

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, 2024

RE: Public School Permanent Fund Annual Financial Report FY 24

Enclosed please find the Public School Permanent Fund (PSPF or Permanent Fund) Financial Report for FY 2024. 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 PSPF through lawful investments authorized under § 24-36-109, C.R.S. (time deposits under 2 years), § 24-36-112, C.R.S. (deposits in savings and loan associations under three years), § 24-36-113, C.R.S. (fixed income securities denominated in United States dollars), § 24-36-111.5, C.R.S. (real property owned by a school district), § 22-41-104, C.R.S. (stock mutual funds, index funds, other instruments that are not a direct investment in a corporation, and bonds issued by school districts), and other lawful financial assets as specified in the PSFIB's Investment Policy.

The State Constitution, article IX, § 3, states that this fund shall forever remain inviolate and intact. 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 PSPF, either principal, interest, or other income, can be transferred to any other fund or used or appropriated.


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The total market value of the Permanent Fund is \$1.6 billion as of June 30, 2024. During FY 2024, the Permanent Fund generated over \$48.6 million in distributable net income. As required by § 22-41-102, C.R.S., \$21 million was distributed to the state public school fund and \$20 million to the public school capital construction assistance fund. In addition, \$7.6 million of net income was retained by the Permanent Fund itself. Pursuant to § 22-41-102, distribution amounts are scheduled to shift beginning in the current fiscal year.

The Board notes that this is the first time since the Board's creation that the Permanent Fund generated excess income beyond the amounts designated for the state public school fund and the public school capital construction assistance fund. Section 22-41-102 states that this additional income is to remain in the Permanent Fund barring direction from the General Assembly otherwise, upon considering the Board's recommendation. The Board currently recommends any income in excess of required distribution amounts be retained by the Fund.

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

Sincerely,

A handwritten signature in blue ink, appearing to read "David L. Young". The signature is fluid and cursive, with a long, sweeping tail on the final letter.

David L. Young
State Treasurer

CO PUBLIC SCHOOL PERMANENT FUND
FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2024

Fund Activity	FY End June 30, 2024	FY End June 30, 2023	FY End June 30, 2022
Beginning Fund Value (Cash + Investments)	1,392,149,532	1,242,693,044	1,333,667,415
Transfers to PSPF:			
State Land Board Rents, Royalties, & NSE Funds	154,055,416	117,116,674	96,430,154
Escheats Fund	378,089	160,753	84,983
Realized Gains / (Losses)	86,655	941,995	1,116,400
Change in Unrealized Market Gain / (Loss)	79,101,789	31,237,066	(188,605,908)
Ending Fund Value	1,625,771,481	1,392,149,532	1,242,693,044

Income / Expense Summary	FY End June 30, 2024	FY End June 30, 2023	FY End June 30, 2022
Total Portfolio Earned Income	50,916,304	41,333,528	33,891,255
Total Expenses	(811,467)	(1,172,492)	(1,121,294)
Change in Income Receivable	(1,307,301)	(1,122,896)	(49,701)
CRS 22-41-105 Recoveries	(187,747)	(254,587)	(1,418,227)
Net Income Available for Distribution	48,609,790	38,783,553	31,302,033

Distribution and Transfer of State Funds by Statute	FY End June 30, 2024	FY End June 30, 2023	FY End June 30, 2022
Distribution of Funds Received from DNR:			
Forest Funds Paid & Payable to Counties	49,542	46,405	43,352
Net SLB Revenues & NSE Funds Transferred to PSPF Corpus	146,339,202	117,116,674	96,430,154
SLB Revenues Transferred to BEST	114,778,644	134,741,821	102,138,926
SLB Revenues Transferred to the Public School Fund	-	-	-
Total Funds Received from DNR	261,167,388	251,904,900	198,612,432
Distribution to CDE:			
SLB Revenues Transferred to BEST	114,778,644	134,741,821	102,138,926
SLB Revenues Transferred to the Public School Fund	-	-	-
PSPF Income Distribution to BEST	20,000,000	17,783,552	10,302,033
PSPF Income Distribution to the Public School Fund	21,000,000	21,000,000	21,000,000
Total Transfers to CDE	155,778,644	173,525,373	133,440,959

Distribution To PSPF WAAA:

PSPF Income Distribution to the Public School Permanent Fund	7,649,743	-	-
Total Transfer to PSPF WAAA	7,649,743	-	-

Asset Allocation at June 30, 2024	Cost	Unrealized Gain / (Loss)	Market Value
Total Fixed Income	1,067,882,255	(92,111,047)	975,771,208
Total Equity	415,295,665	142,269,924	557,565,589
Cash & Cash Equivalents	84,974,069	-	84,974,069
Total Fund Value	1,568,151,989	50,158,877	1,618,310,866