with the Board of Education for final vote on name, mascot and colors.