ANNUAL COMPREHENSIVE FINANCIAL REPORT

For Fiscal Year Ended June 30th, 2021

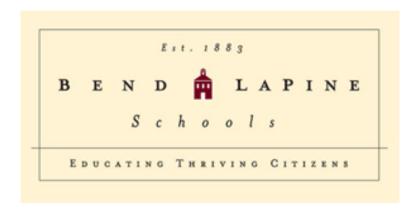


Administrative School District No. 1 (Bend - La Pine Schools) Deschutes County, Oregon

> 520 NW Wall Street Bend, OR 97703

ADMINISTRATIVE SCHOOL DISTRICT NO. 1 (BEND – LA PINE SCHOOLS) DESCHUTES COUNTY, OREGON

520 NW Wall Street Bend, OR 97703



ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2021

Prepared by the Business Office
Brad Henry – Chief Operations and Financial Officer

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Introductory Section



"Educating the mind without educating the heart is no education at all"

Aristotle



Business Office Education Center 520 NW Wall Street Bend, OR 97703

December 11, 2021

To the Board of Directors and citizens of Deschutes County Administrative School District No. 1 (Bend-La Pine Schools):

We are pleased to submit the Annual Comprehensive Financial Report of Administrative School District No. 1, Deschutes County, Oregon (Bend-La Pine Schools or the District), as of and for the year ended June 30, 2021. Oregon Revised Statutes 297.425 requires the accounts and fiscal affairs of the district be audited and reviewed at least once each fiscal year. This report is published to accomplish that requirement.

Audits and reviews required by Oregon Revised Statutes 297.425 shall inquire into:

- The principles of accounting and methods followed by Bend-La Pine Schools in recording, summarizing and reporting its financial transactions and financial condition;
- The accuracy and legality of the transactions, accounts, records, files and financial reports of the officers and employees of Bend-La Pine Schools as they relate to its fiscal affairs; and
- Compliance with requirements, orders and regulations of other public officials which pertain to the financial condition or financial operations of Bend-La Pine Schools.

The management of Bend-La Pine Schools assumes full responsibility for the completeness and reliability of the information contained in this report. The District maintains a system of internal accounting controls designed to provide reasonable assurance that assets are safeguarded against loss or unauthorized use and that financial records can be relied upon to produce financial statements in accordance with GAAP. The concept of reasonable assurance recognizes that the cost of maintaining the system of internal accounting controls should not exceed benefits likely to be derived.

SGA Certified Public Accountants and Consultants, LLP (SGA), issued an unmodified ("clean") opinion on Bend-La Pine Schools' financial statements for the year ended June 30, 2021. SGA's audit opinion report is located at the front of the financial section of this report.

In addition to meeting the requirements set forth above, the independent audit also was designed to meet the special needs of federal grantor agencies as provided for in the Federal Single Audit Act and the Office of Management and Budget's (OMB) Uniform Guidance. These standards require the independent auditor not only report on the fair presentation of the basic financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. The results of the independent audit for the fiscal year ended June 30, 2021 indicated no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations. The independent auditor's reports related specifically to the Single Audit and OMB Uniform Guidance are included in the Auditor's Comments Section.

Management's discussion and analysis (MD&A) immediately follows SGA's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Bend-La Pine Schools Profile

Bend-La Pine Schools is the fifth largest school district in the State of Oregon. Located entirely in Deschutes County, the District covers approximately 1,700 square miles serving the Bend, La Pine, Sunriver, and surrounding communities. The District was formed in 1961 as the result of an election that consolidated five school districts.

Bend-La Pine Schools serves more than 17,400 students in kindergarten through grade twelve and currently operates nineteen elementary schools, seven middle schools, and seven high schools. There are also two district-sponsored charter schools.

The District is governed by a seven-member board elected to four-year terms, five members by zones based on voter precincts and two at-large members. The Board is the governing body, and as such is exclusively responsible for its decisions and is accountable for the decisions it makes. The Board is focused on policies that elevate student achievement and create world class schools. The latitude afforded under state law allows the School Board to significantly influence operations. This authority includes, but is not limited to, adoption and appropriation of the budget, control over all assets, negotiating collective bargaining agreements, short-term borrowing, and contracting and developing the programs of the District. The Board of Directors together with seven appointed community members, comprises the fourteen-member Budget Committee. In addition, community members take an active role in the District's schools through volunteer programs, site committees and parent groups.

In FY2020-21, Bend-La Pine Schools employed approximately 2,019 permanent staff including 1,087 teachers, counsellors and licensed specialists; 825 support staff such as instructional assistants, secretaries, clerks and various professional or technical positions; and a management team of 107 administrators and supervisors that includes the Superintendent. Bend-La Pine Schools is the second largest employer in Central Oregon.

Strategic Plan

Bend-La Pine Schools' strategic plan is built on a simple, but profound promise: Every student in Bend-La Pine Schools is known by name, strengths, and needs, and graduates ready for college, career, and citizenship.

To make this promise real for each of our students, Bend-La Pine Schools is redefining the way we resource, support, teach, and take responsibility for our students in order to ensure they have the skills and knowledge they need to not only participate in the global economy, but to lead it. We expect our students to create new businesses and non-profit organizations, to bring new vitality to existing services and enterprises, to invent new products and processes, and to create new opportunities for others around the world.

The Board of Directors, in partnership with district leadership, has provided clear direction and focus towards this promise through the development of the Board's Strategic Investment Plan, which is based on the Board of Directors' Promise and Outcomes, and informed by the 2019-20 Excellence and Equity Review.

- 1. Empower student, family, and community voice.
- 2. Create safer, healthier, more equitable school environments for students and families.
- 3. Review and redesign curriculum to include anti-racist resources and diverse perspectives.
- 4. Focus on core curricula, instruction, and assessment practices that elevate learning for all

students.

5. Diversify staff in all classifications.

World Class Outcomes for Ensuring Student Success

We have created a defined criteria to ensure we are adhering to the Strategic Investment Plan and also turning our promise, that every student in Bend-La Pine Schools is known by name, strengths, and needs, and graduates ready for college, career and citizenship, into a reality for the next generation. The pursuit of that outcome has been translated into a tangible set of five measurable outcomes, experiences and adult actions established by Bend-La Pine Schools' Board of Directors:

Outcomes

- Students develop a strong academic foundation, and achievement will be measured in areas
 of English Language Arts (reading and writing), mathematics and the percent of freshmen
 students on-track to graduate.
- Students have a passion, purpose and plan for their future, and achievement will be
 measured in areas of career and technical education participation, advanced placement
 participation, international baccalaureate participation, graduation rate, students who have a
 post-secondary plan and students that enroll in two or four year universities.

Experiences

- Students are engaged, and achievement will be measured by absenteeism and suspension rates.
- Students, families and staff experience inclusion and belonging, and achievement will be measured by survey results.

Adult Actions

• Staffing reflects the diversity of students and families, and achievement will be measured through annual audits of staffing by race, ethnicity and gender.

Each year, Bend-La Pine works to build upon our successes in order to deliver the best teaching and learning environment in Oregon. More than 1,200 Bend-La Pine Schools students flipped their tassels in 2021, accepting high school diplomas and preparing for studies at prestigious universities and colleges around the world, or beginning post-high school training at hundreds of institutions.

At Bend-La Pine Schools we value the work of our specialists who help enrich our students' school experiences. Our schools are home to state and national award-winning activities including: newspaper, band, speech and debate, robotics, DECA, Future Farmers of America, Future Business Leaders of America and more. Our students were unable to compete for individual or team state titles in FY2020-21 due to the COVID-19 pandemic, however our students brought home championships in volleyball, swimming, track and field, cross-country, baseball, wrestling, swimming, golf, and tennis in FY2019-20

At Bend-La Pine Schools we strive to connect students with meaningful experiences beyond academics. Through community service efforts and an emphasis on kindness, empathy and social emotional learning in the classroom, we are helping all of our students become thriving citizens.

Our goal is to serve every student in Bend-La Pine Schools and to help build a brighter future for all of our students.

Local and State Economy

Bend-La Pine Schools is located entirely within Deschutes County. Deschutes County is the most populous county in the eastern part of Oregon with a 2020 population of approximately 198,300 people.

With its varied topography, tourism is one of Deschutes County largest economic sectors. The Mount Bachelor ski resort and nearby Cascade Lakes are large draws for tourists. Recreational activities include downhill and cross-country skiing, hiking, biking, rafting, golfing, camping, fishing, picnicking, rock climbing, and general sightseeing. Oregon State University - Cascades (OSU-Cascades) is located in Bend and is the first public university to open in Oregon in more than 50 years. Bend is also home to the Deschutes Brewery, the 10th largest craft brewery in the nation and the largest of over a dozen microbreweries in the city.

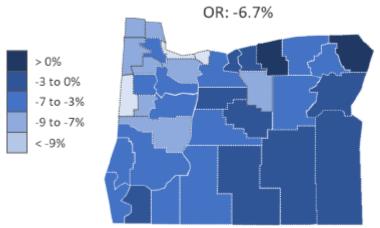
In FY2020-21, the taxable assessed value of property in Deschutes County increased by approximately 5.4 percent. The area's economic base has diversified significantly since 1980, when the region was known for its wood products. The top employers in the area are St. Charles Medical Center, a regional health service organization; Bend-La Pine Schools; Deschutes County; Bright Wood Corporation one of the world's largest manufacturers of wood components and millwork; Sunriver Resort, a prime Central Oregon destination; and Les Schwab, a tire retail chain operating in the western United States. Due to its strong and healthy local economy, Bend-La Pine Schools has maintained a credit rating of Aa2 from Moody's Investor Service, the Aa2 rating is a little stronger than the US school districts median of Aa3. The key credit factors include an extensive tax base with a healthy wealth and income profile, a solid financial position, and mid-ranged debt and pension burdens.

In response to the global pandemic due to the COVID-19 virus, the State of Oregon implemented a required closure of many businesses, non-profits, government agencies and all public and private school facilities in the state in March, 2020. Bend-La Pine Schools began the 2021 school year in a virtual format, with students returning to the classroom on a District wide basis in the Spring of 2021. According to the State's Economic and Revenue Forecast dated May 2021, the statewide economic outlook mirrored the positivity reflected in students once again receiving in-person instruction. "Economic growth is surging" and "incomes are more than 20% higher than before COVID-19 hit." However, according to Oregon's state economists, Oregon's total employment will not surpass pre-pandemic levels until late 2022 and the unemployment rate will not close in on 4 percent until 2023.

Locally, Central Oregon fared better than the Portland metro area and the Oregon Coast, though not as well as eastern and southern Oregon with the loss of jobs due mainly to the pandemic. The graphic below illustrates employment change for the past year in the different regions in Oregon.

COVID Recession and Oregon

Mar '21 Employment Relative to Pre-Pandemic Peak



Source: Oregon Employment Department, Oregon Office of Economic Analysis

The population in Bend has increased by over 35,000 between 2010 and 2020, a growth rate of over 45

percent. The District has made substantial investments in school facilities to keep pace with that growth. While some facilities are almost 100 years old, over 95 percent of the net book value of buildings are related to assets placed in service since the beginning of the 21st century.

The FY2021-22 projected enrollment for Bend-La Pine Schools is 18,432, an increase of 820 students compared with enrollment of 17,612 on October 1, 2020. This represents about a 4.6 percent year over year increase, however the projected enrollment is still below the pre-pandemic measurement of 18,672 students on October 1, 2019.

State Support for Oregon Public Schools

Generally, Oregon public schools receive funding from two primary sources, local property taxes and a state school support grant, with the latter predominately from income taxes. The state's school support formula recognizes local property taxes as an offset to the payment due from the state.

Public schools, together with education service districts and community colleges have had an aggregate maximum property tax rate for operations of \$5.00 per \$1,000 of real market valuation since the passage of Ballot Measure 5 in 1990. On May 20, 1997, Oregon voters approved Ballot Measure 50, which limited the annual increase in taxable property values. Under Measure 50, the legislature is required to continue to fund revenue lost by schools due to property tax limitations and established a permanent tax rate of \$4.7641 per \$1,000 of assessed value on property for our district.

Since Ballot Measure 5 passed in 1990, school districts across Oregon rely upon the state for the majority of their financing. Even though districts collect revenue locally through the property tax, school funding is essentially equalized through the allocations under the state school fund, which accounts for more than 50% of the District's general fund revenue. The State of Oregon is more dependent upon a single revenue source, state income tax, than any other state in the country. Accordingly the financial outlook for the District is tied closely to the condition of the Oregon economy. The second most important source of revenue for the District, and the source of funds to pay its capital bonds, is local property taxes. Real estate values and associated assessed values of real property are the most important factor in the strength of this revenue source.

The 2020-21 Oregon legislatively adopted budget included \$9.0 billion for the State School Fund (SSF) which makes up the state portion of the amount distributed to School Districts and Education Service Districts (ESDs) through the school funding formula. The 2020-21 budget represents an increase of almost \$800 million, or 9.76%, over the 2018-19 funding level. Funding from the SSF was split 49/51 between the two school years of the biennium. Overall, general purpose funding for School Districts and ESDs depends on both the state contribution through the SSF and the contributions of local revenue including property taxes, timber revenue, and distributions from the Common School Fund.

The FY2020-21 ending fund balance in the General Fund Operations subfund is almost \$18.3 million, which is approximately \$8.6 million more than the budgeted \$9.7 million.

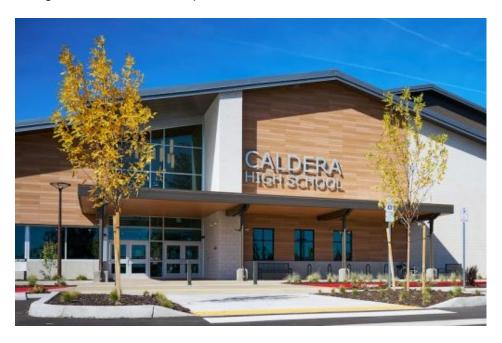
Major Initiatives

In May 2017, voters approved a general obligation bond issue in the amount of \$268 million for the construction of Caldera High School, North Star Elementary School, and other capital projects. School bond projects will increase student and staff safety, improve access to school sites, and address chronic overcrowding through upgrades and updates made to schools and classrooms throughout the district. Caldera High School and North Star Elementary School will add more capacity to keep pace with the growing community.

• North Star Elementary School: a new a two-story elementary school that includes 24 classrooms, media center, gym, and commons area opened in the fall of 2019.



 Caldera High School: Community members, local leaders, school officials and students joined together to celebrate the ground-breaking for Bend-La Pine Schools' new high school in September 2019. Construction is in progress and is on track to meet the deadlines. The new 1,600-seat high school is slated to open to students in the fall of 2021.



 Collective bargaining: The District negotiated new economic terms with the Bend Education Association (certified) and the Oregon School Employees Association (classified) through 2023.

Long-term Financial Planning

We forecast revenues, expenditures and fund balance in a five-year rolling plan. Revenue forecasts consider historical increases in formula revenue from the State with adjustments for current information, as well as increases tied to the consumer price index for other types of revenues. Forecasts for salary expenditures consider contracts with employee associations while forecasts for non-salary items consider the increase in the consumer prices index as well as other external factors. The long-term impact of adding additional schools is also considered.

Because approximately one-half of operational funding is derived from state income tax, the Board of Directors instituted an executive limit that prohibits management from proposing an ending fund balance less than five percent of total revenue in the general fund operations. The FY2020-21 adopted budget included an ending fund balance for general fund operations set at 5 percent of resources, in accordance with the executive limitation. The actual FY2020-21 ending fund balance is almost \$18.3 million.

Relevant Financial Policies and Information

Bend-La Pine Schools has adopted a comprehensive set of financial policies. District management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP) and statutory requirements. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2021, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Control

Bend-La Pine Schools maintains numerous budgetary controls. The objective of these budgetary controls is to ensure compliance with the requirements of Local Budget Law as outlined in the Oregon Revised Statutes 294.305 through 294.565, inclusive. The Board of Directors adopts the annual budget, makes appropriations, and levies taxes after the public hearing and before the beginning of the year for which the budget has been prepared. After adoption, the budget may be revised through procedures specified in State statute and Board policy.

The legal level of budgetary control is set at the major fund and major function level. At this level district and school administrators have discretion to reassign resources within major function levels.

The District also maintains an encumbrance accounting system to account for commitments for goods and services, which have not yet been provided or rendered. Encumbrances outstanding at year-end are not reported as expenditures in the financial statements for GAAP purposes.

Accounting Policies

Detailed descriptions of the District's accounting policies are contained in the Notes to Basic Financial Statements on pages 30-70, and they are an integral part of this report. These policies describe the basis of accounting, funds and accounts used, valuation policies for inventories and investments, and other

significant accounting information. Please note that totals may not precisely add up due to rounding. We consider the differences to be immaterial.

Charter Schools

Oregon statute provides state funding for charter schools that flows through the district for schools that local boards of education have granted a charter. The District sponsors two charter schools; Bend International School and Desert Sky Montessori. The charter schools are not considered a component unit of the District under GASB 61.

Debt Administration

We have been very active in managing our debt over the last 30 years. Many general obligation issues have been "refunded" (refinanced), saving millions for taxpayers by locking in lower interest rates and shortening the maturity of the bonds. In August 2017, the District issued \$175 million of the 2017 general obligation bonds approved by the voters and the remaining \$93.3 million was issued in July 2019.

In November 2002, the district joined a state-wide consortium to issue \$40.9 million of taxable pension bonds to finance a portion of the estimated 2001 unfunded actuarial liability with the Oregon Public Employees Retirement System (PERS). In April 2003, the District participated in the second state-wide effort to issue \$25.3 million of taxable pension bonds to apply to the estimated unfunded actuarial liability with the PERS. In February 2004, the District participated in the third state-wide effort to issue \$5.9 million of taxable pension bonds to apply to the unfunded actuarial liability. As a result of these pension bond issuances the PERS employer rates will be lower than the rates assessed for the school district pool for the foreseeable future.

Debt limit is established by Oregon law, specifically ORS 328.245(1) and (2), at 7.95 percent of the real market value of property within the taxing district's boundary. At June 30, 2021 our net bonded debt is approximately \$2.3 billion less than the statutory debt limit.

Independent Audit

The provisions of Oregon law, specifically ORS 297.425 through 297.555 require that an independent audit be made of all public school district funds within six months following the close of each fiscal year. The auditors, selected by the Board of Directors, have completed their audit of our financial statements and their opinion is included in the Financial Section of this report.

This report also includes Audit Comments and Disclosures required under the Minimum Standards for Audits of Oregon Municipal Corporations Section of the Oregon Administrative Rules. In addition, the District is required to have an audit of its Federal Assistance Programs in accordance with the Single Audit Act, Office of Management and Budget (OMB) Compliance Supplement and the provisions of Government Auditing Standards promulgated by the U.S. Comptroller General as they pertain to the financial and compliance audits. A report on the District's compliance with applicable Federal laws and regulations related to the Single Audit Act, OMB Compliance Supplement is included with this report beginning on page 146.

Awards

ASBO Certificate of Excellence in Financial Reporting

The Association of School Business Officials International (ASBO) awarded its Certificate of Excellence in Financial Reporting to the District for our Comprehensive Annual Financial Report for the year ended June 30, 2020. Receiving this award is recognition that we have met the highest standards of excellence in school financial reporting as adopted by the Association of School Business Officials International.

We have received a Certificate of Excellence for the last 37 years. We believe our current report continues to conform to the Certificate of Excellence program requirements, and we are submitting it to ASBO for review.

GFOA Certificate of Achievement of Excellence

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for our Comprehensive Annual Financial Report for the year ended June 30, 2020. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We have received a Certificate of Achievement for the last 38 years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA for review.

<u>Acknowledgments</u>

We wish to express our appreciation to the entire Business Office staff and members of other District departments who assisted in the preparation of this Annual Comprehensive Financial Report. We also wish to extend our appreciation to the members of the Board of Directors for their expectations of excellence, and their dedication to our financial operations.

Respectfully submitted,

Brad Henry

Chief Operating and Financial Officer



The Certificate of Excellence in Financial Reporting is presented to

Administrative School District No 1, Deschutes County, Oregon

for its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2020.

The report meets the criteria established for ASBO International's Certificate of Excellence.



W. Edward Chabal President

W. Edward Chabal

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Administrative School District No. 1 (Bend - La Pine Schools) Deschutes County, Oregon

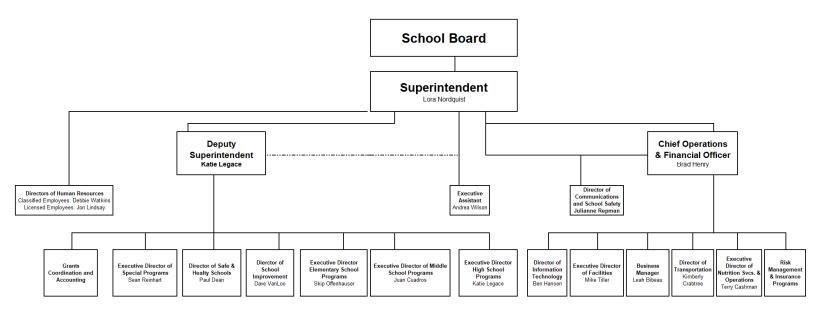
For its Comprehensive Annual Financial Report For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO

Administrative School District No. 1 Deschutes County, Oregon Organizational Chart June 30, 2021



Administrative School District No. 1 Deschutes County, Oregon Principal Officials June 30, 2021

BOARD OF DIRECTORS

| | Term Expires |
|--|---------------|
| Carrie Douglass - Chair Bend, Oregon | June 30, 2021 |
| Melissa Barnes Dholakia – Vice Chair Bend, Oregon | June 30, 2021 |
| Julie Craig Bend, Oregon | June 30, 2021 |
| Shimiko Montgomery Bend, Oregon | June 30, 2023 |
| Amy Tatom Bend, Oregon | June 30, 2023 |
| Caroline Skidmore Bend, Oregon | June 30, 2023 |
| Dr. Stuart Young La Pine, Oregon | June 30, 2021 |

ADMINISTRATIVE STAFF

Lora Nordquist Interim Superintendent

Brad Henry Chief Operations and Financial Officer

The above members of the Board and administrative staff can be reached by mail at 520 NW Wall Street, Bend, OR 97703



Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

FINANCIAL SECTION



"An investment in knowledge pays the best interest"

Benjamin Franklin



To the Board of Directors Administrative School District No. 1 Deschutes County, Oregon

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Administrative School District No. 1, Deschutes County, Oregon (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, and the respective changes in financial position and the respective budgetary comparison for the General Fund and the Special Revenue Fund, which collectively comprise the District's 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 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these 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 of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 entity's 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 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position and the respective budgetary comparison for the General Fund and the Special Revenue Fund 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 Management's Discussion and Analysis, and the schedules identified as required supplementary information 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 information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis required by Title 2 U.S. Code of Federal Regulations (CFR) 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 Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Supplementary Information, Budgetary Comparisons, Introductory Section, Statistical Section and Other Information Section, as listed in the table of contents, have 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2021 on our consideration of the District's 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 that report is to describe the scope of our testing of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Reports on Other Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 11, 2021, 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 our testing of compliance and the results of that testing and not to provide an opinion on compliance.

Brenda Bartlett, CPA

Brenda Bartlett

SGA Certified Public Accountants and Consultants, LLP

Bend, Oregon

December 11, 2021

Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

Management's Discussion and Analysis

Management's Discussion and Analysis

The management of Bend-La Pine Schools (District) presents this narrative overview to facilitate both a short and long-term analysis of the financial activities of the District for the fiscal year ended June 30, 2021. This Management's Discussion and Analysis (MD&A) is based on currently known facts, decisions, and conditions that existed as of the date of the independent auditor's report. We encourage readers to consider the information presented here in conjunction with additional information provided in the Transmittal Letter found on pages iv – xii of this report.

Financial Highlights

Key financial highlights for FY2020-21 are as follows:

- The District's net position of governmental activities increased by \$5.3 million, which represents a 3 percent increase from FY2019-20.
- For governmental activities, general revenues accounted for \$232.4 million, 85 percent of total revenues of \$274.6 million. Program specific revenues in the form of charges for services, grants, and contributions accounted for \$42.2 million, 15 percent of total revenues.
- The District had \$269.3 million in expenses related to governmental activities; only \$42.2 million was offset by program specific charges for services, grants or contributions. General revenues of \$232.4 million were adequate to provide for the governmental activities of the District.
- The District's net proportionate share of the Oregon PERS pension liability increased by \$40.8 million.
- At the end of FY2020-21, the District's governmental funds reported a combined fund balance of \$96.8 million, a decrease of \$84.7 million from FY2019-20, mainly the result of converting cash into buildings and improvements.

Overview of the Financial Statements

The following discussion and analysis is intended to serve as an introduction to the District's basic financial statements and other required supplementary information. The District's basic financial statements are comprised of three components:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

<u>Government-wide financial statements</u>. The government-wide financial statements are designed to provide readers a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position.

The Statement of Activities presents information showing how the District's net position changed during FY2020-21. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in a future fiscal period. Examples of such items include earned, but uncollected, property taxes and earned, but unused, compensated absences.

The governmental activities of the District include the following:

- Instruction
 - Regular instruction
 - Special programs including summer school
- Support Services
 - Students
 - Instructional staff
 - General administration
 - School administration
 - Business, transportation and maintenance
 - Central activities
 - o Supplemental retirement program
- Enterprise and Community Services
 - Food services
 - Other enterprise and community services

The government-wide financial statements can be found on pages 20 and 21 in the basic financial statements.

<u>Fund financial statements</u>. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to demonstrate transparency and ensure compliance with finance-related legal requirements.

<u>Governmental funds</u>. Governmental funds are used to account for activities where the emphasis is placed on available financial resources, rather than upon net income determination. Therefore, unlike the government-wide financial statements, governmental fund financial statements focus on the acquisition and use of current spendable resources, as well as on balances of spendable resources available at the end of the fiscal year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations can be found on pages 23 and 25 in the basic financial statements.

The District maintains four governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances. The four governmental funds are:

- General
- Special Revenue
- Debt Service
- Capital Projects

<u>Fiduciary fund.</u> The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. All of the District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on page 28. These activities are excluded from the District's other financial statements because the assets cannot legally be utilized by the District to finance its operation.

The District adopts an annual appropriated budget for all governmental funds. To demonstrate compliance with the budget, budgetary comparison statements have been provided for the General Fund and the Special Revenue Fund on pages 26 and 27. Budgetary comparisons for the Debt Service Fund and Capital Projects Fund funds have been provided as supplementary information on pages 95 and 96. The District was fully compliant with Oregon Budget Law in FY2020-21.

The governmental fund financial statements can be found on pages 22 and 24 in the basic financial statements.

<u>Notes to the basic financial statements</u>. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are an integral part of the financial statements and should be read in conjunction with them.

Required supplementary information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension and other post-employment benefits to its employees.

<u>Supplementary information</u>. The combining schedules of the General Fund subfunds and budgetary comparisons follow the required supplementary information in this report.

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial health. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflow of resources by \$52 million at the close of the fiscal year ending June 30, 2021, an increase of \$5.3 million.

A majority of the District's net position reflects its investment in capital assets (e. g. land, buildings, vehicles and equipment) less depreciation and any outstanding related debt used to acquire those assets. At June 30, 2021 this portion of the net position is positive which indicates the District has \$192 million more in capital assets, net of depreciation, than associated debt. The

District uses capital assets to provide services to students and other district residents, consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources required to pay the debt must be provided from other sources (generally property taxes), since the capital assets themselves cannot be used to liquidate these liabilities.

Capital assets, which consist of land, buildings, land improvements, construction in progress, vehicles, and equipment, represent about 81 percent of total assets. This percentage increased over the last two years as a result of the capital construction program supported by the \$268 million general obligation bond approved by voters in May 2017. Information on capital asset activities is presented on page 43.

The District's largest liability, accounting for 60 percent of total liabilities, is the long-term portion of general obligation bonds and other debt. The net pension liability is the next largest liability and accounts for approximately 30 percent of total liabilities. Together the long-term debt and net pension liability represent 90 percent of total liabilities. Current liabilities, representing about 8.7 percent of total liabilities, consist of payables on accounts, benefits, and the current portion of long-term debt. Information on long-term debt activity is presented on pages 64-67.

The District as a Whole

The statement of net position provides the perspective of the District as a whole. The following table provides a summary of the District's net position for June 30, 2021 and June 30, 2020.

| | _ | Government | | | | | | |
|----------------------------------|----|---------------|----|---------------|----|--------------|--|--|
| | _ | 2021 | _ | 2020 | | Change | | |
| Capital assets | \$ | 547,394,000 | \$ | 461,278,000 | \$ | 86,116,000 | | |
| Current and other assets | _ | 130,565,000 | _ | 215,090,000 | _ | (84,525,000) | | |
| Total assets | _ | 677,959,000 | _ | 676,368,000 | _ | 1,591,000 | | |
| Deferred outflow of resources | | 71,713,000 | | 57,941,000 | | 13,772,000 | | |
| | | | | | | | | |
| Long-term liabilities | | 657,850,000 | | 647,727,000 | | 10,123,000 | | |
| Current liabilities | _ | 29,397,000 | _ | 29,891,000 | | (494,000) | | |
| Total liabilities | _ | 687,247,000 | _ | 677,618,000 | _ | 9,629,000 | | |
| Pension deferrals - inflows | _ | 10,449,000 | | 9,969,000 | | 480,000 | | |
| Net Position | | | | | | | | |
| Net investment in capital assets | | 191,764,000 | | 165,268,000 | | 26,496,000 | | |
| Restricted | _ | 19,052,000 | _ | 23,694,000 | _ | (4,642,000) | | |
| Unrestricted | _ | (158,840,000) | _ | (142,240,000) | _ | (16,600,000) | | |
| Total net position | \$ | 51,976,000 | \$ | 46,722,000 | \$ | 5,254,000 | | |

Rounded to nearest thousand

Governmental Activities

The District's net position increased by approximately \$5.3 million in FY2020-21. Capital assets increased by \$86.1 million and changes in pension related liabilities, deferred inflows and deferred outflows decreased net position by \$26.5 million. There was a net decrease in the restriction for capital projects of \$6.6 million.

The Statement of Activities shows the cost of program services, and offsetting those are charges for services, operating grants and contributions. The following table shows the changes in net position for governmental activities between FY2020-21 and FY2019-20.

Changes in Net Position, Fiscal Year Ended June 30

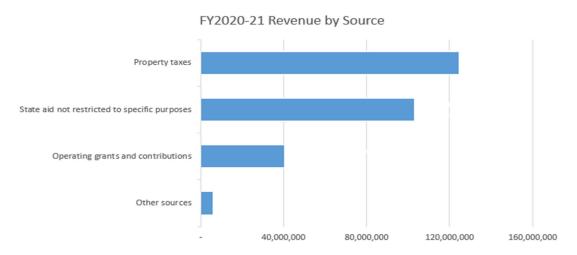
| | Governme | | |
|--|---------------|---------------|----------------|
| | 2021 | 2020 | Change |
| Revenues | | | |
| Programs revenues | | | |
| Charges for services | \$ 845,000 | \$ 3,599,000 | \$ (2,754,000) |
| Operating grants and contributions | 40,577,000 | 22,602,000 | 17,975,000 |
| Capital grants and contributions | 792,000 | 654,000 | 138,000 |
| General revenues | | | |
| Property taxes | 124,734,000 | 120,853,000 | 3,881,000 |
| Federal aid not restricted to specific purposes | 167,000 | 169,000 | (2,000) |
| State aid not restricted to specific purposes | 103,024,000 | 100,478,000 | 2,546,000 |
| Intermediate aid not restricted to specific purpor | 2,529,000 | 2,765,000 | (236,000) |
| Earnings on investments | 400,000 | 6,335,000 | (5,935,000) |
| Other local revenue | 1,497,000 | 2,041,000 | (544,000) |
| Total Revenues | 274,565,000 | 259,496,000 | 15,069,000 |
| Expenses | | | |
| Instruction | 158,447,000 | 145,664,000 | 12,783,000 |
| Support services | 84,467,000 | 81,361,000 | 3,106,000 |
| Enterprise and community services | 9,716,000 | 9,726,000 | (10,000) |
| Interest on long-term liabilities | 16,681,000 | 17,648,000 | (967,000) |
| Total Expenses | 269,311,000 | 254,399,000 | 14,912,000 |
| Changes in net position | 5,254,000 | 5,097,000 | 157,000 |
| Net position | 46,722,000 | 41,625,000 | 5,097,000 |
| Net position June 30 | \$ 51,976,000 | \$ 46,722,000 | \$ 5,254,000 |
| | _ | 1 11 111 | I |

Rounded to nearest thousand

The increase in property taxes is the result of the increase in assessed values in Deschutes County. The decrease in earnings on investments is a result of bond proceed investments maturing and being converted to cash to pay the District's capital improvement costs.

Net position of the District's governmental activities increased by \$5.3 million. Total governmental expenses of \$269.3 million were offset by program revenues of \$42.2 million and general revenues of \$232.4 million. Program revenues supported about 15 percent of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes and state aid. Together these sources total \$227.8 million and represent 83 percent of total governmental revenue.



Overall expenses increased by \$14.9 million or about 6 percent. This increase was primarily the result of increases to classroom instruction and interest on long-term liabilities. The increase in classroom instruction was driven in part by contractual increases along with the newly established High School Success program, created as a result of the passage of Measure 98. These funds supported new high school programs, enhanced Career and Technical Education (CTE) offerings, intensified dropout prevention and increased college and career pathways for students.



The District's Funds

The District's governmental funds (as presented on the balance sheet on page 22) reported a FY2020-21 combined fund balance of \$96.8 million, a decrease of \$84.7 million compared with the FY2019-20 combined fund balance of \$181.6 million. The decrease in the combined fund balance is primarily the result of converting cash into buildings and improvements. The following schedule shows the fund balance and change in fund balance as of June 30, 2021 and 2020.

| | | | | Percentage |
|---------------------|---------------|---------------|--------------|---------------|
| | Fund Balance | Fund Balance | | Change from |
| | June 30, 2021 | June 30, 2020 | Change | June 30, 2020 |
| General | 29,790,000 | 23,887,000 | 5,903,000 | 25% |
| Special Revenue | 11,229,000 | 8,428,000 | 2,801,000 | 33% |
| Debt Service | 4,694,000 | 4,031,000 | 663,000 | 16% |
| Capital Projects | 51,115,000 | 145,228,000 | (94,113,000) | -65% |
| Total fund balances | 96,828,000 | 181,574,000 | (84,746,000) | -47% |

Rounded to nearest thousand

General Fund

The District's general fund balance increased by \$5.9 million. The increase is attributable to a state-wide increase in the State School Fund Formula based on property taxes collected across the state and a decrease in capital outlay from the general fund.

The following table summarizes the revenues and expenditures for FY2020-21 and FY2019-20:

| | | | Percentage |
|---|----------------|----------------|------------|
| | FY2020-21 | FY2019-20 | change |
| Revenues | | | |
| Property taxes | \$ 89,158,000 | \$ 85,930,000 | 3.76% |
| Tuition | 25,000 | 26,000 | -3.85% |
| Investment earnings | 387,000 | 1,159,000 | -66.61% |
| Other local sources | 3,475,000 | 4,197,000 | -17.20% |
| Intermediate sources | 2,529,000 | 2,765,000 | -8.54% |
| State sources: | 95,459,000 | 93,926,000 | 1.63% |
| Federal grant sources | 185,000 | 202,000 | -8.42% |
| Proceeds from long-term debt | - | 1,250,000 | -100.00% |
| Other financing sources | 18,000 | 248,000 | -92.74% |
| Total revenues & other financing sources | \$ 191,236,000 | \$ 189,703,000 | 0.81% |
| | | | |
| Expenditures by function | | | |
| Instruction | \$ 114,170,000 | \$ 113,360,000 | 0.71% |
| Support services | 66,305,000 | 67,270,000 | -1.43% |
| Community services | 278,000 | 362,000 | -23.20% |
| Debt Service | 677,000 | 525,000 | 28.95% |
| Capital outlay | 2,903,000 | 4,182,000 | -30.58% |
| Other financing uses | 1,000,000 | | 100.00% |
| Total expenditures & other financing uses by function | \$ 185,333,000 | \$ 185,699,000 | -0.20% |
| | | | |

Rounded to nearest thousand

The increase in property taxes reflects the growth in assessed valuation in Deschutes County. Investment earnings have declined reflecting an unfavorable interest rate environment. The increase in State sources is a result of this being the second year of the biennium where state funding is paid out at 51% of the biennial budget.

The largest expenditure line items, instruction, increased over FY2019-20. These expenditures increased primarily due to contractual obligations with employees, and increases in the costs of supplies and services.

The decrease in capital outlay for FY2020-21 resulted from a decrease in the leasehold improvements costs for the REALMS and Skyline High School facility.

The \$1 million other financing use was a one-time payment to a PERS set aside account, where the state then matched our contribution with \$250 thousand in state funds. This payment and state match will help offset future PERS rate increases.

General Fund Budgeting Highlights

Original budget compared to final budget.

There were no changes to the FY2020-21 original budget.

Final budget compared to actual results.

The most significant differences between estimated revenues and actual revenues were as follows:

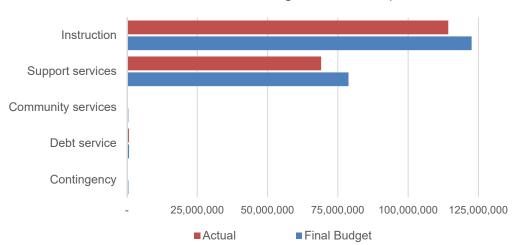
| | Revenues - | | Actual | | | Difference fron | n |
|----------------------|------------|--------------|--------------|-----|------------|-----------------|---|
| Revenue Source | Final Bud | Final Budget | | _ D | ifference | Final Budget | |
| Property taxes | \$ 88,772 | ,000 | \$89,158,000 | \$ | 386,000 | 0% | |
| Tuition | 24 | ,000 | 25,000 | | 1,000 | 0% | |
| Investment earnings | 471 | ,000 | 387,000 | | (84,000) | -18% | |
| Other local sources | 5,002 | ,000 | 3,475,000 | (1 | ,527,000) | -31% | |
| Intermediate sources | 2,390 | ,000 | 2,529,000 | | 139,000 | 6% | |
| State sources | 98,496 | ,000 | 95,459,000 | (3 | 3,037,000) | -3% | |
| Federal sources | 210 | ,000 | 185,000 | | (25,000) | -12% | |
| Total revenues | 195,365 | ,000 | 191,218,000 | (4 | 1,147,000) | -2% | |
| | | | | | | | |

Rounded to nearest thousand

The differences in property taxes, state sources and other local sources are all components of the State School Fund formula. When property tax revenues and certain local sources like the County School Fund are more than estimated, State sources are reduced accordingly. The difference in federal sources reflects the Medicaid revenues received for services provided to students. The decrease in investment earnings is attributable to decreased earnings on cash held for use to settle general fund obligations.

A review of actual expenditures compared to appropriations in the final budget yields significant variances in the instruction and support services functions. The variances are due to multiple factors. The District operated virtually for eight months of the year which reduced staffing costs in support areas like student transportation and custodial. In addition, because our enrollment was

lower than projected, we operated with fewer instructional staff in our general fund. Lastly, utilities, fuel, travel and professional development costs were all lower due to the change in operations with the pandemic.



FY2020-21 General Fund Final Budget and Actual Expenditures

Special Revenue Fund

The District's special revenue fund balance was increased over the 2019-20 school year by \$2.8 million dollars. The following table summarizes the revenues and expenditures for FY2020-21 and FY2019-20.

| | | | | | Percentage |
|---|----|------------|----|------------|------------|
| | | FY2020-21 | | FY2019-20 | change |
| Revenues | | | | | |
| Investment earnings | \$ | 22,000 | \$ | 77,000 | -71.43% |
| Food Service | | 23,000 | | 1,857,000 | -98.76% |
| Other local sources | | 3,923,000 | | 5,197,000 | -24.51% |
| Intermediate sources | | 395,000 | | 395,000 | 0.00% |
| State sources: | | 11,581,000 | | 5,848,000 | 98.03% |
| Federal grant sources | | 24,166,000 | | 10,916,000 | 121.38% |
| Total revenues & other financing sources | \$ | 40,110,000 | \$ | 24,290,000 | 65.13% |
| | | | | | |
| - " | | | | | |
| Expenditures by function | Φ. | 47 444 000 | Φ. | 0.470.000 | 405 700/ |
| Instruction | \$ | 17,441,000 | \$ | 8,478,000 | 105.72% |
| Support services | | 8,992,000 | | 5,380,000 | 67.14% |
| Community services | | 8,764,000 | | 8,675,000 | 1.03% |
| Capital outlay | | 1,611,000 | | 1,482,000 | 8.70% |
| Other financing uses | | 500,000 | | 286,000 | 74.83% |
| Total expenditures & other financing uses by function | \$ | 37,308,000 | \$ | 24,301,000 | 53.52% |

The increase in State sources is due to increased funding in the High School Success grant. The increase in federal grant sources was a result of federal aid to schools for impacts caused by the

COVID-19 pandemic.

The increase in expenditures for instruction and support services resulted from use of federal grants funds to decrease class sizes and return students to in person learning.

Long-term Debt

At June 30, 2021, the District had total debt outstanding of \$420 million net of unamortized premium/discount and consisting of general obligation bonds, limited tax pension bonds, notes from direct borrowings and full faith and credit obligations.

During FY2020-21, the District's total debt decreased by \$27 million as a result of scheduled debt service payments applied to outstanding principal.

The debt service fund had \$45 million in revenues and \$44.3 million in expenditures for regularly scheduled debt service payments. In FY2020-21 the debt service fund balance increased by \$662 thousand from \$4 million to \$4.7 million. The fund balance increase was the product of an increase in local revenues used to support the debt service.

The following table summarizes the debt outstanding at June 30, 2021 and 2020.

| | | Governmental Activities | | | | | | | |
|-----------------------------------|-----------|-------------------------|----|-------------|------------------------|--|--|--|--|
| | FY2020-21 | | | FY2019-20 | Change | | | | |
| General obligation bonds | \$ | 366,995,000 | \$ | 387,870,000 | \$ (20,875,000) | | | | |
| Limited tax pension obligation be | | 48,904,000 | | 53,791,000 | (4,887,000) | | | | |
| Full faith and credit bonds | | 1,650,000 | | 2,210,000 | (560,000) | | | | |
| Notes payable | | 2,580,000 | | 3,179,000 | (599,000) | | | | |
| Total outstanding debt | \$ | 420,129,000 | \$ | 447,050,000 | <u>\$ (26,921,000)</u> | | | | |

Rounded to nearest thousand

The District's general obligation debt is issued with the Oregon School Bond Guaranty. The outstanding general obligations of the State are rated "AA+" by Fitch, "Aa1" by Moody's Investors Service and "AA+" by S&P Global Ratings. In March 2021, Moody's confirmed the District's Aa2 bond rating in its Issuer Comment Report.

State statutes limit the amount of general obligation debt a school district may issue to 7.95 percent of its total real market valuation. The current debt limitation of the District is approximately \$2.7 billion and the District is well within this limit. The current legal debt margin is approximately \$2.3 billion. More detailed information on long-term debt activity can be found in the notes to the basic financial statements beginning on page 30.

Capital Projects Fund

The District's capital projects fund balance decreased by \$94 million due to continued expenditure of general obligation debt issued in FY2019-20 and FY2017-18. The following table summarizes the revenues and expenditures for FY2020-21 and FY2019-20.

Administrative School District No. 1 Deschutes County, Oregon Management's Discussion and Analysis June 30, 2021

| | | FY2020-21 | | FY2019-20 | Percentage change |
|--|----|------------|----|-------------|-------------------|
| Revenues | | | | | |
| Investment earnings | \$ | (71,000) | \$ | 4,827,000 | -101.47% |
| Other local sources | | 181,000 | | 74,000 | 144.59% |
| Federal grant sources | | - | | 40,000 | -100.00% |
| Proceeds from insurance | | - | | - | 0.00% |
| General obligation debt issued | | - | | 93,300,000 | 0.00% |
| Premium from general obligation debt | | - | | 7,920,000 | 0.00% |
| Other financing sources | _ | 816,000 | _ | 95,000 | 758.95% |
| Total revenues & other financing sources | \$ | 926,000 | \$ | 106,256,000 | -99.13% |
| Expenditures by function | | | | | |
| Facilities acquisition & construction | \$ | 1,832,000 | \$ | 2,156,000 | -15.03% |
| • | Ψ | , | Ψ | , , | |
| Capital outlay | _ | 93,208,000 | _ | 82,158,000 | 13.45% |
| Total expenditures by function | \$ | 95,040,000 | \$ | 84,314,000 | 12.72% |

Rounded to nearest thousand

Net capital assets increased by \$86.1 million in FY2020-21. See Note "D" on page 43 in the basic financial statements for further details on the District's capital assets. Major capital asset events during the FY2020-21 included the following:

- Caldera High School Caldera High School opened for students in the fall of 2021.
 Caldera High School is a two-story school that will include approximately 59 classrooms, a 600-seat auditorium and a library as a central focal point of the school.
- Bend High School Interior renovations including kitchen expansion/modernization.
- Juniper Elementary School New cafeteria and kitchen, upgrade climate controls and ductwork, replace windows and drainage improvements between buildings.
- High Desert Middle School Installation of energy efficient LED lighting, upgrade of HVAC ductwork, Auxiliary Gym construction, new bleachers and repaving work.
- Amity Creek Magnet School Full interior renovation and window replacement.

Economic Factors and FY2021-22 Budgets and Rates

The following economic factors currently affect the District and were considered in developing the FY2021-22 budget.

• FY2021-22 is the first year of the 2021-23 biennium. The operating budget was based a state funding level of \$9.3 billion with a 49/51 split between the first and second year of the biennium.

Administrative School District No. 1 Deschutes County, Oregon Management's Discussion and Analysis June 30, 2021

- The FY2021-22 ending fund balance for General Fund Operations was budgeted at 5 percent of revenues.
- Student enrollment was projected to be 18,432, an increase of 820 students compared with the October 1, 2020 enrollment of 17,612.
- Funding from the State School Fund was estimated to be \$192.1 million.
- FY2021-22 salary schedules increased by 3 and 3.25 percent respectively for our Certified and Classified staff, while the district's contribution to health insurance increased by \$70 and \$40 per month respectively for our Certified and Classified staff.
- FY2021-22 PERS employer rates are 14.99 percent for OPSRP and 18.1 percent for Tier1/Tier2 members.
- The District completed negotiating new agreements for wages and benefits with all of the employee groups in 2021.
- During the 2019 legislative session, Oregon's leaders made a commitment to our children, our
 educators, our schools and our state with the passage of the Student Success Act. When fully
 implemented, the Student Success Act is expected to invest \$1 billion annually in early learning
 and K-12 education each year. At the heart of the SSA is a commitment to improving access and
 opportunities for students who have been historically underserved in the education system. In
 FY2021-22 the District expects to receive \$11.5 million from the Student Success Act.

New Accounting Standards Implemented

The District implemented GASB Statement No. 84, Fiduciary Activities during FY2020-21.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about the financial report, need additional information or would like to request a copy, contact the Finance Director at Bend-La Pine Schools, 520 NW Wall Street, Bend, Oregon 97703.

Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

Basic Financial Statements

Administrative School District No. 1 Deschutes County, Oregon Statement of Net Position June 30, 2021

| | Governmental Activities |
|---|-----------------------------|
| | 2021 |
| Assets: Cash and investments | Ф 400 400 0C7 |
| Property taxes receivable | \$ 108,193,267 2,744,923 |
| Accounts and other receivables | 3,525,537 |
| Intergovernmental receivables | 10,269,380 |
| Prepaid items | 1,809,027 |
| Inventories | 828,314 |
| Net OPEB RHIA asset | 3,194,226 |
| Capital assets, net of depreciation | |
| Land | 33,104,836 |
| Construction in progress | 191,522,671 |
| Site improvements | 12,885,462 |
| Buildings and improvements | 300,387,908 |
| Vehicles and equipment | 9,493,607 |
| Total assets | 677,959,158 |
| Deferred outflow of resources: | |
| Pension related deferred outflows | 66,792,984 |
| OPEB - implicit subsidy deferred outflows | 805,889 |
| OPEB - RHI deferred outflows | 376,473 |
| Deferred charges on advanced refunding | 3,737,661 |
| Total deferred outflows of resources | 71,713,007 |
| Liabilities | |
| Accounts payable | 10,809,848 |
| Accrued payroll and related charges | 16,473,711 |
| Accrued interest | 646,158 |
| Retainage payable | 1,466,796 |
| Claims and judgements due within one year | 320,543 |
| Long-term liabilities due within one year | 29,876,566 |
| Accrued compensated absences | 47,446 |
| Noncurrent liabilities due in more than one year Net pension liability | 203,590,516 |
| Other postemployment benefits, implicit rate subsidy | 9,014,603 |
| Claims and judgements due in more than one year | 320,543 |
| Long-term liabilities due in more than one year | 414,679,838 |
| Total liabilities | 687,246,568 |
| Defermed inflation of recognises. | |
| Deferred inflows of resources: PERS deferred inflows | 7.004.700 |
| OPEB - RHI deferred inflows | 7,094,720 1,178,412 |
| OPEB - Implicit subsidy deferred inflows | 2,176,056 |
| Total deferred inflows of resources | 10,449,188 |
| Total deferred lilliows of resources | 10,443,100 |
| New transport to a souther a section | 104 700 000 |
| Net investment in capital assets Restricted for: | 191,763,920 |
| Transportation | 2,240,373 |
| Federal, state, and private grants | 3,010,991 |
| Energy efficency program | 1,647,760 |
| Debt service | 4,693,630 |
| Capital projects | 7,459,277 |
| Unrestricted | (158,839,542) |
| Total net position | \$ 51,976,409 |
| | |

Net (Expense) Revenue and Changes in Net

| | | | | _ | _ | | | and | Changes in Net |
|---|---|--|--|---------------------------|------------------------|----|---------------------|------|--|
| | | | | Prog | ram Revenues | 3 | | | Position |
| | _ | | arges for | | erating Grants and | | oital Grants and | Gove | ernmental Activities |
| Functions | Expenses | S | ervices | | ontributions | | ntributions | | 2021 |
| Governmental Activities Instruction Regular instruction | \$ 121,073,565 | \$ | 113,265 | \$ | 17,558,470 | ¢ | | \$ | (103,401,830) |
| Special programs including summer school | 37,373,841 | Ψ | 113,203 | Ψ | 5,664,753 | Ψ | _ | Ψ | (31,709,088) |
| | | | 112 265 | _ | | | | | |
| Total direct classroom services | 158,447,406 | | 113,265 | | 23,223,223 | | | | (135,110,918) |
| Support Services Students Instructional staff | 18,752,805 9,413,202 | | - - | | 2,110,807 2,050,214 | | - - | | (16,641,998) (7,362,988) |
| General administration | 914,041 | | - | | 47,419 | | - | | (866,622) |
| School administration | 15,951,082 | | - | | 159,811 | | - | | (15,791,271) |
| Business, transportation and maintenance | 31,370,151 | | 605,171 | | 3,568,180 | | 792,332 | | (26,404,468) |
| Central activities | 7,995,695 | | - | | 491,707 | | - | | (7,503,988) |
| Supplemental retirement program | 70,148 | | | | | | | | (70,148) |
| Total classroom support services | 84,467,124 | | 605,171 | | 8,428,138 | | 792,332 | | (74,641,483) |
| Enterprise and Community Services Food services Other enterprise and community services | 7,434,063 2,281,788 | | 23,115 103,711 | | 7,976,902 948,781 | | - - | | 565,954 (1,229,296) |
| Total enterprise and community services | 9,715,851 | | 126,826 | | 8,925,683 | | | | (663,342) |
| Unallocated interest expense | 16,680,731 | | | | - | | | | (16,680,731) |
| Total school district | \$ 269,311,112 | \$ | 845,262 | \$ | 40,577,044 | \$ | 792,332 | | (227,096,474) |
| | General revenue Property taxes le Property taxes le Federal aid not res Intermediate aid Earnings on inve Other local rever Gain/(Loss) on se Restitution Total general rev | vied fo vied fo estricted tricted f not res stment nue ale of c | or debt serviced to specific petricted to specific petricted to specific specific petricted p | e pur urpo ecifi | poses ses | | | | 88,715,312 36,019,140 166,513 103,023,574 2,529,325 399,617 1,520,638 (23,792) 73 232,350,400 |
| | Change in net po | | | | | | | | 5,253,926 |
| | Net position - beg | ginning | <u> </u> | | | | | | 46,722,483 |
| | Net position - end | ding | | | | | | \$ | 51,976,409 |

Administrative School District No. 1 Deschutes County, Oregon Balance Sheet - Governmental Funds June 30, 2021

Special Revenue

| | G | eneral Fund | | Fund | De | ebt Service Fund | Ca | pital Projects Fund | | Totals |
|---|----|-------------|----|------------|----|------------------|----|---------------------|----|-------------|
| Assets | | | | | | | | | | |
| Cash and investments | \$ | 42,906,225 | \$ | 2,465,936 | \$ | 4,419,411 | \$ | 58,401,695 | \$ | 108,193,267 |
| Receivables: | | | | | | | | | | |
| Property taxes | | 1,956,272 | | - | | 788,651 | | - | | 2,744,923 |
| Accounts and other receivables | | 306,385 | | 3,068,248 | | - | | 150,904 | | 3,525,537 |
| Intergovernmental receivables | | 1,010,217 | | 9,259,163 | | - | | - | | 10,269,380 |
| Prepaid items | | 1,769,027 | | 40,000 | | - | | - | | 1,809,027 |
| Inventories | | 201,477 | | 626,837 | | <u> </u> | | _ | | 828,314 |
| Total assets | \$ | 48,149,603 | \$ | 15,460,184 | \$ | 5,208,062 | \$ | 58,552,599 | \$ | 127,370,448 |
| Liabilities, deferred inflows and fund balances | 6 | | | | | | | | | |
| Accounts and interest payable | \$ | 3,696,867 | \$ | 1,191,511 | \$ | _ | \$ | 5,921,470 | \$ | 10,809,848 |
| Accrued payroll and related charges | Ψ | 13,384,397 | Ψ. | 3,039,601 | ~ | _ | Ψ | 49,713 | Ψ | 16,473,711 |
| Rental deposits | | - | | - | | - | | | | - |
| Retainage payable | | _ | | - | | - | | 1,466,796 | | 1,466,796 |
| Total liabilities | | 17,081,264 | | 4,231,112 | | - | _ | 7,437,979 | _ | 28,750,355 |
| Deferred inflows of resources | | | | | | | | | | |
| Unavailable revenue - property taxes | | 1,277,893 | | | _ | 514,432 | _ | <u> </u> | _ | 1,792,325 |
| Fund balances | | | | | | | | | | |
| Nonspendable | | 1,970,504 | | 666,837 | | - | | - | | 2,637,341 |
| Restricted | | 2,240,373 | | 4,658,752 | | 4,693,630 | | 51,114,620 | | 62,707,375 |
| Assigned | | 16,669,105 | | 5,903,483 | | - | | - | | 22,572,588 |
| Unassigned | | 8,910,464 | | | | <u>-</u> | | - | | 8,910,464 |
| Total fund balances | | 29,790,446 | | 11,229,072 | - | 4,693,630 | _ | 51,114,620 | | 96,827,768 |
| Total liabilities, deferred inflows and fund balances | \$ | 48,149,603 | \$ | 15,460,184 | \$ | 5,208,062 | \$ | 58,552,599 | \$ | 127,370,448 |

Administrative School District No. 1 Deschutes County, Oregon Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position June 30, 2021

| Total fund balances, June 30, 2021 (page 22) | | | \$ 96,827,768 |
|---|---------|--|-------------------|
| Capital assets are not financial resources and therefore are not reported in the governmental funds: Cost Accumulated depreciation | \$ | 735,649,086 (188,254,602) | 547,394,484 |
| Deferred outflow on refunding reported in the government wide statement of net p | osition | ı | 3,737,661 |
| Deferred outflows and inflows of resources related to pensions and other post-employment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the government funds Deferred outflows of resources related to pensions Deferred outflows of resources related to OPEB Implicit Deferred outflow of resources related to OPEB - RHI Deferred inflow of resources related to OPEB - RHI Deferred inflow of resources related to OPEB Implicit | \$ | 66,792,984 805,889 376,473 (7,094,720) (1,178,412) (2,176,056) | 57,526,158 |
| A portion of the District's property taxes are collected after year-end, but are not available soon enough to pay for the current years' operations, and therefore, are not reported as revenue in the governmental funds. | | | 1,792,325 |
| Net OPEB-RHIA asset reported in the government wide statement of net position | | | 3,194,226 |
| Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of: | | | |
| Long-term debt Accrued interest payable Bonds payable Unamortized portion of bond issuance premium Proportionate share of the PERS net pension liability Net OPEB obligation-implicit rate subsidy Compensated absences Accrued claims and judgments Early retirement benefits payable | \$ | (2,579,566) (646,158) (417,548,728) (24,361,227) (203,590,516) (9,014,603) (47,446) (641,086) (66,883) | (658,496,213) |
| Total net position (page 20) | | | \$ 51,976,409 |

| | | | Sp | ecial Revenue | | | Ca | pital Projects | | |
|--|----|-------------|----|---------------|----|------------------|----|----------------|----|----------------------|
| | Ge | eneral Fund | • | Fund | D | ebt Service Fund | | Fund | | Totals |
| Revenues | | | | | | | | | | |
| Property taxes | \$ | 89,157,959 | \$ | _ | \$ | 36,019,140 | \$ | _ | \$ | 125,177,099 |
| Tuition | * | 24,448 | * | _ | • | - | • | _ | • | 24,448 |
| Investment earnings | | 387,028 | | 21,899 | | 62,182 | | (71,492) | | 399,617 |
| Other local sources: | | , | | , | | , | | (, / | | , |
| Food services | | _ | | 23,115 | | _ | | _ | | 23,115 |
| Print shop | | 580.720 | | , | | _ | | _ | | 580.720 |
| Indirect costs charged to grants | | 558,448 | | _ | | _ | | _ | | 558,448 |
| Charges for services | | 1,192,823 | | _ | | _ | | _ | | 1,192,823 |
| Other local sources | | 1,143,109 | | 3,922,408 | | _ | | 181,369 | | 5,246,886 |
| Intermediate sources: | | .,, | | 0,022,100 | | | | .0.,000 | | 0,2 .0,000 |
| County school funds | | 384,339 | | _ | | _ | | _ | | 384,339 |
| ESD apportionment | | 2,144,986 | | 395,000 | | _ | | _ | | 2,539,986 |
| State sources: | | _, , | | , | | | | | | _,, |
| State school fund | | 92,845,971 | | 56,069 | | 8,925,148 | | _ | | 101,827,188 |
| Common school fund | | 1,988,718 | | - | | | | _ | | 1,988,718 |
| Other state sources | | 624,485 | | 11,525,255 | | _ | | _ | | 12,149,740 |
| Federal grant sources | | 184,499 | | 24,165,851 | | _ | | _ | | 24,350,350 |
| Total revenues | | 191,217,533 | | 40,109,597 | | 45,006,470 | _ | 109,877 | _ | 276,443,477 |
| | | | | _ | | | | _ | | |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Instruction | | 114,169,846 | | 17,441,395 | | - | | - | | 131,611,241 |
| Support services | | 66,305,391 | | 8,992,541 | | 650 | | = | | 75,298,582 |
| Community services | | 277,879 | | 8,763,539 | | - | | - | | 9,041,418 |
| Facilities acquisition and construction | | - | | - | | = | | 1,832,220 | | 1,832,220 |
| Debt service: | | | | | | | | | | |
| Principal | | 599,822 | | - | | 25,312,708 | | - | | 25,912,530 |
| Interest | | 76,644 | | - | | 19,030,949 | | - | | 19,107,593 |
| Capital outlay | _ | 2,902,569 | | 1,610,682 | | <u>-</u> | | 93,207,484 | | 97,720,735 |
| Total expenditures | | 184,332,151 | | 36,808,157 | _ | 44,344,307 | | 95,039,704 | | 360,524,319 |
| Revenues over (under) expenditures | | 6,885,382 | | 3,301,440 | _ | 662,163 | | (94,929,827) | | (84,080,842) |
| Other financing sources (uses) | | | | | | | | | | |
| Sale of capital assets | | 14,376 | | _ | | _ | | 320,123 | | 334,499 |
| Restitution | | 73 | | _ | | _ | | 320,123 | | 73 |
| PERS UAL Payment | | (1,000,000) | | - | | - | | - | | (1,000,000) |
| Transfer to general fund | | (1,000,000) | | (3,750) | | = | | - | | (3,750) |
| Transfer to general fund Transfer to capital project fund | | - | | , , | | = | | - | | , , |
| Transfer to capital project fund Transfer from special revenue fund | | 3,750 | | (496,250) | | = | | 496,250 | | (496,250) 500,000 |
| • | | | | (500.000) | | | | | | |
| Total other financing sources (uses) | | (981,801) | | (500,000) | _ | _ | | 816,373 | | (665,428) |
| Net change in fund balances | | 5,903,581 | | 2,801,440 | | 662,163 | | (94,113,454) | | (84,746,270) |
| Fund balances, beginning of year | | 23,886,865 | | 8,427,632 | _ | 4,031,467 | | 145,228,074 | | 181,574,038 |
| Fund balances, end of year | \$ | 29,790,446 | \$ | 11,229,072 | \$ | 4,693,630 | \$ | 51,114,620 | \$ | 96,827,768 |

Administrative School District No. 1
Deschutes County, Oregon
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balance of Governmental Funds to
the Statement of Activities
Year Ended June 30, 2021

| the Statement of Activities Year Ended June 30, 2021 | | |
|---|---|--------------------|
| Net change in fund balance (page 24) | : | \$ (84,746,270) |
| Amounts reported for governmental activities in the statement of activities are different because: | | |
| Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period: Expenditures for capital assets and construction in progress Less current year depreciation Net Loss\(Gain\) on asset disposal | \$ 99,552,955 (13,434,200) (358,291) | 85,760,464 |
| 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 repayments exceeded proceeds: | | |
| Debt principal repaid | | 25,912,530 |
| In the statement of activities, pension expense is adjusted based on the actuarially determined contribution changes | | (25,208,338) |
| Amortization of deferred outflow on debt refunding | | (1,300,056) |
| Governmental funds report the effect of issuance costs, premiums, and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences: Amortization of premiums, net of discount amortization | | 2,658,201 |
| In the statement of activities interest is accrued on long-term debt, whereas in the governmental funds it is recorded as an interest expense when due. Accreted interest on PERS UAL bonds Accrued interest on general obligation bonds and other long term debt | \$ 1,009,359 59,358 | 1,068,717 |
| Property taxes that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds. In the statement of activities property taxes are recognized as revenue when levied. | | (442,647) |
| Compensated absences are recognized as an expenditure in the governmental funds when they are paid. In the statement of activities they are recognized as an expenditure when incurred. | | (1,810) |
| Governmental funds report the payments to the employer incentive fund for OPERS as an expense on the Statement of Activities. The payment and match are reported as a deferred outflow. PERS UAL Payment PERS UAL matching payment | \$ 1,000,000 250,000 | 1,250,000 |
| Certain expenses in the statement of activities do require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds Early retirement benefits OPEB RHIA | \$ 83,286 884,498 | |
| OPEB RHA OPEB - implicit subsidy Estimated claims and judgments | (548,327) (116,322) | 303,135 |

Totals may not precisely add due to rounding

Change in net position (page 21)

5,253,926

Administrative School District No. 1
Deschutes County, Oregon
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual

General Fund Year Ended June 30, 2021

| Year Ended June 30, 2021 | | | | | | General | Fu | nd | | | | |
|---|----|-------------|------|---------------------------------|----|---------------|----|---------------------------|---------|--------------------------|----|-------------|
| | | Dudmaka | | | | Variance with | | | | A - t 1 - | | |
| | | Budgeted | ı An | Final | | Final Budget | | Budget Basis | Actuals | | | |
| Davianua | | Adopted | _ | гіпаі | - | Over (Under) | _ | budget basis | _ | Adjustments | | GAAP Basis |
| Revenues Property taxes | \$ | 88,772,000 | \$ | 88,772,000 | | \$ 385.959 | \$ | 89,157,959 | Ф | | \$ | 89,157,959 |
| Tuition | Ψ | 23,500 | Ψ | 23,500 | | 948 | Ψ | 24,448 | Ψ | - | Ψ | 24,448 |
| Investment earnings | | 470,500 | | 470,500 | | (83,472) | | 387,028 | | _ | | 387,028 |
| Other local sources | | 5,002,735 | | 5,002,735 | | (1,527,635) | | 3,475,100 | | _ | | 3,475,100 |
| Intermediate sources | | 2,390,000 | | 2,390,000 | | 139,325 | | 2,529,325 | | _ | | 2,529,325 |
| State sources | | 98,496,514 | | 98,496,514 | | (3,037,340) | | 95,459,174 | | _ | | 95,459,174 |
| Federal sources | | 210,000 | | 210,000 | | (25,501) | | 184,499 | | _ | | 184,499 |
| Total revenues | | 195,365,249 | | 195,365,249 | | (4,147,716) | | 191,217,533 | | _ | | 191,217,533 |
| E 19 | | | | | | | | | | | | |
| Expenditures | | | | | | | | | | | | |
| Current: | | 122,609,433 | | 100 600 400 74 | 1. | (8,312,432) | | 111 207 001 | | (407.455) | | 114,169,846 |
| Instruction | | 78,795,807 | | 122,609,433 (1 78,795,807 (1 | | (9,715,002) | | 114,297,001 69,080,805 | | (127,155) (2,775,414) | | 66,305,391 |
| Support services | | | | | | (' ' ' | | , , | | (2,775,414) | | |
| Community services | | 495,755 | | 495,755 (1 | | (217,876) | | 277,879 | | (070 400) | | 277,879 |
| Debt service | | 740,700 | | 740,700 (1 |) | (64,234) | | 676,466 | | (676,466) | | - |
| Principal | | - | | - | | - | | - | | 599,822 | | 599,822 |
| Interest | | - | | - | | - | | - | | 76,644 | | 76,644 |
| Facilities acquisition and construction | | - | | - | | - | | - | | - 000 500 | | - 000 500 |
| Capital outlay | | - | | - | | (500,000) | | - | | 2,902,569 | | 2,902,569 |
| Contingency | | 500,000 | _ | 500,000 (1 |) | (500,000) | _ | | _ | <u>-</u> | | |
| Total expenditures | | 203,141,695 | _ | 203,141,695 | | (18,809,544) | _ | 184,332,151 | _ | | _ | 184,332,151 |
| Revenues over (under) expenditure | | (7,776,446) | _ | (7,776,446) | | 14,661,828 | _ | 6,885,382 | _ | <u>-</u> | | 6,885,382 |
| Other financing sources (uses) | | | | | | | | | | | | |
| Sale of capital assets | | _ | | _ | | 14,376 | | 14,376 | | _ | | 14,376 |
| Restitution | | _ | | _ | | 73 | | 73 | | _ | | 73 |
| Issuance of long-term debt | | 1.750.000 | | 1.750.000 | | (1,750,000) | | - | | _ | | - |
| PERS UAL Payment | | (1,000,000) | | (1,000,000) | | (1,700,000) | | (1,000,000) | | _ | | (1,000,000) |
| Transfer from special revenue fund | | 500,000 | | 500,000 | | (496,250) | | 3,750 | | _ | | 3,750 |
| Total other financing sources (uses) | | 1,250,000 | _ | 1,250,000 | | (2,231,801) | - | (981,801) | _ | | | (981,801) |
| Total other illiancing sources (uses) | _ | 1,230,000 | _ | 1,230,000 | | (2,231,001) | - | (901,001) | _ | | _ | (901,001) |
| Net change in fund balances | | (6,526,446) | | (6,526,446) | | 12,430,027 | | 5,903,581 | | - | | 5,903,581 |
| Fund balance, beginning of year | | 19,208,812 | _ | 19,208,812 | | 4,678,053 | _ | 23,886,865 | _ | <u>-</u> | | 23,886,865 |
| Fund balance, end of year | \$ | 12,682,366 | \$ | 12,682,366 | | \$ 17,108,080 | \$ | 29,790,446 | \$ | | \$ | 29,790,446 |

Totals may not precisely add due to rounding

(1) Appropriation level

The adjustments column represents differences between Budget and GAAP basis of accounting. Oregon local budget law requires budgeting at the functional level, whereas GAAP requires additional classification into capital outlay, principal and interest categories.

Administrative School District No. 1
Deschutes County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance Budget to Actual

Special Revenue Fund Year Ended June 30, 2021

Special Revenue Fund Variance with **Budgeted Amounts** Final Budget Actuals Adopted Over (Under) **Budget Basis** Adjustments GAAP Basis Final Revenues 20,000 \$ 20,000 \$ 1.899 \$ 21,899 \$ 21.899 Investment earnings Other local sources 8,086,000 8,086,000 (4,140,480)3,945,520 3,945,520 Intermediate sources 400,000 400,000 (5,000)395,000 395,000 25,868,623 (2) (14,287,298) 11,581,325 11,581,325 State sources 25 868 623 Federal sources 14,359,988 14,359,988 9,805,865 24,165,853 24,165,853 Total revenues 48,734,611 48,734,611 (8,625,014) 40,109,597 40,109,597 Expenditures Current 23,405,368 23,405,368 (1) (5,933,018) 17,472,350 Instruction (30,957)17,441,393 Support services 15,569,405 (1) 15,569,405 (5,035,638)10,533,767 (1,541,225)8,992,542 11,013,833 (1) Community services 11,013,833 (2,211,793)8,802,040 (38,500)8,763,540 Capital outlay 1,610,682 1,610,682 Total expenditures 49,988,606 49,988,606 (13,180,449)36,808,157 36,808,157 Revenues over (under) expenditures (1,253,995)(1,253,995)4,555,435 3,301,440 3,301,440 Other financing sources (uses) 3,750 Transfer to general fund (500,000)(500,000)(496, 250)(496, 250)(3,750)(3,750)Transfer to capital project fund (3,750)(500,000) (1) Total other financing sources (uses) (500,000)(500,000)(500,000)Net change in fund balance (1,753,995)(1,753,995)4,555,435 2,801,440 2,801,440 8,427,632 Fund balance, beginning of year 5,262,847 5,262,847 3,164,785 8,427,632 3,508,852 3,508,852 11,229,072 11,229,072 Fund balance, end of year 7,720,220

Totals may not precisely add due to rounding

The adjustments column represents differences between Budget and GAAP basis of accounting. Oregon local budget law requires budgeting at the functional level, whereas GAAP requires additional classification into capital outlay, principal and interest categories.

⁽¹⁾ Appropriation level

⁽²⁾ Included in this State Revenue is the required match of \$56,069 for National School Lunch Support.

Administrative School District No. 1 Deschutes County, Oregon Statement of Fiduciary Net Position Fiduciary Fund - Private Purpose Trust Fund June 30, 2021

| | 2021 |
|---|--------------|
| Assets Cash and investments | \$ 94,274 |
| Net position held in trust for scholarships | \$ 94,274 |

Statement of Changes in Fiduciary Net Position Fiduciary Fund - Private Purpose Trust Fund Year Ended June 30, 2021

| | | 2021 |
|--------------------------|----|----------|
| Additions: | • | 40.500 |
| Donations | \$ | 12,530 |
| Investment earnings | | 802 |
| Total revenues | | 13,332 |
| Deductions: | | 40.400 |
| Scholarships | | 18,400 |
| Change in net position | | (5,068) |
| Net position - beginning | | 99,342 |
| | | <u> </u> |
| Net position - ending | \$ | 94,274 |

Notes to Basic Financial Statements

1. Summary of significant accounting policies

A. <u>Description of government-wide financial statements</u>

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support.

B. Reporting entity

Bend La-Pine Schools was organized under provisions of the Oregon Statutes pursuant to ORS Chapter 332 and provides education services to children from grades K-12 located in Bend, La Pine and surrounding areas. The District has seven high schools, two K-8 schools, one K-8 charter school, seven middle schools, one K-5 charter school, and seventeen elementary schools with an approximate total enrollment of 18,500 students. The first period Average Daily Membership (ADM) in FY2020-21 was 17,413.75 and the Weighted ADM (ADMw) was 21,341.43. The District is governed by a separately elected seven-member Board of Education (Board) who approves the administrative officials. The daily functioning of the District is under the supervision of the Superintendent. As required by generally accepted accounting principles, all activities of the District have been included in the basic financial statements.

The District qualifies as a primary government since it has a separately elected governing body, is a legally separate entity, and is fiscally independent. There are various governmental agencies and special service districts, which provide service within the District's boundaries. However, none of these legally separate entities meet the criteria for inclusion in the financial reporting entity.

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. <u>Basis of presentation – fund financial statements</u>

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category — governmental and fiduciary — are presented. The emphasis of fund financial statements is on major governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

a. General fund

Accounts for all general operating revenues and expenditures of the District and for all financial resources not accounted for in another fund. Principal revenue sources are property taxes and state school support.

b. Special Revenue fund

Accounts for revenues derived from specific grants and other earmarked revenue sources. Principal revenue sources are federal and state grants, student fundraising activities, and school lunch sales.

c. Debt Service fund

Is used to account for the accumulation of resources and payment of general obligation bond and limited tax pension obligation bond principal and interest from governmental resources such as property taxes and state school support.

d. Capital Projects fund

Accounts for the acquisition and construction of major capital facilities or other improvements. Principal revenue sources are bond proceeds and interest earnings from cash and investments.

Additionally, the District reports the following fund type:

e. Private Purpose Trust fund

This fund uses the economic resources measurement focus and accrual basis of accounting, and accounts for scholarship resources held by the District in a fiduciary capacity for use by students. Disbursements from this fund are made in accordance with the various trust agreements.

During the course of operations, the District has activity between funds for various purposes. Certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The 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 when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the District.

The private-purpose trust fund is reported using the economic resources measurement focus and the accrual basis of accounting.

F. <u>Budgetary information</u>

a. Budgetary basis of accounting

Annual budgets are adopted on a basis "consistent with generally accepted accounting principles" for all funds consistent with Oregon Local Budget Law.

The appropriated budget is prepared and appropriated by fund and major function as required by Oregon Local Budget Law. The district's administrators may make transfers of appropriations within appropriation levels. Transfers between appropriation levels require the approval of the School Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the major appropriation level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and

control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated.

b. Excess of expenditures over appropriations

No expenditures exceeded appropriation for the fiscal year ending June 30, 2021

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

a. Cash and cash equivalents

The District's cash and investments are considered to be cash on hand, demand and savings deposits, and short-term investments with maturities of three months or less from the date of acquisition.

State statutes authorize the District to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bankers' acceptances and the State of Oregon Treasurer's Local Government Investment Pool (LGIP).

Investments are reported at fair value. The LGIP operates in accordance with appropriate state laws and regulations. The reported value of the LGIP is the same as the fair value of the LGIP shares.

The State Treasurer's LGIP is not registered with the U.S. Securities and Exchange Commission as an investment company. The state's investment policies are governed by the Oregon Revised Statutes and the Oregon Investment Council. The State Treasurer is the investment officer for the Council and is responsible for all funds in the State Treasury. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board, which establishes diversification percentages and specifies the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements.

Amounts in the State Treasurer's LGIP are not required by law to be collateralized.

b. <u>Investments</u>

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 upon the

activity level in the market for the security type and the inputs used to determine their fair value, as follows:

- i. <u>Level 1</u> unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access
- ii. <u>Level 2</u> 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
- iii. <u>Level 3</u> 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.

c. Inventories and prepaid items

Print Shop supplies, maintenance supplies, food and other cafeteria supplies are stated at average invoice cost. Donated commodities from the United States Department of Agriculture in the Nutrition Services Fund are included in the District's inventories at fair market wholesale value. Inventory items are charged to expenditures of user departments at the time of withdrawal from inventory (consumption method).

Prepaid items primarily consist of prepaid software support fees, and are reported using the consumption method, where items are charged to expenditure as the service is provided.

d. Capital assets

Capital assets are recorded at original or estimated original cost. Donated capital assets are recorded at their acquisition value on the date donated. The District defines capital assets as assets with an initial cost of more than \$5,000 and an estimated life in excess of one year. Interest incurred during construction is not capitalized. Maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not

capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

Asset Types
Buildings and improvements
Equipment

Estimated Lives 20 to 50 years 5 to 10 years

e. Deferred outflows/inflows of resources

The statement of net position reports 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 three items that qualify for reporting in this category. The statement of net position reports one type related to the net PERS pension liability, one type related to bond refunding, and one type related to the net OPEB liability. These amounts are deferred and recognized as an outflow of resources in the period that the amounts become available.

A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Another item in this category is related to the pension plan due to differences in expected and actual experiences, differences in expected and actual earnings, and contributions made after the actuary's measurement date.

The statement of financial position 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 so it will not be recognized as an inflow of resources (revenue) until that time. The District has three items that arise for reporting in this category. The balance sheet reports unavailable revenues from one source: property taxes. The statement of net position reports one type related to the net PERS pension liability and one type related to the net OPEB liability. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

f. Net position flow assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the District's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

g. Fund balance flow assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

h. Fund balance policies

In the fund financial statements, governmental funds are categorized by the nature of the resources within the fund. The district reports fund balance using the following categories:

- Nonspendable fund balance indicates the portion of fund equity that cannot be spent as it is not in a spendable format, such as inventories and prepaid expenditures.
- ii. Restricted fund balance indicates the portion of fund equity for which the use is externally restricted by grantors, creditors, or law.
- iii. <u>Assigned fund balance</u> indicates the portion of fund equity that the District intends to use for a specific purpose imposed by the Superintendent or designee. The Governing Body delegated the authority to the Superintendent or designee to assign fund balance.
- iv. <u>Unassigned fund balance</u> indicates the amount of general fund equity that is available for budgeting in future periods. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

H. Revenues and expenditures/expenses

a. Program revenues

Program revenues report grants and contributions that are restricted to meeting the operational or capital requirements of a particular function of the District. This includes state school fund grant money for bus replacement, federal reimbursement for bond interest payments, all reimbursable grants, money for the National School Lunch Program, and the portion of the state school fund for transportation representing 70% of allowable transportation expenditures. All taxes or other internally dedicated resources are reported as general revenues rather than as program revenues.

b. Property taxes

Property taxes are levied and become a lien on all taxable property as of July 1. Property taxes are payable on November 15. Collection dates are November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

c. Compensated absences

District personnel currently work under an annual contract based upon the number of workdays in each year. Employees under such contracts have no vested vacation pay benefits. Beginning in FY2008-09, certain administrators were able to accrue unused vacation leave from year to year up to a total of 30 days. Upon resignation or termination of employment, these employees will receive pay for up to 20 of these accrued vacation days. Currently, accumulated compensatory benefits earned by employees are paid as of June 30 each year. Sick pay does not vest.

d. 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, pension related deferred outflows of resources, deferred inflows of resources related to pensions, pension expense, fiduciary net position of PERS and any changes thereto 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. GASB Statements 68 and 71 have been implemented as of July 1, 2014.

The District's early retirement stipend plan is valued at the net present value of future benefit payments. The discount rate used was 1.48 percent.

e. Postemployment benefits other than pensions (OPEB)

For the purpose of measuring the net OPEB liability, OPEB related deferred outflows of resources, deferred inflows of resources related to OPEB, OPEB expense, fiduciary net position of PERS and any changes thereto have been determined on the same basis as they are reported by PERS. For this purpose, PERS benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2. Reconciliation of government-wide and fund financial statements

A. <u>Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position</u>

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "Capital assets

are not financial resources and therefore are not reported in the governmental funds." The details of this \$547,394,484 are as follows:

| Land | \$ 33,104,836 |
|---|----------------|
| Construction in progress | 191,522,671 |
| Buildings and improvements | 454,838,737 |
| Less: Accumulated depreciation buildings and improvements | (154,450,829) |
| Site improvements | 22,684,448 |
| Less: Accumulated depreciation site improvements | (9,798,986) |
| Vehicles and equipment | 33,498,394 |
| Less: Accumulated depreciation vehicles and equipment | (24,004,787) |
| Net adjustments to increase fund balance - total governmental funds to arrive | |
| at net position - governmental activities | \$ 547,394,484 |

Another element of the reconciliation is that other long-term assets "are not available soon enough to pay for the current year's operations and, therefore, are not reported as revenue in the governmental funds." The \$1,792,325 in long-term assets are comprised of property taxes collected after year-end but not soon enough to pay for current year operations.

Another element of that reconciliation explains that "Long-term liabilities not payable in the current year are not reported as governmental fund liabilities." These long-term liabilities are not due and payable in the current period, and, therefore, are not reported in the funds." The details of that \$(658,496,213) difference are as follows:

| Long term debt | \$ (2,579,566) |
|---|---------------------|
| Bonds payable | (417,548,728) |
| Accrued interest payable | (646,158) |
| Unamortized portion of bond issuance premium | (24,361,227) |
| Proportionate share of the PERS net pension liability | (203,590,516) |
| Net OPEB obligation | (9,014,603) |
| Compensated absences | (47,446) |
| Accrued claims and judgments | (641,086) |
| Early retirement benefits payable | (66,883) |
| Net adjustment to increase fund balance – total governmental funds to arrive at | |
| net position – governmental activities | \$ (658,496,213) |

The final element of that reconciliation explains that "deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the government funds." The details of that \$57,526,158 difference are as follows:

| Pension related deferred outflows | \$ 66,792,984 |
|---|---------------|
| OPEB related deferred outflows | 805,889 |
| OPEB related deferred outflows-RHI | 376,473 |
| Pension related deferred inflows | (7,094,720) |
| OPEB related deferred inflows-RHI | (1,178,412) |
| OPEB related deferred inflows-Implicit Rate | (2,176,056) |
| Total deferred inflows/outflows related to pension plan | \$ 57,526,158 |

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities. The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balance – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period." The details of this \$85,760,464 difference are as follows:

| Capital outlay | \$ 99,552,955 |
|---|---------------|
| Depreciation expense | (13,434,200) |
| Net loss\(gain) on asset disposal | (358,291) |
| Net adjustment to decreases in net changes in fund balances - total | |
| governmental funds to arrive at changes in net position of governmental | |
| activities | \$ 85,760,464 |

Another element of that reconciliation states "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 repayments exceeded proceeds." The detail of this \$25,912,530 difference is as follows:

| Debt principal repaid | 25,912,530 |
|---|---------------|
| Net adjustment for issuance and payment of long-term debt | \$ 25,912,530 |

Another element of that reconciliation states "Certain expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds." The details of this \$303,135 difference are as follows:

| Claims and judgments | (116,322) |
|--|---------------|
| Early retirement benefits | 83,286 |
| Amortization of OPEB obligation - RHIA | 884,498 |
| Amortization of OPEB obligation - implicit subsidy | (548,327) |
| Net adjustment to decreases in net changes in fund balances - total | |
| government funds to arrive at changes in net position of governmental activities | \$ 303,135 |

Another element of that reconciliation states that "Governmental funds report the effect of issuance costs, premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$2,658,201 difference are as follows:

| Amortization of premiums | 2,658,201 |
|---|-----------------|
| Total components of pension liability adjustments at measurement date | \$ 2,658,201 |

Another element of that reconciliation states "In the statement of activities interest is accrued on long-term debt, whereas in the governmental funds it is recorded as an interest expense when due." The details of this \$1,068,717 are as follows:

| Accreted interest on PERS UAL bonds | 1,009,359 |
|---|-----------------|
| Accrued interest on general obligation bonds | 59,358 |
| Total components of pension liability adjustments at measurement date | \$ 1,068,717 |

The final element of the reconciliation is related to adjustments for the net pension asset and liability, allocations to expenses for net changes in deferred inflows due to the District's share in the PERS system's differences between projected and actual earnings, and contributions subsequent to the measurement date that are not recorded in the budgetary basis financial statements. The details of the \$(25,208,338) are as follows:

| Net pension liability \$(| 40,805,671) |
|---|-------------|
| Deferred outflows - actual experience | (16,658) |
| Deferred outflows - changes in assumptions (| 11,157,564) |
| Deferred outflows - actual earnings | 23,939,600 |
| Deferred outflows - actual change in proportionate share | (414,144) |
| Deferred outflows - contribution after measurement date | 1,233,293 |
| Deferred inflow - earnings difference | (1,683,792) |
| Deferred inflow - actual change in proportionate share | (535,361) |
| Deferred inflow - actual earnings | 4,614,785 |
| Deferred inflow - changes in assumptions | (382,826) |
| Total components of pension liability adjustments at measurement date \$(| 25,208,338) |

3. Stewardship, compliance and accountability

A. Violations of legal or contractual provisions

For the year ended June 30, 2021, no expenditures exceeded appropriations. There were no violations of legal or contractual provisions.

B. Deficit fund equity

The District did not have any funds with a negative fund balance.

4. Detailed notes on all activities and funds

A. Cash deposits with financial institutions

In the case of deposits, and in the event of a bank failure, the district's deposits may not be returned. As of June 30, 2021, the district's bank balances were \$28,686,898, and \$27,933,898 of that amount was exposed to custodial credit risk because it was uninsured and collateralized by securities held by the pledging or financial institutions trust department or agent, but not in the government's name. All deposits were in bank depositories qualified by the Oregon State Treasury which maintains the collateral program for local governments.

Deposits with financial institutions are comprised of bank demand deposits and certificates of deposit. Of these balances all were deposited in banking institutions covered by Federal depositor insurance. However, a portion of these deposits exceed the federal deposit insurance corporation limit and are not federally insured.

B. Investments

As of June 30, 2021, the District was invested as follows:

| Investment Type | Classification | Total | Vloody's Aaa |
|------------------------|----------------|------------------|------------------|
| US Treasury securities | Level 1 | 15,177,314 | 15,177,314 |
| Total | <u></u> | \$ 15,177,314 | \$ 15,177,314 |

a. Interest rate risk

Interest rate risk is lessened by generally matching investment maturities with cash requirements so that sales prior to maturities are minimized. The District's investment policy requires that only investments that can be held to maturity shall be purchased. At June 30, 2021 the District's investment holdings meet the requirement of this policy.

b. Credit risk

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The District minimizes custodial credit risk by limiting investments to the types of securities allowed by law. The District School Board annually approves a list of financial institutions with which the District will do business. All of the investments, except for the investment in the Local Government Investment Pool which is not

evidenced by securities, are held in safekeeping by the financial institution's counterparty in the financial institution's general customer account.

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 appears to be in compliance with all portfolio guidelines at June 30, 2021. 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. As of June 30, 2021, the fair value of the position in the LGIP is 100.40 percent of the value of the pool shares as reported in the Oregon Short-Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

Investments in US Treasury are fair value level 1 measurement and Agency Securities and Commercial Paper are fair value level 1 measurement.

c. Concentration of credit risk

Oregon Revised Statutes do not limit investments as to credit rating for securities purchased from U.S. Government Agencies. More than 5 percent of the School District's total investments are in securities by the following issuers:

| Issuer | Percentage of Total |
|------------------------|---------------------|
| US Treasury Securities | 100% |
| Total | 100% |

d. <u>Custodial credit risk – investments</u>

For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District has a Third-Party Safekeeping Agreement (TPSA) with US Bank to hold certain securities in trust. All of the securities subject to the TPSA are held in trust in the District's name. The District does not have a policy for custodial credit risk for certificates of deposit.

C. Receivables

The accounts and other receivables in the General Fund are primarily balances due from other government entities such as Oregon Department of Education and High Desert Education Service District for reimbursement of expenditures. The accounts and other receivables in Special Revenue Funds represent balances due from state and federal governments for special program grants.

Accounts and other receivables on the Statement of Net Position are comprised of the following as of June 30, 2021:

| Accounts and other receivables | \$ 3,525,537 |
|--------------------------------|------------------|
| Intergovernmental receivables | 10,269,380 |
| Total | \$ 13,794,917 |

D. Capital assets

Capital asset activity for the year-ended June 30, 2021 was as follows:

| | Balance June | | | Balance June |
|--------------------------------------|------------------------|---------------------------------------|--------------|---------------|
| | 30, 2020 Increases Dec | | Decreases | 30, 2021 |
| Capital assets not being depreciated | | | | |
| Land | \$ 33,104,836 | \$ - | \$ - | \$ 33,104,836 |
| Construction in progress | 102,267,438 | 97,283,917 | 8,028,684 | 191,522,671 |
| Total non-depreciable assets | 135,372,274 | 97,283,917 | 8,028,684 | 224,627,507 |
| | | | | |
| Capital assets being depreciated: | | | | |
| Buildings and improvements | 447,490,343 | 7,348,394 | - | 454,838,737 |
| Site improvements | 21,954,211 | 730,237 | - | 22,684,448 |
| Vehicles and equipment | 33,426,076 | 2,219,090 | 2,146,772 | 33,498,394 |
| Total depreciable assets at cost | 502,870,630 | 10,297,721 | 2,146,772 | 511,021,579 |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (143,573,450) | (10,877,379) | | (154,450,829) |
| Site improvements | (9,050,745) | (748,241) | - | (9,798,986) |
| Vehicles and equipment | (24,340,690) | (1,808,580) | (2,144,483) | (24,004,787) |
| | | · · · · · · · · · · · · · · · · · · · | | |
| Total accumulated depreciation | (176,964,885) | (13,434,200) | (2,144,483) | (188,254,602) |
| Total depreciable assets, net | 325,905,745 | (3,136,479) | 2,289 | 322,766,977 |
| Assets held for resale | 356,002 | | 356,002 | |
| Total capital assets, net | \$ 461,634,021 | \$ 94,147,438 | \$ 8,386,975 | \$547,394,484 |
| | | | | |

Depreciation expense for the year was charged to the following programs:

| Program | E | Buildings | s Equipment | | Improvements | | sTotal | | | |
|--|-------------|-----------|-------------|-------------|--------------|------------|--------|------------|----|-----------|
| Business, transportation and maintenance | \$ | 489,771 | \$1 | \$1,463,516 | | 31,463,516 | | 54,532 | \$ | 2,007,819 |
| Central activities | \$ | 942 | \$ | 4,280 | \$ | - | | 5,222 | | |
| Food services | \$ | 7,287 | \$ | 52,405 | \$ | - | | 59,692 | | |
| Students | _1 | 0,379,378 | | 288,380 | | 693,709 | | 11,361,467 | | |
| Total depreciation expense | <u>\$ 1</u> | 0,877,378 | \$1 | ,808,581 | \$ | 748,241 | \$ | 13,434,200 | | |

Net investment in capital assets is calculated as follows:

| All capital assets net of depreciation | \$ 547,394,485 |
|---|----------------|
| Short and long term debt | (368,645,000) |
| Loan for buses | (2,579,566) |
| Retainage payable | (1,466,796) |
| Accounts payable (capital construction) | (5,970,980) |
| Bond premium/discounts | (24,361,227) |
| Advanced refunding outflow | 3,737,661 |
| Unspent bond proceeds | 43,655,343 |
| Investment in capital assets, net of related debt | \$ 191,763,920 |

E. Pension plan

a. PERS pension program

The District is participating in the State of Oregon Public Employees Retirement System (PERS), a cost-sharing multiple-employer defined benefit pension plan administered by PERS. 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 Annual Comprehensive Financial Report which can be found at: http://www.oregon.gov/pers. The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, fiduciary net position of PERS and any changes thereto 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. GASB Statements 68 and 71 were implemented as of July 1, 2014.

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 benefit result.

- ii. <u>Death benefits</u> 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 one or more of the following conditions 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 PERScovered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
- iii. <u>Disability benefits</u> 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 a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The cap on the COLA will vary based on the amount of the annual benefit.

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. <u>Pension benefits</u> – 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. <u>Death benefits</u> 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.
- iii. <u>Disability benefits</u> 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.
- iv. <u>Benefit changes after retirement</u> Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes (COLA). The cap on the COLA will vary based on the amount of the annual benefit.

c. Contributions

PERS members are required to contribute 6 percent of their salary and the employer makes contributions at an actuarially-determined rate as adopted by the PERS Board. The rate for Tier I and Tier II for the year ended June 30, 2021 was 22.67 percent of covered annual payroll. The rate for OPSRP for the year ended June 30, 2021 was 17.22 percent. The contribution requirements of plan members are established by state statute. The employer contribution is set and may be amended by the Retirement Board.

At June 30, 2021, the District reported a net pension liability of \$203,590,516 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018. 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. At June 30, 2021, the District's proportion was .93 percent, a decrease from June 30, 2020 when the District's proportion was .94 percent. For the year ended June 30, 2021, the District recognized a pension expense of \$46,441,486.

| | Deferred Outflow | | Deferred Inflow | |
|--|------------------|------------|-----------------|-----------|
| | of Resources | | of Resources | |
| Differences between expected and actual | | | | |
| experience | \$ | 8,960,446 | \$ | - |
| Changes of assumptions | | 10,926,059 | | 382,826 |
| Net difference between projected and actual | | | | |
| earnings on investments | | 23,939,600 | | |
| Changes in proportionate share | | 545,637 | | 2,005,263 |
| Differences between employer contributions and | | | | |
| employer's proportionate share of the system | | | | |
| contributions | | | | 4,706,631 |
| Subtotal-amortized deferrals | | 44,371,742 | \$ | 7,094,720 |
| District contributions subsequent to the | | | | |
| measurement date | | 21,171,242 | | |
| PERS employer incentive fund contribution and | | | | |
| match | | 1,250,000 | | |
| Total PERS deferred outflows | \$ | 66,792,984 | | |

District contributions subsequent to the measurement date but before June 30, 2021 will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2022.

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

| Year ending | Amount | |
|--|----------|------------|
| June 30, 2022 | \$ | 7,949,932 |
| June 30, 2023 | | 11,398,010 |
| June 29, 2024 | | 10,542,118 |
| June 29, 2025 | | 7,454,009 |
| June 29, 2026 | <u> </u> | (67,048) |
| Total deferred outflow (inflow) of resources | \$ | 37,277,022 |

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated December 31, 2018. Oregon PERS produces an independently audited CAFR which can be found in the following location: https://www.oregon.gov/pers/Documents/Financials/CAFR/2020-CAFR.pdf

d. 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 I and Tier II 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 (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an actuarially determined amount for funding a disability benefit component, and (3) 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.

| | Pension |
|-----------------------------------|--|
| Valuation date | December 31, 2018 |
| Measurement date | June 30, 2020 |
| Experience Study | 2018, published July 24, 2019 |
| Actuarial assumptions: | |
| Actuarial cost method | Entry Age Normal |
| Inflation rate | 2.50 percent |
| Long-term expected rate of return | 7.20 percent |
| Discount rate | 7.20 percent |
| Projected salary increases | 3.50 percent |
| Cost-of-living adjustments (COLA) | Blend of 2.00% COLA and graded COLA (1.25%/0.15%) |
| | in accordance with Moro decision; blend based on service |
| Mortality | Healthy retirees and beneficiaries: |
| | Pub-2010 Healthy Retiree, sex distinct, generational with |
| | Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. |
| | Active members: |
| | Pub-2010 Employee, sex distinct, generational with |
| | Unisex, Social Security Data Scale, with job category |
| | adjustments and set-backs as described in the valuation. |
| | Disabled retirees: |
| | Pub-2010 Disable Retiree, sex distinct, generational with |
| | Unisex, Social Security Data Scale, with job category |
| | adjustments and set-backs as described in the valuation. |

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 methods and assumptions show above are based on the 2018 Experience Study, which reviewed experience for the four year period ended on December 31, 2018

e. Discount rate

The discount rate used to measure the total pension liability was 7.20 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from 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 the Plan was applied to all periods of projected benefit payments to determine the total pension liability.

f. Fiduciary net position

Depletion Date Projection – GASB 68 generally requires that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 68 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 68 (paragraph 67) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for Oregon PERS:

- Oregon PERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projections regarding future solvency assume
 that plan assets earn the assumed rate of return and there are no future
 changes in the plan provisions or actuarial methods and assumptions, which
 means that the projections would not reflect any adverse future experience
 which might impact the plan's funded position.

Based on these circumstances, it is PERS' independent actuary's opinion that the detailed depletion date projections outlined in GASB 68 would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Detailed information about PERS' fiduciary net position is available in the separately issued financial report available online at the following website: https://www.oregon.gov/pers/Documents/Financials/CAFR/2020-CAFR.pdf, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700.

g. Long-term expected rate of return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in May 2019 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 plans were 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. 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.

| Long-Term Expected Rate of Return ¹ Asset Class | Target Allocation | Annual Arithmetic Return ² | 20-Year Annuallized Geometric Mean | Annual Standard Deviation |
|--|----------------------|---|---|---------------------------------|
| Core Fixed Income | 9.60 % | 4.14 % | 4.07 % | 3.90 % |
| Short-Term Bonds | 9.60 | 3.70 | 3.68 | 2.10 |
| Bank/Leveraged Loans | 3.60 | 5.40 | 5.19 | 6.85 |
| High Yield Bonds | 1.20 | 6.13 | 5.74 | 9.35 |
| Large/Mid Cap US Equities | 16.17 | 7.35 | 6.30 | 15.50 |
| Small Cap US Equities | 1.35 | 8.35 | 6.68 | 19.75 |
| Micro Cap US Equities | 1.35 | 8.86 | 6.79 | 22.10 |
| Developed Foreign Equities | 13.48 | 8.30 | 6.91 | 17.95 |
| Emerging Market Equities | 4.24 | 10.35 | 7.69 | 25.35 |
| Non-US Small Cap Equities | 1.93 | 8.81 | 7.25 | 19.10 |
| Private Equity | 17.50 | 11.95 | 8.33 | 30.00 |
| Real Estate (Property) | 10.00 | 6.19 | 5.55 | 12.00 |
| Real Estate (REITS) | 2.50 | 8.29 | 6.69 | 21.00 |
| Hedge Fund of Funds - Diversified | 1.50 | 4.28 | 4.06 | 6.90 |
| Hedge Fund - Event-driven | 0.38 | 5.89 | 5.59 | 8.10 |
| Timber | 1.13 | 6.36 | 5.61 | 13.00 |
| Farmland | 1.13 | 6.87 | 6.12 | 13.00 |
| Infrastructure | 2.25 | 7.51 | 6.67 | 13.85 |
| Commodities | 1.13 | 5.34 | 3.79 | 18.70 |
| Assumed Inflation - Mean | | | 2.50 % | 1.65 % |

Based on the OIC Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund, revised as of April 24, 2019.

h. <u>Sensitivity of the District's proportionate share of the net pension liability to changes in the</u> 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.

| | Discount rate | Proportionate share of net pension liability (asse | t) |
|-----------------------|---------------|--|----|
| 1% decrease | 6.20% | \$ 302,315,10 |)3 |
| Current discount rate | 7.20% | 203,590,51 | 6 |
| 1% increase | 8.20% | 120,805,37 | '5 |

i. Deferred inflows of resources and deferred outflows of resources

Deferred inflows of resources and deferred outflow of resources are calculated at the Plan level and are allocated to employers based on their proportionate share. For the

² The arithmetic mean is a component that goes into calculating the geometric mean. Expected rates of return are presented using the geometric mean, which the Board uses in setting the discount rate.

measurement period ended June 30, 2020, employers will report the following deferred inflows of resources and/or deferred outflows of resources:

- A difference between expected and actual experience
- Changes in assumptions
- Changes in employer proportion since the prior measurement date
- Net difference between projected and actual investment earnings

Differences between expected and actual experience, changes in assumptions and changes in employer proportion are amortized over the average remaining service lives of all plan participants, including retirees, determined as of the beginning of the respective measurement period. Employers are required to recognize pension expense based on the balance of the closed period "layers" attributable to each measurement period. The average remaining service lives determined as of the beginning of each measurement period are described below:

Fiscal Year ended June 30, 2020 - 5.3 years Fiscal Year ended June 30, 2019 - 5.2 years Fiscal Year ended June 30, 2018 - 5.2 years Fiscal Year ended June 30, 2017 - 5.3 years Fiscal Year ended June 30, 2016 - 5.3 years Fiscal Year ended June 30, 2015 - 5.4 years Fiscal Year ended June 30, 2014 - 5.6 years

The net difference between projected and actual earnings attributable to each measurement period is amortized over a closed five-year period.

F. Other post-employment benefits (OPEB)

The District provides subsidized health benefits to retirees under age 65, as required by ORS 243.303. Retirees electing to remain on district-sponsored health plans must pay the entire premium in order to maintain coverage. However, while the District does not directly contribute to the cost of the premium for retirees, the premium itself does not represent the full cost of covering these retirees (since they are older than the active population, retirees can be expected to generate higher medical claims and therefore higher premiums for the active population). This additional cost is called the "implicit rate subsidy" and is required to be valued under GASB Statement 75. The GASB 75 valuation is based on the following employee census:

| Employee Group | Employee Count |
|---|----------------|
| Retirees receiving benefits | 72 |
| Retirees not receiving benefits | 57 |
| Active employees receiving benefits | 1,577 |
| Active employees not receiving benefits | 425 |
| Total Employees | 2,131 |

Currently, the District participates in the Oregon Educators Benefit Board, a statewide agent multiple-employer plan for health insurance benefits.

- a. Other post-employment benefit health insurance subsidy
 - i. Funding policy These benefits are not funded at this time.
 - ii. <u>Total OPEB liability</u> The District's total OPEB liability of \$9,014,603 was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020.
 - iii. Actuarial assumptions and other inputs The total OPEB liability in the July 1, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| Valuation date | July 1, 2020 | | | | |
|-----------------------|---|--|--|--|--|
| | Data was collected as of May 1, 2021, and benefits | | | | |
| | were valued as if the data was representative of data | | | | |
| | on July 1, 2020 | | | | |
| Measurement Date | June 30, 2021 and June 30, 2022 | | | | |
| Fiscal Year Ends | June 30, 2021 and June 30, 2022 | | | | |
| Actuarial Cost Method | Entry Age Normal, level percent of salary | | | | |
| Interest Rate for | 2.25% per year, based on all years discounted at | | | | |
| Discounting Future | municipal bond rate | | | | |
| Liabilities | | | | | |
| Inflation Rate | 2.0 percent per year | | | | |
| Payroll Growth | 3.0 percent per year | | | | |
| Salary Merit Scale | Total payroll increase is overall payroll growth plus | | | | |
| | merit table below. Sample rates are as follows: | | | | |
| | <u>Duration</u> <u>Rate</u> | | | | |
| | 0 3.72% | | | | |
| | 5 2.34% | | | | |
| | 10 1.14% | | | | |
| | 15 0.17% | | | | |
| | 20 -0.53% | | | | |
| | 25 -0.89% | | | | |
| | 30 + -0.95% | | | | |

| Annual Premium Increase Rate | The initial rates are based in part on the 2019 Segal Health Plan Cost Trend Survey, tempered by our expectation of the impact of ORS 243.866, as amended in 2017. Rates are trended down in accordance with prevalent actuarial practice based in part on the Society of Actuaries - Getzen Longer Term Healthcare Trends Resource Model, as updated October 2018. | | | | | | |
|---------------------------------|---|-------|---------|-------|--|--|--|
| | Year | Rate | Year | Rate | | | |
| | 2020-21 | 3.50% | 2030-31 | 5.50% | | | |
| | 2021-22 | 4.00% | 2031-32 | 5.40% | | | |
| | 2022-23 | 4.50% | 2032-33 | 5.30% | | | |
| | 2023-24 | 5.00% | 2033-34 | 5.20% | | | |
| | 2024-25 | 5.50% | 2034-35 | 5.10% | | | |
| | 2025-26 | 6.00% | 2035-36 | 5.00% | | | |
| | 2026-27 | 5.90% | 2036-37 | 4.90% | | | |
| | 2027-28 | 5.80% | 2037-38 | 4.80% | | | |
| | 2028-29 | 5.70% | 2038-39 | 4.70% | | | |
| | 2029-30 | 5.60% | 2039-40 | 4.60% | | | |
| | | | 2040+ | 4.50% | | | |
| Mortality Rates | Basic table: PUB-2010 Teachers table, separate Employee/Healthy Annuitant, sex-distinct, generational, no setback Morality rates for active male participants are 120% of the above rates, and for active female participants are 100% of the above rates Beneficiaries: Pub-2010 General Employees table, Healthy Annuitant, sex distinct, generational, set back 12 months for males, no set back for females. Improvement scale: Unisex Social Security Data Scale (60 year average), with data through 2015 | | | | | | |
| Turnover Rates | As developed for the valuation of benefits under Oregon PERS. For the current school year, it is assumed that the terminations are reflected in the census date provided. Years of Service Male Female 0 16.63% 13.50% 5 6.86% 7.13% 10 3.31% 3.85% | | | | | | |
| | | 15 | 2.30% | 2.68% | | | |
| | | 20 | 1.62% | 1.95% | | | |
| | | 25 | 1.20% | 1.50% | | | |
| | | 30 + | 1.20% | 1.50% | | | |

| Disability Rates | As developed for the valuation of benefits under Oregon PERS. Sample rates are as follows: | | | | | | | | |
|------------------|--|------------|-----------|-----------|------------|-------------|--------|--|--|
| | | Age Rate | | | | | | | |
| | | 30 0.0197% | | | | | | | |
| | | 35 0.0302% | | | | | | | |
| | | 40 0.0487% | | | | | | | |
| | | 45 0.0798% | | | | | | | |
| | | | 50 | 0.138 | | | | | |
| Retirement Rates | As de | veloped | | | n of bene | efits und | ler | | |
| Trouver trained | | | | | nt school | | | | |
| | | | | | are refle | • | | | |
| | | | | | | | | | |
| | | | | | so assun | | • | | |
| | | - | | | ployee a | - | | | |
| | | | - | _ | e at whicl | - | an no | | |
| | longe | r receive | e subsic | dized hea | alth bene | fits. | | | |
| | | | | | | | | | |
| | | Tier 1 | / Tier 2 | | | OPSRP | | | |
| | | | f Service | | Yea | rs of Servi | ce | | |
| | Age | < 15 | 15 - 29 | 30 + | < 15 | 15 - 29 | 30 + | | |
| | < 52 | 0.0% | 0.0% | 25.0% | 0.0% | 0.0% | 0.0% | | |
| | 52 | 0.0% | 0.0% | 25.0% | 0.0% | 0.0% | 0.0% | | |
| | 53 | 0.0% | 0.0% | 25.0% | 0.0% | 0.0% | 0.0% | | |
| | 54 | 0.0% | 0.0% | 25.0% | 0.0% | 0.0% | 0.0% | | |
| | 55 | 1.5% | 3.5% | 25.0% | 1.0% | 2.5% | 5.0% | | |
| | 56 | 1.5% | 3.5% | 25.0% | 1.0% | 2.5% | 5.0% | | |
| | 57 | 1.5% | 3.5% | 25.0% | 1.0% | 2.5% | 7.5% | | |
| | 58 | 1.5% | 11.0% | 27.5% | 1.5% | 3.0% | 30.0% | | |
| | 59 | 4.5% | 11.0% | 27.5% | 1.5% | 3.0% | 25.0% | | |
| | 60 | 6.5% | 12.5% | 27.5% | 2.5% | 3.8% | 20.0% | | |
| | 61 | 6.5% | 12.5% | 27.5% | 3.0% | 5.0% | 20.0% | | |
| | 62 | 15.0% | 23.5% | 34.0% | 6.0% | 12.0% | 30.0% | | |
| | 63 | 13.0% | 19.5% | 26.5% | 6.0% | 10.0% | 20.0% | | |
| | 64 | 13.0% | 19.5% | 31.5% | 6.0% | 10.0% | 20.0% | | |
| | 65 | 25.5% | 33.5% | 45.0% | 11.5% | 35.0% | 20.0% | | |
| | 66 | 23.0% | 36.5% | 45.0% | 12.5% | 33.0% | 20.0% | | |
| | 67 | 21.0% | 34.5% | 42.0% | 11.0% | 22.0% | 30.0% | | |
| | 68 | 21.0% | 28.0% | 28.5% | 9.0% | 17.0% | 20.0% | | |
| | 69 | 21.0% | 28.0% | 28.5% | 9.0% | 17.0% | 20.0% | | |
| | 70 | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | | |
| Participation | Of the active employees currently enrolled in the medical plan, 70% are assumed to remain enrolled at retirement until Medicare eligibility. | | | | | | | | |
| Plan Enrollment | Current and future retirees are assumed to remain enrolled in the plans in which they are currently | | | | | | | | |
| 1 | | ed, if an | | | | | | | |
| Lapse | None assumed. | | | | | | | | |

| Marital Status Coverage of Eligible | 40% of future retirees electing coverage are assumed to cover a spouse as well. Males are assumed to be three years older than their female spouses. Actual marital status and ages as of the valuation date are used for current retirees, if available We have assumed no impact of dependent children on |
|--------------------------------------|--|
| Children | the implicit subsidy |
| Health Care Claims Cost | 2020-21 claims costs for an age 64 retiree or spouse are assumed range from 10,833 to 14,769 depending on the plan selected. The age specific claims costs were developed based on the OEBB health plans' overall demographics and total premiums, to the extent data was available |
| Aging Factors | Aging factors are used to adjust the age 64 per capita claims cost. Claims costs are reduced by 3.25% to 4.00% by age for those under 64. |
| Dental and Vision Costs | We have assumed no implicit subsidy due to dental or vision costs |
| Changes Since Prior Valuation | The interest rate for discounting future liabilities was changed to reflect current municipal bond rates. Premium increase rates were modified to better reflect the anticipated experience and current Oregon law. Demographic assumptions were revised to match (as closely as possible) those developed in the most recent experience study for Oregon PERS |

Changes in the Total OPEB Liability:

| Balance at June 30, 2020 | \$ 10,151,850 |
|---|---------------|
| Changes for the year | |
| Service Cost | 560,806 |
| Interest | 423,167 |
| Difference between expected and actual experience | (2,013,990) |
| Changes in assumptions | 159,713 |
| Benefit payments | (266,944) |
| Net Changes | (1,137,247) |
| Total OPEB Liability at June 30, 2021 | \$ 9,014,603 |

As of June 30, 2021, the deferred inflows and outflows were as follows:

| | Deferred Outflows | | Defe | erred Inflows |
|---|-------------------|---------|------|---------------|
| Differences between expected and actual | | | | |
| experience | \$ | 666,140 | \$ | 1,762,241 |
| Changes in assumptions | | 139,749 | | 413,815 |
| Total | \$ | 805,889 | \$ | 2,176,056 |

Amounts reported as deferred outflows of resources related to OPEB's will be recognized in OPEB expense as follows:

| Year ended June 30 | <u>OPEB</u> | Expense |
|--------------------|-------------|-----------|
| 2022 | | (168,703) |
| 2023 | | (168,703) |
| 2024 | | (168,703) |
| 2025 | | (168,703) |
| 2026 | | (231,785) |
| Thereafter | \$ | (463.567) |

iv. <u>Sensitivity of the total OPEB liability to changes in the discount rate</u> – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.25 percent) or one percentage point higher (3.25 percent) than the current rate:

| | 1% | 6 Decrease | Current discount rate 2.25% | | • | 1% Increase |
|----------------------|----|------------|-----------------------------|-----------|-------|-------------|
| | | 1.25% | | | 3.25% | |
| Total OPEB liability | \$ | 9,689,153 | \$ | 9,014,603 | \$ | 8,373,450 |

v. <u>Sensitivity of the total OPEB liability to changes in the healthcare trend rate</u> – The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a healthcare trend rate that is one percentage point lower or one percentage point higher than the current rate:

| | 1% Decrease | | Сι | ırrent trend rate | 1% Increase | | |
|----------------------|-------------------|-----------|------|-------------------|---------------|------------|--|
| | 5.30% graded down | | 6.30 |)% graded down | 7.30% graded | | |
| | to 3.50% | | | to 4.50% | down to 5.50% | | |
| Total OPEB liability | \$ | 7,951,453 | \$ | 9,014,603 | \$ | 10,263,601 | |

b. Other post-employment benefits, PERS Retiree Health Insurance Account (RHIA)
Oregon Public Employees Retirement System (PERS or the system) administers the
Retirement Health Insurance Account (RHIA) cost-sharing, multiple-employer defined benefit

Other Postemployment Benefit (OPEB) plan (Plan) for units of state government, political subdivisions, community colleges, and school districts, containing multiple actuarial pools. Plan assets may be used to pay the benefits of the employees of any employer that provides OPEB through the Plan. Contributions are mandatory for each employer that is a member of PERS. As of June 30, 2020, there were 811 participating employers.

At June 30, 2021, the District reported a net OPEB asset of \$3,194,226 for its proportionate share of the net OPEB liability/asset. The measurement date was as of June 30, 2020 and the actuarial valuation date was as of December 31, 2018. As of June 30, 2020, the District's proportion was 1.57 percent, which is higher than 0.90 percent determined for the prior measurement period.

At June 30, 2021, the District also reported a net OPEB deferred inflow of \$(801,939) calculated as follows:

| | Deferred | | | Deferred |
|---|----------|------------|----|-----------|
| | (| Outflow of | | Inflow of |
| | R | Resources | F | Resources |
| Differences between expected and actual experience | \$ | - | \$ | 326,543 |
| Changes of assumptions | | - | | 169,789 |
| Net difference between projected and actual earnings on | | | | |
| investments | | 355,223 | | - |
| Changes in proportionate share | | | | 682,080 |
| Subtotal-amortized deferrals | | 355,223 | \$ | 1,178,412 |
| District contributions subsequent to the measurement | | | | _ |
| date | | 21,250 | | |
| Total PERS deferred outflows | \$ | 376,473 | | |

District contributions subsequent to the measurement date of June 30, 2020, but before June 30, 2021, will be recognized as an increase to the net OPEB asset in the fiscal year ending June 30, 2021.

Amounts reported as deferred outflows or inflows of resources related to OPEB will be recognized in OPEB expense/income as follows:

| Year ending June 30 | Amount |
|---------------------|-----------------|
| 2022 | \$ (678,266) |
| 2023 | (388,285) |
| 2024 | 131,312 |
| 2025 | 112,051 |
| Total | \$ (823,189) |

i. Actuarial methods and assumptions –

| Actuarial Methods and Assumptions | |
|-----------------------------------|--|
| | RHIA |
| Valuation date | December 31, 2018 |
| Measurement date | June 30, 2020 |
| Experience Study | 2018, published July 24, 2019 |
| Actuarial assumptions: | |
| Actuarial cost method | Entry Age Normal |
| Inflation rate | 2.50 percent |
| Long-term expected rate of return | 7.20 percent |
| Discount rate | 7.20 percent |
| Projected salary increases | 3.50 percent |
| Retiree healthcare participation | Healthy retirees: 32% Disabled retirees: 20% |
| Healthcare cost trend rate | Not applicable |
| Mortality | Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. |

- ii. <u>Discount rate</u> The discount rate used to measure the total OPEB liability at June 30, 2020 was 7.20 percent. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA 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 OPEB plan investments for the RHIA Plan was applied to all periods of projected benefit payments to determine the total OPEB liability.
- iii. <u>Long-term expected rate of return</u> To develop an analytical basis for the selection of the long-term expected rate of return assumption, in May 2019 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. 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. For more information on the Plan's portfolio, assumed asset allocation, and the long- term expected rate of return for each major asset class, calculated using both arithmetic and geometric means, see PERS' audited financial statements at: https://www.oregon.gov/pers/Documents/Financials/CAFR/2020-CAFR.pdf

iv. Depletion date projection – GASB 75 generally requires that a blended discount rate be used to measure the Total OPEB liability (the actuarial accrued liability calculated using the Individual entry age normal cost method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the fiduciary net position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 75 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 75 (paragraph 82) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency: it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for the OPEBB plan:

- PERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which
 means that payment of the full ADC each year will bring the plan to a
 100 percent funded position by the end of the amortization period if
 future experience follows assumption.
- GASB 75 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is our third-party actuary's opinion that the detailed depletion date projections outlined in GASB 75 would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

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

Proportionate share of net pension

| | Discount rate | liability (asset) |
|-----------------------|---------------|-----------------------|
| 1% decrease | 6.20% | \$ (2,578,799) |
| Current discount rate | 7.20% | (3,194,226) |
| 1% increase | 8.20% | (3,720,440) |

- vi. <u>Deferred inflows of resources and deferred outflows of resources</u> Deferred inflows of resources and deferred outflow of resources are calculated at the Plan level and are allocated to employers based on their proportionate share. For the measurement period ended June 30, 2020, employers will report the following deferred inflows or resources and/or deferred outflows of resources:
 - A difference between expected and actual experience
 - Changes in assumptions
 - Changes in employer proportion since the prior measurement date
 - Net difference between projected and actual earnings. One-year's amortization is recognized in the employer's total OPEB expense for the measurement period

Differences between expected and actual experience, changes in assumptions and changes in employer proportion are amortized over the average remaining service lives of all plan participants, including retirees, determined as of the beginning of the respective measurement period. Employers are required to recognize OPEB expense based on the balance of the closed period "layers" attributable to each measurement period. The average remaining service life determined as of the beginning of each measurement period are described below:

Fiscal Year ended June 30, 2020 - 2.9 years Fiscal Year ended June 30, 2019 - 3.1 years Fiscal Year ended June 30, 2018 - 3.3 years Fiscal Year ended June 30, 2017 - 3.7 years

The net difference between projected and actual investment earnings attributable to each measurement period is amortized over a closed five-year period.

G. Commitments and contingencies

The District has contractual commitments for construction and improvement projects. As of June 30, 2021, those commitments are:

| Project | Commitment Remaining |
|--|----------------------|
| Caldera High School | 7,218,241 |
| Bear Creek upgrades | 4,385,639 |
| Bend High upgrades | 665,250 |
| Cascade Middle School upgrades | 741,026 |
| Ensworth Elementary School upgrades | 320,882 |
| Juniper Elementary School upgrades | 63,249 |
| Lava Ridge Elementary School upgrades | 4,830 |
| Pilot Butte Middle School upgrades | 30,551 |
| RE Jewell Elementary School upgrades | 4,266,473 |
| Amity Creek Elementary School upgrades | 51,787 |
| Maintenance Building #5 | 7,628 |
| Buckingham Elementary School HVAC | 7,363 |
| Juniper Elementary School roof | 190,000 |
| Summit High School roof | 438,001 |
| Three Rivers Elementary School roof | 442,003 |
| Total commitments remaining | \$ 18,832,923 |

H. Risk management

The District is exposed 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.

The District carries commercial insurance for risks of loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. Insurance coverage has not changed significantly from prior years.

A liability for estimated unemployment claims is presented in the government-wide statements as an accrued payroll liability. The liability represents the district's estimate of its share of unemployment claims during FY2020-21 that were unpaid as of June 30, 2021. The estimate was calculated based on district experience and actual claims paid after June 30, 2021. A reconciliation of the claims liability at the end of the year are as follows:

| | 2021 | 2020 | | |
|-------------------|---------------|------|----------|--|
| Beginning balance | \$ 205,654 | \$ | 98,893 | |
| Claims incurred | 95,062 | | 133,727 | |
| Claims paid | (108,711) | | (26,966) | |
| Ending balance | \$ 192,005 | \$ | 205,654 | |

A liability for estimated general liability claims is presented in the government-wide statements. The liability represents the district's estimate of its share of various general liability claims during FY2020-21 that were unpaid as of June 30, 2021. The liability was calculated using actual claims

settled and paid after June 30, 2021. A reconciliation of the claims liability at the end of the year are as follows:

| | 2021 | | | 2020 |
|-------------------|------|----------|----|----------|
| Beginning balance | \$ | 319,110 | \$ | 258,858 |
| Claims incurred | | 212,444 | | 89,121 |
| Claims paid | | (82,473) | | (28,869) |
| Ending balance | \$ | 449,081 | \$ | 319,110 |

Reimbursement claims under federal and state program grants may be subject to further audit and adjustment by grantor agencies. State school support from the Oregon Department of Education may also be subject to further audit and adjustment. Disallowed claims could become a liability of the General Fund. Any such amounts are not expected to be significant. Accordingly, management does not anticipate any material adverse consequences arising from such actions.

A substantial portion of operating funding is received from the State of Oregon. State funding is determined through state wide revenue projections that are paid to individual school districts based on pupil counts and other factors in the state school fund revenue formula. Because 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 the operations cannot be determined.

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

a. Environmental matters

The District has complied with EPA standards for asbestos removal or encasement as well as maintenance of an asbestos management plan. In addition, the District's fuel storage facilities meet EPA standards including annual testing requirements. We are developing a heathy and safe schools plan outlined by the state, which includes items like lead and radon testing.

I. Leases

The District leases facilities and equipment under non-cancelable operating leases. Total costs for such leases were \$747,564 for the year ended June 30, 2021. The future minimum lease payments for these leases are as follows:

| Year ending June 30 | Amount | | | |
|---------------------|-----------------|--|--|--|
| 2022 | \$ 770,458 | | | |
| 2023 | 565,726 | | | |
| 2024 | 561,820 | | | |
| 2025 | 578,675 | | | |
| 2026 | 522,141 | | | |
| Total lease costs | \$ 2,998,820 | | | |

J. Long-term liabilities

The District has outstanding general obligation bonds, full faith and credit bonds, limited tax pension bonds and notes from direct borrowings related to governmental activities totaling \$366,995,000, \$1,650,000, \$48,903,727, and \$2,579,566, respectively. The District has pledged property taxes and all unobligated revenues from the general fund to the punctual payment of principal and interest in the full faith and credit bonds and notes from direct borrowings. The District's outstanding notes from direct borrowings provide that in the event of default all amounts payable under the agreement will become immediately due and payable. The District does not have any open or unused lines of credit.

The changes in long-term obligations for governmental activities for the year ended June 30, 2021 are as follows:

| | Balance at | Increases/ | | Balance at | Due within |
|------------------------------------|---------------|------------|--------------|---------------|--------------|
| | June 30, 2020 | Accretion | Decreases | June 30, 2021 | One Year |
| General obligation | | | | | |
| bonds | \$387,870,000 | \$ - | \$20,875,000 | \$366,995,000 | \$23,025,000 |
| Full faith and credit | | | | | |
| bonds | 2,210,000 | - | 560,000 | 1,650,000 | 555,000 |
| Limited tax pension | F2 700 704 | 267.022 | E 255 000 | 40 002 727 | F 600 000 |
| obligation bonds Notes from direct | 53,790,794 | 367,933 | 5,255,000 | 48,903,727 | 5,690,000 |
| borrowings | 3,179,388 | | 599,822 | 2,579,566 | 606,566 |
| | | <u> </u> | | | |
| Total | \$447,050,182 | \$ 367,933 | \$27,289,822 | \$420,128,293 | \$29,876,566 |

The balance of limited tax pension obligation bonds stated above as of June 30, 2021 is net of the remaining issue discount of \$401,273. This issue discount is amortized through to the maturity date of these bonds in FY2023-24 as follows:

| Year ending June 30 | Amount |
|--------------------------|---------------|
| 2022 | \$ 261,752 |
| 2023 | 139,521 |
| Total remaining discount | \$ 401,273 |
| | |

Debt service requirements on long-term debt at June 30, 2021, exclusive of the remaining issue discount for limited tax pension obligation bonds, are as follows:

| | | | Full Faith a | and Credit Limited Tax Per | | x Pension | Notes from | m direct |
|---------------|---------------|---------------|--------------|----------------------------|--------------|------------------|-------------|-----------|
| | General Obli | gation Bonds | Bon | Bonds | | Obligation Bonds | | /ings |
| As of June 30 | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2022 | 23,025,000 | 14,078,825 | 555,000 | 66,000 | 5,690,000 | 2,496,264 | 606,566 | 63,243 |
| 2023 | 25,470,000 | 12,934,075 | 550,000 | 43,800 | 6,280,000 | 2,304,219 | 264,000 | 49,675 |
| 2024 | 17,615,000 | 11,669,325 | 545,000 | 21,800 | 6,915,000 | 2,087,191 | 264,000 | 42,986 |
| 2025 | 19,115,000 | 11,195,575 | - | - | 7,730,000 | 1,702,032 | 264,000 | 36,298 |
| 2026 | 21,130,000 | 10,239,825 | - | - | 8,610,000 | 1,269,533 | 264,000 | 29,608 |
| 2027-2030 | 93,420,000 | 30,680,175 | - | - | 14,080,000 | 1,040,969 | 917,000 | 51,544 |
| 2031-2035 | 109,480,000 | 19,582,013 | - | - | - | - | - | - |
| 2036-2040 | 57,740,000 | 4,495,263 | | | | | | |
| Total | \$366,995,000 | \$114,875,075 | \$1,650,000 | \$131,600 | \$49,305,000 | \$10,900,207 | \$2,579,566 | \$273,354 |

a. General obligation bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the District. The District issues general obligation bonds to provide funds for the acquisition and construction of District school facilities. Debt service on bond principal and bond interest is paid from the Debt Service Fund. The District is subject to statutory limitations on indebtedness. As of June 30, 2021, the District's net bonded debt is \$2,328,014,661 less than the statutory debt limit. Certain issues of the District's bonds are subject to federal arbitrage regulations. The District employs the services of an arbitrage rebate specialist to determine the amount of the arbitrage liability if applicable. In March 2021, Moody's affirmed the District's Aa2 bond rating.

A summary of outstanding general obligation bonds is below:

| | | | | 20 |)21 Principal | 2021 Interest |
|--------------------------------|------------|---------------|---------------|----|---------------|---------------|
| Issue | Issue Date | Maturity Date | Interest Rate | | Payments | Payments |
| 2013 Refunding | 3/7/2013 | 6/15/2024 | 4.25% - 5.00% | \$ | 11,335,000 | \$ 2,079,650 |
| 2013 GO Bond | 8/14/2013 | 6/15/2033 | 4.00% - 5.00% | | - | 3,384,312 |
| 2016 GO Bond | 4/19/2016 | 6/15/2021 | 1.42% | | 1,065,000 | 15,123 |
| 2017 GO Bond | 8/31/2017 | 6/15/2037 | 2.82% | | 4,665,000 | 6,145,963 |
| 2019 GO Bond | 7/24/2019 | 6/15/2039 | 3.00% - 5.00% | | 3,810,000 | 3,346,050 |
| Total General Obligation Bonds | | | | \$ | 20,875,000 | \$ 14,971,098 |

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased

bonds are not included in the District's financial statements. At June 30, 2021, \$40,835,000 of bonds outstanding were considered defeased.

b. Limited tax pension obligation bonds

The District participated in the Oregon School Board Association (OSBA) Pension Bond Pool for the purpose of funding the District's allocated portion of the PERS Unfunded Actuarial Liability (UAL). Bonds in the amount of \$40,926,720 were issued October 31, 2002, additional bonds in the amount of \$25,316,992 were issued April 21, 2003 and \$5,930,000 were issued February 19, 2004. The bonds are being amortized over 25-26 years. In February 2012 the District refinanced a portion of the 2002 Pension Bonds. This refinance was structured to save approximately \$45,000 per year in interest. Debt service on bond principal and interest is paid from the debt service fund. General fund resources typically have been used to liquidate the limited tax pension obligation bonds.

A summary of outstanding limited tax pension obligation bonds is below:

| | | | | 2021 Principal | 2021 Interest |
|--|------------|---------------|----------------|----------------|---------------|
| Issue | Issue Date | Maturity Date | Interest Rate | Payments | Payments |
| PERS 10/02 | 10/31/2002 | 6/30/2028 | 5.55% | \$ - | \$ 1,536,139 |
| PERS 4/03 | 4/21/2003 | 6/30/2028 | 5.68% | 2,050,000 | 2,137,530 |
| PERS 4/04 | 2/19/2004 | 6/30/2028 | 3.25% - 5.528% | 365,000 | 219,682 |
| PERS 01/12 | 1/30/2012 | 6/30/2021 | <u>2.75</u> % | 2,840,000 | 78,100 |
| Total limited tax pension obligation bonds | | | | \$ 5,255,000 | \$ 3,971,451 |

c. Full faith and credit bonds

On March 21, 2011, the District issued full faith and credit bonds to refinance a long-term loan taken out in 2009 that was used to finance the repair of Summit High School athletic fields. The refunding was undertaken to reduce total debt service payments over the life of the debt by \$886,848 and resulted in an economic gain to the taxpayers of approximately \$740,000. The bonds mature in January 2024 and the interest rates range from 2 to 4%.

A summary of outstanding full faith and credit bonds is below:

| | | | | 202 | 1 Principal | 202 | 1 Interest |
|--------------------------|------------|---------------|---------------|-----|-------------|-----|------------|
| Issue | Issue Date | Maturity Date | Interest Rate | Pa | ayments | Pa | yments |
| Series 2011 | 3/22/2011 | 1/15/2024 | 2.00% - 4.00% | | 560,000 | | 88,400 |
| Total full faith and cre | dit bonds | | | \$ | 560,000 | \$ | 88,400 |

d. Notes from direct borrowings

On July 1, 2012, the District financed \$3,200,000 to purchase 28 school buses. The loan matures in 2022 and the fixed interest rate is 1.99%. The interest rate shall increase to 5.99% in an Event of Default that extends beyond 30 days after a written demand is made to the District to cure such failure. On March 21, 2019, the District financed \$1,390,000 to purchase

10 school buses. This loan matures in 2029 and the fixed interest rate is 2.76%. The interest rate will increase by 1.50% in an Event of Default that extends beyond 60 days after a written demand is made to the District to cure such failure. On May 20, 2020 the District financed \$1,250,000 to purchase additional school buses. The loan matures in 2030 and the fixed interest rate is 2.282%. The interest rate, at the option of the lender, shall increase to 5.282% in an occurrence and continuation of an Event of Default. The payments on these notes from direct borrowings are made from the general fund.

A summary of outstanding notes on direct borrowings is below:

| | | | | 2021 Principal | 2021 Interest |
|-------------------------|---------------|---------------|---------------|----------------|---------------|
| Issue | Issue Date | Maturity Year | Interest Rate | Payments | Payments |
| 2012 Bus Purchase | 7/1/2012 | 2022 | 1.99% | 335,822 | 342,566 |
| 2019 Bus Purchase | 3/21/2019 | 2029 | 2.96% | 139,000 | 1,112,000 |
| 2020 Bus Purchase | 5/28/2020 | 2030 | <u>2.28</u> % | 125,000 | 1,125,000 |
| Total notes from direct | ct borrowings | . | | \$ 599,822 | \$ 2,579,566 |

e. Other long-term liabilities

The District carries the liabilities below. With the exception of early retirement, all listed liabilities are liquidated from the general fund. Early retirement is liquidated from the special revenue fund

| | | | | | Due |
|--------------------------------|----------------------|--------------|--------------------|---------------|------------------|
| | Balance June | | | Balance June | within one |
| Long-term liabilities | 30, 2020 | Additions | Payments | 30, 2021 | year |
| Other post-employment benefits | \$ 10,151,850 | \$ - | \$1,137,247 | \$ 9,014,603 | \$ - |
| Net pension liability | 162,784,846 | 40,805,670 | - | 203,590,516 | - |
| Claims and judgments | 524,764 | 116,322 | - | 641,086 | 320,543 |
| Accrued compensated absences | 45,636 | 23,145 | 21,335 | 47,446 | 47,446 |
| Early retirement | 150,169 | | 83,286 | 66,883 | 43,932 |
| Total long-term liabilities | <u>\$173,657,265</u> | \$40,945,137 | <u>\$1,241,868</u> | \$213,360,534 | <u>\$411,921</u> |

K. Fund balances

The District categorizes its fund balance for major funds as nonspendable, restricted, assigned or unassigned. Nonspendable fund balance represents resources that can't be spent as they are not in a spendable format. Restricted fund balances represent resources whose use is constrained by restrictions imposed by law or externally imposed restrictions placed by creditors, grantors or contributors. Assigned fund balances represent amounts the district intends to use for specific purposes and are imposed by the Superintendent or designee. The authority for the Superintendent or designee to assign resources for specific purposes is granted by the School Board, the District's governing body.

For the classification of unrestricted ending fund balance the District first reduces assigned amounts, then unassigned amounts when expenditures are incurred for purposes for which

amounts in any of those unrestricted fund balance classifications could be used. At times when restricted and unrestricted amounts can be used, the District uses restricted amounts first.

Details of fund balance classifications displayed in the aggregate:

| | | Special | Debt Service | Capital Projects | | |
|------------------------------------|---------------|---------------|--------------|------------------|---------------|----------------|
| | General Fund | Revenue Fund | Fund | Fund | June 30, 2021 | June 30, 2020 |
| Nonspendable: | | | | | | |
| Inventory | \$ 201,477 | \$ 626,838 | \$ - | \$ - | \$ 828,315 | \$ 680,491 |
| Prepaid items | 1,769,027 | 40,000 | | | 1,809,027 | 1,066,853 |
| Total Nonspendable | 1,970,504 | 666,837 | | | 2,637,341 | 1,747,344 |
| Restricted for: | | | | | | |
| Capital projects | - | - | - | 51,114,620 | 51,114,620 | 145,228,074 |
| Debt service | - | - | 4,693,630 | - | 4,693,630 | 4,031,467 |
| Energy efficency program | - | 1,647,760 | - | - | 1,647,760 | 1,904,213 |
| Federal, state, and private grants | - | 3,010,991 | - | - | 3,010,991 | 1,328,165 |
| Transportation equipment | 2,240,373 | | | | 2,240,373 | 2,355,508 |
| Total Restricted | 2,240,373 | 4,658,752 | 4,693,630 | 51,114,620 | 62,707,375 | 154,847,427 |
| Assigned to: | | | | | | |
| Appropriated fund balance | 7,505,084 | - | - | - | 7,505,084 | 6,526,447 |
| Student athletics | 567,157 | - | - | - | 567,157 | 490,660 |
| Facility usage | 1,007,926 | - | - | - | 1,007,926 | 1,058,009 |
| Instructional materials | 2,041,872 | - | - | - | 2,041,872 | 994,271 |
| Maintenance equipment replacement | 981,398 | - | - | - | 981,398 | 808,427 |
| Technology replacement | 2,526,018 | - | - | - | 2,526,018 | 1,389,622 |
| Print shop equipment | 155,420 | - | - | - | 155,420 | 380,630 |
| Insurance and risk reserves | 1,884,233 | - | - | - | 1,884,233 | 1,719,217 |
| Student activities | - | 2,283,365 | - | - | 2,283,365 | 2,428,271 |
| Nutrition services | - | 2,176,690 | - | - | 2,176,690 | 694,876 |
| Early retirement program | - | 447,219 | - | - | 447,219 | 517,367 |
| Student and staff safety | - | 412,785 | - | - | 412,785 | 265,394 |
| Other programs | | 583,424 | | | 583,424 | 713,190 |
| Total Assigned | 16,669,105 | 5,903,483 | | | 22,572,588 | 17,986,381 |
| Unassigned | 8,910,464 | | | | 8,910,464 | 6,992,889 |
| Total fund balances | \$ 29,790,446 | \$ 11,229,072 | \$ 4,693,630 | \$ 51,114,620 | \$ 96,827,768 | \$ 181,574,041 |

L. Interfund transfers

Transfers are comprised of the following:

| | <u>Tra</u> | ansfers In | <u>Tra</u> | nsfers Out |
|------------------------------|------------|------------|------------|------------|
| Maintenance Replacement Fund | \$ | 3,750 | \$ | - |
| Capital Projects Fund | | 496,250 | | - |
| Special Revenue | | | | 500,000 |
| Total | \$ | 500,000 | \$ | 500,000 |

Transfers between funds were used for SB 1149 energy efficiency projects related to LED lighting upgrades and occupancy sensors.

M. Tax abatements

GASB 77, Tax Abatement Disclosures became effective for those periods beginning after December 15, 2015. All such abatement programs are authorized by Oregon Revised Statues or by local resolution or ordinance. Some programs are initiated by the County and others by other local governments and state agencies. For the year ended June 30, 2021, the District's revenues were estimated to be reduced by the following amounts for each program:

| Program | Estimated Tax Ex | Estimated Tax Exempted/Abated to District | | | |
|--|------------------|---|--|--|--|
| Construction in process in enterprise zone | \$ | 5,170 | | | |
| Enterprise zones | | 708,018 | | | |
| Housing for low income rental | | 25,107 | | | |
| Nonprofit low-income rental housing | | 104,252 | | | |
| Solar projects | | 132,229 | | | |
| Total exempted/abated | \$ | 974,776 | | | |

N. Termination benefits

Special termination benefits were made available to employees who met guidelines of a plan adopted by the Board on May 3, 1983 and revised in 2009. On May 27, 2009, the School Board voted to implement a phasing out of the program. All employees participating in the plan before the effective date of the phase out period will receive benefits as anticipated when they retire. Beginning in FY2009-10, benefits for retirees under the plan were reduced each year by 10 percent and on June 30, 2013, the plan closed to new retirees.

The maximum monthly benefit paid by the District is equal to .1667 times the base salary divided by 12. Base salary is the average of the scheduled annual gross regular salary for the three highest completed paid contract years before retirement, but shall not exceed \$36,000. Employees do not contribute to the plan and accrue no vested benefits prior to their acceptance in the program.

The District's liability under the program is reported in the government-wide statements. The plan is funded by an assessment charged against payroll in all funds. The assessed charges are accumulated and stipends paid from the special revenue fund. The intent of this assessment is to fund the plan on a "pay-as-you-go" basis and not to accumulate resources in the special revenue fund for this plan.

These benefits are in addition to benefits that may become available under the pension plan administered under the State of Oregon Public Employees Retirement System. The expenditures incurred under the post-employment benefit plan during the current fiscal year totaled \$70,148 and covered 32 retirees.

A liability for termination benefits has been recorded in the government-wide statements. The liability was derived by calculating the future benefit for all current participants based on the

monthly maximum amount available to each participant for the years that they are eligible for the plan. The total liability is then discounted using a 15-year average market yield rate on US Treasury securities to reflect the present value of future cash flows.

Future maturities of termination benefits payable are as follows:

| Year ending June 30 | Total |
|---------------------|----------|
| 2022 | 43,93 |
| 2023 | 19,74 |
| 2024 | 3,20 |
| Total | \$ 66,88 |

O. Subsequent events to disclose

The District has seen a decrease in enrollment due to the ongoing worldwide pandemic caused by COVID-19, a novel coronavirus. While there was a small impact to District enrollment based funding in 2020-21, it was offset by reduced expenditures. However, for 2021-22 the impact could be significant if the enrollment remains low and students do not return to our schools. We believe it is much more likely the students will return to their neighborhood school and there will not be a significant financial impact in 2021-22.

Required Supplementary Information

Administrative School District No. 1
Deschutes County, Oregon
Required Supplementary Information
Schedule of Changes in Total OPEB Liability and Related Ratios-Medical Benefit
June 30, 2021

| Total OPEB Liability | 2021 | | 2020 | | 2019 | | 2018 |
|---|-------------------|----|-------------|----|------------|----|------------|
| Service cost | \$ 560,806 | \$ | 541,842 | \$ | 501,534 | \$ | 489,301 |
| Interest | 423,167 | | 401,158 | | 346,262 | | 325,807 |
| Difference between expected and actual experience | (2,013,990) | | - | | 1,165,745 | | - |
| Changes in assumptions | 159,713 | | - | | (724, 174) | | - |
| Benefit payments | (266,944) | _ | (556,520) | _ | (512,221) | _ | (540,824) |
| Net change in total OPEB liability | (1,137,247) | | 386,480 | | 777,146 | | 274,284 |
| Total OPEB Liability - beginning | 10,151,850 | _ | 9,765,371 | _ | 8,988,225 | _ | 8,713,941 |
| Total OPEB Liability - ending | \$ 9,014,603 | \$ | 10,151,851 | \$ | 9,765,371 | \$ | 8,988,225 |
| Estimated covered payroll | \$ 109,072,808 | \$ | 103,269,319 | \$ | 99,777,120 | \$ | 91,648,023 |
| Total OPEB Liability as a percentage of covered payroll | 8.26% | | 9.83% | | 9.79% | | 9.81% |

The amounts presented for each fiscal year were actuarially determined at July 1 and rolled forward to the measurement date.

Administrative School District No. 1
Deschutes County, Oregon
Required Supplementary Information
Schedule of the Proportionate Share of the Net Pension Liability for PERS
June 30, 2021

| | (a) | | (b) | | | |
|------------|-----------------|-----|------------------|------------------|-----------------|-------------------------|
| | Employers | | Employer's | | (b/c) | Plan fiduciary net |
| | proportion of | pro | portionate share | (c) | NPL as a | position as a |
| Year ended | the net pension | of | the net pension | Employers | percentage of | percentage of the |
| June 30 | liability (NPL) | | liability (NPL) | covered payroll | covered payroll | total pension liability |
| 2021 | 0.93% | \$ | 203,590,516 | \$ 103,024,521 | 197.61% | 75.80% |
| 2020 | 0.95% | | 162,784,846 | 98,767,292 | 164.82% | 80.23% |
| 2019 | 0.95% | | 144,280,577 | 94,269,442 | 153.05% | 82.07% |
| 2018 | 0.94% | | 126,760,591 | 89,909,286 | 140.99% | 83.10% |
| 2017 | 0.95% | | 142,785,408 | 85,328,728 | 167.34% | 80.50% |
| 2016 | 0.94% | | 54,255,989 | 80,204,296 | 67.65% | 91.90% |
| 2015 | 0.88% | | (19,970,972) | 76,452,742 | -26.12% | 103.60% |

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

Administrative School District No. 1 Deschutes County, Oregon Required Supplementary Information Schedule of Employer Contributions for PERS June 30, 2021

| | Statutorily | Contributions in the | Contribution | | Contributions |
|------------|--------------|-----------------------------|--------------|-----------------|-----------------|
| Year ended | required | relation to the statutorily | deficiency | Employer | as a percent of |
| June 30 | contribution | required contribution | (excess) | covered payroll | covered payroll |
| 2021 | \$20,763,856 | \$ 20,763,856 | - | \$ 109,277,918 | 19.00% |
| 2020 | 19,809,362 | 19,809,362 | - | 103,024,521 | 19.23% |
| 2019 | 14,469,727 | 14,469,727 | - | 98,767,292 | 14.65% |
| 2018 | 13,898,819 | 13,898,819 | - | 94,269,442 | 14.74% |
| 2017 | 8,751,328 | 8,751,328 | - | 89,909,286 | 9.73% |
| 2016 | 8,379,165 | 8,379,165 | - | 85,328,728 | 9.82% |
| 2015 | 10,122,605 | 10,122,605 | _ | 80,204,296 | 12.62% |
| 2014 | 9,674,212 | 9,674,212 | - | 76,452,742 | 12.65% |

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

Administrative School District No. 1
Deschutes County, Oregon
Required Supplementary Information
Schedule of the Proportionate Share of the Net OPEB Liability - RHIA
June 30, 2021

| | (a) Employer's |) Employer's (b) Employer's | | (b/c) NOA as a | Plan fiduciary net |
|------------|-------------------|-----------------------------|------------------|-----------------|--------------------------|
| Year ended | proportion of net | proportionate share of | Employers | percentage of | position as a percentage |
| June 30 | OPEB asset (NOA) | net OPEB asset (NOA) | covered payroll | covered payroll | of total OPEB asset |
| 2021 | 1.57% | \$ (3,194,226) | \$103,024,521 | -3.10% | 150.1% |
| 2020 | 0.90% | (1,740,207) | 98,767,292 | -1.76% | 144.4% |
| 2019 | 0.90% | (999,849) | 94,269,442 | -1.06% | 124.0% |
| 2018 | 0.87% | (363,209) | 89,909,286 | -0.40% | 108.9% |
| 2017 | 0.88% | 240,400 | 85,328,728 | 0.28% | 94.2% |

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

Administrative School District No. 1
Deschutes County, Oregon
Required Supplementary Information
Schedule of Employer Contributions for OPEB - RHIA
June 30, 2021

| | S | tatutorily | (| Contributions in the | Contribution | | Contributions |
|------------|----|------------|------|--------------------------|--------------|-----------------|-----------------|
| Year ended | r | equired | rela | ation to the statutorily | deficiency | Employer | as a percent of |
| June 30 | со | ntribution | re | equired contribution | (excess) | covered payroll | covered payroll |
| 2021 | \$ | 99,696 | \$ | 99,696 | - | \$ 109,277,918 | 0.09% |
| 2020 | | 446,816 | | 446,816 | - | 103,024,521 | 0.43% |
| 2019 | | 429,920 | | 429,920 | - | 98,767,292 | 0.44% |
| 2018 | | 433,280 | | 433,280 | - | 94,269,442 | 0.46% |
| 2017 | | 394,714 | | 394,714 | - | 89,909,286 | 0.44% |

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

Supplementary Information

Description of Fund Types

General Fund

This fund accounts for general operating revenues, expenditures and transfers of the District. The principal sources of revenue are from the local tax levy and state school support.

Subfund account groupings are used to separate accounting records for management purposes. The subfund account groupings are as follows:

General Operations
Athletics and Activities
Instructional Materials
Transportation Equipment
Print Shop Equipment
Facility Usage
Technology Reserve
Maintenance Replacement
Insurance Reserve

Special Revenue Fund

The special revenue fund accounts for revenue sources that are set aside for specific purposes or have legal restrictions that determine how and on what the funds may be disbursed.

The District accounts for grant funds, student body funds and nutritional services activities in special revenue funds. The grant funds include Title grants, IDEA (special education), Family Advocate Network and various other grants received from federal, state or other sources.

Debt Service Fund

The debt service fund is used to account for all sources and uses related to the general obligation debt, PERS UAL refunding debt, and Summit High Athletic field project debt of the District.

The main source used to pay for the general obligation debt of the District is property taxes levied at a rate to cover the debt for the current period. The source used to pay for the PERS UAL refunding debt of the District is a portion of the State School Fund. The source used to pay the long-term debt for the Summit High Athletic field project is general resources of the district.

Capital Projects Fund

The capital projects fund is used to account for the transactions related to projects funded through the issuance of general obligation bonds. The major source of revenue for this fund is proceeds from the issuance of bonds.

Private Purpose Trust Fund

The private purpose trust fund accounts for revenues and expenses of individual bequests and grants held by the District. The fund assets have been contributed by individuals and are subject to restrictions set forth in the trust agreements.



Administrative School District No. 1
Deschutes County, Oregon
Combining Schedule of Assets, Liabilities and Fund Balance
General Fund - Subfunds
(GAAP Basis)
June 30, 2021

| | General | Ath | nletics and | Instructional | | |
|---|---------------|-----|-------------|---------------|-----------|--|
| | Operations | A | Activities | | Materials | |
| Assets | | | | | | |
| Cash and investments | \$ 31,524,302 | \$ | 567,157 | \$ | 2,041,871 | |
| Receivables: | | | | | | |
| Property taxes | 1,956,272 | | - | | - | |
| Accounts and other receivables | 283,914 | | - | | - | |
| Intergovernmental receivables | 1,010,217 | | - | | - | |
| Prepaid items | 1,769,027 | | - | | - | |
| Inventories | 53,866 | | - | _ | | |
| Total assets | \$ 36,597,598 | \$ | 567,157 | \$ | 2,041,871 | |
| Liabilities, deferred inflows and fund balances | | | | | | |
| Liabilities | | | | | | |
| Accounts and interest payable | \$ 3,696,867 | \$ | _ | \$ | _ | |
| Accrued payroll and related charges | 13,384,397 | Ψ | _ | Ψ | _ | |
| Rental deposits | - | | _ | | _ | |
| Retainage payable | _ | | _ | | - | |
| Total liabilities | 17,081,264 | | - | | - | |
| D. franchischer der franchischer | | | | | | |
| Deferred inflows of resources | | | | | | |
| Unavailable revenue - property taxes | 1,277,893 | | | _ | - | |
| Fund balances | | | | | | |
| Nonspendable | 1,822,893 | | - | | _ | |
| Restricted | - | | - | | - | |
| Assigned | 7,505,084 | | 567,157 | | 2,041,871 | |
| Unassigned | 8,910,464 | | <u>-</u> | _ | <u>-</u> | |
| Total fund balances | 18,238,441 | | 567,157 | | 2,041,871 | |
| Total liabilities, deferred inflows and fund balances | \$ 36,597,598 | \$ | 567,157 | \$ | 2,041,871 | |

Totals may not precisely add due to rounding

| Transportation | | Ρ | rint Shop | | | | echnology | Ма | intenance | | Insurance | |
|----------------|-----------|----|-----------|----|----------------|----|-----------|----|-------------|----|-----------|----------------------|
| Е | quipment | E | Equipment | | Facility Usage | | Reserve | Re | Replacement | | Reserve | 2021 |
| | | | | | _ | | | | | | | |
| \$ | 2,240,373 | \$ | 153,779 | \$ | 987,095 | \$ | 2,526,019 | \$ | 981,397 | \$ | 1,884,232 | \$ 42,906,225 |
| | | | | | | | | | | | | |
| | - | | - | | - | | - | | - | | - | 1,956,272 |
| | - | | 1,641 | | 20,830 | | - | | - | | - | 306,385 |
| | - | | - | | = | | - | | - | | - | 1,010,217 |
| | - | | <u>-</u> | | - | | - | | - | | - | 1,769,027 |
| | | | 147,611 | | | | | | - | | | 201,477 |
| \$ | 2,240,373 | \$ | 303,031 | \$ | 1,007,925 | \$ | 2,526,019 | \$ | 981,397 | \$ | 1,884,232 | <u>\$ 48,149,603</u> |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| _ | | | | _ | | _ | | _ | | _ | | |
| \$ | - | \$ | = | \$ | - | \$ | - | \$ | - | \$ | - | \$ 3,696,867 |
| | - | | - | | - | | - | | - | | - | 13,384,397 |
| | - | | - | | = | | - | | - | | - | - |
| | | | - | | | | | | - | | | |
| | - | | - | | - | | - | | - | | - | 17,081,264 |
| | | | | | _ | | | | | | _ | |
| | | | | | | | | | | | | |
| | _ | | _ | | _ | | _ | | _ | | _ | 1,277,893 |
| _ | | | | | | | ,,, | | | | | 1,277,000 |
| | | | | | | | | | | | | |
| | | | 147,611 | | | | | | | | | 1,970,504 |
| | 2,240,373 | | 147,011 | | _ | | _ | | _ | | _ | 2,240,373 |
| | _, | | 155,420 | | 1,007,925 | | 2,526,019 | | 981,397 | | 1,884,232 | 16,669,105 |
| | - | | - | | - | | - | | - | | - | 8,910,464 |
| | 2,240,373 | | 303,031 | | 1,007,925 | | 2,526,019 | | 981,397 | _ | 1,884,232 | 29,790,446 |
| <u>_</u> | | Φ. | | ተ | - | φ. | | Φ. | | Φ. | | |
| Ф | 2,240,373 | \$ | 303,031 | Φ | 1,007,925 | Ф | 2,526,019 | \$ | 981,397 | Ф | 1,884,232 | \$ 48,149,603 |

Administrative School District No. 1
Deschutes County, Oregon
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
General Fund Subfunds
(GAAP Basis)
Year Ended June 30, 2021

| | General | Athletics and | Instructional | | |
|--------------------------------------|---------------|---------------|---------------|--|--|
| | Operations | Activities | Materials | | |
| Revenues | Орогацопо | 710111100 | Materiale | | |
| Property taxes | \$ 89,157,959 | \$ - | \$ - | | |
| Tuition | 24,448 | Ψ - | Ψ - | | |
| Investment earnings | 355,333 | _ | _ | | |
| Print shop | - | _ | _ | | |
| Indirect costs charged to grants | 558,448 | _ | _ | | |
| Charges for services | 1,192,823 | _ | _ | | |
| Other local sources | 240,281 | 1,589 | _ | | |
| County school funds | 384,339 | - | _ | | |
| ESD apportionment | 2,144,986 | _ | _ | | |
| State school fund | 91,141,145 | _ | _ | | |
| Common school fund | 1,988,718 | _ | _ | | |
| Other state sources | 544,731 | _ | _ | | |
| Federal grant sources | 184,499 | - | - | | |
| Total revenues | 187,917,710 | 1,589 | _ | | |
| | | | | | |
| Expenditures | | | | | |
| Current: | | | | | |
| Instruction | 109,578,360 | 2,839,582 | 1,703,797 | | |
| Support services | 64,938,699 | 202,388 | - | | |
| Community services | 147,585 | - | - | | |
| Debt service: | | | | | |
| Principal | - | - | - | | |
| Interest | - | - | - | | |
| Capital outlay | 949,954 | 116,800 | | | |
| Total expenditures | 175,614,598 | 3,158,770 | 1,703,797 | | |
| Revenues over (under) expenditures | 12,303,112 | (3,157,181) | (1,703,797) | | |
| Other financing sources (uses) | | | | | |
| Sale of capital assets | _ | _ | _ | | |
| Restitution | 73 | _ | _ | | |
| PERS UAL Payment | (1,000,000) | _ | _ | | |
| Transfer from special revenue fund | - | _ | _ | | |
| Transfers | (7,651,643) | 3,233,678 | 2,751,397 | | |
| | | | | | |
| Total other financing sources (uses) | (8,651,570) | 3,233,678 | 2,751,397 | | |
| Net change in fund balances | 3,651,542 | 76,497 | 1,047,600 | | |
| Fund balances, beginning of year | 14,586,899 | 490,660 | 994,271 | | |
| Fund balances, end of year | \$ 18,238,441 | \$ 567,157 | \$ 2,041,871 | | |

Totals may not precisely add due to rounding

| Transportation | | Pri | int Shop | | | T | echnology | М | aintenance | | Insurance | | | | |
|----------------|------------|----------------------|-------------|----------------|-----------|---------|-------------|-----------|------------|---------|------------|---------------------------|--|--|--|
| | Equipment | Eq | uipment | Facility Usage | | | Reserve | Re | placement | | Reserve | 2021 | | | |
| | | | | | | | | | | | | | | | |
| \$ | - | \$ | - | \$ | - | \$ | - | \$ | - | \$ | - | \$ 89,157,959 | | | |
| | - | | - | | - | | - | | - | | - | 24,448 | | | |
| | 15,128 | | - | | - | | - | | - | | 16,567 | 387,028 | | | |
| | - | | 580,720 | | - | | - | | - | | - | 580,720 | | | |
| | - | | - | | - | | - | | - | | - | 558,448 | | | |
| | - | | - | | - | | - | | - | | - | 1,192,823 | | | |
| | 14,442 | | - | | 103,711 | | 166,214 | | 157,326 | | 459,546 | 1,143,109 | | | |
| | - | | - | | - | | - | | - | | - | 384,339 | | | |
| | - | | - | | - | | - | | - | | - | 2,144,986 | | | |
| | 1,704,826 | | - | | - | | - | | - | | - | 92,845,971 | | | |
| | - | | - | | - | - | | | - | | - | 1,988,718 | | | |
| | 79,754 | | - | | - | | - | | - | | - | 624,485 | | | |
| | - | | - | | - | | - | | - | | - | 184,499 | | | |
| | 1,814,150 | | 580,720 | | 103,711 | | 166,214 | | 157,326 | | 476,113 | 191,217,533 | | | |
| | .,, | | | | | _ | | _ | | _ | | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | _ | | _ | | 16,867 | | _ | | _ | | 31,240 | 114,169,846 | | | |
| | - | | 753,955 | | 56,634 | | - 11,111 | | 62,746 | | 279,858 | 66,305,391 | | | |
| | - | | 755,955 | | | | 11,111 | | 02,740 | | 219,000 | 277,879 | | | |
| | - | | - | | 130,294 | | - | - | | | - | 211,019 | | | |
| | 599,822 | | | | | | | | | | | 599,822 | | | |
| | | | - | | - | | - | | - | | - | | | | |
| | 76,644 | | - 10 110 | | - | | - 10 706 | | 240.260 | | - | 76,644 | | | |
| _ | 1,596,637 | | 10,112 | | | _ | 18,706 | | 210,360 | _ | | 2,902,569 | | | |
| | 2,273,103 | | 764,067 | | 203,795 | | 29,817 | | 273,106 | | 311,098 | 184,332,151 | | | |
| | | | | | | | | | | | | | | | |
| | (458,953) | 8,953) (183,347) (10 | | (100,084) | | 136,397 | | (115,780) | | 165,015 | 6,885,382 | | | | |
| | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| | 4,250 | | 2,126 | | - | | - | | 8,000 | | - | 14,376 | | | |
| | - | | - | | - | | - | | - | | - | 73 | | | |
| | - | | - | | - | | - | | - | | - | (1,000,000) | | | |
| | - | | - | | - | | - | | 3,750 | | - | 3,750 | | | |
| | 339,568 | | - | | 50,000 | | 1,000,000 | | 277,000 | | - | | | | |
| | | | | | | | | | | | | | | | |
| | 343,818 | | 2,126 | | 50,000 | | 1,000,000 | | 288,750 | | - | (981,801) | | | |
| | _ | | | | | | | | _ | | _ | | | | |
| | (115,135) | | (181,221) | | (50,084) | | 1,136,397 | | 172,970 | | 165,015 | 5,903,581 | | | |
| | (2,123) | | , - , / | | (==,==') | | , , | | -, | | , | -,, | | | |
| | 2,355,508 | | 484,252 | | 1,058,009 | | 1,389,622 | | 808,427 | | 1,719,217 | 23,886,865 | | | |
| | , , | | | | , , | | , , | | , | | , -, | | | | |
| \$ | 2,240,373 | \$ | 303,031 | \$ | 1,007,925 | \$ | 2,526,019 | \$ | 981,397 | \$ | 1,884,232 | \$ 29,790,446 | | | |
| Ψ | _,_ 10,010 | Ψ | 300,001 | Ψ | .,007,020 | Ψ | _,020,010 | Ψ | 001,007 | Ψ | 1,00 1,202 | Ψ 20,100, 11 0 | | | |

Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

Budgetary Comparisons

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Operations Subfund
Year Ended June 30, 2021

| | | Pudgotos | ۱۸۳ | ounto | | Variance with Final Budget | Actuals | | | | | | | |
|--------------------------------------|--------------------------------|-------------|-----|-------------|----|-------------------------------|---------|--------------|----|--------------|------------|-------------|--|--|
| | Budgeted Amounts Adopted Final | | | | | Over (Under) | _ | Budget Basis | | Adjustments | GAAP Basis | | | |
| Revenues | | Adopted | | i iliai | _ | Over (Orider) | | budget basis | _ | Aujustinents | | JAAF Dasis | | |
| Property taxes | \$ | 88,772,000 | \$ | 88,772,000 | \$ | 385,959 | \$ | 89,157,959 | \$ | _ | \$ | 89,157,959 | | |
| Tuition | Ψ | 23,500 | Ψ | 23,500 | Ψ | 948 | Ψ | 24,448 | Ψ | _ | Ψ | 24,448 | | |
| Investment earnings | | 450.000 | | 450.000 | | (94,667) | | 355.333 | | _ | | 355.333 | | |
| Other local sources | | 1,940,000 | | 1,940,000 | | 51,552 | | 1,991,552 | | _ | | 1,991,552 | | |
| Intermediate sources | | 2,390,000 | | 2,390,000 | | 139,325 | | 2,529,325 | | _ | | 2,529,325 | | |
| State sources | | 97,746,514 | | 97,746,514 | | (4,071,920) | | 93,674,594 | | _ | | 93,674,594 | | |
| Federal sources | | 210,000 | | 210,000 | | (25,501) | | 184,499 | | _ | | 184,499 | | |
| Total revenues | | 191,532,014 | | 191,532,014 | | (3,614,304) | _ | 187,917,710 | _ | = | _ | 187,917,710 | | |
| Expenditures | | | | | | | | | | | | | | |
| Current | | | | | | | | | | | | | | |
| Instruction | | 115,998,180 | | 115,998,180 | | (6,409,465) | | 109,588,715 | | (10,355) | | 109,578,360 | | |
| Support services | | 71,215,386 | | 71,215,386 | | (5,337,088) | | 65,878,298 | | (939,599) | | 64,938,699 | | |
| Community services | | 158,714 | | 158,714 | | (11,129) | | 147,585 | | - | | 147,585 | | |
| Capital outlay | | - | | - | | - | | - | | 949,954 | | 949,954 | | |
| Contingency | | 500,000 | | 500,000 | | (500,000) | | | | <u>-</u> | | <u> </u> | | |
| Total expenditures | | 187,872,280 | | 187,872,280 | | (12,257,682) | | 175,614,598 | | | | 175,614,598 | | |
| Revenues over (under) expenditures | | 3,659,734 | | 3,659,734 | | 8,643,378 | | 12,303,112 | | - | | 12,303,112 | | |
| Other financing sources (uses) | | | | | | | | | | | | | | |
| Restitution | | - | | - | | 73 | | 73 | | - | | 73 | | |
| PERS UAL Payment | | (1,000,000) | | (1,000,000) | | - | | (1,000,000) | | - | | (1,000,000) | | |
| Transfers to general subfunds | | (4,960,075) | _ | (4,960,075) | _ | (2,691,568) | _ | (7,651,643) | _ | | _ | (7,651,643) | | |
| Total other financing sources (uses) | | (5,960,075) | _ | (5,960,075) | _ | (2,691,495) | _ | (8,651,570) | _ | | | (8,651,570) | | |
| Net change in fund balance | | (2,300,341) | | (2,300,341) | | 5,951,883 | | 3,651,542 | | - | | 3,651,542 | | |
| Fund balance, beginning of year | | 11,975,729 | | 11,975,729 | | 2,611,170 | | 14,586,899 | _ | | | 14,586,899 | | |
| Fund balance, end of year | \$ | 9,675,388 | \$ | 9,675,388 | \$ | 8,563,053 | \$ | 18,238,441 | \$ | <u>-</u> | \$ | 18,238,441 | | |

Totals may not precisely add due to rounding

The adjustments column represents differences between Budget and GAAP basis of accounting. Oregon local budget law requires budgeting at the functional level, whereas GAAP requires additional classification into capital outlay, principal and interest categories.

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Athletics and Activities Subfund
Year Ended June 30, 2021

| | | | | | \ | /ariance with | | | | | | | | |
|--|---------|-------------|------|-------------|--------------|---------------|---------|--------------|-------------|-----------|------------|-------------|--|--|
| | | Budgeted | l An | nounts | F | Final Budget | Actuals | | | | | | | |
| | Adopted | | | Final | Over (Under) | | | Budget Basis | Adjustments | | GAAP Basis | | | |
| Revenues | | | | | | | | | | | | | | |
| Other local sources | \$ | 480,000 | \$ | 480,000 | \$ | (478,411) | \$ | 1,589 | \$ | <u>-</u> | \$ | 1,589 | | |
| Total revenues | | 480,000 | _ | 480,000 | _ | (478,411) | _ | 1,589 | | | | 1,589 | | |
| Expenditures | | | | | | | | | | | | | | |
| Current Instruction | | 2,940,434 | | 2,940,434 | | 15,948 | | 2,956,382 | | (116,800) | | 2,839,582 | | |
| Support services | | 457,270 | | 457,270 | | (254,882) | | 202,388 | | (110,000) | | 202,388 | | |
| Capital outlay | | - | | - | | (201,002) | | | | 116,800 | | 116,800 | | |
| Total expenditures | _ | 3,397,704 | _ | 3,397,704 | _ | (238,934) | | 3,158,770 | | - | | 3,158,770 | | |
| Revenues over (under) expenditures | | (2,917,704) | | (2,917,704) | | (239,477) | | (3,157,181) | | - | | (3,157,181) | | |
| Other financing sources | | | | | | | | | | | | | | |
| Transfers from general fund operations | _ | 2,833,678 | _ | 2,833,678 | _ | 400,000 | _ | 3,233,678 | | | | 3,233,678 | | |
| Net change in fund balance | | (84,026) | | (84,026) | | 160,523 | | 76,497 | | - | | 76,497 | | |
| Fund balance, beginning of year | | 124,026 | | 124,026 | | 366,634 | _ | 490,660 | | <u>-</u> | | 490,660 | | |
| Fund balance, end of year | \$ | 40,000 | \$ | 40,000 | \$ | 527,157 | \$ | 567,157 | \$ | - | \$ | 567,157 | | |

Totals may not precisely add due to rounding

The adjustments column represents differences between Budget and GAAP basis of accounting. Oregon local budget law requires budgeting at the functional level, whereas GAAP requires additional classification into capital outlay, principal and interest categories.

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Instructional Materials Subfund
Year Ended June 30, 2021

| | | Budgeted | Am | nounts | | /ariance with Final Budget | | | Actuals | | |
|---|----|-------------|----|-------------|----|-------------------------------|----|--------------|--------------|----|-------------|
| | | Adopted | | Final | (| Over (Under) | | Budget Basis | Adjustments | C | BAAP Basis |
| Revenues Other local sources | \$ | 150,000 | \$ | 150,000 | \$ | (150,000) | \$ | | \$ - | \$ | |
| Expenditures | | | | | | | | | | | |
| Current Instruction | | 2,885,819 | | 2,885,819 | | (1,182,022) | | 1,703,797 | - | | 1,703,797 |
| Total expenditures | | 2,885,819 | | 2,885,819 | | (1,182,022) | | 1,703,797 | = | | 1,703,797 |
| Revenues over (under) expenditures | | (2,735,819) | | (2,735,819) | | 1,032,022 | | (1,703,797) | - | | (1,703,797) |
| Other financing sources Transfers from general fund operations | | 1,751,397 | | 1,751,397 | | 1,000,000 | | 2,751,397 | <u>-</u> | _ | 2,751,397 |
| Net change in fund balance | | (984,422) | | (984,422) | | 2,032,022 | | 1,047,600 | - | | 1,047,600 |
| Fund balance, beginning of year | _ | 984,422 | _ | 984,422 | | 9,849 | _ | 994,271 | | | 994,271 |
| Fund balance, end of year | \$ | | \$ | | \$ | 2,041,871 | \$ | 2,041,871 | \$ | \$ | 2,041,871 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Transportation Equipment Subfund
Year Ended June 30, 2021

| | | Budgeted | IΔm | ounte | | /ariance with Final Budget | | | | Actuals | | |
|--|----|-------------|--------|-------------|----|---|----|--------------|----|-------------|----|-----------|
| | | Adopted | 7.1111 | Final | | Over (Under) | | Budget Basis | | Adjustments | G | AAP Basis |
| Revenues | | | | | | (| | | | | | |
| Investment earnings | \$ | - | \$ | - | \$ | 15,128 | \$ | 15,128 | \$ | - | \$ | 15,128 |
| Other local sources | | - | | - | | 14,442 | | 14,442 | | - | | 14,442 |
| State sources | | 750,000 | | 750,000 | | 1,034,580 | | 1,784,580 | | | | 1,784,580 |
| Total revenues | _ | 750,000 | _ | 750,000 | _ | 1,064,150 | _ | 1,814,150 | _ | | | 1,814,150 |
| Expenditures Current | | | | | | | | | | | | |
| Support services | | 3,280,000 | | 3,280,000 | | (1,683,363) | | 1,596,637 | | (1,596,637) | | - |
| Debt service | | 740,700 | | 740,700 | | (64,234) | | 676,466 | | (676,466) | | - |
| Principal | | - | | - | | - | | | | 599,822 | | 599,822 |
| Interest | | - | | - | | - | | | | 76,644 | | 76,644 |
| Capital outlay | | <u> </u> | | | | | | <u>-</u> | | 1,596,637 | | 1,596,637 |
| Total expenditures | | 4,020,700 | | 4,020,700 | _ | (1,747,597) | _ | 2,273,103 | _ | | | 2,273,103 |
| Revenues over (under) expenditures | | (3,270,700) | | (3,270,700) | | 2,811,747 | | (458,953) | | - | | (458,953) |
| Other financing sources (uses) | | | | | | | | | | | | |
| Issuance of long-term debt | | 1,750,000 | | 1,750,000 | | (1,750,000) | | = | | - | | - |
| Sale of capital assets | | - | | - | | 4,250 | | 4,250 | | - | | 4,250 |
| Transfers from general fund operations | | 275,000 | | 275,000 | | 64,568 | | 339,568 | | | | 339,568 |
| Total other financing sources | | 2,025,000 | | 2,025,000 | | (1,681,182) | _ | 343,818 | | | | 343,818 |
| Net change in fund balance | | (1,245,700) | | (1,245,700) | | 1,130,565 | | (115,135) | | - | | (115,135) |
| Fund balance, beginning of year | | 1,518,002 | | 1,518,002 | _ | 837,506 | _ | 2,355,508 | | | _ | 2,355,508 |
| Fund balance, end of year | \$ | 272,302 | \$ | 272,302 | \$ | 1,968,071 | \$ | 2,240,373 | \$ | | \$ | 2,240,373 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Print Shop Subfund
Year Ended June 30, 2021

| | | | | V | /ariance with | | | | | | |
|---|-----------------|------|-----------|----|-----------------------|----|--------------|----|--------------------|----|-------------------|
| | Budgeted | l Am | ounts | F | Final Budget | | | | Actuals | | |
| | Adopted | | Final | | Over (Under) | E | Budget Basis | A | djustments | G | AAP Basis |
| Revenues | | | | | | | | | | | |
| Other local sources | \$ 1,000,000 | \$ | 1,000,000 | \$ | (419,280) | \$ | 580,720 | \$ | | \$ | 580,720 |
| Expenditures Current | | | | | | | | | | | |
| Support services Capital outlay | 1,230,000 | | 1,230,000 | | (465,933) <u>-</u> | | 764,067 - | | (10,112) 10,112 | | 753,955 10,112 |
| Total expenditures | 1,230,000 | | 1,230,000 | | (465,933) | | 764,067 | | | | 764,067 |
| Revenues over (under) expenditures | (230,000) | _ | (230,000) | | 46,653 | | (183,347) | | | | (183,347) |
| Other financing sources (uses) Sale of capital assets | - | | - | | 2,126 | | 2,126 | | - | | 2,126 |
| Total other financing sources | | | - | | 2,126 | _ | 2,126 | | | | 2,126 |
| | | | | | | | | | | | |
| Net change in fund balances | (230,000) | | (230,000) | | 48,779 | | (181,221) | | - | | (181,221) |
| Fund balance, beginning of year | 490,000 | _ | 490,000 | _ | (5,748) | _ | 484,252 | | | | 484,252 |
| Fund balance, end of year | \$ 260,000 | \$ | 260,000 | \$ | 43,031 | \$ | 303,031 | \$ | - | \$ | 303,031 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Facility Usage Subfund
Year Ended June 30, 2021

| | | | | Va | riance with | | | | | | |
|--|---------------|-------|-----------|----|-------------|----|-------------|----|------------|----|------------|
| | Budgeted | l Amo | ounts | Fi | nal Budget | | | | Actuals | | |
| | Adopted | | Final | 0 | ver (Under) | В | udget Basis | Α | djustments | (| GAAP Basis |
| Revenues | | | | | | | | | | | |
| Other local sources | \$ 482,000 | \$ | 482,000 | \$ | (378,289) | \$ | 103,711 | \$ | - | \$ | 103,711 |
| Total revenues | 482,000 | | 482,000 | | (378,289) | | 103,711 | | = | | 103,711 |
| Expenditures | | | | | | | | | | | |
| Current | | | | | | | | | | | |
| Instruction | 310,000 | | 310,000 | | (293,133) | | 16,867 | | = | | 16,867 |
| Support services | 420,000 | | 420,000 | | (363,366) | | 56,634 | | - | | 56,634 |
| Community services | 337,041 | | 337,041 | | (206,747) | | 130,294 | | - | | 130,294 |
| Total expenditures | 1,067,041 | | 1,067,041 | | (863,246) | | 203,795 | | = | | 203,795 |
| Revenues over (under) expenditures | (585,041) | | (585,041) | | 484,957 | | (100,084) | | - | | (100,084) |
| Other financing sources (uses) | | | | | | | | | | | |
| Transfers from General Fund Operations | 100,000 | | 100,000 | | (50,000) | | 50,000 | | | | 50,000 |
| Net change in fund balance | (485,041) | | (485,041) | | 434,957 | | (50,084) | | - | | (50,084) |
| Fund balance, beginning of year | 1,234,385 | | 1,234,385 | | (176,376) | | 1,058,009 | | | | 1,058,009 |
| Fund balance, end of year | \$ 749,344 | \$ | 749,344 | \$ | 258,581 | \$ | 1,007,925 | \$ | - | \$ | 1,007,925 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Technology Reserve Subfund
Year Ended June 30, 2021

| | | | | | ariance with | | | | | | |
|--|----------------|-------|----------------|----|------------------|----|-------------|----|--------------------|----|------------------|
| | Budgeted | l Amo | ounts | F | inal Budget | | | | Actuals | | |
| | Adopted | | Final | C | over (Under) | В | udget Basis | | Adjustments | G | BAAP Basis |
| Revenues | | _ | | _ | | _ | | _ | | | |
| Other local sources | \$ 275,000 | \$ | 275,000 | \$ | (108,786) | \$ | 166,214 | \$ | <u> </u> | \$ | 166,214 |
| Total revenues | 275,000 | | 275,000 | | (108,786) | | 166,214 | | | | 166,214 |
| Expenditures Current | | | | | | | | | | | |
| Support services Capital outlay | 1,040,556 - | | 1,040,556 - | | (1,010,739) - | | 29,817 | | (18,706) 18,706 | | 11,111 18,706 |
| Total expenditures | 1,040,556 | | 1,040,556 | _ | (1,010,739) | | 29,817 | | | | 29,817 |
| Revenues over (under) expenditures | (765,556) | | (765,556) | | 901,953 | | 136,397 | | <u>-</u> | | 136,397 |
| Other financing sources (uses) Transfers from General Fund Operations | <u>-</u> | | <u>-</u> | | 1,000,000 | | 1,000,000 | | <u>-</u> | | 1,000,000 |
| Net change in fund balance | (765,556) | | (765,556) | | 1,901,953 | | 1,136,397 | | - | | 1,136,397 |
| Fund balance, beginning of year | 1,087,709 | | 1,087,709 | | 301,913 | | 1,389,622 | | | | 1,389,622 |
| Fund balance, end of year | \$ 322,153 | \$ | 322,153 | \$ | 2,203,866 | \$ | 2,526,019 | \$ | | \$ | 2,526,019 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Maintenance Replacement Subfund
Year Ended June 30, 2021

| | Budgeted | l Amo | ounts | riance with nal Budget | | | | Actuals | | |
|--|------------------|-------|-----------|-------------------------------|----|-------------|----|------------|----|-----------|
| | Adopted | | Final | ver (Under) | Bı | udget Basis | Α | djustments | G | AAP Basis |
| Revenues | _ | | _ | _ | | _ | | _ | | |
| Other local sources | \$ 75,735 | \$ | 75,735 | \$ 81,591 | \$ | 157,326 | \$ | | \$ | 157,326 |
| Total revenues | 75,735 | | 75,735 | 81,591 | | 157,326 | | | | 157,326 |
| Expenditures | | | | | | | | | | |
| Current Support services | 590,500 | | 590,500 | (317,394) | | 273,106 | | (210,360) | | 62.746 |
| Capital outlay | 390,300 | | 390,300 | (317,394) | | 273,100 | | 210,360 | | 210,360 |
| Total expenditures | 590,500 | | 590,500 | (317,394) | | 273,106 | | | | 273,106 |
| Revenues over (under) expenditures | (514,765) | | (514,765) | 398,985 | | (115,780) | | - | | (115,780) |
| Other financing sources (uses) | | | | | | | | | | |
| Sale of capital assets | - | | - | 8,000 | | 8,000 | | - | | 8,000 |
| Transfer from special revenue fund | 500,000 | | 500,000 | (496,250) | | 3,750 | | - | | 3,750 |
| Transfers from General Fund Operations | - | | | 277,000 | | 277,000 | - | | | 277,000 |
| Total other financing sources (uses) | 500,000 | _ | 500,000 | (211,250) | | 288,750 | | <u> </u> | | 288,750 |
| Net change in fund balance | (14,765) | | (14,765) | 187,735 | | 172,970 | | - | | 172,970 |
| Fund balance, beginning of year | 744,539 | | 744,539 | 63,888 | | 808,427 | | <u>-</u> | | 808,427 |
| Fund balance, end of year | \$ 729,774 | \$ | 729,774 | \$ 251,623 | \$ | 981,397 | \$ | | \$ | 981,397 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
General Fund - Insurance Reserve Subfund
Year Ended June 30, 2021

| | Budgeted | l Am | ounts | ariance with inal Budget | | | | Actuals | | | |
|------------------------------------|---------------|------|-----------|-----------------------------|----|--------------|----|------------|----|-----|-----------|
| | Adopted | | Final | ver (Under) | B | Sudget Basis | Ad | djustments | | GA/ | AP Basis |
| Revenues | • | | | | | | | | | | |
| Investment earnings | \$ 20,500 | \$ | 20,500 | \$ (3,933) | \$ | 16,567 | \$ | - | \$ | | 16,567 |
| Other local sources | 600,000 | | 600,000 | (140,454) | | 459,546 | | | _ | | 459,546 |
| Total revenues | 620,500 | | 620,500 | (144,387) | | 476,113 | | | _ | | 476,113 |
| Expenditures | | | | | | | | | | | |
| Current | | | | | | | | | | | |
| Instruction | 475,000 | | 475,000 | (443,760) | | 31,240 | | - | | | 31,240 |
| Support services | 562,095 | | 562,095 | (282,237) | | 279,858 | | - | _ | | 279,858 |
| Total expenditures | 1,037,095 | | 1,037,095 | (725,997) | | 311,098 | | | _ | | 311,098 |
| Revenues over (under) expenditures | (416,595) | | (416,595) | 581,610 | _ | 165,015 | | - | _ | | 165,015 |
| Net change in fund balance | (416,595) | | (416,595) | 581,610 | | 165,015 | | - | | | 165,015 |
| Fund balance, beginning of year | 1,050,000 | | 1,050,000 | 669,217 | | 1,719,217 | | - | _ | | 1,719,217 |
| Fund balance, end of year | \$ 633,405 | \$ | 633,405 | \$ 1,250,827 | \$ | 1,884,232 | \$ | - | \$ | | 1,884,232 |

Totals may not precisely add due to rounding

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
Debt Service Fund
Year Ended June 30, 2021

| | | | | | | Vari | ance with | | | | | | |
|------------------------------------|----|-------------|------|-------------|-----|------|-----------|----|--------------|----|--------------|----|------------|
| | | Budgeted | l Am | ounts | | Fina | al Budget | | | | Actuals | | |
| | | Adopted | | Final | | Ove | r (Under) | | Budget Basis | | Adjustments | | GAAP Basis |
| Revenues | | | | | | | | | | | | | |
| Property taxes | \$ | 35,230,329 | \$ | 35,230,329 | | \$ | 788,811 | \$ | 36,019,140 | \$ | - | \$ | 36,019,140 |
| Investment earnings | | 250,000 | | 250,000 | | | (187,818) | | 62,182 | | - | | 62,182 |
| State sources | | 7,751,191 | | 7,751,191 | | | 1,173,957 | _ | 8,925,148 | _ | | _ | 8,925,148 |
| Total revenues | _ | 43,231,520 | | 43,231,520 | | | 1,774,950 | _ | 45,006,470 | _ | <u>-</u> | _ | 45,006,470 |
| Expenditures | | | | | | | | | | | | | |
| Current: | | | | | | | | | | | | | |
| Support services | | 3,000 | | 3,000 | (1) | | (2,350) | | 650 | | - | | 650 |
| Debt service | | 44,343,662 | | 44,343,662 | (1) | | (5) | | 44,343,657 | | (44,343,657) | | - |
| Principal | | - | | - | | | - | | - | | 25,312,708 | | 25,312,708 |
| Interest | | | | <u>-</u> | | | | _ | | _ | 19,030,949 | _ | 19,030,949 |
| Total expenditures | | 44,346,662 | | 44,346,662 | | | (2,355) | _ | 44,344,307 | _ | | _ | 44,344,307 |
| Revenues over (under) expenditures | _ | (1,115,142) | | (1,115,142) | | | 1,777,305 | _ | 662,163 | _ | <u>-</u> | _ | 662,163 |
| Net change in fund balance | | (1,115,142) | | (1,115,142) | | | 1,777,305 | | 662,163 | | - | | 662,163 |
| Fund balance, beginning of year | | 3,365,270 | | 3,365,270 | | | 666,197 | _ | 4,031,467 | _ | <u>-</u> | _ | 4,031,467 |
| Fund balance, end of year | \$ | 2,250,128 | \$ | 2,250,128 | | \$ | 2,443,502 | \$ | 4,693,630 | \$ | | \$ | 4,693,630 |

Totals may not precisely add due to rounding

⁽¹⁾ Appropriation level

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
Capital Projects Fund
Year Ended June 30, 2021

| | Budgeted | l Am | nounts | | - | ariance with | | | | Actuals | |
|---|------------------|------|---------------|-----|----|------------------------|----|---------------------|----|----------------------------|---------------------------|
| | Adopted | | Final | | C | Over (Under) | | Budget Basis | | Adjustments | GAAP Basis |
| Revenues Investment earnings Other local sources Federal sources | \$ 2,708,000 | \$ | 2,708,000 | • | \$ | (2,779,492) 181,369 | \$ | (71,492) 181,369 | \$ | - - - | \$ (71,492) 181,369 |
| Total revenues | 2,708,000 | | 2,708,000 | | | (2,598,123) | _ | 109,877 | _ | <u>-</u> | 109,877 |
| Expenditures Current Facilities acquisition and construction Capital outlay | 115,958,806 | | 115,958,806 | (1) | | (20,919,102) | | 95,039,704 | | (93,207,484) 93,207,484 | 1,832,220 93,207,484 |
| Total expenditures | 115,958,806 | | 115,958,806 | | | (20,919,102) | | 95,039,704 | | - | 95,039,704 |
| Revenues over (under) expenditures | (113,250,806) | | (113,250,806) | | | 18,320,979 | | (94,929,827) | | - | (94,929,827) |
| Other financing sources Sale of capital assets Transfer from special revenue fund | - | | - - | | | 320,123 496,250 | | 320,123 496,250 | _ | - - | 320,123 496,250 |
| Total other financing sources | | | <u>-</u> | | | 816,373 | _ | 816,373 | | <u>-</u> | 816,373 |
| Net change in fund balance | (113,250,806) | | (113,250,806) | | | 19,137,352 | | (94,113,454) | | - | (94,113,454) |
| Fund balance, beginning of year | 161,250,806 | | 161,250,806 | | | (16,022,732) | | 145,228,074 | | <u>-</u> | 145,228,074 |
| Fund balance, end of year | \$ 48,000,000 | \$ | 48,000,000 | | \$ | 3,114,620 | \$ | 51,114,620 | \$ | | \$ 51,114,620 |

Totals may not precisely add due to rounding

(1) Appropriation level

Administrative School District No. 1
Deschutes County, Oregon
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual
Private Purpose Trust Fund
Year Ended June 30, 2021

| | | Budget | ed A | mounts | | | /ariance with Final Budget | | | | Actuals | | | |
|------------------------------------|----|---------|------|----------|-----|----|-------------------------------|----|-------------|----|-------------|---|---------|---------|
| | | Adopted | | Final | | C | Over (Under) | В | udget Basis | Α | Adjustments | | GAAP Ba | asis |
| Revenues | | | | | | | | | | | | | | |
| Investment earnings | \$ | 20,000 | \$ | 20,000 | | \$ | (19,198) | \$ | 802 | \$ | - | | \$ | 802 |
| Donations | | | | <u>-</u> | | | 12,530 | | 12,530 | | | | 1 | 2,530 |
| Total revenues | | 20,000 | | 20,000 | | | (6,668) | | 13,332 | _ | | - | 1 | 3,332 |
| Expenditures Current | | | | | | | | | | | | | | |
| Community services | | 25,000 | | 25,000 | (1) | | (6,600) | | 18,400 | | - | | 1 | 8,400 |
| Total expenditures | _ | 25,000 | | 25,000 | | | (6,600) | | 18,400 | | | _ | 1 | 8,400 |
| Revenues over (under) expenditures | | (5,000) | | (5,000) | | | (68) | | (5,068) | | | - | (| (5,068) |
| Net change in fund balances | | (5,000) | | (5,000) | | | (68) | | (5,068) | | - | | (| (5,068) |
| Fund balance, beginning of year | | 114,862 | | 114,862 | | | (15,520) | | 99,342 | | <u>-</u> | - | 9 | 9,342 |
| Fund balance, end of year | \$ | 109,862 | \$ | 109,862 | | \$ | (15,588) | \$ | 94,274 | \$ | - | , | \$ 9 | 94,274 |

⁽¹⁾ Appropriation level

Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

Other Information

| | 100 - | General Funds |
|---|-------|---------------|
| Revenue from Local Sources | | |
| 1110 - Ad Valorem Taxes | \$ | 89,157,959 |
| 1311 - Tuition from Individuals | | 13,548 |
| 1330 - Tuition Summer School | | 10,900 |
| 1500 - Earnings on Investments | | 387,028 |
| 1600 - Food Service | | - |
| 1700 - Extracurricular Activities | | 1,516 |
| 1910 - Rentals | | 103,711 |
| 1920 - Private Source Donatn Contrib | | - |
| 1960 - Recovery Prior Yr Expenditure | | - |
| 1970 - Services Provided Other Funds | | 1,192,823 |
| 1980 - Fees Charged to Grants | | 558,448 |
| 1990 - Miscellaneous | | 1,618,602 |
| Revenue from Local Sources Total | | 93,044,535 |
| Revenue from Intermediate Sources | | |
| 2101 - County School Funds | | 384,339 |
| 2102 - Education Svc Dist Apportnment | | 2,144,986 |
| Revenue from Intermediate Sources Total | | 2,529,325 |
| Revenue from State Sources | | |
| 3101 - State School Fund Gen Support | | 92,053,639 |
| 3102 - State School Fund Lunch Match | | - |
| 3103 - Common School Fund | | 1,988,718 |
| 3199 - Other Unrestrictd Grants n Aid | | - |
| 3222 - St School Fund Transp Equip | | 792,332 |
| 3299 - Other Restricted Grants in Aid | | 624,485 |
| Revenue from State Sources Total | | 95,459,174 |
| Revenue from Federal Sources | | |
| 4200 - Unrestr Fed Rev Thru State | | 28,649 |
| 4202 - Fed Rev Thru State Medicaid | | 137,864 |
| 4300 - Restricted Fed Revenue Direct | | 107,004 |
| 4500 - Restr Federal Rev Thru State | | 17,986 |
| Revenue from Federal Sources Total | _ | 184,499 |
| Trevende from Federal Godines Fotal | | 104,433 |
| Revenue from Other Sources | | |
| 5100 - Long term Debt Financing | | - |
| 5200 - Interfund Transfers | | 3,750 |
| 5300 - Sale of Fixed Assets | | 14,449 |
| 5400 - Fund Balance | | 23,886,865 |
| Revenue from Other Sources Total | | 23,905,064 |
| Total Revenues | \$ | 215,122,597 |

| - Special nue Funds | 300 | - Debt Service Funds | apital Projects Funds | Trust and ncy Funds | Totals |
|------------------------|-----|-------------------------|--------------------------|---------------------|-------------------|
| \$ - | \$ | 36,019,140 | \$ - | \$ - | \$ 125,177,099 |
| - | | - | - | - | 13,548 |
| _ | | - | - | - | 10,900 |
| 21,899 | | 62,182 | (71,492) | \$ 802 | 400,419 |
| 23,115 | | - | - | - | 23,115 |
| 786,169 | | - | - | - | 787,685 |
| - | | - | 3,844 | - | 107,555 |
| 150,220 | | - | - | 12,530 | 162,750 |
| 0 | | - | - | - | 0 |
| _ | | - | - | - | 1,192,823 |
| _ | | _ | - | _ | 558,448 |
| 2,986,019 | | _ | 177,525 | _ | 4,782,147 |
| 3,967,422 | | 36,081,322 | 109,877 | \$ 13,332 | 133,216,488 |
| 3,001,122 | | 00,00.,022 | | .0,002 | .00,2.0,.00 |
| - | | - | - | - | 384,339 |
| 395,000 | | | | | 2,539,986 |
| 395,000 | | - | - | - | 2,924,325 |
| | | | | | |
| - | | 8,925,148 | - | - | 100,978,787 |
| 56,069 | | - | - | - | 56,069 |
| - | | - | - | - | 1,988,718 |
| 867,856 | | - | - | - | 867,856 |
| - | | - | - | - | 792,332 |
| 10,657,399 | | | | | 11,281,884 |
| 11,581,324 | | 8,925,148 | - | | 115,965,646 |
| | | | | | |
| - | | - | - | - | 28,649 |
| - | | - | - | - | 137,864 |
| 82,215 | | - | - | - | 82,215 |
| 24,083,636 | | - | - | - | 24,101,622 |
| 24,165,851 | | - | - | - | 24,350,350 |
| | | | | | |
| - | | - | - | - | - |
| - | | - | 496,250 | - | 500,000 |
| - | | - | 320,123 | - | 334,572 |
| 8,427,632 | | 4,031,467 | 145,228,074 | 99,342 | 181,673,380 |
| 8,427,632 | | 4,031,467 | 146,044,447 | 99,342 | 182,507,952 |
| 48,537,229 | | 49,037,937 | \$ 146,154,324 | \$ 112,674 | \$ 458,964,761 |

| | Object 100 | Object 200 | | |
|---|-------------------|----------------------|--|--|
| Instruction 1111 - Primary, K-5 Programs | \$ 25,347,697 | \$ 14,031,137 | | |
| 1113 - Elementary Extracurricular | φ 25,541,091 - | φ 14,031,13 <i>1</i> | | |
| 1121 - Middle School Programs | 11,606,583 | 6,472,514 | | |
| 1122 - Middle School Extracurricular | 456,558 | 125,810 | | |
| 1131 - High School Programs | 14,048,382 | 7,550,515 | | |
| 1132 - High School Extracurricular | 1,526,381 | 465,020 | | |
| 1210 - Talented and Gifted Programs | 349,516 | 193,002 | | |
| 1220 - Restrictive Prog Fr Disability | 5,549,654 | 3,535,764 | | |
| 1250 - Less Restrictive Prog Disabled | 3,176,759 | 1,857,146 | | |
| 1280 - Alternative Education | 713,926 | 389,049 | | |
| 1291 - English Second Language | 1,400,997 | 748,526 | | |
| 1292 - Teen Parent Programs | 145,103 | 77,378 | | |
| 1400 - Summer School Programs | 5,349 | 1,726 | | |
| Instruction Total | 64,326,905 | 35,447,587 | | |
| Support Services | | | | |
| 2110 - Attendance and Social Work | 288,686 | 188,280 | | |
| 2120 - Guidance Services | 4,044,136 | 2,156,234 | | |
| 2130 - Health Services | 1,154,053 | 586,684 | | |
| 2140 - Psychological Services | 911,194 | 470,244 | | |
| 2150 - Speech Pathology and Audiology | 1,739,523 | 999,259 | | |
| 2190 - Service Dir, Stu Support Svcs | 839,602 | 480,931 | | |
| 2210 - Improvement of Instruction Svc | 1,526,335 | 732,620 | | |
| 2220 - Educational Media Services | 1,127,377 | 735,835 | | |
| 2230 - Assessment and Testing | 162,531 | 85,943 | | |
| 2240 - Instructional Staff Developmnt | 84,788 | 25,651 | | |
| 2310 - Board of Education Services | 30,853 | 15,285 | | |
| 2320 - Executive Administration Svcs | 304,518 | 125,898 | | |
| 2410 - Office of the Principal Svcs | 8,709,484 | 4,615,522 | | |
| 2490 - Other Support Services | 40,571 | 20,347 | | |
| 2510 - Business Support Services | 110,729 | 57,909 | | |
| 2520 - Fiscal Services | 849,661 | 426,334 | | |
| 2540 - Oper/Maint of Plant Services | 5,824,011 | 3,426,301 | | |
| 2550 - Student Transportation Svcs | 3,695,261 | 2,459,300 | | |
| 2570 - Internal Services | 479,448 | 245,987 | | |
| 2620 - Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services | 65,860 | 36,719 | | |
| 2630 - Information Services | 207,020 | 82,836 | | |
| 2640 - Staff Services | 866,169 | 1,009,864 | | |
| 2660 - Technology Services | 1,810,037 | 939,319 | | |
| 2680 - Interp and Translation | 100,234 | 85,154 | | |
| Support Services Total | 34,972,081 | 20,008,456 | | |
| Enterprise and Community Services | | | | |
| 3100 - Food Services | - | - | | |
| 3300 - Community Services | 161,212 | 116,298 | | |
| Enterprise and Community Services Total | 161,212 | 116,298 | | |
| Other Uses/Expenditures Total | | | | |
| 5400 - PERS UAL Lump Sum Pmt to PERS | | | | |
| 5400 - PERS OAL Lump Sum Pint to PERS 5100 - Debt Service | - | - | | |
| | . <u></u> | - | | |
| Other Uses/Expenditures Total | · <u></u> | | | |
| Total General Fund | \$ 99,460,198 | \$ 55,572,341 | | |

| Obje | ct 300 | Object 400 Object 500 | | Obje | ect 600 | Totals | | | | |
|------|--------------|-----------------------|---|--------------------|--------------|------------|-----------|---------|----------------------|--|
| \$ | 809,452 | \$ | 1,775,902 | \$ | <u>-</u> | \$ | 769 | \$ | 41,964,957 | |
| • | - | * | 2,887 | * | _ | * | - | Ψ | 2,887 | |
| | 394,978 | | 772,283 | | _ | | 12,895 | | 19,259,25 | |
| | 8,101 | | 113,627 | | 6,789 | | 814 | | 711,699 | |
| | 338,148 | | 1,223,608 | | 10,355 | | 14,333 | | 23,185,341 | |
| | 205,429 | | 657,920 | | 110,010 | | 12,150 | | 2,976,910 | |
| | 1,401 | | - | | - | | 12,100 | | 543,919 | |
| | 121,797 | | 56,196 | | _ | | _ | | 9,263,41 | |
| | 132,723 | | 23,414 | | _ | | _ | | 5,190,042 | |
| | 7,639,297 | | 25,826 | | _ | | 1,700 | | 8,769,799 | |
| | 20,677 | | 24,690 | | _ | | 1,700 | | 2,194,889 | |
| | 1,785 | | 2,553 | | _ | | _ | | 226,819 | |
| | 1,700 | | 2,000 | | _ | | _ | | 7,075 | |
| | 9,673,788 | | 4,678,906 | | 127,154 | | 42,661 | | 114,297,001 | |
| | | | | | | | | | | |
| | 144,108 | | 3,494 | | - | | - | | 624,568 | |
| | 102,530 | | 9,955 | | - | | 517 | | 6,313,372 | |
| | 3,739 | | 8,352 | | - | | 3,054 | | 1,755,882 | |
| | 4,865 | | 25,681 | | - | | 1,245 | | 1,413,229 | |
| | 11,194 | | 16,875 | | - | | 213 | | 2,767,064 | |
| | 56,499 | | 59,086 | | - | | - | 1,436 | | |
| | 56,180 | | 59,086 - - 44,086 - 219 | - 219 | | | 219 | | 2,359,440 | |
| | 10,283 | | 178,021 | | = | | 687 | | 2,052,203 | |
| | 26,157 | | 2,490 | | - | | - | | 277,121 | |
| | 104,063 | | 61,003 | - 1,51 | | 1,513 | | 277,018 | | |
| | 172,304 | | 67,070 | | _ | - 25,251 | | | 310,763 | |
| | 46,801 | | 19,964 194,804 | - 4,744 - 7,039 | | 501,925 | | | | |
| | 154,085 | | | | | 13,680,934 | | | | |
| | - | | - | | _ | | - | | 60,918 | |
| | 4,497 | | 16,773 | | _ | | 2,829 | | 192,73 | |
| | 81,102 | | 187,566 | - | | | 878,942 | | 2,423,60 | |
| | 4,059,139 | | 1,116,684 | | 1,105,948 | | 6,708 | | 15,538,79 | |
| | 258,680 | | 780,425 | | 1,640,558 | | 236,457 | | 9,070,68 | |
| | 87,347 | | 87,776 | | 10,112 | | 150,240 | | 1,060,910 | |
| | - | | - | | 10,112 | | - | | 102,579 | |
| | 16,235 | | 6,258 | | _ | | 1,001 | | 313,350 | |
| | 184,252 | | 66,837 | | _ | | 50,119 | | 2,177,24 | |
| | 675,304 | | 741,214 | | 18,796 | | 298 | | 4,184,968 | |
| | | | | | | | 290 | | 185,388 | |
| | 6,259,364 | | 3,694,414 | | 2,775,414 | | 1,371,076 | | 69,080,805 | |
| | | | | | | | | | | |
| | - | | 300 | | - | | - | | 300 | |
| | - | | 69 | | - | | | | 277,579 | |
| | | | 369 | | - | | | | 277,879 | |
| | | | | | | | 4 000 000 | | 4.000.05 | |
| | - | | - | | - | | 1,000,000 | | 1,000,000 | |
| | - | | - | | <u>-</u> | | 1,676,466 | | 676,466 1,676,466 | |
| Φ. | 45 000 450 | • | 0.070.000 | • | 0.000.500 | Φ. | | | | |
| \$ | 15,933,152 | \$ | 8,373,689 | \$ | 2,902,568 | \$ | 3,090,203 | \$ | 185,332,151 | |

| | | bject 100 | Object 200 | | |
|---|----|------------|------------|-----------|--|
| Instruction | | | | | |
| 1111 - Primary, K-5 Programs | \$ | 1,881,277 | \$ | 960,589 | |
| 1113 - Elementary Extracurricular | | <u>-</u> | | - | |
| 1121 - Middle School Programs | | 611,571 | | 295,305 | |
| 1122 - Middle School Extracurricular | | - | | <u>-</u> | |
| 1131 - High School Programs | | 1,151,567 | | 582,459 | |
| 1132 - High School Extracurricular | | 4,500 | | 1,262 | |
| 1220 - Restrictive Prog Fr Disability | | 59,761 | | 39,356 | |
| 1250 - Less Restrictive Prog Disabled | | 1,966,346 | | 1,234,025 | |
| 1271 - Remediation | | 21,605 | | 8,652 | |
| 1272 - Title I | | 870,670 | | 512,410 | |
| 1280 - Alternative Education | | 966,301 | | 594,744 | |
| 1291 - English Second Language | | 149,152 | | 74,732 | |
| 1292 - Teen Parent Programs | | 7,284 | | 4,078 | |
| 1299 - Other Special Ed Programs | | - | | - | |
| 1400 - Summer School Programs | _ | 46,849 | | 18,750 | |
| Instruction Total | | 7,736,883 | | 4,326,362 | |
| Support Services | | | | | |
| 2110 - Attendance and Social Work | | 239,688 | | 145,364 | |
| 2120 - Guidance Services | | 519,535 | | 309,635 | |
| 2130 - Health Services | | 271,334 | | 140,421 | |
| 2140 - Psychological Services | | 92,512 | | 42,720 | |
| 2150 - Speech Pathology and Audiology | | 16,806 | | 6,284 | |
| 2190 - Service Dir, Stu Support Svcs | | 77,380 | | 28,746 | |
| 2210 - Improvement of Instruction Svc | | 1,073,615 | | 537,023 | |
| 2220 - Educational Media Services | | - | | - | |
| 2230 - Assessment and Testing | | 83,884 | | 52,106 | |
| 2240 - Instructional Staff Developmnt | | 749,343 | | 436,913 | |
| 2410 - Office of the Principal Svcs | | 553,626 | | 319,999 | |
| 2490 - Other Support Services | | 61,179 | | 39,093 | |
| 2510 - Business Support Services | | 2,250 | | 822 | |
| 2520 - Fiscal Services | | | | | |
| | | 60,017 | | 24,682 | |
| 2540 - Oper/Maint of Plant Services | | 307,764 | | 199,236 | |
| 2550 - Student Transportation Svcs | | 116,140 | | 45,449 | |
| 2570 - Internal Services | | 4,750 | | 1,861 | |
| 2620 - Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services | | - | | (2) | |
| 2630 - Information Services | | 1,500 | | 548 | |
| 2640 - Staff Services | | 63,868 | | 32,877 | |
| 2660 - Technology Services | | 26,999 | | 9,661 | |
| 2680 - Interp and Translation | | 17,765 | | 4,505 | |
| 2700 - Supplemental Retirement Progrm | | 68,557 | | 1,591 | |
| Support Services Total | | 4,408,512 | - | 2,379,534 | |
| Enterprise and Community Services | | | | | |
| 3100 - Food Services | | 2,380,160 | | 1,418,787 | |
| 3300 - Community Services | _ | 355,379 | | 256,940 | |
| Enterprise and Community Services Total | | 2,735,539 | | 1,675,727 | |
| Other Uses/Expenditures Total | | | | | |
| 5200 - Transfers of Funds | | _ | | _ | |
| Other Uses/Expenditures Total | | | | | |
| | | | | | |
| Total Special Revenue Funds | \$ | 14,880,934 | \$ | 8,381,623 | |

| Ok | oject 300 | | Object 400 | | Object 400 Object 500 Object 600 Obje | | Object 400 | | Object 500 | | Object 600 Object 700 | | Object 700 | | Totals |
|----|-----------|----|------------|----|---------------------------------------|----|-------------|----|--------------|----|-----------------------|--|------------|--|--------|
| \$ | 501,797 | \$ | 1,708,776 | \$ | _ | \$ | - | \$ | 8,754 | \$ | 5,061,193 | | | | |
| | 13,123 | | 109,625 | | - | | - | | (8,637) | | 114,111 | | | | |
| | 29,009 | | 344,738 | | - | | - | | (322) | | 1,280,301 | | | | |
| | 9,210 | | 67,419 | | - | | 385 | | 1,693 | | 78,707 | | | | |
| | 69,869 | | 902,341 | | 19,282 | | 254 | | (668) | | 2,725,104 | | | | |
| | 45,809 | | 292,590 | | 11,675 | | 3,252 | | 668 | | 359,756 | | | | |
| | 468 | | 50,873 | | - | | - | | (26) | | 150,432 | | | | |
| | 15,286 | | 10,277 | | - | | - | | - | | 3,225,934 | | | | |
| | - | | 15,000 | | - | | - | | - | | 45,257 | | | | |
| | 23,585 | | 21,293 | | - | | - | | - | | 1,427,958 | | | | |
| | 865,790 | | 1,077 | | - | | - | | - | | 2,427,912 | | | | |
| | 627 | | (636) | | - | | - | | - | | 223,875 | | | | |
| | - | | 4,672 | | - | | - | | - | | 16,034 | | | | |
| | 108 | | 6,042 | | - | | - | | - | | 6,150 | | | | |
| | 825 | | 266,760 | | | | | | | | 333,184 | | | | |
| | 1,575,506 | | 3,800,847 | | 30,957 | | 3,891 | | 1,462 | | 17,475,908 | | | | |
| | | | | | | | | | | | | | | | |
| | 55,980 | | 67,821 | | 27,431 | | 360 | | - | | 536,644 | | | | |
| | 142,051 | | 21,359 | | - | | 199 | | (100) | | 992,679 | | | | |
| | 63,005 | | 4,859 | | - | | - | | - | | 479,619 | | | | |
| | - | | - | | - | | - | | - | | 135,232 | | | | |
| | - | | 699 | | - | | - | | 9 | | 23,798 | | | | |
| | 1 | | - | | - | | - | | - | | 106,127 | | | | |
| | 179,622 | | 63,532 | | - | | 575 | | - | | 1,854,367 | | | | |
| | 245 | | 7,425 | | - | | 1,050 | | (1,371) | | 7,349 | | | | |
| | 50,800 | | - | | - | | - | | - | | 186,790 | | | | |
| | 177,851 | | 5,652 | | - | | 1,850 | | - | | 1,371,609 | | | | |
| | 1,973 | | 2,670 | | - | | - | | - | | 878,268 | | | | |
| | 9,449 | | - | | - | | - | | - | | 109,721 | | | | |
| | - | | - | | - | | 283,448 | | - | | 286,520 | | | | |
| | 20 | | - | | - | | - | | - | | 84,719 | | | | |
| | 579,108 | | 255,977 | | 1,449,385 | | - | | - | | 2,791,470 | | | | |
| | 529 | | 4,654 | | 64,409 | | - | | - | | 231,181 | | | | |
| | - | | - | | - | | - | | - | | 6,611 | | | | |
| | - | | - | | - | | - | | - | | (2 | | | | |
| | 158,520 | | 1,515 | | - | | - | | - | | 162,083 | | | | |
| | - | | - | | - | | - | | - | | 96,745 | | | | |
| | - | | 59,601 | | - | | - | | - | | 96,261 | | | | |
| | - | | - | | - | | - | | - | | 22,270 | | | | |
| | | | | | | | | | | | 70,148 | | | | |
| | 1,419,154 | | 495,764 | - | 1,541,225 | | 287,482 | | (1,462) | | 10,530,209 | | | | |
| | | | | | | | | | | | | | | | |
| | 97,636 | | 2,842,188 | | 38,500 | | 131,829 | | - | | 6,909,100 | | | | |
| | 1,206,383 | | 73,732 | | - | | 506 | | | | 1,892,940 | | | | |
| | 1,304,019 | | 2,915,920 | | 38,500 | | 132,335 | | - | | 8,802,040 | | | | |
| | _ | | _ | | _ | | _ | | 500,000 | | 500,000 | | | | |
| | | - | | | | | | | 500,000 | | 500,000 | | | | |
| Φ. | 4.000.070 | | 7.040.504 | Φ. | 4.040.000 | • | 400 700 | • | | Φ. | | | | | |
| \$ | 4,298,679 | \$ | 7,212,531 | \$ | 1,610,682 | \$ | 423,708 | \$ | 500,000 | \$ | 37,308,157 | | | | |

Administrative School District No. 1 Deschutes County, Oregon Debt Service Funds Schedule of Expenditures by Function (Budgetary Basis) Year Ended June 30, 2021

| | Obj | ect 300 | Obj | ect 600 | Totals | | |
|-------------------------------|-----|---------|------|-----------|--------|------------|--|
| Support Services | | | | | | | |
| 2520 - Fiscal Services | \$ | 650 | \$ | | \$ | 650 | |
| Support Services Total | | 650 | | | | 650 | |
| Other Uses/Expenditures Total | | | | | | | |
| 5100 - Debt Service | | - | 4 | 4,343,657 | | 44,343,657 | |
| Other Uses/Expenditures Total | | | 4 | 4,343,657 | | 44,343,657 | |
| Total Debt Service Funds | \$ | 650 | \$ 4 | 4,343,657 | \$ | 44,344,307 | |

Administrative School District No. 1
Deschutes County, Oregon
Capital Project Funds Schedule of Expenditures by Function (Budgetary Basis)
Year Ended June 30, 2021

| | 0 | Object 100 | | Object 200 | | Object 300 | | Object 400 | | Object 500 | | ect 600 | Totals |
|---|----|------------|----|------------|----|------------|----|------------|-----|------------|----|---------|--------------|
| Facilities Acquisition and Contstruction | | | | | | | | | | | | | |
| 4110 - Constr Service Area Direction | \$ | 905,923 | \$ | 500,748 | \$ | 67,724 | \$ | (94,526) | \$ | 217,815 | \$ | 1,484 | \$ 1,599,168 |
| 4120 - Site Acquisition and Development Services | | - | | - | | - | | - | | 557,041 | | - | 557,041 |
| 4150 - Building Acquisition, Construction, and Improvement Services | | 294,875 | | 155,992 | | - | | - | 9 | 2,432,628 | | - | 92,883,495 |
| Facilities Acquisition and Contstruction Total | | 1,200,798 | | 656,740 | | 67,724 | | (94,526) | 9 | 3,207,484 | | 1,484 | 95,039,704 |
| | | | | | | | | | | | | | |
| Total Captial Project Funds | \$ | 1,200,798 | \$ | 656,740 | \$ | 67,724 | \$ | (94,526) | \$9 | 3,207,484 | \$ | 1,484 | \$95,039,704 |

Administrative School District No. 1 Deschutes County, Oregon Trust and Agency Funds Schedule of Expenditures by Function (Budgetary Basis) Year Ended June 30, 2021

| | Obje | ect 300 | Totals |
|---|------|---------|--------------|
| Enterprise and Community Services | | | |
| 3300 - Community Services | | 18,400 | 18,400 |
| Enterprise and Community Services Total | | 18,400 | 18,400 |
| Total Trust and Agency Funds | \$ | 18,400 | \$ 18,400 |

Administrative School District No. 1
Deschutes County, Oregon
Supplemental Information as Required by the Oregon Department of Education for the Year Ended June 30, 2021

A. Energy Bill for Heating - All Funds

Please enter your expenditures for electricity and heating fuel for these Functions an Objects.

| | Objects |
|----------|-----------------|
| Function | 325 & 326 |
| 2540 | \$ 2,107,878 |
| 2550 | - |

B. Replacement of Equipment - General Fund Include all General Fund expenditures in object 542, except for the following exclusions:

Fund Amount
General None

Exclude these functions:
1113, 1122, 1132 Co-curricular Activities
1140 Pre-Kindergarten
1300 Continuing Education
1400 Summer School
4150 Construction
2550 Pupil Transportation
3100 Food Service
3300 Community Services

Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

STATISTICAL SECTION



"The best teachers are those who show you where to look but don't tell you what to see "

Alexandra K. Trenfor

Statistical Section Contents

This part of Bend-La Pine School's statistical comprehensive annual financial report presents detailed information as a context for understanding what the financial statements, note disclosures, and required supplementary information say about the District's overall financial health.

| These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time. |
|---|
| Revenue Capacity |
| These schedules contain information to help the reader assess the District's most |
| significant local revenue source, property taxes. |
| Debt Capacity |
| These schedules present information to help the reader assess the affordability of the |
| District's current levels of outstanding debt and the District's ability to issue additional debt in the future. |
| Demographic and Economic Information |
| These schedules offer demographic and economic indicators to help the reader |
| understand the environment within which the District's financial activities take place. |
| Operating Information |
| These schedules contain service and infrastructure data to help the reader understand |
| how the information in the District's financial report relates to the services the District |
| provides and the activities it performs. |

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

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B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

Administrative School District No. 1
Deschutes County, Oregon
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

| Gov | /ernn | nental | l Activitie | 26 |
|------|-------|----------|-------------|----|
| (7() | / 5 | III.III. | | |

| | | | | | | | Total |
|-------------------|-------------------|----|------------|----|---------------|----|---------------|
| | | | | | | G | overnmental |
| Fiscal Year Ended | Net Investment in | | | | | Α | ctivities Net |
| June 30 | Capital Assets | | Restricted | | Unrestricted | | Position |
| 2021 | \$ 191,764,000 | \$ | 19,052,000 | \$ | (158,840,000) | \$ | 51,976,000 |
| 2020 | 165,268,000 | | 23,694,000 | | (142,240,000) | | 46,722,000 |
| 2019 | 155,762,000 | | 17,840,000 | | (131,977,000) | | 41,625,000 |
| 2018 | 146,069,000 | | 14,959,000 | | (130,757,000) | | 30,272,000 |
| 2017, as restated | 127,031,000 | | 18,345,000 | | (126,579,000) | | 18,795,000 |
| 2016 | 118,403,000 | | 25,671,000 | | (116,242,000) | | 27,832,000 |
| 2015, as restated | 111,248,000 | | 8,557,000 | | (58,038,000) | | 61,767,000 |
| 2014, as restated | 103,831,000 | | 8,567,000 | | 7,081,000 | | 119,479,000 |
| 2013, as restated | 99,681,000 | | 7,685,000 | | 10,497,000 | | 117,863,000 |
| 2012 | 106,451,000 | | 6,050,000 | | 1,857,000 | | 114,358,000 |

Administrative School District No. 1 Deschutes County, Oregon Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting) (in thousands)

| Expenses Covernmental activities | | | | 2 | 2013, as | | 2014, as |
|---|--|----|-----------|----|------------|----|----------------|
| Expenses Governmental activities Regular instruction \$62,873 \$65,480 \$72,461 \$25,089 \$10,256 \$10,541 \$10,5 | | | 2012 | | | | |
| Governmental activities \$62,873 \$65,480 \$72,461 Special programs including summer school 23,295 24,177 25,089 Students 9,834 10,266 10,541 Instructional staff 4,743 5,000 5,000 General administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities 3,289 3,447 3,588 Charges for services 8,894 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 9,77 Food services <t< td=""><td>Evnoncos</td><td></td><td>LUIL</td><td></td><td>- COLUITOU</td><td></td><td><u>ootatoa</u></td></t<> | Evnoncos | | LUIL | | - COLUITOU | | <u>ootatoa</u> |
| Regular instruction \$62,873 \$65,480 \$72,461 Special programs including summer school 23,295 24,177 25,089 Students 9,834 10,256 10,541 Instructional staff 4,743 5,004 5,800 General administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 11,659 23,007 14,275 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities expenses 1,340 1,369 1,401 Total governmental activities expenses 1,340 1,369 1,401 Other enterprise and community services 2 | · | | | | | | |
| Special programs including summer school 23,295 24,177 25,089 Students 9,834 10,256 10,541 Instructional staff 4,743 5,004 5,800 General administration 673 655 661 School administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Charges for services 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Fod services 1,340 1,369 1,401 Ot | | Ф | 62 873 | Ф | 65 480 | Ф | 72 461 |
| Students 9,834 10,256 10,541 Instructional staff 4,743 5,004 5,800 General administration 673 655 661 School administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities 3,289 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 | - | Ψ | • | Ψ | | Ψ | , |
| Instructional staff 4,743 5,004 5,800 General administration 673 655 661 School administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities 11,659 23,007 14,275 Total governmental activities 8 3,289 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and | | | | | | | |
| General administration 673 655 661 School administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities 8 3,289 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Fod services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 26,465 23, | | | | | | | |
| School administration 8,703 9,002 9,765 Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 111,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities 5 11,659 23,007 14,275 Total governmental activities 8 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and c | | | | | | | |
| Business, transportation and maintenance 20,837 21,944 22,667 Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities Charges for services 3,289 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmen | | | | | | | |
| Central activities 5,465 4,634 4,941 Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities Charges for services 2 4 3,497 3,588 Regular instruction 3,289 3,447 3,588 977 Food services 1,340 1,369 1,401 3,69 1,401 3,69 1,401 3,68 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 1,401 3,69 | | | | | | | , |
| Supplemental retirement program 2,571 2,527 2,493 Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities Sequence 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position 6 25,824 55,777 | · | | | | | | |
| Food services 5,626 5,560 5,764 Other enterprise and community services 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities 3,289 3,447 3,588 Charges for services 8,349 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General purposes 55 | | | | | | | |
| Other enterprise and community services Interest on long-term liabilities 783 1,252 1,525 Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Covernmental activities 3,289 3,447 3,588 Charges for services 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 24,627 7670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position 60 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Fede | | | | | | | |
| Interest on long-term liabilities 11,659 23,007 14,275 Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities Sequal revenues 3,289 3,447 3,588 Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities 97 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to s | | | | | | | |
| Total governmental activities expenses 157,062 173,498 175,982 Program revenues Governmental activities Charges for services Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 26,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 | · · · · · · · · · · · · · · · · · · · | | | | | | |
| Program revenues Governmental activities Charges for services Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermedi | | | | | | | , |
| Governmental activities Charges for services Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: Separal purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 | lotal governmental activities expenses | | 157,062 | | 173,498 | _ | 175,982 |
| Governmental activities Charges for services Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: Separal purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 | | | | | | | |
| Charges for services Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities 55,824 55,777 59,048 Foperty taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1 | <u> </u> | | | | | | |
| Regular instruction 3,289 3,447 3,588 Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on in | | | | | | | |
| Business, transportation and maintenance 755 819 977 Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities 55,824 55,777 59,048 Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 | | | | | | | |
| Food services 1,340 1,369 1,401 Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities 8 8 Property taxes levied for: 8 55,824 55,777 59,048 General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue | - | | | | | | |
| Other enterprise and community services 254 316 353 Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - <td>•</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> | • | | | | | | |
| Operating grants and contributions 20,398 17,267 17,538 Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: Seneral purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>,</td> | | | | | | | , |
| Capital grants and contributions 429 707 670 Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general rev | · | | | | | | |
| Total governmental activities program revenues 26,465 23,925 24,527 Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | · | | | | | | |
| Total governmental net expense (130,597) (149,573) (151,455) General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets Restitution Insurance proceeds Total governmental activities general revenues and other 136,342 138,399 153,072 | Capital grants and contributions | | 429 | | 707 | _ | 670 |
| General revenues and other changes in net position Governmental activities Property taxes levied for: General purposes Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes State aid not restricted to specific purposes State aid not restricted to specific purposes Intermediate aid not restricted to specific purposes Farnings on investments Cother local revenue Cain/loss on sale of capital assets Restitution Insurance proceeds Total governmental activities general revenues and other General revenues 55,824 55,777 59,048 55,777 59,048 55,639 19,292 18,498 18,791 19,292 18,498 18,791 19,292 18,498 18,791 19,292 18,498 18,791 19,292 19,337 19,610 19,292 19,411 19,288 19,388 19,388 19,388 19,388 19,388 19,388 19,388 10,388 1 | Total governmental activities program revenues | | 26,465 | | 23,925 | | 24,527 |
| Governmental activities Property taxes levied for: General purposes Debt service Federal aid not restricted to specific purposes State aid not restricted to specific purposes State aid not restricted to specific purposes Intermediate aid not restricted to specific purposes Farnings on investments Federal aid not restricted to specific purposes Federal aid not rest | Total governmental net expense | | (130,597) | | (149,573) | | (151,455) |
| Governmental activities Property taxes levied for: General purposes Debt service Federal aid not restricted to specific purposes State aid not restricted to specific purposes State aid not restricted to specific purposes Intermediate aid not restricted to specific purposes Farnings on investments Federal aid not restricted to specific purposes Federal aid not rest | | | | | | | |
| Governmental activities Property taxes levied for: General purposes Debt service Federal aid not restricted to specific purposes State aid not restricted to specific purposes State aid not restricted to specific purposes Intermediate aid not restricted to specific purposes Farnings on investments Federal aid not restricted to specific purposes Federal aid not rest | General revenues and other changes in net position | | | | | | |
| General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | | | | | | | |
| General purposes 55,824 55,777 59,048 Debt service 19,292 18,498 18,791 Federal aid not restricted to specific purposes 293 286 284 State aid not restricted to specific purposes 56,639 59,337 69,610 Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | Property taxes levied for: | | | | | | |
| Federal aid not restricted to specific purposes293286284State aid not restricted to specific purposes56,63959,33769,610Intermediate aid not restricted to specific purposes1,4921,4111,828Earnings on investments2742081,138Other local revenue2,5282,8822,373Gain/loss on sale of capital assetsRestitutionInsurance proceedsTotal governmental activities general revenues and other136,342138,399153,072 | | | 55,824 | | 55,777 | | 59,048 |
| State aid not restricted to specific purposes56,63959,33769,610Intermediate aid not restricted to specific purposes1,4921,4111,828Earnings on investments2742081,138Other local revenue2,5282,8822,373Gain/loss on sale of capital assetsRestitutionInsurance proceedsTotal governmental activities general revenues and other136,342138,399153,072 | Debt service | | 19,292 | | 18,498 | | 18,791 |
| Intermediate aid not restricted to specific purposes 1,492 1,411 1,828 Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | Federal aid not restricted to specific purposes | | 293 | | 286 | | 284 |
| Earnings on investments 274 208 1,138 Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | State aid not restricted to specific purposes | | 56,639 | | 59,337 | | 69,610 |
| Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | · · · · · · · · · · · · · · · · · · · | | 1,492 | | 1,411 | | 1,828 |
| Other local revenue 2,528 2,882 2,373 Gain/loss on sale of capital assets - - - Restitution - - - Insurance proceeds - - - Total governmental activities general revenues and other 136,342 138,399 153,072 | Earnings on investments | | 274 | | 208 | | 1,138 |
| Gain/loss on sale of capital assets Restitution Insurance proceeds Total governmental activities general revenues and other 136,342 | | | 2,528 | | 2,882 | | |
| Insurance proceedsTotal governmental activities general revenues and other136,342138,399153,072 | Gain/loss on sale of capital assets | | - | | - | | - |
| Total governmental activities general revenues and other 136,342 138,399 153,072 | Restitution | | - | | - | | - |
| Total governmental activities general revenues and other 136,342 138,399 153,072 | Insurance proceeds | | - | | - | | - |
| | · | | 136,342 | | 138,399 | | 153,072 |
| | Change in net position governmental activities | \$ | | \$ | | \$ | |

| 20 | 015, as | | 2 | 2017, as | | | | | | | | |
|----|-----------|----------------|----|-----------|----|---|----|-----------|----|-----------|----|-----------|
| | estated | 2016 | | restated | | 2018 | | 2019 | | 2020 | | 2021 |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| \$ | 74,280 | \$ 81,791 | \$ | 81,756 | \$ | 99,305 | \$ | 104,943 | \$ | 111,703 | \$ | 121,073 |
| | 23,932 | 23,739 | | 25,782 | | 31,563 | | 31,741 | | 33,961 | | 37,374 |
| | 10,070 | 10,740 | | 11,461 | | 14,906 | | 15,651 | | 17,402 | | 18,753 |
| | 6,066 | 6,012 | | 6,244 | | 7,600 | | 7,786 | | 8,468 | | 9,413 |
| | 740 | 737 | | 746 | | 859 | | 915 | | 916 | | 914 |
| | 9,478 | 10,640 | | 10,450 | | 12,930 | | 13,366 | | 15,348 | | 15,951 |
| | 3,232 | 75,610 | | 50,235 | | 29,153 | | 31,022 | | 31,698 | | 31,370 |
| | 3,968 | 6,261 | | 7,015 | | 6,460 | | 6,635 | | 7,404 | | 7,996 |
| | 676 | 507 | | 394 | | 276 | | 189 | | 125 | | 70 |
| | 5,804 | 6,344 | | 6,217 | | 7,536 | | 7,497 | | 7,363 | | 7,434 |
| | 1,606 | 1,713 | | 1,767 | | 2,041 | | 2,115 | | 2,363 | | 2,282 |
| | 12,965 | 12,304 | | 12,416 | | 15,757 | | 15,787 | | 17,648 | | 16,681 |
| | 152,817 | 236,398 | | 214,484 | | 228,386 | | 237,647 | | 254,399 | | 269,311 |
| | | | | | | <u>, , , , , , , , , , , , , , , , , , , </u> | | <u> </u> | | <u> </u> | | <u> </u> |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | 3,634 | 3,985 | | 834 | | 809 | | 784 | | 630 | | 113 |
| | 932 | 965 | | 927 | | 921 | | 925 | | 800 | | 605 |
| | 1,443 | 1,633 | | 1,869 | | 2,063 | | 2,321 | | 1,857 | | 23 |
| | 350 | 340 | | 315 | | 343 | | 618 | | 311 | | 104 |
| | 19,425 | 18,203 | | 18,776 | | 20,958 | | 22,117 | | 22,602 | | 40,577 |
| | 636 | 662 | | 713 | | 873 | | 746 | | 654 | | 792 |
| | 26,420 | 25,788 | | 23,433 | | 25,967 | | 27,511 | | 26,854 | | 42,214 |
| - | (126,397) | (210,610) | | (191,051) | | (202,420) | | (210,136) | | (227,544) | | (227,097) |
| | (120,001) | (210,010) | | (101,001) | | (202, 120) | | (2:0,:00) | | (221,011) | | (221,001) |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | 63,524 | 67,577 | | 71,211 | | 75,808 | | 80,353 | | 86,058 | | 88,715 |
| | 20,383 | 21,312 | | 22,118 | | 30,655 | | 32,546 | | 34,796 | | 36,019 |
| | 190 | 242 | | - | | 1,292 | | 215 | | 169 | | 167 |
| | 75,139 | 82,316 | | 84,340 | | 92,740 | | 94,700 | | 100,478 | | 103,024 |
| | 2,003 | 2,198 | | 2,497 | | 2,718 | | 2,795 | | 2,765 | | 2,529 |
| | 470 | 390 | | 610 | | 1,850 | | 5,557 | | 6,335 | | 400 |
| | 2,349 | 2,639 | | 4,618 | | 3,374 | | 1,721 | | 1,984 | | 1,521 |
| | - | - | | - | | 19 | | 1 | | 56 | | (24) |
| | - | - | | - | | - | | - | - | | - | . , |
| | | | | _ | | 5,441 | _ | 3,602 | | 1 | | _ |
| | 164,058 | 176,674 | _ | 185,394 | _ | 213,895 | _ | 221,490 | | 232,642 | | 232,351 |
| \$ | 37,661 | \$ (33,936) | \$ | (5,657) | \$ | 11,475 | \$ | 11,353 | \$ | 5,097 | \$ | 5,254 |
| | | | | | | | | | | | | |

Administrative School District No. 1
Deschutes County, Oregon
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

| | 2012 | | 2013 | | 2014 | | 2015 |
|---|------|------------|------------------|----|------------|----|------------|
| General fund | | | | | | | |
| Nonspendable | \$ | 202,000 | \$ 167,000 | \$ | 857,000 | \$ | 1,397,000 |
| Restricted | | 206,000 | 312,000 | | 311,000 | | 815,000 |
| Assigned | | 8,466,000 | 4,954,000 | | 3,629,000 | | 5,664,000 |
| Unassigned | | 5,091,000 | 5,949,000 | | 5,332,000 | | 3,926,000 |
| Total general fund | \$ | 13,965,000 | \$ 11,382,000 | \$ | 10,129,001 | \$ | 11,802,001 |
| All other governmental funds Nonspendable, reported in Special revenue fund Restricted, reported in | \$ | 416,000 | \$ 406,000 | \$ | 366,000 | \$ | 331,000 |
| Special revenue fund | | 2,250,000 | 2,356,000 | | 2,657,000 | | 3,076,000 |
| Debt service fund | | 1,756,000 | 3,701,000 | | 2,784,000 | | 2,272,000 |
| Capital project fund | | 1,188,000 | 955,000 | | 84,114,000 | | 34,888,000 |
| Assigned, reported in | | | | | | | |
| Special revenue fund | | 2,601,000 | 1,698,000 | | 1,888,000 | | 2,212,000 |
| Total all other governmental funds | \$ | 8,211,000 | \$ 9,116,000 | \$ | 91,809,000 | \$ | 42,779,000 |

| | 2016 | 2017 | | 2018 | 2019 | | 2020 | 2021 |
|----|------------|------------------|------|-------------|-------------------|----|-------------|------------------|
| | | | | | | | | |
| \$ | 1,010,000 | \$ 1,740,000 | \$ | 1,040,000 | \$ 1,400,000 | \$ | 1,171,000 | \$ 1,971,000 |
| | 905,000 | 117,000 | | 530,000 | 1,623,000 | | 2,356,000 | 2,240,000 |
| | 6,160,000 | 6,003,000 | | 9,625,000 | 12,380,000 | | 13,367,000 | 16,669,000 |
| | 5,454,000 | 3,758,000 | _ | 5,877,000 | 4,480,000 | | 6,993,000 | 8,910,000 |
| \$ | 13,529,001 | \$ 11,618,000 | \$ | 17,072,000 | \$ 19,883,000 | \$ | 23,887,000 | \$ 29,790,000 |
| - | _ | _ | | | _ | | _ | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| \$ | 376,000 | \$ 415,000 | \$ | 475,000 | \$ 373,000 | \$ | 576,000 | \$ 667,000 |
| | | | | | | | | |
| | 3,360,000 | 4,221,000 | | 4,513,000 | 4,980,000 | | 3,232,000 | 4,659,000 |
| | 2,511,000 | 1,937,000 | | 2,385,000 | 3,585,000 | | 4,032,000 | 4,694,000 |
| | 18,895,000 | 8,764,000 | • | 175,098,000 | 123,285,000 | • | 145,228,000 | 51,115,000 |
| | | | | | | | | |
| | 2,710,000 | 2,890,000 | | 3,175,000 | 3,087,000 | | 4,619,000 | 5,903,000 |
| \$ | 27,852,000 | \$ 18,227,000 | \$ ^ | 185,646,000 | \$ 135,310,000 | \$ | 157,687,000 | \$ 67,038,000 |

Administrative Schoo District No. 1
Deschutes County, Oregon
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

| | | 2012 | 2013 | 2014 |
|--|-----------|---------|---------------|--------------|
| Revenues | | | | |
| Property taxes | \$ | 76,013 | \$ 75,662 | \$ 78,346 |
| Tuition | | 636 | 731 | 842 |
| Investment earnings | | 274 | 208 | 421 |
| Other local sources | | 11,538 | 11,321 | 12,269 |
| Intermediate sources | | 1,597 | 1,525 | 1,929 |
| State sources | | 61,067 | 60,668 | 71,169 |
| Federal sources | | 13,677 | 14,749 | 13,706 |
| Total revenues | _ | 164,802 | 164,864 | 178,682 |
| Expenditures | | | | |
| Current | | | | |
| Instruction | | 79,519 | 82,921 | 90,667 |
| Support services | | 51,236 | 51,678 | 54,895 |
| Community services | | 6,581 | 6,987 | 7,472 |
| Facilities acquisition and construction | | - | - | - |
| Debt service: | | | | |
| Principal | | 18,004 | 13,588 | 13,143 |
| Interest | | 11,023 | 24,360 | 13,269 |
| Capital outlay | | 3,855 | 4,611 | 14,352 |
| Total expenditures | | 170,218 | 184,145 | 193,798 |
| Revenues over (under) expenditures | | (5,416) | (19,281) | (15,116) |
| Other financing sources (uses) | | | | |
| Refunding bonds issued | | 2,840 | - | 91,825 |
| Premium on bonds issued | | - | 14,404 | 4,732 |
| General obligation bonds issued | | - | - | - |
| PERS UAL Payment | | - | - | - |
| Insurance proceeds | | - | - | - |
| Sale of capital assets | | - | - | - |
| Restitution | | - | - | - |
| Lease purchase / long term loan proceeds | | | 3,200 | |
| Total other financing sources (uses) | | 2,840 | 17,604 | 96,557 |
| Net change in fund balances | <u>\$</u> | (2,576) | \$ (1,677) | \$ 81,441 |
| Ratio of total debt service to noncapital expenditures | | 17% | 21% | 15% |

Note: The figures in this chart include all funds presented on page 24 of the basic financial statements.

| | 2015 | | 2016 | | 2017 | | 2018 | | 2019 | | 2020 | | 2021 |
|----|----------|----|------------|----|--------------|----|----------------|----|----------------|----|----------------|----|----------------|
| \$ | 84,294 | \$ | 88,977 | \$ | 93,175 | \$ | 106,499 | \$ | 112,924 | \$ | 120,726 | \$ | 125,177 |
| Ψ | 931 | Ψ | 8 | Ψ | 3 | Ψ | 6 | Ψ | 19 | Ψ | 26 | Ψ | 24 |
| | 376 | | 390 | | 610 | | 1,850 | | 5,557 | | 6,335 | | 400 |
| | 12,263 | | 13,021 | | 15,446 | | 13,753 | | 12,574 | | 11,326 | | 7,602 |
| | 2,303 | | 2,642 | | 2,866 | | 3,395 | | 3,590 | | 3,160 | | 2,924 |
| | 77,342 | | 85,964 | | 86,094 | | 97,036 | | 101,165 | | 107,666 | | 115,966 |
| | 14,579 | | 12,613 | | 11,419 | | 12,519 | | 10,869 | | 11,158 | | 24,350 |
| | 192,088 | | 203,615 | | 209,612 | | 235,058 | | 246,698 | | 260,397 | | 276,443 |
| | <u> </u> | | | | , | | | | , | | , | | , |
| | 07.004 | | 404 700 | | 400 774 | | 440.000 | | 447.470 | | 404 000 | | 404.044 |
| | 97,324 | | 101,799 | | 103,774 | | 112,662 | | 117,178 | | 121,838 | | 131,611 |
| | 55,626 | | 59,016 | | 63,011 | | 65,657 | | 69,673 | | 72,652 | | 75,299 |
| | 7,969 | | 8,545 | | 8,492 727 | | 9,278 2,416 | | 9,251 1,569 | | 9,037 2,156 | | 9,041 1,832 |
| | - | | - | | 121 | | 2,410 | | 1,509 | | 2,130 | | 1,032 |
| | 14,339 | | 15,617 | | 17,465 | | 21,030 | | 22,135 | | 21,871 | | 25,913 |
| | 13,644 | | 13,315 | | 12,979 | | 17,668 | | 18,558 | | 21,167 | | 19,108 |
| | 50,817 | | 22,696 | | 14,699 | | 26,746 | | 60,853 | | 87,822 | | 97,721 |
| | 239,719 | | 220,988 | | 221,146 | | 255,458 | | 299,217 | | 336,543 | | 360,524 |
| | | | | | <u> </u> | | | | | | | | 0 |
| | (47,631) | | (17,373) | | (11,534) | | (20,400) | | (52,519) | | (76,146) | | (84,081) |
| | | | | | | | | | | | | | |
| | - | | - | | - | | - 12,809 | | - | | - 7,920 | | - |
| | - | | - 4,175 | | - | | 175,009 | | - | | 93,300 | | - |
| | _ | | 4,175 | | _ | | 173,000 | | _ | | 33,300 | | (1,000) |
| | _ | | _ | | _ | | 5,441 | | 3,602 | | 1 | | (1,000) |
| | 272 | | _ | | _ | | 21 | | 1 | | 56 | | 334 |
| | | | _ | | _ | | | | - | | - | | - |
| | | | | | | | | | 1,390 | | 1,250 | | |
| | 272 | | 4,175 | | | | 193,271 | | 4,993 | | 102,527 | | (665) |
| \$ | (47,359) | \$ | (13,198) | \$ | (11,534) | \$ | 172,871 | \$ | (47,526) | \$ | 26,381 | \$ | (84,746) |
| | 15% | | 15% | | 15% | | 17% | | 17% | | 17% | | 17% |

Administrative School District No. 1
Deschutes County, Oregon
Assessed Value and Estimated Value of Taxable Property in Deschutes County
Last Ten Fiscal Years
(in thousands of dollars)

| <u>-</u> | Real Property | | Personal | Property | Manufactured Homes | | | |
|---------------|---------------|--------------|----------|--------------|--------------------|--------------|--|--|
| | | | | | | | | |
| Fiscal Year | Assessed | Estimated | Assessed | Estimated | Assessed | Estimated | | |
| Ended June 30 | Value | Actual Value | Value | Actual Value | Value | Actual Value | | |
| 2021 | 25,896,554 | 46,294,856 | 586,141 | 586,165 | 84,899 | 147,202 | | |
| 2020 | 24,642,529 | 43,452,590 | 524,739 | 524,739 | 81,184 | 131,478 | | |
| 2019 | 23,380,813 | 39,872,595 | 508,792 | 508,792 | 78,182 | 112,683 | | |
| 2018 | 22,107,667 | 35,571,219 | 482,975 | 482,975 | 74,665 | 103,958 | | |
| 2017 | 20,943,309 | 31,302,357 | 451,004 | 451,007 | 65,759 | 79,422 | | |
| 2016 | 19,847,234 | 27,721,055 | 415,663 | 415,679 | 60,520 | 70,526 | | |
| 2015 | 18,803,090 | 24,717,972 | 393,213 | 393,227 | 53,660 | 58,261 | | |
| 2014 | 17,812,786 | 21,290,547 | 372,149 | 372,148 | 47,241 | 50,377 | | |
| 2013 | 17,006,004 | 20,134,879 | 376,567 | 376,567 | 42,964 | 45,308 | | |
| 2012 | 16,786,626 | 20,692,642 | 390,053 | 390,053 | 44,522 | 47,327 | | |

Source:

Valuation information has been obtained from the Deschutes County Assessor, and includes all property within Deschutes County.

Note:

Total Direct Rate column represents the District Direct rate

| Public | Utilities | Exemptions | То | tal | | Assessed |
|----------|--------------|------------|------------|--------------|--------------|---------------|
| | | | Taxable | | Value as a | |
| Assessed | Estimated | Assessed | Assessed | Estimated | Total Direct | Percentage of |
| Value | Actual Value | Value | Value | Actual Value | Rate | Estimated |
| 803,586 | 887,767 | 57,288 | 27,313,792 | 47,858,703 | 6.66 | 57.191% |
| 710,117 | 784,443 | 54,658 | 25,903,911 | 44,838,592 | 6.67 | 57.893% |
| 668,084 | 736,374 | 51,211 | 24,584,663 | 41,179,234 | 6.67 | 59.826% |
| 600,475 | 628,510 | 47,457 | 23,218,324 | 36,739,204 | 6.67 | 63.327% |
| 560,616 | 582,833 | 45,078 | 21,975,610 | 32,370,540 | 6.22 | 68.027% |
| 652,906 | 677,075 | 43,032 | 20,933,290 | 28,841,302 | 6.23 | 72.730% |
| 475,914 | 492,477 | 39,804 | 19,686,343 | 25,322,403 | 6.26 | 77.900% |
| 411,711 | 455,805 | 36,566 | 18,637,322 | 22,132,314 | 6.20 | 84.374% |
| 429,361 | 445,442 | 34,370 | 17,820,526 | 21,002,196 | 6.23 | 85.014% |
| 438,134 | 453,696 | 33,166 | 17,626,169 | 21,583,718 | 6.36 | 81.818% |

Administrative School District No. 1
Deschutes County, Oregon
Property Tax Rates - All Direct and Overlapping Governments
Last Ten Fiscal Years Ended June 30th

| | 2012 | | 2013 | 2014 | | 2015 |
|--------------------------------------|-------------|----|-------|------|-------|-------------|
| Administrative School District No. 1 | \$ 6.36 | \$ | 6.23 | \$ | 6.20 | \$ 6.26 |
| High Desert ESD | 0.10 | | 0.10 | | 0.10 | 0.10 |
| Central Oregon Community College | 0.75 | | 0.75 | | 0.75 | 0.75 |
| Deschutes County | 4.83 | | 4.86 | | 4.74 | 4.70 |
| City of Bend | 3.05 | | 3.07 | | 3.03 | 3.22 |
| Bend Parks & Recreation | 1.46 | | 1.46 | | 1.67 | 1.66 |
| City of La Pine | 1.80 | | 1.90 | | 1.93 | 1.98 |
| La Pine Park & Recreation | 0.30 | | 0.30 | | 0.30 | 0.30 |
| Sunriver Service District | 3.31 | | 3.31 | | 3.31 | 3.31 |
| La Pine RFPD | 2.34 | | 2.37 | | 2.37 | 2.41 |
| Sunriver Library CSD | 0.06 | | 0.05 | | 0.05 | 0.05 |
| Total | \$ 24.36 | \$ | 24.40 | \$ | 24.45 | \$ 24.74 |

Source:

Property tax rates have been obtained from the Deschutes County Assessor; rates are per \$1,000 of assessed value.

Notes:

The tax rates for all districts include the amount needed to service bonded long-term debt. The District's operating tax rate is set by Oregon State Statute and cannot be increased by the District.

| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|-------------|-------------|-------------|-------------|-------------|-------------|
| \$ 6.23 | \$ 6.22 | \$ 6.67 | \$ 6.67 | \$ 6.67 | \$ 6.66 |
| 0.10 | 0.10 | 0.10 | 0.10 | 0.10 | 0.10 |
| 0.74 | 0.74 | 0.74 | 0.73 | 0.73 | 0.72 |
| 4.76 | 4.75 | 4.80 | 4.19 | 4.19 | 4.19 |
| 3.20 | 3.19 | 3.18 | 3.17 | 3.16 | 3.16 |
| 1.63 | 1.63 | 1.62 | 1.62 | 1.61 | 1.61 |
| 1.98 | 1.98 | 1.98 | 1.98 | 1.98 | 1.98 |
| 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 |
| 3.31 | 3.31 | 3.31 | 3.31 | 3.31 | 3.31 |
| 2.47 | 2.41 | 2.41 | 2.41 | 2.41 | 2.41 |
| 0.04 | | | | | |
| \$ 24.76 | \$ 24.63 | \$ 25.11 | \$ 24.48 | \$ 24.46 | \$ 24.44 |

| | | В | end-La Pine | Sch | ools | | | | | |
|--|------------------------|----|-------------|----------------|----------------|------------|------|-----------|-------------------|----------|
| | 2020-2021 | | | | | | | : | 2011-2012 | |
| | | | | | | Percent of | | | | Percent |
| Taxpayer | Type of Business | | Tax | Assessed Value | | Value | Rank | Tax | Assessed Value | of Value |
| TDS Baja Bendbroadband LLC | Telecommunications | \$ | 1,538,829 | \$ | 102,978,000 | 0.53% | | - | \$ - | - |
| Pacificorp (P P&I) | Electrical utility | | 1,305,538 | | 89,522,000 | 0.46% | 1 | 784,178 | 54,754,000 | 0.44% |
| Cascade Natural Gas Corp | Natural gas utility | | 1,010,290 | | 68,789,000 | 0.35% | 4 | 549,300 | 37,974,000 | 0.31% |
| Gas Transmission NW Corp. | Natural gas utility | | 880,312 | | 73,774,000 | 0.38% | 2 | 671,547 | 56,077,000 | 0.45% |
| Touchmark at Mount Bachelor Village | Retirement community | | 798,249 | | 51,548,500 | 0.27% | 5 | 511,208 | 34,091,860 | 0.27% |
| Suterria LLC | Pest control products | | 743,181 | | 49,322,460 | 0.25% | 9 | 438,581 | 31,859,240 | 0.26% |
| CVSC LLC | Retail stores | | 708,497 | | 45,754,600 | 0.24% | 6 | 477,086 | 32,147,800 | 0.26% |
| Deschutes Brewery Inc. | Brewery and restaurant | | 703,858 | | 46,507,010 | 0.24% | 10 | 432,695 | 28,982,100 | 0.23% |
| Century Link | Telecommunications | | 696,755 | | 47,648,000 | 0.25% | | - | - | - |
| Sunriver Resort Limited | Vacation resort | | 526,574 | | 38,720,595 | 0.20% | 7 | 447,628 | 32,811,490 | 0.26% |
| Quest Corporation | Telecommunications | | - | | - | - | 3 | 565,686 | 39,075,300 | 0.31% |
| Bend Cable Communications | Cable company | _ | | _ | <u> </u> | | 8 | 443,372 | 30,031,300 | 0.24% |
| Subtotal top ten of District's major taxpayers | | | | | 614,564,165 | 3.17% | | 5,321,281 | 377,804,090 | 3.04% |
| All other District's taxpayers | | | | | 18,791,977,715 | 96.83% | | | 12,036,681,505 | 96.96% |
| Total District | | | | \$ | 19,406,541,880 | 100.00% | | | \$ 12,414,485,595 | 100.00% |
| | | | Deschutes C | oui | nty | | | | | |
| | 2020 2021 | | | | | | | | 2011 2012 | |

| | | | Deschutes C | Cou | nty | | | | | | |
|--|------------------------|----|-------------|-----|----------------|------------|------|--------------|-------------------|----------------|--|
| | 2020-2021 | | | | | | | | | | |
| | | | | | | Percent of | f | | | | |
| Taxpayer | Type of Business | | Tax | | Assessed Value | Value | Rank | Tax | Assessed Value | of Value | |
| Pacificorp (P P&I) | Electrical utility | \$ | 1,922,717 | \$ | 128,592,000 | 0.47% | 1 | \$ 1,184,831 | \$ 80,627,000 | 0.46% | |
| TDS Baja Bendbroadband LLC | Telecommunications | | 1,797,664 | | 118,889,000 | 0.44% | | - | - | - | |
| Cascade Natural Gas Corp. | Natural gas utility | | 1,327,408 | | 88,043,000 | 0.32% | 4 | 717,834 | 47,852,000 | 0.27% | |
| Gas Transmission NW Corp. | Natural gas utility | | 1,100,475 | | 89,465,000 | 0.33% | | - | - | - | |
| Century Link | Telecommunications | | 979,223 | | 67,215,000 | 0.25% | | - | - | - | |
| Touchmark at Mount Bachelor Village, LLC | Retirement community | | 798,249 | | 51,548,500 | 0.19% | 6 | 511,208 | 34,091,860 | 0.19% | |
| Suterria LLC | Pest control products | | 749,181 | | 49,322,460 | 0.18% | 9 | 438,581 | 31,859,240 | 0.18% | |
| CVSC LLC | Retail stores | | 708,497 | | 45,754,600 | 0.17% | 7 | 477,086 | 32,147,800 | 0.18% | |
| Deschutes Brewery Inc. | Brewery and restaurant | | 703,858 | | 46,507,010 | 0.17% | 10 | 432,695 | 28,982,100 | 0.16% | |
| Bend Research INC | Pharmaceutical | | 646,604 | | 43,747,400 | 0.16% | | - | - | - | |
| Gas Transmission NW Corp. | Natural gas utility | | - | | - | - | 2 | 875,342 | 70,353,800 | 0.40% | |
| Quest Corporation | Telecommunications | | - | | - | - | 3 | 766,225 | 52,224,400 | 0.30% | |
| Sunriver Resort Limited | Vacation resort | | - | | - | - | . 8 | 447,628 | 32,811,490 | 0.19% | |
| Bend Cable Communications | Cable company | | _ | | | | 5 | 717,834 | 47,852,000 | 0.27% | |
| Subtotal-top ten County major taxpayers | | | | | 729,083,970 | 2.67% | | 6,569,264 | 458,801,690 | 2.60% | |
| All other County's taxpayers | | | | | 26,584,807,859 | 97.33% | | | 17,167,366,740 | <u>97.40</u> % | |
| Total Deschutes County | | | | | 27,313,891,829 | 100.00% | | | \$ 17,626,168,430 | 100.00% | |

Administrative School District No. 1
Deschutes County, Oregon
Property Tax Levies and Collections for Operations and Debt Service
Last Ten Fiscal Years

Collected Within the Fiscal Year

| | | | of the Le | vy | | Total Collections to Date | |
|---------------|----|------------------|-------------------|------------|----------------|-------------------------------|------------|
| | | | | | Collections in | | |
| Fiscal Year | To | tal Tax Levy for | | Percentage | Subsequent | | Percentage |
| Ended June 30 | | Fiscal Year | Amount | of Levy | Years | Amount | of Levy |
| 2021 | \$ | 128,098,347 | \$ 123,228,650 | 96.2% | _ | \$ 123,228,650 | 96.2% |
| 2020 | | 121,960,693 | \$ 117,451,670 | 96.3% | 932,472 | \$ 118,384,141 | 97.1% |
| 2019 | | 115,946,713 | 111,169,277 | 95.9% | 834,376 | 112,003,653 | 96.6% |
| 2018 | | 109,136,848 | 104,709,632 | 95.9% | 718,005 | 105,427,638 | 96.6% |
| 2017 | | 96,003,356 | 91,614,978 | 95.4% | 805,801 | 92,420,779 | 96.3% |
| 2016 | | 91,728,870 | 87,438,223 | 95.3% | 673,894 | 88,112,117 | 96.1% |
| 2015 | | 85,961,207 | 82,295,410 | 95.7% | 798,588 | 83,093,998 | 96.7% |
| 2014 | | 79,721,283 | 76,157,930 | 95.5% | 939,576 | 77,097,506 | 96.7% |
| 2013 | | 76,044,654 | 72,106,750 | 94.8% | 947,513 | 73,054,263 | 96.1% |
| 2012 | | 76.472.977 | 72.081.257 | 94.3% | 1.480.217 | 73.561.474 | 96.2% |

Source:

Levy information was obtained from Deschutes County

Administrative District No. 1 Deschutes County, Oregon Computation of Direct and Overlapping Debt June 30, 2021

| Jurisdiction | Gross Bonded Debt Outstanding | Percentage Applicable to ASD No. 1 | Amount Applicable to ASD No. 1 |
|--|-------------------------------------|--|--------------------------------------|
| Alfalfa RFPD | \$ 276,000 | 3.83% | \$ 10,562 |
| Bend Metro Park & Rec District | 23,457,096 | 99.93% | 23,441,825 |
| Central Oregon Community College | 53,566,401 | 60.92% | 32,631,313 |
| City of Bend | 102,619,235 | 100.00% | 102,619,235 |
| City of La Pine | 325,000 | 100.00% | 325,000 |
| Deschutes County | 42,633,200 | 72.08% | 30,728,561 |
| Deschutes Cty RFPD 2 (Bend) | 8,675 | 75.16% | 6,520,182 |
| Deschutes Public Library District | 195,000,000 | 72.08% | 140,549,370 |
| High Desert ESD | 9,169,269 | 65.79% | 6,032,582 |
| La Pine Parks & Recreation District | 325,000 | 100.00% | 325,000 |
| Lazy River Special Road District | 46,500 | <u>100.00</u> % | 46,500 |
| Subtotal, overlapping debt | | | 343,230,130 |
| Administrative School District No. 1 direct debt | | | 444,489,521 |
| Total direct and overlapping debt | | | \$ 787,719,651 |

Source:

The gross debt outstanding and the percentage applicable has been obtained from the Oregon State Treasury. Percentage applicable to the District is the ratio of the district boundary to the entire area subject to the debt.

Note:

Gross bonded debt outstanding does not include self-supporting unlimited-tax general obligation bonds and self-supporting full faith and credit debt.

Administrative School District No. 1 Deschutes County, Oregon Ratios of Outstanding Debt by Type Last Ten Fiscal Years

| | | | Governmental | Activities | | | | |
|--------|-----|-----------------|---------------|--------------|---------------|----------------|-------------|----------|
| | | | Full Faith & | | | | Percentage | |
| Fiscal | Gen | eral Obligation | Credit | | Premium on | | of Personal | Per |
| Year | | Bonds | Obligations | Loans | Bonds | Total | Income | Capita |
| 2021 | \$ | 366,995,000 | \$ 50,553,728 | \$ 2,579,566 | \$ 24,361,227 | \$ 444,489,521 | N/A | \$ 2,256 |
| 2020 | | 387,870,000 | 56,000,794 | 3,179,388 | 27,019,428 | 474,069,610 | 3.84% | 2,456 |
| 2019 | | 313,540,000 | 60,715,358 | 2,397,598 | 21,757,826 | 398,410,782 | 3.57% | 2,108 |
| 2018 | | 332,610,000 | 64,873,184 | 1,674,714 | 24,019,209 | 423,177,108 | 4.00% | 2,313 |
| 2017 | | 175,635,000 | 68,512,872 | 2,322,093 | 13,364,007 | 259,833,971 | 2.73% | 1,471 |
| 2016 | | 190,155,000 | 71,684,756 | 2,950,381 | 14,317,119 | 279,107,256 | 3.10% | 1,635 |
| 2015 | | 198,705,000 | 74,441,297 | 3,560,201 | 16,125,570 | 292,832,068 | 3.76% | 1,760 |
| 2014 | | 210,210,000 | 76,817,698 | 4,152,153 | 17,932,655 | 309,112,506 | 4.35% | 1,902 |
| 2013 | | 128,755,000 | 78,846,876 | 4,731,544 | 15,022,927 | 227,356,347 | 3.43% | 1,420 |
| 2012 | | 139,585,000 | 80,568,695 | 2,147,182 | 2,942,105 | 225,242,983 | 3.57% | 1,418 |

Sources:

Personal and per capita income numbers were obtained from the Bureau of Economic Analysis.

Administrative School District No. 1 Deschutes County, Oregon Legal Debt Margin Information Last Ten Fiscal Years (in thousands)

| | | Computation of Debt Margin | | | | | | | | |
|------|-------------------|----------------------------|------------------|-------------------|-----------------|------------|---------------------|--|--|--|
| | | Debt Limit = | | Less Assets | Total Amount | | Ratio of Legal Debt | | | |
| | | Real Market Value | Total General | Available in Debt | of Debt Subject | Legal Debt | Margin to the | | | |
| | Real Market Value | X .0795 | Obligation Bonds | Service Fund | to Debt Limit | Margin | Debt Limit | | | |
| 2021 | 34,535,389 | 2,745,563 | 387,870 | (4,694) | 383,176 | 2,362,387 | 86% | | | |
| 2020 | 32,827,950 | 2,609,822 | 387,870 | (4,031) | 383,839 | 2,225,983 | 85% | | | |
| 2019 | 30,243,766 | 2,404,379 | 313,540 | (3,585) | 309,955 | 2,094,425 | 87% | | | |
| 2018 | 26,993,818 | 2,146,009 | 332,610 | (2,377) | 330,233 | 1,815,780 | 85% | | | |
| 2017 | 23,788,200 | 1,891,162 | 175,635 | (1,937) | 173,698 | 1,717,465 | 91% | | | |
| 2016 | 21,279,466 | 1,691,718 | 190,155 | (2,510) | 187,645 | 1,504,073 | 89% | | | |
| 2015 | 18,608,982 | 1,479,414 | 198,705 | (2,272) | 196,433 | 1,282,981 | 87% | | | |
| 2014 | 16,076,707 | 1,278,098 | 210,210 | (2,783) | 207,427 | 1,070,671 | 84% | | | |
| 2013 | 15,123,058 | 1,202,283 | 128,755 | (3,701) | 125,054 | 1,077,229 | 90% | | | |
| 2012 | 15,382,464 | 1,222,906 | 139,585 | (1,756) | 137,829 | 1,085,077 | 89% | | | |

Debt limit by Oregon State Law is 7.95% of real market value.

Source:

Debt limitation formula has been obtained from Oregon Revised Statutes 328.245 (1), (2). Real market value was obtained from Deschutes County

Administrative School District No. 1
Deschutes County, Oregon
Ratio of Net Bonded Debt to Real Market Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

| Fiscal Year | Gross Bonded | Debt Service | Net Bonded | Ratio of Net Bonded Debt | Net Bonded |
|---------------|--------------|--------------|-------------|--------------------------|-----------------|
| Ended June 30 | Debt | Fund Balance | Debt | to Real Market Value | Debt Per Capita |
| 2021 | 391,356,227 | 4,693,630 | 386,662,597 | 0.81% | 1,963 |
| 2020 | 414,889,428 | 4,031,467 | 410,857,961 | 0.92% | 2,129 |
| 2019 | 335,297,826 | 3,585,422 | 331,712,404 | 0.81% | 1,755 |
| 2018 | 356,629,209 | 2,359,500 | 354,269,709 | 0.96% | 1,937 |
| 2017 | 188,999,007 | 1,937,200 | 187,061,807 | 0.58% | 1,059 |
| 2016 | 204,472,119 | 2,510,423 | 201,961,696 | 0.70% | 1,183 |
| 2015 | 214,830,570 | 2,271,973 | 212,558,597 | 0.84% | 1,277 |
| 2014 | 228,142,655 | 2,783,953 | 225,358,702 | 0.78% | 1,387 |
| 2013 | 143,777,927 | 3,701,248 | 140,076,679 | 0.53% | 875 |
| 2012 | 142,527,105 | 1,756,057 | 140,771,048 | 0.59% | 886 |

Gross Bonded Debt has been modified to include the unamortized bond premium and discount

Sources:

Population numbers come from Economic Development for Central Oregon (EDCO). Real market value comes from Deschutes County

Administrative School District No.1 Deschutes County, Oregon Demographic and Economic Statistics Last Ten Fiscal Years

| | | | | | Civilian | | Annual | |
|----------|------------|--------------|------------|----------------|----------|---------------|----------|--------|
| Calendar | | Unemployment | Per capita | Total Personal | Labor | Average Daily | Cost Per | |
| Year | Population | Rate | Income | Income | Force | Membership | ADM | ADMw |
| 2021 | 197,015 | 5.9% | N/A | N/A | 102,109 | 17,260 | 15,604 | 19,517 |
| 2020 | 193,000 | 12.4% | 61,216 | 12,351,409,000 | 98,044 | 18,448 | 13,790 | 20,775 |
| 2019 | 188,980 | 4.2% | 56,447 | 11,159,204,000 | 96,706 | 18,256 | 13,017 | 20,550 |
| 2018 | 182,930 | 4.0% | 55,143 | 10,587,224,000 | 95,138 | 18,172 | 12,568 | 20,853 |
| 2017 | 176,635 | 3.7% | 50,955 | 9,522,219,000 | 93,336 | 17,851 | 12,015 | 20,687 |
| 2016 | 170,740 | 5.1% | 49,881 | 9,012,257,000 | 88,985 | 17,425 | 13,476 | 20,230 |
| 2015 | 166,400 | 6.2% | 46,005 | 7,788,057,000 | 81,325 | 16,467 | 9,201 | 19,192 |
| 2014 | 162,525 | 8.1% | 41,996 | 7,100,843,000 | 77,925 | 16,051 | 10,883 | 18,789 |
| 2013 | 160,140 | 10.8% | 40,223 | 6,636,813,000 | 80,505 | 15,763 | 10,973 | 18,467 |
| 2012 | 158,875 | 11.8% | 38,469 | 6,313,477,000 | 80,234 | 15,463 | 10,157 | 18,160 |

Sources:

Unemployment rate and labor force information is for Deschutes County and was obtained from the State of Oregon Employment Department - Oregon Labor Market Information System (OLMIS). Qualityinfo.org

Personal and per capita income numbers came from the Bureau of Economic Analysis.

Administrative School District No. 1 Deschutes County, Oregon Principal Employers Current Year and Nine Years Ago

| | | 2021 | | | 2012 | |
|--------------------------------------|-----------|------|------------|-----------|------|------------|
| | | | Percentage | | | Percentage |
| | | | of Total | | | of Total |
| | | | County | | | County |
| Employer | Employees | Rank | Employees | Employees | Rank | Employees |
| St Charles Medical Center | 4,201 | 1 | 4.90% | 2,842 | 1 | 4.64% |
| Administrative School District No. 1 | 2,160 | 2 | 2.52% | 1,723 | 2 | 2.81% |
| Deschutes County | 1,011 | 3 | 1.18% | 1,039 | 3 | 1.69% |
| Sunriver Resort | 1,000 | 4 | 1.17% | 900 | 4 | 1.47% |
| Redmond School District | 929 | 5 | 1.08% | 735 | 6 | 1.20% |
| Mt Bachelor | 860 | 6 | 1.00% | 749 | 5 | 1.22% |
| COCC | 699 | 7 | 0.82% | - | - | - |
| City of Bend | 679 | 8 | 0.79% | - | - | - |
| Summit Medical Group | 607 | 9 | 0.71% | - | - | - |
| Lonza (formerly Bend Research) | 438 | 10 | 0.51% | - | - | - |
| Wal Mart | - | - | - | 591 | 7 | 0.96% |
| Bend Memorial Clinic | - | - | - | 575 | 8 | 0.94% |
| Eagle Crest | - | - | - | 530 | 9 | 0.86% |
| Fred Meyer | | - | | 472 | 10 | 0.77% |
| Total | 12,584 | | 14.17% | 10,156 | | 16.56% |

Sources:

Economic Development for Central Oregon, Oregon Department of Education, Deschutes County Finance Department.

Administrative School District No. 1
Deschutes County, Oregon
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

| | 2012 | 2013 | 2014 | 2015 |
|--|-------|-------|-------|-------|
| Function: | | | | |
| Regular instruction | 618 | 623 | 662 | 685 |
| Special programs including summer school | 285 | 285 | 286 | 288 |
| Student services | 119 | 122 | 120 | 124 |
| Instructional staff | 40 | 42 | 48 | 51 |
| General administration | 2 | 2 | 2 | 2 |
| School administration | 105 | 106 | 111 | 115 |
| Business, transportation and maintenance | 203 | 207 | 211 | 210 |
| Central activities | 33 | 31 | 31 | 33 |
| Food services | 66 | 64 | 64 | 69 |
| Other enterprise and community services | 11 | 13 | 14 | 14 |
| Facilities acquisition and construction | 3 | 3 | 4 | 6 |
| Total | 1,485 | 1,498 | 1,553 | 1,597 |

Source:

Information was obtained from District's payroll records

Note:

FTE is as of June 1 and does not include vacant positions.

| 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | |
|-------|-------|-------|-------|-------|-------|--|
| | | | | | | |
| 736 | 754 | 767 | 786 | 781 | 831 | |
| 290 | 301 | 313 | 297 | 297 | 294 | |
| 128 | 134 | 148 | 146 | 157 | 171 | |
| 53 | 55 | 57 | 57 | 57 | 54 | |
| 2 | 2 | 2 | 2 | 2 | 3 | |
| 127 | 119 | 124 | 134 | 132 | 136 | |
| 218 | 230 | 229 | 231 | 243 | 230 | |
| 38 | 40 | 41 | 42 | 44 | 45 | |
| 70 | 71 | 72 | 72 | 74 | 60 | |
| 14 | 12 | 14 | 14 | 15 | 14 | |
| 5 | 5 | 10 | 10 | 11 | 12 | |
| 1,681 | 1,723 | 1,777 | 1,791 | 1,813 | 1,850 | |

Administrative School District No. 1 Deschutes County, Oregon Operating Indicators by Function Last Ten Fiscal Years

| | 2012 | 2013 | 2014 |
|--|-----------|-----------|-----------|
| Function: | | | |
| Instruction | | | |
| Enrollment | 16,300 | 16,600 | 16,863 |
| Transportation | | | |
| Number of buses | 133 | 133 | 133 |
| Miles driven per year | 1,535,703 | 1,636,654 | 1,679,498 |
| Cost per mile | \$ 4.40 | \$ 4.06 | \$ 4.31 |
| Students transported to school daily | 5,221 | 5,232 | 5,361 |
| Food services | | | |
| Free lunch participants | 6,504 | 6,427 | 6,404 |
| Reduced lunch participants | 1,117 | 1,021 | 992 |
| Percent free/reduced of total enrollment | 47% | 45% | 44% |

Source:

Information was obtained from the District's transportation and food service departments.

Note:

Enrollment is as of October 1 of each fiscal year

^{*}Food Services - Since 2018 Four schools have been, and continue to be, Community Eliq Provision school - no counts taken

^{*}Food Services - Since 2021 Nine schools have been, and continue to be Community Eliç Provision school

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|-----------|-----------|-----------|-----------|-----------|-----------|---------|
| 17,163 | 17,534 | 18,034 | 18,375 | 18,428 | 18,672 | 17,612 |
| 130 | 139 | 134 | 124 | 126 | 131 | 125 |
| 1,580,045 | 1,951,595 | 1,733,345 | 1,684,249 | 1,636,116 | 1,201,119 | 947,521 |
| \$ 4.54 | \$ 3.64 | \$ 4.31 | \$ 4.51 | \$ 4.64 | \$ 6.32 | \$ 8.02 |
| 4,705 | 4,595 | 4,945 | 5,216 | 5,395 | 6,100 | 2,021 |
| 4,701 | 4,371 | 4,034 | 3,949 | 4,159 | 4,317 | 3,113 |
| 953 | 1,007 | 1,002 | 1,081 | 1,218 | 1,037 | 316 |
| 33% | 31% | 28% | 27% | 29% | 29% | 19% |

gibility

gibility

Administrative School District No. 1 Deschutes County, Oregon Capital Asset Statistics by Function Last Ten Fiscal Years

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Function: | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Number of elementary schools | 17 | 17 | 17 | 17 | 18 | 18 | 18 | 18 | 19 | 19 |
| Number of middle schools | 5 | 5 | 5 | 5 | 7 | 7 | 7 | 7 | 7 | 7 |
| Number of high schools | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 7 | 7 | 7 |
| Elementary school enrollment | 7,301 | 7,522 | 7,719 | 7,827 | 8,046 | 8,260 | 8,370 | 8,244 | 8,222 | 7,606 |
| Middle school enrollment | 3,669 | 3,713 | 3,785 | 3,862 | 3,962 | 4,125 | 4,268 | 4,403 | 4,523 | 4,187 |
| High school enrollment | 5,330 | 5,365 | 5,359 | 5,474 | 5,526 | 5,649 | 5,737 | 5,781 | 5,927 | 5,819 |
| General administration | | | | | | | | | | |
| Number of buildings | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Business, transportation and maintenance | | | | | | | | | | |
| Number of buildings | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |

Source:

Information was obtained from the District's capital asset and student enrollment records.

Administrative School District No. 1 Deschutes County, Oregon School Building Capacity and Enrollment June 30, 2021

| | | Capacity Without | | | |
|--------------------------|---------------------|------------------|------------|------------------|--|
| | | Modular | Percent of | Year of Building | |
| Building | Building Enrollment | | Capacity | Construction | |
| Elementary Schools | | | | | |
| Amity Creek | 132 | 150 | 88% | 1948 | |
| Bear Creek | 549 | 600 | 92% | 1963 | |
| Buckingham | 377 | 600 | 63% | 1980 | |
| Ensworth | 169 | 300 | 56% | 2005 | |
| Elk Meadow | 434 | 600 | 72% | 1993 | |
| Highland | 355 | 375 | 95% | 1918 | |
| High Lakes | 453 | 600 | 76% | 2000 | |
| RE Jewell | 420 | 600 | 70% | 1974 | |
| Juniper | 402 | 560 | 72% | 1965 | |
| La Pine | 280 | 600 | 47% | 1993 | |
| Lava Ridge | 427 | 600 | 71% | 1994 | |
| North Star | 262 | 600 | 44% | 2019 | |
| Pine Ridge | 453 | 600 | 76% | 2004 | |
| Ponderosa | 396 | 600 | 66% | 2008 | |
| Rosland | 214 | 300 | 71% | 2010 | |
| Silver Rail | 415 | 600 | 69% | 2015 | |
| Westside Village (K-8) | 250 | 382 | 65% | 1949 | |
| William E Miller | 471 | 600 | 79% | 2009 | |
| Three Rivers (K-8) | 395 | 450 | 98% | 1989 | |
| Total elementary schools | 6,854 | 9,717 | 89% | | |
| Middle Schools | | | | | |
| Cascade | 718 | 800 | 90% | 1978 | |
| High Desert | 764 | 800 | 96% | 1993 | |
| Pilot Butte | 588 | 825 | 71% | 1967 | |
| Pacific Crest | 566 | 800 | 71% | 2015 | |
| La Pine | 304 | 550 | 55% | 1978 | |
| REALMS | 147 | 150 | 98% | 1991 | |
| Skyview | 596 | 800 | 85% | 2000 | |
| Total middle schools | 3,683 | 4,725 | 88% | | |
| High Schools | _ | | | _ | |
| Bend | 1,672 | 1,550 | 108% | 1956 | |
| La Pine | 416 | 550 | 76% | 1961 | |
| Marshall | 102 | 200 | 51% | 1948 | |
| Mountain View | 1,232 | 1,500 | 82% | 1978 | |
| REALMS | 137 | 100 | 137% | 1993 | |
| Skyline | 149 | 100 | 149% | 1993 | |
| Summit | 1,579 | 1,500 | 103% | 2000 | |
| Total high schools | 5,287 | 5,500 | 99% | | |

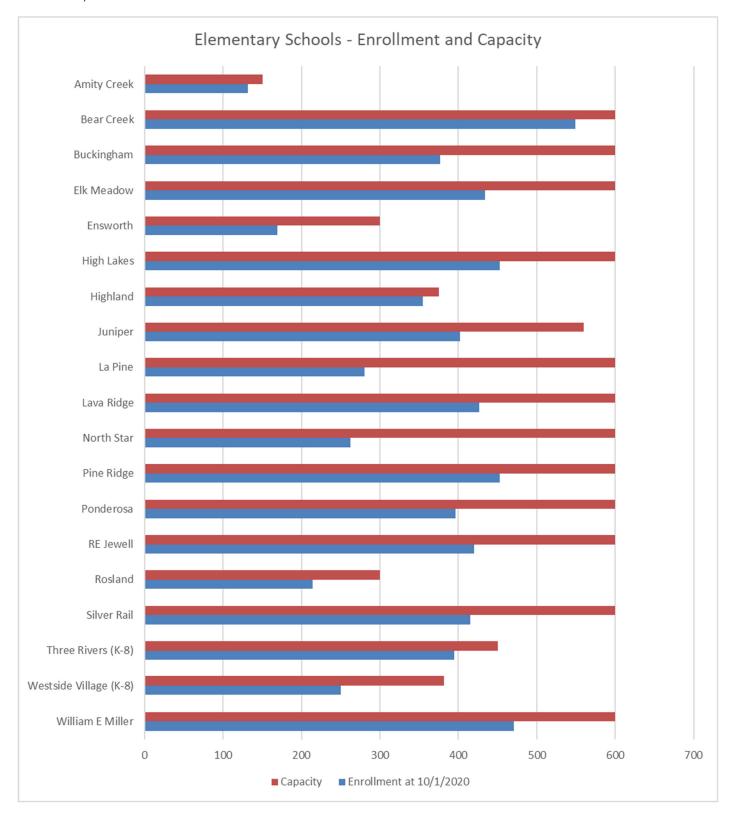
Note:

Enrollment is as of October 1, 2020

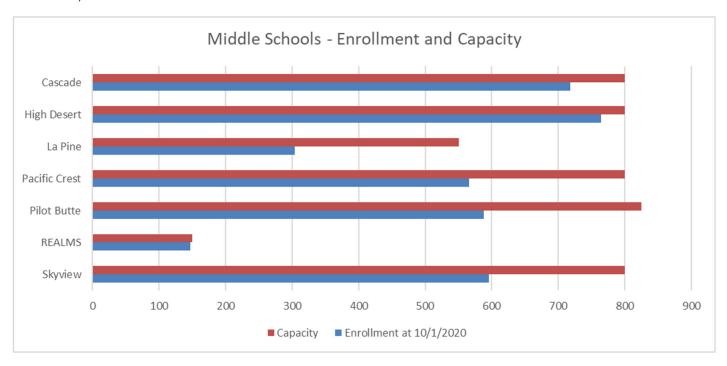
Many buildings have undergone remodels since original construction

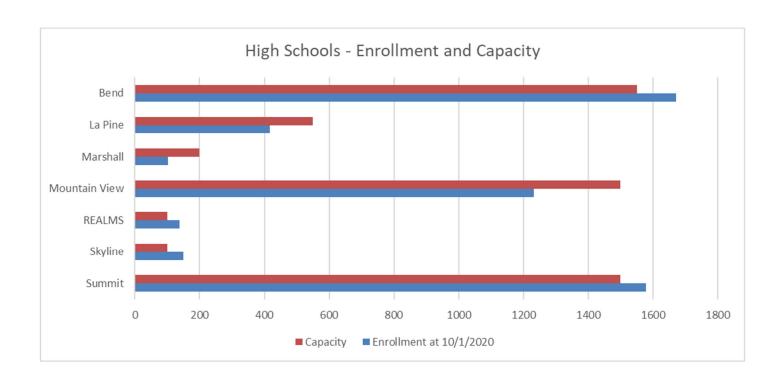
Information obtained from District's student enrollment and capital asset records

Administrative School District No. 1 Deschutes County, Oregon Elementary School Enrollment and Capacity October 1, 2020



Administrative School District No. 1 Deschutes County, Oregon Middle and High School Enrollment and Capacity October 1, 2020





Est. 1883

B E N D 🛱 LAPINE

Schools

EDUCATING THRIVING CITIZENS

AUDITOR'S COMMENTS



"I like a teacher who gives you something to take home to think about besides homework"

Lily Tomlin



INDEPENDENT AUDITORS' REPORT REQUIRED BY OREGON STATE REGULATIONS

Board of Directors Administrative School District No. 1 Deschutes County, Oregon

We have audited the basic financial statements of the Administrative School District No. 1, Deschutes County, Oregon (the District) as of and for the year ended June 30, 2021 and have issued our report thereon dated December 11, 2021. 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 *Governmental Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's 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 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 the 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

renda Bartlett

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

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

Brenda Bartlett, CPA

SGA Certified Public Accountants and Consultants, LLP

Bend, Oregon

December 11, 2021

Grant Compliance



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

Board of Directors Administrative School District No. 1 Deschutes County, Oregon

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 financial statements of the governmental activities and each major fund of Administrative School District No.1, Deschutes County, Oregon (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, and the respective changes in financial position and the respective budgetary comparison for the General Fund and the Special Revenue Fund, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 11, 2021.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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 entity's 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 over financial reporting 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 financial reporting 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.

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 - continued

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its 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 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 is not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Brenda Bartlett, CPA

Brenda Bartlett

SGA Certified Public Accountants and Consultants, LLP

Bend, Oregon

December 11, 2021



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

Board of Directors Administrative School District No. 1 Deschutes, Oregon

Report on Compliance for Each Major Federal Program

We have audited Administrative School District No. 1, Deschutes County, Oregon (the District's) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of the auditor's 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.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's 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 US *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 the District's 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 with each major federal program. However, our audit does not provide a legal determination on the District's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, the District 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, 2021.

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

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control with the types of compliance requirements referred to above. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance 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 the District's 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 note 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 deficiencies, significant deficiencies, or material weaknesses. 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.

Brenda Bartlett, CPA

renda Bartlett

SGA Certified Public Accountants and Consultants, LLP

Bend, Oregon

December 11, 2021

| Federal Agency | Pass Through Agency | Federal Program Title | Assistance Listing | Other Identification Number | From Direct Awards | From Pass Through Awards | Total Awards | Footnot |
|---|--|--|--------------------------|-----------------------------------|-----------------------|--------------------------------|----------------------|---------|
| | | | | | | | | |
| USDA | | Food Distribution (Commodities) | 10.555 | 902001 | - | 504,926 | 504,926 | |
| | or Education | Commodities from Private Schools Child Nutrition Discretionary Grants | 10.555 10.579 | n/a 902001 | - | 4,908 41,670 | 4,908 41,670 | |
| | | Summer Food Service Program for Children | 10.559 | 902001 | - | 5,408,431 | 5,408,431 | |
| | | Summer Food Service Program for Children | 10.559 | Health insp | - | 8,188 | 8,188 | |
| | | Subtotal Nutrition Cluster | - | · | - | 5,968,123 | 5,968,123 | |
| | | Fresh Fruit and Vegetable Program Child and Adult Care Food Program | 10.582 10.558 | 902001 902001 | - | 184,136 2,050,448 | 184,136 2,050,448 | |
| Total USDA | | | - | | | 8,202,707 | 8,202,707 | |
| Dept of Defense | | National Junior ROTC | - 12.U01 | n/a | 82,215 | 0,202,101 | 82,215 | |
| Dept of Defense | | National Junior No Te | 12.001 | II/a | 02,213 | | 02,213 | |
| Dept of Homeland Sec | Oregon Military Dept | Disaster Grants - Public Assistance | 97.036 | | _ | 26,914 | 26,914 | |
| J.S. Dept of | | | _ | | | | | |
| Education | Oregon Dept. of Education | Coronovirus Relief Fund | 21.019 | 52528 | - | 25,749 | 25,749 | |
| | | Title I Grants to Local Education Agencies | 84.010 | 53897 | - | 19,883 | 19,883 | 1 |
| | | Title I Grants to Local Education Agencies | 84.010 | 58215 | - | 2,234,804 | 2,234,804 | 1 |
| | | Title I Grants to Local Education Agencies | 84.010 | 65078 | - | 8,314 | 8,314 | |
| | | Title I Grants to Local Education Agencies | 84.010 | n/a | - | 76,165 | 76,165 | |
| | | Title I Grants to Local Education Agencies | 84.010 84.010 | 58895 60356 | - | 103,077 | 103,077 | |
| | | Title I Grants to Local Education Agencies Subtotal Title I | - 64.010 | 00000 | | 2,547,220 | 104,977 2,547,220 | |
| | | Special Education - Grants to States | 84.027 | 60614 | _ | 2,962,694 | 2,962,694 | |
| | | Special Education - Grants to States | 84.027 | 61414 | - | 27,693 | 27,693 | |
| | | Special Education - Grants to States | 84.027 | n/a | _ | 2,900 | 2,900 | |
| | | Subtotal Special Education - Grants to States | 84.027 | | | 2,993,286 | 2,993,286 | |
| | | Special Education - Preschool Grants | 84.173 | 60460 | - | 841 | 841 | |
| | | Subtotal Special Education Cluster | - | | | 2,994,127 | 2,994,127 | |
| | | Special Education-State Personnel Development English Language Acquisition State Grants | 84.323 84.365 | 47581 n/a | _ | 25,513 88,421 | 25,513 88,421 | |
| | | | | | - | | | |
| | | Supporting Effective Instruction Supporting Effective Instruction | 84.367 84.367 | 58713 53482 | - | 322,549 39,165 | 322,549 39,165 | |
| | | Subtotal Supporting Effective Instruction | - | | | 361,714 | 361,714 | |
| | | School Improvement Grants | 84.377 | 51473 | | 38,549 | 38,549 | 1 |
| | | School Improvement Grants | 84.377 | 54345 | | 250,045 | 250,045 | |
| | | Subtotal School Improvement Grants | - | | | 288,594 | 288,594 | |
| | | Student Support and Academic Enrichment | 84.424 | 54472 | - | 61,089 | 61,089 | |
| | | Student Support and Academic Enrichment Subtotal Student Support and Academic Enrichment | 84.424 | 58532 | | 126,940 188,029 | 126,940 188,029 | |
| | | Education Stabilization Fund | 04.405D | F7700 | | 2 424 500 | 2 424 500 | |
| | | Education Stabilization Fund Education Stabilization Fund | 84.425D 84.425D | 57762 60880 | | 2,134,506 306,963 | 2,134,506 306,963 | |
| | | Education Stabilization Fund | 84.425D | 64532 | _ | 4,452,218 | 4,452,218 | |
| | | Education Stabilization Fund | 84.425 | 64789 | - | - | - | |
| | | Education Stabilization Fund | 84.425U | 64837 | | 2,320,340 | 2,320,340 | |
| | | Subtotal Education Stabilization Fund | - | | | 9,214,027 | 9,214,027 | |
| | | Total Passed Through Oregon Department of Education | | | - | 15,733,395 | 15,733,395 | |
| | Oregon | | | | | | | |
| | University System | Gaining Early Awareness and Readiness for Undergraduate Programs | 84.334 | n/a | _ | 53,280 | 53,280 | |
| | | | _ | | | | | |
| | High Desert | Career and Technical Education - Basic Grants to States | 84.048 | n/a | _ | 3,419 | 3,419 | |
| | ESD | Education for Homeless Children and Youth | 84.196 | n/a | _ | 14,692 | 14,692 | |
| | | Total Passed Through High Desert ESD | - | • | | 18,111 | 18,111 | |
| | B | | | | | | | |
| | Dept of | | | | | | | |
| | Human Services | Special Education - State Vocational Rehabilitation | 84.126A | n/a | | 76,148 | 76,148 | |
| otal US Dept of Educ | Human Services | Special Education - State Vocational Rehabilitation | 84.126A | n/a | | | | |
| otal US Dept of Educ | Human Services ation | Special Education - State Vocational Rehabilitation | 84.126A | n/a | | 76,148 15,880,935 | 76,148 15,880,935 | |
| otal US Dept of Educ US Dept of Health Ind Human Services | Human Services ation Oregon Dept. | Special Education - State Vocational Rehabilitation Foster Care Transportation | _ 84.126A - 93.658 | n/a 57108 | | | | |

⁽¹⁾ Audited as major programs

Administrative School District No. 1
Deschutes County, Oregon
Notes to Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2021

Significant Accounting Policies

Note A - Purpose of the Schedule

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal award activity of Bend-La Pine Schools (the District). The information in this schedule is prepared in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the SEFA presents only a selected portion of the operations of the District, it is not intended and does not present the financial position or changes in net position of the District.

Note B – Summary of Significant Accounting Policies

Basis of Presentation - Expenditures on the SEFA are reported on the modified accrual basis of accounting. Under a modified accrual basis, revenues are recorded when measurable and available, or in the case of grants where the expenditure is the prime factor for determining eligibility, when the expenditure is made. Expenditures are recorded when a liability is incurred. Such expenditures are recognized using the Uniform Guidance wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The District has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

Federal Financial Assistance - Pursuant to the Uniform Guidance, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance or direct appropriations. Accordingly, nonmonetary federal assistance, including federal surplus property, is included in federal financial assistance and, therefore, is reported on the Schedule, if applicable. Federal financial assistance does not include direct federal cash assistance to individuals. Solicited contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

In response to the COVID-19 pandemic, the District received nonmonetary Federal assistance in the form of personal protective equipment (PPE). The fair value of PPE could not be determined and it is not included in this schedule.

Major Programs - The Uniform Guidance establishes criteria to be used in defining major federal financial assistance programs. Major programs for the District are those programs selected for testing by the auditor using a risk-assessment model, as well as certain minimum expenditure requirements, as outlined in the Uniform Guidance. Programs with similar requirements may be grouped into a cluster for testing purposes.

Note C – Child Nutrition Cluster

The District commingles cash receipts from the US Department of Agriculture with similar state grants. When reporting expenditures on this schedule, the District assumes it expends federal monies first. The District reports commodities consumed on the Schedule at fair value.

Administrative School District No. 1 Deschutes County, Oregon

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

• Material weaknesses identified?

• Significant deficiencies? None reported

Noncompliance material to the financial statements noted? No

Federal Awards

Internal control over major federal programs:

Material weaknesses identified?Significant deficiencies identified?No

Type of auditor's report issued on compliance for major

federal programs: Unmodified

Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)?

No

Identification of major federal programs:

| CFDA No(s). | Name of Federal Program or Cluster |
|-------------|-------------------------------------|
| 84.425 | Education Stabilization Fund |
| 84.010 | Title I |
| 84.377 | School Improvement Grants |

Dollar threshold used to distinguish between Type A and

Type B programs \$750,000

Auditee qualified as low-risk auditee? Yes

Administrative School District No. 1 Deschutes County, Oregon

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2021

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Award Findings and Questioned Costs

None reported.

We would like to take this opportunity to express our appreciation for all of the efforts of these staff members who assisted in the preparation of this Annual Comprehensive Financial Report: Leah Bibeau, Finance Director; Nick Shein, Accounting Services Manager; Linda O'Donnell, Business Office Operations Manager; Diana Silcocks, Staff Accountant; Kristi Scheiderman, Staff Accountant; Matt Gayman, Staff Accountant; Wendy Reeves, Staff Accountant; Amy Coronado, Procurement and Contract Manager; and Michael Asher, Graphic Designer.

We would also like to recognize the following Business Office staff for their indirect support of the financial reporting process: Melinda Kruse, Nicole Olson, Jenny Ostrom, Jason Schneider and Brenda Spreier.

The Finance Team



EDUCATING THRIVING CITIZENS