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**STATE OF COLORADO  
METROPOLITAN STATE COLLEGE OF DENVER**

**Financial Statements for the  
Year Ended June 30, 1992 and  
Independent Auditors' Report**

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## INDEPENDENT AUDITORS' REPORT

Members of the Legislative Audit Committee:

We have audited the accompanying balance sheet of Metropolitan State College of Denver (the College) as of June 30, 1992, and the related statements of changes in fund balances and current funds revenues, expenditures and other changes for the year then ended. These financial statements are the responsibility of the College. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the College as of June 30, 1992, and the changes in its fund balances and its current funds revenues, expenditures and other changes for the year then ended, in conformity with generally accepted accounting principles.

We have previously audited the financial statements of the College as of and for the year ended June 30, 1992, comparative financial information from which, is presented herein. In our opinion, such comparative financial information has been properly extracted from the prior year's financial statements.

*Deloitte & Touche*

October 2, 1992







STATE OF COLORADO  
METROPOLITAN STATE COLLEGE OF DENVER

BALANCE SHEET, ALL FUNDS  
JUNE 30, 1992  
(With comparative totals as of June 30, 1991)

<u>ASSETS</u>	<u>1992</u>	<u>1991</u>
<b>CURRENT FUNDS:</b>		
Unrestricted:		
State appropriated:		
Cash and certificates of deposit	\$ 33,271	\$ 38,585
Cash on deposit with State Treasurer (Note 2)	3,270,935	3,187,309
Accounts receivable (less allowance for doubtful accounts of \$219,880 and \$244,723, respectively) (Note 3)	346,760	572,672
Due from State agencies	60,000	1,042
Deferred charges	117,662	111,346
Prepaid expenses	22,180	9,342
Other assets	267	267
Total state appropriated funds	<u>3,851,075</u>	<u>3,920,563</u>
Auxiliary enterprises:		
Cash and certificates of deposit	191,174	295,917
Cash on deposit with State Treasurer (Note 2)	2,103,352	1,497,534
Interest receivable	565	592
Accounts receivable (Note 3)	6,576	61,541
Due from state agencies	9,040	1,658
Deferred charges	28,367	36,574
Due from loan fund		55,000
Prepaid expenses	800	15,479
Total auxiliary enterprises	<u>2,339,874</u>	<u>1,964,295</u>
Total unrestricted funds	<u>6,190,949</u>	<u>5,884,858</u>
Restricted:		
Cash on deposit with State Treasurer (Note 2)	137,763	154,054
Accounts receivable (Note 3)	842,539	404,915
Due from state agencies		2,161
Deferred charges	<u>11,118</u>	<u>1,841</u>
Total restricted funds	<u>991,420</u>	<u>562,971</u>
<b>TOTAL CURRENT FUNDS</b>	<u>\$ 7,182,369</u>	<u>\$ 6,447,829</u>
<b>LOAN FUNDS:</b>		
Cash on deposit with State Treasurer (Note 2)	\$ 121,783	\$ 81,020
Loans receivable (less allowance for doubtful loans of \$1,233,527 and \$1,249,647, respectively) (Note 3)	<u>6,649,982</u>	<u>5,690,717</u>
<b>TOTAL LOAN FUNDS</b>	<u>\$ 6,771,765</u>	<u>\$ 5,771,737</u>
<b>PLANT FUNDS:</b>		
Investment in plant:		
Equipment	\$ 6,780,072	\$ 6,273,050
Total investment in plant	<u>6,780,072</u>	<u>6,273,050</u>
<b>TOTAL PLANT FUNDS</b>	<u>\$ 6,780,072</u>	<u>\$ 6,273,050</u>
<b>AGENCY FUNDS:</b>		
Cash on deposit with State Treasurer (Note 2)	\$ 361,441	\$ 284,017
Accounts receivable		104
<b>TOTAL AGENCY FUNDS</b>	<u>\$ 361,441</u>	<u>\$ 284,121</u>

See notes to financial statements.

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LIABILITIES AND FUND BALANCES

	<u>1992</u>	<u>1991</u>
<b>CURRENT FUNDS:</b>		
Unrestricted:		
State appropriated:		
Payable to banks	\$ 281,851	157,704
Accounts payable	350,408	893,475
Accrued payroll	77,394	86,310
Due to students	62,525	67,022
Due to State Treasurer	302	1,597
Due to other agencies	95,213	109,189
Deferred revenue	2,350,679	2,189,778
Compensated absence liability	1,129,484	919,473
Contingencies (Note 6)		
Fund balances (deficits):		
Allocated for compensated absence liability (Note 7)	(1,129,484)	(919,473)
Unallocated	<u>632,703</u>	<u>415,488</u>
Total state appropriated funds	<u>3,851,075</u>	<u>3,920,563</u>
Auxiliary enterprises:		
Accounts payable	207,384	185,690
Accrued payroll	20,985	14,517
Due to state agency	55,783	
Deferred revenue	420,096	313,757
Fund balances - unallocated	<u>1,635,626</u>	<u>1,450,331</u>
Total auxiliary enterprises	<u>2,339,874</u>	<u>1,964,295</u>
Total unrestricted funds	<u>6,190,949</u>	<u>5,884,858</u>
Restricted:		
Accounts payable	49,037	29,336
Accrued payroll	10,206	10,989
Due to State Treasurer	790,818	398,520
Due to other agencies	228	
Fund balance	<u>141,131</u>	<u>124,126</u>
Total restricted funds	<u>991,420</u>	<u>562,971</u>
<b>TOTAL CURRENT FUNDS</b>	<u>\$ 7,182,369</u>	<u>\$ 6,447,829</u>
<b>LOAN FUNDS:</b>		
Accounts payable	\$ 1,062	\$ 3,383
Due to students		1,253
Due to current unrestricted fund		55,000
Fund balances:		
U.S. Government grants refundable	5,950,256	5,015,489
Other loan funds	<u>820,447</u>	<u>696,612</u>
<b>TOTAL LOAN FUNDS</b>	<u>\$ 6,771,765</u>	<u>\$ 5,771,737</u>
<b>PLANT FUNDS:</b>		
Investment in plant:		
Accounts payable	\$ 200,000	
Capital lease payable (Note 4)	678,621	\$ 293,699
Investment in plant	<u>5,901,451</u>	<u>5,979,351</u>
Total investment in plant	<u>6,780,072</u>	<u>6,273,050</u>
<b>TOTAL PLANT FUNDS</b>	<u>\$ 6,780,072</u>	<u>\$ 6,273,050</u>
<b>AGENCY FUNDS:</b>		
Accounts payable	\$ 231,069	\$ 200,018
Deposits held in custody for others	<u>130,372</u>	<u>84,103</u>
<b>TOTAL AGENCY FUNDS</b>	<u>\$ 361,441</u>	<u>\$ 284,121</u>





STATE OF COLORADO  
METROPOLITAN STATE COLLEGE OF DENVER

STATEMENT OF CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 1992  
(With comparative totals for the year ended June 30, 1991)

	Current Funds					
	1992				Total	
	State Appropriated Funding	Auxiliary and Self-Funded	Total Unrestricted	Restricted	1992	1991
REVENUES AND OTHER ADDITIONS:						
Unrestricted current fund revenues	\$ 49,132,257	\$ 5,906,494	\$55,038,751		\$55,038,751	\$51,024,010
Federal grants and contracts	62,687	136,777	199,464	\$8,696,847	8,896,311	7,960,151
State grants and contracts				2,851,149	2,851,149	2,630,126
Private gifts, grants and contracts				201,546	201,546	155,210
Investment income						
Interest income						
U.S. Government advances						
Expended for plant facilities						
Total revenues and other additions	<u>49,194,944</u>	<u>6,043,271</u>	<u>55,238,215</u>	<u>11,749,542</u>	<u>66,987,757</u>	<u>61,769,497</u>
EXPENDITURES AND OTHER DEDUCTIONS:						
Education and general	49,203,520	4,008,520	53,212,040	11,692,595	64,904,635	61,192,230
Auxiliary operating expenditures		1,754,456	1,754,456		1,754,456	1,684,614
Indirect costs recovered				62,687	62,687	75,888
Refunded to grantors						
Loan cancellations and writeoffs						
Administrative costs and collection costs				38,768	38,768	90,928
Disposal of equipment						
Total expenditures and other deductions	<u>49,203,520</u>	<u>5,762,976</u>	<u>54,966,496</u>	<u>11,794,050</u>	<u>66,760,546</u>	<u>63,043,660</u>
TRANSFERS AMONG FUNDS AND OTHER ADDITIONS (DEDUCTIONS):						
Mandatory transfers:						
Transfers from Board of State Colleges				13,042	13,042	20,416
Current unrestricted fund matching	(136,000)		(136,000)	136,000		
Loan fund matching grant				(87,529)	(87,529)	(83,876)
Total mandatory transfers	<u>(136,000)</u>		<u>(136,000)</u>	<u>61,513</u>	<u>(74,487)</u>	<u>(63,460)</u>
Other transfers:						
Transfers from Board of State Colleges	76,780		76,780		76,780	217,086
Transfers (to) from other funds	<u>75,000</u>	<u>(95,000)</u>	<u>(20,000)</u>		<u>(20,000)</u>	
Total other transfers	<u>151,780</u>	<u>(95,000)</u>	<u>56,780</u>		<u>56,780</u>	<u>217,086</u>
NET INCREASE (DECREASE) FOR YEAR	7,204	185,295	192,499	17,005	209,504	(1,120,537)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>(503,985)</u>	<u>1,450,331</u>	<u>946,346</u>	<u>124,126</u>	<u>1,070,472</u>	<u>2,191,009</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ (496,781)</u>	<u>\$ 1,635,626</u>	<u>\$ 1,138,845</u>	<u>\$ 141,131</u>	<u>\$ 1,279,976</u>	<u>\$ 1,070,472</u>

See notes to financial statements.

<u>Loan Funds</u>		<u>Plant Funds</u>	
<u>1992</u>	<u>1991</u>	<u>Investment in Plant</u>	
<u>1992</u>	<u>1991</u>	<u>1992</u>	<u>1991</u>
\$ 100	\$ 55		
6,336	16,279		
293,693	261,491		
797,877	761,192		
		<u>\$ 1,007,055</u>	<u>\$1,190,639</u>
<u>1,098,006</u>	<u>1,039,017</u>	<u>1,007,055</u>	<u>1,190,639</u>
1,610	3,165		
55,137	234,872		
90,186	60,846		
		<u>1,084,955</u>	<u>1,273,439</u>
<u>146,933</u>	<u>298,883</u>	<u>1,084,955</u>	<u>1,273,439</u>
87,529	83,876		
87,529	83,876		
20,000			
20,000			
1,058,602	824,010	(77,900)	(82,800)
<u>5,712,101</u>	<u>4,888,091</u>	<u>5,979,351</u>	<u>6,062,151</u>
<u>\$6,770,703</u>	<u>\$5,712,101</u>	<u>\$ 5,901,451</u>	<u>\$5,979,351</u>







STATE OF COLORADO  
METROPOLITAN STATE COLLEGE OF DENVER

STATEMENT OF CURRENT FUNDS REVENUES,  
EXPENDITURES AND OTHER CHANGES  
YEAR ENDED JUNE 30, 1992

(With comparative totals for the year ended June 30, 1991)

	State Appropriated Funding	Auxiliary and Self-Funded	Unrestricted Total		Restricted	
			1992	1991	1992	1991
<b>REVENUES:</b>						
Tuition and fees	\$20,099,671	\$ 2,626,925	\$22,726,596	\$20,062,205		
State appropriations	28,437,773		28,437,773	27,878,475		
Federal grants and contracts	62,687	136,777	199,464	235,639	\$ 8,555,624	\$ 7,653,676
State grants and contracts					2,858,426	2,566,387
Private gifts, grants and contracts		65,064	65,064	113,548	255,800	176,087
Sales and services - education		1,788,685	1,788,685	1,250,364		
Sales and services - auxiliary		398,099	398,099	265,600		
Other sources	594,813	1,027,721	1,622,534	1,453,818		
<b>Total revenues</b>	<b>49,194,944</b>	<b>6,043,271</b>	<b>55,238,215</b>	<b>51,259,649</b>	<b>11,669,850</b>	<b>10,396,150</b>
<b>EXPENDITURES AND MANDATORY TRANSFERS:</b>						
<b>Expenditures:</b>						
Instruction	26,113,846	1,257,623	27,371,469	25,812,266	606,119	345,337
Public service		194,101	194,101	133,951	392,273	471,901
Academic support	6,790,058	67,862	6,857,920	6,685,512	389,783	453,408
Student services	3,982,613	3,716,920	7,699,533	6,947,453	846,710	804,071
Institutional support	6,810,812	526,470	7,337,282	7,337,218	161,860	134,954
Operation and maintenance of plant	5,320,401		5,320,401	5,436,282		
Scholarships and grants	185,790		185,790	242,230	9,334,618	8,163,189
<b>Total expenditures</b>	<b>49,203,520</b>	<b>5,762,976</b>	<b>54,966,496</b>	<b>52,594,912</b>	<b>11,731,363</b>	<b>10,372,860</b>
<b>Mandatory Transfers:</b>						
Transfer from Board of State Colleges					(13,042)	(20,416)
Current unrestricted fund matching	136,000		136,000	40,170	(136,000)	(40,170)
Loan fund matching grant					87,529	83,876
<b>Total mandatory transfers</b>	<b>136,000</b>		<b>136,000</b>	<b>40,170</b>	<b>(61,513)</b>	<b>23,290</b>
<b>Total expenditures and mandatory transfers</b>	<b>49,339,520</b>	<b>5,762,976</b>	<b>55,102,496</b>	<b>52,635,082</b>	<b>11,669,850</b>	<b>10,396,150</b>
<b>OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS):</b>						
Transfer from Board of State Colleges	76,780		76,780	217,086		
Transfer (to) from other funds	75,000	(95,000)	(20,000)			
Excess of restricted receipts over transfer to revenues					17,005	37,810
<b>Total other additions (deductions)</b>	<b>151,780</b>	<b>(95,000)</b>	<b>56,780</b>	<b>217,086</b>	<b>17,005</b>	<b>37,810</b>
<b>NET INCREASE (DECREASE) IN FUND BALANCES</b>	<b>\$ 7,204</b>	<b>\$ 185,295</b>	<b>\$ 192,499</b>	<b>\$ (1,158,347)</b>	<b>\$ 17,005</b>	<b>\$ 37,810</b>

See notes to financial statements.

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Total	
<u>1992</u>	<u>1991</u>
\$22,726,596	\$20,062,205
28,437,773	27,878,475
8,755,088	7,889,315
2,858,426	2,566,387
320,864	289,635
1,788,685	1,250,364
398,099	265,600
<u>1,622,534</u>	<u>1,453,818</u>
<u>66,908,065</u>	<u>61,655,799</u>
27,977,588	26,157,603
586,374	605,852
7,247,703	7,138,920
8,546,243	7,751,524
7,499,142	7,472,172
5,320,401	5,436,282
<u>9,520,408</u>	<u>8,405,419</u>
<u>66,697,859</u>	<u>62,967,772</u>
(13,042)	(20,416)
<u>87,529</u>	<u>83,876</u>
<u>74,487</u>	<u>63,460</u>
66,772,346	63,031,232
76,780	217,086
(20,000)	
<u>17,005</u>	<u>37,810</u>
<u>73,785</u>	<u>254,896</u>
<u>\$ 209,504</u>	<u>\$(1,120,537)</u>



STATE OF COLORADO  
METROPOLITAN STATE COLLEGE OF DENVER

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 1992

(With comparative numbers for the year ended June 30, 1991)

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Metropolitan State College of Denver (the College) are presented in accordance with fund accounting guidelines set forth in the American Institute of Certified Public Accountants' industry audit guide, Audits of Colleges and Universities, and the National Association of College and University Business Officers' publication, College and University Business Administration.

The financial statements of the College have been prepared on the accrual basis. The Statement of Current Funds Revenues, Expenditures and Other Changes is a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period, as would a statement of income or a statement of revenues and expenses.

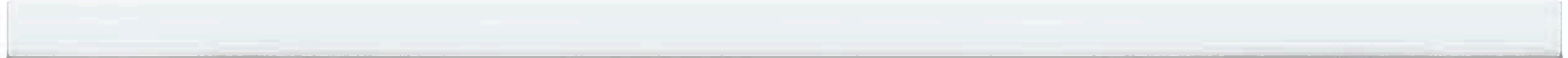
Accounting and reporting activities for resources are performed within funds established, based upon the activities and purposes for which the resources are to be used. A separate group of self-balancing accounts is used for each fund; however, in the accompanying financial statements, funds having similar characteristics and purposes have been combined and reported upon as a group of funds.

Within each group of funds, fund balances restricted by outside sources have been identified. Externally restricted funds may only be utilized in accordance with the restrictions placed upon the resources by the external source. Within the restricted group of funds, revenue is recognized only to the extent that expenditures are made. Resources received in excess or deficiency of expenditures made are recorded as "Excess (Deficiency) of Restricted Receipts Over Transfer to Revenues" in the Statement of Current Funds Revenues, Expenditures and Other Changes.

Plant Fund assets are recorded at acquisition cost or fair value at date of gift. Depreciation on these assets is not recorded. When Current Funds are used to finance additions and normal replacement of movable equipment in Plant Fund assets, the acquisition costs are accounted for as expenditures in Current Funds.

Summer session tuition and expenditures are deferred to the subsequent year's operations.

Interest on loans to students is recognized as income when received.



The College is an agency of the State of Colorado. A significant portion of the College's operations and activities is funded through state appropriations. Earned revenue in excess of augmenting revenue allocations is reported to the Board of State Colleges.

Recording the liability for compensated absences (Note 7) results in fund balance deficits which will be funded by state appropriations, federal funds or other funding sources available in future years when the liability is to be paid.

Certain revenue, expenditures and liabilities have been reclassified for the year ended June 30, 1991 to conform to the presentation adopted for the year ended June 30, 1992 account balances.

## 2. CASH

At year ended June 30, 1992, the College had \$5,204,154 on deposit with the State Treasurer, which consists of \$5,995,274 carried on the College's books as cash on deposit with State Treasurer less \$791,120 due to the State Treasurer. Cash on hand was \$28,205. Detailed information on the State Treasurer's pooled cash and investments is available from that office.

At June 30, 1992, the carrying amount of the College's deposits with financial institutions was \$196,240 and the bank balance was \$2,563,051, of which \$200,000 were federally insured deposits or deposits fully collateralized with securities held by the State or its agent in the State's name and \$2,363,051 were uninsured but fully collateralized with securities held by the pledging financial institution's trust department or agent in the State's name, as required by the Public Deposit Protection Act.

## 3. ACCOUNTS AND LOANS RECEIVABLE

The following schedule shows the status of accounts and loans receivable and related allowance for doubtful accounts at June 30, 1992:

	<u>Total</u>	Less Allowance for Doubtful <u>Accounts</u>	<u>Net</u>
Accounts receivable - Current Funds:			
Students	\$ 566,640	\$ 219,880	\$ 346,760
Other	<u>849,115</u>		<u>849,115</u>
Total accounts receivable	<u>\$1,415,755</u>	<u>\$ 219,880</u>	<u>\$1,195,875</u>
Loans receivable - Loan fund	<u>\$7,883,509</u>	<u>\$1,233,527</u>	<u>\$6,649,982</u>



4. LEASE OBLIGATIONS

Capital Lease Payable - The following is a schedule, by year, of future minimum lease payments for equipment acquired under capital leases, together with the present value of the net minimum lease payments as of June 30, 1992. The book value of the equipment capitalized under this agreement is \$884,596.

Years ending June 30.

1993	\$ 203,723
1994	202,217
1995	202,217
1996	<u>202,217</u>
Total minimum lease payments	810,374
Less amount representing interest	<u>131,753</u>

Present value of net minimum lease payments \$ 678,621

Operating Leases - The College leases building space and equipment under operating lease agreements. Total rental expense for the year ended June 30, 1992 under these agreements was \$565,306.

Minimum future rentals (excluding contingent rentals) required by the above agreements are as follows:

Years ending June 30.

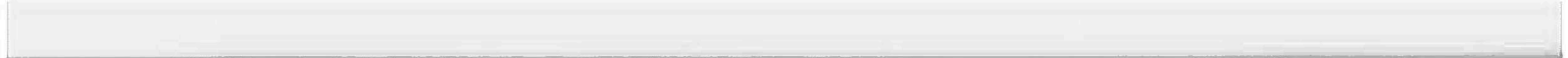
1993	\$ 412,898
1994	338,887
1995	339,006
1996	272,226
1997	266,155
1998 and 1999	<u>532,310</u>
Total	<u>\$2,161,482</u>

5. METROPOLITAN STATE COLLEGE FOUNDATION, INCORPORATED - A RELATED PARTY

Metropolitan State College Foundation, Incorporated (the Foundation) is a not-for-profit corporation formed to promote the welfare, development, growth and well-being of the College. The Foundation engages in activities that may be beyond the scope of the Trustees of the Board of State Colleges in Colorado. The Foundation's financial records are maintained separately from the College's financial accounting system.

The condensed financial statements of the Foundation for the year ended June 30, 1992 with comparative totals for the year ended June 30, 1991 are summarized on the following pages. These financial statements are not combined with the financial statements of the College.





Balance Sheets

	<u>June 30,</u>	
	<u>1992</u>	<u>1991</u>
<u>Assets</u>		
Cash and temporary cash investments	\$ 909,140	\$ 854,933
Receivables and deposits	16,381	11,588
Fixed assets	<u>136,233</u>	<u>37,516</u>
Total assets	<u>\$1,061,754</u>	<u>\$ 904,037</u>

Liabilities and Fund Balance

Liabilities	\$ 421,043	\$ 426,009
Fund balance	<u>640,711</u>	<u>478,028</u>
Total liabilities and fund balance	<u>\$1,061,754</u>	<u>\$ 904,037</u>

Statements of Support, Revenue, Expenses,  
and Changes in Fund Balance

	<u>June 30,</u>	
	<u>1992</u>	<u>1991</u>
Support and revenue:		
Support - contributions	\$ 265,018	\$ 283,496
Revenue	<u>287,765</u>	<u>198,037</u>
Total support and revenue	<u>552,783</u>	<u>481,533</u>
Expenses:		
Payment to or for the benefit of Metropolitan State College of Denver	407,739	304,378
Other expenses	<u>111,794</u>	<u>92,619</u>
Total expenses	<u>519,533</u>	<u>396,997</u>
Excess of support and revenue over expenses before capital additions	33,250	84,536
Capital additions	<u>129,433</u>	<u>76,349</u>
Excess of support and revenue over expenses after capital additions	162,683	160,885
Fund balance, beginning of year	<u>478,028</u>	<u>317,143</u>
Fund balance, end of year	<u>\$ 640,711</u>	<u>\$ 478,028</u>



6. CONTINGENT LIABILITIES

Amounts expended under the terms of certain grants and contracts are subject to audit and possible adjustment by governmental agencies. In the opinion of College management, any adjustments will not have a material adverse effect on the accompanying financial statements.

7. COMPENSATED ABSENCES LIABILITIES

College employees may accrue annual and sick leave based on length of service, but subject to certain limitations on the amount which will be paid upon termination. The estimated cost of compensated absences for which employees are vested is as follows:

<u>Year Ended</u>	<u>Annual Leave</u>	<u>Sick Leave</u>	<u>Combined</u>
June 30, 1992	\$ 1,072,511	\$56,973	\$1,129,484
June 30, 1991	\$ 879,632	\$39,841	\$ 919,473

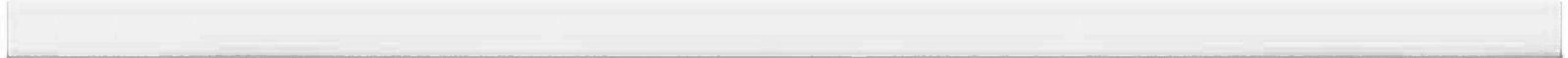
8. PENSION PLAN

The College's principal employee pension plan is the Public Employees' Retirement Association of Colorado (PERA). PERA administers a cost-sharing multiple-employer defined benefit pension plan (the Plan). The Plan's purpose is to provide benefits to members and their dependents at retirement or in the event of death or disability. Employees' rights vest in the plan after 5 years of service credit.

An employee is eligible for full retirement benefits at age 55 with at least 30 years service with the College and other entities covered by PERA, at age 60 with at least 20 years service or at age 65 with at least 5 years service. Employees are eligible for full retirement at any age with 35 or more years of covered service. Reduced retirement benefits are available at age 55 with at least 20 years service or at age 60 with at least 5 years service.

Substantially all full-time employees of the College are covered by PERA. The College's total payroll for the fiscal year ended June 30, 1992 was \$33,960,346; the total payroll of College employees covered by PERA was \$31,668,745. Employer and employee obligations to contribute to PERA are established under Colorado State Law; specifically, Title 24, Article 51 of Colorado Revised Statutes (C.R.S.). For the current fiscal year, the College's contribution to PERA was \$3,366,193, which is 11.6% of covered payrolls from July 1, 1991 to April 30, 1992 and 5.6% of covered payroll for May and June 1992. Contributions by employees was 8% of covered payroll.

The College's contribution to PERA for the calendar year ended December 31, 1991 was \$3,502,302 or .96% of all employer contributions to PERA for the year ended December 31, 1991. At December 31, 1991 the amortization period for unfunded actuarial accrued liabilities for the State Division increased from 28 to 31 years.



During the 1992 legislative session, House Bill 1335 was passed making several significant changes to the plan:

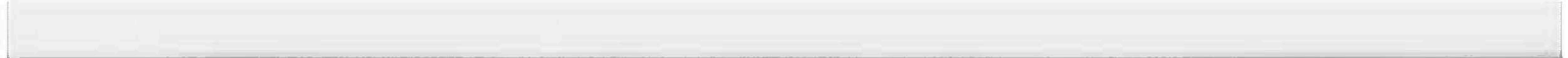
- . The annual increase changes from 3 to 4 percent of the initial benefit beginning in 1993.
- . The benefit formula for each year of service over 20 through 40 years changes from 1.25 to 1.5 percent of Highest Annual Salary (HAS) beginning July 1992.
- . The State Division employer's contribution rate is reduced to 5.6% of salary for May and June 1992, 10.6% for July 1992 through June 1993, and 11.6% thereafter.

Effective January 1, 1992, several actuarial assumptions were changed to more accurately reflect economic conditions and results of an actuarial study of the membership as a whole. The actuarial assumption for investment return was increased from 7.5% to 8.5%. Also, the actuarial assumptions related to withdrawal rates, disability rates, retirement rates and mortality rates were adjusted based on PERA's experience from 1986 to 1990. All other actuarial assumptions remained the same.

The pension benefit obligation, which is the actuarial measure of the present value of credited projected benefits, is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users of the College's financial statements assess PERA's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERA and other pension programs and among employers. As of December 31, 1991, the total pension benefit obligation of the State Division within PERA was \$4,232,866,000. Net assets of the division available for benefits, at fair market value, were \$4,448,104,000.

The annual report of PERA for the calendar year 1991 provides historical trend information under the heading "Schedule of Funding Progress". This historical trend information shows the progress being made in accumulating sufficient assets to pay benefits when due.

PERA's assets do not include any loans or securities of the College.



9. CAMPUS SHARED COSTS

The College's portion of campus shared costs for the Auraria Campus, where the College is located, is as follows:

	<u>Year Ended June 30.</u>	
	<u>1992</u>	<u>1991</u>
Administration of Auraria Higher Education Center and operation and maintenance of plant	\$4,847,903	\$4,783,185
Library and media center	<u>2,743,362</u>	<u>2,659,092</u>
Total	<u>\$7,591,265</u>	<u>\$7,442,277</u>

These campus shared costs have been included in the functional expenditure categories of the statements of current funds revenues, expenditures and other changes as follows:

	<u>Year Ended June 30.</u>	
	<u>1992</u>	<u>1991</u>
Operation and maintenance of plant	\$4,847,903	\$4,783,185
Academic support	<u>2,743,362</u>	<u>2,659,092</u>
Total	<u>\$7,591,265</u>	<u>\$7,442,277</u>

10. RECONCILIATION OF ALLOCATED APPROPRIATION FUNDING SOURCES TO FINANCIAL STATEMENT REVENUES FOR THE YEAR ENDED JUNE 30, 1992

General fund appropriation	\$29,433,958
Less 3% governor's reduction	(883,019)
Less additional governor's reduction	(34,697)
Less PERA adjustment (rate change)	(162,300)
Add OSC transfers (legal fees)	11,997
Add PERA transfers	<u>71,834</u>
Total budgeted general funds	28,437,773
Budgeted cash funds	<u>21,292,504</u>
Total budgeted funds	49,730,277
Less prior year roll-forward	(415,489)
Revenue over (under) budget	<u>31,936</u>
Adjusted budgeted total	<u>\$49,346,724</u>
Total revenue and other transfers per statement of current fund revenues, expenditures, and other changes	<u>\$49,346,724</u>

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