

**Douglas County School District No. 21**

**Camas Valley, Oregon**

**Financial Statements**

**For The Year Ended June 30, 2021**



**NEUNER DAVIDSON & CO**

*Cooley, Rapp, Friel & Lee, LLC*

*Certified Public Accountants*

**Douglas County School District No. 21**

**Camas Valley, Oregon**

**Financial Statements**

**For The Year Ended June 30, 2021**

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Camas Valley, Oregon

June 30, 2021

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**BOARD OF DIRECTORS**

**TERM EXPIRATION**

Rochelle Herberger, Chairperson

June 30, 2021

Steve Scott, Vice-Chairperson

June 30, 2023

Mary Gayl Bowser

June 30, 2021

Ralph Lamell

June 30, 2023

Charles Redfern

June 30, 2021

**ADMINISTRATION**

Don Wonsley, Superintendent / Principal

Danielle Littlefield, Business Manager

Jeanine Dever, Administrative Assistant

Board members and Administrators may be contacted at the address below:

PO Box 57  
197 Main Camas Road  
Camas Valley, OR 97416

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Camas Valley, Oregon

June 30, 2021

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Camas Valley, Oregon

June 30, 2021

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November 9, 2021

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Douglas County School District No. 21 Camas Valley, Oregon

**Report on the Financial Statements**

We have audited the accompanying cash basis basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Douglas County School District No. 21 as of and for the year ended June 30, 2021, and the related notes to the basic financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these basic financial statements in accordance with the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the presentation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Douglas County School District No. 21, as of June 30, 2021, and the respective changes in cash basis financial position thereof for the year then ended in conformity with the cash basis of accounting as described in Note 1.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### ***Other Matters***

#### ***Other Information***

The listing of Board Members containing their term expiration dates, located before the table of contents, and the other information, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

## Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated November 9, 2021, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance. Accordingly, we do not express such an opinion.



Vickie Rapp, CPA CIA CGMA CITP  
Neuner Davidson & Co  
Roseburg, Oregon



MANAGEMENT'S DISCUSSION AND ANALYSIS

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

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As management of Douglas County School District No. 21 (Camas Valley School District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with the basic financial statements that follow this section.

Camas Valley School District's financial records are prepared on an accounting basis other than the accounting principles generally accepted in the United States of America. The district uses an "other comprehensive basis of accounting" (OCBOA), the basis of cash receipts and disbursements. This has implications for balance sheet titles, operating statement titles, etc.

**Financial Highlights**

- Net position as reflected on the Statement of Activities-Cash Basis increased from \$1,876,641 on June 30, 2020 to \$2,142,607 on June 30, 2021. [Schedule A-2]
- The General Fund unassigned ending balance on June 30, 2021 is \$1,108,522 compared to \$757,215 on June 30, 2020. [Schedule B-2]
- Receipts from Government Funds are \$265,966 more than disbursements. [Schedule B-2]

**Discussion of Financial Statements**

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements.

**Government-Wide and Fund Financial Statements** are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business. These statements are found in schedules A-1 to A-2 of the audit report and include:

- A-1: Government-Wide: Statement of Net Position – Cash Basis
- A-2: Government-Wide: Statement of Activities – Cash Basis

In the government-wide financial statements, the District's activities are shown in one category:

Governmental activities. Most of District's basic functions are shown here, such as regular and special education, child nutrition services, transportation, administration, and facilities acquisition and construction. These activities are primarily financed through property taxes, Oregon's State School Fund and other intergovernmental receipts.

**Fund Financial Statements** provide more detailed information about the district's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain receipts (such as federal grants).

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

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The District has two types of funds: governmental funds and a fiduciary fund.

**Governmental Funds**

All of the District's basic services are included in the Governmental Funds. The District has the following governmental funds: Fund 100-General Fund, 200-level Special Revenue Funds, and Fund 400-Capital Projects. The 200-level Special Revenue Funds that are currently active include the 201-Title I & IDEA, 202-ESSER, 204-College and Career Readiness, 207-Local Grants, 220-Bus Replacement, 225-PERS Reserve, 230-Forestry/Natural Resources, 250-Food Service, 251-Student Investments Act, and 280-Student Body funds. In addition to the Governmental Funds, the District has an active Internal Service Fund, the 601-Unemployment Fund.

**Fiduciary Funds**

The District is the trustee, or fiduciary, for assets that belong to others, in the form of a scholarship fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations. Camas Valley School District currently has one active fiduciary fund, a Trust and Agency Fund, which is the 701-Scholarship Fund.

**Government Wide Financial Analysis**

Net position may serve over time as a useful indicator of a government's financial position. As outlined on the Statement of Net Position, the total net position as of June 30, 2021 was \$2,142,607 of which \$1,633,884 is held as cash in the state's local government investment pool. This was an increase from the June 30, 2020 net position of \$1,876,641.

During fiscal 2020-2021 fund balances have been reported as required by GASB Statement 54. GASB 54 requires analysis and breakdown of ending fund balance between five fund balance categories: non-spendable, restricted, committed, assigned, and unassigned.

GASB 54 types of ending balances are defined below:

- Non-spendable - Includes items not immediately converted to cash, such as prepaid items and inventory.
- Restricted - Includes items that are restricted by external creditors, grantors or contributors, or restricted by legal constitutional provisions.
- Committed - Includes items committed by the District's Board of Education, by formal board action.
- Assigned – Includes items assigned for specific uses, authorized by the District's Superintendent and/or Director of Finance and Operations.
- Unassigned – This is the residual classification used for those balances not assigned to another category. (Only the General Fund should have an unassigned fund balance.)

As of June 30, 2021, The District's governmental funds reported ending fund balances by category of:

Restricted	\$ 331,681
Assigned	702,404
Unassigned	1,108,522
Total Cash Basis Fund Balances	<u>\$ 2,142,607</u>

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

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**Fund Balances**

	Governmental Activities		Total Change 2020 to 2021
	2021	2020	
Assets:			
Cash on Hand	\$ 241	\$ 241	\$ -
Cash in Bank	495,291	221,459	273,831
Certificate of Deposit	13,192	12,626	566
Cash in State Pool	1,633,884	1,642,315	(8,431)
Total Assets	<u>\$ 2,142,607</u>	<u>\$ 1,876,641</u>	<u>\$ 265,966</u>
Fund Balances:			
Restricted	331,681	355,517	(23,836)
Assigned	702,404	763,908	(61,504)
Unassigned	1,108,522	757,215	351,307
Total Fund Balances	<u>\$ 2,142,607</u>	<u>\$ 1,876,641</u>	<u>\$ 265,966</u>

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

**Changes in Net Position**

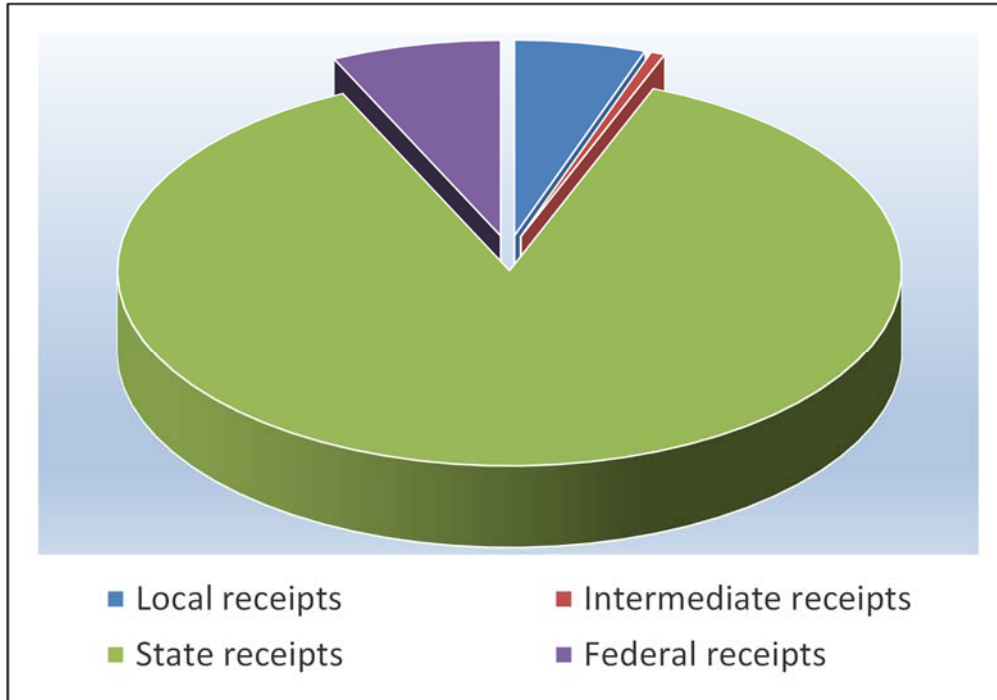
	Governmental Activities		Total Change
	2021	2020	2020 to 2021
<b>Government Activities</b>			
Instruction			
Regular Programs	\$ 1,453,515	\$ 1,478,011	\$ (24,495)
Special Programs	107,002	258,060	(151,058)
Total Instruction	<u>1,560,518</u>	<u>1,736,071</u>	<u>(175,553)</u>
Support Services			
Students	22,500	28,460	(5,960)
Instructional Staff	64,982	75,987	(11,005)
General Administration	294,914	273,901	21,013
School Administration	93,913	97,520	(3,607)
Business	821,415	505,772	315,644
Central Activities	243,950	185,669	58,281
Total Support Services	<u>1,541,674</u>	<u>1,167,308</u>	<u>374,366</u>
Enterprise and Community Services			
Food Services	21,176	14,113	7,063
Total Enterprise and Community Services	<u>21,176</u>	<u>14,113</u>	<u>7,063</u>
Facilities Acquisition and Construction			
Building Acquisition and Construction	1,348	106,917	(105,569)
Total Facilities Acquisition and Construction	<u>1,348</u>	<u>106,917</u>	<u>(105,569)</u>
<b>Total Governmental Activities</b>	<b><u>3,124,716</u></b>	<b><u>3,024,409</u></b>	<b><u>100,307</u></b>
 <b>General Receipts</b>			
Local Sources			
Property Taxes	293,837	274,453	19,384
Extracurricular Activities	3,814	34,045	(30,231)
Earnings on Investments	15,840	42,962	(27,122)
Miscellaneous	51,298	64,807	(13,509)
County School Fund	2,494	2,585	(92)
General ESD Funds	36,564	34,097	2,467
State School Support	2,945,615	2,767,966	177,649
Common School Fund	19,469	20,149	(680)
Federal Forest Fees	21,753	23,112	(1,360)
<b>Total General Receipts</b>	<b><u>3,390,683</u></b>	<b><u>3,264,177</u></b>	<b><u>126,506</u></b>
 <b>Change in Net Position</b>	265,966	(10,233)	276,199
<b>Net Position - Beginning</b>	1,876,641	1,886,873	(10,233)
<b>Net Position - Ending</b>	<b><u>\$ 2,142,607</u></b>	<b><u>\$ 1,876,641</u></b>	<b><u>\$ 265,966</u></b>

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

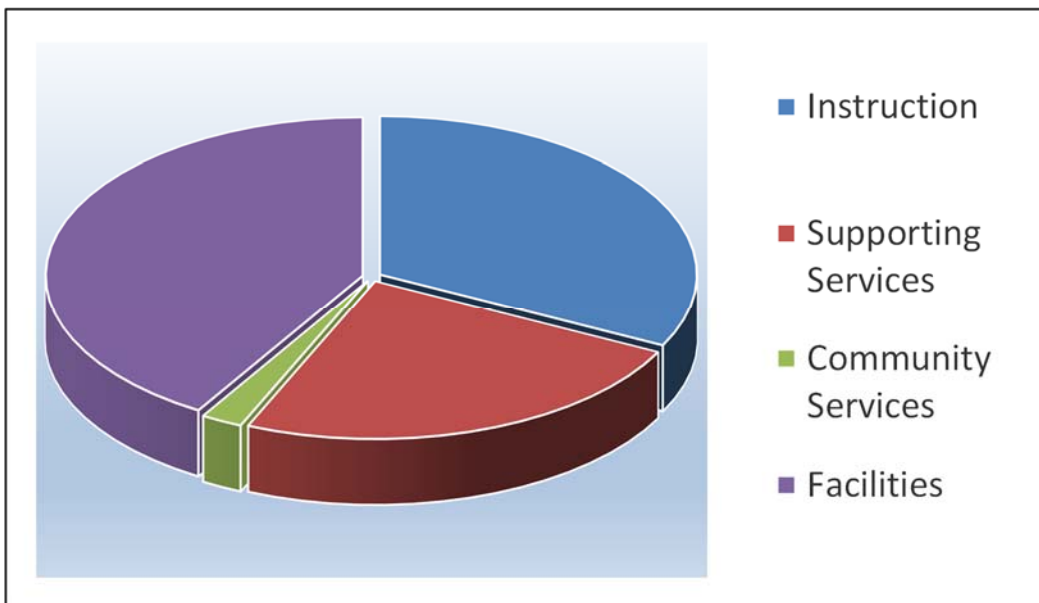
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

The following is a graphic representation of Governmental Funds receipts and disbursements as presented on schedules A-2 and B-2 of the audit report.

**Receipts by Source-Governmental Funds**



**Disbursements - Governmental Funds**



DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

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**Analysis of Financial Positions & the Results of Operations**

The major operations of the District are conducted within the framework of the General Fund. The General Fund ending balance increased by \$351,307 from 2019-2020 to fiscal year 2020-2021.

Local property taxes are a significant contributor to funding. During 2020-2021 property taxes contributed approximately 5% of the total General Fund receipts.

Total disbursements for General Fund instruction increased from \$1,725,410 in 2019-2020 to \$1,833,628 in 2020-2021. This was a total increase of \$108,218, but below the final budget of \$2,108,899.

Total General Fund disbursements for support services decreased from \$1,191,862 in 2019-2020 to \$1,174,291 in 2020-2021, which was a (\$17,571) decrease. This support service disbursements were less than the final budget of \$1,259,563 for support services.

**Analysis of Fund Balances & Transactions**

The General Fund is the chief operating fund of the District. At the end of fiscal 2020-2021 the unassigned ending fund balance was \$1,108,522. This is an increase of \$351,307.

Fund balances for Governmental Funds other than the General Fund decreased from \$355,517 in 2019-2020 to \$331,681 in 2020-2021, a difference of (\$23,863).

The Capital Project Fund decreased from \$763,908 to \$702,404, a decrease of (\$61,504).

**Capital Assets & Long-Term Debt Activity**

**Capital Assets**

As a district operating on the Other Comprehensive Basis of Accounting of cash receipts and disbursements, capital assets are recorded when purchased.

**Long Term Debt Activity**

The District currently has no long-term debt activity.

**Modified Infrastructure**

Not applicable.

DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021

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**Contacting the District's Financial Management**

This financial report is designed to provide the district's citizens, taxpayers, customers, investors and creditors with a general overview of the district's finances and to demonstrate the district's accountability. For answers to questions concerning any of the information provided or to request additional information, please contact the District Business Manager/Deputy Clerk at: P.O. Box 57, 197 Main Camas Road, Camas Valley, OR 97416.



BASIC FINANCIAL STATEMENTS

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Statement of Net Position - Cash Basis

June 30, 2021

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ASSETS	
Cash and Investments	\$ 2,142,607
TOTAL ASSETS	<u>\$ 2,142,607</u>
NET POSITION	
Restricted For:	
Bus Replacement	\$ 66,395
Food Services	8,145
Forestry & Natural Resources	6,654
Grants	34,290
PERS Reserve	113,966
Student Activities	37,923
Unemployment Benefits	64,308
Unrestricted	
Assigned to Capital Projects	702,404
Unrestricted	<u>1,108,522</u>
TOTAL NET POSITION	<u>\$ 2,142,607</u>

The accompanying notes are an integral part of these financial statements.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Statement of Activities - Cash Basis  
For the Fiscal Year Ended June 30, 2021

	(Disbursements)	Program Receipts		Net
		Charges for Services	Operating Grants and Contributions	(Disbursements) Receipts & Change in Net Position
				Governmental Activities
<b>Governmental Activities:</b>				
<b>Instruction</b>				
Regular Programs	\$ (1,678,585)	\$ -	\$ 225,070	\$ (1,453,515)
Special Programs	(448,931)		341,928	(107,002)
Total Instruction	<u>(2,127,516)</u>	<u>-</u>	<u>566,998</u>	<u>(1,560,518)</u>
<b>Support Services:</b>				
Students	(22,500)			(22,500)
Instructional Staff	(64,982)			(64,982)
General Administration	(294,914)			(294,914)
School Administration	(93,913)			(93,913)
Business	(856,649)		35,234	(821,415)
Central Activities	(243,950)			(243,950)
Total Support Services	<u>(1,576,908)</u>	<u>-</u>	<u>35,234</u>	<u>(1,541,674)</u>
<b>Enterprise and Community Services:</b>				
Food Services	(138,473)	3,471	113,825	(21,176)
Total Enterprise and Community Services	<u>(138,473)</u>	<u>3,471</u>	<u>113,825</u>	<u>(21,176)</u>
<b>Facilities Acquisition and Construction:</b>				
Building Acquisition and Construction	(2,708,078)		2,706,730	(1,348)
Total Facilities Acquisition and Construction	<u>(2,708,078)</u>	<u>-</u>	<u>2,706,730</u>	<u>(1,348)</u>
Net program (disbursements) receipts	<u>\$ (6,550,974)</u>	<u>\$ 3,471</u>	<u>\$ 3,422,787</u>	<u>(3,124,716)</u>
<b>General Receipts:</b>				
				293,837
				3,814
				15,840
				2,494
				36,564
				2,945,615
				19,469
				21,753
				51,298
				<u>3,390,683</u>
Change in Net Position				265,966
Net position - Beginning of year				<u>1,876,641</u>
Net position - End of year				<u>\$ 2,142,607</u>

The accompanying notes are an integral part of these financial statements.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 Governmental Funds  
 Statement of Cash Basis Assets and Fund Balances  
 June 30, 2021

	General Fund	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
<b>CASH BASIS ASSETS:</b>				
Cash on Hand	\$ 38	\$ -	\$ 203	\$ 241
Cash in Bank	190,876	231,136	73,278	495,291
Certificate of Deposit	-	-	13,192	13,192
Cash in State Pool	917,608	471,267	245,008	1,633,884
Total Cash Basis Assets	<u>\$ 1,108,522</u>	<u>\$ 702,404</u>	<u>\$ 331,681</u>	<u>\$ 2,142,607</u>
<b>CASH BASIS FUND BALANCES:</b>				
Restricted	\$ -	\$ -	\$ 331,681	\$ 331,681
Assigned	-	702,404	-	702,404
Unassigned	1,108,522	-	-	1,108,522
Total Cash Basis Fund Balances	<u>\$ 1,108,522</u>	<u>\$ 702,404</u>	<u>\$ 331,681</u>	<u>\$ 2,142,607</u>

The accompanying notes are an integral part of these financial statements.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

## Governmental Funds

Statement of Cash Receipts, Disbursements, and Changes in Cash Basis Fund Balances  
For the Fiscal Year Ended June 30, 2021

	General Fund	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
<b>RECEIPTS:</b>				
Local receipts	\$ 353,067	\$ 5,188	\$ 10,116	\$ 368,371
Intermediate receipts	39,322		-	39,322
State receipts	2,965,083	2,706,730	260,838	5,932,651
Federal receipts	21,753		454,844	476,597
Total Receipts	<u>3,379,225</u>	<u>2,711,918</u>	<u>725,797</u>	<u>6,816,941</u>
<b>DISBURSEMENTS:</b>				
Instruction	1,833,628	-	293,888	2,127,516
Supporting Services	1,174,291	65,345	337,272	1,576,908
Community Services			138,473	138,473
Facilities		2,708,078	-	2,708,078
Debt Service	-	-	-	-
Total Disbursements	<u>3,007,919</u>	<u>2,773,422</u>	<u>769,633</u>	<u>6,550,974</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating Transfers In	-	-	20,000	20,000
Operating Transfers Out	(20,000)	-	-	(20,000)
Total Other Financing Sources (Uses)	<u>(20,000)</u>	<u>-</u>	<u>20,000</u>	<u>-</u>
Excess (Deficiency) of Receipts and other Financing Sources Over Disbursements and Other Financing Sources	351,307	(61,504)	(23,836)	265,966
BEGINNING CASH BASIS FUND BALANCE	<u>757,215</u>	<u>763,908</u>	<u>355,517</u>	<u>1,876,641</u>
<b>ENDING CASH BASIS FUND BALANCE - BY CATEGORY</b>				
Restricted			331,681	331,681
Assigned		702,404		702,404
Unassigned	1,108,522			1,108,522
ENDING CASH BASIS FUND BALANCES	<u>\$ 1,108,522</u>	<u>\$ 702,404</u>	<u>\$ 331,681</u>	<u>\$ 2,142,607</u>

The accompanying notes are an integral part of these financial statements.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Statement of Cash Basis Net Position -  
 Fiduciary Funds - Trust Fund  
 For the Fiscal Year Ended June 30, 2021

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	<u>Scholarship Trust Fund</u>
ASSETS:	
Cash in Checking	\$    6,051
Cash in State Pool	17,833
Total Assets	<u>\$    23,885</u>
NET POSITION:	
Restricted	
Assets held in trust for scholarships	\$    23,885
Total Net Position	<u>\$    23,885</u>

The accompanying notes are an integral part of these financial statements.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
Statement of Changes in Fiduciary Net Position - Cash Basis  
Fiduciary Funds - Trust Fund  
For the Fiscal Year Ended June 30, 2021

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	Scholarship Trust Fund
ADDITIONS	
Contributions	\$ 516
Interest earned	143
Total additions	659
DEDUCTIONS	
Scholarships awarded	-
Total deductions	-
Change in net position	659
NET POSITION, beginning	23,225
NET POSITION, ending	\$ 23,885

The accompanying notes are an integral part of these financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS



## DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Notes to

Basic Financial Statements

at

June 30, 2021

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the District conform to cash basis accounting principles, as promulgated for state and local governmental units. The following is a summary of the more significant policies:

#### A. Reporting Entity

For financial reporting purposes, Douglas County School District No. 21 (Chartered) has included all funds, organizations agencies, boards, commissions, and authorities. The District has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The District's board exercises governance responsibilities over all entities related to public elementary and secondary school education within the jurisdiction of Douglas County School District No. 21 as set by the State of Oregon. The board receives funding from local, state and federal sources. However, Douglas County School District No. 21 is not included in any other governmental reporting entity as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters. No other entities met requirements for inclusion in Douglas County School District No. 21.

#### B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities - cash basis) present financial information about the District as a whole. The reported information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities.

The statement of activities - cash basis - demonstrates the degree to which the direct expenses of a given function or segments are offset by program receipts. Direct expenses are those that are clearly identifiable with a specific function or segment. Program receipts include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, State and County aid, and other items not included among program revenues are reported instead as general receipts.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

#### C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements - The government-wide financial statements are reported using the current financial resources measurement focus and the cash basis of accounting, as is the fiduciary financial statement. Receipts are recorded when received and expenses are recorded when paid.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and cash basis of accounting. Under this method of accounting, receipts are recognized when received. Disbursements are recorded when paid.

The major governmental funds reported by the District include:

General Fund - The General Fund is the principal operating fund of the District and is used to account for all financial resources except those required to be in another fund. The principal sources of receipts are the state school fund and property taxes.

Capital Project Fund – This accounts for financial resources related to capital asset acquisitions, construction and improvement.

Other Governmental Funds – Accounts for the aggregate of all non-major governmental funds.

Additionally, the District reports the following fund type:

Fiduciary Fund - The District is the trustee, or fiduciary, for assets that belong to others, such as the scholarship fund. The District is responsible for ensuring that the assets reported in the fiduciary fund are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because the District cannot use these assets to finance its operations.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type in separate statements.

D. Cash and Investments

The District's cash and investments include amounts in demand deposits, certificates of deposit, savings accounts and the State Pool. The District's cash management policies are governed by state statutes which authorize the District to invest in banker's acceptances, time certificates of deposit, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool. Cash and investments are stated at cost.

E. Property Taxes

Ad valorem property taxes are a lien on all taxable property as of January 1 for personal property and on July 1 for real property. Taxes are levied on November 15. The collection dates are November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding after May 15 are considered delinquent.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

F. Interfund Transactions

During the course of operations, numerous transactions occur between individual funds. Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

G. Capital Assets

Non-expendable equipment purchased is usually recorded as a capital outlay disbursement in the General Fund or Special Grants and Projects Fund. The original historical cost of such assets has been estimated or tracked and is recorded by the District, but, under the cash basis of accounting the cost of capital assets of the District are not required to be displayed in the financial statements. The costs of significant betterments to capital assets are similarly recorded as disbursements and not capitalized. Depreciation is not recorded. Capital assets are defined by the school district as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets purchased with long-term debt may be included in the balances of capital assets regardless of the thresholds established. Such assets are tracked at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are tracked at estimated fair market value at the date of donation. No receipts or disbursements are recorded since no cash was received or used when assets are donated.

H. Use of Estimates

The preparation of the financial statements in conformity with the cash basis of accounting generally does not require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and reported amounts of receipts and disbursements for the reporting period. However, on occasion the district receives donated goods. Management estimates the fair market value of the receipts for inclusion in the disclosures.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Douglas County School District No. 21 budgets and accounts for transactions in the following funds:

100 General Fund - The financial affairs of the Douglas County School District No. 21 are funded through the General Fund, which receives its monies primarily from local property tax and state operational reimbursements. Disbursements from the General Fund are used for salaries, employee benefits, purchased services, supplies and materials, capital outlay, and all other requirements. The general fund is a major fund.

400 Capital Projects Fund - used to account for financial resources related to capital asset acquisitions, construction and improvement. The Capital Projects Fund is a major fund.

Special Revenue Funds

201 Title I & IDEA Fund and 202 ESSER Fund - accounts for receipts and disbursements of grants restricted for specific Federal educational projects.

204 College & Career Readiness Fund - used to account for the receipts and disbursements from the Ford Family grant to help students prepare for college and careers after high school.

207 Local Grants Fund - used to account for the receipts and disbursements from local grants.

## DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

Notes to

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June 30, 2021

### 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Cont'd)

220 Bus Working Capital Fund - accounts for receipts and disbursements for the purchase of school buses. Receipts are budgeted transfers from the General Fund and earnings on investments.

225 PERS Reserve Fund - accounts for revenues and disbursements of the District for costs of the PERS retirement benefits.

230 Forestry Fund - receives its monies from donations, timber sales and earnings on investments. The disbursements of the fund are used to support an educational experience in the forest industry.

250 Food Service Fund - accounts for monies from lunch and breakfast sales, lunch, breakfast and milk reimbursements, and transfers from the General Fund. Disbursements are made for salaries, fringe benefits and food purchases.

251 Student Investment Account - accounts for receipts and disbursements of the District for the Student Investment Account.

280 Student Body Fund - accounts for receipts and disbursements for student activities of the elementary and high school student organizations.

#### Internal Service Funds

601 Unemployment Insurance Fund - accounts for unemployment claims filed against the District. Receipts are budgeted transfers from the General Fund and earnings on investments. Disbursements are for unemployment claims.

#### Trust & Agency Funds

701 Scholarship Fund – A fiduciary fund that accounts for principal and interest arising from restricted gifts. The disbursements are limited to interest earned. The District accounts for but does not budget cash transactions in the Scholarship Fund.

#### Fund Accounting

The District uses fund and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental fund types are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special receipt funds), the acquisition or construction of capital assets (capital projects funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary fund types are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

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2. **STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Cont'd)**

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. When these assets are held under the terms of a formal trust agreement, a pension trust fund, a nonexpendable trust fund, or an expendable trust fund is used. The terms "nonexpendable" and "expendable" refer to whether or not the government is under an obligation to maintain the trust principal. Agency funds generally are used to account for assets that the government holds on behalf of others as their agent.

**Budgeting**

The District budgets all funds as required by state law. The District appropriates the disbursements at the instruction, supporting services, interagency/fund transaction, debt service and contingency levels. The appropriation resolution extends the legal authority for the administrative staff to make disbursements within these broad program categories. Oregon Local Budget Law permits appropriation transfers from one category to another with the approval of the Board of Directors. The detailed budget document, however, is required to contain more specific, detailed information for the above-mentioned disbursement 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 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 Board of Directors. Appropriations lapse as of year-end.

The District budgets for all funds on the cash basis as provided in ORS 294.305.

**Changes in Appropriations**

Local Budget Law allows appropriation changes to be made to the originally adopted budget. Changes were made to the appropriations for the following by the Board for the fiscal year.

	<u>Original</u>	<u>Change</u>	<u>Final</u>
<b><u>Local Grants Funds</u></b>			
Disbursements			
1000 Instruction	\$ 802,996	\$ (300,000)	\$ 502,996
2000 Support Services	260,454	300,000	560,454
Total Disbursements	<u>\$ 1,063,450</u>	<u>\$ -</u>	<u>\$ 1,063,450</u>

3. **CASH AND INVESTMENTS**

The District's cash management policies are governed by state statutes. A cash pool is maintained that is available for use by all funds. Each fund type's portion of this pool is reported on the combined balance sheet as Cash and Investments. In addition, cash is separately held by some of the funds.

Cash and Investments at June 30, 2021 (recorded at fair value), consisted of:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Demand Deposits	\$ 508,723	\$ 6,051	\$ 514,774
Investments	1,633,884	17,833	1,651,717
	<u>\$ 2,142,607</u>	<u>\$ 23,885</u>	<u>\$ 2,166,492</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

3. CASH AND INVESTMENTS (Cont'd)

Deposits

Deposits in excess of \$250,000 are covered by Oregon Revised Statute Chapter 295 which requires the depository institution to maintain on deposit securities having a value sufficient to cover all public funds in their institution and must apply and be approved by the State of Oregon. Umpqua Bank is an approved financial institution and as such, at June 30, 2021 the District was in compliance. The total bank balance per the bank statements was \$696,487 at June 30, 2021 of which \$250,000 was covered by federal depository insurance and the remainder was collateralized by the Oregon Public Funds Collateralization Program (PFCP).

Investments

Statutes authorize investing in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Fitch Ratings and Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record (A-2/P-2 if Oregon commercial paper) and the state treasurer's investment pool.

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

<http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Shm1-Tem1-Fund-COSTF.aspx>

The District has no formal investment policy to deal with the interest rate risk and credit risk. In practice, the District has limited the investments in the LGIP and Certificates of Deposits that mature within one year.

*Credit Risk.* The LGIP's portfolio concentration of credit risk at June 30, 2021 included: U.S. Government and Agency securities (24.01%), Municipal Government Securities (6.04%), Non U.S. Government Debt Obligations (7.14%), Corporate Securities (7.47%), Corporate Obligations (38.56%), Asset-Backed Securities (15.07%) Certificates of Deposits (1.56%), Cash in various banks (0.15%).

*Interest Rate Risk.* While the District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, it has historically invested only in the LGIP. As of June 30, 2021 58.11% of the investments in the LGIP mature within 93 days, 17.17% mature within 94 days to one year, and 24.72% mature within one to three years.

4. PENSION PLAN

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

Oregon PERS, a component unit of the State of Oregon, issues a comprehensive annual financial report, which may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281, by calling (503) 598-7377, or by accessing the PERS web site at <http://oregon.gov/PERS/>.

Plan Benefits

All benefits of the System are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapter 238 and 238A.

**PERS Pension - Tier One/Tier Two Retirement Benefit (Chapter 238)**

The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.

**Pension Benefits** – The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement 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 of 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 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 five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer. 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. 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:

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

**Disability Benefits** – A member with 10 or more years of credible 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 for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 when determining the monthly benefit.

4. PENSION PLAN (Cont'd)

***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. The COLA for fiscal year 2015 was capped at 1.5 percent for all benefit recipients. As a result of the *Moro Decision (Everice Moro et al v. State of Oregon et al)*, the cap on the COLA was restored to 2.0 percent for fiscal year 2016 and beyond.

**OPSRP Pension Program (Chapter 238A)**

The ORS Chapter 238A Defined Benefit Pension Program 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:

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

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

***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. The COLA for fiscal year 2015 was capped at 1.5 percent for all benefit recipients. As a result of the *Moro Decision (Everice Moro et al v. State of Oregon et al)*, the cap on the COLA was restored to 2.0 percent for fiscal year 2016 and beyond.

**Contributions**

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2018 actuarial valuation, which became effective June 30, 2020. The State of Oregon and certain schools, community colleges, and political subdivisions have made unfunded actuarial liability payments, and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$512,165, excluding amounts to fund employer specific liabilities.



**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

4. PENSION PLAN (Cont'd)

Pension Asset or Liability

At June 30, 2021, the District reported a liability of \$3,148,518 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension was determined by an actuarial valuation as of December 31, 2018. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2021, the District's proportion was approximately 0.01442723 percent. Under the cash basis of accounting, the pension liability is reported as an expense in the period paid. Accordingly, the liability is not included in the Statement of Net Position.

Actuarial Valuation

The employer contribution rates effective July 1, 2019 through June 30, 2021 were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by 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 unfunded actuarial accrued liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS 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 liabilities being amortized over 16 years.

Pension Plan Comprehensive Annual Financial Report (CAFR)

Oregon PERS produces an independently audited CAFR which can be found at:

<https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>

**Defined Contribution Plan – Individual Account Program (IAP):**

**Pension Benefits** - Participants in Oregon PERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. All covered employees are required by State statute to contribute 6% of their salary to the plan. 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.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

4. PENSION PLAN (Cont'd)

**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.

**Contribution** - During 2020-2021, the District, as an employee benefit, paid the employees portion of the IAP contribution.

5. OTHER POST EMPLOYMENT BENEFITS (RHIA)

Plan Description – The District offered an early retirement benefit for licensed employees and administrative personnel who had obtained the age of 55 but had not obtained the age of 62 and has had 10 years of experience. An employee electing the early retirement benefit is provided with medical – dental – hospital insurance until age 65 or eligible for Medicare, whichever occurs first. This plan sunsetted June 30, 2001.

Funding Policy – The District pays, on behalf of the retiree, the premium amount paid at the time of retirement. The retiree is responsible for payment of any premium increases above that paid by the District at the time of retirement. The monthly cost of these benefits is charged to disbursements as retirement benefits when the employee retires. No benefit disbursements were recognized during the year ended June 30, 2021. There are currently no employees receiving early retirement benefits.

In July 2004, the Governmental Accounting Standards Board (GASB) issued Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions". The statement requires governments to report a net other postemployment obligation liability for explicit and implicit benefits to retirees for benefits such as health insurance and life insurance. An actuarial valuation of the benefits to be provided to retirees is required to determine the amount of this liability. The District is subject to the requirements of GASB 45 effective for the year ended June 30, 2018. The District has determined that the cost of the actuarial valuation is greater than any benefit derived from implementing the requirements of GASB 45 and therefore has not been reported a liability for net other postemployment benefits in the notes to the financial statements.

PERS Retirement Health Insurance Account

Plan Description

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

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

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5. OTHER POST EMPLOYMENT BENEFITS (Cont'd)

Funding Policy

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

Participating employers are contractually required to contribute to RHIA as a rate assessed each year by PERS. The Oregon PERS Board of Trustees sets the employer contribution rate. It is based on the annual required contribution of the combined participant employers. This is the amount actuarially determined in accordance with the parameters of GASB statement 45. 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 closed period not to exceed 30 years. The District's contributions to RHIA for the year ended June 30, 2021 are included in the PERS annual pension amount.

OEBB Health Insurance

The District's health insurance plan is provided through the Oregon Educators Benefit Board (OEBB). The plan offers eligible retirees health insurance coverage from the date of retirement to the Medicare availability age of 65. The District does not pay for any portion of the premiums for its retirees' health care. While the District does not actually pay for the retirees' premiums, a retired employee receives the implicit benefit of lower health care premiums subsidized by the premium costs for active employees. This benefit is known as an "implicit rate subsidy". The benefit relates to the assumption that the retiree is receiving a more favorable premium rate than they would otherwise be able to obtain if purchasing on their own, due to being included in the same pool with the District's younger and statistically healthier active employees. GASB 45 states that this implicit subsidy must be included in the liabilities and costs reported on the entity's financial statements. GASB 45 offers an exemption from measuring an implicit rate subsidy under certain conditions for employers participating in community-related health care plans. OEBB's health care coverage is community-related, and the premium rates are the same for active and retired members. The District recognizes that due to the District's small size and limited number of retirees included in the plan it is unlikely that the District will affect the OEBB pool as a whole.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

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6. **INTERFUND TRANSFERS**

The following is a summary of interfund transfers reported in the fund financial statements. The transfer was operations in purpose to cover food service fund disbursements.

	INTERFUND TRANSFERS			
	BUDGET		ACTUAL	
	Transfers In	Transfers Out	Transfers In	Transfers Out
General Fund	\$ -	\$ 20,000	\$ -	\$ 20,000
Local Grants Fund	20,000		20,000	
	\$ 20,000	\$ 20,000	\$ 20,000	\$ 20,000

7. **TAX ABATEMENT – GASB 77**

As per Douglas County, there are no tax abatements that impact the District for the fiscal year ending June 30, 2021.

8. **FUND BALANCE CONSTRAINTS**

The District follows GASB Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions.” This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balances more transparent.

The following classifications describe the relative strength of the spending constraints:

- Nonspendable fund balance—amounts that are not in nonspendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance—amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance—amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest-level action to remove or change the constraint.
- Assigned fund balance—amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board of Directors delegates the authority. The Board of Directors has authorized the Superintendent and the Business Manager to make assignments of ending fund balances. Assignments of fund balances can be done at any time, including after the fiscal year-end.
- Unassigned fund balance—amounts that are available for any purpose. This is the residual classification used for those balances no assigned to another category.

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Notes to

Basic Financial Statements

at

June 30, 2021

8. FUND BALANCE CONSTRAINTS (Cont'd)

Fund balances were allocated among the following categories at June 30, 2021.

	General Fund	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
<u>Restricted:</u>				
College & Career	\$ -	\$ -	\$ 15,704	\$ 15,704
Local Grants			18,586	18,586
Bus Working Capital			66,395	66,395
PERS Reserve			113,966	113,966
Forestry			6,654	6,654
Food Service - Other			8,145	8,145
Student Body			37,923	37,923
Unemployment			64,308	64,308
	-	-	331,681	331,681
<u>Assigned to:</u>				
Capital Projects		702,404		702,404
<u>Unassigned:</u>				
	1,108,522			1,108,522
Total Fund Balances	<u>\$ 1,108,522</u>	<u>\$ 702,404</u>	<u>\$ 331,681</u>	<u>\$ 2,142,607</u>

9. SUBSEQUENT EVENTS

Management of the District has evaluated events and transactions occurring after June 30, 2021 through the date the financial statements were available for issuance, for recognition and/or disclosure in the financial statements.

OTHER INFORMATION

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Required Supplementary Information

For the Fiscal Year Ended June 30, 2021

PERS

Schedule C-1

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

<u>Year Ended June 30,</u>	<u>(a) Employer's proportion of the net pension liability (NPL)</u>	<u>(b) Employer's proportionate share of the net pension liability (NPL)</u>	<u>(c) Employer's covered payroll</u>	<u>(b/c) NPL as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
2021	0.014 %	\$ 3,148,518	\$ 1,587,069	198.4 %	75.8 %
2020	0.017	2,906,318	1,483,101	196.0	80.2
2019	0.015	2,253,136	1,436,139	156.9	82.1
2018	0.015	2,087,507	1,397,160	149.4	83.1
2017	0.016	2,445,294	1,271,547	192.3	80.5
2016	0.017	985,294	1,213,482	81.2	91.9
2015	0.017	(391,068)	1,124,973	(34.8)	103.6
2014	0.017	880,428	1,047,199	84.1	92.0

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

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

SCHEDULE OF CONTRIBUTIONS

Schedule C-2

<u>Year Ended June 30,</u>	<u>Statutorily required contribution</u>	<u>Contributions in relation to the statutorily required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>Employer's covered payroll</u>	<u>Contributions as a percent of covered payroll</u>
2021	\$ 512,165	\$ 512,165	\$ -	\$ 1,587,069	0.323 %
2020	437,465	437,465	-	1,483,101	0.295
2019	388,566	388,566	-	1,436,139	0.271
2018	392,420	392,420	-	1,397,160	
2017	301,395	301,395	-	1,271,547	0.237
2016	293,447	293,447	-	1,213,482	0.242
2015	282,047	282,047	-	1,124,973	0.251
2014	262,921	262,921	-	1,047,199	0.251

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

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

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

## General Fund

Budgetary Comparison Schedule for Receipts - Cash Basis  
For the Fiscal Year Ended June 30, 2021

	Actual	Original Budget	Final Budget	Over (Under) Budget
<b>RECEIPTS:</b>				
Local Sources:				
Tax Levy-Current Year	\$ 273,900	\$ 260,000	\$ 260,000	\$ 13,900
Tax Levy-Prior Years	17,838	13,000	13,000	4,838
Property Sales/Tax Lien	2,099	-	-	2,099
Earnings on Investments	7,869	16,000	16,000	(8,131)
Extracurricular Activities	-	9,000	9,000	(9,000)
Miscellaneous	51,361	60,000	60,000	(8,639)
Total Local Sources	<u>353,067</u>	<u>358,000</u>	<u>358,000</u>	<u>(4,933)</u>
Intermediate Sources:				
County School Fund	2,494	3,500	3,500	(1,006)
General ESD Funds	36,564	35,000	35,000	1,564
Other Intermediate Sources	265	-	-	265
Total Intermediate Sources	<u>39,322</u>	<u>38,500</u>	<u>38,500</u>	<u>822</u>
State Sources:				
State School Fund-General Support	2,945,615	2,810,962	2,810,962	134,653
Common School Fund	19,469	21,000	21,000	(1,531)
Total State Sources	<u>2,965,083</u>	<u>2,831,962</u>	<u>2,831,962</u>	<u>133,121</u>
Federal Sources:				
Federal Forest Fees	21,753	10,000	10,000	11,753
Total Federal Sources	<u>21,753</u>	<u>10,000</u>	<u>10,000</u>	<u>11,753</u>
Total Receipts	<u>3,379,225</u>	<u>3,238,462</u>	<u>3,238,462</u>	<u>140,763</u>
DISBURSEMENTS: Schedule D-2	<u>3,027,919</u>	<u>3,563,462</u>	<u>3,563,462</u>	<u>(535,543)</u>
Excess of Receipts Over (Under) Disbursements	351,307	(325,000)	(325,000)	676,307
CASH BASIS FUND BALANCE, July 1, 2020	<u>757,215</u>	<u>500,000</u>	<u>500,000</u>	<u>257,215</u>
CASH BASIS FUND BALANCE, June 30, 2021	<u>\$ 1,108,522</u>	<u>\$ 175,000</u>	<u>\$ 175,000</u>	<u>\$ 933,522</u>



**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 General Fund  
 Budgetary Comparison Schedule for Disbursements - Cash Basis  
 For the Fiscal Year Ended June 30, 2021

	Salaries	Employees Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other	Actual	Original Budget	Final Budget	Over / (Under) Final Budget
<b>INSTRUCTION:</b>										
Regular Programs:										
Elementary, K-6	\$ 331,775	\$ 223,830	\$ 20,340	\$ 6,869	\$ -	\$ -	\$ 582,813			
Middle/Junior High Programs	185,934	123,224	2,861	7,256	-	-	319,276			
Middle/Junior High Extracurricular	7,274	2,385	659	0	-	2,591	12,908			
High School Programs	317,660	186,801	27,667	13,875	-	15,184	561,187			
High School Extracurricular	25,682	13,281	2,341	9,662	-	11,683	62,649			
Pre-Kindergarten Programs	-	-	-	387	-	-	387			
Special Programs:										
Less Restrictive Programs for Students with Disabilities	146,391	93,012	54,457	547	-	-	294,407			
Total Instruction	<u>1,014,716</u>	<u>642,532</u>	<u>108,325</u>	<u>38,596</u>	<u>-</u>	<u>29,458</u>	<u>1,833,628</u>	<u>\$ 2,108,899</u>	<u>\$ 2,108,899</u>	<u>\$ (330,223)</u>
<b>SUPPORT SERVICES:</b>										
Students:										
Psychological Services	-	-	22,500	-	-	-	22,500			
Instructional Staff:										
Improvement of Instruction Services	-	21,270	-	-	-	-	21,270			
Library/Media Center	12,682	12,174	-	4,906	-	-	29,762			
Assessment and Testing	5,591	4,574	-	-	-	-	10,165			
General Administration:										
Board of Education Services	-	-	17,214	-	-	9,037	26,251			
Executive Administration Services	139,921	94,354	21,481	11,393	-	1,513	268,663			
School Administration:										
Office of the Principal Services	45,312	30,578	12,257	4,426	-	1,339	93,913			
Business:										
Fiscal Services	24,770	22,686	61,609	11,872	-	72	121,009			
Operation and Maintenance of Plant Services										
Operation and Maintenance	85,776	64,629	64,632	31,770	38,279	32,318	317,404			
Student Transportation Services:										
Vehicle Operation Services	56,853	33,327	19,106	8,294	-	9,333	126,913			
Central Activities:										
Technology Services	12,737	11,120	77,845	34,560	-	180	136,442			
Total Support Services	<u>383,642</u>	<u>294,712</u>	<u>296,645</u>	<u>107,221</u>	<u>38,279</u>	<u>53,792</u>	<u>1,174,291</u>	<u>1,259,563</u>	<u>1,259,563</u>	<u>(85,272)</u>
<b>INTERAGENCY/FUND TRANSACTION:</b>										
Transfer of Funds						20,000	20,000	20,000	20,000	-
<b>OPERATING CONTINGENCIES</b>										
						-	-	175,000	175,000	(175,000)
<b>TOTAL DISBURSEMENTS</b>	<u>\$ 1,398,359</u>	<u>\$ 937,244</u>	<u>\$ 404,970</u>	<u>\$ 145,817</u>	<u>\$ 38,279</u>	<u>\$ 103,250</u>	<u>\$ 3,027,919</u>	<u>\$ 3,563,462</u>	<u>\$ 3,563,462</u>	<u>\$ (590,495)</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 Capital Project Fund  
 Schedule of Receipts, Disbursements and Changes in Fund Balance  
 Actual and Budget - Cash Basis  
 For the Fiscal Year Ended June 30, 2021

	<u>Purchased Services</u>	<u>Supplies and Materials</u>	<u>Capital Outlay</u>	<u>Other Objects</u>	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Over / (Under) Final Budget</u>
<b>RECEIPTS:</b>								
Local Sources:								
Earnings on Investments					\$ 5,188			
Total Local Sources					<u>5,188</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ (14,812)</u>
State Sources								
Grant					2,706,730			
Total State Sources					<u>2,706,730</u>	<u>3,400,000</u>	<u>3,400,000</u>	<u>(693,270)</u>
Total Receipts					<u>2,711,918</u>	<u>3,420,000</u>	<u>3,420,000</u>	<u>(708,082)</u>
<b>DISBURSEMENTS:</b>								
Support Services:								
Operation of Plant Services								
Operation and Maintenance	\$ 6,359	\$ 58,986	\$ -	\$ -	65,345			
Facilities Acquisition:								
Buildings	2,705,269	-	1,349	1,460	2,708,078			
Total Disbursements	<u>\$ 2,711,627</u>	<u>\$ 58,986</u>	<u>\$ 1,349</u>	<u>\$ 1,460</u>	<u>2,773,422</u>	<u>4,250,000</u>	<u>4,250,000</u>	<u>(1,476,578)</u>
Excess (Deficiency) of Receipts and other Financing Sources Over Disbursements and Other Financing Sources								
					(61,504)	(830,000)	(830,000)	768,496
CASH BASIS FUND BALANCE, July 1, 2020								
					763,908	830,000	830,000	(66,092)
CASH BASIS FUND BALANCE, June 30, 2021								
					<u>\$ 702,404</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 702,404</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 All Non-Major Governmental Funds - By Fund Type  
 Combining Schedule of Cash Basis Assets and Fund Balances  
 For the Fiscal Year Ended June 30, 2021

	Special Revenue Funds						Special Revenue Funds Totals	Internal Service Fund	Nonmajor Funds Totals	
	College & Career Readiness	Local Grants	Bus Fund	PERS Reserve Fund	Forestry	Food Service		Student Body		Unemploy- ment
<b>ASSETS:</b>										
Cash on Hand	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 203	\$ 203	\$ -	\$ 203
Cash in Bank	15,704	18,586	2,410	-	3,367	8,145	24,528	72,740	539	73,278
Certificate of Deposit	-	-	-	-	-	-	13,192	13,192	-	13,192
Cash in State Pool	-	-	63,985	113,966	3,287	-	-	181,239	63,769	245,008
Total Assets	<u>\$ 15,704</u>	<u>\$ 18,586</u>	<u>\$ 66,395</u>	<u>\$ 113,966</u>	<u>\$ 6,654</u>	<u>\$ 8,145</u>	<u>\$ 37,923</u>	<u>\$ 267,373</u>	<u>\$ 64,308</u>	<u>\$ 331,681</u>
<b>CASH BASIS FUND BALANCES:</b>										
Cash Basis Fund Balances										
Restricted	\$ 15,704	\$ 18,586	\$ 66,395	\$ 113,966	\$ 6,654	\$ 8,145	\$ 37,923	\$ 267,373	\$ 64,308	\$ 331,681
Total Cash Basis Fund Balances	<u>\$ 15,704</u>	<u>\$ 18,586</u>	<u>\$ 66,395</u>	<u>\$ 113,966</u>	<u>\$ 6,654</u>	<u>\$ 8,145</u>	<u>\$ 37,923</u>	<u>\$ 267,373</u>	<u>\$ 64,308</u>	<u>\$ 331,681</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 All Non-Major Governmental Funds - By Fund Type  
 Combining Schedule of Cash Receipts, Disbursements,  
 and Changes in Cash Basis Fund Balances  
 For the Fiscal Year Ended June 30, 2021

	Special Revenue Funds										Special	Internal	Nonmajor Funds Totals
	Title I & IDEA	ESSER	College & Career Readiness	Local Grants	Bus Fund	PERS Reserve Fund	Forestry	Food Service	Student Investment Account	Student Body	Revenue Funds Totals	Service Fund Unemploy- ment	
<b>RECEIPTS:</b>													
Local Sources	\$ -	\$ -	\$ 376	\$ -	\$ 753	\$ 916	\$ 26	\$ 3,471	\$ -	\$ 4,053	\$ 9,595	\$ 521	\$ 10,116
State Sources	-	-	138,486	8,466	35,234	-	-	910	77,742	-	260,838	-	260,838
Federal Sources	137,279	204,650	-	-	-	-	-	112,915	-	-	454,844	-	454,844
Total Receipts	<u>137,279</u>	<u>204,650</u>	<u>138,861</u>	<u>8,466</u>	<u>35,987</u>	<u>916</u>	<u>26</u>	<u>117,296</u>	<u>77,742</u>	<u>4,053</u>	<u>725,277</u>	<u>521</u>	<u>725,797</u>
<b>DISBURSEMENTS:</b>													
Instruction	135,436	2,480	83,687	2,593	-	-	-	65,952	3,740	293,888	-	-	293,888
Supporting Services	881	202,170	57,961	3,616	60,184	-	-	-	11,790	-	336,601	671	337,272
Community Service	962	-	-	-	-	-	-	137,511	-	-	138,473	-	138,473
Total Expenditures	<u>137,279</u>	<u>204,650</u>	<u>141,647</u>	<u>6,209</u>	<u>60,184</u>	<u>-</u>	<u>-</u>	<u>137,511</u>	<u>77,742</u>	<u>3,740</u>	<u>768,962</u>	<u>671</u>	<u>769,633</u>
<b>OTHER FINANCING</b>													
Transfers In	-	-	-	-	-	-	-	20,000	-	-	20,000	-	20,000
Total Other Financing	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Excess (Deficiency) of Receipts and other Financing Over Disbursements and Other Financing	-	-	(2,786)	2,257	(24,197)	916	26	(215)	-	313	(23,685)	(151)	(23,836)
<b>BEGINNING CASH BASIS FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>18,491</u>	<u>16,329</u>	<u>90,592</u>	<u>113,050</u>	<u>6,627</u>	<u>8,359</u>	<u>-</u>	<u>37,610</u>	<u>291,058</u>	<u>64,459</u>	<u>355,517</u>
<b>ENDING CASH BASIS FUND BALANCES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,704</u>	<u>\$ 18,586</u>	<u>\$ 66,395</u>	<u>\$ 113,966</u>	<u>\$ 6,654</u>	<u>\$ 8,145</u>	<u>\$ -</u>	<u>\$ 37,923</u>	<u>\$ 267,373</u>	<u>\$ 64,308</u>	<u>\$ 331,681</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 Special Revenue Funds  
 Budgetary Comparison Schedule - Cash Basis  
 For the Fiscal Year Ended June 30, 2021

	Title I & IDEA	ESSER	College & Career Readiness	Local Grants	Bus Fund	PERS Reserve	Forestry	Food Service	Student Investment Account	Student Body	Special Revenue Funds Totals	Original Budget	Final Budget	Over (Under) Final Budget
<b>RECEIPTS:</b>														
Local Sources	\$ -	\$ -	\$ 376	\$ -	\$ 753	\$ 916	\$ 26	\$ 3,471	\$ -	\$ 4,053	\$ 9,595	\$ 211,980	\$ 211,980	\$(202,385)
Intermediate Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State Sources	-	-	138,486	8,466	35,234	-	-	910	77,742	-	260,838	457,265	457,265	(196,427)
Federal Sources	137,279	204,650	-	-	-	-	-	112,915	-	-	454,844	206,267	206,267	248,577
Total Receipts	<u>137,279</u>	<u>204,650</u>	<u>138,861</u>	<u>8,466</u>	<u>35,987</u>	<u>916</u>	<u>26</u>	<u>117,296</u>	<u>77,742</u>	<u>4,053</u>	<u>725,277</u>	<u>875,512</u>	<u>875,512</u>	<u>(150,235)</u>
<b>DISBURSEMENTS:</b>														
Instruction	135,436	2,480	83,687	2,593	-	-	-	-	65,952	3,740	293,888	802,996	502,996	(209,108)
Supporting Services	881	202,170	57,961	3,616	60,184	-	-	-	11,790	-	336,601	260,454	560,454	(223,853)
Community Service	962	-	-	-	-	-	-	137,511	-	-	138,473	123,700	123,700	14,773
Total Disbursements	<u>137,279</u>	<u>204,650</u>	<u>141,647</u>	<u>6,209</u>	<u>60,184</u>	<u>-</u>	<u>-</u>	<u>137,511</u>	<u>77,742</u>	<u>3,740</u>	<u>768,962</u>	<u>1,187,150</u>	<u>1,187,150</u>	<u>(418,188)</u>
<b>OTHER FINANCING:</b>														
Transfers In	-	-	-	-	-	-	-	20,000	-	-	20,000	20,000	20,000	-
Total Other Financing	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Excess (Deficiency) of Receipts and other Financing Over Disbursements and Other Financing	-	-	(2,786)	2,257	(24,197)	916	26	(215)	-	313	(23,686)	(291,638)	(291,638)	267,953
BEGINNING CASH BASIS FUND BALANCE	-	-	18,491	16,329	90,592	113,050	6,627	8,359	-	37,610	291,058	291,638	291,638	(580)
ENDING CASH BASIS FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,705</u>	<u>\$ 18,586</u>	<u>\$66,395</u>	<u>\$ 113,966</u>	<u>\$6,653</u>	<u>\$ 8,144</u>	<u>\$ -</u>	<u>\$37,923</u>	<u>\$267,372</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,373</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

## Unemployment Insurance Fund

Statement of Cash Receipts, Disbursements, and Changes in  
Cash Basis Fund Balances - Actual and Budget  
For the Fiscal Year Ended June 30, 2021

	<u>Employee Benefits</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under) Budget</u>
RECEIPTS:				
Local Sources:				
Earnings on Investments		\$ 521	\$ 1,620	\$ (1,099)
Total Receipts		<u>521</u>	<u>1,620</u>	<u>(1,099)</u>
DISBURSEMENTS:				
Supporting Services:				
Business:				
Other Fiscal Services	\$ 671	671		
Total Disbursements	<u>\$ 671</u>	<u>671</u>	<u>67,620</u>	<u>(66,949)</u>
Excess of Receipts and Other Financing Sources Over (Under) Disbursements		(151)	(66,000)	65,849
CASH BASIS FUND BALANCE, July 1, 2020		<u>64,459</u>	<u>66,000</u>	<u>(1,541)</u>
CASH BASIS FUND BALANCE, June 30, 2021		<u>\$ 64,308</u>	<u>\$ -</u>	<u>\$ 64,308</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

Scholarship Fiduciary Fund  
Statement of Cash Receipts, Disbursements, and Changes in  
Cash Basis Net Position - Actual and Budget  
For the Fiscal Year Ended June 30, 2021

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	Purchased Services	Actual	Budget	Over (Under) Budget
<b>RECEIPTS:</b>				
Local Sources:				
Interest on Investments		\$ 143	\$ 600	\$ (457)
Contributions		516	5,000	(4,484)
Total Receipts		659	5,600	(4,941)
 <b>DISBURSEMENTS:</b>				
Instruction:				
High School	\$ -	-	31,600	-
Total Disbursements	\$ -	-	31,600	-
Excess of Receipts Over (Under) Disbursements		659	(26,000)	(4,941)
CASH BASIS NET POSITION, July 1, 2020		23,225	26,000	(2,775)
CASH BASIS NET POSITION, June 30, 2021		\$ 23,885	\$ -	\$ (7,715)

**Douglas County School District No. 21**Schedule of Expenditures of Federal Awards - Cash Basis  
June 30, 2021

Program Title	Pass Through Organization	Assistance Listing Number [CFDA #]	Sub Grant Number	Grant Period	Grant Amount	2020-21 Receipts	2020-21 Disbursements
<b>CHILD NUTRITION CLUSTER</b>							
<u>U.S. Department of Agriculture</u>							
Donated Commodities (Non-Cash Assistance)	Oregon Department of Education	10.550		7/1/20-6/30/21	\$ 12,842	\$ 12,842	\$ 12,842
School Breakfast Program	Oregon Department of Education	10.553		7/1/20-6/30/21	32,352	32,352	32,352
COVID-19 School Breakfast Program	Oregon Department of Education	10.553		7/1/20-6/30/21	2,552	2,552	2,552
National School Lunch Program	Oregon Department of Education	10.555		7/1/20-6/30/21	61,110	61,110	61,110
COVID-19 - National School Lunch Program	Oregon Department of Education	10.555		7/1/20-6/30/21	4,060	4,060	4,060
				Total U.S. Department of Agriculture	112,915	112,915	112,915
				<b>Total Child Nutrition Cluster</b>	<b>112,915</b>	<b>112,915</b>	<b>112,915</b>
<b>FOREST SERVICE SCHOOLS AND ROADS CLUSTER</b>							
<u>U.S. Department of Agriculture</u>							
Federal Forest Fees	Douglas County	10.665		7/1/20-6/30/21	21,753	21,753	21,753
				Total U.S. Department of Agriculture	21,753	21,753	21,753
				<b>Total Forest Service Schools and Roads Cluster</b>	<b>21,753</b>	<b>21,753</b>	<b>21,753</b>
<b>SPECIAL EDUCATION CLUSTER</b>							
<u>U.S. Department of Education</u>							
Special Education - Grants to States							
IDEA Part B Special Education	Oregon Department of Education	84.027	53760	7/1/19-9/30/21	44,726	665	665
IDEA Part B Special Education	Oregon Department of Education	84.027	60621	7/1/20-9/30/22	46,172	46,172	46,172
Total Special Education - Grants to States					90,898	46,836	46,836
				Total U.S. Department of Education	90,898	46,836	46,836
				<b>Total Special Education Cluster</b>	<b>90,898</b>	<b>46,836</b>	<b>46,836</b>
<b>OTHER PROGRAMS</b>							
<u>U.S. Department of Education</u>							
Title I-A Grants to Local Education Agencies	Oregon Department of Education	84.010	58222	7/1/20-9/30/21	56,377	56,377	56,377
Total Title I-A Grants to Local Education Agencies					56,377	56,377	56,377
Title VI Rural Education	U.S. Department of Education	84.358	S358A202760	7/1/20-9/30/21	20,774	20,774	20,774
Total Title VA Teacher Quality Grants					20,774	20,774	20,774
Student Support & Academic Achievement	Oregon Department of Education	84.424	54479	7/1/19-9/30/21	10,000	10,000	10,000
Student Support & Academic Achievement	Oregon Department of Education	84.424	58538	7/1/20-9/30/21	10,000	3,292	3,292
Total Student Support & Academic Achievement					20,000	13,292	13,292
Elem & Sec School Emergency Relief Fund	Oregon Department of Education	84.425	57769	3/13/20-9/30/22	51,549	51,549	51,549
Elem & Sec School Emergency Relief Fund	Oregon Department of Education	84.425	64539	3/13/20-9/30/23	184,139	52,245	52,245
Comprehensive Distance Learning	Oregon Department of Education	84.425	60887	7/1/20-5/30/21	100,855	100,855	100,855
Total ESSER and CDL Grants					336,544	204,650	204,650
				Total U.S. Department of Education	433,695	295,092	295,092
				<b>Total Other Programs</b>	<b>433,695</b>	<b>295,092</b>	<b>295,092</b>
				<b>Total Federal Assistance</b>	<b>\$ 659,261</b>	<b>\$ 476,597</b>	<b>\$ 476,597</b>

**Note 1: Basis of Presentation:** This schedule includes the federal award activity of Camas Valley School District for the year ended June 30, 2021. The information in this schedule is presented on the cash basis of accounting and in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 2: Subrecipients:** Of the federal expenditures presented in the schedule, Camas Valley School District provided no federal awards to subrecipients.

**Note 3: Fair Market Value of Personal Protective Equipment (unaudited):** The fair market value of personal protective equipment received during the year ended June 30, 2021 is \$2,285.



DOUGLAS COUNTY SCHOOL DISTRICT NO. 21

OREGON DEPARTMENT OF EDUCATION  
 225 Capitol Street NE  
 Salem Oregon 97310

Office of Finance and Administration  
 Budget and Analysis

SUPPLEMENTAL INFORMATION, 2017-2018

School District Business Managers and Auditors:

This page is a required part of your annual audited financial statements. Please make sure it is included.

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

A. Energy Bill for Heating - **All Funds:**

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

	Objects 325 & 326
Function 2540	\$40,432
Function 2550	\$15,825

B. Replacement of Equipment – **General Fund:**

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

Exclude these functions:

- 1113, 1122 & 1132 Co-curricular Activities
- 1,140 Pre-Kindergarten
- 1,300 Continuing Education
- 1,400 Summer School

Exclude these functions:

- 4150 Construction
- 2550 Pupil Transportation
- 3100 Food Service
- 3300 Community Services

\$38,279
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FORM 581-3211-C

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**

All Funds Receipts Summary  
At the Summary Fund Level  
For the Year Ended June 30, 2021

	Fund 100	Fund 200	Fund 400	Fund 600	Fund 700	Total
<b>Receipts from Local Sources:</b>						
1110 Ad Valorem Taxes Levied by District	\$ 293,837	\$ -	\$ -	\$ -	\$ -	\$ 293,837
1500 Earnings on Investments	7,869	2,261	5,188	521	143	15,983
1600 Food Service		3,471				3,471
1700 Extracurricular Activities		3,814				3,814
1920 Private Contributions and Donations		48			516	564
1990 Miscellaneous	51,361					51,361
Total Receipts from Local Sources	<u>353,067</u>	<u>9,595</u>	<u>5,188</u>	<u>521</u>	<u>659</u>	<u>369,030</u>
<b>Receipts from Intermediate Sources:</b>						
2101 County School Funds	2,494					2,494
2102 Education Service District Apportionment	36,564					36,564
2199 Other Intermediate Sources	265					265
Total Receipts from Intermediate Sources	<u>39,322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,322</u>
<b>Receipts from State Sources:</b>						
3101 State School Fund - General Support	2,945,615					2,945,615
3102 State School Fund - School Lunch Match		910				910
3103 Common School Fund	19,469					19,469
3222 State School Fund (Ssf) Transport. Equipment		35,234				35,234
3299 Other Restricted Grants-in-Aid		224,694	2,706,730			2,931,424
Total Receipts from State Sources	<u>2,965,083</u>	<u>260,838</u>	<u>2,706,730</u>	<u>-</u>	<u>-</u>	<u>5,932,651</u>
<b>Receipts from Federal Sources:</b>						
4300 Restricted Receipts Direct From Fed Gov		20,774				20,774
4500 Restricted Receipts From the Federal Government Through the State		421,228				421,228
4801 Federal Forest Fees	21,753					21,753
4900 Receipts For/On Behalf Of The District		12,842				12,842
Total Receipts from Federal Sources	<u>21,753</u>	<u>454,844</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>476,597</u>
<b>Receipts from Other Sources:</b>						
5200 Interfund Transfers		20,000				20,000
5400 Resources - Beginning Fund Balance	757,215	291,058	763,908	64,459	23,225	1,899,866
Total Receipts from Other Sources	<u>757,215</u>	<u>311,058</u>	<u>763,908</u>	<u>64,459</u>	<u>23,225</u>	<u>1,919,866</u>
<b>Grand Totals</b>	<u>\$ 4,136,441</u>	<u>\$ 1,036,335</u>	<u>\$ 3,475,826</u>	<u>\$ 64,979</u>	<u>\$ 23,885</u>	<u>\$ 8,737,466</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 District Audit Disbursements Summary  
 At the Summary Fund Level - Fund 100 General Fund  
 For the Year Ended June 30, 2021

	<u>Totals</u>	<u>Object 100</u>	<u>Object 200</u>	<u>Object 300</u>	<u>Object 400</u>	<u>Object 500</u>	<u>Object 600</u>	<u>Object 700</u>
<b>Instruction Disbursements</b>								
1111 Elementary, K-5 or K-6	\$ 582,813	\$ 331,775	\$ 223,830	\$ 20,340	\$ 6,869	\$ -	\$ -	\$ -
1121 Middle School Programs	319,276	185,934	123,224	2,861	7,256			
1122 Middle School Extracurricular	12,908	7,274	2,385	659			2,591	
1131 High School Programs	561,187	317,660	186,801	27,667	13,875		15,184	
1132 High School Extracurricular	62,649	25,682	13,281	2,341	9,662		11,683	
1250 Less Restr Programs for Disabled	294,407	146,391	93,012	54,457	547			
Total Instruction Disbursements	<u>1,833,628</u>	<u>1,014,716</u>	<u>642,532</u>	<u>108,325</u>	<u>38,596</u>	<u>-</u>	<u>29,458</u>	<u>-</u>
<b>Support Services Disbursements</b>								
2140 Psychological Services	22,500			22,500				
2210 Improvement of Instruction Services	21,270		21,270					
2220 Educational Media Services	29,762	12,682	12,174		4,906			
2230 Assessment & Testing	10,165	5,591	4,574					
2310 Board of Education Services	26,251			17,214			9,037	
2320 Executive Administration Services	268,663	139,921	94,354	21,481	11,393		1,513	
2410 Office of the Principal Services	93,913	45,312	30,578	12,257	4,426		1,339	
2520 Fiscal Services	121,009	24,770	22,686	61,609	11,872		72	
2540 Plant Services	317,404	85,776	64,629	64,632	31,770	38,279	32,318	
2550 Student Transportation Services	126,913	56,853	33,327	19,106	8,294		9,333	
2660 Technology Services	136,442	12,737	11,120	77,845	34,560		180	
Total Support Services Disbursements	<u>1,174,291</u>	<u>383,642</u>	<u>294,712</u>	<u>296,645</u>	<u>107,221</u>	<u>38,279</u>	<u>53,792</u>	<u>-</u>
<b>Other Uses Disbursements</b>								
5200 Transfers of Funds	20,000							20,000
Total Other Uses Disbursements	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
<b>Grand Totals</b>	<u>\$ 3,027,919</u>	<u>\$ 1,398,359</u>	<u>\$ 937,244</u>	<u>\$ 404,970</u>	<u>\$ 145,817</u>	<u>\$ 38,279</u>	<u>\$ 83,250</u>	<u>\$ 20,000</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 District Audit Disbursements Summary  
 At the Summary Fund Level - Fund 200 Special Revenue Funds  
 For the Year Ended June 30, 2021

	<u>Totals</u>	<u>Object 100</u>	<u>Object 200</u>	<u>Object 300</u>	<u>Object 400</u>	<u>Object 500</u>	<u>Object 600</u>	<u>Object 700</u>
<b>Instruction Disbursements</b>								
1111 Elementary, K-5 or K-6	\$ 36,740	\$ 21,511	\$ 15,066	\$ 163	\$ -	\$ -	\$ -	\$ -
1121 Middle School Programs	22,417	13,310	9,107					
1131 High School Programs	56,956	26,673	16,414	9,100	4,769			
1132 High School Extracurricular	2,477				2,477			
1140 Pre-Kindergarten Programs	20,774	14,049	6,726					
1250 Less Restrictive Programs for Disabled	46,836	21,540	10,261	10,290	4,746			
1272 Title I	56,377	30,620	12,837		12,920			
1280 Alternative Education	51,311	23,773	18,133		9,405			
Total Instruction Disbursements	<u>293,888</u>	<u>151,477</u>	<u>88,543</u>	<u>19,552</u>	<u>34,317</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Support Services Disbursements</b>								
2220 Educational Media Services	3,616	1,746	1,870					
2240 Instructional Staff Development	169				169			
2520 Fiscal Services	3,567			3,567				
2540 Operation and Maintenance of Plant Services	160,845				106,396	54,449		
2550 Student Transportation Services	60,896	498	214			60,184		
2660 Technology Services	107,508				107,508			
Total Support Services Disbursements	<u>336,601</u>	<u>2,244</u>	<u>2,084</u>	<u>3,567</u>	<u>214,073</u>	<u>114,633</u>	<u>-</u>	<u>-</u>
<b>Enterprise and Community Services Disbursements</b>								
3100 Food Services	138,473	35,702	28,940	4,468	68,927		435	
Total Ent and Comm Svc Disbursements	<u>138,473</u>	<u>35,702</u>	<u>28,940</u>	<u>4,468</u>	<u>68,927</u>	<u>-</u>	<u>435</u>	<u>-</u>
<b>Grand Totals</b>	<u>\$ 768,962</u>	<u>\$ 189,423</u>	<u>\$ 119,567</u>	<u>\$ 27,587</u>	<u>\$ 317,316</u>	<u>\$ 114,633</u>	<u>\$ 435</u>	<u>\$ -</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 District Audit Disbursements Summary  
 At the Summary Fund Level - Fund 400 Capital Projects Funds  
 For the Year Ended June 30, 2021

	<u>Totals</u>	<u>Object 100</u>	<u>Object 200</u>	<u>Object 300</u>	<u>Object 400</u>	<u>Object 500</u>	<u>Object 600</u>	<u>Object 700</u>
Support Services Disbursements								
2540 Operation and Maintenance of Plant Services	\$ 65,345	\$ -	\$ -	\$ 6,359	\$ 58,986	\$ -	\$ -	\$ -
Total Support Services Disbursements	<u>65,345</u>	<u>-</u>	<u>-</u>	<u>6,359</u>	<u>58,986</u>	<u>-</u>	<u>-</u>	<u>-</u>
Facilities Acquisition and Construction Disbursements								
4150 Building Acquisition, Construction, and Improvement Services	\$ 2,708,078	\$ -	\$ -	\$ 2,705,269	\$ -	\$ 1,349	\$ 1,460	\$ -
Total Facilities Acquisition and Construction Expenses	<u>2,708,078</u>	<u>-</u>	<u>-</u>	<u>2,705,269</u>	<u>-</u>	<u>1,349</u>	<u>1,460</u>	<u>-</u>
Grand Totals	<u>\$ 2,773,422</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,711,627</u>	<u>\$ 58,986</u>	<u>\$ 1,349</u>	<u>\$ 1,460</u>	<u>\$ -</u>

**DOUGLAS COUNTY SCHOOL DISTRICT NO. 21**  
 District Audit Disbursement Summary  
 At the Summary Fund Level - Fund 600 Internal Service Funds

For the Year Ended June 30, 2021

	<u>Totals</u>	<u>Object 100</u>	<u>Object 200</u>	<u>Object 300</u>	<u>Object 400</u>	<u>Object 500</u>	<u>Object 600</u>	<u>Object 700</u>
Support Services Disbursements								
2520 Fiscal Services	\$ 671	\$ -	\$ 671	\$ -	\$ -	\$ -	\$ -	\$ -
Total Support Services Disbursements	<u>671</u>	<u>-</u>	<u>671</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Grand Totals	<u>\$ 671</u>	<u>\$ -</u>	<u>\$ 671</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



November 9, 2021

## INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

Board of Directors  
Douglas County School District No. 21  
Camas Valley, Oregon

We have audited the basic financial statements of the Douglas County School District No. 21 as of and for the year ended June 30, 2021, and have issued our report thereon dated November 9, 2021. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

### Compliance

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

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.
- Public charter school requirements.

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



**OAR 162-10-0230 INTERNAL CONTROL**

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

**RESTRICTION ON USE**

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



Vickie Rapp, CPA CIA CGMA CITP  
Neuner Davidson & Co  
Roseburg, Oregon