



**OAKLAND SCHOOL DISTRICT NO. 1**

**OAKLAND, OREGON**

**JUNE 30, 2020**

**ANNUAL FINANCIAL REPORT**

# **OAKLAND SCHOOL DISTRICT NO. 1**

PO Box 390  
Oakland, Oregon 97462  
(541) 459-4341

## **BOARD OF DIRECTORS**

DARIAN BAIMBRIDGE Board Chair  
PO Box 390, Oakland, OR 97462

BRENT PARKER Vice Chair  
PO Box 390, Oakland, OR 97462

DAN FORBESS Board Member  
PO Box 390, Oakland, OR 97462

ANDREA ROTH Board Member  
PO Box 390, Oakland, OR 97462

MELODY RUDENKO Board Member  
PO Box 390, Oakland, OR 97462

## **ADMINISTRATION**

PATTI LOVEMARK Superintendent  
PO Box 390, Oakland, OR 97462

AMBER SOTERION Business Manager  
PO Box 390, Oakland, OR 97462

# OAKLAND SCHOOL DISTRICT NO. 1

## AUDIT REPORT

JUNE 30, 2020

---

### TABLE OF CONTENTS

	<u>PAGE</u>
<b>INDEPENDENT AUDITOR'S REPORT</b>	1a-1b
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	2-9
<b>BASIC FINANCIAL STATEMENTS:</b>	
<u><b>Government-wide Financial Statements:</b></u>	
Statement of Net Position	10
Statement of Activities	11
<u><b>Fund Financial Statements:</b></u>	
Balance Sheet - Governmental Funds	12
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	13
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities	15
<u><b>Notes To The Basic Financial Statements</b></u>	16-47
<b>REQUIRED SUPPLEMENTARY INFORMATION:</b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund #100	48
Retirement Liability Fund #203	49
Schedule of Proportionate Share of the Net Pension Liability	50
Schedule of Employer Contributions	51
Schedule of Proportionate Share of the Net OPEB (RHIA) Liability	52
Schedule of Employer Contributions	53
Schedule of Related Ratios	54
<b>OTHER SUPPLEMENTARY DATA:</b>	
<u><b>Non-Major Governmental Funds Funds:</b></u>	
Combining Balance Sheet - All Non-Major Governmental Funds - By Fund Type	55
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - All Non-Major Governmental Funds - By Fund Type	56

# OAKLAND SCHOOL DISTRICT NO. 1

## AUDIT REPORT

JUNE 30, 2020

---

### TABLE OF CONTENTS (Cont.)

	<u>PAGE</u>
<b>OTHER SUPPLEMENTARY DATA (Cont.):</b>	
<b><u>Non-Major Special Revenue Funds:</u></b>	
Combining Balance Sheet	57
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	58
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Scholarship Fund #201	59
Athletic Fund #202	60
Grant And Projects Fund #204	61
Textbook Reserve Fund #205	62
Early Retirement Fund #206	63
Student Body Funds #208	64
Cafeteria Fund #210	65
Transportation Fund #217	66
Computer Replacement Fund #220	67
Unemployment Fund #250	68
<b><u>Debt Service Funds:</u></b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Debt Service Fund #300 (A Non-Major Fund)	69
<b><u>Capital Projects Funds:</u></b>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Building & Repair Fund #400 (A Major Fund)	70
Furniture Replacement Fund #405 (A Non-Major Fund)	71
Capital Projects Fund #410 (A Non-Major Fund)	72
<b><u>Additional Supporting Schedules:</u></b>	
Schedule of Long-Term Debt Transactions & Future Requirements	73-76
Schedule of Expenditures of Federal Awards	77
Form 581-3211-C	78
Revenue Summary – All Governmental Funds	79
Expenditure Summary – General Fund #100	80
Expenditure Summary – Special Revenue Funds #200	81
Expenditure Summary – Debt Service Funds #300	82
Expenditure Summary – Capital Projects Funds #400	83
<b>ACCOMPANYING INFORMATION:</b>	
Independent Auditor’s Report Required by Oregon State Regulations	84



## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Oakland School District No. 1,  
PO Box 390 Oakland, Oregon 97462

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oakland School District No. 1 as of and for the year ended June 30, 2020 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 standards 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**

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 my 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 Oakland School District No. 1 as of June 30, 2020, and the respective changes in financial position and in conformity 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 on pages 2-9, the schedules of revenues, expenditures and changes in fund balances – budget and actuals on pages 48-49, the pension schedules on pages 50-51, and OPEB schedules on pages 52-54 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.

I have applied certain limited procedures to the management's discussion and analysis and the pension schedules in accordance with the auditing standards generally accepted in the United States of America, which consisted principally of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedules of revenues, expenditures and changes in fund balances – budget and actuals described above on pages 48-49 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The schedules of revenues, expenditures and changes in fund balances – budget and actuals have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedules of revenues, expenditures and changes in fund balances – budget and actuals are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

#### *Other Information*

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Oakland School District No. 1's basic financial statements. The other supplementary data on pages 55-83 is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Oakland School District No. 1.

The other supplementary data on pages 55-83 is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other 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 my opinion, other supplementary data is fairly stated in all material respects in relation to the financial statements taken as a whole.

#### **Report on Other Legal and Regulatory Requirements**

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, I have issued my report dated December 10, 2020, on my consideration of the Oakland School District No. 1's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of my testing of compliance and the results of that testing and not to provide an opinion on the District's compliance.



Steve Tuchscherer, CPA  
Roseburg, Oregon  
December 10, 2020

**MANAGEMENT'S**  
**DISCUSSION**  
**AND ANALYSIS**

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

---

The discussion and analysis of Oakland School District No. 1's financial performance provides an overview of the District's financial activities for the fiscal year that ended June 30, 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the fiscal year ended June 30, 2020 are as follows:

- The District's net position increased by \$170,879 which represents a 19.4% increase from the previous year.
- General revenues accounted for \$7,197,230 in revenue, or 86.3% of all revenues. Program specific revenues in the form of charges for services, and grants and donations accounted for \$1,145,927 or 13.7% of total revenues of \$8,343,157.
- The District had \$7,787,589 in expenses, which was less than total revenues, resulting in an increase in total net position of \$555,568.
- Total assets of governmental activities increased by \$420,874, primarily due to an increase in cash and investments from the prior year.
- Total liabilities increased by \$1,527,728 during the year primarily due to an increase in net pension liability.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

Management's Discussion and Analysis introduces the District's basic financial statements. The basic financial statements include: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes additional supplementary information to supplement the basic financial statements.

*Government-wide Financial Statements*

The first of the government-wide statements is the *Statement of Net Position*. This is the District-wide statement of financial position presenting information that includes all of the District's assets and liabilities. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. Evaluation of the overall economic health of the District would extend to other non-financial factors such as the condition of school buildings and other facilities and changes in the district's enrollment, which dictates the majority of revenue to be collected through the State Funding Formula.



**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

---

The second government-wide statement is the *Statement of Activities* which reports how the District's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the *Statement of Activities* is to show the financial reliance of the distinct activities or functions of the District that are primarily supported by intergovernmental revenues, principally state basic school support and property tax revenues. The governmental activities of the District include instruction, instructional support services, operation and maintenance of plant, student transportation, and non-instructional support services.

*Fund Financial Statements*

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, Fund Financial Statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of individual budget versus actual statements and combining statements in a later section of this report.

*Governmental funds*, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. Unlike the government-wide financial statements, these statements report short-term fiscal accountability focusing on use of spendable resources during the year and balances of spendable resources available at the end of the fiscal year.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide reconciliation to government-wide statements to assist in understanding the differences between these two perspectives.

*Fiduciary funds* such as private-purpose trust funds for scholarships are reported in the fiduciary fund financial statements but are excluded from government-wide reporting. Fiduciary fund financial statements report net position and changes in net position on a cash basis. The District has no fiduciary funds.

*Notes to the Financial Statements*

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin immediately following the basic financial statements.

*Other Information*

In addition to the basic financial statements and accompanying notes, this report also presents as required supplementary information budgetary comparison statements for the General Fund, the Retirement Liability Fund, and the Building and Repair Fund. The required supplementary information immediately follows the notes to the financial statements. Other supplementary data includes combining statements, individual fund schedules, and other schedules. These statements and schedules immediately follow the required supplementary information in this report.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

Recall that the Statement of Net Position provides the perspective of the District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

The District's net position at fiscal year-end was \$880,036. This is a \$170,879 increase from last year's net position and represents a 19.4% increase from the previous year.

The following table provides a summary of the District's net position. Comparative information from the previous year is provided.

**Summary of Net Position**

	Governmental Activities		Percentage Change
	June 30, 2020	June 30, 2019	
<b>Assets</b>			
Current and Other Assets	\$ 3,507,826	\$ 3,238,203	8.3%
Capital Assets	2,099,496	1,948,245	7.8%
Total Assets	5,607,322	5,186,448	8.1%
<b>Deferred Outflow of Resources</b>	3,511,896	2,459,845	42.8%
<b>Liabilities</b>			
Long-Term Liabilities	8,240,594	6,703,678	22.9%
Other Liabilities	1,073,309	1,082,496	-0.8%
Total Liabilities	9,313,902	7,786,174	19.6%
<b>Deferred Inflow of Resources</b>	514,471	740,155	-30.5%
<b>Net Position</b>			
Net Investment in Capital Assets	1,283,906	999,479	28.5%
Restricted	539	19,533	N/A
Unrestricted	(1,993,602)	(1,899,048)	-5.0%
Total Net Position	\$ (709,157)	\$ (880,036)	-19.4%

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

The following table shows the changes in net position. Prior-year information is provided for comparative analysis of government-wide revenue and expense information.

<b>Changes in Net Position</b>			
	Governmental Activities		
	2019-20	2018-19	Percentage Change
<b>Revenues</b>			
Program Revenues			
Charges for Services	\$ 159,476	\$ 263,075	-39.4%
Operating Grants and Contributions	986,451	719,974	37.0%
General Revenues			
Property Taxes	1,407,228	1,390,457	1.2%
State Basic School Support	5,439,324	4,677,427	16.3%
Federal Forest Fees	67,280	62,986	6.8%
Other	283,398	303,459	-6.6%
Total Revenues	8,343,157	7,417,378	12.5%
<b>Program Expenses</b>			
Instruction	4,235,910	4,496,837	-5.8%
Support Services	3,266,833	2,616,191	24.9%
Community Services	242,966	239,258	1.5%
Interest on Long-Term Debt	41,880	36,457	14.9%
Total Program Expenses	7,787,589	7,388,744	5.4%
<b>Change in Net Position</b>	<b>\$ 555,568</b>	<b>\$ 28,634</b>	

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

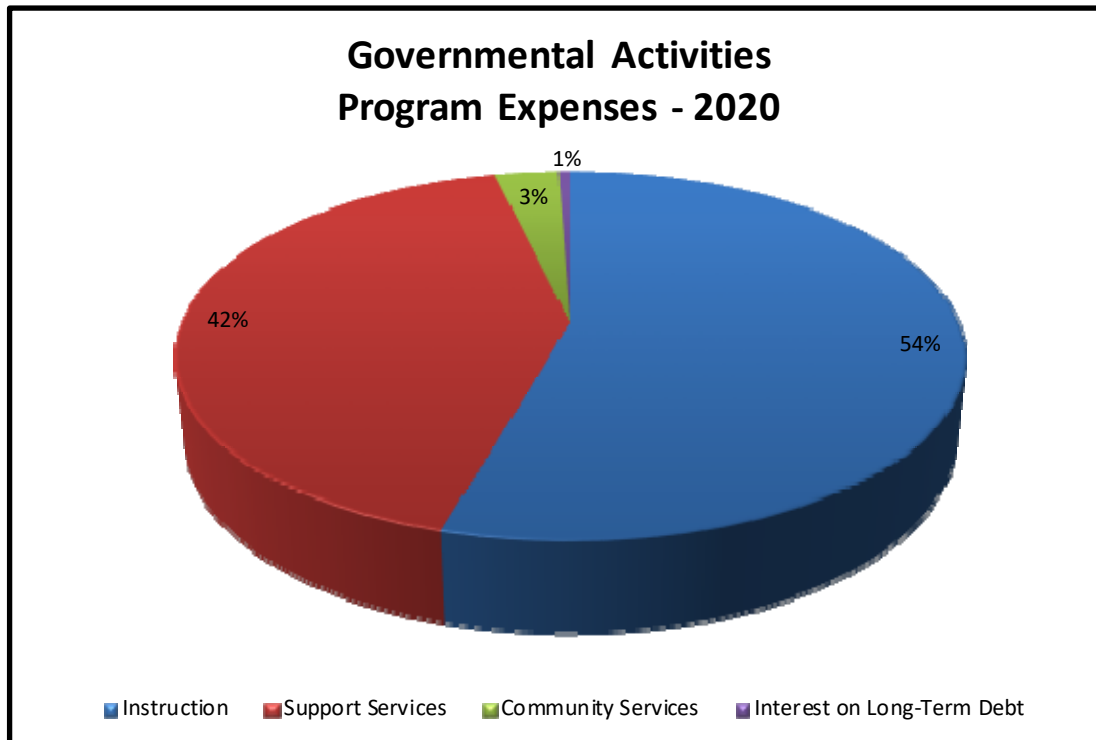
The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. The following table shows, for governmental activity, the total cost of the four major functional activities of the District. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions. Prior-year information is provided for comparative analysis.

**Governmental Activities**

	2019-20		2018-19	
	Total Cost of Services	Net Cost (Profit) of Services	Total Cost of Services	Net Cost (Profit) of Services
Instruction	\$ 4,235,910	\$ 3,478,588	\$ 4,496,837	\$ 3,792,736
Support Services	3,266,833	3,044,516	2,616,191	2,476,744
Community Services	242,966	76,678	239,258	99,757
Interest on Long-Term Debt	41,880	41,880	36,457	36,457
<b>Total Program Expenses</b>	<b>\$ 7,787,589</b>	<b>\$ 6,641,662</b>	<b>\$ 7,388,744</b>	<b>\$ 6,405,695</b>

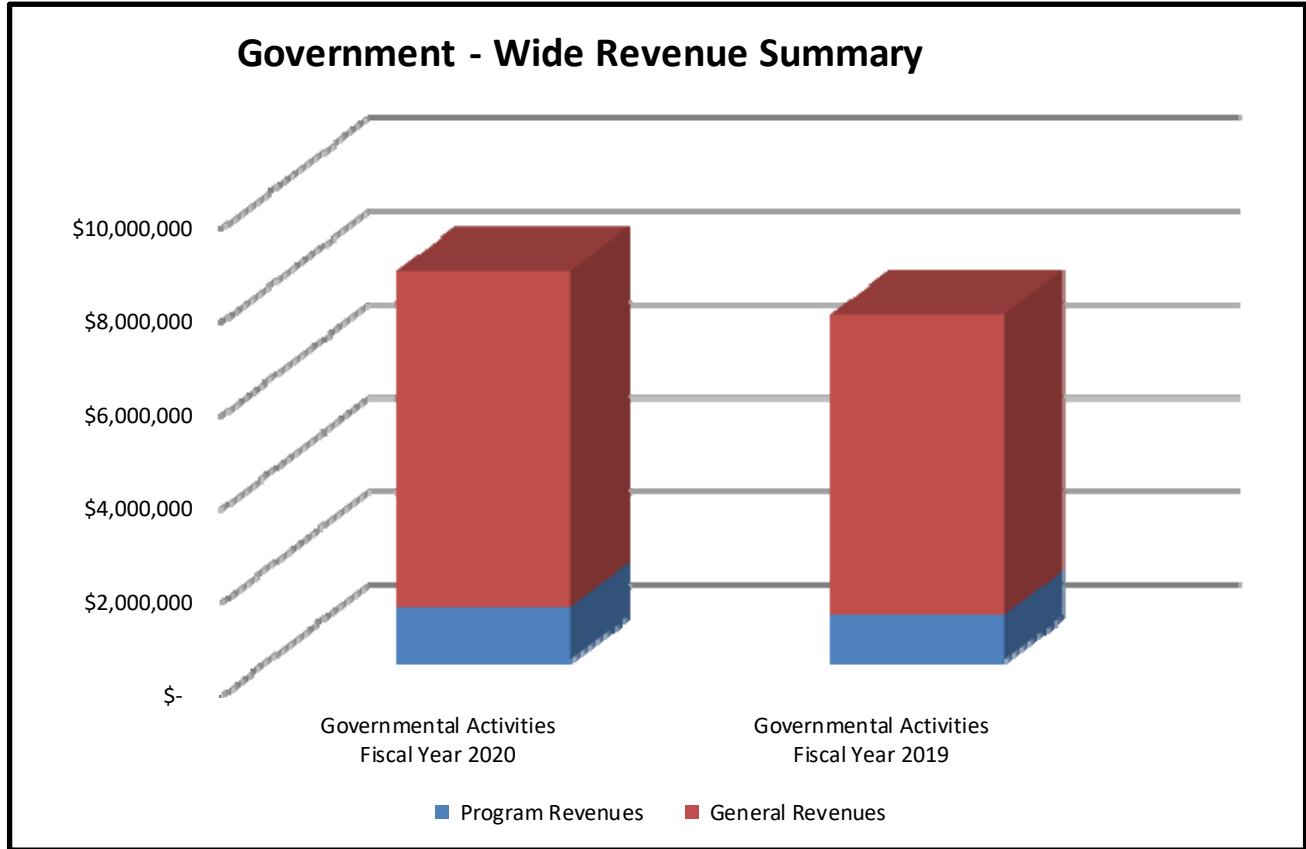
The dependence on general revenues for general government activities is apparent. For the current year, 82% of general government activities are supported through general revenues.

This graph represents the cost of the District's Program expenses by governmental activities.



**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

The following chart analyzes the revenue between governmental activities from prior to current year.



**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

*Governmental Funds*

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the District's governmental funds is to provide information on short-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$3,247,932, an increase of \$225,914. The fund balance consists of non-spendable, restricted, committed, assigned and unassigned amounts. Of the current fund balances, \$13,885 is non-spendable, \$539 is restricted, \$1,659,861 is committed and \$1,573,647 is unassigned and available for spending at the District's discretion.

The General Fund is the principal operating fund of the District. The increase in fund balance in the General Fund for the fiscal year was \$571,315.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

---

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District made only minor changes to its various funds' budgets.

General Fund revenues were budgeted and anticipated to be collected in the amount of \$7,020,860 during the fiscal year. Actual revenues of \$7,201,231 were more than budgeted revenues by \$180,371. General Fund expenditures budget was under-spent by \$940,944. The actual ending fund balance was more than the budgeted ending fund balance by \$1,123,647.

The Retirement Liability Fund #203 ending fund balance decreased by \$11,044. Actual revenues were more than budgeted revenues by \$38,956, and actual expenditures were under budgeted expenditures.

The Building & Repair Fund #400 ending fund balance increased by \$275,049. Actual revenues were less than budgeted revenues by \$2, and actual expenditures were under budgeted expenditures by \$220,050.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

*Capital Assets*

As of June 30, 2020, the District had invested \$6,355,671 in capital assets, including school buildings, athletic facilities, land, vehicles, computers and other equipment and furnishings. This amount represents a net increase prior to depreciation of \$9,999 from last year due to additions of \$9,999 and deletions of \$0.

Total depreciation expense for the year was \$176,228. Additional information on the District's capital assets can be found in the Capital Asset Note in the notes to the basic financial statements section of this report.

*Long-Term Debt*

At June 30, 2020 the District had \$815,590 in long-term debt outstanding. The District paid \$133,176 toward the principal balance of the long-term debt. The District paid \$44,729 in interest on total debt.

Additional information on the District's long-term debt can be found in the Long-Term Debt Note in the notes to the basic financial statements section of this report.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Management's Discussion and Analysis (MD&A)**  
**For the Fiscal Year Ended June 30, 2020**  
**Unaudited**

---

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The primary factors considered in developing the budget for next year were the District's projected student enrollment being about equal to prior year and small projected increases in state school support funds.

The District's adopted budget for the fiscal year ending June 30, 2021 represents an overall increase of \$875,648 or 7.0% when compared with the current fiscal year. The total budget for the fiscal year ending June 30, 2021 is \$13,330,337. The most significant changes in the 2020-21 budget are the increase of instruction and support services budgeted expenditures for the general fund and the increase in budgeted expenditures for the capital projects fund. The remaining operating costs of governmental activities are expected to be similar to those of the current period.

The District will levy its maximum permanent property tax rate of \$4.6397 per \$1,000 of assessed property valuation.

The District continues to review the status of the various issues impacting our funding and continues to make expenditures conservatively in order to maintain reserves that will minimize fluctuations in program funding and availability.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

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 resources it receives.

If you have any questions about this report or need additional information, contact the Oakland School District No. 1 at PO Box 390, Oakland, Oregon 97462.

**BASIC FINANCIAL**

**STATEMENTS**

**Government-wide**

**Financial Statements**



# OAKLAND SCHOOL DISTRICT NO. 1

## STATEMENT OF NET POSITION

June 30, 2020

	<u>Governmental Activities</u>	
<b><u>ASSETS:</u></b>		
Current Assets:		
Cash and Cash Equivalents	\$ 3,276,820	
Property Taxes Receivable	123,531	
Due From Other Governments	32,342	
Prepaid Expenses	3,110	
Inventory-Food, Supplies & Commodities	13,885	
Total Current Assets		\$ 3,449,688
Restricted Assets:		
Net OPEB Asset (RHIA)	58,138	
Total Restricted Assets		58,138
Capital Assets:		
Land	21,950	
Construction in Progress	18,117	
Land Improvement	156,488	
Building and Building Improvement	4,724,183	
Machinery and Equipment	1,434,933	
Less: Accumulated Depreciation	(4,256,176)	
Total Capital Assets, Net of Depreciation		2,099,496
<b>Total Assets</b>		<b>5,607,322</b>
<b><u>DEFERRED OUTFLOW OF RESOURCES</u></b>		
Pension Related Deferrals	3,022,833	
OPEB Related Deferrals - RHIA	3,376	
OPEB Related Deferrals - OEBC and Medical Subsidies	485,686	
<b>Total Deferred Outflow of Resources</b>		<b>3,511,896</b>
<b><u>LIABILITIES:</u></b>		
Accrued Interest Payable	\$ 24,983	
Payroll Liabilities	101,590	
Accrued Vacation Benefits	14,562	
Leases Payable		
Due within one year	100,769	
Due in more than one year	714,821	
Early Retirement Benefits		
Due in more than one year	831,404	
Net OPEB Obligation - OEBC and Medical Subsidies	693,843	
Net Pension Liability	6,831,930	
<b>Total Liabilities</b>		<b>9,313,902</b>
<b><u>DEFERRED INFLOW OF RESOURCES</u></b>		
Pension Related Deferrals	500,092	
OPEB Related Deferrals - RHIA	14,379	
<b>Total Deferred Inflow of Resources</b>		<b>514,471</b>
<b><u>NET POSITION:</u></b>		
Net Investment in Capital Assets	1,283,906	
Restricted for:		
Debt Service	539	
Unrestricted	\$ (1,993,602)	
<b>Total Net Position</b>		<b>\$ (709,157)</b>

The accompanying notes to the basic financial statements are an integral part of this statement.

**OAKLAND SCHOOL DISTRICT NO. 1**

**STATEMENT OF ACTIVITIES**

**For the Fiscal Year Ended June 30, 2020**

		<u>Program Revenues</u>			<u>Net</u>
		<u>(Expenses)</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b><u>GOVERNMENTAL ACTIVITIES:</u></b>					<b><u>Governmental Activities</u></b>
Instruction	\$ 4,235,910	\$ 135,492	\$ 621,830	\$ -	\$ (3,478,588)
Support Services	3,266,833	-	222,317	-	(3,044,516)
Enterprise and Community Services	242,966	23,984	142,304	-	(76,678)
Interest on Long-Term Debt	41,880	-	-	-	(41,880)
<b>Total Governmental Activities</b>	<b><u>\$ 7,787,589</u></b>	<b><u>\$ 159,476</u></b>	<b><u>\$ 986,451</u></b>	<b><u>\$ -</u></b>	<b><u>\$ (6,641,662)</u></b>
<b><u>GENERAL REVENUES:</u></b>					
Local Sources:					
Property Taxes, Levied for General Purposes					\$ 1,407,228
Earnings on Investments					74,626
Unrestricted State and Local Revenue					142,953
Intermediate Sources					7,532
State School Fund for Education and Support Services					5,439,324
State Common School Fund					58,287
Federal Forest Fees for General Purposes					67,280
Subtotal - General Revenues					<u>7,197,230</u>
Change in Net Position					555,568
Net Position, July 1, 2019					<u>(1,264,725)</u>
<b>Net Position, June 30, 2020</b>					<b><u>\$ (709,157)</u></b>

The accompanying notes to the basic financial statements are an integral part of this statement.

**BASIC FINANCIAL**

**STATEMENTS**

**Fund Financial Statements**

**OAKLAND SCHOOL DISTRICT NO. 1**

**BALANCE SHEET  
GOVERNMENTAL FUNDS**

**June 30, 2020**

	<u>General Fund</u> <u>#100</u>	<u>Retirement</u> <u>Liability</u> <u>Fund #203</u>	<u>Building &amp;</u> <u>Repair Fund</u> <u>#400</u>	<u>Other</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<b><u>ASSETS:</u></b>					
Cash and Cash Equivalents	\$ 1,648,761	\$ 518,322	\$ 355,049	\$ 754,688	\$ 3,276,820
Property Taxes Receivable	123,531	-	-	-	123,531
Due From Other Governments	-	-	-	32,342	32,342
Prepaid Expenses	3,110	-	-	-	3,110
Inventory-Food, Supplies & Commodities	-	-	-	13,885	13,885
<b>Total Assets</b>	<b>\$ 1,775,402</b>	<b>\$ 518,322</b>	<b>\$ 355,049</b>	<b>\$ 800,915</b>	<b>\$ 3,449,688</b>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</u></b>					
<b>LIABILITIES:</b>					
Payroll Liabilities	\$ 101,590	\$ -	\$ -	\$ -	\$ 101,590
<b>Total Liabilities</b>	<b>101,590</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>101,590</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>					
Unavailable Revenue - Property Taxes	100,165	-	-	-	100,165
<b>Total Deferred Inflows of Resources</b>	<b>100,165</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100,165</b>
<b>FUND BALANCES:</b>					
Non-spendable	-	-	-	13,885	13,885
Restricted for:					
Debt Service	-	-	-	539	539
Committed for:					
Capital Construction & Building Maintenance	-	-	355,049	-	355,049
Educational Programs	-	-	-	208,021	208,021
Employee Benefits Programs	-	518,322	-	23,262	541,584
Equipment Acquisition	-	-	-	270,700	270,700
Food Service Program	-	-	-	42,474	42,474
Special Programs	-	-	-	47,388	47,388
Student Body Activities	-	-	-	100,119	100,119
Transportation Programs	-	-	-	94,526	94,526
Unassigned	1,573,647	-	-	-	1,573,647
<b>Total Fund Balances</b>	<b>1,573,647</b>	<b>518,322</b>	<b>355,049</b>	<b>800,914</b>	<b>3,247,932</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 1,775,402</b>	<b>\$ 518,322</b>	<b>\$ 355,049</b>	<b>\$ 800,914</b>	<b>\$ 3,449,687</b>

The accompanying notes to the basic financial statements are an integral part of this statement.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**RECONCILIATION OF THE BALANCE SHEET**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**  
**June 30, 2020**

---

<b>Total Fund Balances - Governmental Funds</b>		\$ 3,247,932
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Cost of assets	\$ 6,355,671	
Accumulated depreciation	<u>(4,256,176)</u>	
Net Value of Capital Assets		2,099,496
Property taxes receivable that will not be available to pay for current-period expenditures are deferred in the governmental funds.		
		100,165
Deferred inflows and outflows of pension and OPEB contributions and earnings are not reported in the governmental funds.		
Deferred Pension/OPEB Contributions	3,511,896	
Deferred Earnings on Pension/OPEB Assets	<u>(514,471)</u>	
Net Value of Deferrals		2,997,425
Some liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
These liabilities consist of :		
Accrued Interest Payable	24,983	
Leases Payable	815,590	
Early Retirement Benefits	831,404	
Net Pension Liability	6,831,930	
Net OPEB Obligations	635,705	
Accrued Vacation Benefits	<u>\$ 14,562</u>	
Total		<u>(9,154,174)</u>
<b>Net Position of Governmental Activities</b>		<b><u><u>\$ (709,157)</u></u></b>

The accompanying notes to the basic financial statements are an integral part of this statement.

# OAKLAND SCHOOL DISTRICT NO. 1

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Fiscal Year Ended June 30, 2020

	<u>General Fund</u> <u>#100</u>	<u>Retirement</u> <u>Liability</u> <u>Fund #203</u>	<u>Building &amp;</u> <u>Repair</u> <u>Fund #400</u>	<u>Other</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<b><u>REVENUES:</u></b>					
Taxes	\$ 1,414,656	\$ -	\$ -	\$ 3,765	\$ 1,418,421
Earnings on Investments	74,545	-	48	33	74,626
Fees and Charges	-	-	-	140,396	140,396
Miscellaneous Revenue	139,608	138,956	-	212,732	491,296
Intermediate Government Aid	7,532	-	-	-	7,532
State Aid	5,497,610	-	-	206,800	5,704,410
Federal Aid	67,280	-	-	589,345	656,625
<b>Total Revenues</b>	<b>7,201,231</b>	<b>138,956</b>	<b>48</b>	<b>1,153,071</b>	<b>8,493,306</b>
<b><u>EXPENDITURES:</u></b>					
Current:					
Instruction	3,552,247	-	-	653,753	4,206,000
Support Services	2,502,646	-	-	368,320	2,870,966
Enterprise and Community Services	-	-	-	230,387	230,387
Capital Outlay:					
Instruction	-	-	-	44,873	44,873
Support Services	-	-	-	9,999	9,999
Facilities Acquisition and Construction	-	-	-	227,262	227,262
Debt Service	-	-	-	177,905	177,905
<b>Total Expenditures</b>	<b>6,054,893</b>	<b>-</b>	<b>-</b>	<b>1,712,499</b>	<b>7,767,392</b>
Excess (Deficiency) of Revenues Over Expenditures	1,146,338	138,956	48	(559,428)	725,914
<b><u>OTHER FINANCING SOURCES (USES):</u></b>					
Interfund Transfers In	-	350,000	-	470,678	820,678
Interfund Transfers Out	(575,023)	-	(245,655)	-	(820,678)
PERS UAL Bond Lump Sum Payment to PERS	-	(500,000)	-	-	(500,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(575,023)</b>	<b>(150,000)</b>	<b>(245,655)</b>	<b>470,678</b>	<b>(500,000)</b>
Net Change in Fund Balance	571,315	(11,044)	(245,607)	(88,750)	225,914
Beginning Fund Balance	1,002,332	529,366	600,656	889,664	3,022,018
<b>Ending Fund Balance</b>	<b>\$ 1,573,647</b>	<b>\$ 518,322</b>	<b>\$ 355,049</b>	<b>\$ 800,914</b>	<b>\$ 3,247,932</b>

The accompanying notes to the basic financial statements are an integral part of this statement.

**OAKLAND SCHOOL DISTRICT NO. 1**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

**For the Fiscal Year Ended June 30, 2020**

---

<b>Net Changes in Fund Balances - Total Governmental Funds</b>	<b>\$ 225,914</b>
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 are allocated over their estimated useful lives as depreciation expense.	
Expenditures for capitalized assets	\$ 9,999
Less current year depreciation	<u>(176,228)</u>
	(166,229)
Some property tax revenues will not be collected for several months after the District's fiscal year end and are therefore not considered "available" revenues in the governmental funds, instead these funds are shown as deferred revenue.	
Deferred revenues increased by this amount this year.	(11,193)
Repayment of principal on long term debt and leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	
Retirement of principal is as follows:	
Leases	97,176
Bonds	<u>36,000</u>
	133,176
Government funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense and changes in deferred inflows and outflows related to the net pension asset/(liability) are recorded based upon an actuarial valuation of such activity.	
This is the net change in pension related items.	(256,731)
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
The activities consist of:	
Net increase/(decrease) in accrued interest expense	2,849
Increase/(decrease) in accrued OPEB	629,737
Increase/(decrease) in accrued vacation benefits	<u>\$ (1,955)</u>
	<u>630,631</u>
<b>Change in Net Position of Governmental Activities</b>	<b><u>\$ 555,568</u></b>

The accompanying notes to the basic financial statements are an integral part of this statement.

**BASIC FINANCIAL**  
**STATEMENTS**

**Notes to the Basic**  
**Financial Statements**



**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

---

Oakland School District No. 1 was organized under the provisions of Oregon Statutes pursuant to ORS Chapter 332 for the purpose of operating elementary and secondary schools. The District is government by a separately elected five-member Board of Directors who approve the administrative officials. The daily functioning of the District is under the supervision of the Superintendent.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

All activities included in the basic financial statements of Oakland School District No. 1 have been prepared in conformity with generally accepted accounting principles in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the government's accounting policies are described below.

**Reporting Entity**

In determining the financial reporting entity, the Oakland School District No. 1 complies with Governmental Accounting Standards Board Statement 14 as amended, "The Financial Reporting Entity." The criteria for including organizations as component units within the District's reporting entity, include whether 1) the organization is legally separate (can sue and be sued in their own name); 2) the District holds the corporate powers of the organization; 3) the District appoints a voting majority of the organization's board; 4) the District is able to impose its will on the organization; 5) the organization has the potential to impose a financial benefit/burden on the District; and 6) there is fiscal dependency by the organization on the District. Based on the aforementioned criteria, the Oakland School District No. 1 has no component units.

**Basis of Presentation**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District with most of the interfund activities removed to minimize the double counting of internal activities. Governmental activities include programs supported primarily by taxes, state school support payments, grants and other intergovernmental revenues. The District has no business type activities that rely, to a significant extent, on fees and charges for support. The District also reports no fiduciary activities.

The statement of activities demonstrates the degree to which direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a program of function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Basis of Presentation (Cont.)

*Fund Financial Statements:* During the fiscal year, the District segregates transactions related to school district functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds.

The fund financial statements provide reports on the financial condition and results of operations for governmental activities. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

General Fund - The General Fund is the main operating fund of the District. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General Fund expenditures are categorized by "Instruction" which is the direct teaching of students or the interaction between teacher and students. "Support Services" covers all the support activities for students, teachers, and facilities. Major activities in support services are transportation, maintenance of facilities (i.e. heating, phones, electricity, cleaning), administration, counseling for students, and technology support.

Retirement Liability Fund - Revenues accounted for in the PERS Liability Fund are from services provided other funds and operating transfers. These revenues are set aside to pay future PERS liability expenses.

Building Repair Fund - Revenues accounted for in the Building Repair Fund are primarily from interfund transfers. Expenditures accounted for in this fund are for expenses related to maintaining and repairing the districts school buildings.

Measurement Focus/Basis of Accounting:

Measurement focus refers to what is being measured; basis of accounting refers to when transactions are recognized in the financial records and reported on the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized when the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within sixty days after year end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt which are reported when due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Measurement Focus/Basis of Accounting (Cont.)

The revenues susceptible to accrual are property taxes, charges for services, interest income and intergovernmental revenues. All other governmental fund revenues are recognized when received, as they are deemed immaterial. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when the revenue recognition is met or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Budgeting

The District budgets all funds as required by state law. The District budgets for all funds on a modified accrual basis. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Total expenditures are controlled by annual appropriations at the following organizational levels: instruction, support services, community services, facilities acquisition and construction, and other expenditures. Appropriations lapse as of the fiscal year-end. A detailed budget document is required that contains more detailed information for the above-mentioned expenditure categories.

Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriations resolution. A supplemental budget may require hearings before the public, publications in newspapers, and approval by the District Board of Directors. Original and supplemental budgets may be modified by the use of appropriations transfers between the levels of control. Such transfers require approval by the District Board of Directors.

Cash and Investments

Cash and cash equivalents include cash on hand, checking, savings and money market accounts and any short-term, highly liquid investments with initial maturity dates of three months or less.

The District has adopted an investment policy requiring compliance with Oregon statutes, which authorizes the District to invest in obligations of the United States, the agencies and instrumentalities of the United States and the State of Oregon, and numerous other investment instruments.

The District's investments may consist of time certificates of deposit, banker's acceptances, commercial paper, U.S. Government Agency securities, and the State of Oregon Treasurer's Local Government Investment Pool (LGIP). The District's investments are reported at fair value at year-end. Changes in the fair value of investments are recorded as investment earnings. The LGIP is stated at cost, which approximates fair value. Fair value of the LGIP is the same as the District's value in the pool shares.

The Oregon State Treasury administers the LGIP. It is an open-ended, non-load diversified portfolio offered to any agency, political subdivision or public corporation of the State that by law is made the custodian of, or has control of, any fund. The LGIP is included in the Oregon Short Term Fund (OSTF) which was established by the State Treasurer. In seeking to best serve local governments of Oregon, the Oregon legislature established the Oregon Short-Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury in the management and investment options of the LGIP.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Receivables

Amounts due from individuals and organizations are recorded as receivables at year-end. These amounts include charges for services rendered, or for goods and material provided by the District. All receivables are expected to be collected. Accordingly, receivables are reported at the gross amount without an allowance for uncollectible accounts.

Receivables are also recognized for property taxes and intergovernmental grants. Property taxes receivable consist of uncollected taxes levied and payable at the end of the fiscal year. All taxes are considered collectible. Consequently, no allowance for uncollectible taxes has been established. In the governmental fund financial statements, property taxes not collected within sixty days of the end of the fiscal year are reported as a deferred inflow or resources.

Intergovernmental grant reimbursement and entitlement amounts for which all eligibility requirements imposed by the provider have been met, but which were not received by the fiscal year end, are reported as accounts receivable.

Inventory

Food & supplies inventories in the Food Service Fund are valued at cost determined on the FIFO method. Commodities inventory in the Food Service Fund is valued at estimated fair market value. Inventory is treated as being expended when used rather than when purchased. Inventories of non-food service supplies are not considered significant. The District records the cost of non-food service supplies as expenses and expenditures when purchased rather than when used.

Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost, or estimated cost when original cost is not available. Donated capital assets are valued at their estimated fair market value on the date received. Maintenance and repairs of capital assets are not capitalized, but rather are charged to expenditures in the governmental funds. The District does not possess any infrastructure. The capitalization threshold used by the District as recommended by the State of Oregon is \$5,000.

In the government-wide financial statements, all reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method over the estimated useful lives as follows:

<u>Asset Class</u>	<u>Estimated Years of Useful Lives</u>
Buildings	20-50
Building Improvements	20-50
Land Improvements	15-25
Vehicles	10
Equipment	5-10

In the governmental fund financial statements, fixed assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Compensated Absences and Accrued Liabilities:

The liability for accrued vacation benefits reported in the government-wide statements consists of unpaid, accumulated annual vacation. The early retirement liability has been calculated using the accrual method for benefit amounts due to former employees who currently are receiving early-termination benefits. Early retirement benefits are available to a limited number of employees each year.

All payables and accrued liabilities are reported on the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full by current financial resources are reported as obligations of the funds.

Deferred Inflows/Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred pension contributions.

In addition to liabilities, 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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one type of item that qualifies for reporting in this category, deferred earnings on pension assets. In the governmental funds balance sheet, a different category of deferred inflow of resources, delinquent property tax revenue not available, is reported. Property taxes levied and considered receivable at the end of the fiscal year, but not collected within sixty days of the end of the fiscal year are reported in this category. These amounts are recognized as an inflow of resources (revenue) in the period that the amounts become available.

Long-Term Obligations:

All bonds, notes and capital leases payable are recognized in the government-wide financial statements as liabilities of the District. Amounts of the long-term debt due within the following fiscal year are included in the current liabilities section of the Statement of Net Position.

In the governmental fund financial statements, proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources. Principal and interest payments on long-term debt are recorded as debt service in the expenditure section of the statement and schedules.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Equity Classifications:

*Government-wide Statements*

Equity is classified as net position, which represents the difference between assets, liabilities, and deferred accounts. Net position is displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of a cumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantor, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

The District’s policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

*Fund Financial Statements*

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. The District did not have any nonspendable resources as of June 30, 2020.
- Restricted: This classification includes fund balance amounts that are constrained for specific purposes which are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The District has restricted funds for various projects that are to be used for educational purposes.
- Committed: This classification includes fund balance amounts that are constrained for specific purpose that are internally imposed by the government through resolution of the highest level of decision making authority, the Board of Directors, and does not lapse at year-end. The District did have committed resources as of June 30, 2020.
- Assigned: This classification includes fund balance amounts that are intended to be used for specific purposes that are neither restricted nor committed. This intent can be expressed by the Board of Directors or through the Board of Directors delegating this responsibility to selected staff members or through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. For fiscal year 2019-20, the District had no assigned fund balances.
- Unassigned: This classification includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories, and negative fund balances of other governmental funds.

The District’s policy is to use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of the constrained fund balances.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):**

Property Taxes

Real and personal property taxes attach as an enforceable lien on property as of January 1. All taxes are levied as of the lien date and are payable in three installments on November 15, February 15, and May 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

Uncollected property taxes are recorded on the statement of net position. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectable taxes has been established. All property taxes receivables are due from property owners within the District.

Inter-Fund Transactions

Quasi-external transactions are accounted for as revenues or expenditures, while reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other inter-fund transactions are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other inter-fund transfers are reported as operating transfers.

Use of Estimates

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement Fund (OPERF) and the Oregon Public Service Retirement Plan (OPSRP) and additions to/deductions from OPERF's and OPSRP's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**CASH AND INVESTMENTS:**

For discussion of deposit and investment policies and other related information, see Cash and Investments note under the Summary of Significant Accounting Policies.

The District follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by state statutes. These restrictions are summarized at Cash and Investments note under the Summary of Significant Accounting Policies.

Investments, including amounts held in pool cash and investments are stated at fair value. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, investments with a remaining maturity of more than one year at the time of purchase are stated at fair value. Fair value is determined at the quoted market prices, if available; otherwise, the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. Investments in the State of Oregon Local Government Investment Pool (LGIP) are stated at fair value.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**CASH AND INVESTMENTS (Cont.):**

Deposits - All cash is deposited in compliance with Oregon statutes. The insurance and collateral requirements for deposits are established by banking regulations and Oregon law. FDIC insurance of \$250,000 applies to the deposits in each depository. Where balances continually exceed \$250,000, ORS 295 requires the depositor to verify that deposit accounts are only maintained at financial institutions on the list of qualified depositories found on the state treasurer's website. Qualifying depository banks must pledge securities with a particular value based on the bank's level of capitalization. The balances in excess of the FDIC insurance are considered exposed to custodial credit risk.

*Custodial Credit Risk for Deposits* - Custodial credit risk for deposits exists when, in the event of a depository failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk.

As of June 30, 2020, the reported amounts of the District's deposits were \$268,130 and the bank balance was \$487,409. Of the bank balance, the entire amount was covered by federal depository insurance or by pledged securities with the qualifying depository banks.

Investments - Oregon statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, banker's acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, and the Local Governmental Investment Pool. The District has no credit risk policy or investment policy that would further limit its investment choices

*Credit Risk* - Credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. As of June 30, 2020, the District's investment in the Oregon State Treasurer's Local Government Investment Pool (LGIP) was unrated.

At June 30, 2020, the District's investments in financial institutions were as follows:

<u>Type of Investment</u>	<u>Fair Value</u>	<u>Credit Rating</u>
Oregon State Treasurer's Local Government Investment Pool (LGIP)	\$ 3,007,403	N/A
Total Investments	\$ 3,007,403	

Investments in the LGIP and federal agency notes do not require disclosure credit rating quality.

*Concentration of Credit Risk* - An increased risk of loss occurs as more investments are acquired from one issuer. This results in a concentration of credit risk. The District places no limit on the amount that may be invested in any one issuer. More than 5 percent of the District's investments are in the Oregon State Treasurer's Local Government Investment Pool (LGIP). This investment is 100% of the District's total investments.



**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**CAPITAL ASSETS:**

The following is a summary of capital asset activity for the fiscal year ended June 30, 2020:

Governmental Activities	Beginning Balances	Additions	Deletions	Ending Balances
<b>Assets not being depreciated:</b>				
Land	\$ 21,950	\$ -	\$ -	\$ 21,950
Construction in Progress	18,117	-	-	18,117
Total assets not being depreciated	40,067	-	-	40,067
<b>Assets being depreciated:</b>				
Land Improvement	156,488	-	-	156,488
Building and Building Improvement	4,714,184	9,999	-	4,724,183
Machinery and Equipment	1,434,933	-	-	1,434,933
Total Depreciable Assets	6,305,605	9,999	-	6,315,604
<b>Less: Accumulated Depreciation</b>				
Land Improvement	85,197	8,433	-	93,629
Building and Building Improvement	3,667,923	38,059	-	3,705,982
Machinery and Equipment	326,828	129,736	-	456,564
Total Accumulated Depreciation	4,079,948	176,228	-	4,256,176
Net Value of Capital Assets Being Depreciated	2,225,658	(166,229)	-	2,059,429
Total Governmental Activities --				
Net Value of Capital Assets	<u>\$ 2,265,725</u>	<u>\$ (166,229)</u>	<u>\$ -</u>	<u>\$ 2,099,496</u>

**Depreciation expense was charged to governmental functions as follows:**

Instruction	\$ 37,880
Support Services	125,476
Enterprise and Community Services	12,871
Total Depreciation Expense	<u>\$ 176,228</u>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**LONG-TERM DEBT:**

*Leases:*

Santander Bank - On February 5, 2018, the District purchased two 2019 Blue Bird BBV Diesel 83 passenger busses from Western Bus Sales on a lease purchase with Santander Bank. The original balance is \$227,264 with an interest rate of 4.450%. The payments are due the 15th of August every year with the last payment due on August 15, 2027.

Santander Bank - On July 24, 2017, the District purchased 6 new school buses from Western Bus Sales on a lease purchase with Santander Bank. The original balance is \$679,655 with an interest rate of 3.550%. The payments are due on the 24th of August of every year with the final payment due on August 24, 2026.

Santander Bank - On October 15, 2017, the District purchased two passenger busses from Western Bus Sales on a lease purchase with Santander Bank. The District purchased a 2017 Chevrolet 14-passenger bus and a 2018 Blue Bird 84-passenger bus. The original balance is \$204,639 with an interest rate of 3.400%. The payments are due the 15th of November every year with the last payment due on November 15, 2026.

*Bonds:*

OSBA QSCB, Series 2010A - Oregon School Board Association (OSBA) QSCB, Series 2010B held by Bank of New York Mellon Trust Company for Capital Improvements. The original balance is \$450,000 with an interest rate between 4.15-5.05%, which is partially subsidized the federal government. The inception date of the loan was October 12, 2010, with annual sinking fund payments of \$45,000. The last payment is due in the fiscal year 2020.

	<u>Outstanding Balance July 1, 2019</u>	<u>Principal Paid</u>	<u>Interest Paid</u>	<u>Outstanding Balance June 30, 2020</u>	<u>Due Within One Year</u>
<b>Leases Payable:</b>					
Santander Bank	\$ 204,486	\$ 18,970	\$ 9,100	\$ 185,516	\$ 19,815
Santander Bank	544,371	60,034	19,325	484,337	62,165
Santander Bank	163,909	18,172	5,574	145,737	18,790
<b>Total Leases Payable</b>	<b><u>\$ 912,766</u></b>	<b><u>\$ 97,176</u></b>	<b><u>\$ 33,999</u></b>	<b><u>\$ 815,590</u></b>	<b><u>\$ 100,769</u></b>
<b>Bonds Payable:</b>					
OSBA QSCB, Series 2010A	\$ 36,000	\$ 36,000	\$ 10,730	\$ -	\$ -
<b>Total Bonds Payable</b>	<b><u>36,000</u></b>	<b><u>36,000</u></b>	<b><u>10,730</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Total Long-Term Debt</b>	<b><u>\$ 948,766</u></b>	<b><u>\$ 133,176</u></b>	<b><u>\$ 44,729</u></b>	<b><u>\$ 815,590</u></b>	<b><u>\$ 100,769</u></b>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**LONG-TERM DEBT (Cont.):**

The future debt service requirements on the above debt are as follows:

<b>Leases Payable:</b>	Due Fiscal Year Ending June 30,	Principal	Interest	Total
	2021	\$ 100,769	\$ 30,405	\$ 131,175
	2022	104,497	26,678	131,175
	2023	108,364	22,811	131,175
	2024	112,375	18,799	131,175
	2025	116,537	14,638	131,175
	2026 - 2030	273,047	17,372	290,419
	Total	<u>\$ 815,590</u>	<u>\$ 130,703</u>	<u>\$ 946,292</u>

The District has no unused lines of credit.

The District's bus lease purchase agreements pledged the busses as collateral for their debt.

For further detail on debt service, see the 'Schedule of Long-Term Debt Transactions' in the Other Supplementary Data section of this report.

**OPERATING LEASE:**

The District entered into a five-year operating lease agreement beginning October 29, 2015. The lease agreement is \$1,366 per month for a total of 60 months.

Future requirements at June 30, 2020 are:

	Copier Payment	Total
2021	<u>\$9,558</u>	<u>\$9,558</u>
	<u>\$9,558</u>	<u>\$9,558</u>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN:**

Name of Pension Plan

The Oregon Public Employees Retirement System (OPERS) consists of a cost-sharing multiple-employer defined benefit pension plan.

Description of Benefit Terms

Plan Benefits

All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A.

**1. Tier One/Tier Two Retirement Benefit (Chapter 238).** OPERS is a defined benefit pension plan that provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to members and their beneficiaries. Benefits are established by state statute. This defined benefit pension plan portion of OPERS is closed to new members hired on or after August 29, 2003.

*Pension Benefits*

The OPERS 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, 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 results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years, or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

*Death Benefits*

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- the member was employed by an OPERS employer at the time of death,
- the member died within 120 days after termination of OPERS-covered employment,
- the member died as a result of injury sustained while employed in an OPERS-covered job, or
- the member was on an official leave of absence from an OPERS-covered job at the time of death.

*Disability Benefits*

A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including OPERS judge members) for disability benefits regardless of the length of OPERS-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.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN (Cont.):**

*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 of equity investments.

Under ORS 238.360, monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2019 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000. The COLA is capped at 2.0 percent.

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

*Pension Benefits*

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

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

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

A member of the OPSRP 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.

*Death Benefits*

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

*Disability Benefits*

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

*Benefit Changes After Retirement*

Under ORS 238A.210, monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2019 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000. The COLA is capped at 2.0 percent.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN (Cont.):**

**3. IAP Plan Description:**

**OPSRP Individual Account Program (OPSRP IAP)**

*Pension Benefits*

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

Upon retirement, a member of the OPSRP Individual Account Program (IAP) may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

*Death Benefits*

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

*Recordkeeping*

OPERS contracts with VOYA Financial to maintain IAP participant records.

Contributions

OPERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the OPERS Defined Benefit Plan and the Other Postemployment Benefit Plans.

Employer contribution rates during the period were based on the December 31, 2015 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2017. The state of Oregon and certain schools, community colleges, and political subdivisions have made lump sum payments to establish side accounts, and their rates have been reduced.

Members of OPSRP are required to contribute six percent of their salary covered under the plan which is invested in the IAP. The Employer makes this contribution on behalf of its employees.

Employer contributions for the year ended June 30, 2020 were \$1,437,555, excluding amounts to fund employer specific liabilities.

Pension Plan CAFR

Oregon PERS produces an independently audited CAFR which can be found at:  
<https://www.oregon.gov/PERS/Pages/Financials/Actuarial-Financial-Information.aspx>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**PENSION PLAN (Cont.):**

Actuarial Valuations

The employer contribution rates effective July 1, 2017, through June 30, 2019, were set using the Entry Age Normal actuarial cost method. For the Tier One/Tier Two component of the OPERS Defined Benefit Plan, this method produced an employer contribution 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 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 20 years.

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

Actuarial Methods and Assumptions Used in Developing Total Pension Liability

Valuation Date	December 31, 2017
Measurement Date	June 30, 2019
Experience Study	2016, published July 26, 2017
Actuarial cost method	Entry Age Normal
<b>Actuarial assumptions:</b>	
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 decisions; blend based on service.
Mortality	<p><b>Health retirees and beneficiaries:</b>  RP-2014 Healthy annuity, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation.</p> <p><b>Active members:</b>  RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation.</p> <p><b>Disabled retirees:</b>  RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.</p>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN (Cont.):**

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits 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 shown above are based on the 2016 Experience Study which reviewed experience for the four-year period ending on December 31, 2016.

*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 pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

*Depletion Date Projection*

GASB 67 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 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 67 will often require that the actuary perform complex projections of future benefit payments and pension plan investments. GASB 67 (paragraph 43) 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 OPERS:

- OPERS 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 67 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 independent actuary's opinion that the detailed depletion date projections outlined in GASB 67 would clearly indicate that the Fiduciary Net Position is always projected to be sufficient to cover benefit payments and administrative expenses.



**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**

**JUNE 30, 2020**

**PENSION PLAN (Cont.):**

*Assumed Asset Allocation*

<u>Asset Class/Strategy</u>	<u>OIC Policy Range</u>	<u>OIC Target Allocation</u>	<u>Asset Class/Strategy</u>	<u>Actual Allocation</u>
Debt Securities	15.0% - 25.0%	20.0%	Debt Securities	20.1%
Public Equity	32.5% - 42.5%	37.5%	Public Equity	36.4%
Real estate	9.5% - 15.5%	12.5%	Real estate	11.1%
Private Equity	14.0% - 21.0%	17.5%	Private Equity	21.4%
Alternative Equity	0.0% - 12.5%	12.5%	Alternative Equity	8.9%
Opportunity Portfolio	0.0% - 3.0%	0.0%	Opportunity Portfolio	2.1%
Total		<u>100%</u>	Total	<u>100%</u>

*Long-Term Expected Rate of Return*

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the Oregon 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. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below.

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Annual Arithmetic Mean</u>	<u>20-Year Annualized Geometric Mean</u>	<u>Annual Standard Deviation</u>
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 Foreign Equities	4.24%	10.35%	7.69%	25.35%
Non-US Small Cap Equities	1.93%	8.81%	7.25%	9.10%
Private Equities	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%	19.30%
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%** **1.85%**

\*Based on the Oregon Investment Council's (OIC) Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund as most recently revised on April 24, 2019

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN (Cont.):**

Sensitivity Analysis

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

	1% Decrease 6.20%	Discount Rate 7.20%	1% Increase 8.20%
Employer's proportionate share of the net pension liability	\$ 10,940,729	\$ 6,831,930	\$ 3,393,430

Changes in Assumptions

A summary of key changes implemented since the December 31, 2017 valuation are described briefly below. Additional detail and a comprehensive list of changes in methods and assumptions can be found in the 2018 Experience Study for the System, which was published on July 24, 2019 and can be found at:  
[https://www.oregon.gov/PERS/Documents/Exp\\_Study\\_2018.pdf](https://www.oregon.gov/PERS/Documents/Exp_Study_2018.pdf)

*Changes in Actuarial Methods and Allocation Procedures*

There were no changes to actuarial methods and procedures since the December 31, 2017 valuation, with the exceptions of:

- Current Tier 1/Tier 2 UAL will be re-amortized over 22 years per Senate Bill 1049.
- Change allocation to 10% (0% for police & fire) based on account balance and 90% (100% for police & fire) based on length of service with each employer.

*Changes in Economic Assumptions*

There were no changes to economic assumptions since the December 31, 2017 valuation.

*Changes in Demographic Assumptions*

The changes to demographic assumptions since the December 31, 2017 valuation are as follows:

- Adjust mortality assumptions to use the new "Pub-2010" base tables and a standard update to the mortality improvement scale, which is based on 60-year unisex average Social Security experience.
- Adjust retirement rates for certain member categories and service bands to more closely align with recent and expected future experience; reduce percentage of future retirees assumed to elect a partial lump sum; increase percentage of members assumed to purchase credited service at retirement.
- Increase the merit component of the salary increase assumption for two member categories based on observations of the last eight years of experience.
- Update pre-retirement termination of employment assumptions for two member categories.
- Lower assumed rates of ordinary disability and general service duty disability to more closely match recent experience.
- Increase the Tier One unused vacation cash out assumption for most member categories.
- Adjust the Tier One/Tier Two unused sick leave assumption for five member categories to reflect observed experience.
- Decrease the healthy participation assumption for the RHIA retiree healthcare program and decrease the RHIPA participation assumption for most service bands.

*Changes in Benefit Terms and Assumptions*

There were no changes to benefit terms and assumptions since the December 31, 2017 valuation.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**PENSION PLAN (Cont.):**

Mortality Rates

A summary of the current assumed mortality rates and recommended changes is shown below:

Assumption	Recommended December 31, 2016 and 2017 Valuations	Recommended December 31, 2018 and 2019 Valuations
<b>Healthy Annuitant Mortality</b>	<b>RP-2014 Healthy Annuitant, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>	<b>Pub-2010 Healthy Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>
School District male	White Collar, set back 12 months	Teachers, no set back
Other General Service male (and male beneficiary)	Blended 50% blue collar/50% white collar, set back 12 months	General Employees, set back 12 months
Police & Fire male	Blended 50% blue collar/50% white collar, set back 12 months	Public Safety, no set back
School District female	White Collar, set back 12 months	Teachers, no set back
Other female (and female beneficiary)	Blended 50% blue collar/50% white collar, set back 12 months	General Employees, set back 12 months
Police & Fire female	Blended 50% blue collar/50% white collar, set back 12 months	Public Safety, no set back
<b>Disabled Retiree Mortality</b>	<b>RP-201 Disabled Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>	<b>Pub-2010 Disabled Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>
Police & Fire male	No collar adjustment, no set back	Blended 50% Public Safety, 50% Non-Safety, no set back
Other General Service male	No collar adjustment, no set back	Non-Safety, set forward 24 months
Police & Fire female	No collar adjustment, no set back	Blended 50% Public Safety, 50% Non-Safety, no set back
Other General Service female	No collar adjustment, no set back	Non-Safety, set forward 12 months
<b>Non-Annuitant Mortality</b>	<b>RP-2014 Employee, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>	<b>Pub-2010 Employee, Sex Distinct, Generational Projection with Unisex Social Security Data Scale</b>
School District male	Same collar and set back as Healthy Annuitant assumption	120% of same table and set back as Healthy Annuitant assumption
Other General Service male	Same collar and set back as Healthy Annuitant assumption	115% of same table and set back as Healthy Annuitant assumption
Police & Fire male	Same collar and set back as Healthy Annuitant assumption	100% of same table and set back as Healthy Annuitant assumption
School District female	Same collar and set back as Healthy Annuitant assumption	100% of same table and set back as Healthy Annuitant assumption
Other General Service female	Same collar and set back as Healthy Annuitant assumption	125% of same table and set back as Healthy Annuitant assumption
Police & Fire female	Same collar and set back as Healthy Annuitant assumption	100% of same table and set back as Healthy Annuitant assumption

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**PENSION PLAN (Cont.):**

Changes Subsequent to the Measurement Date

There were no changes subsequent to the measurement date that we are aware of.

*Deferred Items*

Deferred items are calculated at the system-wide level and are allocated to employers based on their proportionate share. For the measurement period ending June 30, 2019, employers will report the following deferred items:

- A difference between expected and actual experience, which is being amortized over the remaining service lives of all plan participants, including retirees. One year of this amortization is included in the employer's total pension expense for the measurement period.

Employer Contributions

OPERS includes accrued contributions when due pursuant to legal requirements, as of June 30 in its Statement of Changes in Fiduciary Net Position.

Beginning with fiscal year 2016, OPERS will be able to report cash contributions and UAL side account amortization by employer, and will publish this information on the OPERS Website. Prior to fiscal year 2016, contributions to the OPSRP Defined Benefit plan were not accounted for by employer, as all employers were pooled for actuarial purposes.

Elements of Changes in Net Position

This information can be found in the Schedule of Changes in Net Pension Liability found on page 76, of the June 30, 2019 Oregon PERS CAFR.

*Pension Liabilities/(Assets), Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions*

At June 30, 2020, the employer reported a liability of \$6,831,930 for its proportionate share of the net pension liability. The net pension liability/(asset) was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on a projection of the employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**PENSION PLAN (Cont.):**

At June 30, 2019, the employer's proportion was 0.03949639%.

For the year ended June 30, 2020, the employer recognized pension expense of \$1,667,968. On June 30, 2020, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 376,761	\$ -
Changes of assumptions	926,829	-
Net difference between projected and actual earnings on investments	-	193,678
Changes in proportionate share	117,275	304,252
Differences between employer contributions and employer's proportionate share of system contributions	<u>164,413</u>	<u>2,162</u>
Total Deferred Outflows/Inflows	\$ 1,585,278	\$ 500,092
Post-measurement date contributions	1,437,555	N/A
Total Deferred Outflow/(Inflow) of Resources	<u>\$ 3,022,833</u>	<u>\$ 500,092</u>
Net Deferred Outflow/(Inflow) of Resources prior to post-measurement date contributions		<u>\$ 1,085,186</u>

The District reported \$1,437,555 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the next fiscal year.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense/(income) as follows:

<u>Employer subsequent fiscal years</u>	<u>Deferred Outflow/(Inflow) of Resources (prior to post-measurement date contributions)</u>
1st Fiscal Year	\$ 580,445
2nd Fiscal Year	36,218
3rd Fiscal Year	235,945
4th Fiscal Year	211,417
5th Fiscal Year	21,161
Thereafter	-
Total	<u>\$ 1,085,186</u>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) RHIA:**

***Oregon Public Employees Retirement Systems' (OPERS) Retiree Health Insurance Account (RHIA)***

Plan Description

The District contributes to the Oregon Public Employees Retirement Systems' (OPERS) Retiree Health Insurance Account (RHIA), a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the Oregon Public Employees Retirement Board (OPERB). The plan, which was established under Oregon Revised Statutes 238.420, provides a payment of up to \$60 per month towards the costs of health insurance for eligible OPERS retirees. RHIA post-employment benefits are set by state statute. The plan was closed to new entrants hired on or after August 29, 2003.

To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

A comprehensive annual financial report of the funds administered by the OPERB may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700, by calling (503) 598-7377, or by accessing the OPERS web site at <https://www.oregon.gov/PERS/Pages/Financials/Actuarial-Financial-Information.aspx>.

Funding Policy

Participating employers are contractually required to contribute at a rate assessed bi-annually by the OPERB, currently 0.50% of annual covered OPERS payroll and 0.43% for OPSRP payroll. The OPERB sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

Contributions

The District's contributions to PERS' RHIA for the years ended June 30, 2020, 2019, and 2018, were \$3,240, \$14,911, and \$11,862 respectively, which equaled the required contributions for the year.

Actuarial Methods and Assumptions Used in Developing Total Pension Liability

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost Sharing Multiple Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2019. That independently audited report was dated February 20, 2020 and can be found at:

<https://www.oregon.gov/PERS/EMP/Documents/GASB/2019/PERS%20GASB%2075%20RHIA%20Report%20FY%2006.30.19.pdf>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) RHIA:**

<b>Actuarial Methods and Assumptions-OPEB Plans-RHIA</b>	
Valuation Date	December 31, 2017
Measurement Date	June 30, 2019
Experience Study	2016, published July 26, 2017
Actuarial cost method	Entry Age Normal
<b>Actuarial assumptions:</b>	
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: 35%; Disabled retirees: 20%
Healthcare cost trend rate	Not applicable
Mortality	<p><b>Health retirees and beneficiaries:</b>  RP-2014 Healthy annuity, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation.</p> <p><b>Active members:</b>  RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation.</p> <p><b>Disabled retirees:</b>  RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.</p>

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

**Discount Rate**

The discount rate used to measure the total OPEB liability 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.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) RHIA (Cont.):**

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long term expected rate of return assumption, in July 2015 the Oregon PERS Board reviewed long term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. Milliman’s assumptions for each of the asset classes in which the plan was invested at that time are based on the OIC long term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. For more information on the Plan’s portfolio, assumed asset allocation, and the long-term expected rate of return for each major class, calculated using both arithmetic and geometric means, see Pension Plan note disclosure above or the OPERS’ audited financial statements at:

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

Sensitivity Analysis

The following presents the employer’s proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 7.20 percent, as well as what the employer’s proportionate share of the OPEB liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease 6.20%	Discount Rate 7.20%	1% Increase 8.20%
Employer's proportionate share of the net OPEB liability	\$ (45,072)	\$ (58,138)	\$ (69,271)

OPEB Liabilities/(Assets), OPEB Expense, and Deferred Outflows and Inflows of Resources Related to OPEB

At June 30, 2020, the District reported a net OPEB liability/(asset) of \$(58,138) for its proportionate share of the net OPEB liability/(asset). The OPEB liability/(asset) was measured as of June 30, 2019, and the total OPEB liability/(asset) used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of December 31, 2017. Consistent with GASB Statement No. 75, paragraph 59(a), The District's proportion of the net OPEB liability/(asset) is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement date of June 30, 2019, the District's proportion was 0.03008646%. OPEB expense/(income) for the year ended June 30, 2020 was \$(8,908).



**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) RHIA (Cont.):**

At June 30, 2020, the employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience	\$ -	\$ 7,667
Changes of assumptions	-	60
Net difference between projected and actual earnings on investments	-	3,589
Changes in proportionate share	136	3,063
Differences between employer contributions and employer's proportionate share of system contributions	-	-
Total Deferred Outflows/Inflows	\$ 136	\$ 14,379
Post-measurement date contributions	3,240	N/A
Total Deferred Outflow/(Inflow) of Resources	\$ 3,376	\$ 14,379
Net Deferred Outflow/(Inflow) of Resources prior to post-measurement date contributions		\$ (14,243)

The District reported \$3,240 as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability in the next fiscal year.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense/(income) as follows:

<u>Employer subsequent</u> <u>fiscal years</u>	<u>Deferred Outflow/(Inflow) of Resources (prior</u> <u>to post-measurement date contributions)</u>
1st Fiscal Year	\$ (7,168)
2nd Fiscal Year	(6,633)
3rd Fiscal Year	(811)
4th Fiscal Year	371
5th Fiscal Year	-
Thereafter	-
Total	\$ (14,243)

**Changes Subsequent to the Measurement Date**

We are not aware of any changes subsequent to the June 30, 2019 Measurement Date that meet this requirement and thus require a brief description under the GASB standard.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) OEGB (Implicit Employer Subsidies):**

*OEGB Health Insurance Subsidy*

The OEGB net OPEB liability is reported only as an estimate for the current year financial reporting. No actuarial report was obtained for the current fiscal year. Therefore, the amounts reported on the Statement of Net Position for deferred items and the liability are estimated based on use of the most recent actuarial report.

Plan Description

The District operates a single employer retiree benefit plan through the Oregon Educators Benefit Board that provides post-employment health, dental vision and life insurance benefits to eligible employees and their spouses. The District is required by Oregon Revised Statutes 243.303 to provide retirees and their dependents with group health insurance from the date of retirement to age 65 at the same rate provided to current employees. Premiums for retirees are tiered and based upon the premium rates available to active employees. The retiree is responsible for any portion of the premiums not paid by the Employer. In some cases, the premium itself for retirees, does not represent the full cost of medical coverage (as retirees can be expected to generate higher medical claims and therefore higher premiums than the active population). Providing the same rate to retirees as provided to current employees, raises the medical premium rates for the entire employee group. This additional cost is called the “implicit subsidy” and is required to be valued under GASB 75. This “plan” is not a stand-alone plan, and therefore, does not issue its own financial statements.

Funding Policy

In an Implicit Employer Subsidy benefit, when the District has retirees participating in their health insurance plan, it will, when applicable, collect insurance premiums from all retirees each month and deposit them. The District will then pay healthcare insurance premiums for all retirees at the applicable rate for each family classification.

**OTHER POST-EMPLOYMENT BENEFITS – POST RETIREMENT HEALTH CARE BENEFITS (Explicit Employer Benefits):**

In addition to the pension benefits described above, the District provides Explicit Employer Benefits to retired employees for post-retirement health care benefits, in accordance the contracts signed with certified employees. Eligible employees are those who retire from the District on or after attaining the age of 58. The District provides 100% of regular hospital/medical insurance premiums until the retiree reaches age 65.

The District also provides eligible retirees an annual stipend equal to 1-1/2% of the individual's final annual salary for each year of service at the District to a maximum of 18%. Currently seven retirees meet the eligibility requirements for stipend benefits.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Cont.):**

Actuarial Methods and Assumptions

The District engaged an actuary, SilverStone Group, to perform an evaluation as of June 30, 2019 using entry age normal Actuarial Cost Method to determine Actuarial Liabilities for Implicit Medical Benefits, as well as Explicit Medical Benefits. The assumptions are generally based upon those used for valuing pension benefits under Oregon PERS, that were developed in consultation with Milliman with some specific exceptions. The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date:

Key Actuarial Assumptions and Methods	Milliman Actuarial Assumptions			SilverStone Actuarial Assumptions
Discount Rate	2.85%	3.58%	3.87%	3.50%
Other Key Actuarial Assumptions and Methods				
Valuation date	July 1, 2017	July 1, 2017	July 1, 2017	June 30, 2019
Measurement date	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019
Inflation	2.50%	2.50%	2.50%	2.50%
Salary increases	3.50%	3.50%	3.50%	2.00%
Withdrawal, retirement, and mortality rates	12/31/2016 Oregon PERS valuation 50% of eligible employees	12/31/2016 Oregon PERS valuation 50% of eligible employees	12/31/2016 Oregon PERS valuation 50% of eligible employees	12/31/2016 Oregon PERS valuation 50% of eligible employees
Election and Lapse Rates	60% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate	60% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate	60% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate	60% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal

In order to apply the entry age normal actuarial cost method, Projected Benefit Payments are determined for each active employee and retiree. These Projected Benefit Payments are the net benefits estimated to be payable in all future years. The net benefits for a particular year are the difference between the total cost of benefits and the portion of the benefits paid by the retirees in that year. The Present Value of Benefits is then allocated over the service of each active employee from their date of hire to their expected retirement age, as a level percent of the employee's pay, as required under GASB 75. This level percent multiplied by expected pay is referred to as the Service Cost, and is that portion of the Present Value of Benefits attributable to an employee's service in a given year. The Service Cost equals \$0 for retirees. For purposes of projecting benefits prior to the valuation date as required by the actuarial cost method, we assumed a health cost trend equal to the ultimate health cost trend rate. The Total OPEB Liability is the portion of the Present Value of Benefits that is attributable to employee service prior to the valuation date. For retirees, the Total OPEB Liability equals the Present Value of Benefits.

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB Cont.):**

The Discount Rate is a single rate of return that is applied to the Projected Benefit Payments in order to calculate the Present Value of Benefits. Under GASB 75, for plans without assets, the discount rate is equal to a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Mortality rates were based on the RP-2014 Employee and Healthy Annuitant tables, White collar, sex distinct for members and dependents. For members only, a one-year setback is applied. Future mortality improvement is not projected as it would be immaterial to the valuation.

Demographic assumptions regarding retirement, mortality, and turnover are based on Oregon PERS valuation assumptions as of December 31, 2016. Election rate and lapse assumptions are based on experience implied by valuation data for this and other Oregon public employers.

Sensitivity Analysis

The following presents the employer's proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 7.20 percent, as well as what the employer's proportionate share of the OPEB liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease 2.50%	Discount Rate 3.50%	1% Increase 4.50%
Total OPEB liability from Implicit and Explicit Rate Subsidy	\$ 722,645	\$ 693,843	\$ 666,236
	1% Decrease	Trend Rate	1% Increase
Total OPEB liability from Implicit and Explicit Rate Subsidy	\$ 669,727	\$ 693,843	\$ 722,019

Participation

	<b>June 30, 2019</b>
Active Employees	60
Eligible Retirees	7
Spouses of Ineligible Retirees	0
Total Participants	67
Spouses of Eligible Retirees	0

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB Cont.):**

Changes in Net (OPEB) Implicit and Explicit Liability

<b>Changes in Total OPEB Liability June 30, 2019 to June 30, 2020</b>	<b>Increase (Decrease) Total OPEB Liability</b>
<b>Balance as of June 30, 2019</b>	<b>\$ 790,759</b>
<b>Changes for the year:</b>	
Benefit payments	(138,994)
Service Cost	16,833
Interest	25,244
Effect of changes to benefit terms	-
Effect of economic/ demographic gains or losses	-
Changes in assumptions or other inputs	-
Employer Contributions	-
<b>Net OPEB Liability at June 30, 2020</b>	<b><u>\$ 693,843</u></b>

Components of (OPEB) Implicit and Explicit Benefit Expense

<b>OPEB Expense</b>	<b>July 1, 2019 to June 30, 2020</b>
Service cost	\$ 16,833
Interest on total OPEB liability	25,244
Effect of plan changes	-
Recognition of Deferred (Inflows)/Outflows of Resources	
Recognition of economic/demographic (gains) or los	-
Recognition of assumption changes	-
Administrative Expense	n/a*
<b>OPEB Expense</b>	<b><u>\$ 42,077</u></b>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB Cont.):**

Schedule of Deferred Inflows and Outflows of Resources for Implicit and Explicit Benefits

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions or inputs	-	-
Benefit Payments	485,686	-
Changes in proportionate share	-	-
Differences between employer contributions and employer's proportionate share of system contributions	-	-
(prior to post-measurement date contributions)	<u>\$ 485,686</u>	<u>\$ -</u>

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

<u>Employer subsequent fiscal years</u>	<u>Deferred Outflow/(Inflow) of Resources (prior to post-measurement date contributions)</u>
1st Fiscal Year	\$ 138,994
2nd Fiscal Year	128,636
3rd Fiscal Year	83,762
4th Fiscal Year	29,009
5th Fiscal Year	57,481
Thereafter	47,804
Total	<u>\$ 485,686</u>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

---

**CONTINGENT LIABILITIES:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amount, if any, to be immaterial.

The District is not currently named as a defendant in any pending or threatened litigation.

**COMMODITIES RECEIVED IN FOOD SERVICE FUND:**

During the year the District received USDA commodities. Fair market value of the amount of commodities used during the current fiscal year is \$16,483. The amount is reflected as federal revenue received and as a food expenditure in the Food Service Fund in the financial statements. Fair market value is determined by the Oregon Department of Education.

**RISK MANAGEMENT:**

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters. The District is joined together with other school districts in the state, which are participating members of United Schools Insurance Program of Oregon, a public entity risk pool currently operating as a common risk management and insurance program for member governments. The District has an annually renewable contract to pay United Schools Insurance Program of Oregon an annual premium for its general liability, property liability, automobile liability, boiler and machinery, comprehensive crime, and umbrella insurance coverage.

The District carries commercial insurance for all other losses, including workers' compensation and employee health and accident insurance. Premiums to the health insurance company are paid through a combination of employer contributions and payroll withholdings for eligible employees. The District came under the State Unemployment Act as of July 1, 1974. The District has elected to pay State Unemployment insurance to the State of Oregon to pay for any claims paid to former employees.

There have been no significant reductions in coverage from the prior years and settlements have not exceeded insurance coverage in the past three years.

**OVER-EXPENDITURE OF APPROPRIATIONS AND NEGATIVE FUND BALANCES:**

Expenditures in excess of appropriation in individual funds for the year ended June 30, 2020 occurred as follows:

<u>Fund / Category</u>	<u>Appropriation</u>	<u>Expenditure</u>	<u>Variance</u>
Grant and Projects Fund #204 / Enterprise & Community Services	200	215	15
Debt Service Fund #300 / Debt Service	43,000	46,730	3,730
Capital Projects Fund #410 / Support Services	-	18,393	18,393

The following funds reported a negative fund balance for the year ended June 30, 2020:

<u>Fund</u>	<u>Fund Balance</u>
Early Retirement Fund #206	(1,918)

**OAKLAND SCHOOL DISTRICT NO. 1**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (Cont.)**  
**JUNE 30, 2020**

**INTERFUND TRANSFERS:**

Interfund transfers for the year ended June 30, 2020 were as follows:

	Transfers Out	Transfers In
General Fund #100	\$ 575,023	\$ -
Special Revenue Funds:		
Athletic Fund #202	-	130,000
Retirement Liability Fund #203	-	350,000
Transportation Fund #217	-	50,023
Computer Replacement Fund #220	-	35,000
Debt Service Fund #300	-	10,000
Building & Repair Fund #400	245,655	-
Capital Projects Fund #410	-	245,655
Total	\$ 820,678	\$ 820,678

The transfers out of the General Fund to the other funds represent the District's election to provide general fund support to the programs and activities of those funds.

**FUND BALANCE COMPARISONS:**

<u>Fund</u>	<u>Actual</u> <u>June 30, 2020</u>	<u>Budgeted</u> <u>July 1, 2020</u>
General Fund #100	\$ 1,573,647	\$960,000
Scholarship Fund #201	51,932	43,000
Athletic Fund #202	47,388	54,000
Retirement Liability Fund #203	518,322	475,000
Grant And Projects Fund #204	87,936	-
Textbook Reserve Fund #205	68,153	68,150
Early Retirement Fund #206	(1,918)	25,000
Student Body Funds #208	100,119	107,000
Cafeteria Fund #210	56,359	45,000
Transportation Fund #217	94,526	94,500
Computer Replacement Fund #220	158,466	100,000
Unemployment Fund #250	25,180	30,000
Debt Service Fund #300	539	650
Building & Repair Fund #400	355,049	260,000
Furniture Replacement Fund #405	112,234	112,233



**REQUIRED**  
**SUPPLEMENTARY**  
**INFORMATION**

# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### General Fund #100

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts (Budgetary Basis) (See Note 1)	Variance with Final Budget Over (Under)
	Original	Final		
	<b><u>REVENUES:</u></b>			
Taxes	\$ 1,381,000	\$ 1,381,000	\$ 1,414,656	\$ 33,656
Tuition Charges	1,500	1,500	-	(1,500)
Earnings on Investments	85,000	85,000	74,545	(10,455)
Miscellaneous Revenue	103,750	103,750	139,608	35,858
Intermediate Government Aid	16,000	16,000	7,532	(8,468)
State Aid	5,233,610	5,233,610	5,497,610	264,000
Federal Aid	50,000	50,000	67,280	17,280
<b>Total Revenues</b>	<b>6,870,860</b>	<b>6,870,860</b>	<b>7,201,231</b>	<b>330,371</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	4,152,662	4,152,662	3,552,247	(600,415)
Support Services	2,693,175	2,693,175	2,502,646	(190,529)
Contingency	150,000	150,000	-	(150,000)
<b>Total Expenditures</b>	<b>6,995,837</b>	<b>6,995,837</b>	<b>6,054,893</b>	<b>(940,944)</b>
Excess (Deficiency) of Revenues Over Expenditures	(124,977)	(124,977)	1,146,338	1,271,315
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	150,000	150,000	-	(150,000)
Interfund Transfers Out	(575,023)	(575,023)	(575,023)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(425,023)</b>	<b>(425,023)</b>	<b>(575,023)</b>	<b>(150,000)</b>
Net Change in Fund Balance	(550,000)	(550,000)	571,315	1,121,315
Beginning Fund Balance	1,000,000	1,000,000	1,002,332	2,332
<b>Ending Fund Balance</b>	<b>\$ 450,000</b>	<b>\$ 450,000</b>	<b>\$ 1,573,647</b>	<b>\$ 1,123,647</b>

# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### Retirement Liability Fund #203

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Miscellaneous Revenue	\$ 100,000	\$ 100,000	\$ 138,956	\$ 38,956
<b>Total Revenues</b>	<b>100,000</b>	<b>100,000</b>	<b>138,956</b>	<b>38,956</b>
Excess (Deficiency) of Revenues Over Expenditures	100,000	100,000	138,956	38,956
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	350,000	350,000	350,000	-
PERS UAL Bond Lump Sum Payment to PERS	(500,000)	(500,000)	(500,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(150,000)</b>	<b>(150,000)</b>	<b>(150,000)</b>	<b>-</b>
Net Change in Fund Balance	(50,000)	(50,000)	(11,044)	38,956
Beginning Fund Balance	500,000	500,000	529,366	29,366
<b>Ending Fund Balance</b>	<b>\$ 450,000</b>	<b>\$ 450,000</b>	<b>\$ 518,322</b>	<b>\$ 68,322</b>

# **OAKLAND SCHOOL DISTRICT NO. 1**

## **SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

### **PERS**

#### **Last 10 Fiscal Years\***

---

Measurement Date	(a) Employer's proportion of the net pension liability (asset)	(b) Employer's proportionate share of the net pension liability (asset)	(c) Employer's covered payroll	(b/c)	Plan fiduciary net position as a percentage of the total pension liability
				Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	
June 30,					
2020	0.03949639%	\$ 6,831,930	\$ 3,003,129	227.49%	80.2%
2019	0.03828382%	5,799,494	3,295,050	176.01%	82.1%
2018	0.03825422%	5,156,683	3,265,885	157.90%	83.1%
2017	0.04416198%	6,629,739	3,050,435	217.34%	80.5%
2016	0.04967684%	2,852,177	2,183,660	130.61%	91.9%
2015	0.04997780%	\$ (1,132,854)	\$ 2,431,422	-46.59%	103.6%

\*This schedule is presented to illustrate the requirement to show information for 10 years. However the full 10-year trend will be presented for those years for which information is available

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**PERS**  
**Last 10 Fiscal Years**

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) Employer's covered payroll	(b/c) Contributions as a percent of covered payroll
2020	\$ 1,437,555	\$ 1,437,555	\$ -	\$ 3,003,129	47.87%
2019	760,499	760,499	-	3,295,050	27.20%
2018	853,008	853,008	-	3,265,885	27.20%
2017	681,162	681,162	-	3,050,435	22.33%
2016	487,611	487,611	-	2,183,660	22.33%
2015	541,964	541,964	-	2,431,422	22.29%
2014	508,403	508,403	-	2,280,857	22.29%
2013	453,171	453,171	-	2,398,999	18.89%
2012	482,118	482,118	-	2,552,239	18.89%
2011	\$ 526,469	\$ 526,469	\$ -	\$ 3,702,314	14.22%

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE**  
**NET OPEB LIABILITY**  
**OPEB RHIA**  
**Last 10 Fiscal Years\***

Measurement Date June 30,	(a) Employer's proportion of the net OPEB liability (asset)	(b) Employer's proportionate share of the net OPEB liability (asset)	(c) Employer's covered payroll	(b/c) Employer's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2020	0.03008646%	\$ (58,138)	\$ 3,003,129	-1.94%	144.4%
2019	0.02449765%	(27,346)	3,295,050	-0.83%	124.0%
2018	0.02590142%	(10,810)	3,265,885	-0.33%	108.9%
2017	0.02568426%	\$ 6,975	\$ 3,050,435	0.23%	94.2%

\*This schedule is presented to illustrate the requirement to show information for 10 years. However the full 10-year trend will be presented for those years for which information is available

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**OPEB RHIA**  
**Last 10 Fiscal Years\***

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) Employer's covered employee payroll	(b/c) Contributions as a percent of covered payroll
2020	\$ 3,240	\$ 3,240	\$ -	\$ 3,003,129	0.11%
2019	14,911	14,911	-	3,295,050	0.45%
2018	11,862	11,862	-	3,265,885	0.36%
2017	12,934	12,934	-	3,050,435	0.42%
2016	12,906	12,906	-	2,183,660	0.59%
2014	28,664	28,664	-	3,931,540	0.73%
2013	\$ 32,356	\$ 32,356	\$ -	\$ 4,954,340	0.65%

\*This schedule is presented to illustrate the requirement to show information for 10 years. However the full 10-year trend will be presented for those years for which information is available

# **OAKLAND SCHOOL DISTRICT NO. 1**

## **SCHEDULE OF RELATED RATIOS**

### **IMPLICIT RATE SUBSIDIES, EXPLICIT BENEFIT, HEALTH INSURANCE & STIPEND BENEFITS FOR EARLY RETIREMENT**

**Last 10 Fiscal Years\***

---

	<u>2020</u>	<u>2019</u>
<b>Total OPEB Liability</b>		
Service cost	\$ 16,833	\$ 16,264
Interest on total OPEB liability	25,244	28,306
Effect of changes to benefit terms	-	-
Effect of economic/demographic gains or (losses)	-	-
Effect of assumption changes or inputs	-	-
Benefit payments	(138,994)	(125,098)
Net change in total OPEB liability	-	-
Total OPEB liability, beginning	790,759	871,287
Total OPEB liability, ending (a)	693,842	790,759
Covered payroll	\$ 3,003,129	\$ 3,295,050
Total OPEB liability as a % of covered payroll	23.1%	24.0%

\*This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.



**OTHER**  
**SUPPLEMENTARY**  
**DATA**

**Non-Major Governmental Funds**

**OAKLAND SCHOOL DISTRICT NO. 1**

**COMBINING BALANCE SHEET  
ALL NON-MAJOR GOVERNMENTAL FUNDS -- BY FUND TYPE**

**June 30, 2020**

	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Projects Funds</b>	<b>Total Non- Major Governmental Funds</b>
<b><u>ASSETS:</u></b>				
Cash and Cash Equivalents	\$ 641,915	\$ 539	\$ 112,234	\$ 754,688
Due From Other Governments	32,342	-	-	32,342
Inventory-Food, Supplies & Commodities	13,885	-	-	13,885
<b>Total Assets</b>	<b>\$ 688,142</b>	<b>\$ 539</b>	<b>\$ 112,234</b>	<b>\$ 800,915</b>
<b>FUND BALANCES:</b>				
Unspendable	\$ 13,885	\$ -	\$ -	\$ 13,885
Restricted for:				
Debt Service	-	539	-	539
Committed for:				
Educational Programs	208,021	-	-	208,021
Employee Benefits Programs	23,262	-	-	23,262
Equipment Acquisition	158,466	-	112,234	270,700
Food Service Program	42,474	-	-	42,474
Special Programs	47,388	-	-	47,388
Student Body Activities	100,119	-	-	100,119
Transportation Programs	94,526	-	-	94,526
<b>Total Fund Balances</b>	<b>688,141</b>	<b>539</b>	<b>112,234</b>	<b>800,914</b>
<b>Total Fund Balances</b>	<b>\$ 688,141</b>	<b>\$ 539</b>	<b>\$ 112,234</b>	<b>\$ 800,914</b>

# OAKLAND SCHOOL DISTRICT NO. 1

## Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

### ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE

For the Fiscal Year Ended June 30, 2020

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Total Non- Major Governmental Funds</u>				
<b><u>REVENUES:</u></b>								
Taxes	\$ -	\$ 3,765	\$ -	\$ 3,765				
Earnings on Investments	33	-	-	33				
Fees and Charges	140,396	-	-	140,396				
Miscellaneous Revenue	198,761	13,971	-	212,732				
State Aid	206,800	-	-	206,800				
Federal Aid	589,345	-	-	589,345				
<b>Total Revenues</b>	<b><u>1,135,335</u></b>	<b><u>17,736</u></b>	<b><u>-</u></b>	<b><u>1,153,071</u></b>				
<b><u>EXPENDITURES:</u></b>								
Current:								
Instruction	653,753	-	-	653,753				
Support Services	349,927	-	18,393	368,320				
Enterprise and Community Services	230,387	-	-	230,387				
Capital Outlay:								
Instruction	44,873	-	-	44,873				
Support Services	9,999	-	-	9,999				
Facilities Acquisition and Construction	-	-	227,262	227,262				
Debt Service	131,175	46,730	-	177,905				
<b>Total Expenditures</b>	<b><u>1,420,114</u></b>	<b><u>46,730</u></b>	<b><u>245,655</u></b>	<b><u>1,712,499</u></b>				
Excess (Deficiency) of Revenues Over Expenditures					(284,779)	(28,994)	(245,655)	(559,428)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>								
Interfund Transfers In	215,023	10,000	245,655	470,678				
<b>Total Other Financing Sources (Uses)</b>	<b><u>215,023</u></b>	<b><u>10,000</u></b>	<b><u>245,655</u></b>	<b><u>470,678</u></b>				
Net Change in Fund Balance	(69,756)	(18,994)	-	(88,750)				
Beginning Fund Balance	757,897	19,533	112,234	889,664				
<b>Ending Fund Balance</b>	<b><u>\$ 688,141</u></b>	<b><u>\$ 539</u></b>	<b><u>\$ 112,234</u></b>	<b><u>\$ 800,914</u></b>				

**OTHER**  
**SUPPLEMENTARY**  
**DATA**

**Non-Major Special Revenue Funds**

**OAKLAND SCHOOL DISTRICT NO. 1**

**COMBINING BALANCE SHEET**

**NON-MAJOR SPECIAL REVENUE FUNDS**

**June 30, 2020**

	<b>Scholarship Fund #201</b>	<b>Athletic Fund #202</b>	<b>Grant And Projects Fund #204</b>	<b>Textbook Reserve Fund #205</b>	<b>Early Retirement Fund #206</b>	<b>Student Body Funds #208</b>	<b>Cafeteria Fund #210</b>	<b>Transportation Fund #217</b>	<b>Computer Replacement Fund #220</b>	<b>Unemployment Fund #250</b>	<b>Totals</b>
<b>ASSETS:</b>											
Cash and Cash Equivalents	\$ 51,932	\$ 47,388	\$ 87,936	\$ 68,153	\$ (1,917)	\$ 100,119	\$ 10,132	\$ 94,526	\$ 158,466	\$ 25,180	\$ 641,915
Due From Other Governments	-	-	-	-	-	-	32,342	-	-	-	32,342
Inventory-Food, Supplies & Commodities	-	-	-	-	-	-	13,885	-	-	-	13,885
<b>Total Assets</b>	<b>\$ 51,932</b>	<b>\$ 47,388</b>	<b>\$ 87,936</b>	<b>\$ 68,153</b>	<b>\$ (1,917)</b>	<b>\$ 100,119</b>	<b>\$ 56,359</b>	<b>\$ 94,526</b>	<b>\$ 158,466</b>	<b>\$ 25,180</b>	<b>\$ 688,142</b>
<b>FUND BALANCES:</b>											
Unspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,885	\$ -	\$ -	\$ -	\$ 13,885
Committed for:											
Educational Programs	51,932	-	87,936	68,153	-	-	-	-	-	-	208,021
Employee Benefits Programs	-	-	-	-	(1,918)	-	-	-	-	25,180	23,262
Equipment Acquisition	-	-	-	-	-	-	-	158,466	-	-	158,466
Food Service Program	-	-	-	-	-	-	42,474	-	-	-	42,474
Special Programs	-	47,388	-	-	-	-	-	-	-	-	47,388
Student Body Activities	-	-	-	-	-	100,119	-	-	-	-	100,119
Transportation Programs	-	-	-	-	-	-	-	94,526	-	-	94,526
<b>Total Fund Balances</b>	<b>51,932</b>	<b>47,388</b>	<b>87,936</b>	<b>68,153</b>	<b>(1,918)</b>	<b>100,119</b>	<b>56,359</b>	<b>94,526</b>	<b>158,466</b>	<b>25,180</b>	<b>688,141</b>
<b>Total Fund Balances</b>	<b>\$ 51,932</b>	<b>\$ 47,388</b>	<b>\$ 87,936</b>	<b>\$ 68,153</b>	<b>\$ (1,918)</b>	<b>\$ 100,119</b>	<b>\$ 56,359</b>	<b>\$ 94,526</b>	<b>\$ 158,466</b>	<b>\$ 25,180</b>	<b>\$ 688,141</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Combining Statement of Revenues,  
Expenditures, and Changes in Fund Balances**

**NON-MAJOR SPECIAL REVENUE FUNDS**

**For the Fiscal Year Ended June 30, 2020**

	<b>Scholarship Fund #201</b>	<b>Athletic Fund #202</b>	<b>Grant And Projects Fund #204</b>	<b>Textbook Reserve Fund #205</b>	<b>Early Retirement Fund #206</b>	<b>Student Body Funds #208</b>	<b>Cafeteria Fund #210</b>	<b>Transportation Fund #217</b>	<b>Computer Replacement Fund #220</b>	<b>Unemployment Fund #250</b>	<b>Totals</b>
<b><u>REVENUES:</u></b>											
Earnings on Investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33	\$ -	\$ -	\$ -	\$ -	\$ 33
Fees and Charges	-	37,507	1,800	-	-	77,105	23,984	-	-	-	140,396
Miscellaneous Revenue	33,641	5,340	156,665	-	1,255	-	1,860	-	-	-	198,761
State Aid	-	-	201,961	-	-	-	4,839	-	-	-	206,800
Federal Aid	-	-	394,376	-	-	-	194,969	-	-	-	589,345
<b>Total Revenues</b>	<b>33,641</b>	<b>42,847</b>	<b>754,802</b>	<b>-</b>	<b>1,255</b>	<b>77,138</b>	<b>225,652</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,135,335</b>
<b><u>EXPENDITURES:</u></b>											
Current:											
Instruction	27,625	152,565	368,846	-	-	97,683	-	-	-	7,034	653,753
Support Services	-	-	255,236	-	95,257	-	(566)	-	-	-	349,927
Enterprise and Community Services	-	-	215	-	-	-	230,172	-	-	-	230,387
Capital Outlay:											
Instruction	-	-	44,873	-	-	-	-	-	-	-	44,873
Support Services	-	-	9,999	-	-	-	-	-	-	-	9,999
Debt Service	-	-	-	-	-	-	-	131,175	-	-	131,175
<b>Total Expenditures</b>	<b>27,625</b>	<b>152,565</b>	<b>679,169</b>	<b>-</b>	<b>95,257</b>	<b>97,683</b>	<b>229,606</b>	<b>131,175</b>	<b>-</b>	<b>7,034</b>	<b>1,420,114</b>
Excess (Deficiency) of Revenues Over Expenditures	6,016	(109,718)	75,633	-	(94,002)	(20,545)	(3,954)	(131,175)	-	(7,034)	(284,779)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>											
Interfund Transfers In	-	130,000	-	-	-	-	-	50,023	35,000	-	215,023
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>130,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>50,023</b>	<b>35,000</b>	<b>-</b>	<b>215,023</b>
Net Change in Fund Balance	6,016	20,282	75,633	-	(94,002)	(20,545)	(3,954)	(81,152)	35,000	(7,034)	(69,756)
Beginning Fund Balance	45,916	27,106	12,303	68,153	92,084	120,664	60,313	175,678	123,466	32,214	757,897
<b>Ending Fund Balance</b>	<b>\$ 51,932</b>	<b>\$ 47,388</b>	<b>\$ 87,936</b>	<b>\$ 68,153</b>	<b>\$ (1,918)</b>	<b>\$ 100,119</b>	<b>\$ 56,359</b>	<b>\$ 94,526</b>	<b>\$ 158,466</b>	<b>\$ 25,180</b>	<b>\$ 688,141</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual**

**Scholarship Fund #201**

**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Miscellaneous Revenue	\$ 23,500	\$ 23,500	\$ 33,641	\$ 10,141
<b>Total Revenues</b>	<b>23,500</b>	<b>23,500</b>	<b>33,641</b>	<b>10,141</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	48,500	48,500	27,625	(20,875)
<b>Total Expenditures</b>	<b>48,500</b>	<b>48,500</b>	<b>27,625</b>	<b>(20,875)</b>
Net Change in Fund Balance	(25,000)	(25,000)	6,016	31,016
Beginning Fund Balance	40,000	40,000	45,916	5,916
<b>Ending Fund Balance</b>	<b>\$ 15,000</b>	<b>\$ 15,000</b>	<b>\$ 51,932</b>	<b>\$ 36,932</b>

# **OAKLAND SCHOOL DISTRICT NO. 1**

## **Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**

### **Athletic Fund #202**

**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Over</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note 1)</u>	<u>(Under)</u>
<b><u>REVENUES:</u></b>				
Fees and Charges	\$ 39,100	\$ 39,100	\$ 37,507	\$ (1,593)
Miscellaneous Revenue	7,600	7,600	5,340	(2,260)
<b>Total Revenues</b>	<b>46,700</b>	<b>46,700</b>	<b>42,847</b>	<b>(3,853)</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	206,700	206,700	152,565	(54,135)
<b>Total Expenditures</b>	<b>206,700</b>	<b>206,700</b>	<b>152,565</b>	<b>(54,135)</b>
Excess (Deficiency) of Revenues Over Expenditures	(160,000)	(160,000)	(109,718)	50,282
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	130,000	130,000	130,000	-
<b>Total Other Financing Sources (Uses)</b>	<b>130,000</b>	<b>130,000</b>	<b>130,000</b>	<b>-</b>
Net Change in Fund Balance	(30,000)	(30,000)	20,282	50,282
Beginning Fund Balance	30,000	30,000	27,106	(2,894)
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 47,388</b>	<b>\$ 47,388</b>



# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### Grant And Projects Fund #204

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Fees and Charges	\$ 2,000	\$ 2,000	\$ 1,800	\$ (200)
Miscellaneous Revenue	93,800	93,800	156,665	62,865
State Aid	215,098	215,098	201,961	(13,137)
Federal Aid	422,221	422,221	394,376	(27,845)
<b>Total Revenues</b>	<b>733,119</b>	<b>733,119</b>	<b>754,802</b>	<b>21,683</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	454,137	454,137	413,719	(40,418)
Support Services	284,282	284,282	265,235	(19,047)
Enterprise and Community Services	200	200	215	15
<b>Total Expenditures</b>	<b>738,619</b>	<b>738,619</b>	<b>679,169</b>	<b>(59,450)</b>
Net Change in Fund Balance	(5,500)	(5,500)	75,633	81,133
Beginning Fund Balance	5,500	5,500	12,303	6,803
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 87,936</b>	<b>\$ 87,936</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual**

**Textbook Reserve Fund #205**

**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Over</u> <u>(Under)</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note 1)</u>	
<b><u>REVENUES:</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXPENDITURES:</u></b>				
Instruction	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>
<b>Total Expenditures</b>	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>
Net Change in Fund Balance	(30,000)	(30,000)	-	30,000
Beginning Fund Balance	<u>90,000</u>	<u>90,000</u>	<u>68,153</u>	<u>(21,847)</u>
<b>Ending Fund Balance</b>	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ 68,153</u>	<u>\$ 8,153</u>

# **OAKLAND SCHOOL DISTRICT NO. 1**

## **Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**

### **Early Retirement Fund #206**

**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Over</u> <u>(Under)</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note 1)</u>	
<b><u>REVENUES:</u></b>				
Miscellaneous Revenue	\$ 1,000	\$ 1,000	\$ 1,255	\$ 255
<b>Total Revenues</b>	<b>1,000</b>	<b>1,000</b>	<b>1,255</b>	<b>255</b>
<b><u>EXPENDITURES:</u></b>				
Support Services	159,500	159,500	95,257	(64,243)
<b>Total Expenditures</b>	<b>159,500</b>	<b>159,500</b>	<b>95,257</b>	<b>(64,243)</b>
Excess (Deficiency) of Revenues Over Expenditures	(158,500)	(158,500)	-	64,498
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	100,000	100,000	-	(100,000)
<b>Total Other Financing Sources (Uses)</b>	<b>100,000</b>	<b>100,000</b>	<b>-</b>	<b>(100,000)</b>
Net Change in Fund Balance	(58,500)	(58,500)	(94,002)	(35,502)
Beginning Fund Balance	100,000	100,000	92,084	(7,916)
<b>Ending Fund Balance</b>	<b>\$ 41,500</b>	<b>\$ 41,500</b>	<b>\$ (1,918)</b>	<b>\$ (43,418)</b>

# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### Student Body Funds #208

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Earnings on Investments	\$ -	\$ -	\$ 33	\$ 33
Fees and Charges	150,000	150,000	77,105	(72,895)
<b>Total Revenues</b>	<b>150,000</b>	<b>150,000</b>	<b>77,138</b>	<b>(72,862)</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	200,000	200,000	97,683	(102,317)
<b>Total Expenditures</b>	<b>200,000</b>	<b>200,000</b>	<b>97,683</b>	<b>(102,317)</b>
Net Change in Fund Balance	(50,000)	(50,000)	(20,545)	29,455
Beginning Fund Balance	100,000	100,000	120,664	20,664
<b>Ending Fund Balance</b>	<b>\$ 50,000</b>	<b>\$ 50,000</b>	<b>\$ 100,119</b>	<b>\$ 50,119</b>

# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### Cafeteria Fund #210

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts (Budgetary Basis) (See Note 1)	Variance with Final Budget Over (Under)
	Original	Final		
<b><u>REVENUES:</u></b>				
Fees and Charges	\$ 28,000	\$ 28,000	\$ 23,984	\$ (4,016)
Miscellaneous Revenue	250	250	1,860	1,610
State Aid	4,500	4,500	4,839	339
Federal Aid	167,000	167,000	194,969	27,969
<b>Total Revenues</b>	<b>199,750</b>	<b>199,750</b>	<b>225,652</b>	<b>25,902</b>
<b><u>EXPENDITURES:</u></b>				
Enterprise and Community Services	269,750	269,750	230,172	(39,578)
<b>Total Expenditures</b>	<b>269,750</b>	<b>269,750</b>	<b>229,606</b>	<b>(40,144)</b>
Net Change in Fund Balance	(70,000)	(70,000)	(3,954)	66,046
Beginning Fund Balance	70,000	70,000	60,313	(9,687)
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 56,359</b>	<b>\$ 56,359</b>

# **OAKLAND SCHOOL DISTRICT NO. 1**

## **Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**

### **Transportation Fund #217**

**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Over</u> <u>(Under)</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note 1)</u>	
<b><u>REVENUES:</u></b>				
State Aid	\$ 111,186	\$ 111,186	\$ -	\$ (111,186)
<b>Total Revenues</b>	<b>111,186</b>	<b>111,186</b>	<b>-</b>	<b>(111,186)</b>
<b><u>EXPENDITURES:</u></b>				
Support Services	11,278	11,278	-	(11,278)
Debt Service	131,174	131,174	131,175	1
<b>Total Expenditures</b>	<b>142,452</b>	<b>142,452</b>	<b>131,175</b>	<b>(11,277)</b>
Excess (Deficiency) of Revenues Over Expenditures	(31,266)	(31,266)	(131,175)	(99,909)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	200,023	200,023	50,023	(150,000)
<b>Total Other Financing Sources (Uses)</b>	<b>200,023</b>	<b>200,023</b>	<b>50,023</b>	<b>(150,000)</b>
Net Change in Fund Balance	168,757	168,757	(81,152)	(249,909)
Beginning Fund Balance	175,000	175,000	175,678	678
<b>Ending Fund Balance</b>	<b>\$ 343,757</b>	<b>\$ 343,757</b>	<b>\$ 94,526</b>	<b>\$ (249,231)</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual**

**Computer Replacement Fund #220**

**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis) (See Note 1)</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>EXPENDITURES:</u></b>				
Support Services	105,000	105,000	-	(105,000)
<b>Total Expenditures</b>	<b>105,000</b>	<b>105,000</b>	<b>-</b>	<b>(105,000)</b>
Excess (Deficiency) of Revenues Over Expenditures	(105,000)	(105,000)	-	105,000
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	35,000	35,000	35,000	-
<b>Total Other Financing Sources (Uses)</b>	<b>35,000</b>	<b>35,000</b>	<b>35,000</b>	<b>-</b>
Net Change in Fund Balance	(70,000)	(70,000)	35,000	105,000
Beginning Fund Balance	70,000	70,000	123,466	53,466
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 158,466</b>	<b>\$ 158,466</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual**

**Unemployment Fund #250**

**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b><u>EXPENDITURES:</u></b>				
Instruction	30,000	30,000	7,034	(22,966)
<b>Total Expenditures</b>	<b>30,000</b>	<b>30,000</b>	<b>7,034</b>	<b>(22,966)</b>
Net Change in Fund Balance	(30,000)	(30,000)	(7,034)	22,966
Beginning Fund Balance	30,000	30,000	32,214	2,214
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 25,180</b>	<b>\$ 25,180</b>



**OTHER**  
**SUPPLEMENTARY**  
**DATA**

**Debt Service Funds**

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual**

**Debt Service Fund #300 (A Non-Major Fund)**

**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Miscellaneous Revenue	\$ 13,000	\$ 13,000	\$ 13,971	\$ 971
<b>Total Revenues</b>	<b>13,000</b>	<b>13,000</b>	<b>17,736</b>	<b>4,736</b>
<b><u>EXPENDITURES:</u></b>				
Debt Service	43,000	43,000	46,730	3,730
<b>Total Expenditures</b>	<b>43,000</b>	<b>43,000</b>	<b>46,730</b>	<b>3,730</b>
Excess (Deficiency) of Revenues Over Expenditures	(30,000)	(30,000)	(28,994)	1,006
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	10,000	10,000	10,000	-
<b>Total Other Financing Sources (Uses)</b>	<b>10,000</b>	<b>10,000</b>	<b>10,000</b>	<b>-</b>
Net Change in Fund Balance	(20,000)	(20,000)	(18,994)	1,006
Beginning Fund Balance	20,000	20,000	19,533	(467)
<b>Ending Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 539</b>	<b>\$ 539</b>

**OTHER**  
**SUPPLEMENTARY**  
**DATA**

**Capital Improvement Funds**

# OAKLAND SCHOOL DISTRICT NO. 1

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

### Building & Repair Fund #400 (A Major Fund)

For the Fiscal Year Ended June 30, 2020

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Earnings on Investments	\$ 50	\$ 50	\$ 48	\$ (2)
<b>Total Revenues</b>	<b>50</b>	<b>50</b>	<b>48</b>	<b>(2)</b>
<b><u>EXPENDITURES:</u></b>				
Support Services	220,050	220,050	-	(220,050)
<b>Total Expenditures</b>	<b>220,050</b>	<b>220,050</b>	<b>-</b>	<b>(220,050)</b>
Excess (Deficiency) of Revenues Over Expenditures	(220,000)	(220,000)	48	220,048
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	100,000	100,000	-	(100,000)
Interfund Transfers Out	(300,000)	(300,000)	(245,655)	54,345
<b>Total Other Financing Sources (Uses)</b>	<b>(200,000)</b>	<b>(200,000)</b>	<b>(245,655)</b>	<b>(45,655)</b>
Net Change in Fund Balance	(420,000)	(420,000)	(245,607)	174,393
Beginning Fund Balance	500,000	500,000	600,656	100,656
<b>Ending Fund Balance</b>	<b>\$ 80,000</b>	<b>\$ 80,000</b>	<b>\$ 355,049</b>	<b>\$ 275,049</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
Furniture Replacement Fund #405 (A Non-Major Fund)  
For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXPENDITURES:</u></b>				
Support Services	50,000	50,000	-	(50,000)
<b>Total Expenditures</b>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net Change in Fund Balance	(50,000)	(50,000)	-	50,000
Beginning Fund Balance	100,000	100,000	112,234	12,234
<b>Ending Fund Balance</b>	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ 112,234</u>	<u>\$ 62,234</u>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget and Actual  
Capital Projects Fund #410 (A Non-Major Fund)  
For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis) (See Note 1)	Final Budget Over (Under)
<b><u>REVENUES:</u></b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXPENDITURES:</u></b>				
Support Services	-	-	18,393	18,393
Facilities Acquisition and Construction	300,000	300,000	227,262	(72,738)
<b>Total Expenditures</b>	<u>300,000</u>	<u>300,000</u>	<u>245,655</u>	<u>(54,345)</u>
Excess (Deficiency) of Revenues Over Expenditures	(300,000)	(300,000)	(245,655)	54,345
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interfund Transfers In	300,000	300,000	245,655	(54,345)
<b>Total Other Financing Sources (Uses)</b>	<u>300,000</u>	<u>300,000</u>	<u>245,655</u>	<u>(54,345)</u>
Net Change in Fund Balance	-	-	-	-
Beginning Fund Balance	-	-	-	-
<b>Ending Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**OTHER**  
**SUPPLEMENTARY**  
**DATA**

**Additional Supporting**  
**Schedules**

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF LONG-TERM DEBT TRANSACTIONS**  
**For the Fiscal Year Ended June 30, 2020**

---

**OSBA QSCB, Series 2010A**

Oregon School Board Association QSCB, Series 2010B held by Bank of New York Mellon Trust Company for Capital Improvements. The original balance is \$450,000 with an interest rate between 4.15-5.05% which is partially subsidized the federal government. The inception date of the loan was October 12, 2010 with annual sinking fund payments of \$45,000. The last payment is due in the fiscal year 2020.

**Current Year Activity:**

	Outstanding Balance July 1, 2019	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2020	Due Within One Year
Principal	\$ 36,000	\$ -	\$ 36,000	\$ -	\$ -
Interest	-	10,730	10,730	-	-
Total	<u>\$ 36,000</u>	<u>\$ 10,730</u>	<u>\$ 46,730</u>	<u>\$ -</u>	<u>\$ -</u>



**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF LONG-TERM DEBT TRANSACTIONS**  
**For the Fiscal Year Ended June 30, 2020**

---

**Santander Bank**

On February 5, 2018, the District purchased two 2019 Blue Bird BBV Diesel 83 passenger busses from Western Bus Sales on a lease purchase with Santander Bank. The original balance is \$227,264 with an interest rate of 4.450%. The payments are due the 15th of August every year with the last payment due on August 15, 2027.

**Current Year Activity:**

	Outstanding Balance July 1, 2019	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2020	Due Within One Year
Principal	\$ 204,486	\$ -	\$ 18,970	\$ 185,516	\$ 19,815
Interest	-	9,100	9,100	-	8,255
<b>Total</b>	<b>\$ 204,486</b>	<b>\$ 9,100</b>	<b>\$ 28,070</b>	<b>\$ 185,516</b>	<b>\$ 28,070</b>

**Future Requirements:**

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2021	\$ 19,815	\$ 8,255	\$ 28,070	4.45%
	2022	20,696	7,374	28,070	4.45%
	2023	21,617	6,453	28,070	4.45%
	2024	22,579	5,491	28,070	4.45%
	2025	23,584	4,486	28,070	4.45%
	2026	24,634	3,436	28,070	4.45%
	2027	25,730	2,340	28,070	4.45%
	2028	26,861	1,209	28,070	4.45%
<b>Total</b>		<b>\$ 185,516</b>	<b>\$ 39,044</b>	<b>\$ 224,560</b>	

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF LONG-TERM DEBT TRANSACTIONS**  
**For the Fiscal Year Ended June 30, 2020**

**Santander Bank**

On July 24, 2017 the District purchased 6 new school buses from Western Bus Sales on a lease purchase with Santander Bank. The original balance is \$679,655 with an interest rate of 3.550%. The payments are due on the 24th of August of every year with the final payment due on August 24, 2026.

**Current Year Activity:**

	Outstanding Balance July 1, 2019	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2020	Due Within One Year
Principal	\$ 544,371	\$ -	\$ 60,034	\$ 484,337	\$ 62,165
Interest	-	19,325	19,325	-	17,194
Total	<u>\$ 544,371</u>	<u>\$ 19,325</u>	<u>\$ 79,359</u>	<u>\$ 484,337</u>	<u>\$ 79,359</u>

**Future Requirements:**

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2021	\$ 62,165	\$ 17,194	\$ 79,359	3.55%
	2022	64,371	14,987	79,359	3.55%
	2023	66,657	12,702	79,359	3.55%
	2024	69,023	10,336	79,359	3.55%
	2025	71,473	7,885	79,359	3.55%
	2026	74,011	5,348	79,359	3.55%
	2027	76,637	2,721	79,359	3.55%
Total		<u>\$ 484,337</u>	<u>\$ 71,173</u>	<u>\$ 555,510</u>	

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF LONG-TERM DEBT TRANSACTIONS**  
**For the Fiscal Year Ended June 30, 2020**

**Santander Bank**

On October 15, 2017, the District purchased two passenger busses from Western Bus Sales on a lease purchase with Santander Bank. The District purchased a 2017 Chevrolet 14-passenger bus and a 2018 Blue Bird 84-passenger bus. The original balance is \$204,639 with an interest rate of 3.400%. The payments are due the 15th of November every year with the last payment due on November 15, 2026.

**Current Year Activity:**

	Outstanding Balance July 1, 2019	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2020	Due Within One Year
Principal	\$ 163,909	\$ -	\$ 18,172	\$ 145,737	\$ 18,790
Interest	-	5,574	5,574	-	4,956
<b>Total</b>	<b>\$ 163,909</b>	<b>\$ 5,574</b>	<b>\$ 23,746</b>	<b>\$ 145,737</b>	<b>\$ 23,746</b>

**Future Requirements:**

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2021	\$ 18,790	\$ 4,956	\$ 23,746	3.40%
	2022	19,429	4,317	23,746	3.40%
	2023	20,090	3,656	23,746	3.40%
	2024	20,773	2,973	23,746	3.40%
	2025	21,479	2,267	23,746	3.40%
	2026	22,210	1,536	23,746	3.40%
	2027	22,965	781	23,746	3.40%
<b>Total</b>		<b>\$ 145,737</b>	<b>\$ 20,485</b>	<b>\$ 166,222</b>	

**OAKLAND SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED June 30, 2020**

Federal Grantor/Pass Through Grantor/ Program Title	Grant Fund	Federal CFDA Number	Grant Period	Original Program or Grant Amount	(Receivable)/ Deferred Revenue June 30, 2019	Cash Received	Expenditures	(Receivable)/ Deferred Revenue June 30, 2020
<b>US. DEPARTMENT OF EDUCATION</b>								
<b>Passed Through Oregon Department of Education:</b>								
Title IA - Grants to Local Education Agencies	Fund #204	84.010	2018-19	\$ 158,976	\$ (7,793)	\$ 23,753	\$ 15,960	\$ -
Title IA - Grants to Local Education Agencies	Fund #204	84.010	2019-20	157,340	-	148,196	148,196	-
Total Title I				316,316	(7,793)	171,949	164,156	-
Title II-A Teacher Quality	Fund #204	84.367	2019-20	20,975	-	20,975	20,975	-
Total Title II-A				20,975	-	20,975	20,975	-
Rural Education	Grants Fund	84.358	2019-20	34,185	-	34,185	34,185	-
Total Rural Education				34,185	-	34,185	34,185	-
IDEA - Special Education Grants to States(Part B Sec.611)	Fund #204	84.027	2019-20	99,075	-	99,075	99,075	-
IDEA - Special Education Grants to States(Part B Sec.611)	Fund #204	84.027	2018-19	105,575	-	19,845	19,845	-
IDEA - Enhancement & Extended Assessment Training	Fund #204	84.027	2018-19	1,591	-	747	747	-
IDEA - Enhancement & Extended Assessment Training	Fund #204	84.027	2019-20	2,049	-	2,049	2,049	-
IDEA - Special Ed Preschool Grant (Part B Sec. 619	Fund #204	84.173	2018-19	754	-	179	179	-
IDEA - Special Ed Preschool Grant (Part B Sec. 619	Fund #204	84.173	2019-20	997	-	-	997	(997)
IDEA - SPR & I	Fund #204	84.027	2018-19	1,386	-	86	86	-
Total IDEA				211,427	-	121,981	122,978	(997)
Student Support & Academic Enrichment	Fund #204	84.424	2019-20	12,337	-	12,337	12,337	-
<b>Total Passed through Oregon Department of Education</b>				<b>\$ 631,922</b>	<b>\$ (7,793)</b>	<b>\$ 394,991</b>	<b>\$ 388,195</b>	<b>\$ (997)</b>
<b>Passed through Douglas Education Service District:</b>								
Carl Perkins Career & Technical Education	Fund #204	84.048	2019-20	7,608	-	6,180	6,180	-
<b>Total Passed through Douglas Education Service District</b>				<b>\$ 7,608</b>	<b>\$ -</b>	<b>\$ 6,180</b>	<b>\$ 6,180</b>	<b>\$ -</b>
<b>Passed Through Oregon Vocational Rehabilitation</b>								
Rehabilitation Services Vocational Rehabilitation Grants to States	Grants Fund	84.126A	2019-20	36,682	-	33,564	33,564	-
<b>Total Passed through Oregon Vocational Rehabilitation</b>				<b>\$ 36,682</b>	<b>\$ -</b>	<b>\$ 33,564</b>	<b>\$ 33,564</b>	<b>\$ -</b>
<b>Total U.S. Department of Education</b>				<b>\$ 676,212</b>	<b>\$ (7,793)</b>	<b>\$ 434,735</b>	<b>\$ 427,939</b>	<b>\$ (997)</b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>								
<b>Passed Through Oregon Department of Education:</b>								
Commodities	Cafeteria Fund	10.555	2019-20	\$ 16,483	\$ -	\$ 16,483	\$ 16,483	\$ -
National School Lunch - Breakfast	Cafeteria Fund	10.553	2019-20	64,054	-	51,571	64,054	(12,483)
National School Lunch - Section 4	Cafeteria Fund	10.555	2019-20	114,072	-	94,213	114,072	(19,859)
Summer Food Program	Cafeteria Fund	10.560	2019-20	360	-	360	360	-
Total National School Lunch Program				194,969	-	162,627	194,969	(32,342)
<b>Total U.S. Department of Agriculture</b>				<b>\$ 194,969</b>	<b>\$ -</b>	<b>\$ 162,627</b>	<b>\$ 194,969</b>	<b>\$ (32,342)</b>
<b>TOTALS</b>				<b>\$ 871,181</b>	<b>\$ (7,793)</b>	<b>\$ 597,362</b>	<b>\$ 622,908</b>	<b>\$ (33,339)</b>

This schedule is prepared using the modified accrual basis of accounting.

<b>RECONCILIATION TO REVENUE:</b>	
Cash Receipts per Schedule Above	\$ 597,362
Grants Receivable/Deferred Revenue Beginning of Year	(7,793)
Grants Receivable/Deferred Revenue End of Year	33,339
<b>Federal Revenue Recognized per Financial Statements</b>	<b>\$ 622,908</b>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Oregon Department of Education Form 581-3211-C**

**For the Fiscal Year Ended June 30, 2020**

**SUPPLEMENTAL INFORMATION 2019-2020**

Part A is needed for computing Oregon's full allocation for ESEA, Title 1 & other Federal Funds for Education

**B. Energy Bills for Heating - All Funds:**

Please enter your expenditures for electricity  
& heating fuel, and water & sewage  
for these Functions & Objects.

	Objects 325 & 326 & *327
Function 2540	\$ 144,928
Function 2550	\$ -

**C. Replacement of Equipment - General Fund:**

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

Exclude these functions:

1113,1122 & 1132  
1140  
1300  
1400

Extra-curricular Activities  
Pre-Kindergarten  
Continuing Education  
Summer School

Exclude these functions:

4150 Construction  
2550 Pupil Transportation  
3100 Food Service  
3300 Community Services

\$ -
------

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

**OAKLAND SCHOOL DISTRICT NO. 1**

**Audit Revenue Summary - All Funds**

**For the Fiscal Year Ended June 30, 2020**

**Revenue from Local Sources**

	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>
1110 Ad Valorem Taxes Levied by District	\$ 1,413,341	\$ -	\$ 3,765	\$ -
1190 Penalties and Interest on Taxes	1,315	-	-	-
1500 Earnings on Investments	74,545	33	-	48
1600 Food Service	-	23,984	-	-
1700 Extracurricular Activities	-	116,412	-	-
1920 Contributions and Donations From Private Sources	-	190,306	-	-
1960 Recovery of Prior Years' Expenditure	19,081	-	-	-
1970 Services Provided Other Funds	-	138,956	-	-
1990 Miscellaneous	120,527	8,456	13,971	-
<b>Total Revenue from Local Sources</b>	<b>\$ 1,628,809</b>	<b>\$ 478,146</b>	<b>\$ 17,735</b>	<b>\$ 48</b>

**Revenue from Intermediate Sources**

	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>
2101 County School Funds	\$ 7,532	\$ -	\$ -	\$ -
<b>Total Revenue from Intermediate Sources</b>	<b>\$ 7,532</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Revenue from State Sources**

	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>
3101 State School Fund - General Support	\$ 5,439,324	\$ 2,387	\$ -	\$ -
3102 State School Fund - School Lunch Match	-	1,916	-	-
3103 Common School Fund	58,287	-	-	-
3299 Other Restricted Grants-In-Aid	-	202,497	-	-
<b>Total Revenue from State Sources</b>	<b>\$ 5,497,610</b>	<b>\$ 206,800</b>	<b>\$ -</b>	<b>\$ -</b>

**Revenue from Federal Sources**

	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>
4500 Restricted Revenue From the Federal Government Through the State	\$ -	\$ 572,862	\$ -	\$ -
4801 Federal Forest Fees	67,280	-	-	-
4900 Revenue for/on Behalf of the District	-	16,483	-	-
<b>Total Revenue from Federal Sources</b>	<b>\$ 67,280</b>	<b>\$ 589,345</b>	<b>\$ -</b>	<b>\$ -</b>

**Revenue from Other Sources**

	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>
5200 Interfund Transfers	\$ -	\$ 565,023	\$ 10,000	\$ 245,655
5400 Resources - Beginning Fund Balance	1,002,332	1,287,263	19,533	712,890
<b>Total Revenue from Other Sources</b>	<b>\$ 1,002,332</b>	<b>\$ 1,852,286</b>	<b>\$ 29,533</b>	<b>\$ 958,545</b>

**Grand Total**

<b>\$ 8,203,563</b>	<b>\$ 3,126,577</b>	<b>\$ 47,268</b>	<b>\$ 958,594</b>
---------------------	---------------------	------------------	-------------------

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Audit Expenditure Summary-General Fund #100**  
**For the Fiscal Year Ended June 30, 2020**

**FUND: General Fund #100**

<b>Instruction Expenditures</b>		<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 600</b>	<b>Object 700</b>
1111	Elementary, K-5 or K-6	\$ 1,152,987	\$ 678,584	\$ 438,118	\$ 27,931	\$ 7,866	\$ 489	\$ -
1121	Middle/Junior High Programs	792,655	485,503	283,629	15,886	6,826	811	-
1122	Middle/Junior High School Extracurricular	990	643	347	-	-	-	-
1131	High School Programs	1,123,136	640,420	429,277	45,469	5,865	2,105	-
1132	High School Extracurricular	11,333	6,449	4,884	-	-	-	-
1210	Programs for the Talented and Gifted	5,269	2,473	1,585	-	974	237	-
1250	Less Restrictive Programs for Students with Disabilities	447,969	240,410	134,023	67,085	6,451	-	-
1280	Alternative Education	17,380	2,916	1,444	10,990	2,030	-	-
1291	English Second Language Programs	529	-	-	529	-	-	-
<b>Total Instruction Expenditures</b>		<b>\$ 3,552,247</b>	<b>\$ 2,057,398</b>	<b>\$ 1,293,307</b>	<b>\$ 167,889</b>	<b>\$ 30,012</b>	<b>\$ 3,642</b>	<b>\$ -</b>
<b>Support Services Expenditures</b>		<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 600</b>	<b>Object 700</b>
2120	Guidance Services	\$ 116,477	\$ 65,465	\$ 51,012	\$ -	\$ -	\$ -	\$ -
2130	Health Services	240	-	-	240	-	-	-
2140	Psychological Services	27,663	-	-	27,663	-	-	-
2220	Educational Media Services	88,277	54,944	26,104	-	5,473	1,756	-
2240	Instructional Staff Development	20,994	-	11,282	9,661	51	-	-
2310	Board of Education Services	41,868	-	-	20,875	441	20,552	-
2320	Executive Administration Services	203,184	110,447	78,200	10,311	2,718	1,509	-
2410	Office of the Principal Services	568,007	320,098	206,356	28,506	2,248	10,799	-
2520	Fiscal Services	137,454	67,978	45,158	18,242	1,304	4,772	-
2540	Operation and Maintenance of Plant Services	871,715	246,593	211,729	341,200	29,204	42,988	-
2550	Student Transportation Services	296,010	154,678	89,562	9,744	28,608	13,417	-
2660	Technology Services	130,756	-	-	61,613	68,994	150	-
<b>Total Support Services Expenditures</b>		<b>\$ 2,502,646</b>	<b>\$ 1,020,203</b>	<b>\$ 719,403</b>	<b>\$ 528,054</b>	<b>\$ 139,040</b>	<b>\$ 95,945</b>	<b>\$ -</b>
<b>Other Uses Expenditures</b>		<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 600</b>	<b>Object 700</b>
5200	Transfers of Funds	\$ 575,023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 575,023
<b>Total Other Uses Expenditures</b>		<b>\$ 575,023</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 575,023</b>
<b>Grand Total</b>		<b>\$ 6,629,916</b>	<b>\$ 3,077,601</b>	<b>\$ 2,012,710</b>	<b>\$ 695,943</b>	<b>\$ 169,053</b>	<b>\$ 99,586</b>	<b>\$ 575,023</b>

**OAKLAND SCHOOL DISTRICT NO. 1**  
**Audit Expenditure Summary-Special Revenue Fund #200**  
**For the Fiscal Year Ended June 30, 2020**

**FUND: Special Revenue Fund #200**

**Instruction Expenditures**

	<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>
1111 Elementary, K-5 or K-6	\$ 15,118	\$ 2,000	\$ 152	\$ 6,975	\$ 5,991	\$ -	\$ -
1121 Middle/Junior High Programs	11,950	5,000	48	500	6,402	-	-
1122 Middle/Junior High School Extracurricular	29,242	14,875	8,888	2,540	1,539	-	1,400
1131 High School Programs	214,861	20,948	15,851	28,620	104,569	44,873	-
1132 High School Extracurricular	123,323	64,829	21,488	23,254	2,327	-	11,425
1250 Less Restrictive Programs for Students with Disabilities	140,025	71,867	67,975	153	30	-	-
1272 Title I	164,108	94,001	66,366	3,742	-	-	-
<b>Total Instruction Expenditures</b>	<b>\$ 698,627</b>	<b>\$ 273,520</b>	<b>\$ 180,767</b>	<b>\$ 65,784</b>	<b>\$ 120,857</b>	<b>\$ 44,873</b>	<b>\$ 12,825</b>

**Support Services Expenditures**

	<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>
2120 Guidance Services	\$ 20,680	\$ 14,131	\$ 6,549	\$ -	\$ -	\$ -	\$ -
2140 Psychological Services	12,337	-	-	12,337	-	-	-
2190 Service Direction, Student Support Services	16,105	8,303	7,802	-	-	-	-
2240 Instructional Staff Development	73,500	-	-	73,500	-	-	-
2540 Operation and Maintenance of Plant Services	21,130	-	(566)	11,696	-	9,999	-
2660 Technology Services	120,918	-	-	34,185	86,733	-	-
2700 Supplemental Retirement Program	95,257	39,195	56,062	-	-	-	-
<b>Total Support Services Expenditures</b>	<b>\$ 359,926</b>	<b>\$ 61,629</b>	<b>\$ 69,848</b>	<b>\$ 131,718</b>	<b>\$ 86,733</b>	<b>\$ 9,999</b>	<b>\$ -</b>

**Enterprise and Community Services Expenditures**

	<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>
3100 Food Services	\$ 230,172	\$ 85,668	\$ 48,495	\$ 803	\$ 92,921	\$ -	\$ 2,286
3300 Community Services	215	-	-	-	215	-	-
<b>Total Enterprise and Community Services Expenditures</b>	<b>\$ 230,387</b>	<b>\$ 85,668</b>	<b>\$ 48,495</b>	<b>\$ 803</b>	<b>\$ 93,136</b>	<b>\$ -</b>	<b>\$ 2,286</b>

**Other Uses Expenditures**

	<b>Totals</b>	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>
5100 Debt Service	\$ 131,175	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 131,175
5400 PERS UAL Bond Lump Sum	500,000	-	-	-	-	-	500,000
<b>Total Other Uses Expenditures</b>	<b>\$ 631,175</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 631,175</b>

**Grand Total**

<b>Grand Total</b>	<b>\$ 1,920,115</b>	<b>\$ 420,817</b>	<b>\$ 299,110</b>	<b>\$ 198,304</b>	<b>\$ 300,726</b>	<b>\$ 54,873</b>	<b>\$ 646,286</b>
--------------------	---------------------	-------------------	-------------------	-------------------	-------------------	------------------	-------------------



**OAKLAND SCHOOL DISTRICT NO. 1**  
**Audit Expenditure Summary-Debt Service Fund #300**  
**For the Fiscal Year Ended June 30, 2020**

---

**FUND: Debt Service Fund #300**

<b>Other Uses Expenditures</b>	<b>Totals</b>	<b>Object 600</b>
5100 Debt Service	\$ 46,730	\$ 46,730
<b>Total Other Uses Expenditures</b>	\$ 46,730	\$ 46,730
<b>Grand Total</b>	<u>\$ 46,730</u>	<u>\$ 46,730</u>

**OAKLAND SCHOOL DISTRICT NO. 1**

**Audit Expenditure Summary-Capital Projects Fund #400**

**For the Fiscal Year Ended June 30, 2020**

**FUND: Capital Projects Fund #400**

**Support Services Expenditures**

2540 Operation and Maintenance of Plant Services

**Total Support Services Expenditures**

<b>Totals</b>	<b>Object 300</b>	<b>Object 500</b>	<b>Object 600</b>	<b>Object 700</b>
\$ 18,393	\$ 16,719	\$ -	\$ 1,674	\$ -
\$ 18,393	\$ 16,719	\$ -	\$ 1,674	\$ -

**Facilities Acquisition and Construction Expenditures**

4150 Building Acquisition, Construction, and  
Improvement Services

**Total Facilities Acquisition and Construction  
Expenditures**

<b>Totals</b>	<b>Object 300</b>	<b>Object 500</b>	<b>Object 600</b>	<b>Object 700</b>
\$ 227,262	\$ -	\$ 227,262	\$ -	\$ -
\$ 227,262	\$ -	\$ 227,262	\$ -	\$ -

**Other Uses Expenditures**

5200 Transfers of Funds

**Total Other Uses Expenditures**

<b>Totals</b>	<b>Object 300</b>	<b>Object 500</b>	<b>Object 600</b>	<b>Object 700</b>
\$ 245,655	\$ -	\$ -	\$ -	\$ 245,655
\$ 245,655	\$ -	\$ -	\$ -	\$ 245,655

**Grand Total**

\$ 491,311	\$ 16,719	\$ 227,262	\$ 1,674	\$ 245,655
------------	-----------	------------	----------	------------

**ACCOMPANYING**  
**INFORMATION**

**OAKLAND SCHOOL DISTRICT NO. 1**  
**INDEPENDENT AUDITOR'S REPORT**  
**REQUIRED BY OREGON STATE REGULATIONS**  
**As of June 30, 2020**

---

To the Governing Body of the Oakland School District No. 1  
Oakland, Oregon

We have audited the basic financial statements of the Oakland School District as of and for the year ended June 30, 2020 and have issued our report thereon dated December 10, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

**Compliance**

As part of obtaining reasonable assurance about whether the Oakland School 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 with the following exceptions:

- For the fiscal year ended June 30, 2020, over-expenditure of appropriations occurred in three funds, as noted on page 46 of the audit report.
- For the fiscal year ended June 30, 2020, the District reported one fund with a deficit fund balance, as noted on page 46 of the audit report.

**OAR 162-10-0230 Internal Control**

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 internal control over financial reporting.

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



Steve Tuhscherer, CPA  
Umpqua Valley Financial  
Roseburg, Oregon  
December 10, 2020