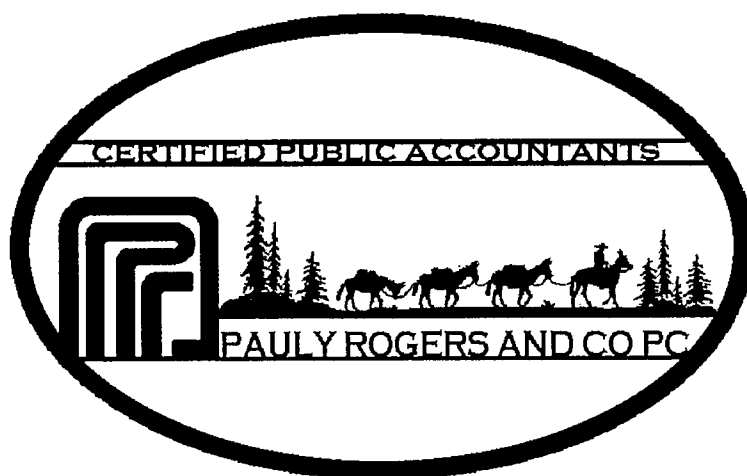


**SEASIDE SCHOOL DISTRICT NO. 10
CLATSOP COUNTY, OREGON**

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2014



12700 SW 72nd Ave.
Tigard, OR 97223

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

2013-14 FINANCIAL REPORT

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

2013-14 FINANCIAL REPORT

Board of Directors

Mark Truax, Chair	June 30, 2015
Steve Phillips, Vice-Chair	June 30, 2015
Nancy Hauger	June 30, 2015
Brian Taylor	June 30, 2017
Lynn Ulbricht	June 30, 2017
Hugh Stelson	June 30, 2017
Tom Maltman	June 30, 2017

Board members receive mail at the District address listed below.

ADMINISTRATION

Dr. Doug Dougherty
Superintendent

Justine Hill
Business Manager
1801 S. Franklin Street
Seaside, OR 97138

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

December 17, 2014

Board of Directors
Seaside School District
Clatsop County, Oregon

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Seaside School District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Seaside School District thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The District adopted the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for the year ended June 30, 2014. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

The budgetary comparison schedules presented as Required Supplementary Information, as listed in the table of contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the 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, and in our opinion are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures,

including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

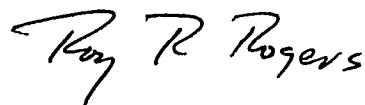
Other Information

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

Reports on Other Legal and Regulatory Requirements

In accordance with Government Auditing Standards, we have also issued our reports dated December 17, 2014 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of the reports is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. The reports are an integral part of an audit performed in accordance with Government Auditing Standards in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 17, 2014, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



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

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**SEASIDE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year ended June 30, 2014**

The Management's Discussion and Analysis of Seaside School District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the District's financial statements, which follow the Management's Discussion and Analysis. The discussion and analysis is designed to:

- 1) Assist the reader in focusing on significant financial issues;
- 2) Provide an overview of the District's financial activities;
- 3) Identify changes in the District's financial position;
- 4) Identify any material deviations from the adopted financial plan (budget); and,
- 5) Identify specific issues related to individual funds and the economic factors affecting the District.

The District's annual financial report consists of several sections. Taken together they provide a comprehensive view of the District's finances.

FINANCIAL HIGHLIGHTS

- On June 30, 2014, the District's assets exceeded its liabilities by \$1,996,820.
- The District's governmental funds report a combined ending fund balance of \$3,006,979 an increase of \$1,392,530 in comparison with the prior year. Approximately \$2,485,876 is available for spending at the District's discretion.
- At the end of the fiscal year, unreserved fund balance for the General Fund was \$2,546,988 or about 18% of total General Fund expenditures of \$14,039,956. The District has no outstanding general obligation bond debt.
- Budgeted transfers of \$102,100 were made to the Food Service Fund from the General Fund (\$82,000) and Debt Service Fund (\$20,100).
- The District has no outstanding construction commitments as of June 30, 2014.

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Basic Financial Statements: The basic financial statements include three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to basic financial statements.

- **Government-Wide Financial Statements:** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. These statements include:
 - *The Statement of Net Position:* The statement of net position presents information on all of the assets and liabilities of the District as of the date on the statement. Net position is what remains after the liabilities have been paid off or otherwise satisfied. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

- *The Statement of Activities:* The statement of activities presents information showing how the net position of the District changed over the most recent fiscal year by tracking revenues, expenses, and other transactions that increase or reduce net position. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, and, earned, but unused vacation/personal leave).

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

- *Governmental activities:* The District's basic functions are shown here, such as regular and special education, child nutrition services, transportation, administration, and facilities acquisition and construction. These activities are primarily financed through property taxes, timber revenue, and other intergovernmental revenues.

The government-wide financial statements can be found on pages 4 and 5 of this report.

Fund Financial Statements: The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Seaside School District 10, like other state and local governments, uses fund accounting to demonstrate compliance with finance-related legal requirements. All of the funds of the District can be classified in one category: *governmental funds*.

Governmental Funds: The governmental funds are used to account for the governmental activities. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as, on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The District maintains four individual governmental funds. Information for the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund is presented separately in the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances.

The basic governmental fund financial statements can be found on pages 6 through 9 of this report.

Notes to Basic Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10 through 26.

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The Management’s Discussion and Analysis, is considered required supplementary information.

Other required supplementary information is presented on the basic financial statements on pages 27 through 30. Other additional supplemental information and additional schedules are presented on pages 31 through 42. The independent auditors’ report required by Oregon State regulations are presented on pages 43 and 44; as well as, grant compliance review on pages 45 through 50.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of Seaside School District 10, assets exceeded liabilities by \$1,996,820 on June 30, 2014.

Capital assets, which consist of the land, buildings, building improvements, vehicles, and equipment, represent about 21% of the District’s total assets. The contribution to prepaid pension costs (PERS UAL) represents 40% of the District’s total assets and the remaining 39% of assets consist mainly of investments, cash, grants, and property taxes receivable.

The District’s largest liabilities (88%) are for the repayment of net pension and other post-employment benefit (OPEB) obligations, a short-term loan, general obligation bonds and the PERS UAL. The PERS UAL will be paid off in 2028. Other liabilities combined, representing about 12% of the District’s total liabilities, consist almost entirely of payables on accounts, salaries and benefits and accrued compensated absences.

Seaside School District 10 Net Position			
	Governmental Activities		Increase (Decrease) from
	2014	2013	Fiscal 2013
Current and Other Assets	\$ 11,853,178	\$ 12,874,131	\$ (1,020,953)
Capital Assets	\$ 3,081,497	\$ 3,318,299	\$ (236,802)
Total Assets	\$ 14,934,675	\$ 16,192,430	\$ (1,257,755)
Current Liabilities	\$ 1,954,898	\$ 3,625,773	\$ (1,670,875)
Long-Term Debt	\$ 10,982,957	\$ 11,253,714	\$ (270,757)
Total Liabilities	\$ 12,937,855	\$ 14,879,487	\$ (1,941,632)
Total Net Position	\$ 1,996,820	\$ 1,312,943	\$ 683,877
Net Investment in			
Capital Assets	\$ 2,862,498	\$ 3,013,219	\$ (150,721)
Restricted	\$ 521,103	\$ 280,305	\$ 240,798
Unrestricted	\$ (1,386,781)	\$ (1,980,581)	\$ 593,800
Total Net Position	\$ 1,996,820	\$ 1,312,943	\$ 683,877

During the current fiscal year, the District’s net position increased by \$683,877.

Governmental activities: The key elements of the change in the District's net position for the year ended June 30, 2014 are as follows:

- State timber revenue decreased by \$223,463 due to sales commencing after the originally projected harvest schedule from purchasers. This is a decrease of \$1,046,061 compared to 2008.
- Property tax revenues increased by \$346,866 due to stronger than anticipated assessed values and solid tax collections.
- Expenses decreased by \$2,105,113 due to budgeted staff reductions, conscientious spending, and prudent union contract settlements (which resulted in all employee groups agreeing to a one-year reduction in insurance benefits).

Seaside School District 10 Changes in Net Position			
	<u>Government Activities</u>		Increase (Decrease) from Fiscal 2013
	<u>2014</u>	<u>2013</u>	
Revenues			
Program Revenues			
Charges for Services	\$ 108,699	\$ 133,620	\$ (24,921)
Operating Grants and Contributions	1,047,779	1,102,945	(55,166)
General Revenues			
Property taxes	13,853,739	13,506,873	346,866
Timber Revenue	932,344	1,155,807	(223,463)
State and Local Sources	876,480	536,261	340,219
Intermediate Sources	48,920	137,236	(88,316)
State Revenue Sharing	138,935	132,796	6,139
Other State Sources	17,441	232,704	(215,263)
Earnings on Investments	32,049	28,591	3,458
Sale of Fixed Asset	-	(4,820)	4,820
Miscellaneous	-	212,761	(212,761)
Total Revenues	<u>17,056,386</u>	<u>17,174,774</u>	<u>(118,388)</u>
Expenses			
Instruction	10,068,771	10,990,667	(921,896)
Support Services	5,606,167	6,797,560	(1,191,393)
Enterprise and Community Services	573,795	589,725	(15,930)
Facilities Acquisition	-	-	-
Interest on Long-Term Debt	123,776	99,670	24,106
Total Expenses	<u>16,372,509</u>	<u>18,477,622</u>	<u>(2,105,113)</u>
(Decrease) Increase in Net Position	683,877	(1,302,848)	1,986,725
Changes in Accounting Principle	-	-	-
Net Position July 1	<u>1,312,943</u>	<u>2,615,791</u>	<u>(1,302,848)</u>
Net Position June 30	<u>\$ 1,996,820</u>	<u>\$ 1,312,943</u>	<u>\$ 683,877</u>

Financial Analysis of the District's Funds: As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The focus of the District's governmental funds is to provide information of relatively short-term cash flow and funding for future basic services. Such information is useful in assessing the District's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year.

On June 30, 2014, the District's governmental funds reported combined ending fund balances of \$3,006,979 which is an increase of \$1,392,530 in comparison with the prior year. \$2,485,876 of the ending fund balance constitutes unreserved and undesignated ending fund balance. The remainder is designated in special revenue accounts, debt service obligations, and capital projects.

General Fund: The General Fund is the chief operating fund of the District. As of June 30, 2014, the total fund balance of \$2,546,988 was *unassigned*.

Special Revenue Fund: These funds consist of local, state and federal grants, as well as, the Student Body Accounts, Food Service Account, and Scholarship Accounts. The combined ending fund balance for these accounts is \$176,721.

Debt Service Fund: The Debt Service Fund has a total fund balance of \$49,962. The District currently has no outstanding general obligation bond debt.

Capital Projects Fund: The Capital Fund has a total fund balance of \$233,308.

General Fund Budgetary Highlights: There were minor changes made to the General Fund adopted budget for the fiscal year ended June 30, 2014.

The District did approve a General Fund transfer of \$82,000, moving funds to the food service account. Increased costs in salaries, benefits, and supplies continue to deplete the revenues in this fund. The District will continue to more effectively provide nutritious meals, minimize costs, increase efficiencies, provide needed employee training, gain professional expertise, and increase student participation. The primary objective is that the food service program becomes self-sufficient.

Long-Term Debt: At the end of the current fiscal year, the District had total bonded debt outstanding for its limited tax pension obligation bond debt of \$8,830,000.

The District's Measure 5 Real Market Value for 2014 is \$4,104,889,086. State statute (ORS 328.245) establishes the limit on bonded indebtedness for K-12 school districts at 7.95 percent of Measure 5 Real Market Value. As of 2014, the District's limit on bonded indebtedness is \$326,338,682.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Local property taxes collected coupled with State timber monies continue to be the most significant revenue factors for the District. For the year ended June 30, 2014, the taxes provided 87% of the District's program resources. State timber revenue provided 6% on the modified accrual basis. The District had begun to over zealously rely upon strong growth rate joined with a stable collection rate of property tax. Since 2012, Clatsop County has been experiencing a downward trend in traditionally strong assessed values which contributed to the District reductions in the 2013-2014 school year to more accurately align revenues collections with expenditures. The combination of a financial correction and an

over the next year; inflation will be moderate; and timber sales and harvesting will continue to increase. Seaside School District 10 does not receive any State School Fund monies due to the fact that the local revenues applicable to the State School Fund formula are too high. Based on current Oregon Department of Education (ODE) revenue projections for educational entities, it does not appear that the District will fall into the State School Formula again next year. In the future, if the state timber revenue decreases, property tax collections weaken, and/or assessed value growth rates stagnate; the District may be forced to rely on the State School Fund Grant. This would put the District in a lower funding level which will mean budget reductions.

Seaside School District will end year three of a five-year local option levy. This levy is a temporary property tax that is used to fund school district operations. It provided an additional \$1,271,811 in current and prior local option tax revenue (included in the above 87% local property tax figure). This levy costs property tax payers \$0.52 per thousand of assessed value each year for five years and does not exceed the Measure 5 limit of \$5 per thousand of real market value. The District is aware that revenues from the local option level will likely not be as strong as anticipated. As the Real Market Value and Assessed Value on properties move closer together, the tax gap that is used in the local option calculation also becomes smaller. In 2013-2014, the District saw another increase in the compression loss which translates into a decrease in expected revenue.

The District receives the majority of revenue (property taxes) in November and December and relies on an ending/beginning fund balance that is able to cover operating costs from July through October. Our fund balance has not been sufficient which has required us to participate in a short-term operating loan program through Oregon School Boards Association (\$800,000).

In an attempt to provide basic building care and maintenance, a comprehensive District roof assessment was done. Although the assessment recommends over \$540,573 of action, a more realistic allocation of \$383,824 to repair only critical roof areas has been placed in the budget.

Last year the District delayed its vehicle replacement schedule. An allocation for the purchase of two new buses is planned in an attempt to get the replacement of buses back on schedule (\$260,000).

General Fund and Debt Service Fund transfers will be allocated to the following Special Revenue Funds: high school ASPIRE program (\$7,500); food service program (\$301,801.04); and Title III (\$271.88).

All employee groups' contracts start effective July 1, 2014 and expire June 30, 2017. For next year, all employee groups have agreed to a 2.25% salary increase and an increased insurance cap amount of \$1,525.

Seaside School District 10's enrollment fluctuated by 56 students from September 2013 to June 2014. Enrollment for 2014-2015 is projected to be the same or similar.

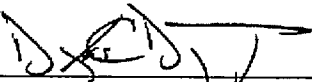
As a reminder, in May 2012, the long-standing tax appeals between Georgia Pacific Wauna Mill and Clatsop County was settled. The terms of the settlement include a refund to Georgia Pacific in the amount of \$2,500,000 and establishing the Real Market Value for 2011-2012 at \$291,000,000. Because the settlement is over \$1 million, as per the collaborative taxing districts' intergovernmental agreement with the County regarding repayment, the District is looking at an estimated yearly tax revenue reduction for the next 10 years. The reduction amount in 2013-2014 was \$59,639.58.

REQUESTS FOR INFORMATION

This financial report is designed to present the user (citizens, taxpayers, investors, and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Business Manager(s) at 1801 South Franklin Street, Seaside, Oregon 97138.



Justine Hill
Business Manager



Dr. Doug Dougherty
Superintendent

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

STATEMENT OF NET POSITION
June 30, 2014

ASSETS:	
Cash and Investments	\$ 3,917,350
Property Taxes Receivable	1,243,634
Accounts Receivable	650,099
Prepaid Pension Asset	6,042,095
Capital Assets:	
Non-depreciable	86,420
Depreciable, Net of Depreciation	<u>2,995,077</u>
Total Assets	<u>14,934,675</u>
LIABILITIES:	
Current:	
Accounts Payable	97,604
Accrued Payroll, Taxes, and Employee Withholdings	799,984
Accrued Compensated Absences	257,310
Short -Term Debt	800,000
Long-term Liabilities Due within One Year	397,249
Noncurrent:	
Long-term Liabilities Due in More Than One Year	<u>10,585,708</u>
Total Liabilities	<u>12,937,855</u>
NET POSITION:	
Net Investment in Capital Assets	2,862,498
Restricted:	
Debt Service	49,962
Student Body	237,833
Scholarships	233,308
Unrestricted	<u>(1,386,781)</u>
Total Net Position	<u>\$ 1,996,820</u>

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2014

FUNCTIONS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
Instruction	\$ 10,068,771	\$ -	\$ 577,428	\$ (9,491,343)
Support Services	5,606,167	47,391	82,002	(5,476,774)
Community Services	573,795	61,308	388,349	(124,138)
Interest on Long-Term Debt	123,776	-	-	(123,776)
Total Governmental Activities	<u>\$ 16,372,509</u>	<u>\$ 108,699</u>	<u>\$ 1,047,779</u>	<u>(15,216,031)</u>

General Revenues:

Taxes:

Property Taxes, Levied for General Purposes	13,833,256
Property Taxes, Levied for Debt Service	20,483
Timber Harvest Tax Revenue	932,344

Income Not Restricted to Specific Programs:

Local Sources	876,480
Intermediate Sources	48,920
Common School Fund	138,935
Other State Sources	17,441
Interest and Investment Earnings	32,049

Total General Revenues	<u>15,899,908</u>
Changes in Net Position	683,877
Net Position – Beginning	<u>1,312,943</u>
Net Position – Ending	<u>\$ 1,996,820</u>

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2014

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTALS
ASSETS:					
Cash and Investments	\$ 3,915,458	\$ -	\$ 1,892	\$ -	\$ 3,917,350
Receivables:					
Taxes	1,231,538	-	12,096	-	1,243,634
Accounts	376,014	271,644	2,441	-	650,099
Interfund Receivables	374,788	272,164	43,983	250,585	941,520
Total Assets	\$ 5,897,798	\$ 543,808	\$ 60,412	\$ 250,585	\$ 6,752,603
LIABILITIES:					
Payroll Liabilities	\$ 799,984	\$ -	\$ -	\$ -	\$ 799,984
Accounts Payable	87,344	10,260	-	-	97,604
Interfund Payable	567,416	356,827	-	17,277	941,520
Short-Term Debt	800,000	-	-	-	800,000
Total Liabilities	2,254,744	367,087	-	17,277	2,639,108
DEFERRED INFLOWS OF RESOURCES:					
Unavailable Revenue - Property Taxes	1,096,066	-	10,450	-	1,106,516
FUND BALANCES:					
Restricted:					
Debt Service	-	-	49,962	-	49,962
Student Body	-	237,833	-	-	237,833
Assigned	-	-	-	233,308	233,308
Unassigned	2,546,988	(61,112)	-	-	2,485,876
Total Fund Balances	2,546,988	176,721	49,962	233,308	3,006,979
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,897,798	\$ 543,808	\$ 60,412	\$ 250,585	\$ 6,752,603

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position
 June 30, 2014

Total Fund Balances - Governmental Funds \$ 3,006,979

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the District as a whole.

Capital Assets, Net of Depreciation 3,081,497

The prepaid future pension cost; this payment was an expenditure in the governmental funds, and is capitalized in the Statement of Net Position. 6,042,095

The net pension obligation is not reported as a liability in the governmental funds. (676,230)

The net OPEB obligation is not reported as a liability in the governmental funds. (963,093)

Long-term liabilities applicable to the governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long term, are reported in the Statement of Net Position.

Long term Liabilities			
PERS Bonds Payable	\$	(8,830,000)	
Capital Leases Payable		(218,999)	
Loan Payable		(294,635)	
Accrued Compensated Absences		(257,310)	(9,600,944)

Unavailable revenue related to property taxes 1,106,516

Net Position \$ 1,996,820

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2014

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTALS
REVENUES:					
Local Sources	\$ 14,376,618	\$ 679,013	\$ 24,840	\$ 1,297	\$ 15,081,768
Intermediate Sources	48,920	-	-	-	48,920
State Sources	1,068,199	20,521	-	-	1,088,720
Federal Sources	9,065	1,038,714	-	-	1,047,779
	<u>15,502,802</u>	<u>1,738,248</u>	<u>24,840</u>	<u>1,297</u>	<u>17,267,187</u>
EXPENDITURES:					
Current:					
Instruction	8,652,420	1,095,919	-	-	9,748,339
Support Services	5,291,300	138,430	-	-	5,429,730
Community Services	-	555,535	-	-	555,535
Facilities Acquisition	-	-	-	17,277	17,277
Debt Service:					
Principal	86,081	17,699	-	-	103,780
Interest	10,155	9,841	-	-	19,996
	<u>14,039,956</u>	<u>1,817,424</u>	<u>-</u>	<u>17,277</u>	<u>15,874,657</u>
Excess of Revenues Over, (Under) Expenditures	1,462,846	(79,176)	24,840	(15,980)	1,392,530
Other Financing Sources, (Uses):					
Transfers In	-	132,325	-	-	132,325
Transfers Out	(82,000)	(30,225)	(20,100)	-	(132,325)
	<u>(82,000)</u>	<u>102,100</u>	<u>(20,100)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	1,380,846	22,924	4,740	(15,980)	1,392,530
Beginning Fund Balance	1,166,142	153,797	45,222	249,288	1,614,449
Ending Fund Balance	<u>\$ 2,546,988</u>	<u>\$ 176,721</u>	<u>\$ 49,962</u>	<u>\$ 233,308</u>	<u>\$ 3,006,979</u>

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2014

Total Net Changes in Fund Balances - Governmental Funds \$ 1,392,530

Repayment of bond principal, capital leases, compensated absences and post retirement obligations are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Additions to these liabilities are an expense for the Statement of Activities but not the governmental funds. This is the amount by which proceeds exceeded repayments:

Capital Lease Repaid	\$	86,081	
PERS Bond Repaid		250,000	
Loan Repaid		17,652	
Accrued Compensated Absences		<u>(423)</u>	353,310

Capital asset additions are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital assets additions exceeds depreciation.

Capital Asset Additions (Net)		(42,968)	
Depreciation Expense (Net)		<u>(193,834)</u>	(236,802)

The prepaid future pension costs; this payment was an expenditure in the governmental funds, and is capitalized in the Statement of Net Position and amortized in the Statement of Activities. (431,579)

Debt issue cost should be recognized as an expense in the period incurred.
Bond Issuance Cost (99,805)

Net pension activity is not reported in the governmental funds. 34,682

Net OPEB activity is not reported in the governmental funds. (117,658)

Property tax revenue in the Statement of Activities differs from the amount reported in the governmental funds. In the governmental funds, which are on the modified accrual basis, the District recognizes unavailable revenue for all property taxes levied but not received; however, in the Statement of Activities, there is no unavailable revenue and the full property tax receivable is accrued. (210,801)

Change in Net Position of Governmental Activities \$ 683,877

See accompanying notes to the basic financial statements

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Administrative School District No. 10 (Seaside) (the District) is a municipal corporation organized under provisions of Oregon Revised Statutes Chapter 332 for the purpose of operating elementary and secondary public schools. Control is vested in its elected Board of Directors. Administrative functions are delegated to individuals who report to and are responsible to the Board. The chief administrative officer is the Superintendent-Clerk. As required by accounting principles generally accepted in the United States of America, all activities have been included in these basic financial statements.

The major sources of revenue are property taxes, timber sales, and grants from the federal and state governments. Monies are expended to provide elementary and secondary education to school-age children residing within the school district boundaries.

The District has authority to levy taxes on property within the district for elementary and secondary education and for payment of general obligation bonds. It has exercised that authority for several years.

Component units, as established by the Governmental Accounting Standards Board (GASB) Statement 61, are separate organizations that are included in the District's reporting because of the significance of their operational or financial relationships with the District. Based on these criteria, the District is not a component unit of another entity, nor is any other entity required to be included in the financial statements of the District.

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

The Statement of Net Position and Statements of Activities display information about the District as a whole.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

Program Revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the general revenues. Program revenues include (1) charges for fees, rentals, material, supplies or services provided, (2) operating grants and contributions and (3) capital grants and contributions. Revenues that are not classified as program revenues, including property taxes and state support, are presented as general revenues.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS) (Continued)

All direct expenses are reported by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

FUND FINANCIAL STATEMENTS

In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities.

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

GOVERNMENTAL FUND TYPES

Governmental funds are used to account for the general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property tax revenue and proceeds from sale of property are not considered available and, therefore, are not recognized until received. Expenditures are recorded when the liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, interfund transactions, and certain compensated absences and claims and judgments which are not recognized as expenditures because they will be liquidated with future expendable financial resources.

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

There are the following major governmental funds:

GENERAL FUND

This fund accounts for all financial operations that are not accounted for in any other fund. Principal sources of revenue are property taxes and distributions from the State of Oregon. Expenditures in the fund are made for instructional purposes and related support services.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENTAL FUND TYPES (Continued)

SPECIAL REVENUE FUND

This fund accounts for revenues and expenditures of grants and scholarships. Principal revenue sources are federal and state grants.

DEBT SERVICE FUND

Bond principal and interest payments are accounted for in the Debt Service Fund. The main source of revenue is local property taxes.

CAPITAL PROJECTS FUND

This fund accounts for activities related to acquisition, construction, and furnishing of facilities.

USE OF ESTIMATES

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

CASH AND CASH EQUIVALENTS

For financial reporting purposes, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

PROPERTY TAXES

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

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

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GRANTS

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

SUPPLIES INVENTORIES

School operating supplies, maintenance supplies, and food and other cafeteria supplies are stated at average invoice cost. Commodities purchased from the United States Department of Agriculture in the Food Service Fund are included in inventories at USDA wholesale value. Inventory is accounted for based on the consumption method in the government-wide statements and on the purchase method in the governmental statements. Under the consumption method inventory is recorded when purchased and expenditures/expenses are recorded when inventory items are used. Donated commodities consumed during the year are reported as revenues and expenditures. The amount of unused donated commodities at the balance sheet date is considered immaterial by management for reporting purposes.

CAPITAL ASSETS

Capital assets, which include land, buildings, equipment and vehicles, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost.

Donated Capital assets are recorded at their estimated fair market value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

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

Land	Not depreciated
Land Improvement	20 years
Buildings	45 years
Equipment	5 to 10 years

COMPENSATED ABSENCES

It is policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since there is no policy to pay any amounts when employees separate from service with the District. All vacation pay is accrued in the government-wide statements.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

LONG-TERM OBLIGATIONS

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

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

NET POSITION

Net position is comprised of the various net earnings from operations, non-operating revenues, expenses and contributions of capital. Net position is classified in the following three categories.

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

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

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

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the 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 positions that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District does not have any items that qualify for reporting in this category.

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 which qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

FUND BALANCE

In March 2009, the GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund-type Definitions. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications are nonspendable, restricted, committed, assigned, and unassigned.

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

There were no nonspendable or committed fund balance amounts at year end.

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

A budget is prepared and legally adopted for each fund in accordance with Oregon Local Budget Law. The budget is prepared using the modified accrual basis of accounting.

The budgeting process begins by appointing Budget Committee members in late fall. Budget recommendations are developed by management through spring, with the Budget Committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June, and the hearing is held in June. The budget is adopted, appropriations are made and the tax levy is declared no later than June 30. Expenditure budgets are appropriated at the major function level (instruction, support services, community services, debt service, contingency, and transfers) for each fund.

Expenditure appropriations may not legally be over expended, except in the case of grant receipts which could not be reasonably estimated at the time the budget was adopted.

Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriation resolution. Supplemental budgets less than 10% of the fund's original budget may be adopted by the Board of Directors at a regular meeting. A supplemental budget greater than 10% of the fund's original budget requires hearings before the public, publication in newspapers and approval by the Board.

Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control (major function levels). Such transfers require approval by the Board.

Budget amounts shown in the basic financial statements include the original budget amounts. Appropriations lapse at the end of each fiscal year.

Expenditures are appropriated at any or all of the following levels of control for each fund:

Instruction	Debt Service
Support Services	Interfund Transfers
Community Services	Operating Contingency
Facilities Acquisition/Construction	

Expenditures of the various funds were within authorized appropriations.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

3. BUDGET/GAAP REPORTING DIFFERENCES

Financial position, results of operations, and changes in fund balance/net position are reported on the basis of accounting principles generally accepted in the United States of America (GAAP). The budgetary basis of accounting differs from generally accepted accounting principles. The budgetary statements provided as part of supplementary information elsewhere in this report are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The budgetary basis of accounting is substantially the same as generally accepted accounting principles in the United States of America with the exceptions that capital outlay expenditures are expensed when purchased and depreciation and amortization are not recorded, property taxes are recorded as revenue when received, inventories of supplies are budgeted as expenditures when purchased, debt, OPEB liabilities, and compensated absences are expensed as paid instead of when incurred and debt is recorded as a revenue when borrowed.

4. CASH AND INVESTMENTS

Cash and Investments (recorded at cost) consisted of:

Deposits with Financial Institutions:	
Petty Cash	\$ 550
Demand Deposits	(256,164)
Certificates of Deposit	83,723
Savings Bonds	15,000
Investments – LGIP	<u>4,074,241</u>
Total Cash and Investments	<u>\$ 3,917,350</u>

DEPOSITS

Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury. There is no formal adopted deposit and investment policy.

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. As of June 30, 2014, combined bank balances totaled \$760,900, of which \$500,000 was insured by FDIC and the remaining \$260,900 was collateralized in the Oregon Public Funds Collateralization Program (PFCP).

INVESTMENTS

Statutes authorize investing in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Fitch Ratings and Standard & Poor's Corporation or P1 by Moody's Commercial Paper Record (A-2/P-2 if Oregon commercial paper) and the State Treasurer's Investment Pool. The investments during the year were invested in the State Treasurer's Investment Pool.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

4. CASH AND INVESTMENTS (Continued)

The State Treasurer’s Local Government Investment Pool is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the State’s investment policies. The State Treasurer is the investment officer for the Council and is responsible for all funds in the State Treasury. These funds must be invested, and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the Fund are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board (OSTFB), which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements.

Amounts in the State Treasurer’s Local Government Investment Pool are not required to be collateralized. As of June 30, 2014, there is no material difference between the fair value of the District’s position in the State Treasurer’s Local Government Investment Pool and the value of the pool shares. There were no known violations of legal or contractual provisions for deposits and investments during the fiscal year.

At year-end, the investment balances were as follows (carrying value is the same as fair market value):

Investment Type	Fair Value	Investment Maturities (in Months)	
		Less than 3	More than 3
State Treasurer's Investment Pool	\$ 4,074,241	\$ 4,074,241	\$ -
Total Investments	\$ 4,074,241	\$ 4,074,241	\$ -

INTEREST RATE RISK

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. Cash not expected or used within thirty days is invested in the Local Government Investment Pool which manages investment rate risk. Other funds are invested in certificates of deposit with maturities of less than one year.

CREDIT RISK

Oregon Revised Statutes do not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

CONCENTRATION OF RISK

At June 30, 2014, 100% of total investments were in the State Treasurer’s Investment Pool, savings bonds and certificates of deposit. State statutes do not limit the percentage of investments in these instruments.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

5. ACCOUNTS / GRANTS RECEIVABLE

Special revenue fund grants receivable are comprised of claims for reimbursement of costs under various federal and state grant programs. Accounts receivable is mostly comprised of grant money. No allowance for uncollectible accounts has been recorded because all receivables are considered by management to be collectible.

6. CAPITAL ASSETS

The changes in capital assets for the fiscal year ended June 30, 2014 are as follows:

	<u>7/1/2013</u>	<u>Additions</u>	<u>(Deletions)</u>	<u>6/30/2014</u>
Non-Depreciable Capital Assets				
Land	\$ 86,420	\$ -	\$ -	\$ 86,420
Total Non-Depreciable Capital Assets	86,420	-	-	86,420
Depreciable Capital Assets				
Land Improvements	625,247	14,258	-	639,505
Buildings & Improvements	7,957,360	-	(62,285)	7,895,075
Equipment	224,608	5,059	-	229,667
Licensed Vehicles	1,528,080	-	-	1,528,080
Total Depreciable Capital Assets	10,335,295	19,317	(62,285)	10,292,327
Accumulated Depreciation				
Land Improvements	555,000	7,582	-	562,582
Buildings & Improvements	5,468,674	132,836	(45,402)	5,556,108
Equipment	224,608	506	-	225,114
Licensed Vehicles	855,134	98,312	-	953,446
Total	7,103,416	239,236	(45,402)	7,297,250
Total Net Capital Assets	<u>\$3,318,299</u>			<u>\$3,081,497</u>

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

Instruction	\$ 148,228
Support Services	82,561
Community Services	8,447
Total Depreciation Expense	<u>\$ 239,236</u>

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

7. STATEWIDE LOCAL GOVERNMENT RETIREMENT SYSTEM

Contributions are made to the Oregon Public Employees Retirement Fund (OPERF), a cost-sharing multiple-employer defined benefit pension plan administered by the Oregon Public Employees Retirement System (PERS). PERS provides retirement and disability benefits, post-employment health care benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

PERS is administered under Oregon Revised Statute (ORS) Chapter 238. ORS 238.620 establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report can be obtained by writing to PERS, P.O. Box 23700, Tigard, OR 97281-3700 or by calling 1-503-598-7377.

Members of PERS are required to contribute 6% of their salary covered under the plan. The District is required by ORS 238.225 to contribute at an actuarially determined rate. The rate effective July 1, 2013 is 14.23% of salary covered under the plan for Tier 1 and Tier 2 employees and 12.23% for employees covered under the Oregon Public Services Retirement Plan (OPSRP). On June 30, 2005 the District participated in the Oregon School Boards Association limited tax pension obligation bond issues to finance a portion of the estimated unfunded PERS actuarial liability (the "UAL"). The District borrowed \$10,080,000 reducing the rate paid to PERS to 7.88% effective July 1, 2005. The contribution requirements for plan members are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature. The contributions to PERS for the years ended June 30, 2014, 2013, and 2012 were approximately \$1,070,009, \$983,463, and \$904,591 respectively, equal to the required contributions for each year.

8. NET PENSION OBLIGATION (NPO) / OTHER POST-EMPLOYMENT BENEFITS (OPEB)

POST-EMPLOYMENT STIPENDS

An early retirement program is in effect for regular full-time teachers. To qualify for the plan, a teacher must have 15 years of experience in education, have been employed by the district for a minimum of ten years and be at least 58 years of age at retirement. Teachers receive a monthly payment of \$452 until age 65. This program is not available to any employee hired after July 1, 2004.

Teachers who have 30 years of participation with the Oregon Public Employees Retirement System and 20 years of service with the District are eligible for early retirement prior to age 58. They receive the dollar amount they would have received from age 58 to age 65 prorated monthly from age of retirement until age 65. Ten years of service prior to July 1, 2004 is required for full benefits. Benefits are prorated for individuals with less than ten years of service prior to July 1, 2004.

Administrators have an early retirement program available at age 58 after ten years of service. They receive 1% per month of their final year's salary to age 62 and \$200 per month from age 62 to age 65 and paid medical insurance coverage based on the amount at retirement date.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

8. NET PENSION OBLIGATION (NPO) / OTHER POST EMPLOYMENT BENEFITS (OPEB) (Continued)

ANNUAL PENSION COST AND NET PENSION OBLIGATION (STIPENDS)

The annual pension cost and net pension obligation is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 50. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the annual pension cost for the year ending June 30, 2014, the amount actually contributed to the plan, and changes in the net pension obligation:

	<u>2012</u>	<u>2013</u>	<u>2014</u>
Annual required contribution (ARC)	\$ 508,054	\$ 448,795	\$ 416,357
Interest on prior year Net Pension Obligation	28,776	25,838	24,882
Adjustment to ARC for Net Pension Obligatic	<u>(381,434)</u>	<u>(388,596)</u>	<u>(374,221)</u>
Annual pension cost (APC)	155,396	86,037	67,018
Expected Stipend Payments	<u>(136,583)</u>	<u>(113,345)</u>	<u>(101,700)</u>
Increase in Net Pension Obligation	18,813	(27,308)	(34,682)
Net Pension Obligation at beginning of year	<u>719,407</u>	<u>738,220</u>	<u>710,912</u>
Net Pension Obligation at end of year	<u>\$ 738,220</u>	<u>\$ 710,912</u>	<u>\$ 676,230</u>
Percentage of APC contributed	27%	25%	24%

ACTUARIAL METHODS AND ASSUMPTIONS

The annual required contribution (ARC) for the current year was determined as part of the October 1, 2012 actuarial valuation using the projected unit credit cost method actuarial cost method. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about mortality, claim cost and the healthcare cost trend. The actuarial assumptions included; (a) a rate of return on investment of 3.5%, (b) health cost trend rate for medical and prescription drugs of 7.5% then downgraded accordingly until it reaches 5.25%; and (c) retirement rate assumptions. Amounts determined regarding the funded status of the plan and the annual required contribution of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Under this method, the Plan's benefit obligations for participants for past service are computed on a present value basis using projected benefits (including future accruals). The Accrued Liability is equal to a pro-rata portion of the total present value of benefits based on the ratio of service as of the valuation date to the projected service at assumed retirement (or other decrement).

As of October 1, 2012, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$812,987, and the actuarial value of assets was zero, resulting in an unfunded accrued liability (UAAL) of \$812,987. The covered payroll is not available. The Annual Required Contribution (ARC) for June 30, 2014 was actuarially determined to be \$416,357 for District contributions.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

8. NET PENSION OBLIGATION (NPO) / OTHER POST EMPLOYMENT BENEFITS (OPEB) (Continued)

ANNUAL OPEB COST AND NET OPEB OBLIGATION (HEALTH INSURANCE)

The annual OPEB cost and net OPEB obligation is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the annual OPEB cost for the year ending June 30, 2014, the amount actually contributed to the plan, and changes in the net OPEB obligation:

	2012	2013	2014
Annual Required Contribution	\$ 405,798	\$ 340,042	\$ 349,100
Interest on prior year Net OPEB Obligation	22,529	25,239	29,590
Adjustment to Annual Required Contribution	<u>(38,277)</u>	<u>(86,708)</u>	<u>(101,656)</u>
Annual OPEB cost	390,050	278,573	277,034
Contributions made	<u>(232,163)</u>	<u>(154,259)</u>	<u>(159,376)</u>
Increase in Net OPEB obligation	157,887	124,314	117,658
Net OPEB Obligation at beginning of year	<u>563,234</u>	<u>721,121</u>	<u>845,435</u>
Net OPEB Obligation at end of year	<u>\$ 721,121</u>	<u>\$ 845,435</u>	<u>\$ 963,093</u>
Percentage of APC contributed	57%	45%	46%

Actuarial Methods and Assumptions:

The annual required contribution (ARC) for the current year was determined as part of the October 1, 2012 actuarial valuation using the projected unit credit cost method actuarial cost method. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about mortality, claim cost and the healthcare cost trend. The actuarial assumptions included; (a) a rate of return on investment of 3.5%, (b) health cost trend rate for medical and prescription drugs of 7.5% then downgraded accordingly until it reaches 5.25%; and (c) retirement rate assumptions. Amounts determined regarding the funded status of the plan and the annual required contribution of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Funding Status and Funding Progress:

As of October 1, 2012, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$1,935,996, and the actuarial value of assets was zero, resulting in an unfunded accrued liability (UAAL) of \$1,935,996. The covered payroll is not available. The Annual Required Contribution (ARC) for June 30, 2014 was actuarially determined to be \$349,100 for District contributions.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

9. PROPERTY TAX LIMITATIONS

The voters of the State of Oregon approved ballot Measure 5, a constitutional limit on property taxes for schools and non-school government operations, in November, 1990. School operations include community colleges, local school districts and education service districts.

The limitation provides that property taxes for school operations are limited to \$5.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The result of this initiative has been that school districts have become more dependent upon state funding and less dependent upon property tax revenues as their major source of operating revenue.

The voters of the State of Oregon passed ballot Measure 50 in May, 1997 to further reduce property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit. The District's permanent operating property tax rate was fixed at \$4.7448 per thousand of assessed value.

Measure 50 reduced the amount of operating property tax revenues available to the District for its 1998-1999 fiscal year, and thereafter. This reduction was accomplished by rolling assessed property values back to their 1995-96 values less 10%, and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The Measure also sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State of Oregon to minimize the impact of the tax cuts to school districts. The ultimate impact to the Districts as a result of this measure has been greater reliance on state funding and less reliance on local funding. However, Seaside relies more heavily on Timber Revenue and local funding.

10. LONG-TERM DEBT

The following changes occurred in the liabilities during the year ended June 30, 2014:

	PERS Bonds	Capital Leases	SELP Obligation	Pension Obligation	OPEB Obligation	Total
Balance 7/1/13	\$ 9,080,000	\$ 305,080	\$ 312,287	\$ 710,912	\$ 845,435	\$ 11,253,714
Additions	-	-	-	-	117,658	117,658
Payments & Deletions	(250,000)	(86,081)	(17,652)	(34,682)	-	(388,415)
Balance 6/30/14	<u>\$ 8,830,000</u>	<u>\$ 218,999</u>	<u>\$ 294,635</u>	<u>\$ 676,230</u>	<u>\$ 963,093</u>	<u>\$ 10,982,957</u>
Amounts Payable In Fiscal Year:						
2014-2015	\$ 290,000	\$ 89,016	\$ 18,233	\$ -	\$ -	\$ 397,249
2015-2016	335,000	63,962	18,834	-	-	417,796
2016-2017	380,000	66,021	19,458	-	-	465,479
2017-2018	430,000	-	20,098	-	-	450,098
2018-2019	485,000	-	20,762	-	-	505,762
2019-2024	3,370,000	-	114,544	-	-	3,484,544
2024-2028	3,540,000	-	82,706	-	-	3,622,706
	<u>\$ 8,830,000</u>	<u>\$ 218,999</u>	<u>\$ 294,635</u>	<u>\$ 676,230</u>	<u>\$ 963,093</u>	<u>\$ 10,982,957</u>

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG-TERM DEBT (Continued)

A summary of the PERS bonds, SELP Loan, and capital leases due is as follows:

	Issue Date	Original Amount	Interest Rates	Final Maturity Date	Balance Remaining At 6/30/14
PERS Bonds	6/30/2005	\$ 10,080,000	4.849 to 5.011%	6/30/2028	\$ 8,830,000
SELP Obligation	8/1/2012	326,570	20.00%	8/1/2027	294,635
Bus Lease I	12/30/2010	130,000	3.78%	1/30/2016	27,048
Bus Lease II	9/14/2011	209,281	3.3 to 15.8%	9/14/2016	129,848
Bus Lease III	1/30/2013	103,553	5.00%	1/30/2017	62,103

11. RISK MANAGEMENT

There is exposure to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Commercial insurance is purchased to minimize exposure to these risks. Settled claims have not exceeded this commercial coverage for any of the past three years.

12. PREPAID PERS LIABILITY

As a result of the issuance of the 2005 Limited Tax Pension Obligation Bonds, shown in Note 10, there is a Prepaid PERS Liability in the Statement of Net Position. The prepaid liability is equal to the initial \$9,926,306 payment made to PERS from the bond proceeds, less accumulated amortization at June 30, 2014 of \$3,884,211. Annual amortization is being calculated on a straight-line basis over the life of the pension obligation bonds.

13. COMMITMENTS AND CONTINGENCIES

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

A number of federally assisted grant programs are participated in. These programs are subject to program compliance audits by the grantors or their representatives. The federal audits for these programs for the year ended June 30, 2014 have not been conducted. Accordingly, compliance with grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although such amounts, if any, are expected by management to be immaterial.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

14. OPERATING LEASE AGREEMENTS

LEASE RECEIVABLE

On December 15, 2006, an agreement with the City of Seaside was entered into to allow the City to continue to lease the following described property: Seaside Chamber of Commerce Office Building, restrooms, parking facilities, together with other pertinent structures. It was agreed that the City would assume all of the responsibility for maintenance and upkeep of the improvements and the grounds and carry insurance coverage as full consideration of the rental. The lease is set to expire on December 15, 2031.

LEASE PAYABLE

On August 23, 2012 a five year operating lease agreement for three copier machines was entered into with ABS Finance. The monthly charge for this service is \$2,121. This lease will expire on September 30, 2017. Lease payments for the year ended June 30, 2014 totaled \$25,452.

Future minimum operating lease obligation is as follows:

Year Ended June 30,	Amount
2015	\$ 25,452
2016	25,452
2017	25,452
2018	6,363
Total	\$ 82,719

16. SHORT-TERM OBLIGATIONS

The following changes occurred in short-term obligations during the year ended June 30, 2014:

	Interest Rates	Original Issue	Beginning Balance	Additions	(Reductions)	Ending Balance	Due Within One Year
Tax Revenue Anticipated Note	0.32%	\$ 2,350,000	\$ 2,350,000	\$ -	\$ (2,350,000)	\$ -	\$ -
Tax Revenue Anticipated Note	0.25%	800,000	-	800,000	-	800,000	800,000
Total Short-term Liabilities			\$ 2,350,000	\$ 800,000	\$ (2,350,000)	\$ 800,000	\$ 800,000

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

17. INTERFUND TRANSFERS

The composition of interfund transfers is as follows:

	Transfers Out:	Transfers In:
General Fund	\$ 82,000	\$ -
Special Revenue Fund	30,225	132,325
Debt Service Fund	20,100	-
Capital Projects Fund	<u>-</u>	<u>-</u>
Total Transfers	<u>\$ 132,325</u>	<u>\$ 132,325</u>

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

18. INTERFUND BALANCES

The composition of interfund balances is as follows:

	Due to Other Funds:	Due from Other Funds:
General Fund	\$ 567,416	\$ 374,788
Special Revenue Fund	356,827	272,164
Debt Service Fund	-	43,983
Capital Projects Fund	<u>17,277</u>	<u>250,585</u>
Total Transfers	<u>\$ 941,520</u>	<u>\$ 941,520</u>

The internal balances are recorded to show legal and operational commitments between funds.

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS
June 30, 2014

**PLAN I (STIPENDS):
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL) Entry Age	(b)-(a) AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as a Percentage of Covered Payroll
10/1/2012	\$ -	\$ 812,987	\$ 812,987	0.00%	n/a	n/a
10/1/2010	-	985,313	985,313	0.00%	n/a	n/a
10/1/2008	-	699,638	699,638	0.00%	n/a	n/a

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended June 30,	Annual OPEB Cost	Percentage Contributed
2014	\$ 67,018	152.00%
2013	86,037	132.00%
2012	155,396	88.00%
2011	247,122	55.00%
2010	120,274	72.00%

The above table presents the most recent actuarial valuations for the District's post-retirement pension stipend and it provides information that approximates the funding progress of the plan.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS
June 30, 2014

**PLAN II (HEALTH INSURANCE)
SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b)-(a) AAL (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	((b-a)/c) UAAL as a Percentage of Covered Payroll
10/1/2012	\$ -	\$ 1,935,996	\$ 1,935,996	0.00%	n/a	n/a
10/1/2010	-	3,071,629	3,071,629	0.00%	n/a	n/a
10/1/2008	-	3,011,596	3,011,596	0.00%	n/a	n/a

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended June 30,	Annual Pension Cost	Percentage Contributed
2014	\$ 277,034	58.00%
2013	278,573	55.00%
2012	390,050	60.00%
2011	378,682	57.00%
2010	400,342	52.00%

The above table presents the most recent actuarial valuations for the District's post-retirement health insurance and it provides information that approximates the funding progress of the plan.

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2014

GENERAL FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES:				
Local Sources	\$ 13,749,909	\$ 13,749,909	\$ 14,376,618	\$ 626,709
Intermediate Sources	73,000	73,000	48,920	(24,080)
State Sources	1,179,847	1,179,847	1,068,199	(111,648)
Federal Sources	5,000	5,000	9,065	4,065
Total Revenues	15,007,756	15,007,756	15,502,802	(13,925,965)
EXPENDITURES:				
Current:				
Instruction	9,234,622	9,234,622 (1)	8,652,420	582,202
Support Services	5,696,134	5,696,134 (1)	5,291,300	404,834
Contingencies	250,000	250,000 (1)	-	250,000
Debt Service	98,000	98,000 (1)	96,236	1,764
Total Expenditures	15,278,756	15,278,756	14,039,956	1,238,800
Excess of Revenues Over, (Under) Expenditures	(271,000)	(271,000)	1,462,846	1,733,846
Other Financing Sources, (Uses):				
Transfers Out	(82,000)	(82,000) (1)	(82,000)	-
Total Other Financing Sources, (Uses)	(82,000)	(82,000)	(82,000)	-
Net Change in Fund Balance	(353,000)	(353,000)	1,380,846	1,733,846
Beginning Fund Balance	353,000	353,000	1,166,142	813,142
Ending Fund Balance	\$ -	\$ -	\$ 2,546,988	\$ 2,546,988

(1) Appropriation Level

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2014

SPECIAL REVENUE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES:				
Local Sources	\$ 623,525	\$ 623,525	\$ 679,013	\$ 55,488
Intermediate Sources	57,686	57,686	-	(57,686)
State Sources	35,135	35,135	20,521	(14,614)
Federal Sources	1,099,427	1,099,427	1,038,714	(60,713)
Total Revenues	<u>1,815,773</u>	<u>1,815,773</u>	<u>1,738,248</u>	<u>(77,525)</u>
EXPENDITURES:				
Current:				
Instruction	1,396,464	1,396,464 (1)	1,095,919	300,545
Support Services	146,095	146,095 (1)	138,430	7,665
Community Service	625,969	625,969 (1)	555,535	70,434
Debt Service	27,540	27,540 (1)	27,540	-
Total Expenditures	<u>2,196,068</u>	<u>2,196,068</u>	<u>1,817,424</u>	<u>378,644</u>
Excess of Revenues Over, (Under) Expenditures	(380,295)	(380,295)	(79,176)	301,119
Other Financing Sources, (Uses):				
Transfers In	137,100	137,100	132,325	(4,775)
Transfers Out	(35,000)	(35,000) (1)	(30,225)	4,775.00
Total Other Financing Sources, (Uses)	<u>102,100</u>	<u>102,100</u>	<u>102,100</u>	<u>-</u>
Net Change in Fund Balance	<u>(278,195)</u>	<u>(278,195)</u>	<u>22,924</u>	<u>301,119</u>
Beginning Fund Balance	<u>328,988</u>	<u>328,988</u>	<u>153,797</u>	<u>(175,191)</u>
Ending Fund Balance	<u>\$ 50,793</u>	<u>\$ 50,793</u>	<u>\$ 176,721</u>	<u>\$ 125,928</u>

(1) Appropriation Level

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SUPPLEMENTARY INFORMATION

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2014

DEBT SERVICE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES:				
Local Sources	\$ 20,100	\$ 20,100	\$ 24,840	\$ 4,740
Total Revenues	20,100	20,100	24,840	4,740
Excess of Revenues Over, (Under) Expenditures	20,100	20,100	24,840	-
Other Financing Sources, (Uses):				
Transfers Out	(20,100)	(20,100) (1)	(20,100)	-
Total Other Financing Sources, (Uses)	(20,100)	(20,100)	(20,100)	-
Net Change in Fund Balance	-	-	4,740	4,740
Beginning Fund Balance	-	-	45,222	45,222
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,962</u>	<u>\$ 49,962</u>

(1) Appropriation Level

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2014

CAPITAL PROJECTS FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES:				
Local Sources	\$ 800	\$ 800	\$ 1,297	\$ 497
Total Revenues	<u>800</u>	<u>800</u>	<u>1,297</u>	<u>497</u>
EXPENDITURES:				
Facilities Acquisition	<u>75,800</u>	<u>75,800 (1)</u>	<u>17,277</u>	<u>58,523</u>
Total Expenditures	<u>75,800</u>	<u>75,800</u>	<u>17,277</u>	<u>58,523</u>
Excess of Revenues Over, (Under) Expenditures	(75,000)	(75,000)	(15,980)	59,020
Net Change in Fund Balance	(75,000)	(75,000)	(15,980)	59,020
Beginning Fund Balance	<u>75,000</u>	<u>75,000</u>	<u>249,288</u>	<u>174,288</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 233,308</u>	<u>\$ 233,308</u>

(1) Appropriation Level

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For the Year Ended June 30, 2014

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/13	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/14
GENERAL FUND:						
Current:						
2013-14	\$ 14,229,035	\$ 358,765	\$ (48,632)	\$ 10,190	\$ 13,250,255	\$ 581,573
Prior Years:						
2012-13	672,230	38	(32,686)	22,909	335,139	327,276
2011-12	358,411	-	(26,974)	25,629	146,116	210,950
2010-11	230,276	-	(44,476)	43,387	161,946	67,241
2009-10	111,503	-	(35,153)	28,956	85,440	19,866
Prior Years	63,879	-	(36,149)	6,469	9,568	24,631
Total Prior	1,436,299	38	(175,438)	127,350	738,209	649,964
Total General Fund	\$ 15,665,334	\$ 358,803	\$ (224,070)	\$ 137,540	\$ 13,988,464	\$ 1,231,537

RECONCILIATION TO REVENUE:		GENERAL FUND
Cash Collections by County Treasurer Above		\$ 13,988,464
Accrual of Receivables:		
June 30, 2013		(147,179)
June 30, 2014		135,471
Other taxes		67,301
Total Revenue		\$ 14,044,057

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For the Year Ended June 30, 2014

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/13	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/14
<u>DEBT SERVICE</u>						
Current:						
2013-14	\$ 13,086	\$ 330	\$ (45)	\$ 9	\$ 12,186	\$ 534
Prior Years:						
2012-13	43	-	(2)	1	21	21
2011-12	10,467	-	(788)	749	4,267	6,161
2010-11	10,639	-	(2,055)	2,005	7,482	3,107
2009-10	5,581	-	(1,759)	1,449	4,277	994
Prior Years	3,256	-	(1,816)	336	497	1,279
Total Prior	29,986	-	(6,420)	4,540	16,544	11,562
Total Debt Service	<u>\$ 43,072</u>	<u>\$ 330</u>	<u>\$ (6,465)</u>	<u>\$ 4,549</u>	<u>\$ 28,730</u>	<u>\$ 12,096</u>

RECONCILIATION TO REVENUE:		DEBT SERVICE FUND
Cash Collections by County Treasurer Above		\$ 28,730
Accrual of Receivables:		
June 30, 2013		(1,788)
June 30, 2014		1,646
Other taxes		(8,105)
Total Revenue		<u>\$ 20,483</u>

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2014

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTORS NUMBER	EXPENDITURES
U.S. DEPARTMENT OF EDUCATION			
Passed Through State Department of Education:			
Title I Grants to Local Education Agencies 7/1/13 - 9/30/14	84.010	N/A	\$ 337,281 (1)
Special Education - Grants to States 7/1/12 - 9/30/14	84.027	N/A	45
7/14/13 - 9/30/15	84.027	N/A	211,587
Total			<u>211,633</u>
Special Education - Grants to States 8/1/13 - 6/30/14	84.027	N/A	1,469
Special Education - Grants to States 10/1/12 - 9/30/13	84.027	N/A	382
10/1/13 - 9/30/14	84.027	N/A	2,652
Total			<u>3,034</u>
Special Education - Preschool Grants 7/1/13 - 9/30/15	84.173	N/A	3,195
Rural Education 7/1/12 - 9/30/13	84.358	N/A	6,888
7/1/13 - 9/30/14	84.358	N/A	19,741
Total			<u>26,629</u>
Improving Teacher Quality State Grant 7/1/12 - 9/30/13	84.367	N/A	23,624
7/1/13 - 9/30/14	84.367	N/A	42,004
Total			<u>65,628</u>
Special Education - State Personnel Development 10/1/12 - 6/30/13	84.323	N/A	520
Early Childhood Matter - Kindergarten Readiness Assessment 3/1/12 - 8/30/13	93.708	N/A	977
TOTAL U.S. DEPARTMENT OF EDUCATION			<u><u>650,366</u></u>
Passed Through Clatsop Community College:			
Career and Technical Education - Basic Grants to States 7/1/13 - 6/30/14	84.048	N/A	<u>9,065</u>
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through Oregon State Department of Education:			
School Breakfast Program	10.553	N/A	104,630
National School Lunch Program	10.555	N/A	255,088
Summer Food Service Program for Children	10.559	N/A	8,488
Commodities	10.555	N/A	<u>20,143</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>388,348</u>
TOTAL FEDERAL EXPENDITURES			<u><u>\$ 1,047,779</u></u>

(1) Major Programs

Reconciliation to Federal Revenue:	
Amount shown above	\$ 1,047,779
Passed through the State	-
Total Federal Revenue	<u><u>\$ 1,047,779</u></u>

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

OTHER INFORMATION

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF FUTURE REQUIREMENTS OF BONDED DEBT
June 30, 2014

YEAR	2005 PERS BOND		TOTAL REQUIREMENT ALL ISSUES	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
	Due 6/30	Due 12/30 & 6/30		
2014-2015	290,000	438,486	290,000	438,486
2015-2016	335,000	424,424	335,000	424,424
2016-2017	380,000	408,180	380,000	408,180
2017-2018	430,000	389,754	430,000	389,754
2018-2019	485,000	368,903	485,000	368,903
2019-2020	540,000	345,385	540,000	345,385
2020-2021	600,000	319,201	600,000	319,201
2021-2022	670,000	289,135	670,000	289,135
2022-2023	740,000	255,561	740,000	255,561
2023-2024	820,000	218,480	820,000	218,480
2024-2025	900,000	177,389	900,000	177,389
2025-2026	990,000	132,288	990,000	132,288
2026-2027	1,080,000	82,682	1,080,000	82,682
2027-2028	570,000	28,562	570,000	28,562
TOTALS	\$ 8,830,000	\$ 3,878,430	\$ 8,830,000	\$ 3,878,430

**2013 - 14 DISTRICT AUDIT REVENUE SUMMARY
SEASIDE SD 10**

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 500	Fund 600	Fund 700
Revenue from Local Sources							
1110 Ad Valorem Taxes Levied by District	\$12,850,693	\$0	\$20,483	\$0	\$0	\$0	\$0
1120 Local Option Ad Valorem Taxes Levied by District	\$1,193,364	\$0	\$0	\$0	\$0	\$0	\$0
1130 Construction Excise Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1190 Penalties and Interest on Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1200 Revenue from Local Governmental Units Other Than Districts	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1311 Regular Day School Tuition - From Individuals	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1312 Regular Day School Tuition - Other Dist Within State	\$19,000	\$0	\$0	\$0	\$0	\$0	\$0
1313 Regular Day School Tuition - Other Districts Outside	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1320 Adult/Continuing Education Tuition	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1330 Summer School Tuition	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1411 Transportation Fees - From Individuals	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1412 Transportation Fees - Other Dist Within State	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1413 Transportation Fees - Other Districts Outside	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1420 Summer School Transportation Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1500 Earnings on Investments	\$30,204	\$154	\$4,356	\$1,297	\$0	\$0	\$0
1600 Food Service	\$0	\$61,308	\$0	\$0	\$0	\$0	\$0
1700 Extracurricular Activities	\$99,115	\$356,367	\$0	\$0	\$0	\$0	\$0
1800 Community Services Activities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1910 Rentals	\$47,391	\$0	\$0	\$0	\$0	\$0	\$0
1920 Contributions and Donations From Private Sources	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1930 Rental or Lease Payments From Private Contractors	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1940 Services Provided Other Local Education Agencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1950 Textbook Sales and Rentals	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1960 Recovery of Prior Years' Expenditure	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1970 Services Provided Other Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1980 Fees Charged to Grants	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1990 Miscellaneous	\$136,853	\$261,184	\$0	\$0	\$0	\$0	\$0
Total Revenue from Local Sources	\$14,376,619	\$679,012	\$24,839	\$1,297	\$0	\$0	\$0
Revenue from Intermediate Sources							
2101 County School Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2102 General ESD Revenue	\$48,920	\$0	\$0	\$0	\$0	\$0	\$0
2103 Excess ESD Local Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2105 Natural Gas, Oil, and Mineral Receipts	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2110 Intermediate "I" Tax	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2199 Other Intermediate Sources	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2200 Restricted Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2800 Revenue in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2900 Revenue for/on Behalf of the District	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Revenue from Intermediate Sources	\$48,920	\$0	\$0	\$0	\$0	\$0	\$0
Revenue from State Sources							
3101 State School Fund - General Support	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3102 State School Fund - School Lunch Match	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3103 Common School Fund	\$138,935	\$0	\$0	\$0	\$0	\$0	\$0
3104 State Managed County Timber	\$932,344	\$0	\$0	\$0	\$0	\$0	\$0
3106 State School Fund - Accrual	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3199 Other Unrestricted Grants-in-Aid	-\$3,079	\$0	\$0	\$0	\$0	\$0	\$0
3204 Driver Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3222 State School Fund (SSF) Transportation Equipment	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3299 Other Restricted Grants-in-Aid	\$0	\$20,521	\$0	\$0	\$0	\$0	\$0
3800 Revenue in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3900 Revenue for/on Behalf of the District	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Revenue from State Sources	\$1,068,199	\$20,521	\$0	\$0	\$0	\$0	\$0
Revenue from Federal Sources							
4100 Unrestricted Revenue Direct From the Federal Government	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4200 Unrestricted Revenue From the Federal Government Through the State	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4300 Restricted Revenue From the Federal Government	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4500 Restricted Revenue From the Federal Government Through the State	\$9,065	\$926,314	\$0	\$0	\$0	\$0	\$0
4700 Grants-In-Aid From the Federal Government Through Other Intermediate Agencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4801 Federal Forest Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4802 Impact Aid to School Districts for Operation (PL 874)	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4803 Coos Bay Wagon Road Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4899 Other Revenue in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4900 Revenue for/on Behalf of the District	\$0	\$112,400	\$0	\$0	\$0	\$0	\$0
Total Revenue from Federal Sources	\$9,065	\$1,038,714	\$0	\$0	\$0	\$0	\$0
Revenue from Other Sources							
5100 Long Term Debt Financing Sources	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200 Interfund Transfers	\$0	\$132,325	\$0	\$0	\$0	\$0	\$0
5300 Sale of or Compensation for Loss of Fixed Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 Resources - Beginning Fund Balance	\$1,166,142	\$153,797	\$45,222	\$249,288	\$0	\$0	\$0
Total Revenue from Other Sources	\$1,166,142	\$286,122	\$45,222	\$249,288	\$0	\$0	\$0
Grand Totals	\$16,668,945	\$2,024,369	\$70,062	\$250,585	\$0	\$0	\$0

**2013 - 14 DISTRICT AUDIT EXPENDITURE SUMMARY
SEASIDE SD 10**

Fund: 100 General Fund

	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures								
1111 Elementary, K-5 or K-6	\$2,935,868	\$1,805,993	\$1,051,033	\$21,156	\$57,686	\$0	\$0	\$0
1113 Elementary Extracurricular	\$556	\$424	\$132	\$0	\$0	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$1,339,097	\$832,778	\$465,489	\$7,919	\$32,910	\$0	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$36,226	\$28,770	\$7,456	\$0	\$0	\$0	\$0	\$0
1131 High School Programs	\$2,050,028	\$1,263,552	\$702,986	\$23,489	\$60,001	\$0	\$0	\$0
1132 High School Extracurricular	\$253,095	\$197,305	\$46,266	\$4,132	\$2,314	\$0	\$3,078	\$0
1140 Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$1,386	\$1,077	\$309	\$0	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$503,874	\$250,713	\$182,298	\$69,360	\$1,503	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$1,047,839	\$549,344	\$488,064	\$7,111	\$3,319	\$0	\$0	\$0
1260 Treatment and Habilitation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272 Title I	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1280 Alternative Education	\$21,261	\$9,688	\$11,573	\$0	\$0	\$0	\$0	\$0
1291 English Second Language Programs	\$463,190	\$258,060	\$203,646	\$63	\$1,421	\$0	\$0	\$0
1292 Teen Parent Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1293 Migrant Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1294 Youth Corrections Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1299 Other Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1300 Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$8,652,420	\$5,197,704	\$3,159,253	\$133,230	\$159,155	\$0	\$3,078	\$0
Support Services Expenditures								
2110 Attendance and Social Work Services	\$55,064	\$28,599	\$26,465	\$0	\$0	\$0	\$0	\$0
2120 Guidance Services	\$461,985	\$290,422	\$171,129	\$108	\$326	\$0	\$0	\$0
2130 Health Services	\$114,538	\$71,641	\$38,834	\$2,026	\$1,798	\$0	\$240	\$0
2140 Psychological Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$115,543	\$0	\$0	\$115,543	\$0	\$0	\$0	\$0
2160 Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$165,288	\$97,386	\$51,130	\$16,135	\$425	\$0	\$212	\$0
2210 Improvement of Instruction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2220 Educational Media Services	\$185,196	\$82,954	\$93,575	\$0	\$8,667	\$0	\$0	\$0
2230 Assessment & Testing	\$7,747	\$0	\$0	\$7,280	\$468	\$0	\$0	\$0
2240 Instructional Staff Development	\$18,365	\$2,763	\$756	\$14,846	\$0	\$0	\$0	\$0
2310 Board of Education Services	\$61,986	\$0	\$0	\$57,308	\$0	\$0	\$4,678	\$0
2320 Executive Administration Services	\$280,272	\$174,280	\$88,967	\$11,897	\$4,848	\$0	\$281	\$0
2410 Office of the Principal Services	\$1,063,524	\$632,203	\$394,052	\$29,386	\$6,633	\$0	\$1,250	\$0
2490 Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520 Fiscal Services	\$487,716	\$183,200	\$124,537	\$24,293	\$3,516	\$0	\$152,170	\$0
2540 Operation and Maintenance of Plant Services	\$1,175,440	\$374,195	\$288,496	\$424,640	\$85,004	\$0	\$3,104	\$0
2550 Student Transportation Services	\$773,984	\$321,395	\$285,753	\$10,249	\$138,816	\$0	\$17,771	\$0
2570 Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630 Information Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640 Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660 Technology Services	\$178,433	\$67,104	\$37,602	\$67,152	\$6,425	\$0	\$150	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$146,219	\$102,906	\$43,313	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$5,291,300	\$2,429,048	\$1,644,609	\$780,862	\$256,925	\$0	\$179,856	\$0
Enterprise and Community Services Expenditures								
3100 Food Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Enterprise and Community Services Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures								
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction, and Improvement	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4180 Other Capital Items	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Uses Expenditures								
5100 Debt Service	\$96,236	\$0	\$0	\$0	\$0	\$0	\$96,236	\$0
5200 Transfers of Funds	\$82,000	\$0	\$0	\$0	\$0	\$0	\$0	\$82,000
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$178,236	\$0	\$0	\$0	\$0	\$0	\$96,236	\$82,000
Grand Total	\$14,121,956	\$7,626,752	\$4,803,863	\$914,092	\$416,080	\$0	\$279,170	\$82,000

**2013 - 14 DISTRICT AUDIT EXPENDITURE SUMMARY
SEASIDE SD 10**

Fund: 200 Special Revenue Funds

	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures								
1111 Elementary, K-5 or K-6	\$5,013	\$0	\$0	\$0	\$5,013	\$0	\$0	\$0
1113 Elementary Extracurricular	\$32,912	\$0	\$0	\$24,392	\$8,521	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$594	\$0	\$0	\$0	\$594	\$0	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$64,315	\$400	\$34	\$54,771	\$8,947	\$0	\$164	\$0
1131 High School Programs	\$33,929	\$0	\$0	\$1,778	\$30,851	\$0	\$1,300	\$0
1132 High School Extracurricular	\$376,821	\$0	\$0	\$130,313	\$182,102	\$0	\$64,405	\$0
1140 Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$214,828	\$131,890	\$79,743	\$3,195	\$0	\$0	\$0	\$0
1260 Treatment and Habilitation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272 Title I	\$367,506	\$220,820	\$146,010	\$0	\$676	\$0	\$0	\$0
1280 Alternative Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1291 English Second Language Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1292 Teen Parent Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1293 Migrant Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1294 Youth Corrections Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1299 Other Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1300 Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$1,095,919	\$353,111	\$225,786	\$214,449	\$236,704	\$0	\$65,869	\$0
Support Services Expenditures								
2110 Attendance and Social Work Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2120 Guidance Services	\$5,920	\$4,995	\$925	\$0	\$0	\$0	\$0	\$0
2130 Health Services	\$5,000	\$0	\$0	\$0	\$5,000	\$0	\$0	\$0
2140 Psychological Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2160 Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2210 Improvement of Instruction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2220 Educational Media Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2230 Assessment & Testing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2240 Instructional Staff Development	\$66,044	\$28,267	\$5,332	\$23,697	\$8,748	\$0	\$0	\$0
2310 Board of Education Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2320 Executive Administration Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2410 Office of the Principal Services	\$7,650	\$0	\$0	\$0	\$7,650	\$0	\$0	\$0
2490 Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520 Fiscal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2540 Operation and Maintenance of Plant Services	\$748	\$0	\$0	\$748	\$0	\$0	\$0	\$0
2550 Student Transportation Services	\$1,619	\$741	\$219	\$0	\$658	\$0	\$0	\$0
2570 Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630 Information Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640 Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660 Technology Services	\$51,449	\$774	\$66	\$8,171	\$42,438	\$0	\$0	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$138,430	\$34,778	\$6,543	\$32,616	\$64,494	\$0	\$0	\$0
Enterprise and Community Services Expenditures								
3100 Food Services	\$545,035	\$125,418	\$143,334	\$251,975	\$24,308	\$0	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$10,500	\$0	\$0	\$10,500	\$0	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Enterprise and Community Services Expenditures	\$555,535	\$125,418	\$143,334	\$262,475	\$24,308	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures								
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction, and Improvement Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4180 Other Capital Items	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Uses Expenditures								
5100 Debt Service	\$27,540	\$0	\$0	\$0	\$0	\$0	\$27,540	\$0
5200 Transfers of Funds	\$30,225	\$0	\$0	\$0	\$0	\$0	\$0	\$30,225
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$57,765	\$0	\$0	\$0	\$0	\$0	\$27,540	\$30,225
Grand Total	\$1,847,649	\$513,306	\$375,663	\$509,540	\$325,506	\$0	\$93,409	\$30,225

**2013 - 14 DISTRICT AUDIT EXPENDITURE SUMMARY
SEASIDE SD 10**

Fund: 300 Debt Service Funds

Instruction Expenditures								
Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	
1111 Elementary, K-5 or K-6	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1113 Elementary Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1131 High School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1132 High School Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1140 Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1260 Treatment and Habilitation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272 Title I	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1280 Alternative Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1291 English Second Language Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1292 Teen Parent Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1293 Migrant Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1294 Youth Corrections Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1299 Other Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1300 Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Support Services Expenditures								
Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	
2110 Attendance and Social Work Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2120 Guidance Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2130 Health Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2140 Psychological Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2160 Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2210 Improvement of Instruction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2220 Educational Media Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2230 Assessment & Testing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2240 Instructional Staff Development	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2310 Board of Education Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2320 Executive Administration Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2410 Office of the Principal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2490 Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520 Fiscal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2540 Operation and Maintenance of Plant Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2550 Student Transportation Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2570 Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630 Information Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640 Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660 Technology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Enterprise and Community Services Expenditures								
Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	
3100 Food Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Enterprise and Community Services Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures								
Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction, and Improvement Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4180 Other Capital Items	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Uses Expenditures								
Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	
5100 Debt Service	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200 Transfers of Funds	\$20,100	\$0	\$0	\$0	\$0	\$0	\$0	\$20,100
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$20,100	\$0	\$0	\$0	\$0	\$0	\$0	\$20,100
Grand Total	\$20,100	\$0	\$0	\$0	\$0	\$0	\$0	\$20,100

**2013 - 14 DISTRICT AUDIT EXPENDITURE SUMMARY
SEASIDE SD 10**

Fund: 400 Capital Projects Funds

		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures									
1111	Elementary, K-5 or K-6	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1113	Elementary Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1121	Middle/Junior High Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1122	Middle/Junior High School Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1131	High School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1132	High School Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1140	Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210	Programs for the Talented and Gifted	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1220	Restrictive Programs for Students with Disabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1250	Less Restrictive Programs for Students with Disabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1260	Treatment and Habilitation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271	Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272	Title I	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1280	Alternative Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1291	English Second Language Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1292	Teen Parent Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1293	Migrant Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1294	Youth Corrections Education	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1299	Other Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1300	Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400	Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Support Services Expenditures									
2110	Attendance and Social Work Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2120	Guidance Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2130	Health Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2140	Psychological Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2150	Speech Pathology and Audiology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2160	Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190	Service Direction, Student Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2210	Improvement of Instruction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2220	Educational Media Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2230	Assessment & Testing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2240	Instructional Staff Development	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2310	Board of Education Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2320	Executive Administration Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2410	Office of the Principal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2490	Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510	Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520	Fiscal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2540	Operation and Maintenance of Plant Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2550	Student Transportation Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2570	Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610	Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620	Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630	Information Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640	Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660	Technology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2670	Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690	Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700	Supplemental Retirement Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Enterprise and Community Services Expenditures									
3100	Food Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3200	Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300	Community Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3500	Custody and Care of Children Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Enterprise and Community Services Expenditures		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures									
4110	Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120	Site Acquisition and Development Services	\$17,277	\$0	\$0	\$17,277	\$0	\$0	\$0	\$0
4150	Building Acquisition, Construction, and Improvement Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4180	Other Capital Items	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4190	Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures		\$17,277	\$0	\$0	\$17,277	\$0	\$0	\$0	\$0
Other Uses Expenditures									
5100	Debt Service	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200	Transfers of Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300	Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400	PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Grand Total		\$17,277	\$0	\$0	\$17,277	\$0	\$0	\$0	\$0

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SUPPLEMENTAL INFORMATION
 As Required by the Oregon Department of Education
 For the Year Ended June 30, 2014

A.	Energy bills for heating - all funds:	<u>Objects 325 and 326</u>
	Function 2540	\$ 263,826
	Function 2550	

B.	Replacement of equipment - General Fund: Include all General Fund expenditures in Object 542, except for the following exclusions: Exclude these functions:	<u>Amount</u>																								
	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%;">1113, 1122 & 1132</td> <td style="width: 35%;">Co-curricular activities</td> <td style="width: 15%; text-align: right;">4150</td> <td style="width: 35%;">Construction</td> <td style="width: 5%; text-align: right;">\$</td> <td style="width: 10%; text-align: right;">-</td> </tr> <tr> <td>1140</td> <td>Pre-kindergarten</td> <td style="text-align: right;">2550</td> <td>Pupil transportation</td> <td></td> <td></td> </tr> <tr> <td>1300</td> <td>Continuing education</td> <td style="text-align: right;">3100</td> <td>Food service</td> <td></td> <td></td> </tr> <tr> <td>1400</td> <td>Summer school</td> <td style="text-align: right;">3300</td> <td>Community services</td> <td></td> <td></td> </tr> </table>	1113, 1122 & 1132	Co-curricular activities	4150	Construction	\$	-	1140	Pre-kindergarten	2550	Pupil transportation			1300	Continuing education	3100	Food service			1400	Summer school	3300	Community services			-
1113, 1122 & 1132	Co-curricular activities	4150	Construction	\$	-																					
1140	Pre-kindergarten	2550	Pupil transportation																							
1300	Continuing education	3100	Food service																							
1400	Summer school	3300	Community services																							

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SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

INDEPENDENT AUDITORS' REPORT
REQUIRED BY OREGON STATE REGULATIONS

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December 17, 2014

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Seaside School District as of and for the year ended June 30, 2014, and have issued our report thereon dated December 17, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

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

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

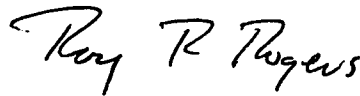
- **Deposit of public funds with financial institutions (ORS Chapter 295)**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Authorized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

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

OAR 162-10-0230 Internal Control

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

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



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

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

GRANT COMPLIANCE REVIEW

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December 17, 2014

To the Board of Directors
Seaside School District
Clatsop County, Oregon

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Seaside School District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 17, 2014.

Internal Control Over Financial Reporting

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

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

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

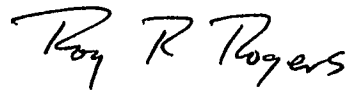
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Roy R. Rogers". The signature is written in a cursive style with a large, stylized "R" and "R".

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



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December 17, 2014

To the Board of Directors
Seaside School District
Clatsop County, Oregon

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Report on Compliance for Each Major Federal Program

We have audited Seaside School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2014. The major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Seaside School District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



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

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2014

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(s) identified that are not considered to be material weaknesses?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Any GAGAS audit findings disclosed that are required to be reported in accordance with section 505(d)(2) of OMB Circular A-133?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

FEDERAL AWARDS

Internal control over major programs:		
Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(s) identified that are not considered to be material weaknesses?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Type of auditors’ report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, section 510(a)?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

IDENTIFICATION OF MAJOR PROGRAMS

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM CLUSTER</u>
84.010	Title IA Grants to Local Education Agencies

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> yes <input type="checkbox"/> no

SEASIDE SCHOOL DISTRICT
CLATSOP COUNTY, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2014

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The schedule of expenditures of federal awards includes federal grant activity and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.