CLATSKANIE DISTRICT NO. 6J
COLUMBIA COUNTY, OREGON

ANNUAL FINANCIAL REPORT
JUNE 30, 2024

CLATSKANIE SCHOOL DISTRICT NO. 6J

660 SW Bryant St
Clatskanie, OR 97106
503.728.0587

DISTRICT OFFICIALS

MEGAN EVENSON 74660 Conyers Creed Rd, Clatskanie, OR 97016	Board Chair
KARA HARRIS PO Box 416, Clatskanie, OR 97016	Vice Chair
KATHY ENGEL PO Box 192, Clatskanie, OR 97016	Director
IAN WIGGINS 18422 Haven Acres Rd, Clatskanie, OR 97016	Director
KATHERINE WILLIS 72031 Sara Lane, Clatskanie, OR 97016	Director
MERLYN THOMPSON 18400 Co-Op Rd, Clatskanie, OR 97016	Director

ADMINISTRATION

DR. DANIELLE HUDSON PO Box 678, Clatskanie, OR 97016	Superintendent
DIANE BARENDSE PO Box 678, Clatskanie, OR 97016	Business Manager
LAURIE MAUGHAN PO Box 678, Clatskanie, OR 97016	CMHS Principal
KARA BURGHARDT PO Box 678, Clatskanie, OR 97016	CES Principal
MARK BERGTHOLD PO Box 678, Clatskanie, OR 97016	Bond Manager
TERA VANDYKE 5825 NE Ray Circle, Hillsboro, OR 97124	Controller

CLATSKANIE SCHOOL DISTRICT NO. 6J

COLUMBIA COUNTY OREGON

AUDIT REPORT

JUNE 30, 2024

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<u>INDEPENDENT AUDITOR'S REPORT</u>

To the Board of Directors
Clatskanie School District No. 6J,
660 NW Bryant, Clatskanie, Oregon 97016

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Clatskanie School District No. 6J of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Clatskanie School District No. 6J basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Clatskanie School District No. 6J as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis of Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Clatskanie School District No. 6J's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Clatskanie School District No. 6J's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Clatskanie School District No. 6J's ability to continue as a going concern for a reasonable period.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of revenues, expenditures, and changes in fund balances – budget and actuals, and the pension and OPEB schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

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

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

Supplementary Information

Our audit was conducted to form opinions on the financial statements comprising Clatskanie School District No. 6J's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule or expenditures of federal awards are fairly stated in all material respects, in relation to the financial statements taken as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises additional schedules listed in the Other Information section of the Table of Contents but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion of any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basis financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our reports dated March 28, 2025, on our consideration of the Clatskanie School District No. 6J's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of those reports is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. The reports are an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Clatskanie School District No. 6J's internal control over financial reporting and compliance.

Other Report on State Legal and Regulatory Requirements

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have issued our report dated March 28, 2025, on our consideration of the Clatskanie School District No. 6J's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on the District's compliance.

Ashraf Lakhani-Farishta
Umpqua Valley Financial, LLC
Roseburg, Oregon
March 28, 2025

MANAGEMENT'S
DISCUSSION
AND ANALYSIS

The discussion and analysis of Clatskanie School District No. 6J's financial performance provides an overview of the District's financial activities for the fiscal year that ended June 30, 2024. This discussion and analysis evaluate the District's financial performance. Readers should also review the basic financial statements and notes to better understand the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year ended June 30, 2024, are as follows:

- Total liabilities experienced an increase of $2,128,878 during the fiscal year, primarily due to an increase in net pension liability of $1,973,556. Additionally, deferred outflows of resources rose by $259,376, while deferred inflows of resources decreased by $1,832,495.
- The District's net position increased by $1,135,863, representing a 43.6% increase from the previous year.
- The overall general revenues amounted to $11,345,836, representing 75.6% of the total revenue. In contrast, program-specific revenues, including charges for services, grants, and donations, constituted the remaining $3,671,463, or 24.4%. This results in total revenues of $15,017,299, reflecting a decrease of $1,900,512 compared to the previous fiscal year.
- Total assets of governmental activities increased by $1,172,871, primarily due to additions in capital assets, specifically, building and building Improvements and construction in progress.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

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

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

Fund Financial Statements

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

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

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

Fiduciary funds such as private-purpose trust funds for scholarships are reported in the fiduciary fund financial statements but are excluded from government-wide reporting. Fiduciary fund financial statements report net position and changes in net position on a cash basis.

Notes to the Financial Statements

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

Other Information

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

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Recall that the Statement of Net Position provides the perspective of the District as a whole. Net position may serve over time as a useful indicator of a government's financial position. The District's net position at fiscal year-end was $3,741,671. This is a $1,135,863 increase from last year's net position, representing a 43.6% increase.

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

Summary of Net Position

	Governmental Activities		
	June 30, 2024	July 1, 2023	Percentage Change
Assets			
Current and Other Assets	$ 5,409,585	$ 9,418,970	-42.6%
Capital Assets	19,699,986	14,517,730	35.7%
Total Assets	25,109,571	23,936,700	4.9%
Deferred Outflow of Resources	4,227,820	3,968,444	6.5%
Liabilities			
Long-Term Liabilities	19,672,727	18,155,941	8.4%
Other Liabilities	4,777,682	4,165,590	14.7%
Total Liabilities	24,450,409	22,321,531	9.5%
Deferred Inflow of Resources	1,145,311	2,977,806	-61.5%
Net Position			
Net Investment in Capital Assets	17,411,643	12,511,617	39.2%
Unrestricted	(13,669,972)	(9,905,809)	-38.0%
Total Net Position	$ 3,741,671	$ 2,605,808	43.6%

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

Changes in Net Position

	Governmental Activities		
	2023-24	2022-23	Percentage Change
Revenues			
Program Revenues			
Charges for Services	$ 157,067	$ 251,363	-37.5%
Operating Grants and Contributions	3,514,396	6,995,951	-49.8%
General Revenues			
Property Taxes	7,433,887	5,808,951	28.0%
State Basic School Support	3,232,532	3,372,397	-4.1%
Other	679,417	489,149	38.9%
Total Revenues	15,017,299	16,917,811	-11.2%
Program Expenses			
Instruction	7,753,840	7,935,859	-2.3%
Support Services	5,474,315	5,526,071	-0.9%
Community Services	424,289	451,182	-6.0%
Interest on Long-Term Debt	228,993	229,392	-0.2%
Total Program Expenses	13,881,437	14,142,504	-1.8%
Special Item: Gain (Loss) on disposition of assets	-	(10,769)	
Change in Net Position	$ 1,135,862	$ 2,764,538	

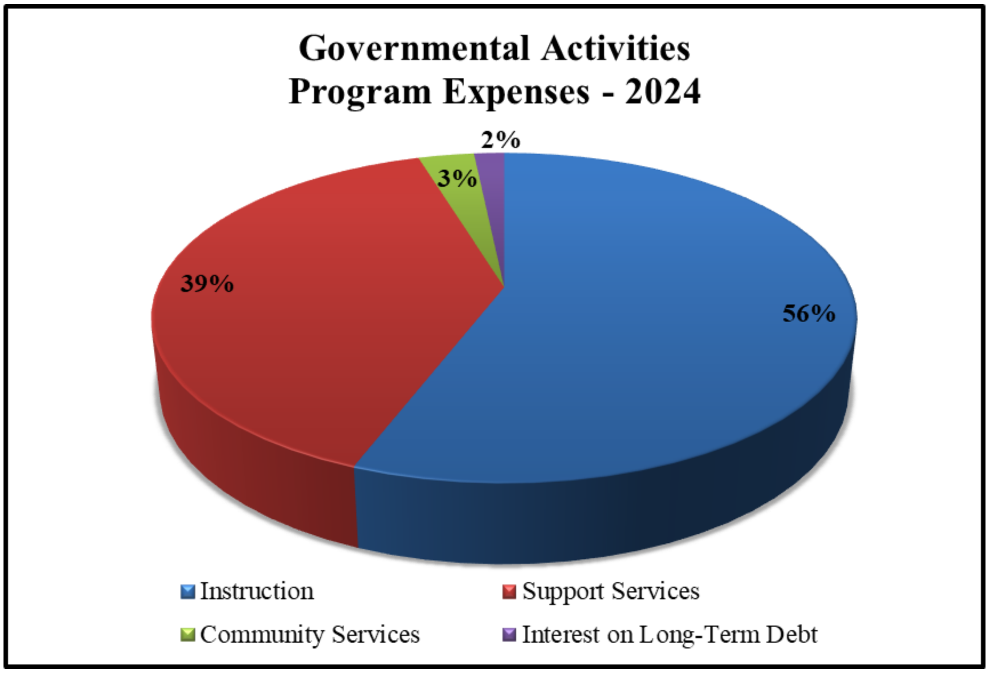
The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. The following table shows, for governmental activity, the total cost of the four major functional activities of the District. The table also shows each function's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

Governmental Activities

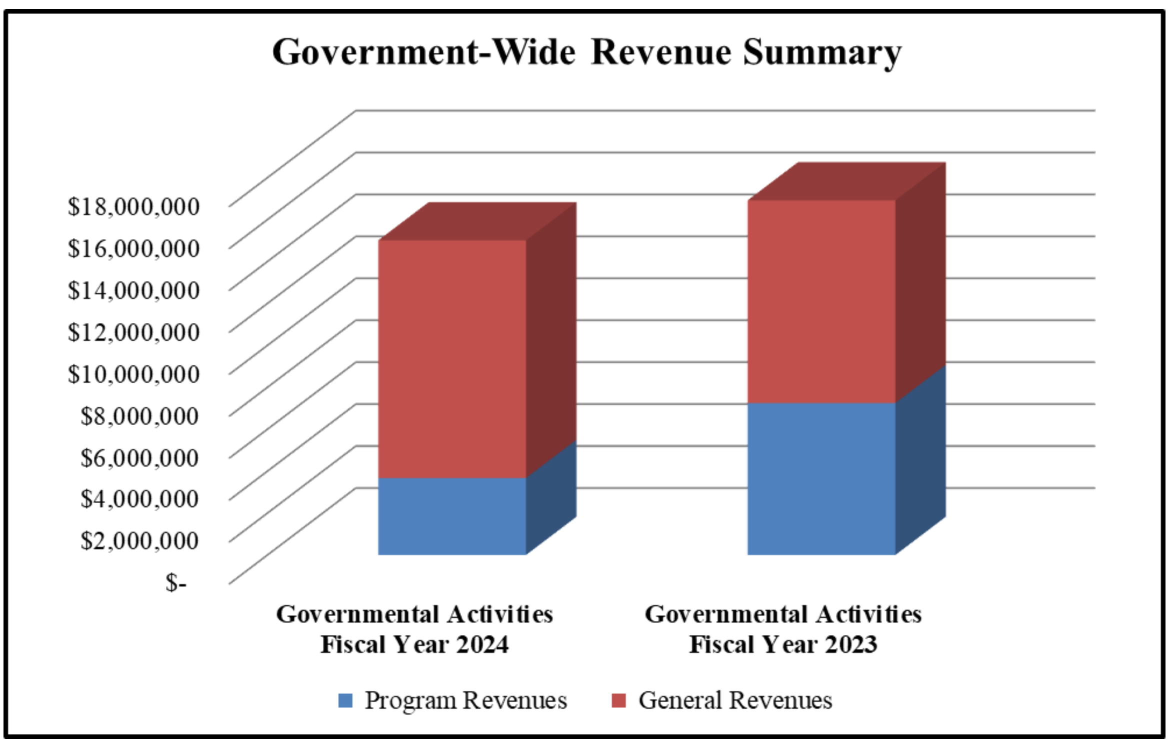
	2023-24		2022-23	
	Total Cost of Services	Net Cost (Profit) of Services	Total Cost of Services	Net Cost (Profit) of Services
Instruction	$ 7,753,840	$ 5,127,091	$ 7,935,859	$ (5,443,981)
Support Services	5,474,315	4,837,313	5,526,071	(1,231,716)
Community Services	424,289	16,577	451,182	9,899
Interest on Long-Term Debt	228,993	228,993	229,392	(229,392)
Total Program Expenses	$ 13,881,437	$ 10,209,974	$ 14,142,504	$ (6,895,190)

The dependence on general revenues for general government activities is apparent. For the current year, 75.6% of general government activities are supported through general revenues.

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



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



FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of $2,572,793. The fund balance consists of committed, assigned, and unassigned amounts. Of the current fund balances, $90,382 is restricted, $1,657,473 is committed and $824,938 is unassigned and available for spending at the District's discretion.

The General Fund serves as the principal operating fund of the District. For the fiscal year, there was an increase in the fund balance amounting to $138,041, resulting in a total ending balance of $824,938. This increase occurred despite transfers out to the Special Revenue Fund and the Debt Service Fund, which totaled $209,972.

BUDGETARY HIGHLIGHTS

Throughout the fiscal year, the District implemented only minor adjustments to the budgets of its various funds.

In the General Fund, revenues were projected to be collected in the amount of $10,729,387. However, actual revenues amounted to $10,413,519, resulting in a shortfall of $315,868 compared to the budgeted figure. Furthermore, expenditures within the General Fund were underspent by $1,684,607, leading to an actual ending fund balance that exceeded the budgeted amount by $824,938.

Regarding the Special Revenue Fund, actual revenues surpassed budget projections by $96,367, while expenditures were $1,024,557 less than budgeted. The ending fund balance for this fund was recorded at $1,198,761.

In the case of Debt Service Fund #300, the ending fund balance experienced an increase of $80,473. Actual revenues exceeded budgeted revenues by $80,985, while actual expenditures remained consistent with the anticipated budget of $773,337.

Lastly Capital Project Fund #400, was projected to be collected in the amount of $2,207,845, Actual revenues collected was $527,065 short of $1,680,780. Furthermore, expenditures were underspent by $2,004,157. That leaves the ending balance $458,712

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2024, the District had invested $35,390,427 in capital assets, including school buildings, facilities, land, vehicles, and other equipment and furnishings. This amount represents a net increase before depreciation of $6,004,562 from last year due to additions of $7,743,897 and deletions of $1,739,335.

The total depreciation expense for the year was $822,305.

Additional information on the District's capital assets can be found in the Capital Asset Note in the notes to this report's basic financial statements section.

Long-Term Debt

As of June 30, 2024, the District has entered into a new lease agreement, designated as the Santander Bus Lease 31, totaling $399,514. Despite this additional obligation, the District has successfully reduced its long-term debt to $9,657,807. This reduction was achieved by paying $896,002 towards outstanding debt, which consisted of $499,369 applied to the principal balance and $396,633 allocated to interest expenses.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Over the past year, the District has encountered various challenges that have significantly impacted its revenue streams. These challenges include adjustments in property taxes, reduced Integrated Guidance funding, increased unemployment liability, decreased High-Cost Disability grant funding, and amplified salary and benefit costs for all CSD staff.

Additionally, the federal grants awarded to the District do not align with the escalating personnel costs, further complicating their financial landscape. Furthermore, they are experiencing a reduction in federal support with the discontinuation of ESSER III funding at the end of the current school year. In light of these financial realities, they find themselves compelled to make difficult decisions to balance their budget effectively. Unfortunately, this entails reducing licensed, classified, and confidential positions across our organization, as well as decreasing spending in non-salary areas. These necessary adjustments will impact Clatskanie Elementary School, Clatskanie Middle High School, Central Office, and the athletic supply and material budgets.

As the District proceeds with these essential adjustments, its priorities remain steadfast:
1. Maintain the current service level to the fullest extent possible.
2. Strive to minimize the impact on our students and families.
3. Reduce the number of layoffs by focusing on attrition.
4. Ensure responsible balance in our district budget.

The Clatskanie School District has adopted a budget of $20,286,917 for the fiscal year ending June 30, 2025. This represents a decrease of $4,147,332 when compared to the budget of the previous year. The appropriated funds are allocated as follows: $11,625,559 to the General Fund, $5,142,448 to the Special Revenue Fund, $2,745,573 to the Capital Projects Fund, and $773,337 to the Debt Service Fund.

The District will levy its maximum permanent property tax rate of $4.6062 per $1,000 of assessed property valuation. In the amount of $750,950 for debt service on general obligation bonds.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives.

If you have any questions about this report or need additional information, contact the Clatskanie School District No. 6J at 660 NW Bryant, Clatskanie, OR 97016.

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

CLATSKANIE SCHOOL DISTRICT NO. 6J

COLUMBIA COUNTY, OREGON

STATEMENT OF NET POSITION

For the Fiscal Year Ended June 30, 2024

		Governmental Activities
ASSETS:		
Current Assets:		
Cash and Cash Equivalents	$ 3,901,582	
Property Taxes Receivable	347,741	
Accounts Receivable	959,023	
Due From Other Governments	24,411	
Prepaid Expenses	69,908	
Total Current Assets		$ 5,302,665
Restricted Assets:		
Net OPEB Asset (RHIA)	102,516	
Total Restricted Assets		102,516
Capital Assets:		
Capital Assets, Non-Depreciable	5,900,905	
Capital Assets, Depreciable, Net	13,799,081	
Total Capital Assets		19,699,986
Subscription Assets:		
Subscription Based Information Technology Agreements - Net	4,404	
Total Subscription Assets		4,404
Total Assets		**25,109,571**
DEFERRED OUTFLOW OF RESOURCES		
Pension Related Deferrals	4,210,070	
OPEB Related Deferrals - RHIA	1,078	
OPEB Related Deferrals - OEBB	16,672	
Total Deferred Outflow of Resources		**4,227,820**
LIABILITIES:		
Accounts Payable	$ 1,213,922	
Accrued Interest Payable	50,307	
Payroll Liabilities	1,228,829	
Accrued Vacation Benefits	65,065	
Early Retirement Benefits	40,800	
Leases Payable		
Due within one year	203,910	
Due in more than one year	278,517	
Bonds Payable		
Due within one year	350,000	
Due in more than one year	8,645,000	
Unamortize Bond Premiums	1,616,039	
Notes Payable		
Due within one year	54,548	
Due in more than one year	125,832	
Subscription Liabilities:		
Due within one year	1,585	
Net OPEB Obligation - OEBB	390,430	
Net Pension Liability	10,185,625	
Total Liabilities		**24,450,409**
DEFERRED INFLOW OF RESOURCES		
Unearned Grant Proceeds	14,607	
Pension Related Deferrals	872,102	
OPEB Related Deferrals - RHIA	19,203	
OPEB Related Deferrals - OEBB	239,399	
Total Deferred Inflow of Resources		**1,145,311**
NET POSITION:		
Net Investment in Capital Assets	17,411,643	
Unrestricted	(13,669,972)	
Total Net Position		**$ 3,741,671**

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

COLUMBIA COUNTY, OREGON

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2024

		Program Revenues		Net (Expense) Revenue and Change in Net Position
	(Expenses)	Charges for Services	Operating Grants and Contributions	Governmental Activities
GOVERNMENTAL ACTIVITIES:				
Instruction	$ 7,753,840	$ 115,443	$ 2,511,306	$ (5,127,091)
Support Services	5,474,315	-	637,002	(4,837,313)
Enterprise and Community Services	424,289	41,624	366,088	(16,577)
Interest on Long-Term Debt	228,993	-	-	(228,993)
Total Governmental Activities	**$ 13,881,437**	**$ 157,067**	**$ 3,514,396**	**$ (10,209,974)**

GENERAL REVENUES:	
Property Taxes, Levied for General Purposes	$ 7,002,567
Property Taxes, Levied for Debt Service	431,320
Earnings on Investments	320,052
Unrestricted State and Local Revenue	223,790
Intermediate Sources	43,379
State School Fund for Education and Support Services	3,232,532
State Common School Fund	92,196
Subtotal - General Revenues	11,345,836
Change in Net Position	1,135,862
Net Position, July 1, 2023	2,605,809
Net Position, June 30, 2024	**$ 3,741,671**

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

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

CLATSKANIE SCHOOL DISTRICT NO. 6J

COLUMBIA COUNTY, OREGON

BALANCE SHEET

GOVERNMENTAL FUNDS

For the Fiscal Year Ended June 30, 2024

	General Fund #100	Special Revenue Fund #200	Debt Service Fund #300	Capital Projects Fund #400	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	$ 2,840,565	$ 687,476	$ 87,072	$ 286,469	$ 3,901,582
Property Taxes Receivable	313,881	-	33,860	-	347,741
Accounts Receivable	48,013	617,981	-	293,029	959,023
Due From Other Governments	24,411	-	-	-	24,411
Prepaid Expenses	69,908	-	-	-	69,908
Total Assets	**$ 3,296,778**	**$ 1,305,457**	**$ 120,932**	**$ 579,498**	**$ 5,302,665**
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:					
LIABILITIES:					
Accounts Payable	$ 1,071,275	$ 21,861	$ -	$ 120,786	$ 1,213,922
Payroll Liabilities	1,158,601	70,228	-	-	1,228,829
Total Liabilities	**2,229,876**	**92,089**	**-**	**120,786**	**2,442,751**
DEFERRED INFLOWS OF RESOURCES:					
Unavailable Revenue - Property Taxes	241,964	-	30,550	-	272,514
Unavailable Revenue - Other	-	14,607	-	-	14,607
Total Deferred Inflows of Resources	**241,964**	**14,607**	**30,550**	**-**	**287,121**
FUND BALANCES:					
Restricted for:					
Debt Service	-	-	90,382	-	90,382
Committed for:					
Capital Construction & Building Maintenance	-	-	-	458,712	458,712
Special Programs	-	1,198,761	-	-	1,198,761
Unassigned	824,938	-	-	-	824,938
Total Fund Balances	**824,938**	**1,198,761**	**90,382**	**458,712**	**2,572,793**
Total Liabilities, Deferred Inflows of Resources and Fund Balances	**$ 3,296,778**	**$ 1,305,457**	**$ 120,932**	**$ 579,498**	**$ 5,302,665**

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

COLUMBIA COUNTY, OREGON

RECONCILIATION OF THE BALANCE SHEET

GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

For the Fiscal Year Ended June 30, 2024

Total Fund Balances - Governmental Funds		$ 2,572,793
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Cost of assets	$ 35,390,427	
Accumulated depreciation	(15,690,440)	
Net Value of Capital Assets		19,699,987
Subscription Assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Cost of assets	4,404	
Net Value of Subscription Assets		4,404
Property taxes receivable that will not be available to pay for current-period expenditures are deferred in the governmental funds.		272,514
Deferred inflows and outflows of pension and OPEB contributions and earnings are not reported in the governmental funds.		
Deferred Pension/OPEB Contributions	4,227,820	
Deferred Earnings on Pension/OPEB Assets	(1,145,311)	
Net Value of Deferrals		3,097,116
Some liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. These liabilities consist of :		
Accrued Interest Payable	50,307	
SBITA Payable	1,585	
Leases Payable	482,427	
Bonds Payable	8,995,000	
Unamortized Bond Premium	1,616,039	
Notes Payable	180,380	
Net Pension Liability	10,185,625	
Net OPEB Obligations	287,914	
Accrued Vacation Benefits	65,065	
Early Retirement Benefits Payable	40,800	
Total		(21,905,142)
Net Position of Governmental Activities		**$ 3,741,672**

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

For the Fiscal Year Ended June 30, 2024

	General Fund #100	Special Revenue Fund #200	Debt Service Fund #300	Capital Projects Fund #400	Total Governmental Funds
REVENUES:					
Taxes	$6,670,669	$ -	$ 793,781	$ -	$ 7,464,450
Tuition Charges	2,448	-	-	-	2,448
Earnings on Investments	246,267	-	-	73,786	320,053
Fees and Charges	25,951	120,958	-	-	146,909
Miscellaneous Revenue	100,111	513,537	-	91,310	704,958
Intermediate Government Aid	43,345	43,334	604	-	87,283
State Aid	3,324,728	1,257,706	-	361,969	4,944,403
Federal Aid	-	1,377,358	-	-	1,377,358
Total Revenues	**10,413,519**	**3,312,893**	**794,385**	**527,065**	**15,047,862**
EXPENDITURES:					
Current:					
Instruction	5,524,472	2,338,597	-	-	7,863,069
Support Services	4,541,034	322,481	-	38,681	4,902,196
Enterprise and Community Services	-	429,244	-	-	429,244
Facilities Acquisition and Construction	-	130,776	-	5,424,635	5,555,411
Debt Service	-	-	773,337	-	773,337
Total Expenditures	**10,065,506**	**3,221,098**	**773,337**	**5,463,316**	**19,523,257**
Excess (Deficiency) of Revenues Over Expenditures	348,013	91,795	21,048	(4,936,251)	(4,475,395)
OTHER FINANCING SOURCES (USES):					
Interfund Transfers In	-	150,547	59,425	-	209,972
Interfund Transfers Out	(209,972)	-	-	-	(209,972)
Total Other Financing Sources (Uses)	**(209,972)**	**150,547**	**59,425**	**-**	**-**
Net Change in Fund Balance	138,041	242,342	80,473	(4,936,251)	(4,475,395)
Beginning Fund Balance	686,897	956,419	9,909	5,394,963	7,048,188
Ending Fund Balance	**$ 824,938**	**$1,198,761**	**$ 90,382**	**$ 458,712**	**$ 2,572,793**

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

For the Fiscal Year Ended June 30, 2024

Net Changes in Fund Balances - Total Governmental Funds		$(4,475,395)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense.		
Expenditures for capitalized assets	6,004,562	
Less current year depreciation	(822,305)	
		5,182,257
Governmental funds report subscription (SBITA) payments as expenditures. However, in the Statement of Activities subscription payments are separated into interest expense related to the subscription liability and as a reduction in the subscription liability. The cost of the suscription assets are allocated over their estimated useful lives as amortization expense.		
Payments allocated to the reduction of subscription liability	11,584	
Current year amortization expense	(7,027)	
		4,557
Some property tax revenues will not be collected for several months after the District's fiscal year end and are therefore not considered "available" revenues in the governmental funds, instead these funds are shown as deferred revenue.		
Deferred revenues increased by this amount this year.		(30,563)
Proceeds from loans are reported in the governmental funds as a source of financing. The loan proceeds are not revenues in the Statement of Activities, but rather constitute long-term liabilities in the Statement of Net Position.		
Lease Purchase Proceeds		(399,514)
Prepaid expenses were originally reported in the governmental funds as an expenditure. In the Statement of Activities the amount to be charged each year as an expense over the estimated expense incurred to pay the obligation is amortized, rather than expensed at the time of the prepayment.		
Amount of current year amortization - Bond Premiums		198,506
Repayment of principal on long term debt and leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Retirement of principal is as follows:		
Bonds	340,000	
Notes and Contracts Payable	159,369	
		499,369
Government funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense and changes in deferred inflows and outflows related to the net pension asset/(liablity) are recorded based upon an actuarial valuation of such activity.		
This is the net change in pension related items.		169,712
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
The activities consist of:		
Net increase/(decrease) in accrued interest expense	(30,866)	
Increase/(decrease) in accrued OPEB	17,800	
		(13,066)
Change in Net Position of Governmental Activities		**$ 1,135,863**

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

BASIC FINANCIAL STATEMENTS

Fund Financial Statements – Fiduciary Funds

CLATSKANIE SCHOOL DISTRICT NO. 6J

STATEMENT OF FIDUCIARY NET POSITION

at June 30, 2024

	Custodial Funds
ASSETS:	
Cash and Cash Equivalents	$ (96)
Total Assets	**$ (96)**
NET POSITION:	
Reserved for Scholarships and Grants	$ (96)
Total Net Position	**$ (96)**

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

For the Fiscal Year Ended June 30, 2024

	Custodial Funds
ADDITIONS:	
Interest Earned	$ -
DEDUCTIONS:	
Purchased Services	-
Change in Net Position	-
Net Position, July 1, 2023	(96)
Net Position, June 30, 2024	**$ (96)**

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

BASIC FINANCIAL STATEMENTS

Notes to the Basic Financial Statements

Clatskanie School District No. 6J was organized under the provisions of Oregon Statutes pursuant to ORS Chapter 332 to operate elementary and secondary schools. The District is governed by a separately elected Board of Directors who approve of the administrative officials. The daily functioning of the District is under the supervision of the Superintendent. As required by generally accepted accounting principles, all activities of the District have been included in the basic financial statements.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The basic financial statements of Clatskanie School District No. 6J have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

Reporting Entity

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

Basis of Presentation

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Basis of Presentation (Cont.)

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

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

The District reports the following major governmental funds:

General Fund – The General Fund is the District's primary operating fund and accounts for all revenues and expenditures, except those required to be accounted for in another fund. Expenditure categories include salaries, associated payroll costs, purchased services, supplies and materials, capital outlay, and other general expenses.

Special Revenue Fund – The Special Revenue Funds account for the uses of specific revenue sources that are legally restricted to specified purposes. Some examples of special revenue funds include restricted state or federal grants-in-aid and food service sales.

Debt Service Fund – Oregon Budget Law requires the establishment of a Debt Service Fund when a bond levy is passed. These funds account for the accumulation of resources for, and the payment of, general long-term debt, principal, and interest.

Capital Projects Fund – The Capital Maintenance Funds account for activities related to the acquisition, construction, repair, and equipping of facilities.

Measurement Focus/Basis of Accounting:

Measurement focus refers to what is being measured; the basis of accounting refers to when transactions are recognized in the financial records and reported on the financial statements. The basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied. Government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized when the liability is incurred.

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Measurement Focus/Basis of Accounting (Cont.):

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

Budgeting

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

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

Cash and Investments

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

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

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

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

Receivables

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Receivables (Cont.)

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

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

Prepaid Expenses

The District has elected to report the amount paid to the Oregon Public Employee Retirement System (PERS) to reduce the calculated unfunded pension liability obligation as a prepaid expense, as reported on the government-wide Statement of Net Position. The prepaid asset is to be amortized in amounts and over the estimated length of time the unfunded portion of the pension obligation is expected to be paid out to its current and former employees.

Inventory

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

Capital Assets

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

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

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Compensated Absences and Accrued Liabilities

The liability for compensated absences reported in the government-wide statements consists of unpaid, accumulated annual vacation.

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

Advances from Grantors

Amounts received for reimbursement-type grants in excess of District expenditures related to that grant are reported in the liability section of the government-wide statements as advances from grantors and are consequently not reported as revenues.

Long-Term Obligations

All bonds payable and capital leases payable are recognized in the government-wide financial statements as a liability of the District. Amounts of the long-term debt due within the following fiscal year are included in the current liabilities section of the Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

Deferred Inflows/Outflows of Resources

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Equity Classifications

Government-wide Statements

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

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

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

Fund Financial Statements

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

- Nonspendable: This classification includes amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

- Restricted: This classification includes fund balance amounts that are constrained for specific purposes that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The District has restricted funds for various projects that are to be used for educational purposes.

- Committed: This classification includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through resolution of the highest level of decision-making authority, the Board of Directors, and does not lapse at year-end.

- Assigned: This classification includes fund balance amounts that are intended to be used for specific purposes that are neither restricted nor committed. This intent can be expressed by the Board of Directors or through the Board of Directors delegating this responsibility to selected staff members or through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

- Unassigned: This classification includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories, and negative fund balances of other governmental funds.

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.):

Property Taxes

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

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

Inter-Fund Transactions

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

Use of Estimates

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

Pensions

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

CASH AND INVESTMENTS:

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

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

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

CASH AND INVESTMENTS (Cont.):

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

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

As of June 30, 2024, the reported amount of the District's deposits, including $(96) held in trust as reported in the fiduciary statement of net position, was $399,082, and the bank balance was $651,089. Of the bank balance, the entire amount was covered by federal depository insurance or covered by the collateral held in a multiple financial institution's collateral pool administered by the Oregon State Treasurer. Petty cash held by the district was $1,060.

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

Credit Risk - Credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. As of June 30, 2024, the District's investment in the Oregon State Treasurer's Local Government Investment Pool (LGIP) was unrated.

As of June 30, 2024, the District's deposits in financial institutions were as follows:

Type of Investment	Fair Value	Credit Rating
Oregon State Treasurer's Local Government Investment Pool (LGIP)	$ 3,501,344	N/A
Total Investments	$ 3,501,344	

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

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

CAPITAL ASSETS:

The following is a summary of capital asset activity for the fiscal year ended June 30, 2024:

Governmental Activities	Beginning Balances	Additions	Deletions	Ending Balances
Assets not being depreciated:				
Land	$ 476,270	$ -	$ -	$ 476,270
Construction in Progress	1,739,335	5,424,635	1,739,335	5,424,635
Total assets not being depreciated	2,215,605	5,424,635	1,739,335	5,900,905
Assets being depreciated:				
Building and Building Improvement	24,016,419	2,241,842	-	26,258,260
Machinery and Equipment	3,153,842	77,420	-	3,231,262
Total Depreciable Assets	27,170,261	2,319,262	-	29,489,522
Less: Accumulated Depreciation				
Building and Building Improvement	12,320,074	675,591	-	12,995,665
Machinery and Equipment	2,548,062	146,714	-	2,694,776
Total Accumulated Depreciation	14,868,136	822,305	-	15,690,440
Net Value of Capital Assets Being Depreciated	12,302,125	1,496,957	-	13,799,082
Total Governmental Activities Net Value of Capital Assets	$ 14,517,730	$ 6,921,592	$ 1,739,335	$ 19,699,987

Depreciation expense was charged to governmental functions as follows:

Instruction	$ 6,589
Support Services	815,716
Total Depreciation Expense	$ 822,305

LONG-TERM DEBT:

General Obligation Bonds, Series 2021—On June 15, 2017, the District entered into an Installment Purchase Agreement with U.S Bancorp in the amount of $500,000 with an interest rate of 3.715%. As of June 30, 2018, $500,000 in qualifying expenditures had been incurred and drawn down. The District agreed to repay the installment agreement in accordance with the terms of a payment schedule that begins on July 15, 2017, and concludes on June 15, 2027, for the full amount of the agreement ($500,000).

General Obligation Bonds, Series 2021—On August 12, 2021, the District issued bonds in the amount of $10,000,000. Annual payments are made on Dec 15 and June 15 until the final payment on June 15, 2038. Bonds are held by the US Bank National Association and have an interest rate of 4%.

Santander Bus Leases 27—In 2020, the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 1 2021 Blue Bird T3FE School Bus. Annual payments of principal and interest will be made until the final payment on March 15, 2024.

Santander Bus Leases 28—In 2021, the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 1 2020 Micro Bird G5 School Bus. Annual payments of principal and interest will be made until the final payment on February 10, 2025.

Santander Bus Leases 29-30—In 2021 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 2 2023 Blue Bird AARE T3RE 72 Passenger buses. After an initial payment of $82,768 annual payments of principal and interest are to be made until the final payment on July 15, 2025.

Santander Bus Leases 31—In 2024 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 2 2025 Blue Bird AA T3RE 78-passengers. Annual payments of principal and interest are to be made until the final payment on 7/15/2028.

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS

For the Fiscal Year Ended June 30, 2024

	Outstanding Balance July 1, 2023	New Issues	Principal Paid	Interest Paid	Outstanding Balance June 30, 2024	Due Within One Year
Leases Payable:						
Santander Bus Leases 27	24,088	-	24,088	698	-	-
Santander Bus Leases 28	31,341	-	14,794	719	16,548	16,144
Santander Bus Leases 29-30	144,766	-	47,291	3,265	97,475	50,556
Santander Bus Leases 31	-	399,514	31,110	701	368,404	89,887
Total Leases Payable	$ 200,196	$ 399,514	$ 117,283	$ 5,382	$ 482,427	$ 156,587
Bonds Payable:						
General Obligations Bonds, Series 2021	$ 9,335,000	$ -	$340,000	$ 373,400	$ 8,995,000	$ 350,000
Total Bonds Payable	9,335,000	-	340,000	373,400	8,995,000	350,000
Notes Payable:						
Installment Purchase Agreement	$ 222,466	$ -	$ 42,086	$ 17,851	$ 180,380	$ 54,548
Total Notes Payable	$ 222,466	$ -	$ 42,086	$ 17,851	$ 180,380	$ 54,548
Total Long-Term Debt	$ 9,757,662	399,514	$ 499,369	$ 396,633	$ 9,657,807	$ 561,135

LONG-TERM DEBT (Cont.):

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

Leases Payable:

Due Fiscal Year Ending June 30,	Principal	Interest	Total
2025	$ 156,587	$ 18,796	$ 175,383
2026	89,887	13,327	103,214
Total	$ 426,248	$ 45,929	$ 472,177

Bonds Payable:

Due Fiscal Year Ending June 30,	Principal	Interest	Total
2025	$ 350,000	$ 359,800	$ 709,800
2026	385,000	345,800	730,800
2027	425,000	330,400	755,400
2028	465,000	313,400	778,400
2029	505,000	294,800	799,800
2030 - 2034	3,245,000	1,134,000	4,379,000
2035 - 2039	3,620,000	375,000	3,995,000
Total	$ 8,995,000	$ 3,153,200	$ 12,148,200

Notes from Direct Borrowings:

Due Fiscal Year Ending June 30,	Principal	Interest	Total
2025	$ 54,548	$ 9,905	$ 64,453
2026	56,609	3,328	59,937
2027	58,748	1,189	59,937
Total	$ 169,905	$ 14,422	$ 184,327

The District has no unused lines of credit.

The District has no assets that are specifically pledged as collateral for any of the debt.

For further details on debt service, see the ‘Schedule of Long-Term Debt Transactions’ in the Other Information section of this report.

SUBSCRIPTIONS PAYABLE (Subscription-Based Information Technology Agreements)

For the year ended June 30, 2024, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization must recognize subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

As of June 30, 2024, Clatskanie School District had three active subscriptions. The subscriptions have payments that range from $176 to $10,441 and interest rates that range from 2.024% to 2.503%. As of June 30, 2024, the total combined value of the subscription liability is $1,625, and the total combined value of the short-term subscription liability is $1,625. The combined value of the right-to-use asset, as of June 30, 2024, of $18,458 with accumulated amortization of $13,054 is included within the Subscription Class activities table found below. The subscriptions had $0 of Variable Payments and $0 of Other Payments, not included in the Subscription Liability, within the Fiscal Year.

Amount of Subscription Assets by Major Classes of Underlying Asset

	As of Fiscal Year-End		
Asset Class	Subscription Asset Value	Accumulated Amortization	Asset Value, net of Accumulated Amortization
Software	$ 18,458	$ 14,054	$ 4,404
Total Subscriptions	$ 18,458	$ 14,054	$ 4,404

Principal and Interest Requirements to Maturity

	Business-Type Activities		
Fiscal Year	Principal Payments	Interest Payments	Total Payments
2025	$ 1,585	$ 40	$ 1,625
Total Principal Payments	1,585	$ 40	$ 1,625
Total Remaining Liability	$ 1,585		

PENSION PLAN:

Clatskanie School District no. 6J offers various retirement plans to qualified employees as described below.

Name of Pension Plan

Clatskanie School District no. 6J participates with other state agencies in the Oregon Public Employees Retirement System (OPERS) which is a cost-sharing multiple-employer defined benefit pension plan.

Description of Benefit Terms

Plan Benefits

OPERS is administered in accordance with Oregon Revised Statutes (ORS) Chapter 238, Chapter 238A, and Internal Revenue Code Section 401(a). The Oregon Legislature has delegated authority to the Public Employees Retirement Board (PERS Board) to administer and manage the System.

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

Pension Benefits

The OPERS retirement allowance is payable monthly for life. Members may select from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

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

During the 2019 Legislative session, Senate Bill 1049 was approved and signed into law by the governor. Under Senate Bill 1049, several components of the bill have significantly impacted the System, and the bill continues to be implemented.

1. Employer Programs Project (effective July 1, 2019): established the Employer Incentive Fund (EIF) Program, which allows eligible employers to receive matching funds if they apply and make a qualifying deposit into a side account.

2. Salary Limit Project: A new limitation on subject final average salary used for PERS benefit calculations and contributions is used to determine member IAP contributions, employer contributions to fund the pension program, and the Final Average Salary (FAS) used in calculating retirement benefits under formula methods was added, ($225,533 as of January 1, 2023). This amount is indexed annually to the Consumer Price Index (CPI).

PENSION PLAN (Cont.):

3. Work After Retirement Project (effective January 1, 2020): The 1,039-hour Work After Retirement limit for all PERS retirees is removed for calendar years 2020 through 2024. If a member retires on or after normal retirement age, starting in 2020, they can work for a PERS-covered employer and continue receiving their pension benefit (without accruing any new benefits) with no hour limitations. If a member retires earlier than normal retirement age, starting in 2020, they can work for a PERS-covered employer and continue receiving their pension benefit (without accruing any new benefits) with no hour limitations if the date of their employment is more than six months after their retirement date.

4. Member Redirect Project (effective July 1, 2020): For all currently employed Tier One/Tier Two and OPSRP members earning $3,570/month in House Bill 2906 as of June 2023), a portion of their 6 percent monthly IAP contributions will be redirected to an "Employee Pension Stability Account." The Employee Pension Stability Account will be used to pay for part of the member's future pension benefit.

   - Tier One/Tier Two members: 2.5 percent of each member's IAP contribution amount, currently contributed to the IAP, (whether paid by the member or employer) will start going into an Employee Pension Stability Account (EPSA). The remainder will continue to go to the member's existing IAP account.
   - Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full, 6 percent contribution to the IAP.

5. Member Choice Project (effective January 1, 2021): IAP accounts are currently invested in Target-Date Funds based on a member's birth year. Beginning in 2021, members may choose to invest their IAP balance in a fund that is more reflective of their risk tolerance than the default based on their age.

6. Additionally, the Legislature directed the PERS Board to enact a one-time re-amortization of Tier 1/Tier 2 UAL over 22 years. This means that, effective with the December 31, 2019, rate-setting valuation, the entire unamortized Tier 1/Tier 2 UAL for each rate pool and independent employer will be re-amortized over a 22 year period as a level percentage of projected future payroll.

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

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

Disability Benefits
A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including OPERS judge members) for disability benefits regardless of the length of OPERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

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 adjustments (COLA). The COLA is capped at 2.0.

PENSION PLAN (Cont.):

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

Pension Benefits

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

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

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

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

During the 2019 Legislative session, Senate Bill 1049 was approved and signed into law by the governor. Under Senate Bill 1049, several components of the bill have significantly impacted the System, and the bill continues to be implemented.

1. Employer Programs Project (effective July 1, 2019): established the Employer Incentive Fund (EIF) Program, which allows eligible employers to receive matching funds if they apply and make a qualifying deposit into a side account.

2. Salary Limit Project: A new limitation on subject final average salary used for PERS benefit calculations and contributions is used to determine member IAP contributions, employer contributions to fund the pension program, and the Final Average Salary (FAS) used in calculating retirement benefits under formula methods was added ($225,533 as of January 1, 2023). This amount will be indexed annually to the Consumer Price Index (CPI).

3. Work After Retirement Project (effective January 1, 2020): The 1,039-hour Work After Retirement limit for all PERS retirees is removed for calendar years 2020 through 2024. If a member retires on or after normal retirement age, starting in 2020, they can work for a PERS-covered employer and continue receiving their pension benefit (without accruing any new benefits) with no hour limitations. If a member retires earlier than normal retirement age, starting in 2020, they can work for a PERS-covered employer and continue receiving their pension benefit (without accruing any new benefits) with no hour limitations if the date of their employment is more than six months after their retirement date.

4. Member Redirect Project (effective July 1, 2020): For all currently employed Tier One/Tier Two and OPSRP members earning $3,570/month in House Bill 2906 as of June 2023), a portion of their 6 percent monthly IAP contributions will be redirected to an “Employee Pension Stability Account.” The Employee Pension Stability Account will be used to pay for part of the member’s future pension benefit.

    - OPSRP members: 0.75 percent of each member’s contribution, currently contributed to the IAP, (whether paid by the member or employer) will start going into their EPSA. The remaining 5.25 percent of the members’ contribution will continue to go to the member’s existing IAP account.

    - Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full, 6 percent contribution to the IAP.

PENSION PLAN (Cont.):

5. Member Choice Project (effective January 1, 2021): IAP accounts are currently invested in Target-Date Funds based on a member's birth year. Beginning in 2021, members may choose to invest their IAP balance in a fund that is more reflective of their risk tolerance than the default based on their age.

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.

3. Individual Account Program (IAP).

Benefit Terms

The IAP is an individual account-based program under the PERS tax-qualified governmental plan as defined under ORS 238A.400.

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

Upon retirement, a member of the 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.

Death Benefits

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

Recordkeeping

OPERS contracts with VOYA Financial to maintain IAP participant records.

4. Postemployment Healthcare Benefits.

ORS 238.420 established the Retirement Health Insurance Account (RHIA) and authorizes a payment of up to $60 from RHIA toward the monthly cost of health insurance for eligible PERS members. RHIA is a cost-sharing, multiple-employer OPEB plan for 897 participating employers. The plan was closed to new entrants hired on or after August 29, 2003.

To be eligible to receive this monthly payment toward the premium costs, 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.

PENSION PLAN (Cont.):

Description of Funding and Contributions for PERS Benefit Plans

OPERS' funding policy provides for periodic member and employer contributions at rates established by the Public Employees Retirement Board, subject to limits set in statute. Contributions for employers are recognized on the accrual basis of accounting. Employer contributions to OPERS are calculated based on creditable compensation for active members reported by employers. The rates established for member and employer contributions were approved based on the recommendations of the System's third-party actuary. The contribution rate for every employer has at least two major components; Normal Cost Rate and Unfunded Actuarial Liability (UAL) Rate.

The District's employer contributions for the year ended June 30, 2024 were $1,875,210 excluding amounts to fund employer specific liabilities.

The contribution rates in effect for the period July 1, 2023 to June 30, 2025 are: Tier1/Tier2 – 27.87%, and OPSRP General Service – 25.03%.

Member Contributions
Beginning January 1, 2004, all member contributions, except for contributions by judge members, were placed in the OPSRP Individual Account Program (IAP). Prior to that date, all member contributions were credited to the Defined Benefit Pension Plan. Member contributions are set by statute at 6.0 salary and are remitted by participating employers. The contributions are either deducted from member salaries or paid by the employers on the members' behalf.

During FY 2023-2024, approximately $42,751 in employee IAP contributions were paid or picked up by the District.

Employer 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. This funding policy applies to the PERS Defined Benefit Plan and OPEB (Other Post Employment Benefit) Plans. Employer contribution rates during the period were based on the December 31, 2019, actuarial valuation, which became effective July 1, 2021. The state of Oregon and certain schools, community colleges, and political subdivisions have made supplemental unfunded actuarial liability payments, and their rates have been reduced. Effective January 1, 2020, Senate Bill 1049 required employers to pay contributions on re-employed PERS retirees' salary as if they were an active member, excluding IAP (6%) contributions. Re-employed retirees do not accrue additional benefits while they work after retirement.

For **Oregon PERS Defined Benefit Plans**, Effective July 1, 2021, the contribution rate for State Agencies was 20.36%, the State and Local Government Rate Pool 28.08%, Schools 27.54%, Cities 28.64%, and Judiciary 24.56% of PERS-covered salaries.

For **Oregon PERS OPSRP Pension Program**, all OPERS employers with OPSRP Pension Program members are actuarially pooled and share the same contribution rate. The employer rates effective July 1, 2021, through June 20, 2023, are 10.33% for General Service employees, and 14.69% for Police and Fire employees of covered salaries. Each of these rates includes a component related to disability benefits for General Service and Police and Fire members.

Members of OPSRP are required to contribute 6.0% of their salary covered under the plan which is invested in the IAP. For employees in Tier One / Tier two, the Employer makes this contribution on behalf of its members.

For **Oregon PERS Postemployment Benefit Plans**, for the fiscal year ended June 30, 2023, PERS employers contributed 0.05% of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits. No UAL rate was assigned for the RHIA program as it was funded at over 100% as of December 31, 2019. These rates were based on the December 31, 2019, actuarial valuation.

PENSION PLAN (Cont.):

Employer contributions are advance-funded on an actuarially determined basis. There is no inflation assumption for RHIA postemployment benefits because the payment amount is set by statute and is not adjusted for increases in healthcare costs.

For OPSRP Pension Program, all OPERS employers with OPSRP Pension Program members are actuarially pooled and share the same contribution rate. Each of these rates includes a component related to disability benefits for General Service and Police and Fire members.

Pension Plan CAFR/ ACFR

Oregon PERS produces an independently audited ACFR which can be found at:
www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf

Actuarial Valuations

The employer contribution rates effective July 1, 2023, through June 30, 2025, were set using the Entry Age Normal actuarial cost method.

For the Tier One/Tier Two component of the OPERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years by ongoing Board policy. However, upon passage of Senate Bill 1049, the Legislature directed the PERS Board to enact a one-time re-amortization of Tier 1/Tier 2 UAL over 22 years. This means that, effective with the December 31, 2019, rate-setting valuation, the entire unamortized Tier 1/Tier 2 UAL for each rate pool and independent employer will be re-amortized over a 22-year period as a level percentage of projected future payroll.

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

For the Postemployment Healthcare component, the RHIA plan fiduciary net position balance represents the program's accumulation of employer contributions and investment earnings less premium subsidies and administrative expenses. No UAL rate was assigned for the RHIA program as it was funded over 100% as of December 31, 2019. Typically, PERS employers contribute an actuarially determined percent of all PERS-covered salaries to amortize the unfunded actuarial accrued liability over a fixed period with new unfunded actuarial accrued liabilities being amortized over 10 years.

PENSION PLAN (Cont.):

Actuarial Methods and Assumptions Used in Developing Total Pension Liability

Actuarial Methods and Assumptions Used in Developing Total Pension Liability:	
Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience Study	2020, published July 20, 2021
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Cost of living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service.
Mortality	**Healthy retirees and beneficiaries:** Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. **Active members:** Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. **Disabled retirees:** Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2020 Experience Study which reviewed experience for the four-year period ending on July 20, 2021.

Discount Rate

The discount rate used to measure the total pension liability was 6.90 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

PENSION PLAN (Cont.):

Depletion Date Projection

GASB 67 generally requires that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 67 will often require that the actuary perform complex projections of future benefit payments and pension plan investments. GASB 67 (paragraph 43) does allow for alternative evaluations of projected solvency if such an evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for OPERS:

- OPERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.

- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.

- GASB 67 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is our independent actuary's opinion that the detailed depletion date projections outlined in GASB 67 would clearly indicate that the Fiduciary Net Position is always projected to be sufficient to cover benefit payments and administrative expenses.

OIC Target and Actual Investment Allocation as of June 30, 2023

Asset Class/Strategy	OIC Policy Range			OIC Target Allocation	Asset Class/Strategy	Actual Allocation[2]
Debt Securities	22.0%	-	30.0%	25.0%	Debt Securities	20.0%
Public Equity	22.5%	-	32.5%	27.5%	Public Equity	23.3%
Real Estate	9.0%	-	16.5%	12.5%	Real estate	13.6%
Private Equity	17.5%	-	27.5%	20.0%	Private Equity	26.5%
Real Assets	2.5%	-	10.0%	7.5%	Real Assets	9.1%
Diversifying Strategies	2.5%	-	10.0%	7.5%	Diversifying Strategies	5.0%
Opportunity Portfolio[1]	0.0%	-	5.0%	0.0%	Opportunity Portfolio	2.5%
Total				100%	Total	100%

[1]Opportunity Portfolio is an investment strategy. Up to 5% of total Fund assets may be invested in it.

[2]The target allocation of Debt Securities is increased by 5% and Public Equity is reduced by 2.5% from FY2022, and the allocation to Risk Parity is eliminated.

PENSION PLAN (Cont.):

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 the Oregon PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below.

Long Term Expected Rate of Return[1] Asset Class	Target Allocation	Annual Arithmetic Return[2]	20-Year Annualized Geometric Mean	Annual Standard Deviation
Global Equity	27.50%	8.57%	7.07%	17.99%
Private Equity	25.50%	12.89%	8.83%	30.00%
Core Fixed Income	25.00%	4.59%	4.50%	4.22%
Real Estate	12.25%	6.90%	5.83%	15.13%
Master Limited Partnerships	0.75%	9.41%	6.02%	27.04%
Infrastructure	1.50%	7.88%	6.51%	17.11%
Hedge Fund of Funds - Multistrategy	1.25%	6.81%	6.27%	9.04%
Hedge Fund Equity - Hedge	0.63%	7.39%	6.48%	12.04%
Hedge Fund - Macro	5.62%	5.44%	4.83%	7.49%
Assumed Inflation - Mean			**2.35%**	**1.41%**

[1]Based on the Oregon Investment Council's (OIC) Statement of Investment Objectives and Policy Framework for the Oregon Public Employees Retirement Fund, including revisions adopted at the OIC meeting on January 25, 2023.

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

Sensitivity Analysis

The following presents the employer's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate:

	1% Decrease 5.90%	Discount Rate 6.90%	1% Increase 7.90%
Employer's proportionate share of the net pension liability	$ 16,824,735	$ 10,185,625	$ 4,629,394

Changes Since Last Valuation

A summary of key changes implemented after the December 31, 2021, valuation, which was used in the 2023 PERS ACFR. Changes are described briefly below. Additional detail and a comprehensive list of changes in methods and assumptions can be found in the 2020 Experience Study for the System, which was published on July 20, 2021, which can be found at: 2020-Experience-Study.pdf (oregon.gov)

PENSION PLAN (Cont.):

Changes in Actuarial Methods and Allocation Procedures

An adjustment was added to the side account amortization calculations and Pre-SLGRP liability and surplus calculations to reflect the delay between when a rate is calculated and when it takes effect.

The timing of the amortization period for Pre-SLGRP liabilities and surpluses for SLGRP employers was revised to align the biennial rate-setting cycle.

Changes in Assumptions

The merit/longevity component assumption of individual member salary increases were updated for all groups, including adding a select assumption of an additional 2% for all members for two years.

The mortality improvement projection scale applied to all groups is based on 60-year unisex average mortality improvements by age. The assumption was updated to reflect the most recent publicly available data at the time of the latest experience study.

Termination, disability, and retirement rates were updated for some groups to more closely match observed and anticipated future experience.

Assumptions for unused sick leave and vacation pay were updated.

PENSION PLAN (Cont.):

Mortality Rates

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

Assumption	Recommended December 31, 2020 and 2021 Valuations	Recommended December 31, 2022 and 2023 Valuations
Healthy Annuitant Mortality	**Pub-2010 Healthy Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**	**Pub-2010 Healthy Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**
School District male	Blend 80% Teachers and 20% General Employees, no set back	No change
Other General Service male (and male beneficiary)	General Employees, set back 12 months	No change
Police & Fire male	Public Safety, no set back	No change
School District female	Teachers, no set back	No change
Other female (and female beneficiary)	General Employees, no set back	No change
Police & Fire female	Public Safety, set back 12 months	No change
Disabled Retiree Mortality	**Pub-2010 Disabled Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**	**Pub-2010 Disabled Retiree, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**
Police & Fire male	Blended 50% Public Safety, 50% Non-Safety, no set back	No change
Other General Service male	Non-Safety, set forward 24 months	No change
Police & Fire female	Blended 50% Public Safety, 50% Non-Safety, no set back	No change
Other General Service female	Non-Safety, set forward 12 months	No change
Non-Annuitant Mortality	**Pub-2010 Employee, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**	**Pub-2010 Employee, Sex Distinct, Generational Projection with Unisex Social Security Data Scale**
School District male	125% of same table and set back as Non-Disabled Annuitant assumption	No change
Other General Service male	115% of same table and set back as Non-Disabled Annuitant assumption	No change
Police & Fire male	100% of same table and set back as Non-Disabled Annuitant assumption	125% of same table and set back as Non-Disabled Annuitant assumption
School District female	100% of same table and set back as Non-Disabled Annuitant assumption	No change
Other General Service female	125% of same table and set back as Non-Disabled Annuitant assumption	No change
Police & Fire female	100% of same table and set back as Non-Disabled Annuitant assumption	No change

PENSION PLAN (Cont.):

Changes Subsequent to the Measurement Date

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

Deferred Items

Deferred items are calculated at the system-wide level and are allocated to employers based on their proportionate share. For the measurement period ending June 30, 2023, employers will report the following deferred items:

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

Employer Contributions

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

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

Elements of Changes in Net Position

This information can be found in the Schedule of Changes in Net Pension Liability found on page 96, of the June 30, 2023, Oregon PERS ACFR. www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf

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

On June 30, 2024, the employer reported a liability of $10,185,625 for its proportionate share of the net pension liability. The net pension liability/(asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on a projection of the employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

PENSION PLAN (Cont.):

On June 30, 2023, the employer's proportion was 0.05437935%.

For the year ended June 30, 2024, the employer recognized pension expense of $1,720,880. As of June 30, 2023, the employer reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 498,108	$ 40,387
Changes of assumptions	904,831	6,746
Net difference between projected and actual earnings on investments	183,077	-
Changes in proportionate share	398,748	294,902
Differences between employer contributions and employer's proportionate share of system contributions	350,096	530,067
Total Deferred Outflows/Inflows	$ 2,334,860	$ 872,102
Post-measurement date contributions	1,875,210	N/A
Total Deferred Outflow/(Inflow) of Resources	$ 4,210,070	$ 872,102
Net Deferred Outflow/(Inflow) of Resources prior to post-measurement date contributions		1,462,758

Contributions of $1,875,210 for PERS and IAP defined benefits, were made subsequent to the measurement date, but prior to the end of the District's reporting period. These contributions, which are reported as deferred outflows of resources related to pensions, will be included as a reduction of the net pension liability in the next fiscal year.

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

Employer subsequent fiscal years	Deferred Outflow/(Inflow) of Resources (prior to post-measurement date contributions)
1st Fiscal Year	$ 132,883
2nd Fiscal Year	(217,981)
3rd Fiscal Year	1,094,864
4th Fiscal Year	399,652
5th Fiscal Year	53,340
Total	$ 1,462,758

Net Pension Liability

Net pension liabilities are calculated at the system-wide level and are allocated to employers based on their proportionate share. UAL Side Accounts are included as assets in this calculation. The rate setting actuarial valuation will continue to allocate the UAL Side Account, transitional or pre-SLGRP liabilities or surpluses as adjustments to the respective employers.

OTHER POST-EMPLOYMENT BENEFITS (OPEB) RHIA:

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

Plan Description

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

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

Employer contributions are advance-funded on an actuarially determined basis. There is no inflation assumption for RHIA postemployment benefits because the payment amount is set by statute and is not adjusted for increases in healthcare costs.

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

Funding Policy

Participating employers are contractually required to contribute at a rate assessed bi-annually by the OPERB. For the fiscal year ended June 30, 2023, PERS employers contributed 0.05% of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits. No unfunded actuarial liability (UAL) rate was assigned for the RHIA program as it was funded over 100% as of December 31, 2019. Typically, PERS employers contribute an actuarially determined percent of all PERS-covered salaries to amortize the unfunded actuarial accrued liability over a fixed period with new unfunded actuarial accrued liabilities being amortized over 10 years. These rates were based on the December 31, 2019, actuarial valuation.

Contributions

The District's contributions to OPERS' RHIA for the years ended June 30, 2024, 2023, and 2022 were $6, $552, and $471 respectively, which equaled the required contributions for the year.

Actuarial Methods and Assumptions Used in Developing Total (OPEB) RHIA Liability

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost Sharing Multiple Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2023. That independently audited report was dated December 1, 2023, and can be found at:
www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf

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

Actuarial Methods and Assumptions - OPEB Plans - RHIA	
	RHIA
Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience Study	2020, published July 20, 2021
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Retiree healthcare participation	Healthy retirees: 27.5% Disabled retirees: 15%
Healthcare cost trend rate	Not applicable
Mortality	**Healthy retirees and beneficiaries:** Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. **Active members:** Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. **Disabled retirees:** Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2020 Experience Study which is reviewed for the four-year period ending July 20, 2021.

Discount Rate

The discount rate used to measure the total OPEB liability was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. Table 31 on page 92 shows Milliman's assumptions for each of the asset classes in which the plans were invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown on page 74. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. For more information on the Plan's portfolio, assumed asset allocation, and the long-term expected rate of return for each major class, calculated using both arithmetic and geometric means, see Pension Plan note disclosure above or the PERS' audited financial statements at:
www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf

Sensitivity Analysis

The following presents the employer's proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 6.90 percent, as well as what the employer's proportionate share of the OPEB liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate:

	1% Decrease 5.90%	Discount Rate 6.90%	1% Increase 7.90%
Employer's proportionate share of the net OPEB liability	$ (93,187)	$ (102,516)	$ (110,520)

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

On June 30, 2024, the District reported a net OPEB RHIA liability/(asset) of $(102,516) for its proportionate share of the net OPEB RHIA liability/(asset). The OPEB liability/(asset) was measured as of June 30, 2023, and the total OPEB RHIA liability/(asset) used to calculate the net OPEB RHIA liability/(asset) was determined by an actuarial valuation as of December 31, 2021. Consistent with GASB Statement No. 75, paragraph 59(a), The District's proportion of the net OPEB RHIA liability/(asset) is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement date of June 30, 2023, the District's proportion was 0.02799718 percent. OPEB RHIA expense/(income) recorded for the year ended June 30, 2024, was $(15,503).

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

On June 30, 2024, the employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 2,574
Changes of assumptions	-	1,105
Net difference between projected and actual earnings on investments	291	-
Changes in proportionate share	781	15,524
Total Deferred Outflows/Inflows	$ 1,072	$ 19,203
Post-measurement date contributions	6	N/A
Total Deferred Outflow/(Inflow) of Resources	$ 1,078	$ 19,203
Net Deferred Outflow/(Inflow) of Resources prior to post-measurement date contributions		(18,131)

Contributions of $6 were made subsequent to the measurement date, but prior to the end of the District's reporting.

period. These contributions, which are reported as deferred outflows of resources related to OPEB, will be included as a reduction of the net OPEB liability in the next fiscal year.

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

Employer subsequent fiscal years	Deferred Outflow/(Inflow) of Resources (prior to post-measurement date contributions)
1st Fiscal Year	$ (15,842)
2nd Fiscal Year	(7,437)
3rd Fiscal Year	3,789
4th Fiscal Year	1,359
Total	$ (18,131)

Changes Subsequent to the Measurement Date

We are not aware of any changes subsequent to the June 30, 2023, Measurement Date that meet this requirement and thus require a brief description under the GASB standard.

OTHER POST-EMPLOYMENT BENEFITS (OPEB) OEBB:

OEBB Health Insurance Subsidy

Plan Description

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

Funding Policy

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

At June 30, 2024, the District reported an estimated net OPEB OEBB liability/(asset) of $390,430 for its proportionate share of the net OPEB liability/(asset). The OPEB OEBB liability/(asset) was measured as of June 30, 2023, and the total OPEB OEBB liability/(asset) used to calculate the net OPEB OEBB liability/(asset) was determined by an actuarial valuation as of December 31, 2021. Consistent with GASB Statement No. 75, paragraph 59(a), The District’s proportion of the net OPEB OEBB liability/(asset) is determined by comparing the employer’s actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. Based on the measurement date of June 30, 2023, the District’s estimated OPEB OEBB expense/(income) for the year ended June 30, 2024, was $24,408.

Actuarial Methods and Assumptions

The District engaged an actuary to perform an evaluation as of July 1, 2023, using entry age normal Actuarial Cost Method. The assumptions are generally based upon those used for valuing pension benefits under Oregon PERS and were developed in consultation with Milliman. The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date:

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

Discount Rate	3.54%	3.65%	3.93%
Other Key Actuarial Assumptions and Methods			
Valuation date	July 1, 2021	July 1, 2023	July 1, 2023
Measurement date	June 30, 2022	June 30, 2023	June 30, 2024
Inflation	2.40%	2.40%	2.40%
Salary increases	3.40%	3.40%	3.40%
Withdrawal, retirement, and mortality rates	12/31/2020 Oregon PERS valuation	12/31/2022 Oregon PERS valuation	12/31/2022 Oregon PERS valuation
Election and Lapse Rates	40% of eligible employees, 60% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate	35% of eligible employees, 50% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate	35% of eligible employees, 50% of male members and 35% of females members will elect spouse coverage 5% annual lapse rate
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal

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

The Discount Rate

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

Mortality rates were based on the Pub-2010 Healthy Retiree tables. The Mortality Table reflects recent rates developed by the Society of Actuaries.

Demographic assumptions regarding retirement, mortality, and turnover are based on Oregon PERS valuation assumptions as of December 31,2022. Election rate and lapse assumptions are based on experience implied by valuation data for this and other Oregon public employers.

Starting per capita costs are based on premium rates. The same rates are charged for actives and pre-Medicare retirees. When an employer provides benefits to both active employees and retirees through the same plan, the benefits to retirees should be segregated and measured independently for actuarial measurement purposes. The projection of future retiree benefits should be based on claims costs, or age-adjusted premiums approximating claims costs, for retirees, in accordance with actuarial standards issued by the Actuarial Standards Board. As such, premiums were estimated for pre-Medicare retirees based on average ages and assumptions on the relationship between costs and increasing age (Morbidity).

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

Sensitivity Analysis

The following presents the total OPEB liability of the Plan, calculated using the disclosure discount rate as well as what the Plan's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or 1 percentage point higher than the current rate. A similar sensitivity analysis is then presented for changes in the healthcare cost trend assumption.

	1% Decrease 2.65%	Discount Rate 3.65%	1% Increase 4.65%
Total OPEB liability from Implicit Rate Subsidy	$ 432,439	$ 390,430	$ 353,293

Trend Rate	1% Decrease	Trend Rate	1% Increase
Total OPEB liability from Implicit Rate Subsidy	$ 336,552	$ 390,430	$ 456,501

Participation

The following table represents the number of the District's covered participants:

As of Valuation Date	**July 1, 2023**
Active Employees	120
Eligible Retirees	6
Spouses of Ineligible Retirees	0
Total Participants	126

Changes in Net (OPEB) OEBB Liability

Changes in Total OPEB Liability June 30, 2023 to June 30, 2024	Increase (Decrease) Total OPEB Liability
Balance per actuarial as of June 30, 2023	**$ 453,128**
Changes for the year:	
Service Cost	60,057
Interest	17,629
Effect of economic/ demographic gains or losses	(73,391)
Changes in assumptions or other inputs	(36,341)
Benefit payments	(30,652)
Net OPEB Liability per actuarial at June 30, 2024	**$ 390,430**

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

Components of (OPEB) OEBB Expense

OPEB Expense	July 1, 2023 to June 30, 2024
Service cost	$ 60,057
Interest on total OPEB liability	17,629
Recognition of Deferred (Inflows)/Outflows of Resources	
Recognition of economic/demographic (gains) or losses	(30,825)
Recognition of assumption changes	(18,453)
OPEB Expense	$ 28,408

Schedule of Deferred Inflows and Outflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 136,911
Changes of assumptions or inputs	16,672	102,488
Total Deferred Outflows/Inflows (prior to post-measurement date contributions)	$ 16,672	$ 239,399
Net Deferred Outflow/(Inflow) of Resources prior to post-measurement date contributions		(222,727)

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

Employer subsequent fiscal years	Deferred Outflow/(Inflow) of Resources (prior to post-measurement date contributions)
1st Fiscal Year	$ (48,938)
2nd Fiscal Year	(45,724)
3rd Fiscal Year	(38,538)
4th Fiscal Year	(31,480)
5th Fiscal Year	(25,857)
Thereafter	(32,190)
Total	$ (222,727)

Changes Subsequent to the Measurement Date

We are not aware of any changes subsequent to the June 30, 2023, Measurement Date that meet this requirement and thus require a brief description under the GASB standard.

CONTINGENT LIABILITIES:

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

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

RISK MANAGEMENT:

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

The District carries commercial insurance for all other losses, including workers' compensation and employee health and accident insurance. Premiums to the health insurance company are paid through a combination of employer contributions and payroll withholdings for eligible employees.

The District came under the State Unemployment Act as of July 1, 1974. The District has elected to pay State Unemployment Insurance to the State of Oregon to pay for any claims paid to former employees.

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

INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS:

Interfund receivables and payables, reported in the financial statements as due from other funds and due to other funds for the year ended June 30, 2024, were as follows: None.

Interfund transfers for the year ended June 30, 2024, were as follows:

Fund	Transfers Out	Transfers In
General Fund #100	$ 209,972	$ -
Special Revenue Fund #200	-	150,547
Debt Service Fund #300	-	59,425
Total	$ 209,972	$ 209,972

The transfer out of the General Fund to the Special Revenue Fund and Debt Service Fund was made to provide funds for operational purposes, and the repayment of capital leases and other long-term debt not provided by taxes and other services provided.

EXPENDITURE OVER APPROPRIATIONS

During the Fiscal year ended June 30, 2024, the District had expenditures over budgeted appropriations in one fund:

- Special Revenue Fund – Instruction: $34,706 over budget.

REQUIRED SUPPLEMENTARY INFORMATION

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

GENERAL FUND

For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts (Budgetary Basis) (See Note 1)	Variance with Final Budget Over (Under)
REVENUES:				
Taxes	$ 5,295,400	$ 5,295,400	$ 6,670,669	$ 1,375,269
Tuition Charges	400	400	2,448	2,048
Earnings on Investments	140,000	140,000	246,267	106,267
Fees and Charges	24,500	24,500	25,951	1,451
Miscellaneous Revenue	152,259	152,259	100,111	(52,148)
Intermediate Government Aid	154,444	154,444	43,345	(111,099)
State Aid	4,962,384	4,962,384	3,324,728	(1,637,656)
Total Revenues	**10,729,387**	**10,729,387**	**10,413,519**	**(315,868)**
EXPENDITURES:				
Instruction	6,206,168	6,206,168	5,524,472	(681,696)
Support Services	5,085,108	5,085,108	4,541,034	(544,074)
Contingency	458,837	458,837	-	(458,837)
Total Expenditures	**11,750,113**	**11,750,113**	**10,065,506**	**(1,684,607)**
Excess (Deficiency) of Revenues Over Expenditures	(1,020,726)	(1,020,726)	348,013	1,368,739
OTHER FINANCING SOURCES (USES):				
Interfund Transfers Out	(74,426)	(74,426)	(209,972)	(135,546)
Total Other Financing Sources (Uses)	**(74,426)**	**(74,426)**	**(209,972)**	**(135,546)**
Net Change in Fund Balance	(1,095,152)	(1,095,152)	138,041	1,233,193
Beginning Fund Balance	1,095,152	1,095,152	686,897	(408,255)
Ending Fund Balance	**$ -**	**$ -**	**$ 824,938**	**$ 824,938**

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

Special Revenue Fund #200

For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Over
	Original	Final	(See Note 1)	(Under)
REVENUES:				
Fees and Charges	$ 99,440	$ 99,440	$ 120,958	$ 21,518
Miscellaneous Revenue	442,750	442,750	513,537	70,787
Intermediate Government Aid	-	-	43,334	43,334
State Aid	1,704,159	1,704,159	1,257,706	(446,453)
Federal Aid	970,177	970,177	1,377,358	407,181
Total Revenues	**3,216,526**	**3,216,526**	**3,312,893**	**96,367**
EXPENDITURES:				
Instruction	2,303,891	2,303,891	2,338,597	34,706
Support Services	414,147	414,147	322,481	(91,666)
Enterprise and Community Services	452,929	452,929	429,244	(23,685)
Facilities Acquisition and Constructic	134,210	134,210	130,776	(3,434)
Contingency	940,478	940,478	-	(940,478)
Total Expenditures	**4,245,655**	**4,245,655**	**3,221,098**	**(1,024,557)**
Excess (Deficiency) of Revenues Over Expenditures	(1,029,129)	(1,029,129)	91,795	1,120,924
OTHER FINANCING SOURCES (USES):				
Interfund Transfers In	138,245	138,245	150,547	12,302
Interfund Transfers Out	(123,245)	(123,245)	-	123,245
Total Other Financing Sources (Uses)	15,000	15,000	150,547	135,547
Net Change in Fund Balance	(1,014,129)	(1,014,129)	242,342	1,256,471
Beginning Fund Balance	1,014,129	1,014,129	956,419	(57,710)
Ending Fund Balance	**$ -**	**$ -**	**$ 1,198,761**	**$ 1,198,761**

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

PERS

Last 10 Fiscal Years*

Fiscal Year Ended June 30,[1]	Measurement Date	(a) Employer's proportion of the net pension liability (asset)	(b) Employer's proportionate share of the net pension liability (asset)	(c) Employer's covered payroll as of Measurement Date	(b/c) Employer's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	June 30, 2023	0.05437935%	$ 10,185,625	$ 6,044,466	168.51%	81.7%
2023	June 30, 2022	0.05363157%	8,212,069	5,344,426	153.66%	84.5%
2022	June 30, 2021	0.05215186%	6,240,742	4,724,463	132.09%	87.6%
2021	June 30, 2020	0.05041284%	11,001,816	4,731,663	232.51%	75.8%
2020	June 30, 2019	0.05871171%	10,155,720	4,687,509	216.65%	80.2%
2019	June 30, 2018	0.05498179%	8,329,017	3,974,980	209.54%	82.1%
2018	June 30, 2017	0.05697926%	7,680,826	3,705,226	207.30%	83.1%
2017	June 30, 2016	0.06317554%	9,484,115	4,018,077	236.04%	80.5%
2016	June 30, 2015	0.07743851%	4,446,102	4,066,082	109.35%	91.9%

[1]Measurement date is one year in arrears.

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF EMPLOYER CONTRIBUTIONS
PERS
Last 10 Fiscal Years*

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) Employer's covered payroll	(b/c) Contributions as a percent of covered payroll
2024	$ 1,875,210	$ 1,875,210	$ -	$ 5,820,069	32.22%
2023	1,910,475	1,910,475	-	6,044,466	31.61%
2022	1,656,510	1,656,510	-	5,344,426	31.00%
2021	1,610,972	1,610,972	-	4,724,463	34.10%
2020	1,561,717	1,561,717	-	4,731,663	33.01%
2019	1,264,201	1,264,201	-	4,687,509	26.97%
2018	1,238,051	1,238,051	-	3,974,980	31.15%
2017	1,002,903	1,002,903	-	3,705,226	27.07%
2016	930,397	930,397	-	4,018,077	23.16%
2015	995,060	995,060	-	4,066,082	24.47%

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
OPEB RHIA
Last 10 Fiscal Years*

Fiscal Year Ended June 30,[1]	Measurement Date	(a) Employer's proportion of the net OPEB liability (asset)	(b) Employer's proportionate share of the net OPEB liability (asset)	(c) Employer's covered payroll as of Measurement Date	(b/c) Employer's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2024	June 30, 2023	0.02799718%	$ (102,516)	$ 6,044,466	-1.70%	201.6%
2023	June 30, 2022	0.01912407%	(67,955)	5,344,426	-1.27%	194.6%
2022	June 30, 2021	0.02066272%	(70,956)	4,724,463	-1.50%	183.9%
2021	June 30, 2020	0.03401325%	(69,305)	4,731,663	-1.46%	150.1%
2020	June 30, 2019	0.03973319%	(76,779)	4,687,509	-1.64%	144.4%
2019	June 30, 2018	0.04059332%	(45,313)	3,974,980	-1.14%	124.0%
2018	June 30, 2017	0.03823248%	(15,956)	3,705,226	-0.43%	124.0%
2017	June 30, 2016	0.03764381%	10,223	4,018,077	0.25%	124.0%

[1]Measurement date is one year in arrears.

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF EMPLOYER CONTRIBUTIONS

OPEB RHIA

Last 10 Fiscal Years*

Year Ended June 30,	(a) Contractually required contribution	(b) Contributions in relation to the contractually required contribution	(a-b) Contribution deficiency (excess)	(c) Employer's covered payroll	(b/c) Contributions as a percent of covered payroll
2024	$ 6	$ 6	$ -	$ 5,820,069	0.00%
2023	552	552	-	6,044,466	0.01%
2022	471	471	-	5,344,426	0.01%
2021	553	553	-	4,724,463	0.01%
2020	2,429	2,429	-	4,731,663	0.05%
2019	19,693	19,693	-	4,687,509	0.42%
2018	19,655	19,655	-	3,974,980	0.49%
2017	19,405	19,405	-	3,705,226	0.52%
2016	18,030	18,030	-	4,018,077	0.45%
2015	20,133	20,133	-	4,066,082	0.50%

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

OREGON EDUCATORS BENEFIT BOARD

Last 10 Fiscal Years*

	2024	2024	2022	2021	2020	2019
Total OPEB Liability						
Service cost	$ 60,057	$ 66,853	$ 68,219	$ 60,180	$ 56,112	$ 55,286
Interest on total OPEB liability	17,629	10,906	12,322	16,259	20,843	19,647
Effect of economic/demographic gains or (losses)	(73,391)	-	(64,111)	35,200	(100,406)	-
Effect of assumption changes or inputs	(36,341)	(50,896)	(39,458)	-	(12,465)	(10,993)
Benefit payments	(30,652)	(23,460)	(33,007)	(20,323)	(63,610)	(86,214)
Net change in total OPEB liability *	(62,698)	3,403	(56,035)	91,316	(99,526)	(22,274)
Total OPEB liability, beginning	453,128	449,725	505,760	414,444	513,970	536,244
Total OPEB liability, ending (a) *	390,430	453,128	449,725	505,760	414,444	513,970
Covered payroll	$ 6,044,466	$ 5,344,426	$ 4,724,463	$ 4,731,663	$ 4,687,509	$ 3,974,980
Total OPEB liability as a % of covered payroll **	6.5%	8.5%	9.5%	10.7%	8.8%	12.9%

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

* *Totals may not agree due to rounding.*

SUPPLEMENTARY INFORMATION

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

Debt Service Fund #300

For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Over
	Original	Final	(See Note 1)	(Under)
REVENUES:				
Taxes	$ 713,400	$ 713,400	$ 793,781	$ 80,381
Intermediate Government Aid	-	-	604	604
Total Revenues	**713,400**	**713,400**	**794,385**	**80,985**
EXPENDITURES:				
Debt Service	773,337	773,337	773,337	-
Total Expenditures	**773,337**	**773,337**	**773,337**	**-**
Excess (Deficiency) of Revenues Over Expenditures	(59,937)	(59,937)	21,048	80,985
OTHER FINANCING SOURCES (USES):				
Interfund Transfers In	59,426	59,426	59,425	(1)
Total Other Financing Sources (Uses)	59,426	59,426	59,425	(1)
Net Change in Fund Balance	(511)	(511)	80,473	80,984
Beginning Fund Balance	511	511	9,909	9,398
Ending Fund Balance	**$ -**	**$ -**	**$ 90,382**	**$ 90,382**

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

Capital Projects Fund #400

For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Over
	Original	Final	(See Note 1)	(Under)
REVENUES:				
Earnings on Investments	$ 24,900	$ 24,900	$ 73,786	$ 48,886
Miscellaneous Revenue	-	-	91,310	91,310
State Aid	2,182,945	2,182,945	361,969	(1,820,976)
Total Revenues	**2,207,845**	**2,207,845**	**527,065**	**(1,680,780)**
EXPENDITURES:				
Support Services	219,528	219,528	38,681	(180,847)
Facilities Acquisition and Construction	7,197,945	7,197,945	5,424,635	(1,773,310)
Contingency	50,000	50,000	-	(50,000)
Total Expenditures	**7,467,473**	**7,467,473**	**5,463,316**	**(2,004,157)**
Net Change in Fund Balance	(5,259,628)	(5,259,628)	(4,936,251)	323,377
Beginning Fund Balance	5,259,628	5,259,628	5,394,963	135,335
Ending Fund Balance	**$ -**	**$ -**	**$ 458,712**	**$ 458,712**

CLATSKANIE SCHOOL DISTRICT NO. 6J

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

Trust and Agency #700

For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Over
	Original	Final	(See Note 1)	(Under)
Beginning Fund Balance	-	-	(96)	(96)
Ending Fund Balance	**$ -**	**$ -**	**$ (96)**	**$ (96)**

OTHER
INFORMATION

Additional Supporting Schedules

CLATSKANIE SCHOOL DISTRICT NO. 6J
SCHEDULE OF LONG-TERM DEBT TRANSACTIONS
For the Fiscal Year Ended June 30, 2024

Installment Purchase Agreement

On June 15, 2017, the District entered into an Installment Purchase Agreement with U.S Bancorp in the amount of $500,000 with an interest rate of 3.715%. As of June 30, 2018, $500,000 in qualifying expenditures had been incurred and drawn down. The District agreed to repay the installment agreement in accordance with the terms of a payment schedule that begins on July 15, 2017 and concludes June 15, 2027, for the full amount of the agreement ($500,000).

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ 222,466	$ -	$ 42,086	$ 180,380	$ 54,548
Interest	-	17,851	17,851	-	9,905
Total	$ 222,466	$ 17,851	$ 59,937	$ 180,380	$ 64,453

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2025	$ 54,548	$ 9,905	$ 64,453	1.78%
	2026	56,609	3,328	59,937	1.78%
	2027	69,223	1,189	70,412	1.78%
Total		$ 180,380	$ 14,422	$ 194,802	

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS

For the Fiscal Year Ended June 30, 2024

General Obligations Bonds, Series 2021

On August 12, 2021 the District issued bonds in the amount of $10,000,000. Annual payments are made on Dec 15 and June 15 until the final payment June 15, 2038. Bonds are held by US Bank National Association and have an interest rate of 4%.

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ 9,335,000	$ -	$ 340,000	$ 8,995,000	$ 350,000
Interest	-	373,400	373,400	-	359,800
Total	$ 9,335,000	$ 373,400	$ 713,400	$ 8,995,000	$ 709,800

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2025	$ 350,000	$ 359,800	$ 709,800	4.00%
	2026	385,000	345,800	730,800	4.00%
	2027	425,000	330,400	755,400	4.00%
	2028	465,000	313,400	778,400	4.00%
	2029	505,000	294,800	799,800	4.00%
	2030	550,000	274,600	824,600	4.00%
	2031	595,000	252,600	847,600	4.00%
	2032	645,000	228,800	873,800	4.00%
	2033	700,000	203,000	903,000	4.00%
	2034	755,000	175,000	930,000	4.00%
	2035	810,000	144,800	954,800	4.00%
	2036	870,000	112,400	982,400	4.00%
	2037	935,000	77,600	1,012,600	4.00%
	2038	1,005,000	40,200	1,045,200	4.00%
Total		$ 8,995,000	$ 3,153,200	$ 12,148,200	

Santander Bus Leases 27

In 2020 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 1 2021 Blue Bird T3FE School Bus. Annual payments of principal and interest are to be made until the final payment on March 15, 2024.

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ 24,088	$ -	$ 24,088	$ -	$ -
Interest	-	698	698	-	-
Total	$ 24,088	$ 698	$ 24,786	$ -	$ -

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS

For the Fiscal Year Ended June 30, 2023

Santander Bus Leases 27

In 2020 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 1 2021 Blue Bird T3FE School Bus. Annual payments of principal and interest are to be made until the final payment on March 15, 2024.

Current Year Activity:

	Outstanding Balance July 1, 2022	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2023	Due Within One Year
Principal	$ 47,506	$ -	$ 23,418	$ 24,088	$ 24,088
Interest	-	1,368	1,368	-	698
Total	$ 47,506	$ 1,368	$ 24,786	$ 24,088	$ 24,786

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2024	$ 24,088	$ 698	$ 24,786	0.00%
Total		$ 24,088	$ 698	$ 24,786	

Santander Bus Leases 28

In 2021 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 1 2020 MicroBird G5 School Bus. Annual payments of principal and interest are to be made until the final payment on February 10, 2025.

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ 31,341	$ -	$ 14,794	$ 16,548	$ 16,548
Interest	-	719	719	-	368
Total	$ 31,341	$ 719	$ 15,512	$ 16,548	$ 16,916

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2025	$ 16,548	$ 368	$ 16,916	0.00%
Total		$ 16,548	$ 368	$ 16,916	

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS

For the Fiscal Year Ended June 30, 2024

Santander Bus Leases 29-30

In 2021 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 2 2023 Blue Bird AARE T3RE 72 Passenger busses. After an initial payment of $82,768 annual payments are to be made until the final payment on July 15, 2025.

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ 144,766	$ -	$ 47,291	$ 97,475	$ 97,475
Interest	-	3,265	3,265	-	1,113
Total	$ 144,766	$ 3,265	$ 50,556	$ 97,475	$ 98,588

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2025	$ 97,475	$ 1,113	$ 98,588	0.00%
Total		$ 97,475	$ 1,113	$ 98,588	

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS

For the Fiscal Year Ended June 30, 2024

Santander Bus Leases 31

In 2024 the District entered into a 5-year lease agreement financed by Santander Bank N.A. to purchase 2 2025 Blue Bird AA T3RE 78 pass. Annual payments of principal and interest are to be made until the final payment on 7/15/2028.

Current Year Activity:

	Outstanding Balance July 1, 2023	New Issues and Interest Matured	Principal and Interest Retired	Outstanding Balance June 30, 2024	Due Within One Year
Principal	$ -	$ 399,514	$ 31,110	$ 368,404	$ 89,887
Interest	-	701	701	-	17,315
Total	$ -	$ 400,215	$ 31,811	$ 368,404	$ 107,202

Future Requirements:

	Fiscal Year Ended June 30,	Principal	Interest	Total	Interest Rate
	2025	$ 89,887	$ 17,315	$ 107,202	5.50%
	2026	89,887	13,327	103,214	5.50%
	2027	89,887	9,120	99,007	5.50%
	2028	98,743	4,686	103,429	5.50%
Total		$ 368,404	$ 44,448	$ 412,852	

CLATSKANIE SCHOOL DISTRICT NO. 6J

Oregon Department of Education Form 581-3211-C

For the Fiscal Year Ended June 30, 2024

SUPPLEMENTAL INFORMATION 2023-2024

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

B. Energy Bills for Heating - All Funds:

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

	Objects 325 & 326 & *327
Function 2540	$ 152,079
Function 2550	$ 4,370

C. Replacement of Equipment - General Fund:

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

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

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

CLATSKANIE SCHOOL DISTRICT NO. 6J

Audit Revenue Summary - All Funds

For the Fiscal Year Ended June 30, 2024

Revenue from Local Sources	**Fund 100**	**Fund 200**	**Fund 300**	**Fund 400**	**Fund 700**
1110 Ad Valorem Taxes Levied by District	$ 6,663,258	$ -	$ 792,869	$ -	$ -
1190 Penalties and Interest on Taxes	7,411	-	912	-	-
1411 Transportation Fees - From Individuals	2,448	-	-	-	-
1500 Earnings on Investments	246,267	-	-	73,786	-
1600 Food Service	-	41,624	-	-	-
1700 Extracurricular Activities	25,951	79,334	-	-	-
1920 Contributions and Donations From Private Sources	-	473,458	-	-	-
1960 Recovery of Prior Years' Expenditue	7,497	213	-	-	-
1990 Miscellaneous	92,614	39,866	-	91,310	-
Total Revenue from Local Sources	$ 7,045,445	$ 634,495	$ 793,781	$ 165,096	$ -

Revenue from Intermediate Sources	**Fund 100**	**Fund 200**	**Fund 300**	**Fund 400**	**Fund 700**
2101 County School Funds	$ 37,243	$ -	$ -	$ -	$ -
2105 Natural Gas, Oil, and Mineral Receipts	5,531	-	604	-	-
2200 Restricted Revenue	-	43,334	-	-	-
2800 Revenue in Lieu of Taxes	571	-	-	-	-
Total Revenue from Intermediate Sources	$ 43,345	$ 43,334	$ 604	$ -	$ -

Revenue from State Sources	**Fund 100**	**Fund 200**	**Fund 300**	**Fund 400**	**Fund 700**
3101 State School Fund - General Support	$ 3,147,208	$ -	$ -	$ -	$ -
3102 State School Fund - School Lunch Match	-	2,625	-	-	-
3103 Common School Fund	92,196	-	-	-	-
3104 State Managed County Timber	85,324	-	-	-	-
3222 State School Fund (SSF) Transportation Equipment	-	87,084	-	-	-
3299 Other Restricted Grants-In-Aid	-	1,167,997	-	361,969	-
Total Revenue from State Sources	$ 3,324,728	$ 1,257,706	$ -	$ 361,969	$ -

Revenue from Federal Sources	**Fund 100**	**Fund 200**	**Fund 300**	**Fund 400**	**Fund 700**
4300 Restricted Revenue From the Federal Government	$ -	$ 5,003	$ -	$ -	$ -
4500 Restricted Revenue From the Federal Government Through the State	$ -	$ 1,348,303	$ -	$ -	-
4900 Revenue for/on Behalf of the District	-	24,052	-	-	-
Total Revenue from Federal Sources	$ -	$ 1,377,358	$ -	$ -	$ -

Revenue from Other Sources	**Fund 100**	**Fund 200**	**Fund 300**	**Fund 400**	**Fund 700**
5200 Interfund Transfers	$ -	$ 150,547	$ 59,425	$ -	$ -
5400 Resources - Beginning Fund Balance	686,897	956,419	9,909	5,394,963	(96)
Total Revenue from Other Sources	$ 686,897	$ 1,106,966	$ 69,334	$ 5,394,963	$ (96)
Grand Total	**$ 11,100,415**	**$ 4,419,859**	**$ 863,719**	**$ 5,922,028**	**$ (96)**

CLATSKANIE SCHOOL DISTRICT NO. 6J

Audit Expenditure Summary-General Fund #100

For the Fiscal Year Ended June 30, 2024

FUND: General Fund #100

Instruction Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
1111	Elementary, K-5 or K-6	$ 1,800,883	$ 1,085,981	$ 641,869	$ 53,113	$ 19,920	$ -	$ -	$ -
1121	Middle/Junior High Programs	632,479	419,021	204,956	5,465	3,024	-	13	-
1122	Middle/Junior High School Extracurricular	13,156	8,583	1,520	2,170	-	-	884	-
1131	High School Programs	1,347,414	844,973	453,362	17,773	29,709	-	1,597	-
1132	High School Extracurricular	246,036	85,172	21,565	99,964	13,501	-	25,833	-
1220	Restrictive Programs for Students with Disabilities	702,117	371,169	221,385	107,172	2,390	-	-	-
1250	Less Restrictive Programs for Students with Disabilities	765,911	405,354	343,927	14,905	538	-	1,187	-
1272	Title I	11,334	7,398	3,674	262	-	-	-	-
1280	Alternative Education	594	-	-	594	-	-	-	-
1291	English Second Language Programs	4,548	3,396	1,152	-	-	-	-	-
	Total Instruction Expenditures	$ 5,524,472	$ 3,231,047	$ 1,893,410	$ 301,419	$ 69,083	$ -	$ 29,514	$ -

Support Services Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
2110	Attendance and Social Work Services	$ 999	$ -	$ -	$ 999	$ -	$ -	$ -	$ -
2120	Guidance Services	$ 76,254	$ 47,564	$ 28,531	$ -	$ 159	$ -	$ -	-
2130	Health Services	68,513	37,693	24,755	1,451	4,613	-	-	-
2150	Speech Pathology and Audiology Services	214,388	-	-	214,315	73	-	-	-
2190	Service Direction, Student Support Services	99,765	55,409	42,969	931	456	-	-	-
2220	Educational Media Services	124,230	76,065	46,241	494	1,430	-	-	-
2240	Instructional Staff Development	29,538	476	28,150	632	280	-	-	-
2310	Board of Education Services	210,176	-	-	55,878	1,349	-	152,948	-
2320	Executive Administration Services	398,951	247,781	123,101	22,762	1,304	-	4,003	-
2410	Office of the Principal Services	733,476	444,376	268,429	4,808	12,324	-	3,539	-
2520	Fiscal Services	317,760	162,694	107,826	8,407	31,282	-	7,552	-
2540	Operation and Maintenance of Plant Services	965,918	335,732	227,463	340,649	60,663	915	496	-
2550	Student Transportation Services	1,144,190	606,480	317,266	38,760	145,094	5,968	30,623	-
2640	Staff Services	29,980	-	24,683	4,464	400	-	433	-
2660	Technology Services	118,626	58,403	46,898	1,983	11,191	-	150	-
2690	Other Support Services - Central	432	-	-	-	432	-	-	-
2700	Supplemental Retirement Program	7,838	7,200	638	-	-	-	-	-
	Total Support Services Expenditures	$ 4,541,034	$ 2,079,873	$ 1,286,950	$ 696,534	$ 271,051	$ 6,883	$ 199,744	$ -

Other Uses Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
5200	Transfers of Funds	$ 209,972	$ -	$ -	$ -	$ -	-	$ -	209,972
	Total Other Uses Expenditures	$ 209,972	$ -	$ -	$ -	$ -	$ -	$ -	$ 209,972
	Grand Total	**$ 10,275,479**	**$ 5,310,920**	**$ 3,180,360**	**$ 997,953**	**$ 340,134**	**$ 6,883**	**$ 229,258**	**$ 209,972**

CLATSKANIE SCHOOL DISTRICT NO. 6J

Audit Expenditure Summary-Special Revenue Fund #200

For the Fiscal Year Ended June 30, 2024

FUND: Special Revenue Fund #200

Instruction Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600
1111	Elementary, K-5 or K-6	$ 732,195	$ 340,826	$ 213,304	$ 539	$ 177,526	$ -	$ -
1113	Elementary Extracurricular	25,833	(28,254)	814	43,183	10,091	-	-
1121	Middle/Junior High Programs	95,372	61,850	12,934	539	20,049	-	-
1122	Middle/Junior High School Extracurricular	11,228	-	-	4,191	6,487	-	550
1131	High School Programs	415,727	149,258	81,469	3,356	169,644	12,000	-
1132	High School Extracurricular	107,033	-	-	24,900	81,523	-	610
1220	Restrictive Programs for Students with Disabilities	377,303	230,582	143,855	1,286	1,405	-	175
1250	Less Restrictive Programs for Students with Disabilities	305,516	176,006	114,627	3,967	10,915	-	-
1272	Title I	210,507	121,037	81,567	1,643	2,477	-	3,783
1299	Other Programs	5,278	2,674	2,197	407	-	-	-
1400	Summer School Programs	52,604	12,396	3,512	11,109	25,587	-	-
	Total Instruction Expenditures	$2,338,597	$ 1,066,374	$ 654,279	$ 95,122	$ 505,705	$ 12,000	$ 5,118

Support Services Expenditure		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600
2120	Guidance Services	$ 11,093	$ -	$ -	$ 11,093	$ -	$ -	$ -
2130	Health Services	20,700	-	-	20,700	-	-	-
2210	Improvement of Instruction Services	27,990	-	-	22,935	5,055	-	-
2220	Educational Media Services	8,992	283	95	-	8,614	-	-
2240	Instructional Staff Development	86,439	6,552	15,467	63,948	472	-	-
2310	Board of Education Services	600	-	-	600	-	-	-
2320	Executive Administration Services	30,570	-	-	30,570	-	-	-
2410	Office of the Principal Services	5,634	-	-	-	5,634	-	-
2550	Student Transportation Services	123,596	693	238	-	-	-	122,665
2660	Technology Services	6,867	-	-	-	6,867	-	-
	Total Support Services Expenditures	$ 322,481	$ 7,527	$ 15,800	$ 149,846	$ 26,642	$ -	$ 122,665

Enterprise and Community Services Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600
3100	Food Services	$ 426,911	$ 173,281	$ 97,696	$ 2,384	$ 149,199	$ -	$ 4,352
3300	Community Services	2,333	-	-	-	2,333	-	-
	Total Enterprise and Community Services Expenditures	$ 429,244	$ 173,281	$ 97,696	$ 2,384	$ 151,532	$ -	$ 4,352

Facilities Acquisition and Construction Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600
4150	Building Acquisition, Construction, and Improvement	$ 130,776	$ -	$ -	$ -	$ -	$ 130,776	$ -
	Total Facilities Acquisition and Construction	$ 130,776	$ -	$ -	$ -	$ -	$ 130,776	$ -
	Grand Total	**$3,221,098**	**$ 1,247,182**	**$ 767,775**	**$ 247,351**	**$ 683,879**	**$ 142,776**	**$ 132,134**

CLATSKANIE SCHOOL DISTRICT NO. 6J

Audit Expenditure Summary-Debt Service Fund #300

For the Fiscal Year Ended June 30, 2024

FUND: Debt Service Fund #300

	Totals	Object 600
Other Expenditures		
5100 Debt Service	$ 773,337	$ 773,337
Total Other Uses Expenditures	$ 773,337	$ 773,337
Grand Total	**$ 773,337**	**$ 773,337**

CLATSKANIE SCHOOL DISTRICT NO. 6J

Audit Expenditure Summary-Capital Projects Fund #400

For the Fiscal Year Ended June 30, 2024

FUND: Capital Projects Fund #400

Support Services Expenditures		**Totals**	**Object 300**	**Object 400**	**Object 500**	**Object 600**
2520	Fiscal Services	$ 9,173	$ -	$ -	$ -	$ 9,173
2540	Operation and Maintenance of Plant Services	29,508	27,499	-	-	-
	Total Support Services Expenditures	$ 38,681	$ 27,499	$ -	$ -	$ 9,173

Facilities Acquisition and Construction Expenditures		**Totals**	**Object 300**	**Object 400**	**Object 500**	**Object 600**
4150	Building Acquisition, Construction, and Improvement Services	$ 5,424,635	$456,964	$ 20,596	$ 4,923,971	$ 23,103
	Total Facilities Acquisition and Construction Expenditures	$ 5,424,635	$456,964	$ 20,596	$ 4,923,971	$ 23,103
	Grand Total	**$ 5,463,316**	**$484,463**	**$20,596**	**$ 4,923,971**	**$ 32,276**

REPORT ON LEGAL

AND

OTHER REGULATORY REQUIREMENTS

CLATSKANIE SCHOOL DISTRICT NO. 6J

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

As of June 30, 2024

To the Governing Body of the Clatskanie School District No. 6J
Clatskanie, Oregon

We have audited the basic financial statements of the Clatskanie School District as of and for the year ended June 30, 2024, and have issued our report thereon dated March 28, 2025. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

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

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

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

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

- **Over expenditure of appropriations on one fund noted on page 60**

OAR 162-10-0230 Internal Control

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

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

Ashraf Lakhani-Farishta, CPA
Umpqua Valley Financial
Roseburg, Oregon
March 28, 2025

CLATSKANIE SCHOOL DISTRICT NO. 6J

SINGLE AUDIT SECTION

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

To the Board of Directors
Clatskanie School District No. 6J

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Clatskanie School District No. 6J, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Clatskanie School District No. 6J's basic financial statements and have issued our report thereon dated March 28, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Clatskanie School District No. 6J's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances to express our opinion on the financial statements, but not to express an opinion on the effectiveness of Clatskanie School District No. 6J's internal control. Accordingly, we do not express an opinion on the effectiveness of Clatskanie School District No. 6J's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Clatskanie School District No. 6J's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not the objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Ashraf Lakhani-Farishta, CPA
Umpqua Valley Financial, LLC
Roseburg, Oregon
March 28, 2025

UMPQUA VALLEY
FINANCIAL

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

To the Board of Directors
Clatskanie School District No. 6J

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Clatskanie School District No. 6J's compliance with the types of compliance requirements described in the OMB *Circular Compliance Supplement* that could have a direct and material effect on each of Clatskanie School District No. 6J's major federal programs for the year ended June 30, 2024. Clatskanie School District No. 6J's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Clatskanie School District No. 6J complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Clatskanie School District No. 6J and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinions on compliance with each major federal program. Our audit does not provide a legal determination of Clatskanie School District No. 6J's compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, provisions of contracts or grant agreements applicable to Clatskanie School District No. 6J's federal programs.

UMPQUA VALLEY
FINANCIAL

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Clatskanie School District No. 6J's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Clatskanie School District No. 6J's compliance with the requirements of each major program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Clatskanie School District No. 6J's compliance with the compliance requirements referred to above and performing such other procedures as we have considered necessary in the circumstances.

- Obtain an understanding of Clatskanie School District No. 6J's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Clatskanie School District No. 6J's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses and significant deficiencies in internal control over compliance may exist that were not identified.

UMPQUA VALLEY
FINANCIAL

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Ashraf Lakhani-Farishta, CPA
Umpqua Valley Financial, LLC
Roseburg, Oregon
March 28, 2025

CLATSKANIE SCHOOL DISTRICT NO. 6J

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED June 30, 2024

Federal Grantor/Pass Through Grantor/ Program Title	Assistance Listing (AL) # Federal Awarding Agency Prefix	AL Three-Digit Extension	Additional Award Identification	Federal Program Name	Cluster Name	Grant Fund	Federal Assistance Listing Number	Grant Period	Original Program or Grant Amount	(Receivable)/ Deferred Revenue June 30, 2023	Cash Received	Expenditures	(Receivable)/ Deferred Revenue June 30, 2023
US. DEPARTMENT OF EDUCATION													
Passed Through Oregon Department of Education:													
Title IA - Grants to Local Education Agencies	84	010				Fund #222	84.010	2023-24	$ 190,123	$ -	$ 106,571	$ 190,123	$ (83,552)
Title IA - Grants to Local Education Agencies	84	010				Fund #222	84.010	2021-22	175,438	(60,697)	75,570	14,873	-
Title IA-ESSA Partnerships 19-20 Supplement	84	010				Fund #231	84.010	2023-24	55,373	-	-	55,373	(55,373)
Title IA- ESSA Partnerships 21-22	84	010				Fund #231.352	84.010	2021-22	45,521	(21,962)	21,962	-	-
Total Title I									466,455	(82,659)	204,103	260,369	(138,925)
Title II-A Teacher Quality	84	367				Fund #223	84.367	2022-23	32,018	(18,431)	32,018	13,587	0
Title II-A Teacher Quality	84	367				Fund #223	84.367	2023-24	26,013	-	11,444	26,013	(14,569)
Total Title I I-A									58,031	(18,431)	43,462	39,600	(14,568)
Title IV - Student Support and Academic Enrichment	84	424				Fund #232	84.424	2022-23	12,025	-	10,249	12,025	(1,776)
Title IV - Student Support and Academic Enrichment	84	424				Fund #232	84.424	2021-22	11,184	-	8,158	8,158	-
Title IV - Student Support and Academic Enrichment	84	424				Fund #232	84.424	2023-24	12,869	-	-	12,869	(12,869)
Total Title IV-A									36,078	-	18,407	33,052	(14,645)
Elementary & Secondary School Emergency Relief, II	84	425	COVID-19, 84.425D	Elementary and Secondary School Emergency Relief Fund	Educational Stabilization Fund	Fund #217	84.425D	2020-23	509,451	(34,139)	164,915	130,776	-
Elementary & Secondary School Emergency Relief, III	84	425	COVID-19, 84.425U	Elementary and Secondary School Emergency Relief Fund	Educational Stabilization Fund	Fund #216	84.425U	2019-20	1,144,957	(129,063)	539,088	410,025	-
ARP HCY II	84	425	COVID-19, 84.425	Elementary and Secondary School Emergency Relief Fund	Educational Stabilization Fund	Fund #220.990	84.425	2020-23	7,045	-	-	5,511	(5,511)
ARP ESSER Library Grant	84	425	COVID-19, 84.425	Elementary and Secondary School Emergency Relief Fund	Educational Stabilization Fund	Fund #220.929	84.425	2020-21	10,000	(3,696)	10,000	6,304	-
Total Elementary & Secondary School Relief Fund									1,671,453	(166,897)	714,002	552,616	(5,511)
IDEA - Special Education Grants to States(Part B Sec.611)	84	027				Fund #221	84.027	2022-23	125,356	(52,272)	52,272	74,173	(74,173)
IDEA - Special Education Grants to States(Part B Sec.611)	84	027				Fund #221	84.027	2021-22	10,141	(3,984)	10,141	6,157	-
IDEA - Special Ed Grants to States(Part B Sec.611 ARP)	84	027				Fund #221	84.027	2022-23	165,296	-	-	101,025	(101,025)
IDEA - Special Education Grants to States(Part B Sec.619)	84	173				Fund #221	84.173	2021-22	178	-	178	178	-
IDEA - Special Education Grants to States(Part B Sec.619)	84	173				Fund #221	84.173	2022-23	5,203	-	-	5,203	(5,203)
IDEA - Equipment and Supplies Grant - Discretionary	84	173				Fund #221	84.173	2022-23	1,404	-	-	1,404	(1,404)
Total IDEA									307,578	(56,256)	62,591	188,140	(181,805)
Total Passed through Oregon Department of Education									$ 2,539,595	$ (324,243)	$ 1,042,565	$ 1,073,777	$ (355,454)
Passed through Department of Education (direct):													
Title IX Indian Education	84	060	A			Fund 220.910	84.060	2023-24	$ 5,003	$ -	$ -	$ 5,003	$ (5,003)
Title V-B REAP funds Rural Education (SRSA/RLIS)	84	358	A			Fund 220.981	84.358	2023-24	5,386	(38)	-	5,386	(5,424)
Total Passed through Department of Education (direct):									$ 10,389	$ (38)	$ -	$ 10,389	$ (10,427)
Passed Through Clatsop Community College													
Carl Perkins Grant	84	048				Fund 220.907	84.048	2023-24	8,571	-	8,571	8,571	-
Total Passed through Clatsop Community College									$ 8,571	$ -	$ 8,571	$ 8,571	$ -
Total U.S. Department of Education									$ 2,558,555	$ (324,281)	$ 1,051,136	$ 1,092,737	$ (365,881)
U.S. DEPARTMENT OF AGRICULTURE													
Passed Through Oregon Department of Education:													
Commodities	10	555				Fund #299	10.555	2023-24	$ 23,010	$ -	$ 23,010	$ 23,010	$ -
National School Lunch - Breakfast	10	553				Fund #299	10.553	2023-24	46,301	(3,317)	29,997	46,301	(19,621)
CACFP Food Service Commodities - Non Cash Assistance	10	558				Fund #299	10.558	2023-24	1,043	-	1,043	1,043	-
National School Lunch - Section 4	10	555				Fund #299	10.555	2022-23	8,862	(8,862)	8,862	-	-
National School Lunch - Section 4	10	555				Fund #299	10.555	2023-24	160,228	-	103,667	160,228	(56,561)
NSIP Supply Chain Assistance	10	555				Fund #299	10.555	2023-24	10,535	-	10,535	10,535	-
Local Food for Schools	10	185				Fund #299	10.185	2023-24	3,098	-	-	181	(181)
State Administrative Expenses for Child Nutrition	10	649				Fund #299	10.649	2023-24	653	-	653	653	-
Total National School Lunch Program									253,730	(12,179)	177,767	241,951	(76,363)
Total U.S. Department of Agriculture									$ 253,730	$ (12,179)	$ 177,767	$ 241,951	$ (76,363)
TOTALS									**$ 2,812,285**	**$ (336,459)**	**$ 1,228,903**	**$ 1,334,688**	**$ (442,244)**

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

RECONCILIATION TO REVENUE:

Cash Receipts per Schedule Above	$ 1,228,903
Grants Receivable/Deferred Revenue Beginning of Year	(336,459)
Grants Receivable/Deferred Revenue End of Year	442,244
Federal Revenue Recognized per Financial Statements	$ 1,334,688

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of federal awards (the "Schedule") includes the federal award activity of Clatskanie School District No. 6J under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented 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). Because the Schedule presents only a selected portion of the operations of Clatskanie School District No. 6J, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Clatskanie School District No. 6J.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – INDIRECT COSTS RATE

Clatskanie School District No. 6J has elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance, or other approved rate that is lower.

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section I—Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the financial statements of Clatskanie School District No. 6J in accordance with GAAP.
2. No material weaknesses or significant deficiencies in internal control related to the financial statement audit were identified which are required to be reported.
3. No instances of noncompliance material with the financial statements of Clatskanie School District No. 6J were disclosed during the audit.
4. The auditor's report on compliance for the major federal award program expresses an unmodified opinion.
5. The audit did not disclose any findings that are required to be reported.
6. The programs tested as a major program were the
    - Educational Stabilization Fund AL# 84.425 cluster
7. The threshold for distinguishing between Type A and B programs was $750,000.
8. The District was determined to not be a low-risk auditee.

Section II—Financial Statements Findings

No findings related to the financial statements are reported in accordance with *Government Auditing Standards* for the year ended June 30, 2024.

Section III—Findings and Questioned Costs for Federal Awards.

No matters were reported relating to significant deficiencies, material weaknesses, or instances of noncompliance related to the financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

Section IV—Summary Schedule of Prior Audit Findings

There were no findings for the fiscal year ended June 30, 2023.