

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2020



12700 SW 72nd Ave.
Tigard, OR 97223

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

2019-20

FINANCIAL REPORT

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

BOARD OF EDUCATION

TERM EXPIRES

Tami Edmunds, Chair

June 30, 2021

John Weddle, Vice Chair

June 30, 2021

Susan Hardy

June 30, 2021

Kevin Martin

June 30, 2023

Mikal McPherson

June 30, 2023

All Board members receive mail at the address below.

ADMINISTRATION

Reta Roland, Superintendent
Peggy Mahla, Business Manager
76499 Rose Street
Oakridge, OR 97463

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

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LANE COUNTY, OREGON

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December 8, 2020

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Oakridge School District No. 76
Lane County, Oregon

Report on the Financial Statements

We have audited the accompanying basic financial statements of the governmental activities and each major fund, of Oakridge School District No. 76 (the District) as of and for the year ended June 30, 2020, and the related notes to the basic financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these basic financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of basic financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these basic financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the basic financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the basic financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the basic financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Oakridge School District No. 76, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the schedules of changes in total OPEB liability and related ratios and employer contributions for health insurance or the schedules of net pension liability and contributions for PERS or management's discussion and analysis because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance on them.

The budgetary comparison schedules presented as required supplementary information, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in our opinion are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is not a required part of the basic financial statements. The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The other information, as listed in the table of contents, and the listing of board members, located before the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Reports on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our reports dated December 8, 2020, on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of the reports is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. The reports are an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 8, 2020, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



ROY R. ROGERS, CPA
PAULY, ROGERS AND CO., P.C.

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Oakridge School District 76
“Schools and community partnering to prepare students for a
productive citizenship.”
Peggy Mahla
Business Manager
76499 Rose St.
Oakridge, Oregon 97463
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OAKRIDGE SCHOOL DISTRICT MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)

Our discussion and analysis of Oakridge School District’s financial performance provides an overview of the District’s financial activities for the fiscal year ended June 30, 2020. Please read it in conjunction with the District’s Financial Statements, which follows this MD&A.

FINANCIAL HIGHLIGHTS

- At June 30, 2020, the District’s assets exceeded its liabilities by \$2,350,450, which includes the reporting of the Net PERS liability of \$7,314,183 and Construction in Progress of \$8,641,962.
- The District increased its net position by \$2,519,159 in 2019-20, which includes the liability reporting of Net Pension Assets and Net Pension Related Deferrals as required by GASB 68 and the asset of Construction in Progress. This compares to an increase of \$412,549 in 18-19.

OVERVIEW OF THE FINANCIAL STATEMENTS

The School District’s annual report consists of a series of financial statements that show information for the District as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provides information about the activities of the District as a whole and presents a longer-term view of the District’s finances. Our fund financial statements are included later in the financial report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the District’s overall financial health. Fund financial statements also report the District’s operations in more detail than the government-wide financial statements by providing information about the District’s most significant fund, the general fund.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

These statements present information on the District’s finances in a manner similar to private sector businesses. One of the most important questions asked about the District is, “Is the District as a whole better off or worse off financially as a result of the year’s activities?” The Statement of Net Position and Statement of Activities report information on the District as a whole and its activities in a way that helps answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting. All of the current year’s revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Position shows the District’s assets and liabilities, with the difference between the two reported as net position. All capital assets and long-term liabilities, and general government functions, are shown in the Statement of Net Position.

The Statement of Activities shows revenues, expenses, and the change in net position for the District as a whole. Revenues and expenses attributable to specific functions are segregated from general revenues, to display the extent to which general revenues support each function.

FUND FINANCIAL STATEMENTS

Governmental funds account for the same functions as are reported as governmental activities in the government-wide financial statements. The governmental fund reporting focuses on how money flows in and out of funds and the balances left at year end that are available for spending. They are reported using the accounting method called

"modified accrual" accounting, which measures cash and all other financial assets that can be readily converted to cash.

This information is essential for preparation of and compliance with annual budgets. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliations following the government statements. The notes to the financial statements provide additional information that is essential to a complete understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Total assets, liabilities and net position were as follows:

	<u>2019-20</u>	<u>2018-19</u>
Assets		
Current and other assets	\$ 4,782,597	\$ 8,283,564
Capital assets (net)	<u>10,228,469</u>	<u>3,351,715</u>
Total assets	<u>15,011,066</u>	<u>11,635,279</u>
 Pension Related Deferrals	 2,719,603	 3,024,588
OEBB Related Deferrals	49,729	37,658
 Liabilities		
Other liabilities	821,868	853,925
Net PERS Liability	7,314,183	6,506,620
Long-term liabilities	<u>6,693,083</u>	<u>6,828,183</u>
Total liabilities	<u>14,829,134</u>	<u>14,188,728</u>
 Pension Related Deferrals	 512,011	 663,813
OEBB Related Deferrals	88,803	13,693
 Net Position		
Net investment in capital assets	3,535,386	(3,476,468)
Unrestricted (Fund 100)	(3,963,562)	(2,970,096)
Restricted For:		
Debt Service (Fund 300)	24,005	25,963
Capital Projects (Fund 400)	2,254,421	5,873,029
Special Revenue (Fund 200)	<u>500,200</u>	<u>378,863</u>
 Total net position	 <u>\$ 2,350,450</u>	 <u>\$ (168,709)</u>

The second largest portion of the District's net position reflects its investment in capital assets (e.g., land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets for classrooms and supporting services for providing K-12 education; consequently, these assets are not available for future spending. The District's investment in capital assets is reported net of related debt. It should be noted that the resources needed to repay this related debt must be provided from other sources such as additional property taxes, since the capital assets themselves cannot be used to liquidate these liabilities. At this time, the District is reporting a large "Construction in Progress" amount. When all construction is complete, the values of capital assets will be adjusted to reflect the current values while removing the value of the asset that was replaced by the remodeling efforts.

Once again, with the required PERS Liability reporting, the net PERS liability of \$7,314,183 is the single largest aspect that reflects the bottom line of the District net position.

- At the end of the current fiscal year, Oakridge School District is able to report that net position increased by \$2,519,159 for the current fiscal year.

Revenues. The District's mission is to provide a free and appropriate public education for K-12 students within its attendance boundaries and the District, like other K-12 public school districts, cannot charge for its core services. The main source of revenue for the Oakridge School District is from the Oregon State School Fund (SSF). The state school fund is legislatively driven by the governor's proposed biennium budget and the portion received by the Oakridge School district is largely determined by local property taxes and the Average Daily Membership (ADMr) of the student body. In addition, there are federally funded grants such as the Title I Program and the IDEA Program that are received as well as other miscellaneous grants from the state and local levels.

Expenses. Expenses related to governmental activities are presented in four broad functional categories. These categories are Instruction, Support Services, Community Services, and Interest on Long-Term Debt. Instruction covers a broad base of expenses that relate directly to classroom activities, such as Staff wages/benefits, textbooks, and other general classroom supplies. Support Services covers a broad base of expenses that relate to the support of classroom instruction, such as administration wages/benefits, care and upkeep of the buildings, student transportation, guidance services, and library services. Community Services covers such expenses as the food service program, scholarship program, and the family resource program. Interest on Long-Term Debt is for expenses specifically related to any interest paid on long-term debt, such as an outstanding Bond or other miscellaneous loans. The District's net position changed as follows for fiscal year 2019-2020:

	2019-20	2018-19
Revenues		
Charges for Services	\$ 81,168	\$ 89,771
Operating Grants	1,475,366	1,478,664
General Revenues		
Property Taxes	1,634,151	1,499,128
State Support	8,490,504	5,586,375
Miscellaneous	463,716	501,705
Total Revenues	12,144,905	9,155,643
Expenses		
Instruction	5,222,380	4,857,309
Support Services	3,653,111	3,183,054
Community Services	501,535	387,799
Interest on Long-Term Debt	248,720	314,932
Total Expenses	9,625,746	8,743,094
Change in Net Position	2,519,159	412,549
Beginning Net Position	(168,709)	(581,258)
Ending Net Position	\$ 2,350,450	\$ (168,709)

Total Cost of Governmental Activities

	Total Cost of Services <u>2019-20</u>	Total Cost of Services <u>2018-19</u>
Instruction	\$ 5,222,380	\$ 4,857,309
Supporting Services	3,653,111	3,183,054
Community Services	501,535	387,799
Long Term Debt Interest	248,720	314,932
Total	<u>\$ 9,625,746</u>	<u>\$ 8,743,094</u>

FUND FINANCIAL ANALYSIS

The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Unreserved fund balance measures the District's net resources available for appropriation in the next fiscal year. As of June 30, 2020, total fund balance of the governmental funds was \$4,252,141 less \$8,674 of non-spendable amounts, for a net total fund balance of \$4,243,467. These amounts are available to use, in accordance with applicable restrictions on the nature of the expenditures. The biggest change is reflected in the Capital Projects Fund 400. As construction and renovations are completed, the amount of cash in that fund is depleted.

Summary of ending fund balances for the major governmental funds for 2018-19 and 2019-20 are as follows:

	2019-20	2018-19	CHANGE
General Fund 100	\$ 1,464,841	\$ 1,500,370	\$ (35,529)
Special Revenue Fund 200	508,874	387,537	121,337
Debt Service Fund 300	24,005	25,963	(1,958)
Capital Projects Funds 400	2,254,421	5,873,029	(3,618,608)
	<u>\$ 4,252,141</u>	<u>\$ 7,786,899</u>	<u>\$ (3,534,758)</u>

As noted, the District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The focus of the District's governmental funds is to provide information on relatively short-term cash flow and funding for future basic services. Such information is useful in assessing the District's financing requirements. In particular, unrestricted fund balances may serve as a useful measure of a government's net resources that are available for spending in the next fiscal year.

General Fund – This is the main operating fund for the district. As of June 30, 2020 the unassigned fund, balance was \$1,464,841. This represents 21.33% of the general fund expenditures. The anticipated ending fund balance was \$1,211,096. During these uncertain times, amid a global pandemic, the District is continuing to be conservative with its budgeting and spending.

Special Revenue Fund – This fund includes the following areas: Food Service; Co-Curricular; School Improvement/Professional Development, Facility/Equipment Reserve; and Scholarship. As of June 30, 2020 the ending fund, balance for the Special Revenue Fund is \$508,874. These funds are restricted to a specific purpose as dictated by the grant award.

Debt Service Fund – This fund primarily receives revenue from property tax revenue that is restricted for the payment of debt service relating to the 2018 general obligation bond. As of June 30, 2020, the fund balance was \$24,005.

Capital Projects Fund - As of June 30, 2020 the fund had a balance of \$2,254,421. This fund receives revenue from interfund transfers, construction excess taxes, and carryover from bond proceeds.

BUDGET VARIATIONS IN THE GENERAL FUND

There are no significant changes to the 19-20 General Fund budget document.

CAPITAL ASSETS

At June 30, 2020, the District had \$16,729,670 invested in broad range of capital assets. This is an increase from the previous year of \$7,079,467. The District's investments in capital assets include land, buildings and improvements, vehicles, and equipment. However, the District is currently involved in major construction and renovations and it is important to remember that these amounts include \$8,641,962 in "Construction in Progress". When all construction and renovations are completed, there will be an adjustment to the value of the capital assets as the old values are adjusted with the new values. Please refer to the notes to the basic financial statements for additional information.

DEBT ADMINISTRATION

At June 30, 2020, the District had \$6,693,083 in long-term debt. This consists of \$6,125,000 in a general obligation bonded debt, a bond premium of \$410,835, a Flexfund Qualified School construction Bond of \$140,000 and a general business loan of \$17,248. Please refer to the notes to the basic financial statements for additional information.

2020-2021 BUDGET

The adopted budget for 2020-2021 is \$15,885,262 with a total General Fund appropriation level of \$8,216,130. This is an increase in the General Fund budget of \$239,295 from the 2019-20 adopted budget. With the increased funds, the District was able to retain all staffing at the 19-20 school year levels. It is important to note that school districts across Oregon are facing unprecedented challenges during this school year and at the same time looking toward budgeting for the 21-22 school year.

There are no significant changes to how the 19-20 budget is presented.

REQUESTS FOR INFORMATION

Our financial report is designed to provide our taxpayers, parents, teachers, students, investors and creditors with an overview of the District's finances. If you have any questions about this report or need any clarification of information please contact the Finance Department at the Oakridge School District offices, located at 47997 W 1st Street, Oakridge, OR 97463.

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2020

	Governmental Activities
Assets	
Cash and Cash Equivalents	\$ 4,071,792
Accounts Receivable	637,768
Taxes Receivable	64,363
Supply Inventory	8,674
Capital Assets:	
Land	219,224
Construction In Progress	8,641,962
Other Capital Assets, net of depreciation	1,367,283
Total Assets	15,011,066
Deferred Outflows of Resources	
Pension Related Deferrals - PERS	2,719,603
OPEB Related Deferrals - Health Insurance	49,729
Total Assets and Pension Related Deferrals	17,780,398
Liabilities	
Accounts Payable	18,356
Payroll Liabilities	451,668
Accrued Interest	10,088
OPEB Liability - Health Insurance	318,586
Net Pension Liability - PERS	7,314,183
Accrued Vacation Payable	23,170
Long Term Obligations:	
Due within one year	132,229
Due in more than one year	6,560,854
Total Liabilities	14,829,134
Deferred Inflows of Resources	
Pension Related Deferrals - PERS	512,011
OPEB Related Deferrals - Health Insurance	88,803
Total Liabilities and Pension Related Deferrals	15,429,948
Net Position	
Net Investment in Capital Assets	3,535,386
Restricted for:	
Special Revenue	500,200
Debt Service	24,005
Capital Projects	2,254,421
Unrestricted	(3,963,562)
Total Net Position	\$ 2,350,450

See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Net Position</u>
				<u>Governmental</u>
				<u>Activities</u>
Instruction	\$ 5,222,380	\$ 27,380	\$ 786,294	\$ (4,408,706)
Support Services	3,653,111	53,788	175,975	(3,423,348)
Community Services	501,535	-	513,097	11,562
Interest on Long-Term Debt	248,720	-	-	(248,720)
Total Governmental Activities	<u>\$ 9,625,746</u>	<u>\$ 81,168</u>	<u>\$ 1,475,366</u>	<u>(8,069,212)</u>
General Revenues				
Property Taxes - General Fund				1,314,686
Property Taxes - Debt Service Fund				319,465
State Support				8,490,504
Unrestricted Local and Intermediate				325,459
Earnings on investments				<u>138,257</u>
Total General Revenues				<u>10,588,371</u>
Change in Net Position				2,519,159
Beginning Net Position, restated for GASB 75				<u>(168,709)</u>
Ending Net Position				<u>\$ 2,350,450</u>

See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2020

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUNDS	TOTAL
ASSETS					
Cash and Investments	\$ 1,148,263	\$ 428,162	\$ 22,799	\$ 2,472,568	\$ 4,071,792
Receivables:					
Accounts	57,398	575,253	459	4,658	637,768
Due From Other Funds	711,556	-	-	-	711,556
Property Taxes	51,766	-	12,597	-	64,363
Supply Inventory	-	8,674	-	-	8,674
Total Assets	<u>\$ 1,968,983</u>	<u>\$ 1,012,089</u>	<u>\$ 35,855</u>	<u>\$ 2,477,226</u>	<u>\$ 5,494,153</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 3,892	\$ 14,464	\$ -	\$ -	\$ 18,356
Payroll Liabilities	451,668	-	-	-	451,668
Vacation Payable	-	-	-	-	-
Due to Other Funds	-	488,751	-	222,805	711,556
Deferred Revenue	-	-	-	-	-
Total Liabilities	<u>455,560</u>	<u>503,215</u>	<u>-</u>	<u>222,805</u>	<u>1,181,580</u>
Deferred Inflows of Resources:					
Unearned Revenue-Property Taxes	<u>48,582</u>	<u>-</u>	<u>11,850</u>	<u>-</u>	<u>60,432</u>
Total Deferred Inflows of Resources	<u>48,582</u>	<u>-</u>	<u>11,850</u>	<u>-</u>	<u>60,432</u>
Fund Balance					
Nonspendable	-	8,674	-	-	8,674
Restricted	-	500,200	24,005	2,254,421	2,778,626
Unassigned	<u>1,464,841</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,464,841</u>
Total Fund Balance	<u>1,464,841</u>	<u>508,874</u>	<u>24,005</u>	<u>2,254,421</u>	<u>4,252,141</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 1,968,983</u>	<u>\$ 1,012,089</u>	<u>\$ 35,855</u>	<u>\$ 2,477,226</u>	<u>\$ 5,494,153</u>

See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

Reconciliation of Governmental Funds
Balance Sheet to Statement of Net Position

June 30, 2020

Total Fund Balances	\$	4,252,141
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Amounts reported for governmental activities in the Statement of Net Position are different because:

The PERS net pension (liability) asset is the difference between the total pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.		(7,314,183)
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Deferred inflows and outflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date.

Deferred Outflows - PERS		2,719,603
Deferred Inflows - PERS		(512,011)
Deferred Outflows - OPEB Health Insurance		49,729
Deferred Inflows - OPEB Health Insurance		(88,803)

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.

Capital Assets, net		10,228,469
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Delinquent property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are considered unearned in the funds.

60,432

Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest in long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due.

These liabilities consist of:

General Obligation Bonds		(6,265,000)
Business Loan		(17,248)
Bond Premiums		(410,835)
OPEB - Health Insurance		(318,586)
Accrued Interest		(10,088)
Accrued Vacation		(23,170)

Total Net Position	\$	<u>2,350,450</u>
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See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL
REVENUES:					
Local Sources	\$ 1,426,801	\$ 106,157	\$ 320,521	\$ 95,297	\$ 1,948,776
Intermediate Sources	21,317	33,806	-	-	55,123
State Sources	5,410,142	111,908	-	3,306,992	8,829,042
Federal Sources	21,338	1,289,122	-	-	1,310,460
Total Revenues	6,879,598	1,540,993	320,521	3,402,289	12,143,401
EXPENDITURES:					
Instruction	3,967,104	652,924	-	-	4,620,028
Support Services	2,896,674	335,085	-	-	3,231,759
Community Services	2,041	441,647	-	-	443,688
Facility Acquisition and Construction	-	-	-	7,017,733	7,017,733
Debt Service	3,163	-	322,479	39,309	364,951
Total Expenditures	6,868,982	1,429,656	322,479	7,057,042	15,678,159
Excess of Revenues Over, (Under) Expenditures	10,616	111,337	(1,958)	(3,654,753)	(3,534,758)
Other Financing Sources, (Uses):					
Transfers In	-	10,000	-	36,145	46,145
Transfers Out	(46,145)	-	-	-	(46,145)
Total Other Financing Sources, (Uses)	(46,145)	10,000	-	36,145	-
Net Change in Fund Balance	(35,529)	121,337	(1,958)	(3,618,608)	(3,534,758)
Beginning Fund Balance	1,500,370	387,537	25,963	5,873,029	7,786,899
Ending Fund Balance	\$ 1,464,841	\$ 508,874	\$ 24,005	\$ 2,254,421	\$ 4,252,141

See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

**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, 2020

Net Change in Fund Balance	\$	(3,534,758)
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Amounts reported for governmental activities in the Statement of Activities are different because:

The PERS pension expense represents the changes in net pension asset (liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.		(960,746)
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Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlays, net of capital deletions	\$ 7,079,467	
Depreciation expense	<u>(202,713)</u>	6,876,754

Long-term debt proceeds are reported as other financing sources in governmental funds. In the Statement of Net Position, however, issuing long-term debt increases liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position. This is the amount by which proceeds exceeded repayments:

Reduction in General Obligation Bonds	95,000	
Reduction in Business Loan Payable	20,536	
Amortization of Bond Premium	19,564	
Accrued Vacation Payable	(5,594)	
Issuance of Loan	<u>-</u>	129,506

In the Statement of Activities, interest is accrued on long-term debt, whereas in the governmental funds, it is recorded as an expense when due.		695
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Change in net OPEB liability and deferrals - Health Insurance		6,204
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Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead recorded as unearned revenue. They are, however, recorded as revenues in the Statement of Activities.		<u>1,504</u>
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Change in Net Position	\$	<u>2,519,159</u>
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See accompanying notes to the basic financial statements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies are described below.

REPORTING DISTRICT

Oakridge School District No. 76 (the District) is a municipal corporation governed by an elected Board of Directors. As required by generally accepted accounting principles, these basic financial statements present Oakridge School District No. 76 (the primary government) and any component units. Component units, as established by the Governmental Accounting Standards Board (GASB) Statement 61, are separate organizations that are included in the District's financial statements because of the significance of their operational or financial relationships with the District. There are no component units.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements include the Statement of Net Position and Statements of Activities, which display information about the District as a whole. The effect of interfund activity has been removed from these statements. Exceptions to this rule include charges between various programs and functions. Elimination of these charges would distort the direct costs and revenues reported for the various activities involved.

The Statement of Activities demonstrates the degree to which the expenses of a given function are offset by program revenues. Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the taxpayers or citizenry. As a whole, program revenues reduce the cost of the function to be financed from general revenues.

All direct expenses are reported by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the fund statements were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities.

FUND FINANCIAL STATEMENTS

The accounts are organized and operated on the basis of funds. A fund is an independent self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions occur when value is received without giving equal value in exchange, and include property taxes, grants, entitlements and donations. On the accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Under terms of grant agreements, certain programs are funded by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

GOVERNMENTAL FUND TYPES

Governmental funds are used to account for general government activities. Governmental fund types use the flow of *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period, which is 60 days. Expenditures are recorded when the liability is incurred, except for un-matured interest on general long-term debt, which is recognized when due, interfund transactions, and certain compensated absences, pension costs, and claims and judgments, which are only recognized as expenditures if they will be liquidated with expendable financial resources. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

Revenues susceptible to accrual are interest, state, county and local shared revenue and federal and state grants. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The following major governmental funds are reported:

GENERAL FUND

This is the primary operating fund. It accounts for all the financial operations except those required to be accounted for in another fund. The principal revenue sources are property taxes and an apportionment from the State of Oregon School Support Fund.

SPECIAL REVENUE FUND

This fund consists of all special revenue funds established to account for revenues and expenditures related to federal grants, food service, co-curricular, scholarship and school improvement/professional development.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DEBT SERVICE FUND

Accounts for the accumulation of resources for, and the payment of, bonded debt service.

CAPITAL PROJECTS FUND

This fund's primary source of revenue is transfers from the General fund which is used to service annual debt payments on the Oregon School Boards Association FlexFund Program, Series 2010B Loan.

BUDGETS

A budget is prepared and legally adopted for each governmental fund type on the modified accrual basis of accounting in the main program categories required by Oregon Local Budget Law. The budgets for all budgeted funds are adopted on a basis consistent with generally accepted accounting principles except that property taxes received after year-end are not considered budgetary resources in the funds unless received within sixty days, inventory is expensed when purchased, debt and post-retirement benefits are recorded as an expense when paid, capital outlay is recorded as an expenditure rather than capitalized, and depreciation and amortization are not recorded.

The budget process begins early in each fiscal year with the establishment of the budget committee. Recommendations are developed through late winter with the budget committee approving the budget in early spring. Public notices of the budget hearing are generally published in spring with a public hearing being held approximately three weeks later. The Board may amend the budget prior to adoption. However, budgeted expenditures for each fund may not be increased by more than ten percent without re-publication. The budget is then adopted, appropriations are made, and the tax levy declared no later than June 30th.

Expenditure budgets are appropriated at the following levels for each fund: Instruction, Support Services, Enterprise & Community Services, Facilities Acquisition and Construction, Other Uses - Debt Service and Interfund Transfers, and Operating Contingency.

Expenditures cannot legally exceed the adopted appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year-end. Management may amend line items in the budget without Board approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Board approves them due to unforeseen circumstances, which could not be determined at the time the budget was adopted. Budget amounts shown in the basic financial statements reflect the original budget and appropriation resolutions.

Expenditures of the various funds were within authorized appropriations for the year ended June 30, 2020.

GRANTS

Unreimbursed expenditures due from grantor agencies are reflected in the basic financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenditures are incurred. Cash received from grantor agencies in excess of related grant expenditures are recorded as unearned revenue on the statement of net position and the balance sheet.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand, demand deposits, saving deposits, money market deposits, and investments in the State of Oregon Treasurer's Local Government Investment Pool (LGIP). Deposits are stated at cost, which approximates fair value.

PROPERTY TAXES RECEIVABLE

Uncollected real and personal property taxes are reflected on the statement of net position and the balance sheet as receivables. Uncollected taxes are deemed by management to be substantially collectible or recoverable through liens; therefore, there is no allowance for doubtful accounts. All property taxes receivable are due from property owners within the District.

Under state law, county governments are responsible for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic distributions of collections to entities levying taxes. Property taxes become a lien against the property when levied on July 1 of each year and are payable in three installments due on November 15, February 15 and May 15. Property tax collections are distributed monthly except for November, when such distributions are made weekly.

CAPITAL ASSETS

Capital assets are recorded at original cost or estimated original cost. Donated capital assets are recorded at their estimated fair market value on the date donated. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Interest incurred during construction is not capitalized. The cost of routine maintenance and repairs that do not add to the value of the assets or materially extend asset lives are charged to expenditures as incurred and not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives: Building and Improvements - 10 to 50 years, and Vehicles and Equipment - 3 to 30 years.

USE OF ESTIMATES

The preparation of the basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

FAIR VALUE INPUTS AND METHODOLOGIES AND HIERARCHY

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based up on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FAIR VALUE INPUTS AND METHODOLOGIES AND HIERARCHY

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

INTERFUND PAYABLES AND RECEIVABLES AND TRANSFERS

The receipt and payment of monies through one central checking account, as well as transfers between funds, result in interfund payables and receivables until cash is transferred from one fund to the other. These amounts represent current assets and liabilities and are reported as due to or due from other funds.

SUPPLY INVENTORIES

Food and other cafeteria supplies are stated at average invoice cost. Commodities purchased from the United States Department of Agriculture in the Food Service Fund are included in inventories at USDA wholesale value. Inventory is accounted for on the consumption method for the government-wide statements. Under the consumption method, inventory is recorded when purchased and expenditures/expenses are recorded when inventory items are used. Donated commodities consumed during the year are reported as revenues and expenditures.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PREPAID ITEMS

Payments to vendors may reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and fund financial statements if these costs are applicable to future accounting periods. There were no prepaid items at year end.

RETIREMENT PLANS

Substantially all of the District's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. 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.

NET POSITION

Net position comprises the various net earnings from operations, nonoperating revenues, expenses and contributions of capital. Net position is classified in the following three categories:

Net Investment in Capital Assets – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – consists of all other assets that are not included in the other categories previously mentioned.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the basic financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualify for reporting in this category. Pension and Health Insurance OPEB Related Deferrals related to the pension plan and retiree health insurance subsidies include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date. At June 30, 2020, there were deferred outflows representing PERS pension and Health Insurance OPEB related deferrals reported in the Statement of Net Position.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (CONTINUED)

In addition to liabilities, the basic financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has three types of items that qualify for reporting in this category. The first item, unearned revenue, which is reported only in the governmental funds balance sheet. The governmental funds report unearned revenues for property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. At June 30, 2020, there were also deferred inflows representing PERS pension and Health Insurance OPEB related deferrals reported in the Statement of Net Position.

FUND BALANCES

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*, is followed. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications are non-spendable, restricted, committed, assigned, and unassigned.

- Non-spendable fund balance represents amounts that are not in a spendable form. The non-spendable fund balance represents inventories.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. Authority to classify ending fund balances as Assigned has been granted to the Superintendent and the Business Manager.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

There were no committed or assigned fund balances at year end.

The District follows this order of spending regarding fund balance categories: restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS

DEPOSITS

Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury. The total bank balance per the bank statements as of June 30, 2020 was \$1,109,863, of which \$372,889 was covered by federal depository insurance and the remainder was collateralized by the Oregon Public Funds Collateralization Program (PFCP).

Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be recovered. There is no formal deposit policy for custodial credit risk. As of June 30, 2020, none of the bank balances were exposed to custodial credit risk.

INVESTMENTS

The policy is to follow state statutes governing cash management. Statutes authorize investing in banker's acceptances, time certificates of deposit, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool.

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund's compliance with all portfolio guidelines can be found in their annual report when issued. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized. The audited financial reports of the Oregon Short Term Fund can be found here:

[http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-\(OSTF\).aspx](http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-(OSTF).aspx)

If the link has expired please contact the Oregon Short Term Fund directly.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

INVESTMENTS (CONTINUED)

Cash and Investments at June 30, 2020 (recorded at fair value) consisted of:

Petty Cash	\$	400
Demand Deposits:		509,204
Investments		<u>3,562,188</u>
	\$	<u>4,071,792</u>

There are the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-18	18-59
State Treasurer's Investment Pool	\$ 3,562,188	\$ 3,562,188	\$ -	\$ -
Total	\$ 3,562,188	\$ 3,562,188	\$ -	\$ -

Interest Rate Risk - Investments

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. There are no investments that have a maturity date past 3 months.

Custodial Credit Risk - Investments

Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the value of the investment will not be able to be recovered from collateral securities that are in the possession of an outside party. There is no formal investment policy for custodial credit risk.

Concentration Risk

At June 30, 2020, 100% of total investments were in the State Treasurer's Investment Pool. State statutes do not limit the percentage of investments in this instrument.

3. ACCOUNTS/GRANTS RECEIVABLE

These are primarily comprised of claims for reimbursement of costs under various federal and state grant programs. Management considers all amounts collectible so no allowance for doubtful accounts has been established.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

4. CAPITAL ASSETS

Changes in capital assets for the year ended June 30, 2020 are as follows:

	Balance at 7/1/2019	Additions	(Deletions)	Balance at 6/30/2020
Non-Depreciable Assets:				
Land & Land Improvements	\$ 219,224	\$ -	\$ -	\$ 219,224
Construction In Progress	1,624,937	7,017,025	-	8,641,962
Total Non-Depreciable Assets	<u>1,844,161</u>	<u>7,017,025</u>	<u>-</u>	<u>8,861,186</u>
Depreciable Assets:				
Buildings & Improvements	7,555,951	-	-	7,555,951
Vehicles & Equipment	250,091	62,442	-	312,533
Total Depreciable Assets	<u>7,806,042</u>	<u>62,442</u>	<u>-</u>	<u>7,868,484</u>
Accumulated Depreciation				
Buildings & Improvements	6,104,180	187,968	-	6,292,148
Vehicles & Equipment	194,308	14,745	-	209,053
Total Accumulated Depreciation	<u>6,298,488</u>	<u>202,713</u>	<u>-</u>	<u>6,501,201</u>
Total Depreciable Assets, net	<u>1,507,554</u>			<u>1,367,283</u>
Total Capital Assets, net	<u>\$ 3,351,715</u>			<u>\$ 10,228,469</u>

Depreciation was allocated to the functions as follows:

Instruction	\$ 112,898
Support Services	78,973
Community Services	<u>10,842</u>
Total	<u>\$ 202,713</u>

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>

If the link is expired please contact Oregon PERS for this information.

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
- i. **Pension Benefits.** The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results. A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier 1 general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier 2 members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.
- ii. **Death Benefits.** Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided on one or more of the following contributions are met:
- member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
- iii. **Disability Benefits.** A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.
- iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Plan Description (Continued)

b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.

i. **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

ii. **Death Benefits.** Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.

iii. **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Contributions – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation, which became effective July 1, 2019. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$935,127, excluding amounts to fund employer specific liabilities. In addition, approximately \$194,438 in employee contributions were paid or picked up by the District in 2019-2020.

Pension Asset or Liability – At June 30, 2020, the District reported a net pension liability of \$7,314,183 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2017. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement dates of June 30, 2019 and 2018, the District's proportion was .042 percent and .043 percent, respectively. Pension expense for the year ended June 30, 2020 was \$960,746.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Pension Asset or Liability (Continued)

The rates in effect for the year ended June 30, 2020 were:

- (1) Tier 1/Tier 2 – 32.03%
- (2) OPSRP general services – 26.58%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 403,356	\$ -
Changes in assumptions	992,252	-
Net difference between projected and actual earnings on pension plan investments	-	207,350
Net changes in proportionate share	154,872	304,661
Differences between District contributions and proportionate share of contributions	233,996	-
Subtotal - Amortized Deferrals (below)	1,784,476	512,011
District contributions subsequent to measuring date	935,127	-
Deferred outflow (inflow) of resources	<u>\$ 2,719,603</u>	<u>\$ 512,011</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2021.

Subtotal amounts related to pension as deferred outflows of resources, \$1,784,476, and deferred inflows of resources, (\$512,011), net to \$1,272,465 and will be recognized in pension expense as follows:

Year ending June 30,	Amount
2021	\$ 710,816
2022	94,710
2023	271,562
2024	183,813
2025	11,564
Thereafter	-
Total	<u>\$ 1,272,465</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated March 4, 2020. Oregon PERS produces an independently audited CAFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Actuarial Valuations – The employer contribution rates effective July 1, 2019 through June 30, 2021, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions

Valuation Date	December 31, 2017 rolled forward to June 30, 2019
Experience Study Report	2016, Published July 26, 2017
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Market value of assets
Inflation rate	2.50 percent
Investment rate of return	7.20 percent
Discount rate	7.20 percent
Projected salary increase	3.50 percent
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/.15%) in accordance with <i>Moro</i> decision, blend based on service
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2016 Experience Study which is reviewed for the four-year period ending December 31, 2016.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Investments	0.0%	12.5%	12.5%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100.0%

Source: June 30, 2019 PERS CAFR; p. 100

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Long-Term Expected Rate of Return: (Continued)

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Core Fixed Income	8.00%	3.49%
Short-Term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.13%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equity	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
<i>Assumed Inflation - Mean</i>		2.50%

Source: June 30, 2019 PERS CAFR; p. 74

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

Discount Rate – The discount rate used to measure the total pension liability as of the measurement dates of June 30, 2019 and 2018 was 7.20 percent for both years, for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate – The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	1% Decrease (6.20%)	Discount Rate Rate (7.20%)	1% Increase (8.20%)
District's proportionate share of the net pension liability (asset)	\$ 11,713,016	\$ 7,314,183	\$ 3,632,967

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

There are no changes subsequent to the June 30, 2019 Measurement Date that meet this requirement and would thus require a brief description under the GASB standard.

OPSRP Individual Account Program (OPSRP IAP)

Plan Description:

Employees of the District are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. PENSION PLAN (CONTINUED)

OPSRP Individual Account Program (OPSRP IAP) (Continued)

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies. Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death Benefits:

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

Contributions:

Employees of the District pay six (6) percent of their covered payroll. The District did not make any optional contributions to member IAP accounts for the year ended June 30, 2020.

Additional disclosures related to Oregon PERS not applicable to specific employers are available online, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700.

<https://www.oregon.gov/pers/EMP/Pages/GASB.aspx>

6. OTHER POST-EMPLOYMENT BENEFIT PLAN - (RHIA)

Plan Description:

As a member of Oregon Public Employees Retirement System (OPERS) the District contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. OTHER POST-EMPLOYMENT BENEFIT PLAN - (RHIA) (CONTINUED)

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the District currently contributes 0.06% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2021. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The District's contributions to RHIA for the year ended June 30, 2020 were not considered material to the basic financial statements by management.

At June 30, 2020, the District's net OPEB liability/(asset) and deferred inflows and outflows for RHIA were not considered material to the basic financial statements by management and were not accrued in the government wide statements.

7. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description – The District maintains a single employer retiree benefit plan that provides post-employment health insurance benefits to eligible employees and their spouses. The plan does not issue separate basic financial statements.

The District's post-retirement healthcare plan was established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims cost, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the District's implicit employer contribution.

The District implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions for the year ended June 30, 2020. This implementation allows the district to report its liability for other post-employment benefits consistent with newly established generally accepted accounting principles and to reflect an actuarially determined liability for the present value of projected future benefits for retired and active employees on the financial statements. The District maintains single employer post-employment benefits programs (commonly referred to as early retirement). These programs cover licensed and administrative personnel of the District, individual employees, and certain employees.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Plan Description (Continued)

The actuarial cost method used is Entry Age Normal, the interest rate for discounting future liabilities matches municipal bond rates, premium increase rates to reflect anticipated experience, the percentage of future retirees covering a spouse on the plan reflects the anticipated experience, demographic assumptions match (as closely as possible) those developed in the most recent experience study for Oregon PERS, and an implicit rate subsidy is valued for participants in the health plans.

Total OPEB Liability – The District’s total OPEB liability of \$318,586 was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2019. Amount was actuarially determined in accordance with the parameters of GASB Statement 75. For detailed information and a table showing the components of the District’s annual OPEB costs and liabilities, see page 32.

The following tables shows the sensitivity of Total OPEB Liability for Health Insurance to changes in discount and trend rates on June 30, 2020:

Discount Rate Sensitivity:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 334,219	\$ 318,586	\$ 303,669

Health Care Trend Sensitivity:

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 296,201	\$ 318,586	\$ 344,293

For the year ended June 30, 2020, the District recognized OPEB income for Health Insurance of \$6,204. At June 30, 2020, the District reported deferred outflows and deferred inflows of resources related to OPEB for Health Insurance from the following sources:

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences between expected and actual experience	\$ -	\$ (77,972)
Changes of assumptions	7,234	(10,831)
<i>Subtotal - Amortized Deferrals (Below)</i>	7,234	(88,803)
Benefit Payments	42,495	-
Total as of June 30, 2020	<u>\$ 49,729</u>	<u>\$ (88,803)</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability in the fiscal year ended June 30, 2021.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

OTHER POST-EMPLOYEMENT BENEFITS (HEALTH INSURANCE)

Subtotal amounts related to OPEB as deferred outflows of resources, \$7,234 and deferred inflows of resources, (\$88,803) net to (81,569) and will be recognized in OPEB expense as follows:

<u>Year ended June 30</u>	<u>Annual Recognition</u>
2021	\$ (15,059)
2022	\$ (15,059)
2023	\$ (15,059)
2024	(14,036)
2025	(12,603)
Thereafter	(9,753)
Total	<u>\$ (81,569)</u>

Actuarial Methods and Assumptions - The Total OPEB Liability for the current year was determined as part of the July 1, 2019 actuarial valuation using the entry age normal method. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about mortality, claim cost and the healthcare cost trend. The actuarial assumptions included; (a) an interest discount rate of 3.50% per year; (b) an inflation rate of 2.5% per year; (c) a payroll increase of 3.5% per year; (d) demographic assumptions based on Oregon PERS valuation assumptions as of December 31, 2018.

At June 30, 2020 the following employees were covered by the benefit terms:

<u>Number of Members</u>	<u>All Members</u>
Active	75
Retired Members	5
Spouses of Ineligible Retirees	0
Total	<u>80</u>

8. LONG-TERM OBLIGATIONS

In October 2010, a Qualified School Construction Bond was issued in the amount of \$330,000 at an interest rate of 4.80 percent. The purpose of the bond is to finance the construction of a biofuel project.

In October 2014, a loan was issued for \$85,000 at an interest rate of 3.25 percent. This loan was paid off in July 2019. Additionally the District has a loan with the City issued at \$22,345 with an interest rate of 3.00 percent. The estimated maturity for this loan is at June 2026.

General Obligation Bonds were issued in February 2018 in the amount of \$6,200,000 at an interest rate of 4.0 percent. The purpose of the bonds are to provide funding for upcoming capital projects. Principal payments do not begin until June 2020. There is a premium on the bond in the amount of \$449,963 that is to be amortized, on a straight-line basis, over the life of the bond.

OAKRIDGE SCHOOL DISTRICT NO. 76
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NOTES TO BASIC FINANCIAL STATEMENTS

8. LONG-TERM OBLIGATIONS (CONTINUED)

No default clauses were in the agreements for any obligations listed above.

All long-term debt obligations are payable from the General and Debt Service funds.

Changes in long-term obligations outstanding are as follows:

	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance at 7/1/2019</u>	<u>Deletions</u>	<u>Balance at 6/30/2020</u>	<u>Due Within One Year</u>
Bonds Payable:						
GO Bond 2018	4.00%	\$6,200,000	\$6,200,000	\$ (75,000)	\$6,125,000	\$ 90,000
Direct Borrowing						
OSBA Flexfund	4.80%	330,000	160,000	(20,000)	140,000	20,000
Loans Payable	3.00 - 3.25%	107,345	37,784	(20,536)	17,248	2,665
		Total	6,397,784	(115,536)	6,282,248	112,665
Premium Related to Bond						
Unamortized bond premium			430,399	(19,564)	410,835	19,564
		Total of All Debt	\$6,828,183	\$ (135,100)	\$6,693,083	\$ 132,229

Future payments are as follows:

<u>Payable or amortizable in Fiscal Year ending June 30:</u>	<u>G.O. Bonds</u>	<u>Bond Premium</u>	<u>OSBA Flexfund QSCB</u>			<u>Interest Total</u>
2021	\$ 90,000	\$ 19,564	\$ 20,000	\$ 2,665	\$ 132,229	\$ 252,568
2022	100,000	19,564	20,000	2,745	142,309	247,878
2023	125,000	19,564	20,000	2,828	167,392	242,784
2024	140,000	19,564	20,000	2,915	182,479	236,689
2025	165,000	19,564	20,000	3,002	207,566	229,991
2026-2030	1,040,000	97,820	40,000	3,093	1,180,913	1,027,900
2031-2035	1,585,000	97,820	-	-	1,682,820	776,200
2036-2040	2,315,000	97,820	-	-	2,412,820	403,800
2041	565,000	19,555	-	-	584,555	22,600
Total	\$ 6,125,000	\$ 410,835	\$ 140,000	\$ 17,248	\$ 6,693,083	\$ 3,440,410

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

9. COMMITMENTS AND CONTINGENCIES

A number of federally assisted grant programs are participated in. These programs are subject to program compliance audits by the grantors or their representatives. The federal audits for these programs for the year ended June 30, 2020 have not been conducted. Accordingly, compliance with grant requirements will be established at some future date. The amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time, although management expects such amounts to be immaterial.

A substantial portion of the operating funding is received from the State of Oregon. State funding is determined through statewide revenue projections that are paid to individual school districts based on pupil counts and other factors in the state school fund revenue formula. Since these projections and pupil counts fluctuate, they can cause increases or decreases in revenue. Due to these future uncertainties at the state level, the future effect on operations cannot be determined.

The COVID-19 outbreak in the United States has caused substantial disruption to business and local governments due to mandated and voluntary suspension of operations and stay at home orders. There is considerable uncertainty around the duration of the outbreak and the long-term impact to the overall economy. However, the School expects the reduction of economic activity to negatively impact funds received.

10. PROPERTY TAX LIMITATIONS

The voters of the State of Oregon imposed a constitutional limit on property taxes for schools and non-school government operations. School operations include community colleges, local school districts, and education service districts. The limitation provides that property taxes for school operations are limited to \$5.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The result of this requirement has been that school districts have become more dependent upon state funding and less dependent upon property tax revenues as their major source of operating revenue.

The state voters further reduced property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit in 1997. This reduction is accomplished by rolling property values back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The State Constitution sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State to minimize the impact to school districts from the impact of the tax cuts.

11. RISK MANAGEMENT

There is exposure to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which commercial insurance is purchased. There were no significant reductions in insurance coverage from the prior years in any of the major categories of risk. The amounts of any settlements have not exceeded insurance coverage in the past three fiscal years.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

12. INTERFUND TRANSFERS & INTERFUND RECEIVABLE/PAYABLE

Amounts are comprised of the following:

Fund	Transfers Out	Transfers In	Interfund Receivable	Interfund Payable
General Fund - 100	\$ 46,145	\$ -	\$ 711,556	\$ -
Special Revenue Fund - 200	-	10,000	-	488,751
Capital Projects Fund - 400	-	36,145	-	222,805
Total	<u>\$ 46,145</u>	<u>\$ 46,145</u>	<u>\$ 711,556</u>	<u>\$ 711,556</u>

The internal transfers are budgeted and recorded to show legal and operational commitments between funds, such as cost sharing.

13. OPERATING LEASES

The District has eight operating leases of which six are through Pacific Office Automation for office equipment and two are with Food Service Sustainability Solutions, LLC for food service equipment. The six office equipment leases have monthly payments ranging from \$82 - \$321 per month and expire at various dates through 2025. The two new leases with Food Service Sustainability Solutions, LLC were both entered on December 2019 and ending in 2025, one for \$467 per month for 60 months and the other for \$541 per month for 60 months. The total lease expense for the year ended June 30, 2020 was \$19,878.

The future minimum lease payments are as follows:

Office Equipment	Food Service Equipment	Total
\$ 12,389	\$ 12,107	\$ 24,497
8,327	12,107	20,435
8,327	12,107	20,435
7,473	12,107	19,580
5,231	6,054	11,285
<u>\$ 41,749</u>	<u>\$ 54,482</u>	<u>\$ 96,231</u>

14. TAX ABATEMENT NOTE

As of June 30, 2020, the District potentially had tax abatements through various state allowed programs that impacted levied taxes. Based on the information available from the county as of the date of issuance of these basic financial statements, there were no material abatements disclosed by the county for the year ended June 30, 2020 for any program covered under GASB 77.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

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OAKRIDGE SCHOOL DISTRICT
LANE COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION
At June 30, 2020

PERS

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) Employer's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2020	0.04 %	\$ 7,314,183	\$ 3,242,990	225.5 %	80.2 %
2019	0.04	6,506,620	3,103,643	209.6	82.1
2018	0.04	5,458,356	3,036,616	179.8	83.1
2017	0.05	6,829,680	3,280,487	208.2	80.5
2016	0.05	2,805,434	2,780,373	100.9	91.9
2015	0.05	(1,181,817)	2,479,394	(47.7)	103.6
2014	0.05	2,660,673	2,653,719	100.3	92.0

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2020	\$ 935,127	\$ 935,127	\$ -	\$ 3,045,225	30.7 %
2019	787,515	787,515	-	3,242,990	24.3
2018	763,216	763,216	-	3,103,643	24.6
2017	619,452	619,452	-	3,036,616	20.4
2016	590,133	590,133	-	3,280,487	18.0
2015	610,084	610,084	-	2,780,373	21.9
2014	566,991	566,991	-	2,479,394	22.9

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

**OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON**

**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POST EMPLOYMENT BENEFITS
June 30, 2020**

OPEB: HEALTH INSURANCE

<u>Year Ended June 30,</u>	<u>Total OPEB Liability - Beginning</u>	<u>Service Cost</u>	<u>Interest</u>	<u>Changes of Benefit Terms</u>	<u>Changes of Assumptions</u>	<u>Benefit Payments</u>	<u>Total OPEB Liability - End of Year</u>	<u>Estimated Covered Payroll</u>	<u>Total OPEB Liability as a % of Covered Payroll</u>
2020	\$ 387,829	\$ 35,682	\$ 15,668	\$ -	\$ (82,935)	\$ (37,658)	\$ 318,586	N/A	N/A
2019	\$ 372,887	\$ 34,879	\$ 14,088	\$ -	\$ (5,290)	\$ (28,735)	\$ 387,829	N/A	N/A

The above table presents the most recent actuarial valuations for the District's post-retirement pension stipend.

This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is

In implementing GASB Statement No. 75, the following changes since the prior valuation were implemented; (i) the actuarial cost method was changed from Projected Unit Credit to Entry Age Normal, (ii) the interest rate for discounting future liabilities was lowered to match municipal bond rates, (iii) premium increase rates were modified to reflect anticipated experience, (iv) the percentage of future retirees covering a spouse on the plan was decreased to reflect the anticipated experience, (v) demographic assumptions were revised to match (as closely as possible) those developed in the most recent experience study for Oregon PERS, and (vi) an implicit rate subsidy is now being valued for participants in the health plans.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

GENERAL FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES:				
Local Sources	\$ 1,413,360	\$ 1,440,546	\$ 1,426,801	\$ (13,745)
Intermediate Sources	8,219	8,219	21,317	13,098
State Sources	5,391,133	5,391,133	5,410,142	19,009
Federal Sources	-	-	21,338	21,338
Total Revenues	6,812,712	6,839,898	6,879,598	39,700
EXPENDITURES:				
Instruction	4,465,735	4,565,735 (1)	3,967,104	598,631
Support Services	3,049,144	3,316,937 (1)	2,896,674	420,263
Community Services	2,559	2,559 (1)	2,041	518
Facilities Acquisition & Construction	10	10 (1)	-	10
Debt Service	3,163	3,163 (1)	3,163	-
Contingency	398,842	398,842 (1)	-	398,842
Total Expenditures	7,919,453	8,287,246	6,868,982	1,418,264
Excess of Revenues Over (Under) Expenditures	(1,106,741)	(1,447,348)	10,616	1,457,964
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	500	4,000	-	(4,000)
Transfers In	-	-	-	-
Transfers Out	(57,382)	(57,382) (1)	(46,145)	11,237
Total Other Financing Sources (Uses)	(56,882)	(53,382)	(46,145)	7,237
Net Change in Fund Balance	(1,163,623)	(1,500,730)	(35,529)	1,465,201
Beginning Fund Balance	1,163,623	1,500,730	1,500,370	(360)
Ending Fund Balance	\$ -	\$ -	\$ 1,464,841	\$ 1,464,841

(1) Appropriation level

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

SPECIAL REVENUE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:				
Local Sources	\$ 282,150	\$ 282,150	\$ 106,157	\$ (175,993)
Intermediate Sources	77,450	77,450	33,806	(43,644)
State Sources	94,000	94,000	111,908 (2)	17,908
Federal Sources	1,241,178	1,442,869	1,289,122	(153,747)
Total Revenues	<u>1,694,778</u>	<u>1,896,469</u>	<u>1,540,993</u>	<u>(355,476)</u>
EXPENDITURES:				
Instruction	1,053,978	1,053,978 (1)	652,924	401,054
Support Services	330,845	452,536 (1)	335,085	117,451
Community Services	621,246	701,246 (1)	441,647	259,599
Total Expenditures	<u>2,006,069</u>	<u>2,207,760</u>	<u>1,429,656</u>	<u>778,104</u>
Excess of Revenues Over (Under) Expenditures	<u>(311,291)</u>	<u>(311,291)</u>	<u>111,337</u>	<u>422,628</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	10,010	10,010	10,000	(10)
Total Other Financing Sources (Uses)	<u>10,010</u>	<u>10,010</u>	<u>10,000</u>	<u>(10)</u>
Net Change in Fund Balance	<u>(301,281)</u>	<u>(301,281)</u>	<u>121,337</u>	<u>422,618</u>
Beginning Fund Balance	<u>403,274</u>	<u>403,274</u>	<u>387,537</u>	<u>(15,737)</u>
Ending Fund Balance	<u>\$ 101,993</u>	<u>\$ 101,993</u>	<u>\$ 508,874</u>	<u>\$ 406,881</u>

(1) Appropriation level

(2) State school support match of \$2,779 was transferred from the General Fund to the Food Service Fund in support of the District's school lunch program.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SUPPLEMENTARY INFORMATION

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

DEBT SERVICE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:				
Local Sources	<u>\$ 342,105</u>	<u>\$ 342,105</u>	<u>320,521</u>	<u>\$ (21,584)</u>
Total Revenues	<u>342,105</u>	<u>342,105</u>	<u>320,521</u>	<u>(21,584)</u>
EXPENDITURES:				
Debt Service:				
Long-term Debt	<u>323,000</u>	<u>323,000 (1)</u>	<u>322,479</u>	<u>521</u>
Total Expenditures	<u>323,000</u>	<u>323,000</u>	<u>322,479</u>	<u>521</u>
Net Change in Fund Balance	<u>19,105</u>	<u>19,105</u>	<u>(1,958)</u>	<u>(21,063)</u>
Beginning Fund Balance	<u>52,184</u>	<u>52,184</u>	<u>25,963</u>	<u>(26,221)</u>
Ending Fund Balance	<u><u>\$ 71,289</u></u>	<u><u>\$ 71,289</u></u>	<u><u>\$ 24,005</u></u>	<u><u>\$ (47,284)</u></u>

(1) Appropriation level

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET

For the Year Ended June 30, 2020

CAPITAL PROJECTS FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:				
Local Sources	\$ 95,000	\$ 95,000	\$ 95,297	\$ 297
State Sources	4,000,000	4,000,000	3,306,992	(693,008)
Total Revenues	4,095,000	4,095,000	3,402,289	(692,711)
EXPENDITURES:				
Support Services	5,701	5,701 (1)	-	5,701
Facilities Acquisition and Construction	10,091,966	10,091,966 (1)	7,017,733	3,074,233
Debt Service	47,372	47,372 (1)	39,309	8,063
Total Expenditures	10,145,039	10,145,039	7,057,042	3,087,997
Excess of Revenues Over (Under) Expenditures	(6,050,039)	(6,050,039)	(3,654,753)	2,395,286
OTHER FINANCING SOURCES (USES)				
Transfers In	47,372	47,372	36,145	(11,227)
Total Other Financing Sources (Uses)	47,372	47,372	36,145	(11,227)
Net Change in Fund Balance	(6,002,667)	(6,002,667)	(3,618,608)	2,384,059
Beginning Fund Balance	6,002,667	6,002,667	5,873,029	(129,638)
Ending Fund Balance	\$ -	\$ -	\$ 2,254,421	\$ 2,254,421

(1) Appropriation level

**OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
As required by Oregon Department of Education
For the Year Ended June 30, 2020**

Federal Grantor/Pass-Through Grantor/Program Title	Fund #	Start Date	End Date	Federal CFDA (1) Number	Sub Grant Number	Program or Award Amount	Deferred (Accrued) Revenue at June 30, 2019	Cash Receipts	Expenditures	Deferred (Accrued) Revenue at June 30, 2020
U.S. Department of Education:										
STELLAR ...	273	10/1/17	9/30/18	84.351C			(80)	80		-
STELLAR ...	273	10/1/18	9/30/19	84.351C		413,446	(43,908)	67,658	23,750	(0)
Total U.S. Department of Education							(43,988)	67,738	23,750	(0)

Passed Through Oregon Department of Education:										
ESEA Title 1 19-20	210	7/1/19	9/30/20	84.010	53333	345,045	-	257,954	472,231	(214,278)
ESEA Title 1 18-19	210	7/1/18	9/30/19	84.010	50452	341,778	(88,868)	88,868		(0)
ESEA Title 1 School Improvement 18-19	220	7/1/18	9/30/19	84.010	52067	43,184	(36,565)	36,565		0
ESEA Title 1 School Improvement 19-20	220	7/1/19	9/30/20	84.010	54311	85,000	-	4,394	57,684	(53,289)
ESEA Title IIA 19-20	213	7/1/19	9/30/20	84.367	53595	31,984	-		37,389	(37,389)
ESEA Title IIA 18-19	213	7/1/18	9/30/19	84.367	49372	36,720	(7,072)	7,072		0
ESEA Title RLJS 18-19	215	7/1/18	9/30/19	84.358	50885	8,037	(48)	2,796	2,748	(0)
ESEA Title IV-Support 17-18	216	7/1/17	9/30/19	84.424	47788	4,000	-	4,000	22,102	(18,102)
ESEA Title IV-Support 18-19	216	7/1/18	9/30/19	84.424	50788	25,089	(27,089)	27,089		-

IDEA Enhancement 18-19	235	7/1/18	9/30/19	84.027	51332	2,122	(2,122)	2,122		-
IDEA Part B Section 619 19-20	235	7/1/19	9/30/20	84.173	54051	2,973	-	2,600	2,974	(374)
IDEA Part B Section 611 19-20	235	7/1/19	9/30/21	84.027	56715	2,049	-		2,049	(2,049)
IDEA Part B Section 611 19-20	235	7/1/19	9/30/21	84.027	56715	141,245	-	83,244	137,846	(54,602)
IDEA Part B Section 619 18-19	235	7/1/18	9/30/18	84.027	49929	115,076	(56,021)	56,021		(0)
IDEA Part B Section 611 18-19	235	7/1/18	9/30/19	84.027	50161	2,638	(1,618)	1,618		(0)
SPRI - Formula 18-19	256	5/5/18	6/30/19	84.027	49581	1,559	(1,063)	1,063		0
Total IDEA Cluster....							(60,824)	146,668	142,869	(57,024)

Total Oregon Department of Education							(220,466)	575,406	735,022	(380,082)
Passed Through Lane Education Service District:										
Perkins Basic 19-20	252	7/1/19	6/30/20	84.048				3,000	3,000	-
Youth Transition Program 19-20	259	7/1/17	6/30/18	84.126			-	8,893	15,336	(6,443)
Youth Transition Program 18-19	259	7/1/18	9/30/19	84.126			(4,918)	4,918		0
Total Lane Education Service District							(4,918)	16,811	18,336	(6,443)

Passed Through Oregon State University										
GearUp 19-20	260	7/1/17	6/30/18	81-334S		42,000	-	29,521	34,381	(4,861)
GearUp 18-19	260	7/1/18	9/30/19	81-334S		42,000	(6,163)	6,163		(0)
Total Oregon State University							(6,163)	35,684	34,381	(4,861)

SCHOOL DISTRICT NO. 76, OAKRIDGE
LANE COUNTY, OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS*
YEAR ENDED JUNE 30, 2020

SCHEDULE I
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA (1) Number	Sub Grant Number	Program or Award Amount	(Accrued) Revenue at June 30, 2019	Cash Receipts	Expendi- tures	Deferred (Accrued) Revenue at June 30, 2020	
U.S. Department of Agriculture:								
Passed Through Oregon Department of Education:								
National School Lunch Program - Breakfast 18-19....	240	7/1/19	6/30/20	10.553	-	(10,984)	10,984	-
National School Lunch Program - Breakfast 19-20....	240	7/1/19	6/30/20	10.553	-	-	48,715	48,715
NSLP - Breakfast 19-20 - CARES Act....	240	7/1/19	6/30/20	10.553	-	-	4,496	4,496
National School Lunch Program - Lunch 18-19.....	240	7/1/18	6/30/19	10.515	-	(32,621)	32,621	-
National School Lunch Program - Lunch 19-20.....	240	7/1/19	6/30/20	10.555	-	-	114,321	114,321
NSLP - Lunch 19-20 - CARES Act.....	240	7/1/19	6/30/20	10.555	-	-	10,692	10,692
National School Lunch Program - Commodities 19-20....	240	7/1/19	6/30/20	10.555	-	-	28,603	28,603
National School Lunch Program - SFSP 19-20....	240	7/1/19	6/30/20	10.559	-	-	1,029	51,865
NSLP - SFSP 19-20 - CARES Act.....	240	7/1/19	6/30/20	10.559	-	-	147,387	147,387
Total CNC Cluster....					(43,605)	398,848	406,079	(50,836)
National School Lunch Program - CACFP 18-19....	240	7/1/18	6/30/19	10.558	-	(327)	327	-
National School Lunch Program - CACFP 19-20....	240	7/1/19	6/30/20	10.558	-	-	7,144	7,144
NSLP - CACFP 19-20 - CARES Act....	240	7/1/19	6/30/20	10.558	-	-	38,403	38,403
National School Lunch Program - SAE 19-20....	240	7/1/19	6/30/20	10.560	-	-	644	644
Fresh Fruit and Vegetable Program - 19-20....	242	10/1/19	9/30/20	10.582	54826	17,400	7,995	7,995
Fresh Fruit and Vegetable Program - 18-19....	242	10/1/18	6/30/19	10.582	50577	15,950	(4,483)	4,483
Total U.S. Department of Agriculture.....					(48,415)	479,182	481,604	(67,935)
Total Federal Financial Assistance.....					\$ (323,950)	\$ 1,174,820	\$ 1,293,092	\$ (459,321)

Reconciliation of Revenue:

Cash Receipts	1,174,820
Grants Receivable, Beginning of Year	(323,950)
Grants Receivable, End of Year	459,321
Revenue Recognition	1,310,191
Revenue	\$ (1,310,460)

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED - GENERAL FUND
For the Year Ended June 30, 2020

<u>TAX YEAR</u>	<u>ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/19</u>	<u>DEDUCT DISCOUNTS</u>	<u>ADJUSTMENTS TO ROLLS</u>	<u>ADD INTEREST</u>	<u>CASH COLLECTIONS BY COUNTY TREASURER</u>	<u>BALANCE UNCOLLECTED OR UNSEGREGATED 6/30/20</u>
Current:						
2019-20	\$ 1,351,242	\$ 36,022	\$ (3,808)	\$ 404	\$ 1,286,125	\$ 25,691
Prior Years:						
2018-19	22,282	(38)	(2,185)	804	10,069	10,870
2017-18	10,455	(8)	(1,187)	768	4,070	5,974
2016-17	5,896	(2)	(1,102)	910	3,248	2,458
2015-16	2,784	(1)	(701)	654	1,864	874
Prior	7,920	-	(1,893)	744	872	5,899
Total Prior	49,337	(49)	(7,068)	3,880	20,123	26,075
Total General Fund	\$ 1,400,579	\$ 35,973	\$ (10,876)	\$ 4,284	\$ 1,306,248	\$ 51,766

	<u>GENERAL FUND</u>
RECONCILIATION TO REVENUE:	
Cash Collections by County Treasurers Above	\$ 1,306,248
Accrual of Receivables:	
June 30, 2019	(1,859)
June 30, 2020	3,184
Change in Prior Year Unavailable Revenue, see page 6	1,504
Taxes in Lieu	5,609
Total Revenue	\$ 1,314,686

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED - DEBT SERVICE FUND
For the Year Ended June 30, 2020

<u>TAX YEAR</u>	<u>ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/19</u>	<u>DEDUCT DISCOUNTS</u>	<u>ADJUSTMENTS TO ROLLS</u>	<u>ADD INTEREST</u>	<u>CASH COLLECTIONS BY COUNTY TREASURER</u>	<u>BALANCE UNCOLLECTED OR UNSEGREGATED 6/30/20</u>
Current:						
2019-20	\$ 334,439	\$ 8,916	\$ (943)	\$ 100	\$ 318,322	\$ 6,358
Prior Years:						
2018-19	5,066	(9)	(496)	183	2,290	2,472
2017-18	2,240	(2)	(254)	165	872	1,281
2016-17	1,591	(1)	(297)	245	877	663
2015-16	744	-	(188)	175	498	233
Prior	2,245	-	(621)	201	235	1,590
Total Prior	11,886	(12)	(1,856)	969	4,772	6,239
Total Debt Service Fund	\$ 346,325	\$ 8,904	\$ (2,799)	\$ 1,069	\$ 323,094	\$ 12,597

<u>RECONCILIATION TO REVENUE:</u>	<u>DEBT SERVICE FUND</u>
Cash Collections by County Treasurers Above	\$ 323,094
Accrual of Receivables:	
June 30, 2019	(436)
June 30, 2020	747
Taxes in Lieu	(3,940)
Total Revenue	\$ 319,465

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OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

OTHER INFORMATION

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2019 - 20 DISTRICT AUDIT REVENUE SUMMARY

Revenue from Local Sources

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
1110 Ad Valorem Taxes Levied by District	\$1,313,182		\$317,072				
1120 Local Option Ad Valorem Taxes Levied by District			\$2,393				
1130 Construction Excise Tax				\$11,145			
1190 Penalties and Interest on Taxes	\$5,542		\$1,057				
1200 Revenue from Local Governmental Units Other Than Districts							
1311 Regular Day School Tuition - From Individuals							
1312 Regular Day School Tuition - Other Dist Within State	\$769						
1313 Regular Day School Tuition - Other Districts Outside							
1320 Adult/Continuing Education Tuition							
1330 Summer School Tuition							
1411 Transportation Fees - From Individuals							
1412 Transportation Fees - Other Dist Within State							
1413 Transportation Fees - Other Districts Outside							
1420 Summer School Transportation Fees							
1500 Earnings on Investments	\$53,520	\$585		\$84,152			
1600 Food Service		\$2,126					
1700 Extracurricular Activities		\$26,612					
1800 Community Services Activities							
1910 Rentals	\$3,661						
1920 Contributions and Donations From Private Sources		\$68,497					
1930 Rental or Lease Payments From Private Contractors							
1940 Services Provided Other Local Education Agencies							
1950 Textbook Sales and Rentals							
1960 Recovery of Prior Years' Expenditure							
1970 Services Provided Other Funds							
1980 Fees Charged to Grants							
1990 Miscellaneous	\$49,927	\$8,336					
Total Revenue from Local Sources	\$1,426,801	\$106,157	\$320,521	\$95,297			

Revenue from Intermediate Sources

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
2101 County School Funds	\$21,317						
2102 General ESD Revenue							
2103 Excess ESD Local Revenue							
2105 Natural Gas, Oil, and Mineral Receipts							
2110 Intermediate "I" Tax							
2199 Other Intermediate Sources							
2200 Restricted Revenue		\$33,806					
2800 Revenue in Lieu of Taxes							
2900 Revenue for/on behalf of the District							
Total Revenue from Intermediate Sources	\$21,317	\$33,806					

Revenue from State Sources

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
3101 State School Fund - General Support	\$5,074,381						
3102 State School Fund - School Lunch Match		\$2,778					
3103 Common School Fund	\$60,206						
3104 State Managed County Timber							
3106 State School Fund - Accrual							
3199 Other Unrestricted Grants-in-Aid							
3204 Driver Education							
3222 State School Fund (SSF) Transportation Equipment	\$275,554						
3299 Other Restricted Grants-in-Aid		\$109,130		\$3,306,992			
3800 Revenue in Lieu of Taxes							
3900 Revenue for/on behalf of the District							
Total Revenue from State Sources	\$5,410,141	\$111,908		\$3,306,992			

Revenue from Federal Sources

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
4100 Unrestricted Revenue Direct From the Federal Government							
4200 Unrestricted Revenue From the Federal Government Through the State							
4300 Restricted Revenue From the Federal Government		\$23,750					
4500 Restricted Revenue From the Federal Government Through the State		\$1,232,339					
4700 Grants-In-Aid From the Federal Government Through Other Intermediate Agencies		\$3,000					
4801 Federal Forest Fees	\$21,338						
4802 Impact Aid to School Districts for Operation (PL 874)							
4803 Coos Bay Wagon Road Funds							
4899 Other Revenue in Lieu of Taxes							
4900 Revenue for/on behalf of the District		\$30,034					
Total Revenue from Federal Sources	\$21,338	\$1,269,122					

Revenue from Other Sources

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
5100 Long Term Debt Financing Sources							
5200 Interfund Transfers		\$10,000		\$36,145			
5300 Sale of or Compensation for Loss of Fixed Assets							
5400 Resources - Beginning Fund Balance	\$1,500,370	\$387,537	\$25,963	\$5,873,029			
Total Revenue from Other Sources	\$1,500,370	\$397,537	\$25,963	\$5,909,174			

Grand Totals

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
Grand Totals	\$8,379,967	\$1,938,530	\$346,485	\$9,311,463			

2019 - 20 DISTRICT AUDIT EXPENDITURE SUMMARY

Fund: 100 General Fund

Instruction Expenditures

Instruction Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
1111 Primary, K-3	\$1,539,015	\$688,876	\$566,881	\$130	\$83,128			
1112 Intermediate Programs								
1113 Elementary Extracurricular								
1121 Middle/Junior High Programs	\$407,115	\$224,448	\$158,508	\$552	\$23,510		\$98	
1122 Middle/Junior High School Extracurricular								
1131 High School Programs	\$1,155,531	\$654,124	\$439,710	\$1,509	\$59,621		\$567	
1132 High School Extracurricular	\$206,074	\$145,596	\$52,980	\$5,960	\$1,509		\$30	
1140 Pre-Kindergarten Programs	\$3,774	\$2,485	\$1,092		\$197			
1210 Programs for the Talented and Gifted								
1220 Restrictive Programs for Students with Disabilities	\$476,795	\$166,051	\$134,760	\$160,109	\$15,876			
1250 Less Restrictive Programs for Students with Disabilities								
1260 Treatment and Habilitation								
1271 Remediation	\$4,453	\$3,166	\$1,287					
1272 Title I								
1280 Alternative Education	\$168,959	\$80,557	\$72,157	\$2,439	\$13,806			
1291 English Second Language Programs								
1292 Teen Parent Program								
1293 Migrant Education								
1294 Youth Corrections Education								
1299 Other Programs	\$941						\$941	
1300 Adult/Continuing Education Programs								
1400 Summer School Programs	\$4,446	\$3,148	\$1,298					
Total Instruction Expenditures	\$3,967,103	\$11	\$1,428,673	\$170,698	\$197,647		\$1,635	

Support Services Expenditures

Support Services Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
2110 Attendance and Social Work Services	\$136,260	\$67,141	\$64,818	\$2,350	\$1,900		\$50	
2120 Guidance Services	\$157,153	\$93,064	\$63,809	\$147	\$134			
2130 Health Services	\$150				\$150			
2140 Psychological Services								
2150 Speech Pathology and Audiology Services	\$91,500	\$64,800	\$26,173	\$395	\$131			
2160 Other Student Treatment Services								
2190 Service Direction, Student Support Services	\$0		\$0					
2210 Improvement of Instruction Services								
2220 Educational Media Services	\$57,683	\$24,211	\$32,535		\$937			
2230 Assessment & Testing								
2240 Instructional Staff Development	\$44,458	\$11,857	\$4,184	\$26,643	\$1,775			
2310 Board of Education Services	\$43,423			\$42,671	\$752			
2320 Executive Administration Services	\$406,103	\$153,561	\$111,561	\$52,746	\$12,415		\$75,820	
2410 Office of the Principal Services	\$347,591	\$211,351	\$114,717	\$11,463	\$6,887		\$3,173	
2490 Other Support Services - School Administration								
2510 Direction of Business Support Services								
2520 Fiscal Services	\$147,394	\$94,503	\$52,179	\$712				
2540 Operation and Maintenance of Plant Services	\$808,221	\$181,854	\$116,303	\$372,088	\$96,741	\$40,322	\$913	
2550 Student Transportation Services	\$418,398	\$25,815	\$16,373	\$373,718	\$153		\$2,339	
2570 Internal Services								
2610 Direction of Central Support Services								
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services								
2630 Information Services								
2640 Staff Services								
2660 Technology Services	\$238,340	\$64,229	\$55,384	\$27,415	\$85,388		\$5,924	
2670 Records Management Services								
2690 Other Support Services - Central								
2700 Supplemental Retirement Program								
Total Support Services Expenditures	\$2,896,674	\$992,386	\$658,035	\$910,349	\$207,364		\$88,218	

Enterprise and Community Services Expenditures

Enterprise and Community Services Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
3100 Food Services	\$2,041	\$1,400	\$641					
3200 Other Enterprise Services								
3300 Community Services								
3500 Custody and Care of Children Services								

Total Enterprise and Community Services Expenditures

Facilities Acquisition and Construction Expenditures

Facilities Acquisition and Construction Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
4110 Service Area Direction								
4120 Site Acquisition and Development Services								
4150 Building Acquisition, Construction, and Improvement								
4190 Other Facilities Construction Services								

Total Facilities Acquisition and Construction Expenditures

Other Uses Expenditures

Other Uses Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
5100 Debt Service	\$3,163						\$3,163	
5200 Transfers of Funds	\$46,145							\$46,145
5300 Apportionment of Funds by ESD								
5400 PERS UAL Bond Lump Sum								
Total Other Uses Expenditures	\$49,308						\$3,163	\$46,145

Grand Total

\$6,915,127	\$992,397	\$2,086,707	\$1,081,047	\$405,011		\$93,017	\$46,145
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2019 - 20 DISTRICT AUDIT EXPENDITURE SUMMARY

Fund: 200 Special Revenue Funds

Instruction Expenditures

1111 Primary, K-3
1112 Intermediate Programs
1113 Elementary Extracurricular
1121 Middle/Junior High Programs
1122 Middle/Junior High School Extracurricular
1131 High School Programs
1132 High School Extracurricular
1140 Pre-Kindergarten Programs
1210 Programs for the Talented and Gifted
1220 Restrictive Programs for Students with Disabilities
1250 Less Restrictive Programs for Students with Disabilities
1260 Treatment and Habilitation
1271 Remediation
1272 Title I
1280 Alternative Education
1291 English Second Language Programs
1292 Teen Parent Program
1293 Migrant Education
1294 Youth Corrections Education
1299 Other Programs
1300 Adult/Continuing Education Programs
1400 Summer School Programs

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
-467				-467			
\$6,089			\$400	\$2,817		\$2,852	
\$500				\$500			
\$100,343	\$41,960	\$32,770	\$4,996	\$10,894	\$9,620	\$103	
\$70,588			\$20,043	\$40,858		\$9,687	
\$18,830	\$11,254	\$4,041	\$2,978	\$558			
\$0							
\$0							
\$140,269	\$75,024	\$64,871	\$374				
\$267,794	\$150,708	\$114,405		\$2,894		-\$11	
\$49,000	\$19,762	\$10,796	\$2,326	\$2,557	\$12,500	\$1,059	

Total Instruction Expenditures

Support Services Expenditures

2110 Attendance and Social Work Services
2120 Guidance Services
2130 Health Services
2140 Psychological Services
2150 Speech Pathology and Audiology Services
2160 Other Student Treatment Services
2190 Service Direction, Student Support Services
2210 Improvement of Instruction Services
2220 Educational Media Services
2230 Assessment & Testing
2240 Instructional Staff Development
2310 Board of Education Services
2320 Executive Administration Services
2410 Office of the Principal Services
2490 Other Support Services - School Administration
2510 Direction of Business Support Services
2520 Fiscal Services
2540 Operation and Maintenance of Plant Services
2550 Student Transportation Services
2570 Internal Services
2610 Direction of Central Support Services
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services
2630 Information Services
2640 Staff Services
2680 Technology Services
2670 Records Management Services
2690 Other Support Services - Central
2700 Supplemental Retirement Program

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
\$47,805	\$27,094	\$16,710	\$4,000				
\$23,750			\$23,750				
\$0							
\$221,293	\$10,589	\$3,101	\$205,964	\$944		\$695	
\$16,426	\$10,466	\$5,980					
\$4,569	\$3,561	\$958	\$50				
\$3,393			\$3,393				
\$17,850				\$17,850			

Total Support Services Expenditures

Enterprise and Community Services Expenditures

3100 Food Services
3200 Other Enterprise Services
3300 Community Services
3500 Custody and Care of Children Services

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
\$403,723	\$61,450	\$49,057	\$43,634	\$243,930		\$5,652	
\$37,924	\$20,459	\$10,465	\$2,702	\$4,159		\$139	

Total Enterprise and Community Services Expenditures

Facilities Acquisition and Construction Expenditures

4110 Service Area Direction
4120 Site Acquisition and Development Services
4150 Building Acquisition, Construction, and Improvement Services
4190 Other Facilities Construction Services

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700

Total Facilities Acquisition and Construction Expenditures

Other Uses Expenditures

5100 Debt Service
5200 Transfers of Funds
5300 Apportionment of Funds by ESD
5400 PERS UAL Bond Lump Sum

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700

Total Other Uses Expenditures

Grand Total

Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
\$1,429,656	\$432,325	\$313,135	\$283,493	\$308,497	\$0	\$19,480	\$0

Fund: 300 Debt Service Funds

Other Uses Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
5100 Debt Service		\$322,479						\$322,479	
5200 Transfers of Funds									
6000 Apportionment of Funds by ESD									
6400 PERS UAL Bond Lump Sum									
Total Other Uses Expenditures		\$322,479	\$0	\$0	\$0	\$0	\$0	\$322,479	\$0
Grand Total		\$322,479	\$0	\$0	\$0	\$0	\$0	\$322,479	\$0

2019 -20 DISTRICT AUDIT EXPENDITURE SUMMARY

Fund: 400 Capital Projects Funds

Instruction Expenditures	Totals	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
1111 Primary, K-3								
1112 Intermediate Programs								
1113 Elementary Extracurricular								
1121 Middle/Junior High Programs								
1122 Middle/Junior High School Extracurricular								
1131 High School Programs								
1132 High School Extracurricular								
1140 Pre-Kindergarten Programs								
1210 Programs for the Talented and Gifted								
1220 Restrictive Programs for Students with Disabilities								
1250 Less Restrictive Programs for Students with								
1260 Treatment and Habilitation								
1271 Remediation								
1272 Title I								
1280 Alternative Education								
1291 English Second Language Programs								
1292 Teen Parent Program								
1293 Migrant Education								
1294 Youth Corrections Education								
1299 Other Programs								
1300 Adult/Continuing Education Programs								
1400 Summer School Programs								
Total Instruction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Support Services Expenditures	Totals	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
2110 Attendance and Social Work Services								
2120 Guidance Services								
2130 Health Services								
2140 Psychological Services								
2150 Speech Pathology and Audiology Services								
2160 Other Student Treatment Services								
2190 Service Direction, Student Support Services								
2210 Improvement of Instruction Services								
2220 Educational Media Services								
2230 Assessment & Testing								
2240 Instructional Staff Development								
2310 Board of Education Services								
2320 Executive Administration Services								
2410 Office of the Principal Services								
2490 Other Support Services - School Administration								
2510 Direction of Business Support Services								
2520 Fiscal Services								
2540 Operation and Maintenance of Plant Services								
2550 Student Transportation Services								
2570 Internal Services								
2610 Direction of Central Support Services								
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services								
2630 Information Services								
2640 Staff Services								
2660 Technology Services								
2670 Records Management Services								
2690 Other Support Services - Central								
2700 Supplemental Retirement Program								
Total Support Services Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Enterprise and Community Services Expenditures	Totals	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
3100 Food Services								
3200 Other Enterprise Services								
3300 Community Services								
3500 Custody and Care of Children Services								
Total Enterprise and Community Services Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Facilities Acquisition and Construction	Totals	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
4110 Service Area Direction								
4120 Site Acquisition and Development Services								
4150 Building Acquisition, Construction, and	\$7,017,733					\$7,017,733		
4190 Other Facilities Construction Services								
Total Facilities Acquisition and Construction Expenditures	\$7,017,733	\$0	\$0	\$0	\$0	\$7,017,733	\$0	\$0

Other Uses Expenditures	Totals	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
5100 Debt Service	\$39,309						\$39,309	
5200 Transfers of Funds								
5300 Apportionment of Funds by ESD								
5400 PERS UAL Bond Lump Sum								
Total Other Uses Expenditures	\$39,309	\$0	\$0	\$0	\$0	\$0	\$39,309	\$0
Grand Total	\$7,057,042	\$0	\$0	\$0	\$0	\$7,017,733	\$39,309	\$0

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SUPPLEMENTAL INFORMATION
As Required by The Oregon Deptment of Education
For the Year Ended June 30, 2020

A. Energy bills for heating - all funds:

	<u>Objects 325 & 326 & *327</u>
Function 2540	\$ 250,699
Function 2550	7,047

B. Replacement of equipment - General Fund:

Include all General Fund expenditures in Object 542, except for the following exclusions:

	<u>Amount</u>
Exclude these functions:	
1113, 1122 & 1132 Co-curricular activities	
1140 Pre-kindergarten	
1300 Continuing education	
1400 Summer school	
Exclude these functions:	
4150 Construction	\$ 27,149
2550 Pupil transportation	-
3100 Food service	-
3300 Community services	-

* Object code 327 (water and sewage) has been added to Part A to be included in the Function 2540 and 2550 totals.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

REPORTS ON LEGAL AND OTHER REGULATORY REQUIREMENTS

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PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX

December 8, 2020

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of Oakridge School District as of and for the year ended June 30, 2020, and have issued our report thereon dated December 8, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether Oakridge School District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of basic financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- **Deposit of public funds with financial institutions (ORS Chapter 295)**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**
- **State school fund factors and calculation.**

In connection with our testing nothing came to our attention that caused us to believe Oakridge School District was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the internal controls over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal controls over financial reporting.

This report is intended solely for the information and use of the Board and management and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

Roy R Rogers
ROY R. ROGERS, CPA
PAULY, ROGERS AND CO., P.C.

OAKRIDGE SCHOOL DISTRICT NO. 76

LANE COUNTY, OREGON

GRANT COMPLIANCE REVIEW

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PAULY, ROGERS, AND CO., P.C.
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(503) 620-2632 (503) 684-7523 FAX

December 8, 2020

To the Board of Directors
Oakridge School District No. 76
Lane County, Oregon

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the governmental activities and each major fund of Oakridge School District No. 76 as of and for the year ended June 30, 2020, and the related notes to the basic financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 8, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the basic financial statements, we considered the internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we do not express an opinion on the effectiveness of internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the basic financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the basic financial statements are free from material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



ROY R. ROGERS, CPA
PAULY, ROGERS AND CO., P.C.



PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX

December 8, 2020

To the Board of Directors
Oakridge School District No. 76
Lane County, Oregon

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Report on Compliance for Each Major Federal Program

We have audited Oakridge School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2020. The major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of compliance.

Opinion on Each Major Federal Program

In our opinion, Oakridge School District No. 76 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.


ROY R. ROGERS, CPA
PAULY, ROGERS AND CO., P.C.

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of Auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses ☐ Yes ☒ No

Noncompliance material to financial statements noted? ☐ Yes ☒ No

Any GAGAS audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? ☐ Yes ☒ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses ☐ Yes ☒ None reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in Accordance with the Uniform Guidance? ☐ Yes ☒ No

Identification of major programs

CFDA Number(s):
84.010

Name of Federal Program:
Title I Grants to Local Educational Agencies

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? ☒ Yes ☐ No

OAKRIDGE SCHOOL DISTRICT NO. 76
LANE COUNTY, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The schedule of expenditures of federal awards includes the federal grant activity and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule of expenditure of federal awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The District has elected not to use the ten percent de minimis indirect cost rate as allowed under Uniform Guidance, due to the fact that they already have a negotiated indirect cost rate with Oregon Department of Education and thus is not allowed to use the de minimis rate.

