

STATE OF COLORADO
DEPARTMENT OF THE TREASURY

Dave Young
State Treasurer



Eric Rothaus
Deputy Treasurer

To: Office of State Planning and Budgeting

Joint Budget Committee

Senate Committee on Education

House Education Committee

Senate Finance Committee

House Finance Committee

State Board of Land Commissioners

From: Public School Fund Investment Board

Date: November 1, 2021

RE: Public School Fund Investment Board Financial Report FY 2020-2021

Enclosed please find the Public School Permanent Fund Financial Report for FY 2020-2021. Pursuant to § 22-41-107, C.R.S., on November 1 of each fiscal year, the Public School Fund Investment Board (PSFIB) shall submit financial statements to the State Treasurer, the State Board of Land Commissioners, the Governor's Office of State Planning and Budgeting, the Joint Budget Committee, and the Education and Finance Committees of the Colorado Senate and House of Representatives.

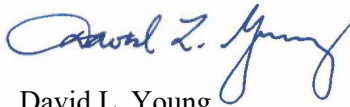
The PSFIB was created in 2016 under § 22-41-102.5, C.R.S. The public purpose for the creation of the PSFIB is to facilitate reasonable growth in the Public School Permanent Fund (the Permanent Fund) through lawful investments authorized under §§ 24-36-109, 111.5, 112, 113, and 22-41-104, C.R.S., and other lawful financial assets as specified in the PSFIB's investment policy.

The Colorado State Constitution, Article IX, § 3 states that the Permanent Fund shall forever remain intact and inviolate. Interest and income are expended in the maintenance of the schools of the State and distributed amongst the several counties and school districts of the State in accordance with § 22-41-102, C.R.S. and related statutory provisions. Except as otherwise provided by law, no part of the Permanent Fund, either principal or interest and income, can be transferred to any other fund, or used or appropriated.

During FY 2020-2021, the Permanent Fund generated over \$30.3 million in distributable net income. The total market value of the Permanent Fund grew to \$1.33 billion as of June 30, 2021. As required by § 22-41-102, \$21 million was distributed to the state public school fund and \$9.3 million to the public school capital construction assistance fund. In addition, pursuant to HB20-1418, codified at §§ 36-1-116, (1)(a)(II)(C) and (1)(c)(III), C.R.S., the General Assembly made a one-time transfer of \$51,801,308 to the State Public School Fund.

Respectfully submitted on behalf of the Public School Permanent Fund Investment Board.

Sincerely,



David L. Young
State Treasurer

CO PUBLIC SCHOOL PERMANENT FUND
FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2021

Fund Activity	FY End June 30, 2021	FY End June 30, 2020	FY End June 30, 2019
Beginning Fund Value (Cash + Investments)	1,260,932,051	1,148,213,997	1,033,797,715
Transfers to PSPF:			
State Land Board Rents, Royalties, & NSE Funds	515,169	61,534,527	65,778,936
Marijuana Excise Tax Allocation	-	-	5,849,826
Escheats Fund	109,211	158,354	83,706
Realized Gains / (Losses)	7,300,693	8,891,469	256,256
Change in Unrealized Market Gain / (Loss)	64,810,291	42,133,704	42,447,558
Ending Fund Value	1,333,667,415	1,260,932,051	1,148,213,997

Income / Expense Summary	FY End June 30, 2021	FY End June 30, 2020	FY End June 30, 2019
Total Portfolio Earned Income	31,757,543	31,463,648	29,792,092
Total Expenses	(861,651)	(561,082)	(428,146)
Change in Income Receivable	(585,940)	(507,951)	(194,801)
Net Income Available for Distribution	30,309,952	30,394,615	29,169,145

Distribution and Transfer of State Funds by Statute	FY End June 30, 2021	FY End June 30, 2020	FY End June 30, 2019
Distribution of Funds Received from DNR:			
Forest Funds Paid & Payable to Counties	49,050	34,916	41,247
Net SLB Revenues & NSE Funds Transferred to PSPF Corpus	515,169	61,534,527	65,778,937
SLB Revenues Transferred to BEST	57,724,771	69,093,610	74,237,625
SLB Revenues Transferred to the Public School Fund	51,181,308	-	-
Total Funds Received from DNR	109,470,298	130,663,053	140,057,809
Distribution to CDE:			
SLB Revenues Transferred to BEST	57,724,771	69,093,610	74,237,625
SLB Revenues Transferred to the Public School Fund	51,181,308	-	-
PSPF Income Distribution to BEST	9,309,952	9,394,615	8,169,145
PSPF Income Distribution to the Public School Fund	21,000,000	21,000,000	21,000,000
Total Transfers to CDE	139,216,031	99,488,225	103,406,770

Asset Allocation at June 30, 2021	Market Value	Cost	Unrealized Gain / (Loss)
Total Fixed Income	916,216,815	881,580,529	34,636,286
Total Equity	364,406,743	270,593,098	93,813,645
Cash & Cash Equivalents	58,474,816	58,474,816	-
Total Fund Value	1,339,098,374	1,210,648,443	128,449,931