



Every Student a Graduate Prepared for a Bright and Successful Future

Springfield Public Schools

BOARD OF EDUCATION
December 11, 2017
Administration Center Boardroom
525 Mill Street
Springfield, OR 97477

5:00 pm Board Work Session, Budget Committee Interviews, Fall Planning Session
7:00 pm Board Meeting

AGENDA		TAB
1.	Call Meeting to Order and Flag Salute	Board Chair Erik Bishoff
2.	School Presentation: Maple Elementary School	Principal Sheila Minney
3.	Public Comments (Three (3) minutes each; maximum time 20 minutes. Speakers may not yield their time to other speakers.)	
4.	Work Session Summary	Chair Bishoff
5.	City Update: Pedestrian and Bike Traffic Safety Report	Emma Newman
6.	Consent Agenda	
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	B. Financial Statement	Brett Yancey 2
	C. Open Enrollment & Inter-District Transfer Update	David Collins 3
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	E. Personnel Action, Resolution #17-18.015	Bruce Smolnisky 5
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	G. 2018-2019 Transit Dollar Request Form, Resolution #17-18.017	David Collins 7
	H. Approval Student Responsibilities/Rights Handbook, Resolution #17-18.018	David Collins 8
7.	Action Items	
	A. Budget Committee Appointment, Resolution #17-18.019	Brett Yancey 9
	B. Consolidated Annual Fin Rpt & 2016-17 Audit, Res #17-18.020	Brett Yancey 10
	C. Hamlin Hazardous Materials, Resolution # 17-18.021	Brett Yancey 11
	D. OSBA Elections, Resolution #17-18.022	Susan Rieke-Smith 12
	E. Banking Services, Resolution #17-18.023	Brett Yancey 13
8.	Reports and Discussion	
	A. Student Communication	
	B. Superintendent Communication	Sue Rieke-Smith
	C. Board Communication	Chair Bishoff
	•Board Committee Reports	Chair Bishoff
9.	Other Business	
10.	Next Meeting: January 8, 2018, 7:00 pm, Business Meeting: New Address: 640 A Street January 22, 2018, 4:00 pm, Mid-Year Planning Meeting	
11.	Adjournment	Chair Bishoff

Springfield Public Schools is an equal opportunity educator and employer.

Persons having questions about or requests for special needs and accommodation at Board Meetings should contact the Office of the Superintendent; 525 Mill Street, Springfield, OR 97477; Phone: (541) 726-3201. Contact should be made 72 hours in advance of the event.

WORK SESSION MINUTES

6/ Board members met in a work session on October 9, 2017 to interview applicants to fill Board Position 4, as a result of the resignation of Board member Sandra Boyst on July 31, 2017.

Chair Erik Bishoff called the work session to order at 5:03 pm, in the Board Room of the District Administration Center, 525 Mill Street, in Springfield.

Board members present included Board Chair Erik Bishoff, Vice Chair Dr. Emilio Hernandez, Laurie Adams and Zachary Bessett. Others in attendance included Hanalei Rozen, Superintendent Sue Rieke-Smith, Jenna McCulley, David Collins, Brett Yancey, Suzy Price, Tom Lindly, Brian Price, Bruce Smolnisky, Kevin Ricker, Judy Bowden and Linda Henry.

Mr. Bishoff reviewed the process that was to be followed during the interview process. Each candidate would have the opportunity to answer the questions during the 20 minutes allotted for each candidate.

Applicants interviewed for Position 4 included:

- Tony Jobanek
- Scott Farley
- Madelein Berney

Chair Bishoff shared that the Board would appoint a new member at the Regular Board Meeting, later in the evening, to serve out the remainder of the current term. The person appointed will then run for re-election at the end of the current term. The term for this position expires June 30, 2019.

The work session was adjourned at 6:36 pm.

BUSINESS MEETING MINUTES

A Regular Meeting of the Lane County School District No. 19 Board of Education was held on October 9, 2017.

1. CALL MEETING TO ORDER

Board Chair Erik Bishoff called the Springfield Board of Education meeting to order in the Board Room of the District Administration Center at 7:02 pm and led the Pledge of Allegiance.

Attendance

Board Members present included Board Chair Erik Bishoff, Laurie Adams, Zach Bessett and Dr. Emilio Hernandez.

District staff and community members identified included Superintendent Sue Rieke-Smith, David Collins, Brett Yancey, Judy Bowden, Jenna McCulley, Kevin Ricker, Suzy Price, Brian Megert, Tom Lindly, Bruce Smolnisky, Dennis Minium, Colleen Hunter, Hanalei Rozen, Nicole Nakayama, Jim Crist, Trena Jayne, Kim Donaghe, José da Silva, Scott Farley, Madeleine Berney, Anne Goff, April Schultz, Natalli Wilson, Lisa Haley, Carolyn Batsch, Ethan Dawson, Chaz Stafford, Audrea Shelley, Mike Simons, Whitney McKinley,

Lacey Macdonald, Calli Dean, Charlie Jett, Nicki Gorham, Brandi Starck, Amber Mitchell, Carla Smith and Linda Henry.

2. BOARD MEMBER APPOINTMENT

Chair Bishoff reported the Board interviewed three candidates, Tony Jobanek, Scott Farley and Madeleine Berney for the vacant School Board position. He called for a motion to appoint the new Board member.

Ms. Adams echoed Mr. Bessett's comment that there were three excellent candidates for the vacant position, which made it difficult to determine which candidate would bring the skills and resources that would enhance the Board. She said she hoped that the candidates would explore other opportunities to serve Springfield Public Schools (SPS) in the future.

Mr. Bishoff noted it was important to understand what board members represented and he appreciated community members being willing to serve. Applicants would have other opportunities to serve the district in the future.

Dr. Hernandez added the board looked at the work staff and the departments had done, in addition to the work the board did, when it established board goals and the need to continue with growth to support the work that had been started.

Motion: Mr. Bessett moved, seconded by Ms. Adams, to nominate Tony Jobanek to serve on the Springfield Board of Education through the term ending June 30, 2019. The vote carried 4:0.

- Oath of Office

Mr. Bishoff administered the Oath of Office to Mr. Jobanek.

3. STUDENT BOARD MEMBER INTRODUCTIONS

Chair Bishoff introduced Kevin Ricker, Director of Secondary Education, who introduced the students who would serve as Student Board Representatives and alternates for the 2017-18 school year. Students identified which schools they represented, their grades and one interesting thing about themselves.

- Academy Arts and Academics (A3)
 - Aden Crafton was a junior and the primary A3 representative. He said dogs were the best thing on the planet.
 - Ethan Dawson was a junior and the alternate A3 representative. He was a STEM major.
- Gateways High School (GHS)
 - Natalli Wilson was a senior and the primary GHS representative. She loved walks on the beach.
 - April Schultz was a senior and the alternate GHS representative. April is Natalli's sister.
- Springfield High School (SHS)
 - Erika Arciga was a senior and the primary SHS representative. She has watched every episode of Criminal Minds on Netflix.
 - Chaz Stafford was a senior at SHS and the alternative representative. He was a swimmer and took second place in the 500 meter freestyle event at the State meet last year.
- Thurston High School (THS)
 - Brady Spear was a senior at THS and the primary representative. He had been swimming competitively for seven years and was also a State competitor, finishing third place in the 50 and 100 freestyle.
 - Cody Dean was a senior at THS and the alternate representative. This summer he completed his certified nursing assistant license.
- Willamette Leadership Academy (WLA)
 - Loany Vallecillo-Lara was a senior and the primary WLA representative. She loved dogs.

4. RECOGNITION: INTERNATIONAL ALPHA DELTA KAPPA MONTH PROCLAMATION

Chair Bishoff invited Board Member Dr. Hernandez to read the following proclamation in recognition of International Alpha Delta Kappa Month:

WHEREAS: Women in education constitute a great portion of the nation's working force, and are constantly striving to serve their communities and nations in education, civic, cultural and charitable programs leading to harmony, happiness and peace among all people, and

WHEREAS: Major goals of Alpha Delta Kappa, an international honorary sorority for women educators, are: to give recognition to outstanding educators:

- to build a fraternal fellowship among educators adding to their effectiveness in the promoting of excellence in education
- to establish high standards of education
- to promote educational and charitable projects and activities
- enriching the lives of individuals everywhere and assisting these
- individuals into a happy, constructive and fulfilling life.

NOW, THEREFORE: We, elected board members of the Springfield Public Schools, of Springfield, Oregon, by the authority vested in us, do hereby proclaim the month of November as:

INTERNATIONAL ALPHA DELTA KAPPA MONTH

IN WITNESS THEREOF: In accordance with Springfield Public Schools, as board members we have hereunto set our hands and caused the official signatures of the school district of the City of Springfield, State of Oregon, to be affixed this 9th day of October 2017.

Alpha Delta Kappa (ADK) local chapter member Carolyn Batsch accepted the proclamation on behalf of the Iota Chapter. She described the activities of the local chapter, which included two scholarships each year for students entering the field of education, and invited board members to the upcoming ADK Tea on November 8, 2017 at 4:30 pm in the Board Room of the Administration Building.

5. SCHOOL PRESENTATION: RIVERBEND ELEMENTRY

Dr. Rieke-Smith announced the Riverbend Elementary School presentation had been cancelled.

6. PBIS REPORT

Dr. Brian Megert and Dr. Nicole Nakayama presented an update on the current status of Positive Behavioral Intervention and Supports (PBIS) in our schools.

Dr. Nakayama said SPS had an opportunity several years ago to renew its participation in the PBIS program in partnership with the University of Oregon (UO). The review had two broad goals: take five demonstration sites, four elementary school sites and one middle school site level, and demonstrate a benefit to students. The secondary goal was to scale up the effort to include all schools in the district and to be able to establish the district's capacity, separate from its partners, to be able to do the work. The goal was to have at least 75 percent of the students represented in the program.

In response to Dr. Hernandez, Dr. Nakayama explained how the students remained involved as they progressed from one grade to the next, or one building to the next. At the elementary level, students had opportunities to participate in leadership roles. At the high schools, students were part of the advisory boards and provided input on all aspects of the program, including their identity, expectations, and how they would be honored and recognized.

Dr. Hernandez said it would be good to have representatives from the high schools come to talk with the Board about what they experienced, what they would like to see changed, and what involvement they would like to see from the high school staffs.

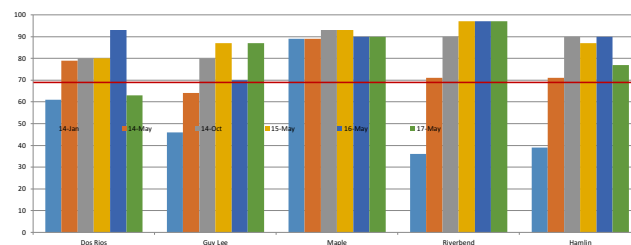
Dr. Megert asserted staff would honor Dr. Hernandez's request.

Mr. Bishoff said it would be good to hear from the kids who participated in the program from elementary school through high school.

Positive Behavioral Interventions & Supports (PBIS)

School Board Update
October 9, 2017

Tier I – Tiered Fidelity Inventory



Implement

- Implementing Tiers I, II, and III at five demonstration schools
- Most schools have sustained implementation at a high level (>70%) across the years
- PBIS resulted in improved performance for the majority of students



Scale Up and Sustain

- 2014-2015: Added remaining 8 elementary schools.
- 2015-2016: Added remaining 3 middle schools.
- January 2016: Added 2 comprehensive high schools to district PBIS effort.
- 2016-2017: 18 schools implementing PBIS with high fidelity and documented benefit for students.

Dr. Megert said it would be important for the district to put forth efforts to create and maintain a positive PBIS culture in all district schools.

7. PUBLIC COMMENT

Chair Bishoff read the following statement:

This is the portion of our agenda for public comment. I want to remind those members of the public who have indicated a desire to make comments that our policy provides for a limitation of three (3) minutes per person.

Those wishing to make public comments must complete a "request to speak" form and speakers will be called upon in the order in which they are received. Audience members who wish to make public comments must state their name and address for the record.

We encourage groups with a common purpose to designate a spokesperson. If your comments will be covered by a group spokesperson, please indicate so when your name is called.

The Board will not hear personal complaints concerning school personnel or against any person connected with the school system. Any complaints regarding a particular employee must be processed through the procedure set forth in policy, which requires that complaints be submitted in writing to the Superintendent. This procedure must be followed before there is any Board involvement with such issues.

Speakers are reminded that their public comments will be limited to three (3) minutes.

Honalei Rozen said it was pleasure to be back at the board meeting. She welcomed the high school students. She encouraged the board to figure out a way to talk about board goals with the public.

8. CONSENT AGENDA

A. September 11, 2017 Board Meeting Minutes

B. September 25, 2017 Board Work Session Minutes

C. Financial Statement

D. Personnel Action, Resolution #17-18.010

Bruce Smolnisky recommended the Board of Directors approve the personnel action for licensed employees as reflected in the resolution. Categories include:

New Hires

Mary Wills-Gordon

Tamara Hansey

Retirements

James Bolivar

Kevin Durfee

Resignation

Eugene Chism

Change of Contract Status

Kevin Durfee

Laura Farrelly

E. Student Responsibilities/Rights Handbook, First Read

As new products become available that may pose issues or concerns for the health and safety of our students, we update the Student Responsibilities and Rights Handbook to address those items.

Revised language in Physical Restraint section aligns with state laws and regulations.

The updated language includes hazing, menacing, teen dating violence, domestic violence, to Hazing, Harassment, Bullying and Intimidation, Cyberbullying, Menacing/Teen Dating Violence/Domestic Violence section; tobacco products and inhalant delivery systems in Tobacco Products and Inhalant Delivery Systems, Alcohol, Narcotics and Dangerous Drugs section.

Additionally, as state laws and District policy and practices change, the Student Responsibilities and Rights Handbook language is revised to reflect those changes.

Revised language in Compulsory Attendance section updates the age a student must attend school from seven (7) years of age to six (6) years of age; and includes language indicating students five (5) years of age who have been enrolled in a public school are required to attend; defines events eligible for excused absences; outlines documents required for admission to school; and requires consideration of behavior patterns and student's age prior to expulsion.

Updated language in Daily Attendance section aligns excused absence language with state law.

David Collins recommended the Board of Directors review, as a first reading, the Student Responsibilities and Rights Handbook.

F. Out of State Trip, THS Wrestling, Resolution #17-18.011

Kevin Ricker recommended the Board of Directors approve Thurston High School Wrestling Team's request to travel to Reno, Nevada to participate in the Sierra Nevada Wrestling Classic tournament. Dates of travel will be December 27-30, 2017. The Wrestling Team has already fundraised all monies needed to cover the cost of this trip.

G. Out of State Trip, THS Baseball, Resolution #17-18.012

Kevin Ricker recommended the Board of Directors approve Thurston High School Baseball Team's request to travel to Phoenix, Arizona to participate in the Pride Classic Baseball tournament. Dates of travel will be March 23-31, 2018. The Baseball Team has already fundraised all monies needed to cover the cost of this trip.

H. Out of State Trip SHS Girl's Basketball, Resolution #17-18.013

Kevin Ricker recommended the Board of Directors approve Springfield High School Girl's Basketball team's request to travel to Las Vegas, Nevada to participate in the Tarkanian Nike Tournament of Champions. Dates of travel will be December 19-23, 2017. The Girl's Basketball team has fundraised \$6,500 for the \$8,000 needed to cover the cost of this trip.

Motion: Dr. Hernandez moved, seconded by Mr. Bessett, for approval of the Consent Agenda. The motion carried 4-0-1, with Ms. Adams, Mr. Bishoff, Mr. Bessett and Dr. Hernandez and voting in favor of the motion, and Mr. Jobanek abstaining from voting.

9. Action Items

A. Network and Telecommunications Purchase, Resolution #17-18.014

This purchase reflects pricing associated with price agreement OETC-16R-Networking-ED, which is valid from February 1, 2017 through January 31, 2020. As a member agency of the Organization for Educational Technology and Curriculum (OETC), Springfield School District is authorized to utilize this joint cooperative agreement Pursuant to ORS Chapter ORS 279A.210.

This purchase will provide equipment supporting the upgrade of the District network infrastructure. Federal E-Rate funding will offset 80% of the total equipment purchase price. The remaining 20% will be provided through Bond proceeds.

District Technology Services staff led by Tom Lindly selected the equipment to support these infrastructure

upgrades in alignment with the District technology and bond implementation plans. Equipment purchased as part of this resolution will be used to upgrade network infrastructure at Maple, Thurston, Guy Lee, and Page elementary schools, as well as Gateways High School. This represents the last major purchase of network equipment required to complete the Core Network and Wireless Infrastructure portions of the 2014 general obligation bond.

Board Vice Chair, Dr. Emilio Hernandez reviewed the procurement file.

Tom Lindly recommended the Board of Directors approve the award of the Network Infrastructure Technology Upgrades to Ednetics Inc. of Post Falls, Idaho for \$203,493.20 of which \$40,698.64 will be paid from Bond proceeds.

Motion: Dr. Hernandez moved, seconded by Ms. Adams for approval of the award of the Network Infrastructure Technology Upgrades to Ednetics Inc. of Post Falls, Idaho for \$203,493.20 of which \$40,698.64 will be paid from Bond proceeds.

The motion carried 4-0-1, with Ms. Adams, Mr. Bishoff, Mr. Bessett and Dr. Hernandez and voting in favor of the motion, and Mr. Jobanek abstaining from voting.

10. REPORTS AND DISCUSSION

A. Enrollment Update

Assistant Superintendent David Collins directed Board members to the Board Report dated October 9, 2017, entitled Enrollment, and facilitated a brief discussion. He agreed to bring online school data to the board at a future meeting.

B. Superintendent Communication

Dr. Sue Rieke-Smith shared impressions she had been gathering. This was the time of year when she began visits to schools and spent time listening to and learning from staff on how they were experiencing the year so far. By the end of the week, she would have visited 11 of the district's 20 schools. She thanked the board who had been able to join her in this important part of her work, being on the front line, listening to those who served the district every day. This was her third year with this practice and she had had the opportunity to reflect about the quality and quantity of input she had received over the last three years. During the first year, the list of concerns was expansive and global, and the numbers of staff who attended large. In years two and three, the trend had been smaller numbers of staff and concerns presented were themselves in a very specific manner by staff who had history and wisdom that came from the length of committed service to our district. As a diagnostician, this told her two things. The first was that as a district, were acting in a more systemic manner in addressing larger global issues. Second, the intentional focus of the district's strategic plan on every student had created a second order change or major paradigm shift in our practices. Researcher Robert Marzano knew that staff would voice perceptions that communication and morale was poor as practices started to change. And to the uninitiated, it would be easy to dismiss. But having led previous organizations through change, she knew the importance of being able to ensure we are moving forward in a proactive, positive manner. Thus, it was critical to hear, acknowledge and discern specific staff concerns that may provide opportunity to improve our leadership practices as we navigate towards achieving our strategic goals. It was clear from her visits with staff that they were digging into the work that supported the district's strategic plan. It was also clear that we were big on last year's accomplishments through the level leadership where leadership was distributed through collaboration between teacher leaders and principals has begun to bear fruit. This practice continued to have Dr. Rieke-Smith's full support and would be continued this year. For staff who were reticent to engage their administrators in critical conversations, Dr. Rieke-Smith would continue to encourage them, invite them, and offer support to them to come to the table for we were only as strong as we were willing to take risks together. Dr. Rieke-Smith ended with comments from Principal Brandy Starck, following a recent Sit with Sue at Thurston Middle School (TMS). Dr. Rieke-Smith shared her excitement and thanks for additional fiscal supports recently approved by this Board. Because of the

additional certified FTE, she was able to move last year's part time instructional coach to fulltime this year. And as a result of that investment, she and the coach were able to engage as a collaborative team in supporting staff instructional practices that were starting to gain fruit of growth in every student at TMS. We will always be navigating concerns of one nature or another as this came with the human condition that was our work.

C. Board Communication

Tony Jobanek said he was a long time Lane County resident. He, as well as his children, nieces and nephews had gone through the Springfield School District. He worked for the City of Eugene as fleet manager. Through his work, he had worked with representatives from Springfield, Eugene and Lane County, and he wanted to give something back. That was why he applied for this position on the Board. A friend recently passed, and he realized it was not tomorrow that you needed to get involved, it was today. He commended the students here, for their willingness to be involved and become part of the solution. He looked forward to working with the board, the teachers, administrators of the district. He was thankful to be here.

Erik Bishoff noted the learning curve for new board members was substantial and the board would do everything it could to help Mr. Jobanek in his new position on the Board. He said he would to be able to attend as many Sit with Sue events this year due to his school schedule. He had observed a free exchange of information at the Sit with Sues he was able to attend. He welcomed the student representatives to the board. He hoped they would have a rewarding learning experience.

Dr. Rieke-Smith expressed appreciation when Board members were able to attend Sit with Sue events.

Laurie Adams welcomed Mr. Jobanek to the Board. She said she learned something about her role as a Board member every day. She attended the SHS pep rally, which was a lot of fun. She encouraged Board members to attend District football games. She expressed her appreciation to the student representatives for their willingness to serve as representatives from their schools.

Zach Bessett had no comments.

Dr. Emilio Hernandez had no comments.

11. OTHER BUSINESS

Mr. Bishoff said the board had established a parking lot at its last meeting as a way to keep track of issues it needed to address. He wanted to add a suggestion from Dr. Hernandez that the board have a discussion with high school students about PBIS.

12. NEXT MEETING

Mr. Bishoff said the next Board meetings would be a Fall Planning Session on November 13, 2017 beginning at 4:00 pm, followed by a Business Meeting beginning at 7:00 pm. He reminded the Board that the October 23, 2017 Business Meeting had been cancelled.

13. ADJOURNMENT

With no other business, Chair Bishoff adjourned the meeting at 8:05 pm.

(Minutes recorded by Linda Henry)

**SPRINGFIELD PUBLIC SCHOOLS
2016-2017 Revenue/Expenditure Forecast
As of November 30, 2017
Please see attached report**

REVENUES:

- A majority of our (current year) property taxes are received during the month of November, with collections remaining throughout the remainder of the year. Additionally, it is estimated that approximately \$450,000 of prior year property taxes are to be received on behalf of the District. This report is based on the information received through the Lane County Tax and Assessment office.
- The District's most significant portion of revenue is the District's scheduled Basic School Support payments. According to Oregon Department of Education's (November 30th) estimate, the District is scheduled to receive approximately 99.9% of the adopted budget. This estimate considers the anticipated drop in enrollment for the current year. Fortunately ODE funds school districts on the higher enrollment of the prior year and current year. The estimated revenue in the financial statement is based on the ADMw from the 2016-2017 fiscal year.
- The District is anticipating receiving approximately \$190,000 in County School Funds. To date the District has not received anticipated funds.
- The District is anticipating receiving approximately \$1.305 million in Common School Funds. To date the District has received approximately \$736,512.

EXPENDITURES:

- Salary amounts are based upon staff allocations adopted during the budgeting process, as well as the addition of positions added during the Supplemental Budget process. This is estimated using actual data (per year-end estimates). These projections also reflect anticipated and realized retirements.
- Benefit amounts are based upon staff allocations revised during the supplemental budgeting process, along with budgeted salaries.
- The purchased services, supplies and capital outlay expenditure projections are based upon budgeted expenditures and anticipated to be expended similar to past trends. While historically the District has under spent these budget areas, reductions in discretionary budget no longer afford for significant under-expending.
- Other objects include the cost for property and liability insurance and is based upon premiums negotiated after the 2017-2018 adopted budget.

Additional Notes: For the 2017-2018 budget year the current estimate of ending fund balance is \$6,362,792. Included in this number is the audited ending fund balance from the 2016-2017 fiscal year (\$9,381,819).

Submitted by:

Reviewed by:

Brett M. Yancey
Chief Operations Officer

Susan Rieke-Smith, Ed.D.
Superintendent

SPRINGFIELD SCHOOL DISTRICT 19
2017-2018 REVENUE/EXPENDITURE FORECAST
as of
11/30/17

	BUDGET	ACTUAL through 11/30/17	ESTIMATED from 11/30/17 to year end	PROJECTED 2017-2018	PROJECTED as % of BUDGET
REVENUES:					
Property taxes - current	24,192,552	14,324,535	9,868,017	24,192,552	100.00%
Property taxes - prior years	450,000	143,346	306,654	450,000	100.00%
Other local sources	871,600	304,846	566,754	871,600	100.00%
Lane ESD Apportionment	1,720,000	0	1,720,000	1,720,000	100.00%
County School Fund	190,000	0	190,000	190,000	100.00%
State School Fund	78,581,845	38,912,870	39,588,871	78,501,741	99.90%
Common School Fund	1,325,751	736,512	568,692	1,305,204	98.45%
Total revenues	107,331,748	54,422,109	52,808,988	107,231,097	99.91%
Beginning fund balance	9,000,000	9,381,819	0	9,381,819	104.24%
Total Beginning fund balance	9,000,000	9,381,819	0	9,381,819	104.24%
Total resources	116,331,748	63,803,928	52,808,988	116,612,916	100.24%
EXPENDITURES:					
Personal services	54,497,790	15,138,646	39,359,144	54,497,790	100.00%
Employee benefits	35,826,508	9,780,227	26,046,281	35,826,508	100.00%
Purchased services	11,630,130	3,726,873	7,903,257	11,630,130	100.00%
Supplies & materials	3,509,469	1,186,087	2,323,382	3,509,469	100.00%
Capital outlay	548,190	66,721	481,469	548,190	100.00%
Other objects	737,725	731,037	6,688	737,725	100.00%
Fund transfers	3,089,144	0	3,089,144	3,089,144	100.00%
Total expenditures	109,838,956	30,629,591	79,209,365	109,838,956	100.00%
Unappropriated	5,574,736	0	0	0	-
Contingency	918,056	0	0	0	0.00%
Total appropriations	116,331,748	30,629,591	79,209,365	109,838,956	94.42%
Total resources		63,803,928	52,808,988	116,612,916	
Total appropriations		30,629,591	79,209,365	109,838,956	
Ending fund balance		33,174,337	(26,400,377)	6,773,960	
Less: contingency			0	0	
Net fund balance		33,174,337	(26,400,377)	6,773,960	

OPEN ENROLLMENT & INTERDISTRICT TRANSFERS

RELEVANT DATA:

In 2011 Legislature passed House Bill 3681 (HB 3681), which took effect for the 2012-2013 school year. HB 3681 allows school districts to enroll out-of-district students without charging tuition, securing a one-to-one exchange or obtaining consent from the resident school district through an Open Enrollment Transfer process.

During 2012-13, 2013-14, 2014-15, 2015-16, and 2016-17 Springfield Public Schools had a net loss of 220 students through Open Enrollment. To date, the 2017-2018 school year has a net loss of 35 students.

Students enrolled in a Springfield school through Open Enrollment guidelines may continue in the District through graduation. However, students changing school levels, i.e., elementary to middle or middle to high school; reapply for the coming year.

Inter-District transfers, previously referred to as 1:1 Exchange transfers, are processed outside the Open Enrollment window. While IDTs can no longer be processed as an even exchange with the resident district, they do require consent from both districts for new student requests.

For the 2017-18 school year, to date, we have accepted 19 new students into Springfield schools from other districts. There are currently 37 new students from Springfield attending other districts through Inter-District transfer guidelines.

SUBMITTED BY:

David Collins
Assistant Superintendent

2017-2018 OUT-OF-STATE TRIPS OVERVIEW

RELEVANT DATA:

Middle and High School principals were asked to submit anticipated out of state trips for the 2017-2018 school year.

In addition to the Out of State Trip Requests presented previously, the following anticipated trips submitted are:

Hamlin Middle

Debate Team	TBD
STEAM to NYC	TBD

Springfield High

DECA to Atlanta (Thompson)	4/21-26/2018
Skills USA to Louisville (Touchette)	6/15-29/2018
HOSA to Dallas (Watson)	6/27-30/2018

Thurston High

Band (destination TBD) (Vian)	3/26-30/2018
Publications to San Francisco (Roberson)	4/12-14/2018
Cheer to Anaheim (Erickson)	2/23-25/2018
DECA to Atlanta (G Fisher)	4/21-24/2018
Robotics to Spokane (Hampton)	3/8-11/2018
Robotics to Houston (Hampton)	4/18-21/2018
Skills USA to Louisville (Proden)	June 2018

In the future, there may be additional requests, however, our intent is to put the current information in front of the Board and avoid last-minute requests/submissions.

Current practice requires out of state trip request forms be submitted and approved at least 90 days prior to date of proposed trip before any commitment can be made to parents, students, etc. Any changes to an approved trip request must be covered and resubmitted to the Board in an Addendum.

SUBMITTED BY:

Kevin Ricker
Director of Secondary Education

PERSONNEL ACTION

RELEVANT DATA:

Each month the board of Directors is asked to approve personnel action involving licensed employees. Tonight the Board is being asked to approve the attached new hires, retirements, resignations, changes of contract status, and leave of absence. If the Board of Directors would like to discuss any of these recommendations in executive session, in accordance with ORS 192.660(2)(f) Exempt Public Records, the employee should be identified by the number preceding the name and it will be withdrawn pending further instruction from the Board. Bruce Smolnisky is available for questions.

RECOMMENDATION:

It is recommended the Board of Directors approve the personnel action for licensed employees as reflected in this resolution and any addendum presented along with this resolution. Categories include:

- New Hires
- Retirements
- Resignations
- Changes of Contract Status
- Leave of Absence

SUBMITTED BY:

Bruce Smolnisky
Director of Human Resources

APPROVED BY:

Susan Rieke-Smith, Ed.D.
Superintendent

NO	NAME	CURRENT BUILDING ASSIGNMENT	CURRENT STATUS	FTE	EFFECTIVE DATE	NOTES
	NEW HIRES					
1	TREVOR ANDERSON	THURSTON MIDDLE	TEMPORARY	PT	10/26/17-6/15/18	TEMPORARY NEW HIRE
2	GLADYS CAMPBELL	THURSTON MIDDLE	TEMPORARY	FT	11/3/17-2/2/18	TEMPORARY HIRE OF RETIREE
3	NICOLE COGBURN	RIDGEVIEW	TEMPORARY	PT	10/2017-6/15/18	TEMPORARY NEW HIRE
4	AMBER DYEMARTIN	TWO RIVERS-DOS RIOS	TEMPORARY	FT	11/9/17-6/15/18	TEMPORARY NEW HIRE
5	ROBYN EICKS	RIDGEVIEW	TEMPORARY	PT	10/23/17-6/15/18	TEMPORARY NEW HIRE
6	CHRISTINE GROSE	MEMORIAL BLDG	TEMPORARY	FT	11/13/17-6/15/18	TEMPORARY NEW HIRE
7	BRENDA JOSEPH	THS	TEMPORARY	FT	10/13/17-6/15/18	TEMPORARY NEW HIRE
8	ELIZABETH KOCHICK	CENTENNIAL	TEMPORARY	PT	11/9/17-6/15/18	TEMPORARY NEW HIRE
9	ANNE MANSFIELD	MT VERNON	TEMPORARY	PT	10/23/17-6/15/18	TEMPORARY NEW HIRE
10	AGNES PICARD	GUY LEE	TEMPORARY	PT	10/23/17-6/15/18	TEMPORARY HIRE OF RETIREE
11	ANDREA SMITH	ADMINISTRATION BLDG	TEMPORARY	PT	10/13/17-6/15/18	TEMPORARY NEW HIRE
	RETIREMENTS					
12	SARA BLACKWELL	TRDR	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
13	TAMERA R BROWN	MT VERNON	CONTRACT TEACHER	FT	12/31/2017	RETIREMENT
14	PAUL CESMAT	HAMLIN	CONTRACT TEACHER	FT	12/31/2017	RETIREMENT

15	DANA DEMANT	AGNES STEWART	CONTRACT TEACHER	FT	10/31/2017	RETIREMENT
16	CHERYL DIXON	TRDR	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
17	LINDA ERICKSON	BRIGGS	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
18	MELINDA HENDERSON	MT VERNON	CONTRACT TEACHER	FT	12/31/2017	RETIREMENT
19	DEBBIE KNAPP	TRDR	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
20	JOHN LEE	THS	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
21	DANA MAHONEY	TRDR	CONTRACT TEACHER	FT	12/31/2017	RETIREMENT
22	NAN MINCHOW	GATEWAYS	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
23	BARBARA MOORE	HAMLIN	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
24	LAUREL ROSS	PAGE	CONTRACT TEACHER	FT	11/30/2017	RETIREMENT
25	PATRICIA WEBSTER	PAGE	CONTRACT TEACHER	FT	12/31/2017	RETIREMENT
	RESIGNATIONS					
25	MISTY BISBY	GATEWAYS	CONTRACT TEACHER	FT	02/02/2018	RESIGNED
26	ALAN HANDMAN	THURSTON MIDDLE	TEMPORARY	PT	11/03/2017	RESIGNED
	CHANGES OF CONTRACT STATUS					
27	SARA BLACKWELL	TRDR	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE

28	TAMERA R BROWN	MT VERNON	TEMPORARY	FT	1/1/18-6/30/18	TEMPORARY REHIRE OF RETIREE
29	PAUL CESMAT	HAMLIN	TEMPORARY	FT	1/1/18-6/30/18	TEMPORARY REHIRE OF RETIREE
30	DANA DEMANT	AGNES STEWART	TEMPORARY	FT	11/1/17-6//30/18	TEMPORARY REHIRE OF RETIREE
31	CHERYL DIXON	TRDR	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
32	LINDA ERICKSON	BRIGGS	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
33	MELINDA HENDERSON	MT VERNON	TEMPORARY	FT	1/1/18-6/30/18	TEMPORARY REHIRE OF RETIREE
34	DEBBIE KNAPP	TRDR	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
35	JOHN LEE	THS	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
36	DANA MAHONEY	TRDR	TEMPORARY	FT	1/1/18-6/30/18	TEMPORARY REHIRE OF RETIREE
37	NAN MINCHOW	GATEWAYS	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
38	BARBARA MOORE	HAMLIN	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
39	NICOLLE NG	SHS	PROBATIONARY 1	PT	11/6/17-6/15/18	TEMPORARY FULL TIME
40	LAUREL ROSS	PAGE	TEMPORARY	FT	12/1/17-6/30/18	TEMPORARY REHIRE OF RETIREE
41	JANE SCHNEIDER	SHS	PROBATIONARY 3	PT	2017/18	TEMPORARY FULL TIME
42	JULIE STEYDING	GHS	PROBATIONARY 2	PT	11/6/17-6/15/18	TEMPORARY FULL TIME
43	PATRICIA WEBSTER	PAGE	TEMPORARY	FT	1/1/18-6/30/18	TEMPORARY REHIRE OF RETIREE

	LEAVE OF ABSENCE					
44	KIMBERLY INGRAM	ADMIN	CONTRACT TEACHER	FT	11/1/17-6/15/18	TEMPORARY PART TIME LOA

BUDGET CALENDAR

Relevant Data:

The Springfield Public Schools Board of Directors annually reviews the proposed budget calendar for the upcoming year.

Enclosed is a recommended budget calendar for this year's budget meetings to deliberate on the 2018-2019 proposed budget. Please note that we have scheduled the meetings during the months of May and June. The Budget Hearing is scheduled for the first board meeting in June and we are proposing to begin all meetings at 6:00pm.

Brett Yancey is available to answer any questions the board members may have.

Submitted By:

Brett M. Yancey
Chief Operations Officer

Reviewed By:

Susan Rieke-Smith, Ed.D.
Superintendent



BUDGET CALENDAR 2018-2019

December 14, 2017	Budget Committee/Board Work Session at 6:00 PM
January 18, 2018	Budget Committee/Board Work Session at 6:00 PM
February 22, 2018	Budget Committee/Board Work Session at 6:00 PM
April 19, 2018	First Notice of First Budget Committee Meeting
May 3, 2018	Second Notice of First Budget Committee Meeting
May 10, 2018	First Budget Committee Meeting at 6:00 PM
May 17, 2018	Second Budget Committee Meeting at 6:00 PM
May 24, 2018	Third Budget Committee Meeting at 6:00 PM (If necessary)
May 31, 2018	Publish Notice of Budget Hearing
June 11, 2018	BUDGET HEARING* Resolutions adopting the budget, making appropriations, and declaring the tax levy
July 15, 2018	Deadline to certify tax levy to the county assessor (ORS 294.444 and ORS 310.060)

- * Board of Directors may revise the approved budget by 10% in any one fund.
- Calendar built on the following assumptions:
Meetings of the Budget Committee on Thursday evenings and regular Board meetings are held on second and fourth Monday evenings.

LANE ESD TRANSIT DOLLAR REQUEST FOR FISCAL YEAR 2018-2019

RELEVANT DATA:

Pursuant to ORS 334.177, as amended by 2013 House Bill 3401, a component school district board may request that a percentage of the state formula revenue received by Lane Education Service District be distributed to the school district for any purpose identified by the District school board.

During the 2013-14, 2014-15, 2015-16, 2016-17 and 2017-18 school years, Springfield School District requested 50% of our transit dollars and utilized the resource to support Special Education Life Skills programming for students in our district, as well as a small number of students from surrounding districts. We anticipate utilizing the transit dollars in 2018-19 to continue supporting Life Skills programming in SPS. The ORS requires that the Board submit the request to Lane ESD in advance of the budget process.

RECOMMENDATION:

It is recommended that the Board of Directors approve the Lane Education Service District – School District Transit Request for Fiscal Year 2018-19. Specifically, it is recommended that the Board of Directors request not more than 50% of the Transit Dollars pursuant to ORS 334.177.

Submitted By:

Recommended:

David Collins
Assistant Superintendent

Susan Rieke-Smith, Ed.D.
Superintendent

**Lane Education Service District
School District Transit Dollar Request for Fiscal Year 2018-19**

Pursuant to ORS 334.177, as amended by 2013 House Bill 3401, a component school district board may request that a percentage of the state formula revenue received by Lane ESD be distributed to the school district for any purpose identified by the school district board. The request for these "Transit Dollars" will be distributed on an ADMw basis.

The ORS requires that the component school district Board submit the request to the Lane Education Service District Board no later than November 1, 2017. The percentage of funds requested may affect the school district's ability to participate in the formal governance of Lane Education Service District.

The following school district requests the amount of funds identified below for fiscal year 2018-19

Name of District: Springfield School District No. 19

Date of Board Action: December 11, 2017

District Representative: Erik Bishoff, Board Chair

Signature: 

Date Submitted: December 12, 2017

Select One

X	Not to Exceed 50% <i>The school district may request up to 50% of their funds without having any impact on their ability to participate in the formal governance of Lane ESD.</i>
	More than 50% to 75% <i>The school district may request up to 75% of their funds but may only act in an advisory capacity for decisions made in relation to the governance of Lane ESD. This precludes the school district from voting for the Lane ESD local service plan.</i>
	More than 75% to 85% <i>The school district may request up to 85% of their funds but may only act in an advisory capacity for decisions made in relation to the governance of Lane ESD. This precludes the school district from voting for the Lane ESD local service plan. The percentage requested that exceeds 75% must be used to purchase services from one or more ESDs, not including Lane ESD.</i>

STUDENT RESPONSIBILITIES & RIGHTS

RELEVANT DATA:

As new products become available that may pose issues or concerns for the health and safety of our students, we update the Student Responsibilities and Rights Handbook to address those items.

Revised language in Physical Restraint section aligns with state laws and regulations.

The updated language includes hazing, menacing, teen dating violence, domestic violence, to Hazing, Harassment, Bullying and Intimidation, Cyberbullying, Menacing/Teen Dating Violence/Domestic Violence section; tobacco products and inhalant delivery systems in Tobacco Products and Inhalant Delivery Systems, Alcohol, Narcotics and Dangerous Drugs section.

Additionally, as state laws and District policy and practices change the Student Responsibilities and Rights Handbook language is revised to reflect those changes.

Revised language in Compulsory Attendance section updates the age a student must attend school from seven (7) years of age to six (6) years of age; and includes language indicating students five (5) years of age who have been enrolled in a public school are required to attend; defines events eligible for excused absences; outlines documents required for admission to school; and requires consideration of behavior patterns and student's age prior to expulsion.

Updated language in Daily Attendance section aligns excused absence language with state law.

Bold, underlined, italic print font is new language.

It is recommended the Board approve the revisions to the Student Responsibilities and Rights Handbook.

SUBMITTED BY:

David Collins
Assistant Superintendent

STUDENT Responsibilities & Rights

Updates for 2017:

Physical Restraint

State law prohibits the use of chemical restraint, mechanical restraint, or prone restraint in Oregon public schools. Physical restraint is authorized if behavior imposes a threat to the student's safety or the safety of others, and if other less restrictive methods of controlling the behavior of the student are ineffective. Specific restrictions on the use of restraint, including definitions, time limits, monitoring, and notification can be located in OAR 581-021-0550 to 581-021-0566.

If physical restraint is used on a student, the physical restraint must be: a) used only for as long as the behavior poses a reasonable threat if imminent, serious bodily injury, b) utilized by a trained staff member according to OAR 581-021-0563 (trained using approved Mandt techniques), and c) continuously monitored by an administrator or designee.

TOBACCO PRODUCTS AND INHALANT DELIVERY SYSTEMS, ALCOHOL, NARCOTICS AND DANGEROUS DRUGS

Because chemical substance use and abuse may be detrimental to the educational environment of students, procedures will be implemented in a confidential manner to encourage prevention, intervention, and treatment.

An aggressive intervention program to eliminate drug, alcohol and tobacco use has been implemented throughout the district. As part of this program, an age-appropriate drug, alcohol and tobacco prevention curriculum will be taught annually to all students.

The program also includes staff training in district procedures for the identification and referral of students whose behavior is interfering with their potential success socially, emotionally, physiologically and/or legally as a result of illegal drug, alcohol or tobacco use.

Parents are encouraged to contact their student's school office for information on district and community resources available to assist students in need.

Use or Possession of Tobacco Products and Inhalant Delivery Systems, Alcoholic Beverages or Illegal Drugs:

Use, sell, distribution, or possession of tobacco products and inhalant delivery systems, alcoholic beverages, drug paraphernalia or illegal or imitation drugs on school property or while attending school-sponsored activities, or while being transported by district-provided transportation, may result in immediate suspension with possible expulsion. Students participating in extracurricular activity programs will also be subject to rules described in the high school student activities code, which

includes special rules related to substance abuse. A student in violation of the district's drug, alcohol and tobacco policy will be subject to disciplinary action and referral to law enforcement officials, as appropriate, in accordance with the Student Code of Conduct.

COMPULSORY ATTENDANCE

All students between the ages of six and eighteen years of age, who have not completed grade 12, are required to attend a public full time school (ORS 339.010) unless otherwise exempted by law. Staff will monitor and report violations of the state compulsory attendance law. All students five years of age who have been enrolled in a public school are required to attend.

Any person who fails to send a student to school within three days of notification by the district that their student is not complying with compulsory attendance requirements may be issued a citation by the district for the student's failure to attend school. Failure to send a student to school is a Class C violation of law and is punishable by a court imposed fine, as provided by ORS 339.095.

A parent may apply to the Superintendent of the Lane County Educational Services District to teach their child at home or enroll in a private or parochial school in the courses of study normally required of children attending public school.

An exemption may be granted to the parent(s) of any student 16 or 17 years of age who is requesting enrollment in a community college to obtain a GED. Parent(s)/guardian(s) may request release from compulsory attendance in writing to the Instruction Office and must indicate the educational plan for the student. Parent(s)/guardian(s) assume all costs for the student to pursue and/or obtain their GED certificate. Exceptions to the compulsory attendance laws are provided in ORS 339.030.

Daily Attendance

Students are expected to attend school on a regular basis. Unexcused absences, irregular attendance (ORS 339.065) and truancy may result in disciplinary action up to and including a citation and a fine for a class C violation (ORS 339.990). The school principal will determine if an absence is to be excused. Under Oregon Law (ORS 339.065), a principal may excuse an absence if it is caused by the pupil's sickness, the sickness of an immediate family member when the student's presence at home is necessary, or an emergency requiring the student's absence; field trips or school approved activities; or medical or dental appointments. The principal may also excuse absences for other reasons where satisfactory arrangements are made in advance of the absence. Confirmation of appointments, illnesses or emergencies may be required. After a third medical/illness absence, a doctor's note will be required. Prolonged absence could result in reduction of grades or loss of credit required for graduation.

BUDGET COMMITTEE APPOINTMENTS

RELEVANT DATA:

Oregon Budget Law requires that each local government establish a budget committee. Appointive members of the budget committee are appointed for three-year terms and are selected by the governing Board of Directors on an at-large basis.

Springfield Public Schools currently has two (2) members serving on the budget committee whose term expire December 31, 2017. Based on consensus of the Board, District administration contacted the current committee members whose terms are expiring and asked if they were interested in serving an additional appointed term. The candidates agreed and are willing to serve additional three (3) year terms.

Additionally, Springfield Public Schools had a member resign their position due to being appointed to the School Board. This position was advertised and interviews were conducted on Monday, December 11, 2017. Deliberations are to occur at this evening's School Board meeting.

Prospective appointees are eligible for appointment and meet the necessary requirements of:

- Living in the boundaries of the school district;
- Are not officers or employees of the school district; and
- Are qualified voters of the school district.

Budget committee members are appointed by the school board for terms of three years and the term of these positions are effective January 1, 2018 through December 31, 2020.

RECOMMENDATION:

It is recommended that the Board of Directors appoint Keina Wolf to position #1, Steve Irvin to position #3 and John Svoboda to position #5, effective January 1, 2018 through December 31, 2020.

SUBMITTED BY:

Brett M. Yancey
Chief Operations Officer

RECOMMENDED BY:

Sue Rieke-Smith, Ed.D.
Superintendent

2016-2017 AUDIT REPORT

RELEVANT DATA:

Oregon State law requires an annual audit of all financial transactions of the School District for all operating funds, including grant funds and trust funds. The independent accounting firm of Pauly, Rogers and Co., PC conducted the 2016-2017 fiscal year-end audit and a copy of this document was made available to the School Board prior to tonight's meeting. A copy of the report is published on the District website, as well as available tonight. In addition to the Consolidated Annual Financial Report (CAFR) is the management letters for the District addressed to the School Board.

RECOMMENDATION:

It is recommended that the Board of Directors accept the audited financial reports for 2016-2017 as presented by the firm of Pauly, Rogers and Co., PC.

Joan Bolls and a representative from the auditing firm will be available for presentation and questions.

SUBMITTED BY:

Brett M. Yancey
Chief Operations Officer

RECOMMENDED BY:

Susan Rieke-Smith, Ed.D.
Superintendent

Springfield Public Schools

LANE COUNTY • SPRINGFIELD, OREGON



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDING – JUNE 30, 2017

PREPARED BY:
FINANCIAL SERVICES

**SPRINGFIELD SCHOOL DISTRICT NO. 19
SPRINGFIELD, LANE COUNTY, OREGON**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2017**

Prepared by Financial Services Department

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON

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INTRODUCTORY SECTION





Every Student a Graduate Prepared for a Bright and Successful Future

Springfield Public Schools

Business Operations

525 Mill Street
Springfield, OR 97477
T: 541-726-3206
F: 541-726-3386
www.sps.lane.edu

November 22, 2017

Board of Directors

Springfield Public Schools District No. 19
Springfield, Lane County, Oregon 97477

In accordance with the provision of Oregon Revised Statutes Section 297.405 to 297.555 and 297.990, known as Municipal Audit Law, there is submitted herewith the Comprehensive Annual Financial Report (CAFR) of Springfield School District No. 19, Lane County, Oregon for the fiscal year ended June 30, 2017. This report was prepared by the District's Financial Services Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To provide a reasonable basis for making these representations, the District's management has established an internal control framework that is designed to protect assets from loss, theft or misuse, as well as to compile sufficient reliable information for the preparation of the District's financial statements. The District's internal control framework has been designed to provide reasonable assurance that the financial statements will be free from material misstatement. Internal control over financial reporting cannot provide absolute assurance of achieving financial reporting objectives because of its inherent limitations. However, these inherent limitations are known features of the financial reporting process. Therefore, it is possible to design into the process safeguards to reduce, though not eliminate, this risk. Because the cost of a control should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free of any material misstatements. We believe that the report and its data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds and that all disclosures necessary to enable the reader to gain maximum understanding of the District's financial affairs have been included.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

THE DISTRICT

Springfield School District No. 19 is in the Eugene/Springfield metropolitan area, and covers approximately 185 square miles within Lane County. The City of Springfield is located at the southern end of the Willamette Valley, midway between the Cascade Mountain Range and the Pacific Ocean. With the exception of a small northwestern corner, the City lies entirely within the District boundaries.

The District is an independent entity, with a Board of Directors composed of five elected members. For the 2016-17 school year, the District budgeted 592.58 Full-time Equivalent (FTE) teachers, counselors and librarians and 545.77 FTE classified staff members (educational assistants, office and support staff, nutrition services staff, custodians and various maintenance and technical workers). Administrative staff

includes a Superintendent, an Assistant Superintendent, a Chief Operations Officer, 5.0 FTE Department Directors, 26.5 FTE principals and vice-principals, and 28.5 FTE supervisors and exempt employees.

During the 2016-2017 school year, the District served 10,366 K – 12 students in twelve (12) elementary schools, four (4) middle schools, and three (3) high schools, as well as students participating in alternative education programs. Charter schools (2) served an additional 642 middle and high school students. The District operates a transportation/maintenance center and an administration complex at locations other than school sites. The District also owns Brattain House in the City of Springfield's Historic Washburne District, and leases office space to several organizations providing service to Springfield youth.

There are various governmental agencies and special service districts, which provide services within the District's boundaries. Three of these entities could potentially be considered component units of the District. There are two charter schools operating within the District boundaries; the Academy of Arts and Academics and Willamette Leadership Academy. The District is not financially accountable for the charter schools and the nature and significance of their financial relationship with the District is such that their exclusion would not cause the financial statements to be misleading or incomplete. Therefore, the District does not consider the charter schools to be component units of the District. Additionally, the Springfield Education Foundation provides financial support to the District but is not a component unit of the District.

ECONOMIC CONDITIONS

Local Economy

The economy of Springfield (population approximately 61,893) is closely linked with that of the adjacent community of Eugene and other economic activities within Lane County. As of June 30, 2017 local unemployment was at 4.2% (seasonally adjusted), which is above the State average of 3.7% (seasonally adjusted) and is below the national average of 4.4%.

Historically, lumber and wood products dominated the local economy. In recent years, however, and due to reductions in the lumber and wood products industry, the local economy has diversified into other industries. Currently, major industries in Lane County are health care and social assistance, education services, retail trade, accommodation and food services, and professional, scientific and tech services.

Construction has picked up following several years of lag due to the recession. Within the District boundaries is the largest portion of undeveloped property available in Lane County and the District continues to see pockets of housing development again. The houses that are beginning construction are positioned as affordable housing for families.

Enrollment Growth

District enrollment increased during the 2016-17 year (10,315 in 2015-16 and 10,366 in 2016-17). We are anticipating a decrease in District enrollment in 2017-18. Charter school enrollment decreased from 656 in 2015-16 to 642 in 2016-17 with enrollment expected to increase slightly through 2017-18.

MAJOR INITIATIVES

For the Year

For the 2017-18 fiscal year, the District continues to focus on several key initiatives and projects. The following is a brief explanation of what those are:

- 1) Hamlin Middle School: In November 2014, the District successfully passed a \$71.5 million General Obligation Bond Measure. Included in this successful Bond Measure was the replacement of Hamlin Middle School. Originally built in 1957, Hamlin Middle School has significant needs that are no longer repairable. Construction of the replacement school began in spring 2016 and the building is anticipated to be open in January 2018. This school will be a pinnacle within the Springfield School District. The building is designed at approximately 123,000 square feet, rich in technology and focusing on STEAM education. STEAM education is an approach focused on Science, Technology, Engineering, Arts and Math. Built for 750 students, this new school facility includes two (2) full-size gymnasiums, a separate music room, a separate choir room, access to outdoor education, a modern food-lab for culinary instruction, three (3) instructional wings with maker space and collaboration areas, and an instructional wing focused on student resource instruction and a STEM classroom attached to a STEM lab.
- 2) Collective Bargaining: The Oregon School Employees Association (Classified) collective bargaining contract expires on June 30, 2018. Beginning in January 2018 the District and Classified Association will begin a facilitated, interest-based process to bargain a successor agreement.
- 3) Administration Building: In November 2015, the Springfield School District purchased a building located adjacent to City Hall in downtown Springfield. This purchase was made with the intent of replacing the current District Administration Office. From November 2015 to November 2016, the School District was contractually obligated to lease the building to an external tenant. Beginning in November 2016 the School District began designing and remodeling the building with a move and relocation occurring in December 2017. The School Board intends to discuss and decide what the future of the existing Administration Building will be (located at 525 Mill Street, Springfield, Oregon).

RELEVANT FINANCIAL POLICIES

The District's Internal Control Document provides the framework for its financial accounting system. In addition, Board policy related to fiscal management and financial reporting assures that there is accountability within the system. Administrative regulations related to investment of District assets assures that the following objectives are met; 1) to preserve the capital of the District through diversification in the types of securities purchased and in the number of institutions, 2) to provide sufficient liquidity to meet the District's reasonably anticipated cash requirement, and 3) to attain a market rate of return on the investment portfolio.

On an annual basis, the Board and Budget Committee meet to address upcoming budget issues for the following year. As part of its duties, the group is responsible for setting a targeted ending fund balance for the District. The group bases its recommendation on known budget factors as well as projections of future economic conditions.

Financial Condition of the District

All obligations were met during 2016-2017 and the District does not face any judgments for past actions. The most recent rating by Moody's is "A1." For the year ended June 30, 2017, the District's General Fund ending fund balance was 9.3% of annual operating revenues. The Board of Directors has set a targeted minimum floor for ending fund balance of 4% of annual operating revenues.

INDEPENDENT AUDIT

State Statutes require an annual audit by independent certified public accountants. The District's Board of Directors selected the accounting firm of Pauly, Rogers and Co., P.C. They have completed their audit of the District's financial statements, and their opinion is included in the financial section of this report. The auditors' reports on internal control and compliance with applicable laws and regulations are located in the Single Audit Section.

Government Finance Officers Association Award

For the thirteenth consecutive year, the District applied for and received a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association. The Award is valid for one year.

In order to be awarded the certificate, the District must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. We believe that this award represents the District's continuing efforts to achieve excellence in the performance of public service and financial reporting. We also believe that the District's current Comprehensive Annual Financial Report meets the program requirements and are therefore submitting it to the Government Finance Officers Association to determine its eligibility.


ACKNOWLEDGMENTS

We wish to extend our appreciation to the citizens, parents, school board members, administrators, teachers and employees of the District whose continued support and assistance have contributed to another successful year for Springfield School District No. 19. Specifically, we wish to express our appreciation to the financial services staff for their efforts and contributions to our Comprehensive Annual Financial Report.

Sincerely,



Susan Rieke-Smith, Ed.D.
Superintendent of Schools



Brett M. Yancey
Chief Operations Office



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

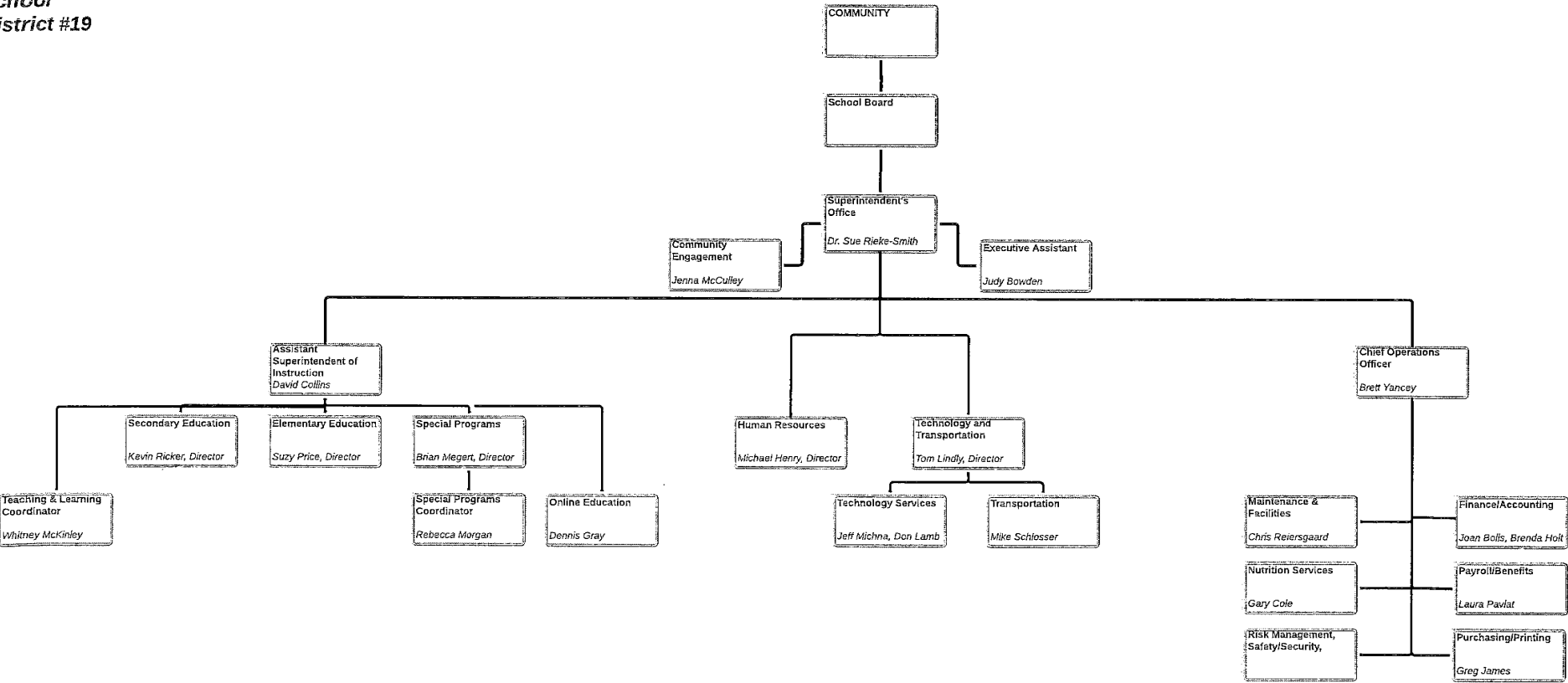
Presented to

**Springfield Public Schools
Oregon**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO



SPRINGFIELD SCHOOL DISTRICT NO. 19
LIST OF ELECTED AND APPOINTED OFFICIALS
SPRINGFIELD, LANE COUNTY, OREGON

Administrative Office:

525 Mill Street
Springfield, Oregon 97477

Susan Rieke-Smith, Ed.D.
Brett M. Yancey

Superintendent
Chief Operations Officer

School Board as of June 30, 2017

Name	Term Expires
Laurie Adams, Position 1	June 30, 2019
Emilio Hernandez, Position 2	June 30, 2017
Tina DeHaven , Chair, Position 3	June 30, 2017
Sandra Boyst, Position 4	June 30, 2019
Erik Bishoff, Vice-Chair, Position 5	June 30, 2017

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FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



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

November 22, 2017

To the Board of Directors
Springfield School District

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Springfield School District as of and for the year ended June 30, 2017, 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, each major fund, and the aggregate remaining fund information of Springfield School District, as of June 30, 2017, and the respective changes in financial position, where applicable cash flows and budgetary comparisons for the general fund and grants and contracts fund, 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 77 – Tax Abatements, for the year ended June 30, 2017. 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 the 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 information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary and other 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 expenditures is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is not a required part of the basic financial statements.

The supplementary information, as listed in the table of contents and the schedule of expenditures of federal expenditures 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, as listed in the table of contents and the schedule of federal expenditures, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory, statistical 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 report dated November 22, 2017 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 that report 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. That report is 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 November 22, 2017, 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.

A handwritten signature in black ink, appearing to read "Ken Allen", is written over a light gray rectangular background.

**Kenneth Allen, CPA
PAULY, ROGERS AND CO., P.C.**

MANAGEMENT DISCUSSION AND ANALYSIS

**SPRINGFIELD SCHOOL DISTRICT NO. 19
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017**

The discussion and analysis presents the highlights of financial activities and financial position for the Springfield School District No. 19 (District). 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 Management's Discussion and Analysis (MD & A) is designed to focus on current year activities, resulting changes and currently known facts. Please read it in conjunction with the Transmittal Letter (Introductory Section, page i) and the District's financial statements (Financial Section, beginning on page 13).

FINANCIAL HIGHLIGHTS

- In the government-wide statements, the liabilities of the District exceeded its assets at June 30, 2017 by \$52.80 million. Of this amount, \$16.77 million represents the District's investment in capital assets, \$13.00 million is restricted for debt service, \$1.98 million is restricted for other purposes and the balance, \$(84.55) million, is an unrestricted deficit.
- The District's total net position decreased by \$.61 million.
- The District's governmental funds report a combined ending fund balance of \$48.84 million, a decrease of \$25.01 million in comparison with the prior year. Approximately 68.95 percent of this total amount, \$33.68 million is restricted, 18.87 percent, \$9.22 million is unassigned and the remainder is nonspendable, committed or assigned.
- At the end of the fiscal year, unassigned fund balance for the General Fund was \$9.22 million, or about 9.50% of total General Fund expenditures.
- The District's total bonded debt decreased by \$7.17 million during the 2016-2017 fiscal year.

REPORT LAYOUT

The District's annual financial report consists of several sections. Taken together they provide a comprehensive financial look at the District. The components of the report include the following:

Management's Discussion and Analysis. This section of the report provides financial highlights, overview and economic factors affecting the District.

Basic Financial Statements. Includes three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the 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 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 flows. 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). 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, including instruction services, support services, community services, and facilities services. These activities are primarily financed through property taxes, Oregon's State School Fund and other intergovernmental revenues.

The government-wide financial statements can be found on pages 13 and 15 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. Springfield School District No. 19, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.
 - *Governmental Funds.* The governmental funds are used to account for essentially the same function reported as governmental activities in the government-wide financial statements. However, 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 government-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 governmental funds and government-wide financial statements. The District maintains four individual major governmental funds. Information is presented separately in the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Grants and Contracts Fund, Debt Service Fund and Bond Fund all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 16 and 20 of this report.

There is budgetary comparison information for the General Fund, and Grants and Contracts Fund that can be found on pages 23 and 24 of this report.

- *Proprietary funds.* The District maintains one proprietary fund type. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses two internal service funds - one to account for printing and publishing services and one to account for the District's self-insured medical and dental benefit plans. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide statements.

The basic proprietary fund financial statements can be found on pages 25 through 27 of this report.

- **Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting method used for fiduciary funds is the same as that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 28 and 29 of this report.

- **Notes to the 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 31 through 63 of this report.

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

Required supplementary information concerning contributions and funding progress for the District's Voluntary Early Retirement, Other Post Employment Benefit plans, and PERS Pension Plan is presented on pages 65 through 70. Other supplemental information including combining statements and detail budget reports is presented on pages 71 through 94.

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 the District, liabilities exceeded assets by \$52.80 million at June 30, 2017.

Capital assets, which consist of the District's land, buildings and improvements, vehicles and equipment, represent the largest portion of the District's total assets, 63.60 percent. Cash and investments represent 32.14 percent of total District assets. The remaining assets consist mainly of, grants and property taxes receivable, prepaid items, accrued interest and inventories.

SPRINGFIELD SCHOOL DISTRICT NO. 19
MANAGEMENT'S DISCUSSION AND ANALYSIS

The District has four deferred outflows. One is related to its refunded debt, one is related to the Public Employees Retirement System (PERS) pension liability, and two are related to the District's Voluntary Early Retirement plan; a pension liability and a liability for other post-employment benefits.

The District's largest liability, 61.00 percent, is for the repayment of general obligation bonds, pension tax bonds, full faith and credit bonds and qualified zone academy bonds. A liability for the District's proportionate share of net pension liability for the Oregon Public Employees Retirement System represents 30.10 percent of total liabilities. Other liabilities, representing 8.90 percent of the District's total liabilities, consist of payables on accounts, accrued salaries and benefits, accrued insurance claims, unearned grant revenue, leases payable, liabilities related to pension and other post-employment benefits for the District's Voluntary Early retirement plan and a liability for other post-employment benefits related to the District's implicit medical benefits.

The District has one deferred inflow related to the PERS pension liability.

A large portion of the District's net deficit, -31.76 percent, reflects its investment in capital assets (e.g. land, buildings, vehicles and equipment), net any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students and other District residents. Consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources (generally property taxes), since the capital assets themselves cannot be used to liquidate these liabilities. Assets restricted for repayment of debt and for other restricted purposes represents -28.38 percent of the District's net Deficit.

Net Position at June 30, 2017

	Govt Activities 2017	Govt Activities 2016	Variance from 2016
Current assets	\$ 65,586,944	\$ 94,115,471	\$ (28,528,527)
Capital assets	114,605,752	88,965,588	25,640,164
Total assets	180,192,696	183,081,059	(2,888,363)
Deferred outflows of resources	54,814,922	19,134,552	35,680,370
Current liabilities	9,824,802	14,657,420	(4,832,618)
Leases payable	2,275,297	2,274,995	302
Long Term Debt	174,984,910	182,312,227	(7,327,317)
Pension & OPEB Obligations	99,764,807	47,888,633	51,876,174
Total liabilities	286,849,816	247,133,275	39,716,541
Deferred inflows of resources	952,880	7,268,466	(6,315,586)
Net position			
Net investment in capital assets	16,768,317	14,851,238	1,917,079
Restricted for:			-
Debt service	13,002,698	13,369,923	(367,225)
Other purposes	1,982,397	2,906,336	(923,939)
Unrestricted	(84,548,490)	(83,313,627)	(1,234,863)
Total net position	\$ (52,795,078)	\$ (52,186,130)	\$ (608,948)

SPRINGFIELD SCHOOL DISTRICT NO. 19
MANAGEMENT'S DISCUSSION AND ANALYSIS

During the current fiscal year, the District's net position decreased by \$.61 million. Current assets decreased by \$28.53 million while capital assets increased by \$25.64 million. The District used a substantially portion of cash from bond funds on various projects during the 2016-17 school year. The decrease in current liabilities of \$4.83 million also contributed to the decrease in current assets as cash was spent to pay down liabilities. Although accounts payable and retaining payable increased from 2015-16 to 2016-17, accrued payroll and benefits decreased by \$6.66 million. The District paid balance of contract payments on salaries in June rather than pay them in July and August as PERS rates increased July 1st. The District's long term debt decreased by \$7.33 million during 2016-17. The other significant changes to net position were due to liabilities and deferred inflows and outflows related to pension and other post-employment benefits. There was a \$9.88 million decrease in net assets related to pension and other post-employment benefit adjustments in 2016-17.

Changes in Net Position For the year ended June 30, 2017

	Governmental Activities 2017	Governmental Activities 2016	Variance from Fiscal 2016
Revenues:			
Program Revenues:			
Charges for services	\$ 4,751,218	\$ 4,557,675	\$ 193,543
Operating grants and contributions	13,337,859	13,041,676	296,183
Capital grants and contributions	289,906	147,729	142,177
General Revenues:			
Property taxes	30,778,508	29,193,064	1,585,444
State school fund - general support	72,972,224	70,666,552	2,305,672
Other state and local sources	3,519,492	2,804,190	715,302
Federal sources	130,233	533,937	(403,704)
Earnings on investments	1,202,882	906,365	296,517
Other	2,026,351	1,331,833	694,518
Total revenues and transfers	129,008,673	123,183,021	5,825,652
Expenses:			
Instructional services	77,606,769	85,088,099	7,481,330
Support services	42,123,060	48,863,556	6,740,496
Nutrition and community services	4,243,111	4,515,146	272,035
Facilities services	13,208	-	(13,208)
Interest on long-term debt	5,631,473	6,912,398	1,280,925
Total expenses	129,617,621	145,379,199	15,761,578
Changes in net position	(608,948)	(22,196,178)	21,587,230
Net position - beginning	(52,186,130)	(29,989,952)	(22,196,178)
Net position - ending	<u>\$ (52,795,078)</u>	<u>\$ (52,186,130)</u>	<u>\$ (608,948)</u>

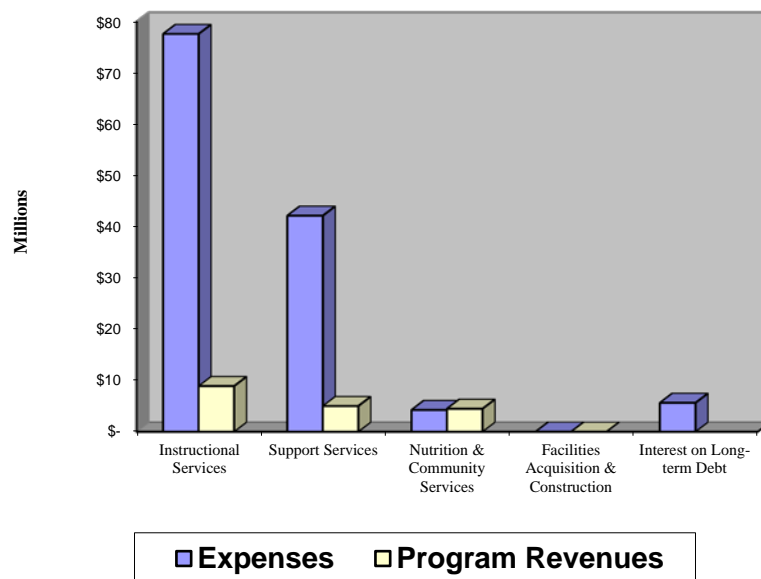
Governmental activities: The key elements of the change in the District's net position for the year ended June 30, 2017 are as follows:

- Total program revenues increased by \$.63 million from 2015-16 to 2016-17. The majority of this increase, \$.48, was in the area of grants and contributions received by the District to support programs.

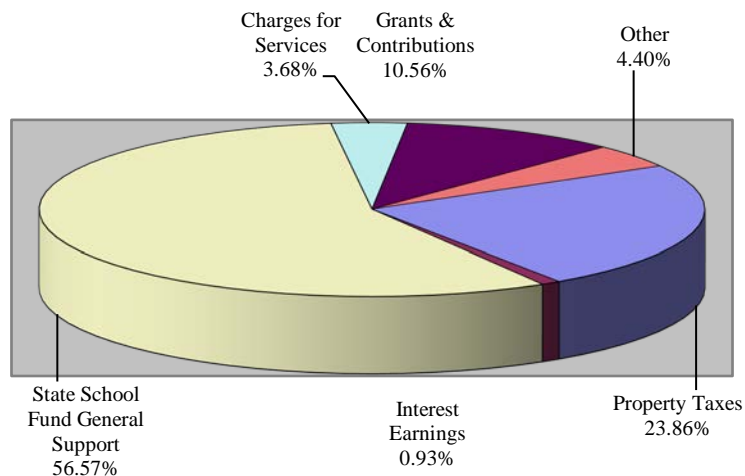
SPRINGFIELD SCHOOL DISTRICT NO. 19
MANAGEMENT'S DISCUSSION AND ANALYSIS

- State school fund revenue increased by \$2.31 million in 2016-17. This was mainly due to the fact that it was the second year of the biennium and the District receives 49% of its State funding in the first year of the biennium and 51% in the second year.
- Property tax revenues increased by \$1.59 million in 2016-17. This increase was due to increases in property values.
- Total expenses decreased by \$15.76 million in 2016-17. This large difference is mostly attributable to adjustments to the District's proportionate share of net pension liability for the Oregon Public Employees Retirement System (PERS) and to the deferred inflows and outflows related to that liability. The District books changes to the pension liability based on information from a Statewide actuarial study. In 2015-16, expenses related to the PERS liability were \$27.45 million. In 2016-17, the adjustment to expenses was \$10.33 million. Interest on long-term debt decreased by \$1.28 million in 2016-17. Other increases of \$2.64 million were a result of modest increases to spending due to inflationary increases and a 2.7% increase in staffing levels.

Expenses and Program Revenues - Governmental Activities



General and Program Revenues - Governmental Activities



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 on relatively short-term cash flow and funding for future basic services. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balances* may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year.

At June 30, 2017, the District's governmental funds reported combined ending fund balances of \$48.84 million, a decrease of \$25.01 million in comparison with the prior year. Approximately 18.87 percent of combined fund balances, \$9.22 million, constitutes *unassigned fund balances*, which are available for spending at the District's discretion. Approximately 68.95 percent of combined fund balances, \$33.68 million are restricted for spending by legal restrictions. The remaining 12.18 percent, \$5.94 million are nonspendable, committed or assigned.

General Fund: The General Fund is the chief operating fund of the District. As of June 30, 2017, unassigned fund balance was approximately \$9.22 million. Fund balance increased by approximately \$1.38 million in 2016-17. Revenues increased by \$3.46 million in 2016-17. The majority of this increase, \$2.69 million, is attributable to an increase in money from State sources, however, the District is responsible for collecting and distributing State funding to District charter schools and payments of funding to charter schools increased by \$.14 million in 2016-17. Current year property tax collections increased by approximately \$.80 million due to increases in property values. Prior year collections remained stable. Interest earnings increased \$.16 million in 2016-17. This was due to higher account balances and an increase in interest rates. Expenditures increased by \$2.99 million in 2016-17. A large portion of the increase, approximately \$2.05 million, was in salaries due to bargained increases and also to a 4.0% increase in General Fund staffing levels. Benefit rates remained relatively unchanged, but there was an increase of \$.65 million in benefit costs due to the increase in salaries. Expenditures for supplies decreased by \$1.28 million in 2016-17. The District rolled back supply budgets during the 2016-17 school year amid concerns about future funding levels and the upcoming large increase to the District's PERS rates. Additionally, prior year expenditures included approximately \$.86 million in textbooks purchased with General Fund dollars. In 2016-17, \$.90 million was transferred from the general fund to the instructional materials fund for the purchase of textbooks, instructional materials and training related to new curriculum. There was a \$.84 million increase in capital outlay in 2016-17. Projects included repair of the gym floor at Camp Creek, a structural repair at Silke Field, repair of a plumbing issue at Page Elementary School, and work on the District's administration building. In 2016-17, transfers increased by \$1.45 million. As noted earlier, most of this increase was due to a transfer to the instructional materials fund. \$.386 million was transferred to the Debt Service fund for payment on non general obligation bonded debt.

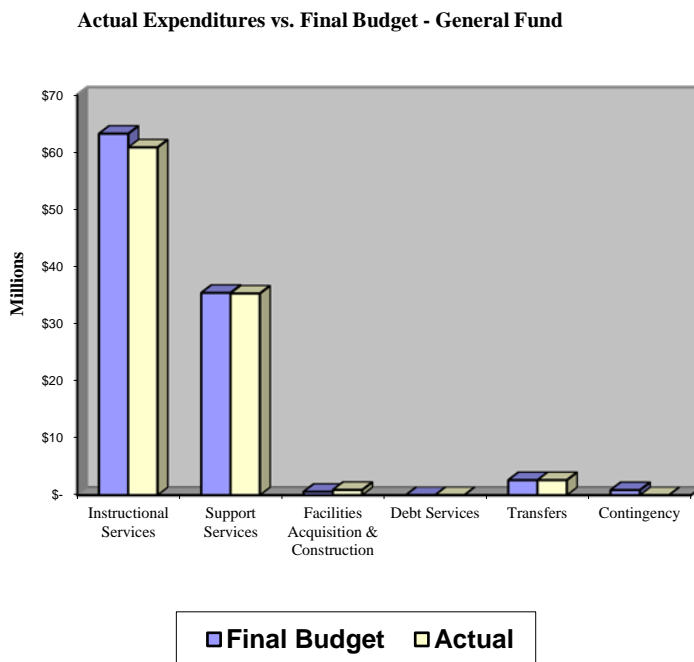
Grants and Contracts Fund: The Grants and Contracts Fund has a total fund balance of approximately \$3.03 million at June 30, 2017 which was a \$1.26 million increase over the prior year fund balance of \$1.77 million. Revenue for 2016-17 was \$11.68 million which was an increase of \$1.04 million over 2015-16. State revenue increased by \$.44 million, Federal revenue increased by \$.21 and miscellaneous revenue increased by \$.39 million. Expenditures in the Grants and Contracts Fund remained relatively unchanged, therefore the fund balance increase was due to the increase in revenue received.

Debt Service Fund: The Debt Service Fund has a total fund balance of \$1.08 million at June 30, 2017, all of which is restricted to the payment of debt service.

Bond Fund: The Bond Fund has a total fund balance of \$30.99 million at June 30, 2017. Expenditures for 2016-17 totaled \$29.67 million. Fund balance is restricted for bond projects, including the building of a new middle school, other capital improvement projects and technology infrastructure and equipment.

Other Governmental Funds: Other Governmental Funds have a combined ending fund balance of \$4.35 million at June 30, 2017. The combined ending fund balance increased by \$.73 million in the Other Governmental Funds. The funds include: Nutrition Services, Co-curricular, Student Body and Capital projects. All funds showed a modest increase in ending fund balances. The largest increase was in the Capital Projects Fund. The District received a net amount of \$367 million for the sale of its Camp Creek property which was the former site of a District school.

GENERAL FUND BUDGETARY HIGHLIGHTS



There were two changes to the general fund adopted budget for the fiscal year ended June 30, 2017. Appropriations totaling \$95,000 were moved from contingency to facilities acquisition and construction to fund the unexpected re-plumbing project at Page Elementary School. Additionally, \$400,000 was moved from various instructional function codes to fund capital projects including additional costs at Page Elementary School, the repair of the gym floor prior to the sale of Camp Creek and costs related to the Silke Field structural repair.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: The District's investment in capital assets includes land, buildings and improvements, as well as vehicles and equipment. As of June 30, 2017, the District had invested \$114.61 million in capital assets, net of depreciation, as shown in the following table:

Capital Assets

	Governmental Activities 2017	Governmental Activities 2016	Increase (Decrease) from Fiscal 2016
Land	\$ 6,077,430	\$ 6,084,640	\$ (7,210)
Buildings and improvements	118,919,295	113,249,859	5,669,436
Construction in progress	30,318,330	8,511,736	21,806,594
Vehicles and equipment	<u>14,206,963</u>	<u>13,219,159</u>	<u>987,804</u>
Total capital assets	169,522,018	141,065,394	28,456,624
Accumulated depreciation	<u>(54,916,266)</u>	<u>(52,099,806)</u>	<u>2,816,460</u>
Total capital assets, net of depreciation	<u>\$ 114,605,752</u>	<u>\$ 88,965,588</u>	<u>\$ 25,640,164</u>

In fiscal year 2016-2017, the District's investment in capital assets increased by \$25.64 million. Major capital asset events for the year ended June 30, 2017 include the following:

- Building and improvement adds totaling \$6.03 million. This includes \$2.44 million for classroom additions, \$1.45 million for boilers, \$.67 million for a heating and ventilating system, \$.65 million for a parking lot project, \$.36 million for a structural repair at Silke Field and \$.46 million in other smaller improvement projects. The District sold its Camp Creek facility during the 2016-17 school year for \$.49 million.
- Construction in progress projects totaling \$25.27 million. This includes the costs related to the construction of a new middle school as well as bond projects that were in process at June 30, 2017. Completed projects totaling \$3.46 million were capitalized and removed from construction in progress.
- Purchase of 4 new buses totaling \$.53 million. The District sold 4 buses for a total of \$.09 million.
- Equipment purchases totaling \$.77 million including \$.47 million in network and wireless equipment, .17 million for an intercom systems for District schools and other facilities and \$.13 million in other equipment purchases. Current year depreciation totaled \$3.29 million

See the notes to the basic financial statements on page 42 for additional detail on capital assets.

Long-term debt:

Bonds: At the end of the 2016-2017 fiscal year, the District had total bonds payable of \$174.98 million. Of this amount, \$48.90 million is associated with the series 2005A pension bond issue, \$.39 million is associated with the Qualified Zone Academy Bonds, \$43.96 million is associated with the series 2015 refunding bonds, \$70.39 million is associated with the series 2015 general obligation bond issue, \$3.84 million is associated with the 2015 Full Faith and Credit bond issue and \$7.50 million is unamortized premium.

Capital Leases: At the end of the 2016-17 fiscal year, the District had total capital leases payable of \$2.28 million. Of this amount, \$2.20 million were leases for the purchase of school buses, \$.03 million was a lease for the purchase of copiers, and \$.05 million was a lease for the purchase of a new mower.

SPRINGFIELD SCHOOL DISTRICT NO. 19
MANAGEMENT'S DISCUSSION AND ANALYSIS

The District maintains an "A1" rating from Moody's for purposes of general obligation debt.

State statutes limit the amount of general obligation debt a K-12 school district may issue to 7.95 percent of its total true cash valuation. The current debt limitation for the District is \$507.41 million, which is significantly in excess of the District's outstanding general obligation debt.

See the notes to the basic financial statements on pages 42 through 45 for additional detail on long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Springfield School District is one of the larger school districts in the State of Oregon with an enrollment that has been decreasing over the past few years. Enrollment within the District's catchment area is projected to remain static, however Charter School enrollment continues to show a steady increase over the same time period, particularly online offerings. On January 1, 2012 (effective 2012-2013 fiscal year) the State of Oregon Legislature passed the "open enrollment" law which created concern with most school districts. The Springfield School District continues to realize a slight reduction due to this law, although the law is scheduled to sunset (extended through 2019). The District's Budget Committee and School Board considered these factors as they deliberated on future budget decisions.

Baseline data continues to indicate a steady growth for the national economy, with Oregon following a similar trajectory. The specific Oregon indicators have been strong and is attributed to stronger employment figures and personal income growth.

The State of Oregon completed the 2017-2019 biennial budget during the summer 2017. The session continued to focus on growth and an increased commitment to education funding, although national fiscal policy strained these conversations. The Oregon legislature moved away from the traditional 49%/51% funding mechanism for biennial education funding toward a 50%/50% split. Springfield School District continued to adopt a funding strategy that expends resources in the traditional (49%/51%) method. PERS continues to be challenging to public employees with very few reform efforts withstanding the legal system. The PERS rate for Springfield School District increased by approximately 4.0% over the course of the 2017-2019 biennium. Looking toward the future, the PERS rate is forecasted to continue to rise over the next several bienna.

The focus for the upcoming budget will be to support the five areas of focus for the School District. These five areas of focus are; 1) Provide personalized learning opportunities for all students, 2) Support the needs of families so all students are ready to learn, 3) Create future ready facilities that inspire learning, 4) Promote growth and success for every student, and 5) Engage students in a technology rich environment that enhances teaching and learning. Additionally, the School District is in the third year of managing the General Obligation Bond passed by the community in November 2014. The primary focus for the 2017-2018 school year is the completion of a new Hamlin Middle School. This school is scheduled to open January 2018

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 Financial Services, 525 Mill Street, Springfield, Oregon 97477.

BASIC FINANCIAL STATEMENTS

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF NET POSITION
June 30, 2017

	Governmental Activities
ASSETS	
Cash and investments	\$ 57,911,508
Receivables	6,198,420
Accrued interest	67,774
Prepaid items	774,568
Inventories	634,674
Capital assets, net	
Land	6,077,430
Buildings and improvements	73,567,788
Equipment	1,638,717
Buses	2,656,733
Other motor vehicles	346,754
Work in progress	30,318,330
Total capital assets, net	<u>114,605,752</u>
Total assets	<u>180,192,696</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred outflow, pension liability, Public Employers Retirement System	43,355,565
Deferred outflow, pension liability, Voluntary Early Retirement plan	958
Deferred outflow, other post employment benefit liability, Voluntary Early Retirement plan	7,065
Deferred refunded debt	11,451,334
Total deferred outflows of resources	<u>54,814,922</u>
LIABILITIES	
Accounts payable	3,143,199
Retainage payable	1,108,031
Accrued payroll and benefits	3,666,674
Accrued insurance claims	1,218,045
Interest payable	112,253
Unearned revenue	576,600
Leases payable	
Due within one year	398,107
Due in more than one year	1,877,190
Bonds payable, net of unamortized premium	
Due within one year	7,806,937
Due in more than one year	167,177,973
Proportionate share of net pension liability, Public Employees Retirement System	86,349,181
Net pension liability, Voluntary Early Retirement plan	150,155
Net other post employment benefit liability, Voluntary Early Retirement plan	3,303,869
Net other post employment benefit liability, implicit medical benefit	9,961,602
Total liabilities	<u>286,849,816</u>
DEFERRED INFLOWS OF RESOURCES:	
Deferred inflow pension liability, Public Employers Retirement System	<u>952,880</u>
Net Position	
Net investment in capital assets	16,768,317
Restricted for:	
Debt service	13,002,698
Other purposes:	
Nutrition services	585,222
Student body expenditures	1,120,802
Other	276,373
Unrestricted (deficit)	<u>(84,548,490)</u>
Total net position	<u>\$ (52,795,078)</u>

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SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Primary Government			Net (Expense) Revenue and Change in Net Position
		Program Revenues			
		Operating	Capital		
		Charges for Services	Grants and Contributions	Grants and Contributions	
Governmental Activities:					
Instruction services	\$ 77,606,769	\$ 2,485,437	\$ 6,387,186	\$ 17,404	\$ (68,716,742)
Support services	42,123,060	1,928,640	2,808,669	272,502	(37,113,249)
Community services	4,243,111	337,141	4,142,004	-	236,034
Facilities services	13,208	-	-	-	(13,208)
Interest on long-term debt	5,631,473	-	-	-	(5,631,473)
Total Primary Government	<u>\$ 129,617,621</u>	<u>\$ 4,751,218</u>	<u>\$ 13,337,859</u>	<u>\$ 289,906</u>	<u>\$ (111,238,638)</u>
General revenues:					
					24,030,618
					6,747,890
					72,972,224
					1,591,241
					1,928,251
					130,233
					1,202,882
					249,312
					1,777,039
					110,629,690

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2017

	<u>General</u>	<u>Grants and Contracts</u>	<u>Debt Service</u>
ASSETS			
Assets:			
Pooled cash and cash equivalents	\$ 10,779,446	\$ 3,466,991	\$ 939,420
Non-pooled cash and cash equivalents	566	-	195,476
Investments	-	-	-
Receivables:			
Property taxes	2,039,668	-	495,034
Grants, reimbursements, and accounts	649,416	2,609,946	-
Accrued interest	13,487	-	3,204
Due from other funds	2,425,811	-	-
Prepaid items	-	774,568	-
Inventories	165,298	-	-
Total assets	<u>\$ 16,073,692</u>	<u>\$ 6,851,505</u>	<u>\$ 1,633,134</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Due to other funds	\$ -	\$ 2,087,281	\$ 81,770
Accounts payable	1,630,343	1,156,957	
Retainage payable	-	-	
Accrued payroll and benefits	3,113,711	945	
Unearned revenue	5,250	571,350	-
Total liabilities	<u>4,749,304</u>	<u>3,816,533</u>	<u>81,770</u>
Deferred inflows of resources:			
Unavailable revenue-property taxes	1,942,569	-	469,534
Fund Balances:			
Nonspendable	165,298	774,568	
Restricted	-	276,373	1,081,830
Committed	-	50,673	
Assigned	-	1,933,358	
Unassigned	9,216,521	-	-
Total fund balances	<u>9,381,819</u>	<u>3,034,972</u>	<u>1,081,830</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 16,073,692</u>	<u>\$ 6,851,505</u>	<u>\$ 1,633,134</u>

See notes to basic financial statements

<u>Bond</u>	<u>Other Governmental</u>	<u>Total</u>
\$ -	\$ 3,343,303	18,529,160
14,963,391	838,203	15,997,636
17,001,096	-	17,001,096
-	-	2,534,702
-	391,568	3,650,930
45,004	-	61,695
-	-	2,425,811
-	-	774,568
375,875	93,501	634,674
<u>\$ 32,385,366</u>	<u>\$ 4,666,575</u>	<u>61,610,272</u>

\$ 256,760	\$ -	2,425,811
49,980	295,919	3,133,199
1,091,545	16,486	1,108,031
-	-	3,114,656
-	-	576,600
<u>1,398,285</u>	<u>312,405</u>	<u>10,358,297</u>

<u>-</u>	<u>-</u>	<u>2,412,103</u>
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375,875	93,501	1,409,242
30,611,206	1,706,024	33,675,433
-	2,554,645	2,605,318
-	-	1,933,358
-	-	9,216,521
<u>30,987,081</u>	<u>4,354,170</u>	<u>48,839,872</u>

<u>\$ 32,385,366</u>	<u>\$ 4,666,575</u>	<u>61,610,272</u>
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SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
RECONCILIATION OF GOVERNMENTAL FUNDS
BALANCE SHEET TO STATEMENT OF NET POSITION
June 30, 2017

TOTAL FUND BALANCES		\$ 48,839,872
Capital assets are not financial resources and so are not reported in the governmental funds:		
Cost	\$ 169,192,913	
Accumulated depreciation	<u>(54,674,613)</u>	114,518,300
Deferred outflows on refunded debt are not financial resources in governmental funds, but are reported in the statement of net assets.		11,451,334
The deferred outflow, pension is not recorded as an asset in the governmental funds but rather eligible salaries are assessed a rate determined by the Oregon Public Employers Retirement System Board and payments are remitted to the State when due.		43,355,565
Deferred outflows related to the District's voluntary retirement fund are not financial resources in governmental funds but rather governmental funds are assessed annually to pay stipends and insurance benefits when due.		8,023
A portion of the District's property taxes is collected after year-end but is not available soon enough to pay for the current year's operations and therefore not reported as a revenue in the governmental funds.		2,412,103
Internal service funds are used by the District to charge the costs of printing services and insurance assessments to the individual funds. The assets and liabilities of these funds are included in governmental activities in the statement of net assets.		5,233,071
A liability for vacation pay is not recognized in the governmental funds but vacation pay that is earned is recorded as a liability in the statement of net assets.		(552,018)
A Net Pension Liability for the Oregon Public Employers Retirement System is not recorded as a liability in the governmental funds but rather expenditures are recorded when payments to the system are due.		(86,349,181)
The Net Pension Liability is not recorded as a liability in the governmental funds but rather expenditures are recorded when payments are due.		(150,155)
The Net Other Post Employment Benefit Liability is not recognized as a liability in the governmental funds but rather expenditures are recorded when payments are due.		(13,265,471)
The Net Deferred Inflow, pension is not recorded as a liability in the governmental funds but rather eligible salaries are assessed a rate determined by the Oregon Public Employers Retirement System Board and payments are remitted to the State when due.		(952,880)
Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of:		
Accrued interest payable	(112,117)	
Leases payable, governmental funds	(2,246,614)	
Bonds payable, net of related premium	<u>(174,984,910)</u>	<u>(177,343,641)</u>
TOTAL NET POSITION		\$ <u>(52,795,078)</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2017

	<u>General</u>	<u>Grants and Contracts</u>	<u>Debt Service</u>
Revenues:			
Local sources:			
Taxes	\$ 23,891,450	\$ -	\$ 6,690,465
Investment earnings	440,072	12,696	60,530
Assessments from other funds	-	-	5,096,652
Services provided charter school	231,594	-	-
Miscellaneous	188,680	989,264	28,119
Other local sources	77,157	910,001	-
Intermediate sources	1,928,251	-	-
State sources	74,152,458	2,578,246	-
Federal sources	92,832	7,191,063	-
Total revenues	<u>101,002,494</u>	<u>11,681,270</u>	<u>11,875,766</u>
Expenditures:			
Current expenditures:			
Instruction	60,811,741	6,821,103	-
Support services	35,015,838	3,580,319	-
Community services	-	399,050	-
Facilities and acquisition	35,294	-	-
Debt service:			
Principal	10,297	365,340	7,170,857
Interest	1,991	59,436	4,646,052
Capital outlay	1,111,233	473,913	-
Total expenditures	<u>96,986,394</u>	<u>11,699,161</u>	<u>11,816,909</u>
Excess (deficiency) of revenues over (under) expenditures	4,016,100	(17,891)	58,857
Other Financing Sources (Uses):			
Transfers in	-	1,000,000	464,577
Transfers out	(2,631,577)	-	-
Transits	-	(203,870)	-
Sale of assets	130	93,012	-
Lease purchase receipts	-	398,613	-
Total Other Financing Sources (Uses)	<u>(2,631,447)</u>	<u>1,287,755</u>	<u>464,577</u>
Net Change In Fund Balance	1,384,653	1,269,864	523,434
Fund Balance, July 1, 2016	<u>7,997,166</u>	<u>1,765,108</u>	<u>558,396</u>
Fund Balance, June 30, 2017	<u><u>\$ 9,381,819</u></u>	<u><u>\$ 3,034,972</u></u>	<u><u>\$ 1,081,830</u></u>

See notes to basic financial statements

Bond	Other Governmental	Total
\$ -	\$ -	\$ 30,581,915
470,421	24,556	1,008,275
-	-	5,096,652
-	-	231,594
290,748	146,382	1,643,193
-	3,173,887	4,161,045
-	-	1,928,251
-	301,130	77,031,834
-	3,773,747	11,057,642
<u>761,169</u>	<u>7,419,702</u>	<u>132,740,401</u>
2,290,473	3,531,260	73,454,577
731,177	56,331	39,383,665
-	3,754,564	4,153,614
1,489,952	370,149	1,895,395
-	-	7,546,494
-	-	4,707,479
<u>25,160,338</u>	<u>515,477</u>	<u>27,260,961</u>
<u>29,671,940</u>	<u>8,227,781</u>	<u>158,402,185</u>
(28,910,771)	(808,079)	(25,661,784)
-	1,167,000	2,631,577
-	-	(2,631,577)
-	-	(203,870)
-	366,862	460,004
<u>-</u>	<u>-</u>	<u>398,613</u>
-	1,533,862	654,747
(28,910,771)	725,783	(25,007,037)
<u>59,897,852</u>	<u>3,628,387</u>	<u>73,846,909</u>
<u>\$ 30,987,081</u>	<u>\$ 4,354,170</u>	<u>\$ 48,839,872</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2017

NET CHANGE IN FUND BALANCE \$ (25,007,037)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlay as expenditures. In the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:

Expenditures for capital assets	\$ 29,143,144	
Less current year depreciation	<u>(3,270,696)</u>	25,872,448

The sale of capital assets which were not fully depreciated resulted in a decrease in net assets (210,692)

Governmental funds do not report a liability for earned but unused vacation pay. In the Statement of Net Position however, vacation pay earned increased liabilities. 18,199

In the Statement of Activities, amortization is recorded on the deferred charges related to bond refunding, whereas in the governmental funds, no pension asset or related amortization is reported. (948,085)

In the governmental funds, lease purchase receipts are recorded as revenues, but in the Statement of Net Assets, the issuance of debt results in a liability. (398,613)

Repayment of principal on long-term debt and leases is an expenditure in the governmental funds but reduces the liability in the Statement of Net Assets. This is the amount of principal repaid in the current year. 7,546,802

Governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Amortization of bond premium		156,459
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In the Statement of Activities, the adjustment to the net pension liability and deferred outflow and inflow related to the pension liability for PERS results in an increase in expenses in the current year. In the governmental funds, no adjustments to fund balance or expenses are reported. (10,325,305)

In the Statement of Activities, the adjustment to the net pension and net OPEB liabilities and deferred outflows and inflows related to the VER pension and OPEB liabilities results in a decrease in expenses in the current year. In the governmental funds, no adjustments to fund balance or expenses are reported. 1,393,172

In the Statement of Activities, interest is accrued on long-term debt, whereas in the governmental funds it is recorded as an interest expense when due. 24,651

Property taxes that don't meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds. In the Statement of Activities, property taxes are recognized as revenue when levied. 196,593

Internal service funds are used by the District to charge the costs of printing services and medical and dental insurance to the individual funds. The net income of the internal service fund is reported with governmental activities. 1,072,460

CHANGE IN NET ASSETS \$ (608,948)

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Local sources:				
Taxes	\$ 23,921,453	\$ 23,921,453	\$ 23,891,450	\$ (30,003)
Investment earnings	200,000	200,000	440,072	240,072
Services provided charter school	250,000	250,000	231,594	(18,406)
Miscellaneous	275,000	275,000	188,680	(86,320)
Other local sources	206,100	206,100	77,157	(128,943)
Intermediate sources	1,797,785	1,797,785	1,928,251	130,466
State sources	71,921,110	71,921,110	74,152,458	2,231,348
Federal sources	2,500	2,500	92,832	90,332
	<u>98,573,948</u>	<u>98,573,948</u>	<u>101,002,494</u>	<u>2,428,546</u>
Expenditures:				
Current expenditures:				
Instruction	63,623,480	63,223,480	60,811,741	2,411,739
Support services	35,359,867	35,359,867	35,242,644	117,223
Facilities acquisition and construction	100,000	595,000	919,721	(324,721)
Debt services	12,290	12,290	12,288	2
Operating contingency	983,175	888,175	-	888,175
Total expenditures	<u>100,078,812</u>	<u>100,078,812</u>	<u>96,986,394</u>	<u>3,092,418</u>
Excess (deficiency) of revenues over (under) expenditures	(1,504,864)	(1,504,864)	4,016,100	5,520,964
Other Financing Sources (Uses):				
Sale of capital assets	2,500	2,500	130	(2,370)
Transfers out	<u>(2,631,577)</u>	<u>(2,631,577)</u>	<u>(2,631,577)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,629,077)</u>	<u>(2,629,077)</u>	<u>(2,631,447)</u>	<u>(2,370)</u>
Net Change In Fund Balance	(4,133,941)	(4,133,941)	1,384,653	5,518,594
Fund Balance, July 1, 2016	<u>8,133,941</u>	<u>8,133,941</u>	<u>7,997,166</u>	<u>(136,775)</u>
Fund Balance, June 30, 2017	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ 9,381,819</u>	<u>\$ 5,381,819</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GRANTS AND CONTRACTS FUND
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Local sources:				
Investment earnings	\$ 7,000	\$ 7,000	\$ 12,696	\$ 5,696
Donations	245,740	245,740	205,720	(40,020)
Miscellaneous	593,960	593,960	989,264	395,304
Other local sources	590,905	590,905	704,281	113,376
State sources	2,137,455	2,137,455	2,578,246	440,791
Federal sources	7,962,648	7,962,648	7,191,063	(771,585)
Total revenues	<u>11,537,708</u>	<u>11,537,708</u>	<u>11,681,270</u>	<u>143,562</u>
Expenditures:				
Current expenditures:				
Instruction	7,817,150	7,517,150	6,821,103	696,047
Support services	4,287,061	4,232,061	3,580,319	651,742
Community services	333,135	373,135	399,050	(25,915)
Debt services	426,000	426,000	424,776	1,224
Capital outlay	398,409	478,409	473,913	4,496
Total expenditures	<u>13,261,755</u>	<u>13,026,755</u>	<u>11,699,161</u>	<u>1,327,594</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(1,724,047)</u>	 <u>(1,489,047)</u>	 <u>(17,891)</u>	 <u>1,471,156</u>
 Other Financing Sources (Uses):				
Transfers in	1,000,000	1,000,000	1,000,000	-
Transits	-	(235,000)	(203,870)	31,130
Sale of capital assets	-	-	93,012	93,012
Lease purchase receipts	398,409	398,409	398,613	204
 Total Other Financing Sources (Uses)	 1,398,409	 1,163,409	 1,287,755	 124,346
 Net change in fund balance	 (325,638)	 (325,638)	 1,269,864	 1,595,502
 Fund Balance, July 1, 2016	 <u>1,490,664</u>	 <u>1,490,664</u>	 <u>1,765,108</u>	 <u>274,444</u>
 Fund Balance, June 30, 2017	 <u><u>\$ 1,165,026</u></u>	 <u><u>\$ 1,165,026</u></u>	 <u><u>\$ 3,034,972</u></u>	 <u><u>\$ 1,869,946</u></u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2017

	Internal Service Funds
ASSETS	
Current assets:	
Pooled cash and cash equivalents	\$ 4,881,487
Non-pooled cash and cash equivalents	1,520
Investments	1,500,609
Grants, reimbursements, and accounts receivable	12,788
Accrued interest	6,079
	<hr/>
Total current assets	6,402,483
Capital assets, net	87,452
	<hr/>
Total Assets	6,489,935
	<hr/>
LIABILITIES	
Current liabilities:	
Accounts payable	10,000
Interest payable	136
Accrued insurance claims	1,218,045
Lease payable	
Due within one year	22,881
Due in more than one year	5,802
	<hr/>
Total Liabilities	1,256,864
	<hr/>
NET POSITION	
Net investment in capital assets	58,769
Unrestricted	5,174,302
	<hr/>
Total Net Position	\$ 5,233,071
	<hr/>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION
PROPRIETARY FUNDS
For the year ended June 30, 2017

	Internal Service Funds
Operating revenues:	
Services provided to other funds	\$ 659,448
Assessments from other funds	17,891,443
Revenues from other agencies	153,060
Miscellaneous revenue	<u>3,000</u>
Total operating revenues	<u>18,706,951</u>
Operating expenses:	
Salaries	307,223
Employee benefits	16,894,794
Purchased services	218,444
Supplies and materials	172,905
Other expenses	56,812
Depreciation	<u>21,593</u>
Total operating expenses	<u>17,671,771</u>
Operating income (loss)	1,035,180
Non-operating revenues (expenses):	
Earnings on investments	38,148
Interest on capital lease	<u>(868)</u>
Total non-operating revenues (expenses)	<u>37,280</u>
Change in net position	1,072,460
Net Position, July 1, 2016	<u>4,160,611</u>
Net Position, June 30, 2017	<u><u>\$ 5,233,071</u></u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended June 30, 2017

	<u>Total Internal Service Funds</u>
Cash flows from operating activities:	
Received for services	\$ 18,716,548
Paid to suppliers	(16,871,063)
Paid to employees	<u>(496,465)</u>
Net cash provided (used) by operating activities	1,349,020
Cash flow from capital activities and related financing activities:	
Payments on capital lease	<u>(23,340)</u>
Net cash provided (used) by capital and financing activities	(23,340)
Cash flow from investing activities:	
Changes in investments	(433)
Interest received	<u>34,500</u>
Net cash provided (used) by investing activities	<u>34,067</u>
Net change in cash and cash equivalents	1,359,747
Cash and cash equivalents, July 1, 2016	<u>3,523,260</u>
Cash and cash equivalents, June 30, 2017	<u><u>\$ 4,883,007</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income (loss)	\$ 1,035,180
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation	21,593
Changes in assets and liabilities:	
Receivables	9,597
Accounts payable	(215)
Accrued insurance claims	289,871
Accrued salaries and benefits	<u>(7,006)</u>
Net cash provided (used) by operating activities	<u><u>\$ 1,349,020</u></u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2017

	Voluntary Early Retirement Fund	Agency
ASSETS		
Pooled cash and cash equivalents	\$ 328,719	\$ 241,497
Investments	-	167,351
Accounts receivable	-	10,677
	<hr/>	<hr/>
Total assets	\$ 328,719	\$ 419,525
	<hr/>	<hr/>
LIABILITIES		
Accounts payable	-	27,819
Due to other groups	-	391,706
	<hr/>	<hr/>
Total liabilities	-	419,525
	<hr/>	<hr/>
NET POSITION		
Restricted for pension benefits	39,135	-
Restricted for health benefits	289,584	-
	<hr/>	<hr/>
Total net position	\$ 328,719	\$ -
	<hr/> <hr/>	<hr/> <hr/>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the year ended June 30, 2017

	Voluntary Early Retirement Fund
Additions:	
Assessments from other funds	\$ 1,200,000
Total Additions:	<u>\$ 1,200,000</u>
Deductions:	
Benefit payments	162,627
Post employment health benefits	1,048,553
Administrative costs	<u>-</u>
Total deductions	<u>1,211,180</u>
Change in net position	(11,180)
Net position July 1, 2016	<u>339,899</u>
Net position restricted for pension and postemployment benefits, June 30, 2017	<u>\$ 328,719</u>

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NOTES TO BASIC FINANCIAL STATEMENTS

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Springfield School District No. 19 was organized under provision of Oregon Statutes pursuant to ORS Chapter 332 for the purpose of operating elementary and secondary schools. The District is governed by a separately elected five-member Board of Education (Board) who approves the administrative officials. The daily functioning of the District is under the supervision of the Superintendent. As required by generally accepted accounting principles, all activities of the District have been included in the basic financial statements.

The District qualifies as a primary government since it has a separately elected governing body, is a legally separate entity, and is fiscally independent. There are various governmental agencies and special service districts which provide services within the District's boundaries. Three of these entities could potentially be considered component units of the District. There are two charter schools operating within the District boundaries; the Academy of Arts and Academics and Willamette Leadership Academy. The District is not financially accountable for the charter schools and the nature and significance of their financial relationship with the District is such that their exclusion would not cause the financial statements to be misleading or incomplete. Therefore, the District does not consider the charter schools to be component units of the District. Additionally, the Springfield Education Foundation provides financial support to the District but is not a component unit of the District.

Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District. These statements include the governmental financial activities of the overall District, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities, except for interfund services. Governmental activities are financed primarily through property taxes, intergovernmental revenues, and charges for services.

The Statement of Activities presents a comparison between direct expenses and program revenues for each of its functions/programs. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to that function. Program revenues include: (1) charges to students or others for tuition, fees, rentals, materials, supplies or services provided, (2) operating grants and contributions and (3) capital grants and contributions. Certain indirect costs are included as part of the program expenses reported for individual functions and activities. Revenues that are not classified as program revenues, including property taxes and state support, are presented as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Net position is reported as restricted when constraints placed on net position use are either externally restricted, imposed by creditors (such as through grantors, contributors, or laws) or through constitutional provision or enabling resolutions.

Fund Financial Statements

The fund financial statements provide information about the District's funds including those of a fiduciary nature. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Fund Financial Statements, continued

The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

The District reports the following major governmental funds:

- **General Fund** – This is the District’s primary operating fund and accounts for all revenues and expenditures except those required to be accounted for in another fund. Principal revenue sources are state school fund revenue and property taxes.
- **Grants and Contract Fund** – This fund accounts for revenues and expenditures of grants which are restricted and other funds which are committed and assigned for specific educational purposes. Principal revenue sources are federal and state grants.
- **Debt Service Fund** – This fund provides for the payment of principal and interest on debt. Principal revenue sources are property taxes for general obligation bonds and payroll assessments for limited tax pension bonds.
- **Bond Fund** – This fund accounts for revenues and expenditures from proceeds of voter approved General Obligation bonds.

Additionally, the District reports the following funds:

- Internal service funds which account for printing provided to other departments of the District on a cost reimbursement basis and the District’s medical and dental employee benefits program.
- The voluntary early retirement fund accounts for the accumulation of resources to be used for payments to employees who receive early retirement and post-employment health care benefits.
- Agency funds account for scholarship donations for which the District’s role is custodial in nature, transactions related to Sky Camp, which is owned by the Army Corps of Engineers and maintained by the District, and funds held by the District for the Academy of Arts and Academics charter school.

Measurement Focus and Basis of Accounting

Agency funds have no measurement focus. Government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District receives value without giving equal value in exchange, include property taxes, grants, entitlements and donations. On the accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District’s policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Measurement Focus and Basis of Accounting, continued

principal and interest on general long-term debt and claims and judgments, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from general long-term debt and capital leases are reported as other financing sources. Private sector standards of accounting and reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that these standards do not conflict or contradict the guidance of the Governmental Accounting Standards Board.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service fund are charges to other funds for printing services and assessments to other funds for insurance premiums. Operating expenses for the internal service fund include salaries, benefits, purchased services, supplies and insurance claims. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Cash Equivalents

For financial statement purposes, the District considers cash equivalents to include investments in the State of Oregon Local Government Investment Pool (LGIP) and other highly liquid investments with maturities of three months or less.

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2017. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value. The pool is comprised of a variety of investments. These investments are characterized as Level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2017, the fair value of the position in the LGIP is 100.57% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's LGIP are not required to be collateralized.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Investments

Investments with maturities greater than three months, consisting of U.S. government and agency securities and commercial paper, are stated at cost, which approximates fair value. Discounts and premiums on investment purchases are amortized using the effective interest method without application of the susceptible to accrual criteria and are reported on the combined balance sheet at their net amortized cost, which approximates fair value.

Property Taxes Receivable

Ad Valorem property taxes are levied and become a lien on all taxable property as of July 1. Collection dates are November 15, February 15, and May 15. Discounts are allowed if at least two-thirds (2/3rds) of the full amount due is received by November 15. Taxes unpaid on May 16 are considered delinquent. Uncollected property taxes are shown on the combined balance sheet. Property taxes collected within sixty (60) days of fiscal year-end are recognized as revenue. The remaining balance of taxes receivable is recorded as unearned revenue.

Grants

Grants are recognized as revenue in the accounting period in which they become both measurable and available and in which the District has met all eligibility requirements. When expenditure is the prime factor for determining eligibility, the revenue is recognized when the expenditure is made. Cash received from grantor agencies in excess of related grant expenditures is recorded as a liability on the statement of net position.

Inventories

Purchased inventories are valued at average cost and donated inventories other than commodities are valued at their estimated fair market value at date of donation. Inventory items are charged to expenditures at the time of withdrawal from inventory. Federal food commodities are recorded in inventory and as revenue, at fair value as determined by the U.S. Department of Agriculture. The District pays processing and distribution costs on selected commodities upon receipt of the products.

Accrued Compensated Absences

Employees accumulate earned, but unused vacation and sick pay benefits. District policy does not allow carryover of unused vacation leave beyond one year. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, or are taken and paid from current resources. No liability is recorded for nonvested sick pay benefits.

Capital Assets

Capital assets are valued at historical cost, or estimated historical cost if actual cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. Donated capital assets, donated works of art and similar items received in a service concession arrangement will be report at acquisition value rather than fair value. The District defines capital assets as assets with an initial cost of more than \$5,000 and an estimated life in excess of three years. Maintenance and repairs of a routine nature are charged to

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Capital Assets, Continued

expenditures as incurred and are not capitalized. Land and construction in progress are not depreciated. Other capital assets are depreciated using the straight-line method over the following useful lives:

- Equipment: 5 to 10 years
- Vehicles: 10 years
- Buildings and Improvements: 10 to 60 years

Fund Equity

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 of reserved, designated, and unreserved/undesignated were replaced with five new classifications – nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories and prepaid items.
- 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. Modifying or rescinding a fund balance commitment would also require a Board 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. The Board of Directors granted authority to classify portions of ending fund balance as Assigned to the Superintendent and the Director of Business Operations. This authority was granted by Board resolution and any changes to that authority would also be granted by Board resolution.
- 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.

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. To preserve a sound financial system and to provide a stable financial base, the governing body has adopted a minimum fund balance policy for the general fund of 4% of general fund expenditures.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Long-term Debt

In the government-wide financial statements, long-term debt is reported as a liability in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements bond premiums and discounts, as well as bond issuance costs, are recognized when incurred and not deferred. The face amount of the debt issued, premiums received on debt issuances, and discounts are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Retirement Plans

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

Voluntary Early Retirement Plan

Certified employees and administrative supervisors who were hired prior to July 1, 1994 and who have obtained ten years regular service with the District may elect to remain eligible for supplemental retirement benefits. For the purpose of measuring the net pension liability and net other post-employment benefit liability, deferred outflows of resources and deferred inflows of resources related to pensions and other post-employment benefits, and pension and other post-employment benefit expenses, information about fiduciary net position of the District's Voluntary Early Retirement (VER) Plan and additions to/deductions from the VER Plan's fiduciary net position have been determined on the same basis as they are reported by the VER Plan. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 67 and 68 and Statements 74 and 75 have been implemented as of July 1, 2015 resulting in a restatement of the District's beginning net position

Other Post-Employment Benefits

In accordance with Oregon Revised Statutes (ORS) 243.303, PERS employees who retire after June 30, 1994, and have not yet become eligible for Federal Medicare coverage are eligible to purchase insurance through the District's healthcare plan. Although retirees pay their own premium, there is an implicit cost due to increased group premiums when retirees are included in District insurance plans. For the purpose of measuring the net other post-employment benefit liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, and other post-employment benefit expenses, information about fiduciary net position of the implicit medical benefit Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statement 75 has been implemented as of July 1, 2015.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. In accord with the intent of IRS Act of 1996, the District considers the funds invested under the deferred compensation plan to be owned by the employee deferring such compensation. Thus, the assets of the plan and the offsetting liability to employees are not reported in the District's CAFR.

Budgeting and Appropriations

A budget is prepared and legally adopted for all funds on the modified accrual basis of accounting. Appropriations are generally adopted at the program level presented in the basic financial statements.

Expenditures cannot legally exceed appropriations except for certain situations, including the following:

- Expenditure of grants or other earmarked funds, which could not be estimated at the time of budget adoption (upon approval by resolution of the Board of Directors).
- Expenditure of proceeds of insurance settlements to replace involuntary destructions of property (upon approval by resolution of the Board of Directors).

The Board of Directors can authorize transfers of appropriations between expenditure categories via Board resolution. There were two such appropriation authorized during the year.

Supplemental appropriations may also be approved by the Board of Directors when unanticipated revenue is received. If a supplemental budget will adjust fund expenditures by more than 10 percent or will create a new fund or a new appropriation category, the appropriations must follow a process similar to that of the original adoption of the budget and must include a budget hearing. There were no such appropriations authorized during the year.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has four items that qualify for reporting in this category. There is a deferred outflow related to the partial defeasance of the District's 2006-07 general obligation bonds and a deferred outflow which is the sum of total employer PERS expenditures for the year plus the differences between expected and actual experience and the differences between employer contribution and proportionate share of contributions for PERS. There is also deferred outflows related to the District's pension liability and other post employment benefits for the Voluntary Early Retirement plan. Deferred outflows were for the unamortized differences between the projected and actual earnings on investment assets.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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 two items which qualify for reporting in this category. The first, which arises only under the modified accrual basis of accounting, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for property taxes. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Deferred Outflows/Inflows of Resources, continued

other deferred inflow represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District's statement of net position shows a deferred inflow which is equal to the difference between actuarially projected investment earnings and actual investment earnings and contributions that the District paid to PERS during 2016-17.

Encumbrances

Encumbrance accounting, under which purchase orders and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as a formal budgetary tool by management. At year-end, remaining encumbrances are reversed.

Fair Value Inputs and Methodologies and Hierarchy

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based upon the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access.

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets and liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs).

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments).

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

CASH AND INVESTMENTS

The District maintains a cash and cash equivalent investment pool that is available for use by all funds. Each fund portion of this pool is shown on the balance sheet as pooled cash and cash equivalents. Transfers from the Local Government Investment Pool are made on a daily basis to cover checks presented to the bank.

Individual funds may maintain cash and cash equivalents separate from the pool for convenience and control. Student activities accounts under the control of the schools are maintained in separate accounts in various banks and financial institutions. Petty cash and working funds are maintained for nonrecurring incidental

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

CASH AND INVESTMENTS, continued

purchases less than \$100. Such holdings are shown on the governmental balance sheet as non-pooled cash and cash equivalents.

Investments with maturities greater than three (3) months are shown on the balance sheet by fund type as investments.

Total cash and investments at June 30, 2017, is as follows:

	Statement of Net Position	Voluntary Early Retirement Fund	Agency Funds	Total
Total pooled cash and equivalents	\$ 23,410,647	\$ 328,719	\$ 241,497	\$ 23,980,863
Total non-pooled cash and equivalents	15,999,156	-	-	15,999,156
Total investments	<u>18,501,705</u>	<u>-</u>	<u>167,351</u>	<u>18,669,056</u>
Total cash and investments	<u>\$ 57,911,508</u>	<u>\$ 328,719</u>	<u>\$ 408,848</u>	<u>\$ 58,649,075</u>

Cash Equivalents and Deposits

Pooled cash and cash equivalents at June 30, 2017 consists of the following:

Demand deposits	\$ 554,323
LGIP	<u>23,426,540</u>
Total pooled cash and cash equivalents	<u>\$ 23,980,863</u>

Non-pooled cash and cash equivalents at June 30, 2017 consists of the following:

Demand deposits	\$ 850,645
Cash on hand	325
LGIP	<u>15,148,186</u>
Total non-pooled cash and cash equivalents	<u>\$ 15,999,156</u>

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.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's cash equivalents and deposits may not be returned to the District. At year-end, the District's net carrying amount of deposits was \$1,404,968 and the bank balance was \$2,804,627. Of these deposits, \$526,649 was covered by federal depository insurance, the remainder is collateralized with the Oregon Public Funds Collateralization Program (PFCP). Oregon Revised Statutes and District policy require depository institutions to maintain on deposit, with the collateral pool manager, securities having a value not less than 10% of their quarter-end public fund deposits if they are well capitalized, 25% of their quarter-end public fund deposits if they are adequately

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Investments

capitalized, or 110% of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110% by the Office of the State Treasurer.

As of June 30, 2017, the District held the following investments and maturities:

Investment Type	Balance Sheet Classification	Carrying Value	Weighted Average Maturity In Months	% of Investment Portfolio
U.S. Agency Securities	Investments	18,669,056	4.10	32.61%
LGIP	Cash and Equivalents	38,574,726	3.89	67.38%
Money Market	Cash and Equivalents	<u>5,977</u>	-	<u>0.01%</u>
Total Investments		<u>\$ 57,249,759</u>		<u>100.00%</u>

The "weighted average maturity in months" calculation assumes that all investments are held until maturity.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The District will minimize custodial credit risk by limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the District will do business. All of the investments, except for the investment in the Local Government Investment Pool which is not evidenced by securities, are held in safe keeping by the financial institution counterparty in the financial institution's general customer account name.

Credit Risk

Oregon Revised Statute 294.035 and District policy authorizes the District to invest in general obligations of the U.S. government and its agencies, bankers' acceptances, sweep accounts, debt obligations rated A (A-2/P-2 commercial paper), or an equivalent rating, or better by Standard & Poor's Corporation or by Moody's Investors Service or any other recognized statistical rating organization for issuers within Oregon, debt obligations rated AA (A-1/P-1 commercial paper) for issuers not in Oregon, and the State of Oregon Local Government Investment Pool (LGIP), among others.

At June 30, 2017, the District's investments were rated as follows:

Investment Type	Classification	Rating - Moody's Investors Service	Rating - Standard & Poors Investor Service	Not Rated	Total
		Aaa	AA+		
U.S. Agency Securities	Level 1	\$ 17,668,659	\$ 1,000,397	\$ -	\$ 18,669,056
LGIP	Level 2	-	-	38,574,726	38,574,726
Money Market	Level 2	-	-	5,977	5,977
		<u>\$ 17,668,659</u>	<u>\$ 1,000,397</u>	<u>\$ 38,580,703</u>	<u>\$ 57,249,759</u>

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Investments, continued

Interest Rate Risk

In accordance with its investment policy, the District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature to meet the cash requirement for ongoing operations, thereby avoiding the need to sell securities in the open market, and investing operating funds primarily in shorter-term securities, money market accounts, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer, but will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the District's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

<u>Investment Type</u>	<u>Maximum % of Portfolio</u>	<u>% of Portfolio</u>
U.S. Agency Securities	100%	32.61%
State of Oregon Local Government Investment Pool	100%	67.38%
Money Market	100%	0.01%

Foreign Currency Risk

The District is not authorized to invest in investments which have this type of risk.

ACCOUNTS AND OTHER RECEIVABLES

Accounts and other receivables consist primarily of claims for reimbursement of costs under various federal and states grant programs and open accounts on sales or services provided to agencies or individuals, mostly in the Lane County area. No allowance for doubtful accounts has been included in the financial statements because any uncollectible amounts are considered insignificant.

Receivables are comprised of the following as of June 30, 2017.

	Statement of Net		
	Position	Agency Funds	Total
Property taxes	\$ 2,534,702	\$ -	\$ 2,534,702
Grants, reimbursements, and accounts	<u>3,663,718</u>	<u>10,677</u>	<u>3,674,395</u>
Total receivables	<u>\$ 6,198,420</u>	<u>\$ 10,677</u>	<u>\$ 6,209,097</u>

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CAPITAL ASSETS

The following is a summary of changes in capital assets:

	Balance July 1, 2016	Increases	Decreases	Balance June 30, 2017
Capital assets not depreciated:				
Land	\$ 6,084,640	\$ -	\$ (7,210)	\$ 6,077,430
Construction in progress	8,511,736	25,265,353	(3,458,759)	30,318,330
Total capital assets not depreciated	<u>14,596,376</u>	<u>25,265,353</u>	<u>(3,465,969)</u>	<u>36,395,760</u>
Capital assets being depreciated:				
Buildings and improvements	113,249,859	6,030,702	(361,266)	118,919,295
Equipment	4,796,681	767,618	(16,820)	5,547,479
Buses	7,127,173	398,613	(284,150)	7,241,636
Other motor vehicles	1,295,305	139,618	(17,075)	1,417,848
Total capital assets being depreciated	<u>126,469,018</u>	<u>7,336,551</u>	<u>(679,311)</u>	<u>133,126,258</u>
Less accumulated depreciation for:				
Buildings and improvements	(43,047,498)	(2,461,793)	157,784	(45,351,507)
Equipment	(3,594,050)	(331,532)	16,820	(3,908,762)
Buses	(4,419,102)	(449,951)	284,150	(4,584,903)
Other motor vehicles	(1,039,156)	(49,013)	17,075	(1,071,094)
Total accumulated depreciation	<u>(52,099,806)</u>	<u>(3,292,289)</u>	<u>475,829</u>	<u>(54,916,266)</u>
Total capital assets being depreciated, net	<u>74,369,212</u>	<u>4,044,262</u>	<u>(203,482)</u>	<u>78,209,992</u>
Total capital assets, net	<u>\$ 88,965,588</u>	<u>\$ 29,309,615</u>	<u>\$ (3,669,451)</u>	<u>\$ 114,605,752</u>

Depreciation expense was charged to the following programs:

Program	Depreciation
Instruction services	\$ 2,379,332
Support services	892,185
Community services	20,772
Total	<u>\$ 3,292,289</u>

LEASES

Capital Leases

The District has entered into the following lease agreements which all qualify as capital leases for accounting purposes and have, therefore, been recorded at the present value of future minimum lease payments.

Lease entered into on November 14, 2012 for \$829,380, with a payment of \$127,943 due upon commencement of the lease. Payments due annually through November, 2018.

Lease entered into on July 15, 2013 for \$730,606, with a payment of \$81,067 due upon commencement of the lease. Payments due annually through July, 2022.

Lease entered into on October 15, 2013 for \$110,000 with payments due quarterly through July, 2018.

Lease entered into on July 1, 2014 for \$566,688, with a payment of \$64,472 due upon commencement of the lease. Payments due annually through July, 2023.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
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Capital Leases, continued

Lease entered into on July 1, 2014 for \$78,875, with a payment of \$12,288 due upon commencement of the lease. Payments due annually through July, 2020.

Lease entered into on July 15, 2015 for \$940,000, with a payment of \$106,413 due upon commencement of the lease. Payments due annually through July, 2024.

Lease entered into on July 15, 2016 for \$398,613, with a payment of \$44,881.90 due upon commencement of lease. Payments due annually through July, 2025.

The assets acquired through the capital lease are:

Assets	Amount	Accumulated Depreciation	Balance
Buses	\$ 3,461,163	\$ (1,017,512)	\$ 2,443,651
Copiers	110,000	(42,167)	67,833
Mower	83,875	(23,066)	60,809
Total	<u>\$ 3,655,038</u>	<u>\$ (1,082,745)</u>	<u>\$ 2,572,293</u>

The future minimum lease obligations and the net present values of these minimum lease payments at June 30, 2017, are as follows:

<u>Year Ending June 30</u>	<u>Lease 1</u>	<u>Lease 2</u>	<u>Lease 3</u>	<u>Lease 4</u>	<u>Lease 5</u>	<u>Lease 6</u>	<u>Lease 7</u>	<u>Total</u>
2018	127,943	81,067	23,340	64,472	12,288	106,413	44,882	460,405
2019	127,943	81,067	5,835	64,472	12,288	106,413	44,882	442,900
2020	-	81,067	-	64,472	12,288	106,413	44,882	309,122
2021	-	81,067	-	64,472	12,287	106,413	44,882	309,121
2022	-	81,067	-	64,471	-	106,413	44,882	296,833
2023	-	81,066	-	64,471	-	106,413	44,882	296,832
2024	-	-	-	64,470	-	106,412	44,882	215,764
2025	-	-	-	-	-	106,412	44,882	151,294
2026	-	-	-	-	-	-	44,881	44,881
Total lease payments	255,886	486,401	29,175	451,300	49,151	851,302	403,937	2,527,152
Less: interest	(9,788)	(38,227)	(492)	(49,473)	(3,465)	(100,204)	(50,206)	(251,855)
Present value of minimum lease payments	<u>\$ 246,098</u>	<u>\$ 448,174</u>	<u>\$ 28,683</u>	<u>\$ 401,827</u>	<u>\$ 45,686</u>	<u>\$ 751,098</u>	<u>\$ 353,731</u>	<u>\$ 2,275,297</u>

A summary of long-term lease transactions for the year ended June 30, 2017 is as follows:

	Lease 1 - Buses	Leas 2 - Buses	Lease 3 - Copiers	Lease 4 - Buses	Lease 5 - Mower	Lease 6 - Buses	Lease 7 - Buses	Total
Leases payable July 1, 2016	\$ 364,420	\$ 516,887	51,050	452,761	56,290	833,587	-	\$ 2,274,995
New Leases	-	-	-	-	-	-	398,613	398,613
Lease payments	(118,322)	(68,713)	(22,367)	(50,934)	(10,604)	(82,489)	(44,882)	(398,311)
Total leases payable, June 30, 2017	<u>\$ 246,098</u>	<u>\$ 448,174</u>	<u>\$ 28,683</u>	<u>\$ 401,827</u>	<u>\$ 45,686</u>	<u>\$ 751,098</u>	<u>\$ 353,731</u>	<u>\$ 2,275,297</u>
Due within one year	\$ 121,446	\$ 70,355	22,881	52,457	10,922	84,856	35,190	\$ 398,107
Due in more than one year	124,652	377,819	5,802	349,370	34,764	666,242	318,541	1,877,190
Total leases payable	<u>\$ 246,098</u>	<u>\$ 448,174</u>	<u>\$ 28,683</u>	<u>\$ 401,827</u>	<u>\$ 45,686</u>	<u>\$ 751,098</u>	<u>\$ 353,731</u>	<u>\$ 2,275,297</u>

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

LONG TERM DEBT

Bonded debt at June 30, 2017 consists of the following bond issues:

\$62,150,000, Series 2005A Pension Bond, due in annual installments of \$115,000 to \$6,700,000 from June 2008 to June 2028, interest ranging from 4.05% to 4.76%	\$ 48,895,000
\$1,261,720, Qualified Zone Academy Bonds, due in annual installments of \$78,857.50 from October 2006 to October 2021, 0% interest	394,290
\$44,040,338 in Series 2015 Refunding Bonds, to partially refund 2006-07 General Obligations Bonds. Payments due in annual installments of \$166,573 to \$5,130,000 from June 2015 to June 2029, interest ranging from 1.26% to 3.83%	43,965,339
\$71,498,907 in Series 2015 General Obligation Bonds to finance capital projects, including construction of a new middle school, due in annual installments of \$2,002,800 to \$10,925,000 from December 2015 to June 2040, interest ranging from 2.00% to 5.00%	70,388,907
\$4,000,000 in Full Faith and Credit Bonds to finance the purchase and improvement of an administration building in downtown Springfield, due in annual installments of \$342,306 to \$343,290 from December 2016 to December 2030, interest of \$3.13%	<u>3,843,000</u>
Total	167,486,536
Unamortized premium	<u>7,498,374</u>
Total bonds payable	<u><u>\$ 174,984,910</u></u>

A summary of long-term debt transactions for the year ended June 30, 2017 is as follows:

	<u>Series 2005A</u>	<u>QZAB</u>	<u>Series 2006 & 2007</u>	<u>Series 2015 Refunding</u>	<u>GO Series 2015</u>	<u>Series 2015</u>	<u>Total</u>
Bonds payable July 1, 2016	\$ 51,320,000	\$ 473,149	3,640,000	43,965,339	71,258,907	4,000,000	\$ 174,657,395
Bonds paid	(2,425,000)	(78,859)	(3,640,000)	-	(870,000)	(157,000)	(7,170,859)
Bonds payable, June 30, 2017	48,895,000	394,290	-	43,965,339	70,388,907	3,843,000	167,486,536
Unamort premium, June 30, 2017	-	-	-	910,688	6,587,686	-	7,498,374
Total bonds payable, June 30, 2017	<u>\$ 48,895,000</u>	<u>\$ 394,290</u>	<u>\$ -</u>	<u>\$ 44,876,027</u>	<u>\$ 76,976,593</u>	<u>\$ 3,843,000</u>	<u>\$ 174,984,910</u>
Due within one year	\$ 2,730,000	\$ 78,858	-	3,560,079	1,215,000	223,000	\$ 7,806,937
Due in more than one year	46,165,000	315,432	-	41,315,947	76,975,478	3,777,000	167,177,973
Total bonds payable	<u>\$ 48,895,000</u>	<u>\$ 394,290</u>	<u>\$ -</u>	<u>\$ 44,876,026</u>	<u>\$ 78,190,478</u>	<u>\$ 4,000,000</u>	<u>\$ 174,984,910</u>

LONG TERM DEBT, continued

The following is a schedule of future retirement of long-term debt bonds and interest:

	<u>Series 2005A</u>		<u>QZAB</u>	<u>Series 2006 & 2007</u>		<u>Series 2015 Refunding</u>		<u>General Obligation Series 2015</u>		<u>Series 2015</u>		<u>Total</u>
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Service</u>
2017-18	2,730,000	2,318,537	78,858	-	-	3,560,079	471,621	1,215,000	1,490,450	223,000	120,286	12,207,831
2018-19	3,060,000	2,191,100	78,858	-	-	3,830,055	576,645	1,105,000	1,441,850	229,000	113,306	12,625,814
2019-20	3,415,000	2,048,259	78,858	-	-	3,838,263	698,437	1,235,000	1,397,650	237,000	106,138	13,054,605
2020-21	3,790,000	1,888,847	78,858	-	-	3,826,390	850,310	1,330,000	1,362,000	244,000	98,720	13,469,125
2021-22	4,200,000	1,708,481	78,858	-	-	3,763,215	1,058,485	1,455,000	1,295,500	252,000	91,083	13,902,622
2022-23	4,635,000	1,508,603	-	-	-	3,626,688	1,235,012	1,695,000	1,222,750	260,000	83,195	14,266,248
2023-24	5,100,000	1,288,023	-	-	-	3,628,833	1,472,867	1,755,000	1,138,000	268,000	75,057	14,725,780
2024-25	5,600,000	1,045,314	-	-	-	4,220,000	321,700	945,000	1,057,800	276,000	66,679	13,532,493
2025-26	6,130,000	778,810	-	-	-	4,520,000	158,200	1,030,000	1,020,000	285,000	58,030	13,980,040
2026-27	6,700,000	487,084	-	-	-	3,119,842	1,710,158	1,125,000	968,500	294,000	49,110	14,453,694
2027-28	3,535,000	168,231	-	-	-	3,048,109	1,931,891	1,225,000	912,250	303,000	39,907	11,163,388
2028-29	-	-	-	-	-	2,983,865	2,146,135	1,325,000	851,000	312,000	30,424	7,648,424
2029-30	-	-	-	-	-	-	-	7,545,000	784,750	322,000	20,658	8,672,408
2030-31	-	-	-	-	-	-	-	8,150,000	407,500	338,000	5,290	8,900,790
2031-32	-	-	-	-	-	-	-	4,739,098	4,055,902	-	-	8,795,000
2032-33	-	-	-	-	-	-	-	4,639,201	4,395,799	-	-	9,035,000
2033-34	-	-	-	-	-	-	-	4,545,564	4,739,435	-	-	9,284,999
2034-35	-	-	-	-	-	-	-	4,438,867	5,101,133	-	-	9,540,000
2035-36	-	-	-	-	-	-	-	4,336,892	5,463,108	-	-	9,800,000
2036-37	-	-	-	-	-	-	-	4,270,788	5,799,212	-	-	10,070,000
2037-38	-	-	-	-	-	-	-	4,176,328	6,173,672	-	-	10,350,000
2038-39	-	-	-	-	-	-	-	4,088,626	6,546,374	-	-	10,635,000
2039-40	-	-	-	-	-	-	-	4,018,543	6,906,457	-	-	10,925,000
Total	<u>\$ 48,895,000</u>	<u>\$ 15,431,289</u>	<u>\$ 394,290</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,965,339</u>	<u>\$ 12,631,461</u>	<u>\$ 70,388,907</u>	<u>\$ 64,531,092</u>	<u>\$ 3,843,000</u>	<u>\$ 957,883</u>	<u>\$ 261,038,261</u>

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

INTEREST PAYABLE

A summary of interest transactions for the year ended June 30, 2017 is as follows:

Interest Transactions	Series 2005A	Series 2006 & 2007	Series 2015 Refunding	GO Series 2015	Capital Leases	Series 2015	Total
Accrued interest June 30, 2016	\$ -	\$ (7,459)	\$ (13,184)	\$ (62,510)	\$ (33,731)	\$ (20,126)	\$ (137,010)
Interest paid 2016-17	2,431,736	182,000	321,700	1,525,250	62,092	185,366	4,708,144
Accrued interest, June 30, 2017	-	13,184	-	61,084	28,125	9,860	112,253
Interest on long-term debt	<u>\$ 2,431,736</u>	<u>\$ 187,725</u>	<u>\$ 308,516</u>	<u>\$ 1,523,824</u>	<u>\$ 56,486</u>	<u>\$ 175,100</u>	<u>\$ 4,683,387</u>

FUND BALANCES

The specific purposes for each of the categories of fund balance as of June 30, 2017 are as follows:

Fund Balance:	General Fund	Grants & Contract Fund	Debt Service Fund	Bond Fund	Non Major Funds	Total
Nonspendable:						
Prepaid items	\$ -	\$ 774,568	\$ -	\$ -	\$ -	\$ 774,568
Inventory	165,298	-	-	375,875	93,501	634,674
Total Nonspendable	<u>165,298</u>	<u>774,568</u>	<u>-</u>	<u>375,875</u>	<u>93,501</u>	<u>1,409,242</u>
Restricted:						
Grants	-	276,373	-	-	-	276,373
Nutrition services	-	-	-	-	585,222	585,222
Student body	-	-	-	-	1,120,802	1,120,802
Debt service	-	-	1,081,830	-	-	1,081,830
Bond projects	-	-	-	30,611,206	-	30,611,206
Total Restricted	-	276,373	1,081,830	30,611,206	1,706,024	33,675,433
Committed to:						
Purchase of textbooks	-	50,673	-	-	-	50,673
Co-curricular activities	-	-	-	-	55,157	55,157
Capital projects	-	-	-	-	2,499,488	2,499,488
Total Committed	-	50,673	-	-	2,554,645	2,605,318
Assigned to:						
Child Development Cent	-	11,888	-	-	-	11,888
Insurance benefits	-	7,530	-	-	-	7,530
Risk management	-	192,602	-	-	-	192,602
Fleet replacement	-	1,502,242	-	-	-	1,502,242
Technology	-	219,096	-	-	-	219,096
Total Assigned	-	1,933,358	-	-	-	1,933,358
Unassigned	<u>9,216,521</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,216,521</u>
Total Fund Balances	<u>\$ 9,381,819</u>	<u>\$ 3,034,972</u>	<u>\$ 1,081,830</u>	<u>\$ 30,987,081</u>	<u>\$ 4,354,170</u>	<u>\$ 48,839,872</u>

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

INTERFUND TRANSFERS AND INTERFUND DUE TO/DUE FROM

The District made transfers from the General Fund of \$1,167,000 to the Co-Curricular Fund for the support of athletic and activity programs, \$1,000,000 to the Instructional Materials Fund for the purchase of textbooks, and \$464,577 to the Debt Service Fund for the principal and interest payments on non general obligation bonds. There was \$2,087,281 due from the Grants and Projects Fund to the General Fund at June 30, 2017 which resulted from the requirement of most grants that funds be expended before reimbursement is requested. Cash was borrowed from the general fund to cover negative cash balances in grant funds due to timing differences between billings and cash receipts. There was \$81,770 due from the Debt Service Fund to the General Fund due to timing of property tax collections for the payment of bonded debt. There was \$256,760 due from the Bond Fund to the General Fund due to a timing difference in moving funds between investment accounts and pooled cash.

TRANSITS

The District was the fiscal agent for an arts education based grant. Transits to other entities totaled \$.20 million for the year ended June 30, 2017.

OVER-EXPENDITURES OF APPROPRIATIONS

For the year ended June 30, 2017, expenditures exceeded appropriations by \$324,721 in the Facilities Acquisition and Construction function of the General Fund. Expenditures exceeded appropriations by \$25,915 in the Community Services function of the Grants and Contracts Fund. Expenditures exceeded appropriations by \$152,559 in the Instruction Services function of the Student Body fund. Overall, expenditures were within budget in each fund.

EARLY RETIREMENT OBLIGATION

Voluntary Early Retirement

Plan Description

The District's collective bargaining agreements with teachers, classified employees and administrators include early retirement provisions for employees whose employment with the District began prior to July 1, 1994. Additional prerequisites to receive this benefit include ten consecutive full-time years employment with the District and retirement under PERS. The program, available to teachers and administrators, provides two types of benefits; a stipend benefit and an insurance benefit. At June 30, 2017, there were 85 active participants and 4 District employees who are potentially eligible for the benefit in the future. Calculations are based on the pension benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial valuations for pension plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the Other Post-Employment Benefit (OPEB) plan reflect a long-term perspective. All assets accumulated to pay benefits may legally be used to pay for pension or medical benefits. Therefore, the VER plan is considered a single pension plan. The District does not issue a stand-alone report for this plan.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Voluntary Early Retirement, continued

Pension Benefits

The Plan consists of an incentive benefit equal to 1.4% per month of the employee's final annual salary payable until the earlier of age sixty-two (62) or forty-eight (48) months. Actual incentive benefits paid totaled \$162,627 for the year ended June 30, 2017. This portion of the plan is subject to the reporting requirements of GASB Statements number 67 & 68 which pertain to pension type benefits.

Explicit Medical Benefits

The District administers a single-employer defined benefit healthcare plan. The Voluntary Early Retirement Plan includes negotiated health insurance coverage payable until age sixty-five (65). This portion of the Plan is subject to GASB Statements 74 and 75 related to Other Post-Employment Benefits (OPEB)

Significant Accounting Policies

The assets of the fund were placed in an irrevocable trust during the year ended June 30, 2003. Expenditures are recorded in the Voluntary Early Retirement Trust Fund as the incentive payments and related insurance premiums are paid. Plan assets are invested in U.S. Treasuries and the Local Government Investment Pool.

Funding Policy

There is no obligation on the part of the District to fund these benefits in advance. The District is paying the obligation as it is due with an assessment to the general fund. The fund balance in the Early Retirement Trust Fund was \$328,719 at June 30, 2017.

Net pension and net OPEB Liability

The District's net pension liability (NPL) and net other post-employment benefit liability (NOL) were measured as of June 30, 2017 using an actuarial valuation date of June 30, 2015. The total pension liability and other post-employment benefit liability used to calculate the net liabilities were determined by an actuarial valuation as of June 30, 2016 with updated information for the 2016-17 VER fund activity and an updated discount rate.

Actuarial Methods and Assumptions

The District engaged an actuary to perform a valuation as of June 30, 2016 using the Entry age normal, level percent of salary Actuarial Cost Method. The asset valuation method used was market value and the amortization method used was 30 year, open level %. In October 2017, the actuaries provided supplemental schedules for the fiscal year ended June 30, 2017 which reflected activity in the VER fund for the 2016-17 year and updated the discount rate.

The total pension liability and total other post-employment benefit liability were determined using the following actuarial assumptions, applied to all periods included in the measurement:

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Voluntary Early Retirement, continued

Amortization growth rate		3.0%
Discount rate		3.5%
General inflation		2.5%
Salary scale		3.0%
Annual premium increase rate	2015-16	7.0%
	2016-17	6.5%
Decreasing .1% per year until 2031-32	2031+	5.0%

Mortality rates were based on the RP=2000 Active/Healthy Annuitant Mortality Table for males or females, as appropriate, set back 24 months, and were calculated by adjusting the rates by 60% for male participants and 55% for female participants.

Turnover rates were based on percentages development for the valuation of benefits under Oregon PERS and vary by years of service.

Disability rates were based on percentages development for the valuation of benefits under Oregon PERS and vary by employee age.

Retirement rates were calculated based on age and years of service. 100% of future VER retirees are assumed to elect medical coverage and 80% of those retirees are assumed to cover a spouse, as well. Current and future retirees are assumed to remain enrolled in the plans in which they are currently enrolled.

The discount rate used to measure the total pension and total other post-employment benefit liabilities was 3.5%, based on all years discounted at the municipal bond rate.

Changes in the Net Pension Liability and Net Other Post-employment Benefit Liability

Change in Net Pension Liability (NPL)

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
1. Balances at June 30, 2016	\$ 352,463	\$ 40,733	\$ 311,730
2. Service Cost	5,530	-	5,530
3. Interest	8,060	-	8,060
4. Changes of benefit terms	-	-	-
5. Differences between expected & actual experiences	-	-	-
6. Changes of assumptions or other input	(3,673)	-	(3,673)
7. Contributions - Employer	-	171,492	(171,492)
8. Contributions - Employee	-	-	-
9. Net investment income	-	-	-
10. Benefit payments	(173,090)	(173,090)	-
11. Administrative expense	-	-	-
12. Net Changes	(163,173)	(1,598)	(161,575)
13. Balances at June 30, 2017	\$ 189,290	\$ 39,135	\$ 150,155

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Voluntary Early Retirement, continued

Sensitivity of the Net Pension Liability to changes in the discount rate

The following presents the net pension liability (NPL) of the District, calculated using the discount rate of 3.5 percent, as well as what the District's NPL would be if it was calculated using a discount rate that is 1-percentage-point lower (2.5 percent) or 1-percentage-point higher (4.5 percent) than the current rate:

	1% Decrease (2.5%)	Current Discount Rate (3.5%)	1% Increase (4.5%)
1. Total Pension Liability	\$ 199,347	\$ 189,290	\$ 179,335
2. Fiduciary Net Position	<u>39,135</u>	<u>39,135</u>	<u>39,135</u>
3. Net Pension Liability	\$ 160,212	\$ 150,155	\$ 140,200

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2017, the District recognized pension expense of \$8,959. At June 30, 2017, the District reported deferred outflows of resources related to pensions from the following sources:

Gain/Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Differences between expected and actual experience	\$ -	\$ -
2. Changes in assumptions or other input	-	-
3. Net difference between projected and actual earnings on investments	<u>958</u>	<u>-</u>
4. Total	<u>\$ 958</u>	<u>\$ -</u>

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2018	\$ 240
2019	240
2020	240
2021	238
2022	-
Thereafter	<u>-</u>
Total	<u>\$ 958</u>

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Voluntary Early Retirement, continued

Change in Net Other Post-employment Benefit Liability (NOL)

	Increase (Decrease)		
	Total OPEB Liability (a)	Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
1. Balances at June 30, 2016	\$ 4,565,447	\$ 299,166	\$ 4,266,281
2. Service Cost	21,289	-	21,289
3. Interest	121,711	-	121,711
4. Changes of benefit terms	-	-	-
5. Differences between expected & actual experiences	-	-	-
6. Changes of assumptions or other input	(76,904)	-	(76,904)
7. Contributions - Employer	-	1,028,508	(1,028,508)
8. Contributions - Employee	-	-	-
9. Net investment income	-	-	-
10. Benefit payments	(1,038,090)	(1,038,090)	-
11. Administrative expense	-	-	-
12. Net Changes	(971,994)	(9,582)	(962,412)
13. Balances at June 30, 2017	\$ 3,593,453	\$ 289,584	\$ 3,303,869

Sensitivity of the Net Other Post-employment Benefit Liability to changes in the discount and trend rates

The following presents the net other post-employment benefit liability (NOL) of the District, calculated using the discount rate of 3.5 percent, as well as what the District's NOL would be if it was calculated using a discount rate that is 1-percentage-point lower (2.5 percent) or 1-percentage-point higher (4.5 percent) than the current rate:

	1% Decrease (2.5%)	Current Discount Rate (3.5%)	1% Increase (4.5%)
1. Total OPEB Liability	\$ 3,749,198	\$ 3,593,453	\$ 3,445,237
2. Fiduciary Net Position	289,584	289,584	289,584
3. Net OPEB Liability	\$ 3,459,614	\$ 3,303,869	\$ 3,155,653

The following presents the net other post-employment benefit liability (NOL) of the District, calculated using the trend rate of 7.0 percent graded down to 5 percent, as well as what the District's NOL would be if it was calculated using a trend rate that is 1-percentage-point lower (6.0 percent graded down to 4%) or 1-percentage-point higher (8.0 percent graded down to 6.0%) than the current rate:

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Voluntary Early Retirement, continued

	1% Decrease (6.0% graded down to 4.0%)	Current Trend Rate (7.0% graded down to 5%)	1% Increase (8.0% graded down to 6%)
1. Total OPEB Liability	\$ 3,408,203	\$ 3,593,453	\$ 3,788,568
2. Fiduciary Net Position	<u>289,584</u>	<u>289,584</u>	<u>289,584</u>
3. Net OPEB Liability	\$ 3,118,619	\$ 3,303,869	\$ 3,498,984

Other Post-employment Benefits expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Post-employment Benefits

For the year ended June 30, 2017, the District recognized Other Post-employment Benefit expense of \$59,031. At June 30, 2017, the District reported deferred outflows of resources related to Other Post-employment benefits from the following sources:

Gain/Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Differences between expected and actual experience	\$ -	\$ -
2. Changes in assumptions or other input	-	-
3. Net difference between projected and actual earnings on investments	<u>7,065</u>	<u>-</u>
4. Total	<u>\$ 7,065</u>	<u>\$ -</u>

Amounts reported as deferred outflows and deferred inflows of resources related to Other Post-employment benefits will be recognized in Other Post-employment benefit expense as follows:

Year ended June 30:	
2018	\$ 1,766
2019	1,766
2020	1,766
2021	1,767
2022	-
Thereafter	<u>-</u>
Total	<u>\$ 7,065</u>

OTHER POST-EMPLOYMENT BENEFITS

Post-employment Health Insurance Subsidy

Plan Description

The District administers a single-employer defined benefit healthcare plan per the requirements of collective bargaining agreements. The plan provides postretirement healthcare benefits for eligible retirees and their dependents through the District's group health insurance plans. The plan covers both active and retired

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Post-employment Health Insurance Subsidy, continued

participants. As of the actuarial valuation date, there were 1,320 active participants and 63 retirees in the 243.303 which states, in part, that for the purposes of establishing healthcare premiums, the calculated rate must be based on the cost of all plan members, including both active employees and retirees. Because claim costs are generally higher for retiree groups than for active employees, the premium amount does not represent the full cost of coverage for retirees. The resulting additional cost, or implicit subsidy, is required to be valued under GASB Statement 75 related to Other Post-Employment Benefits (OPEB). Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

Funding Policy

The District has not established a trust fund to finance the cost of Post-employment Health Care Benefits related to implicit rate subsidies. Premiums are paid by retirees based on the rates established for active employees. Additional costs related to an implicit subsidy are paid by the District on a pay-as-you go basis. There is no obligation on the part of the District to fund these benefits in advance.

Net Other Post-employment benefit Liability

The net other post-employment benefit liability (NOL) was measured as of June 30, 2016, and the total other post-employment benefit liability was determined by an actuarial valuation as of June 30, 2015 with updated schedules provided by the actuaries for the year ended June 30, 2017 using an updated discount rate of 3.5%.

Actuarial Methods and Assumptions

The District engaged an actuary to perform a valuation as of June 30, 2016 using the Entry age normal, level percent of salary Actuarial Cost Method. The asset valuation method used was market value and the amortization method used was 30 year, open level %. In October 2017, the actuaries provided supplemental schedules for the fiscal year ended June 30, 2017 reflecting an updated discount rate.

The total other post-employment benefit liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Amortization growth rate		3.0%
Discount rate		3.5%
General inflation		2.5%
Annual premium increase rate	2015-16	7.0%
	2016-17	6.5%
Decreasing .1% per year until 2031-32	2031+	5.0%
Out of pocket rate increases		5.0%

Mortality rates were based on the RP=2000 Active/Healthy Annuitant Mortality Table for males or females, as appropriate, set back 24 months, and were calculated by adjusting the rates by 60% for male participants and 55% for female participants.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Post-employment Health Insurance Subsidy, continued

Turnover rates were based on percentages development for the valuation of benefits under Oregon PERS and vary by years of service.

Disability rates were based on percentages development for the valuation of benefits under Oregon PERS and vary by employee age.

Retirement rates were calculated based on age and years of service. 80% of future retirees are assumed to elect medical coverage and 80% of those retirees are assumed to cover a spouse, as well. Current and future retirees are assumed to remain enrolled in the plans in which they are currently enrolled. There was an assumption of no impact of dependent children on the implicit subsidy.

The discount rate used to measure the total other post-employment benefit liabilities was 3.5%, based on all years discounted at the municipal bond rate.

Changes in the Net Other Post-employment Benefit Liability

	<u>Increase (Decrease)</u>		
	Total OPEB Liability (a)	Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
1. Balances at June 30, 2016	\$ 10,222,764	\$ -	\$ 10,222,764
2. Service Cost	565,034	-	565,034
3. Interest	304,305	-	304,305
4. Changes of benefit terms	-	-	-
5. Differences between expected and actual experien	-	-	-
6. Changes of assumptions or other input	(406,966)	-	(406,966)
7. Contributions - Employer	-	723,535	(723,535)
8. Contributions - Employee	-	-	-
9. Net investment income	-	-	-
10. Benefit payments	(723,535)	(723,535)	-
11. Administrative expense	-	-	-
12. Net Changes	(261,162)	-	(261,162)
13. Balances at June 30, 2017	\$ 9,961,602	\$ -	\$ 9,961,602

Sensitivity of the Net Other Post-employment Benefit Liability to changes in the discount and trend rates

The following presents the net other post-employment benefit liability (NOL) of the District, calculated using the discount rate of 3.5 percent, as well as what the District's NOL would be if it was calculated using a discount rate that is 1-percentage-point lower (2.5 percent) or 1-percentage-point higher (4.5 percent) than the current rate:

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

Postemployment Health Insurance Subsidy, continued

	1% Decrease (2.5%)	Current Discount Rate (3.5%)	1% Increase (4.5%)
1. Total OPEB Liability	\$ 10,792,784	\$ 9,961,602	\$ 9,198,868
2. Fiduciary Net Position	-	-	-
3. Net OPEB Liability	\$ 10,792,784	\$ 9,961,602	\$ 9,198,868

The following presents the net other post-employment benefit liability (NOL) of the District, calculated using the trend rate of 7.0 percent graded down to 5 percent, as well as what the District's NOL would be if it was calculated using a trend rate that is 1-percentage-point lower (6.0 percent graded down to 4%) or 1-percentage-point higher (8.0 percent graded down to 6.0%) than the current rate:

	1% Decrease (6.0% graded down to 4.0%)	Current Trend Rate (7.0% graded down to 5%)	1% Increase (8.0% graded down to 6%)
1. Total OPEB Liability	\$ 8,852,980	\$ 9,961,602	\$ 11,269,808
2. Fiduciary Net Position	-	-	-
3. Net OPEB Liability	\$ 8,852,980	\$ 9,961,602	\$ 11,269,808

Other Post-employment benefits Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Post-employment Benefits

For the year ended June 30, 2017, the District recognized Other Post-employment Benefit expense of \$462,373. At June 30, 2017, the District reported deferred outflows of resources related to Other Post-employment benefits from the following sources:

Gain/Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
1. Differences between expected and actual experience	\$ -	\$ -
2. Changes in assumptions or other input	-	-
3. Net difference between projected and actual earnings on investments	-	-
4. Total	\$ -	\$ -

Amounts reported as deferred outflows and deferred inflows of resources related to Other Post-employment benefits will be recognized in Other Post-employment benefit expense as follows:

Year ended June 30:	
2018	\$ -
2019	-
2020	-
2021	-
2022	-
Thereafter	-

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PENSION PLANS

PERS

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employee defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at: <http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>. If the link is expired please contact Oregon PERS for this information.

a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.

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

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

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

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

iv) **Benefit Changes After Retirement.** Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

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

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

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

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

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PERS, continued

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

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

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

iv) Benefit Changes After Retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

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

Employer contribution rates during the period were based on the December 31, 2014 actuarial valuation, which became effective July 1, 2015. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced.

Employer contributions for the year ended June 30, 2017 were \$4,987,862, excluding amounts to fund employer specific liabilities. Approximately \$5,102,680 was charged for the year ended June 30, 2017 as PERS benefits expenditures to be used for bond payments as they become due. Additionally, approximately \$3,298,392 in employee contributions were paid or picked up by the District in fiscal year 2016-17.

At June 30, 2017, the District reported a liability of \$86,349,181 for its proportionate share of the net pension liability. The pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date with the liability rolled forward to the measurement date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At December 31, 2014, the District's proportion was .58 percent.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PERS, continued

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 2,856,808	\$ -
Changes in assumptions	18,416,205	-
Net difference between projected and actual earnings on pension plan investments	17058975	-
Changes in proportionate share	-	110,825
Differences between employer contributions and employer's proportionate share of system contributions	35,715	842,055
District contributions subsequent to measurement date	4,987,862	-
Total	<u>\$ 43,355,565</u>	<u>\$ 952,880</u>

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

<u>Year ending June 30,</u>	<u>Amount</u>
2017	\$ 6,655,061
2018	6,655,061
2019	12,974,106
2020	9,791,931
2021	1,338,666
Thereafter	-
Total	<u>\$ 37,414,825</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated December 1, 2016. Oregon PERS produces an independently audited CAFR which can be found at:

<http://www.oregon.gov/pers/EMP/Documents/GASB/2016/Oregon-PERS-GASB-68-Report.pdf>

Actuarial Valuations – The employer contribution rates effective July 1, 2015 through June 30, 2017, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years. For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PERS, continued

component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions:

Valuation date	December 31, 2014 rolled forward to June 30, 2016 measurement date
Experience Study Report	2014, Published September 2015
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Market value of assets
Inflation rate	2.50 percent (reduced from 2.75 percent)
Investment rate of return	7.50 percent (reduced from 7.75 percent)
Projected salary increase	3.50 percent overall payroll growth; salaries for individuals are assumed to grow at 3.50 percent plus assumed rates of merit/longevity increases based on service (reduced from 3.75 percent).
Cost of Living Adjustment	Blend of 2.0 percent COLA and graded COLA (1.25/.15 percent) in accordance with Moro decision, blend based on service
Mortality	Healthy retirees and beneficiaries: RP-2000 Sex-distinct, generational per Scale BB, with collar adjustments and set-backs as described in the valuation. Active members: Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation. Disabled retirees: Mortality rates are a percentage (70% for males and 95% for females) of the RP-2000 sex-distinct generational per Scale BB, disabled mortality table.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2014 Experience Study which is reviewed for the four-year period ending December 31, 2014.

Discount Rate – The discount rate used to measure the total pension liability was 7.50 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PERS, continued

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Cash	0.0%	3.0%	0.0%
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Private Equity	16.0%	24.0%	20.0%
Real Estate	9.5%	15.5%	12.5%
Alternative Equity	0.0%	10.0%	10.0%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100%

Source: June 30, 2014 PERS CAFR; p. 54 – 55)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2013 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	7.20%	4.50%
Short-term Bonds	8.00%	3.70%
Intermediate-Term Bonds	3.00%	4.10%
High Yield Bonds	1.80%	6.66%
Large Cap US Equities	11.65%	7.20%
Mid Cap US Equities	3.88%	7.30%
Small Cap US Equities	2.27%	7.45%
Developed Foreign Equities	14.21%	6.90%
Emerging Foreign Equities	5.49%	7.40%
Private Equity	20.00%	8.26%
Opportunity Funds/Absolute Return	5.00%	6.01%
Real Estate (Property)	13.75%	6.51%
Real Estate (REITS)	2.50%	6.76%
Commodities	7.71%	6.07%
Assumed Inflation		2.75%

Source: June 30, 2014 PERS CAFR; p. 54 – 55)

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

PERS, continued

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate – The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate.

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
District's proportionate share of the net pension liability	\$ 139,425,135	\$ 86,349,181	\$ 41,986,969

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

At its July 28, 2017 meeting, the PERS Board lowered the assumed rate to 7.2 percent. For member transactions, this rate will take effect January 1, 2018. The current assumed rate is 7.5 percent and has been in effect for member transactions since January 1, 2016.

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the District for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation, or retirement. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the District.

Individual Account Program - In the 2003 legislative session, the Oregon Legislative Assembly created a successor plan for OPERS. The Oregon Public Service Retirement Plan (OPSRP) is effective for all new employees hired on or after August 29, 2003, and applies to any inactive OPERS members who return to employment following a six month or greater break in service. The new plan consists of the defined benefit pension plans and a defined contribution pension plan (the Individual Account Program or IAP). Beginning January 1, 2004, all OPERS member contributions go into the IAP portion of OPSRP. OPERS' members retain their existing OPERS accounts, but any future member contributions are deposited into the member's IAP, not the member's OPERS account. Those employees who had established an OPERS membership prior to the creation of OPSRP will be members of both the OPERS and OPSRP system as long as they remain in covered employment. Members of OPERS and OPSRP are required to contribute six percent of their salary covered under the plan that is invested in the IAP. The District makes this contribution on behalf of its employees.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

RISK MANAGEMENT

Insurance coverage for the year ended June 30, 2017, was the same or greater than in prior years. For the years ended June 30, 2017, 2016, and 2015, no losses were incurred which were greater than the District's coverage.

Property and Liability

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the District purchases and carries commercial insurance, subject to customary deductibles and total coverage limits recommended by the District's insurance agent of record.

Workers' Compensation

Workers' Compensation insurance is purchased from a commercial carrier. Premiums are determined based on payroll paid at various employment classification rates. Loss prevention services are available from the carrier and the District has no potential liability beyond the premiums paid.

Medical and Dental Self-Insurance

Beginning in October of 2013, the District implemented a self-insured health benefit program that provides medical and dental insurance coverage to all eligible employees and their dependents as well as non-Medicare eligible retirees and their dependents. The District established an internal service fund to account for the program. The District has established a self-insurance reserve to pay medical and dental claims up to the self-insurance retention limit of \$250,000 per covered individual. Claims in excess of \$250,000 are covered by a specific stop-loss policy. In addition, the District carries an aggregate stop-loss policy to cover claims in excess of 120% above expected claims.

Accrued insurance claims at June 30, 2017 are as follows:

	<u>June 30, 2017</u>
Accrued insurance claims, July 1, 2016	\$ 928,174
Incurred claims, including an estimate of claims incurred but not reported	15,152,119
Claim payments	<u>(14,862,248)</u>
Accrued insurance claims, June 30, 2017	<u>\$ 1,218,045</u>

TAX ABATEMENTS

As of June 30, 2017, Springfield School District provides tax abatements through the Enterprise Zone program.

The Oregon Enterprise Zone program is a State of Oregon economic development program established, that allows for property tax exemptions for up to five years. In exchange for receiving property tax exemption, participating firms are required to meet the program requirements set by state statute and the local sponsor.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

TAX ABATEMENTS, continued

The Enterprise Zone program allows industrial firms that will be making a substantial new capital investment a waiver of 100% of the amount of real property taxes attributable to the new investment for a 5-year period after completion. Land or existing machinery or equipment is not tax exempt; therefore, there is no loss of current property tax levies to local taxing jurisdiction.

For the fiscal year ended June 30, 2017, the District abated property taxes totaling \$186,169 under the Oregon Enterprise Zone program.

CONSTRUCTION COMMITMENTS

The District has the following construction commitments outstanding as of June 30, 2017.

<u>Project</u>	<u>Spent to Date</u>	<u>Commitment Remaining</u>
Hamlin Middle School replacement	\$ 25,918,034	\$ 20,855,772
Classroom technology	1,977,313	3,315
Network equipment	1,485,660	162,267
Enterprise wireless upgrade	383,021	21,252
Administration building	331,651	1,790,247
Central server upgrade	250,740	1,053
Thurston Middle School gym floor	142,646	15,419
Springfield High School shop bay	<u>17,400</u>	<u>26,079</u>
Total	<u>\$ 30,506,465</u>	<u>\$ 22,875,404</u>

COMMITMENTS AND CONTINGENCIES

The District is dependent on the State of Oregon for a substantial portion of its operating funds. Due to funding uncertainties at the State level, future funding for school districts may be increased or reduced. The ultimate effect of this possible change in funding on the District's future operations is not yet determinable.

The District is involved in various claims and legal matters relating to its operations which have all been tended to, and are either being adjusted by the District's liability carrier, or are being defended by attorneys retained by the District's liability carrier. The status of these matters is uncertain at this time. Any potential loss is also uncertain.

The District had no significant encumbrances outstanding at June 30, 2017.

SPRINGFIELD SCHOOL DISTRICT 19
Notes to Basic Financial Statements
June 30, 2017

COMPENSATED ABSENCES

The District accrues earned but unused vacation pay in the government-wide financial statements. The District does not allow the carryover of unused vacation leave beyond one year and limits the number of vacation days that can be carried forward.

Accrued Vacation 7-1-16	Earned	Paid or Unused	Accrued Vacation 6-30-17
<u>\$ 570,216</u>	<u>\$ 487,890</u>	<u>\$ (506,088)</u>	<u>\$ 552,018</u>

REQUIRED SUPPLEMENTARY INFORMATION

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
VER PLAN

SCHEDULE OF CHANGE IN THE DISTRICT'S NET PENSION LIABILITY AND RELATED RATIOS
STIPEND BENEFIT

	2017	2016
Total Pension Liability - beginning	\$ 352,463	\$ 512,139
Service Cost	5,530	5,530
Interest	8,060	12,777
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other input	(3,673)	-
Benefit payments	(173,090)	(177,983)
Net change in total pension liability	(163,173)	(159,676)
Total Pension Liability - end of year	\$ 189,290	\$ 352,463
Fiduciary net Position - beginning	\$ 40,733	\$ 28,261
Contributions - Employer	171,492	190,455
Contributions - Employee	-	-
Net investmetn income	-	-
Benefit payments	(173,090)	(177,983)
Administrative expense	-	-
Net change in fiduciary net position	(1,598)	12,472
Fiduciary net Position - end of year	\$ 39,135	\$ 40,733
Net pension liability - end of year	\$ 150,155	\$ 311,730
Fiduciary net position as a percentage of the total pension liability	20.67%	11.56%
Covered payroll	\$ 442,995	\$ 804,884
Net pension liability as a percentage of covered payroll	33.90%	38.73%

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

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
VER PLAN

SCHEDULE OF CHANGE IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
EXPLICIT MEDICAL BENEFIT

	2017	2016
Total OPEB Liability - beginning	\$ 4,565,447	\$ 5,663,503
Service Cost	21,289	21,289
Interest	121,711	151,167
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other input	(76,904)	-
Benefit payments	(1,038,090)	(1,270,512)
Net change in total OPEB liability	(971,994)	(1,098,056)
Total OPEB Liability - end of year	\$ 3,593,453	\$ 4,565,447
Fiduciary net Position - beginning	\$ 299,166	\$ 217,383
Contributions - Employer	1,028,508	1,359,545
Contributions - Employee	-	-
Net investmetn income	-	-
Benefit payments	(1,038,090)	(1,270,512)
Administrative expense	-	(7,250)
Net change in fiduciary net position	(9,582)	81,783
Fiduciary net Position - end of year	\$ 289,584	\$ 299,166
Net OPEB liability - end of year	\$ 3,303,869	\$ 4,266,281
Fiduciary net position as a percentage of the total OPEB liability	8.06%	6.55%
Covered payroll	\$ 442,995	\$ 804,884
Net OPEB liability as a percentage of covered payroll	745.80%	530.05%

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

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
VER PLAN

SCHEDULE OF EMPLOYER CONTRIBUTION - STIPEND BENEFIT

Fiscal year end in June 30	Actuarilly Determined Contribution (ADC)	Contributions in relation to the ADC	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2016	\$ 135,872	\$ 190,455	\$ (54,583)	\$ 804,844	23.66%
2017	116,875	171,492	(54,617)	442,995	38.71%

SCHEDULE OF EMPLOYER CONTRIBUTION - EXPLICIT MEDICAL BENEFIT

Fiscal year end in June 30	Actuarilly Determined Contribution (ADC)	Contributions in relation to the ADC	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2016	\$ 1,487,081	\$ 1,359,545	\$ 127,536	\$ 804,844	168.92%
2017	1,537,038	1,028,508	508,530	442,995	232.17%

Notes to Schedule

	2017	2016
Valuation Date	First Day of prior fiscal year	First day of fiscal year

Key Method and Assumptions Used to Calculate ADC

	2017	2016
Actuarial cost method	Entry age normal	Entry age normal
Asset valuation method	Market value 3 year closed	Market value 4 year closed
Amortization method	Level \$	Level \$
Discount rate	3.50%	3.00%
Amortization growth rate	3.00%	3.00%
Inflation	2.50%	2.50%

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

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
POSTEMPLOYMENT HEALTH INSURANCE SUBSIDY

SCHEDULE OF CHANGE IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
IMPLICIT MEDICAL BENEFIT

	2017	2016
Total OPEB Liability - beginning	\$ 10,222,764	\$ 10,056,188
Service Cost	565,034	565,034
Interest	304,305	299,689
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other input	(406,966)	-
Benefit payments	(723,535)	(698,147)
Net change in total OPEB liability	(261,162)	166,576
Total OPEB Liability - end of year	\$ 9,961,602	\$ 10,222,764
Fiduciary net Position - beginning	\$ -	\$ -
Contributions - Employer	723,535	698,147
Contributions - Employee	-	-
Net investment income	-	-
Benefit payments	(723,535)	(698,147)
Administrative expense	-	-
Net change in fiduciary net position	-	-
Fiduciary net Position - end of year	\$ -	\$ -
Net OPEB liability - end of year	\$ 9,961,602	\$ 10,222,764
Fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%
Covered payroll	\$ 55,505,489	\$ 52,605,953
Net OPEB liability as a percentage of covered payroll	17.95%	19.43%

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

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
POSTEMPLOYMENT HEALTH INSURANCE SUBSIDY

SCHEDULE OF EMPLOYER CONTRIBUTION -IMPLICIT MEDICAL BENEFIT

Fiscal year end in June 30	Actuarially Determined Contribution (ADC)	Contributions in relation to the ADC	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2016	\$ 927,247	\$ 698,147	\$ 229,100	\$ 52,605,953	1.33%
2017	951,077	723,535	227,542	55,505,489	1.30%

Notes to Schedule

	2017	2016
	First Day of prior fiscal year	First day of fiscal year
Valuation Date		

Key Method and Assumptions Used to Calculate ADC

	2017	2016
Actuarial cost method	Entry age normal	Entry age normal
Asset valuation method	Market value	Market value
	30 year closed	30 year closed
Amortization method	Level %	Level %
Discount rate	3.50%	3.00%
Amortization growth rate	3.00%	3.00%
Inflation	2.50%	2.50%

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

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
PERS PENSION LIABILITY

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) Covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.58%	\$ 29,606,099	\$ 47,151,444	62.8%	92.00%
2015	0.58%	(13,150,432)	48,907,548	-26.9%	103.60%
2016	0.58%	33,087,858	51,227,741	64.6%	91.90%
2017	0.58%	86,349,181	53,711,362	160.8%	80.50%

SCHEDULE OF CONTRIBUTIONS

Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2014	\$ 6,339,257	\$ 6,339,257	\$ -	\$ 48,907,548	12.96%
2015	6,391,591	6,391,591	-	51,227,741	12.48%
2016	4,904,646	4,904,646	-	53,711,362	9.13%
2017	4,987,862	4,987,862	-	55,505,489	8.99%

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

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

SUPPLEMENTARY INFORMATION

**SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
NONMAJOR, PROPRIETARY, AND FIDUCIARY FUNDS**

NONMAJOR GOVERNMENTAL FUNDS

Nutrition Services Fund

Accounts for the school breakfast and lunch programs and after school at-risk program.

Co-Curricular Fund

Accounts for resources and expenditures associated with activities, athletics and other after school enrichment programs.

Student Body Fund

Accounts for the activity of the various schools' student body activity funds.

Capital Projects Fund

Accounts for the resources and expenditures for improvements to the District facilities.

PROPRIETARY FUNDS

Printing and Publishing Fund

Accounts for printing provided to other departments of the District on a cost reimbursement basis.

Insurance Fund

Accounts for the District's self-insured medical and dental benefit plan.

FIDUCIARY FUNDS

Voluntary Early Retirement Fund

Accounts for the accumulation of resources to be used for payments to employees who receive early retirement and post-employment health care benefits.

Agency Funds

Accounts for college scholarship donations for which the District's role is purely custodial in nature, accounts for transactions for Sky Camp which is owned by the Army Corps of Engineers but maintained by the District, and accounts for funds belonging to the Academy of Arts and Academics charter school for which the District performs contracted accounting services.

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

June 30, 2017

	Special Revenue Funds				
	Nutrition Services	Co- Curricular	Student Body	Capital Projects	Total
ASSETS					
Assets:					
Pooled cash and cash equivalents	\$ 277,048	\$ 55,157	\$ 340,626	\$ 2,670,472	\$ 3,343,303
Non-pooled cash and cash equivalents	58,027	-	780,176	-	838,203
Grants, reimb, and accounts receivable	325,595	-	-	65,973	391,568
Inventories	93,501	-	-	-	93,501
Total assets	<u>\$ 754,171</u>	<u>\$ 55,157</u>	<u>\$ 1,120,802</u>	<u>\$ 2,736,445</u>	<u>\$ 4,666,575</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 75,448	\$ -	\$ -	\$ 220,471	\$ 295,919
Retainage payable	-	-	-	16,486	16,486
Total liabilities	<u>75,448</u>	<u>-</u>	<u>-</u>	<u>236,957</u>	<u>312,405</u>
Fund Balances:					
Nonspendable	93,501	-	-	-	93,501
Restricted	585,222	-	1,120,802	-	1,706,024
Committed	-	55,157	-	2,499,488	2,554,645
Total fund balances	<u>678,723</u>	<u>55,157</u>	<u>1,120,802</u>	<u>2,499,488</u>	<u>4,354,170</u>
Total liabilities and fund balances	<u>\$ 754,171</u>	<u>\$ 55,157</u>	<u>\$ 1,120,802</u>	<u>\$ 2,736,445</u>	<u>\$ 4,666,575</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2017

	Special Revenue Funds				
	Nutrition Services	Co- Curricular	Student Body	Capital Projects	Total
Revenues:					
Local sources	365,636	166,858	2,221,629	419,764	\$ 3,173,887
State sources	64,128	-	-	237,002	301,130
Federal sources	3,727,799	-	-	45,948	3,773,747
Investment earnings	-	-	4,122	20,434	24,556
Miscellaneous	10,897	-	99,757	35,728	146,382
Total revenues	<u>4,168,460</u>	<u>166,858</u>	<u>2,325,508</u>	<u>758,876</u>	<u>7,419,702</u>
Expenditures:					
Current expenditures:					
Instruction	-	1,278,701	2,252,559	-	3,531,260
Support services	-	-	-	56,331	56,331
Community services	3,754,564	-	-	-	3,754,564
Facilities and acquisition	-	-	-	370,149	370,149
Capital outlay	198,470	-	-	317,007	515,477
Total expenditures	<u>3,953,034</u>	<u>1,278,701</u>	<u>2,252,559</u>	<u>743,487</u>	<u>8,227,781</u>
Excess (deficiency) of revenues over (under) expenditures	215,426	(1,111,843)	72,949	15,389	(808,079)
Other Financing Sources (Uses):					
Transfers in	-	1,167,000	-	-	1,167,000
Sale of capital assets	-	-	-	366,862	366,862
Total Other Financing Sources	<u>-</u>	<u>1,167,000</u>	<u>-</u>	<u>366,862</u>	<u>1,533,862</u>
Net Change In Fund Balance	215,426	55,157	72,949	382,251	725,783
Fund Balance, July 1, 2016	<u>463,297</u>	<u>-</u>	<u>1,047,853</u>	<u>2,117,237</u>	<u>3,628,387</u>
Fund Balance, June 30, 2017	<u>\$ 678,723</u>	<u>\$ 55,157</u>	<u>\$ 1,120,802</u>	<u>\$ 2,499,488</u>	<u>\$ 4,354,170</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2017

	<u>Printing & Publishing Services</u>	<u>Insurance Fund</u>	<u>Total Internal Service Funds</u>
ASSETS			
Current assets:			
Pooled cash and cash equivalents	\$ 37,378	\$ 4,844,109	\$ 4,881,487
Non-pooled cash and cash equivalents	-	1,520	1,520
Investments	-	1,500,609	1,500,609
Grants, reimbursements, and accounts receivable	12,788	-	12,788
Accrued interest	-	6,079	6,079
	<hr/>	<hr/>	<hr/>
Total current assets	50,166	6,352,317	6,402,483
Capital assets, net	<hr/> 87,452	<hr/> -	<hr/> 87,452
	<hr/>	<hr/>	<hr/>
Total Assets	<hr/> 137,618	<hr/> 6,352,317	<hr/> 6,489,935
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Current liabilities:			
Accounts payable	10,000	-	10,000
Interest payable	136	-	136
Accrued insurance claims	-	1,218,045	1,218,045
Lease payable			
Due within one year	22,881	-	22,881
Due in more than one year	5,802	-	5,802
	<hr/>	<hr/>	<hr/>
Total Liabilities	<hr/> 38,819	<hr/> 1,218,045	<hr/> 1,256,864
	<hr/>	<hr/>	<hr/>
NET POSITION			
Net investment in capital assets	58,769	-	58,769
Unrestricted	<hr/> 40,030	<hr/> 5,134,272	<hr/> 5,174,302
	<hr/>	<hr/>	<hr/>
Total Net Position	<hr/> \$ 98,799	<hr/> \$ 5,134,272	<hr/> \$ 5,233,071
	<hr/>	<hr/>	<hr/>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION
PROPRIETARY FUNDS
For the year ended June 30, 2017

	<u>Printing & Publishing Services</u>	<u>Insurance Fund</u>	<u>Total Internal Service Funds</u>
Operating revenues:			
Services provided to other funds	\$ 659,448	\$ -	\$ 659,448
Assessments from other funds	-	\$ 17,891,443	17,891,443
Revenues from other agencies	153,060	-	153,060
Miscellaneous revenue	-	3,000	3,000
	<u>812,508</u>	<u>17,894,443</u>	<u>18,706,951</u>
Total operating revenues			
Operating expenses:			
Salaries	255,899	51,324	307,223
Employee benefits	152,987	16,741,807	16,894,794
Purchased services	205,834	12,610	218,444
Supplies and materials	169,811	3,094	172,905
Other expenses	215	56,597	56,812
Depreciation	21,593	-	21,593
	<u>806,339</u>	<u>16,865,432</u>	<u>17,671,771</u>
Total operating expenses			
Operating income (loss)	6,169	1,029,011	1,035,180
Non-operating revenues (expenses):			
Earnings on investments	-	38,148	38,148
Interest on capital lease	(868)	-	(868)
	<u>(868)</u>	<u>38,148</u>	<u>37,280</u>
Total non-operating revenues (expenses)			
Change in net position	5,301	1,067,159	1,072,460
Net Position, July 1, 2016	<u>93,498</u>	<u>4,067,113</u>	<u>4,160,611</u>
Net Position, June 30, 2017	<u>\$ 98,799</u>	<u>\$ 5,134,272</u>	<u>\$ 5,233,071</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended June 30, 2017

	<u>Printing & Publishing Services</u>	<u>Insurance Fund</u>	<u>Total Internal Service Funds</u>
Cash flows from operating activities:			
Received for services	\$ 822,105	\$ 17,894,443	\$ 18,716,548
Paid to suppliers	(376,075)	(16,494,988)	(16,871,063)
Paid to employees	(415,892)	(80,573)	(496,465)
Net cash provided (used) by operating activities	30,138	1,318,882	1,349,020
Cash flow from capital activities and related financing activities:			
Purchase of equipment	-	-	-
Payments on capital lease	(23,340)	-	(23,340)
Net cash provided (used) by capital and financing activities	(23,340)	-	(23,340)
Cash flow from investing activities:			
Changes in investments	-	(433)	(433)
Interest received	-	34,500	34,500
Net cash provided (used) by investing activities	-	34,067	34,067
Net change in cash and cash equivalents	6,798	1,352,949	1,359,747
Cash and cash equivalents, July 1, 2016	30,580	3,492,680	3,523,260
Cash and cash equivalents, June 30, 2017	<u>\$ 37,378</u>	<u>\$ 4,845,629</u>	<u>\$ 4,883,007</u>
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	\$ 6,169	\$ 1,029,011	\$ 1,035,180
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Depreciation	21,593	-	21,593
Changes in assets and liabilities:			
Receivables	9,597	-	9,597
Accounts payable	(215)	-	(215)
Accrued insurance claims	-	289,871	289,871
Accrued salaries and benefits	(7,006)	-	(7,006)
Net cash provided (used) by operating activities	<u>\$ 30,138</u>	<u>\$ 1,318,882</u>	<u>\$ 1,349,020</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Taxes-current year's levy	\$ 23,471,453	\$ 23,471,453	\$ 23,482,604	\$ 11,151
Taxes-prior years' levies	450,000	450,000	408,846	(41,154)
Tuition	44,000	44,000	18,570	(25,430)
Transportation fees	-	-	12,249	12,249
Investment earnings	200,000	200,000	440,072	240,072
Rentals	160,100	160,100	45,234	(114,866)
Donations	2,000	2,000	1,104	(896)
Services provided charter school	250,000	250,000	231,594	(18,406)
Miscellaneous	275,000	275,000	188,680	(86,320)
Total local sources	<u>24,852,553</u>	<u>24,852,553</u>	<u>24,828,953</u>	<u>(23,600)</u>
From intermediate sources:				
County school fund	190,000	190,000	176,466	(13,534)
ESD apportionment	<u>1,607,785</u>	<u>1,607,785</u>	<u>1,751,785</u>	<u>144,000</u>
Total intermediate sources	<u>1,797,785</u>	<u>1,797,785</u>	<u>1,928,251</u>	<u>130,466</u>
From state sources:				
State school fund	70,872,711	70,872,711	72,561,217	1,688,506
Common school fund	<u>1,048,399</u>	<u>1,048,399</u>	<u>1,591,241</u>	<u>542,842</u>
Total state sources	<u>71,921,110</u>	<u>71,921,110</u>	<u>74,152,458</u>	<u>2,231,348</u>
From federal sources:				
Federal forest fees	-	-	84,286	84,286
Other federal funds	<u>2,500</u>	<u>2,500</u>	<u>8,546</u>	<u>6,046</u>
Total federal sources	<u>2,500</u>	<u>2,500</u>	<u>92,832</u>	<u>90,332</u>
From other sources:				
Sale of capital assets	<u>2,500</u>	<u>2,500</u>	<u>130</u>	<u>(2,370)</u>
Total other sources	<u>2,500</u>	<u>2,500</u>	<u>130</u>	<u>(2,370)</u>
Total revenues	<u>\$ 98,576,448</u>	<u>\$ 98,576,448</u>	<u>\$ 101,002,624</u>	<u>\$ 2,426,176</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

Expenditures:	Budget Adopted	Budget Final	Actual	Variance with Final Budget
Instruction:				
Regular programs:				
Elementary school	\$ 22,365,854	\$ 22,115,854	\$ 20,863,005	\$ 1,252,849
Elementary co-curricular	30,319	30,319	28,867	1,452
Middle school	9,318,390	9,218,390	8,659,009	559,381
Middle school co-curricular	43,388	43,388	30,306	13,082
High school	10,737,260	10,687,260	10,387,253	300,007
High school co-curricular	12,000	12,000	11,033	967
Special programs:		-		
Pre-kindergarten programs	245,268	245,268	234,078	11,190
Talented and gifted	37,646	37,646	27,260	10,386
Students with disabilities	7,922,183	7,922,183	7,836,343	85,840
Less restrictive programs	4,961,319	4,961,319	4,890,272	71,047
Early intervention	100,000	100,000	99,040	960
Remediation	45,806	45,806	22,814	22,992
Alternative education	553,105	553,105	521,028	32,077
Payments to charter school	5,010,000	5,010,000	5,035,793	(25,793)
English as a second language	2,154,631	2,154,631	2,091,280	63,351
Teen parent program	86,311	86,311	74,360	11,951
Total instruction	63,623,480	63,223,480	60,811,741	2,411,739
Supporting services:				
Pupils:				
Attendance and social work	532,462	532,462	667,296	(134,834)
Guidance	1,312,743	1,312,743	1,190,198	122,545
Health	950,728	950,728	763,092	187,636
Psychological	1,132,242	1,132,242	947,277	184,965
Speech pathology/audiology	1,285,159	1,285,159	1,370,731	(85,572)
Other student treatment	-	-	238,726	(238,726)
Special programs	518,959	518,959	543,608	(24,649)
Instructional staff:				
Improvement of instruction	1,078,790	1,078,790	1,907,879	(829,089)
Educational media	869,927	869,927	854,780	15,147
Assessment	96,728	96,728	111,165	(14,437)
Staff development	496,831	496,831	258,527	238,304
General administration:				
Board of education	194,800	194,800	152,119	42,681
Executive administration	403,978	403,978	361,361	42,617
School administration:				
Office of the principal	7,415,086	7,415,086	7,088,299	326,787
Business:				
Financial services	1,490,748	1,490,748	1,461,601	29,147
Operation and maintenance	9,265,200	9,265,200	9,398,905	(133,705)
Pupil transportation	4,297,340	4,297,340	4,469,655	(172,315)
Internal services	461,690	461,690	401,956	59,734

<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies Materials</u>	<u>Capital Outlay</u>	<u>Other Objects</u>
\$ 12,972,867	\$ 7,635,291	\$ 130,155	\$ 124,392	\$ -	\$ 300
21,519	7,328	-	20	-	-
5,339,135	3,147,648	83,792	87,194	-	1,240
23,263	6,984	-	59	-	-
6,473,688	3,699,058	119,878	92,544	-	2,085
3,006	821	402	6,804	-	-
111,387	115,892	542	6,022	-	235
20,248	6,501	370	141	-	-
3,925,727	2,472,965	1,394,727	42,924	-	-
3,073,877	1,790,901	1,787	23,112	-	595
-	-	99,040	-	-	-
17,552	5,262	-	-	-	-
183,306	123,828	149,796	64,098	-	-
-	-	5,035,793	-	-	-
1,334,771	745,043	6,233	5,233	-	-
48,464	24,332	878	686	-	-
<u>33,548,810</u>	<u>19,781,854</u>	<u>7,023,393</u>	<u>453,229</u>	<u>-</u>	<u>4,455</u>
352,811	182,229	131,009	1,247	-	-
759,838	423,951	5,536	873	-	-
460,587	278,525	11,411	12,429	-	140
622,067	314,629	4,961	5,620	-	-
898,143	460,054	7,744	4,790	-	-
115,460	60,594	62,672	-	-	-
319,983	167,179	49,659	5,597	-	1,190
1,231,467	592,118	7,798	72,112	-	4,384
482,991	315,411	2,300	54,078	-	-
21,056	13,067	74,783	1,911	-	348
148,042	61,003	33,971	15,511	-	-
-	-	127,450	2,931	-	21,738
253,925	91,822	6,476	3,172	-	5,966
4,458,417	2,429,944	91,151	90,493	-	18,294
669,249	334,325	23,319	208,581	-	226,127
3,331,823	2,168,433	2,443,554	919,377	156,614	379,104
2,016,832	1,440,146	448,637	420,532	55,577	87,931
122,569	75,815	192,651	10,091	-	830

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SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2017

	<u>Budget</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Supporting services, continued:				
Central:				
Planning, research, evaluation	\$ 7,975	\$ 7,975	\$ 2,148	\$ 5,827
Information services	291,384	291,384	263,892	27,492
Staff services	683,778	683,778	635,580	48,198
Technology	2,516,198	2,516,198	2,084,019	432,179
Records management	57,121	57,121	69,830	(12,709)
Total supporting services	35,359,867	35,359,867	35,242,644	117,223
Facilities acquisition and construction	100,000	595,000	919,721	(324,721)
Debt service	12,290	12,290	12,288	2
Transfers to other funds	2,631,577	2,631,577	2,631,577	-
General operating contingency	983,175	888,175	-	888,175
Unappropriated ending fund balance	4,000,000	4,000,000	-	4,000,000
Total expenditures	<u>\$ 106,710,389</u>	<u>\$ 106,710,389</u>	<u>\$ 99,617,971</u>	<u>\$ 7,092,418</u>

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Actual Expenditures Classified by Object					
Salaries	Employee Benefits	Purchased Services	Supplies Materials	Capital Outlay	Other Objects
\$ -	\$ -	\$ 2,148	\$ -	\$ -	\$ -
121,211	68,208	26,625	47,047	-	801
319,745	168,833	74,347	71,700	-	955
826,235	413,259	429,914	399,966	14,615	30
42,828	26,532	180	290	-	-
17,575,279	10,086,077	4,258,296	2,348,348	226,806	747,838
-	-	31,764	1,691	884,427	1,839
-	-	-	-	-	12,288
-	-	-	-	-	2,631,577
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 51,124,089</u>	<u>\$ 29,867,931</u>	<u>\$ 11,313,453</u>	<u>\$ 2,803,268</u>	<u>\$ 1,111,233</u>	<u>\$ 3,397,997</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GRANTS AND CONTRACTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Investment earnings	\$ 7,000	\$ 7,000	\$ 12,696	\$ 5,696
Donations	245,740	245,740	205,720	(40,020)
Miscellaneous	593,960	593,960	989,264	395,304
Other local sources	590,905	590,905	704,281	113,376
Total local sources	<u>1,437,605</u>	<u>1,437,605</u>	<u>1,911,961</u>	<u>474,356</u>
From state sources:				
SSF Transportation	324,800	324,800	372,217	47,417
Other	1,812,655	1,812,655	2,206,029	393,374
Total state sources	<u>2,137,455</u>	<u>2,137,455</u>	<u>2,578,246</u>	<u>440,791</u>
From federal sources:				
Title IA of IASA	3,490,000	3,490,000	3,318,332	(171,668)
Special Education	1,975,255	1,975,255	1,681,427	(293,828)
Title IIA-Quality Teachers	550,000	550,000	486,013	(63,987)
Arts in Education	749,747	749,747	557,134	(192,613)
21st Century Learning	625,000	625,000	469,830	(155,170)
Other	572,646	572,646	678,327	105,681
Total federal sources	<u>7,962,648</u>	<u>7,962,648</u>	<u>7,191,063</u>	<u>(771,585)</u>
Total revenues	<u>11,537,708</u>	<u>11,537,708</u>	<u>11,681,270</u>	<u>143,562</u>
Expenditures:				
Instruction:				
Salaries	2,971,597	2,971,597	3,123,853	(152,256)
Employee benefits	2,154,681	1,884,681	1,890,522	(5,841)
Purchased services	1,385,108	1,355,108	1,246,604	108,504
Supplies and materials	1,300,069	1,300,069	556,466	743,603
Capital outlay	-	-	-	-
Other	5,695	5,695	3,658	2,037
Total instruction	<u>7,817,150</u>	<u>7,517,150</u>	<u>6,821,103</u>	<u>696,047</u>

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SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GRANTS AND CONTRACTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL, Continued
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Supporting services:				
Salaries	\$ 1,412,215	\$ 1,412,215	\$ 1,512,631	\$ (100,416)
Employee benefits	795,329	795,329	749,519	45,810
Purchased services	1,180,242	1,125,242	729,710	395,532
Supplies and materials	290,181	290,181	119,731	170,450
Capital outlay	398,409	398,409	398,613	(204)
Other	609,094	609,094	468,728	140,366
Total supporting services	<u>4,685,470</u>	<u>4,630,470</u>	<u>3,978,932</u>	<u>651,538</u>
Community services:				
Salaries	183,023	183,023	186,737	(3,714)
Employee benefits	110,792	110,792	115,161	(4,369)
Purchased services	1,910	41,910	26,149	15,761
Supplies and materials	36,910	36,910	70,082	(33,172)
Capital outlay	-	-	-	-
Other	500	500	921	(421)
Total community services	<u>333,135</u>	<u>373,135</u>	<u>399,050</u>	<u>(25,915)</u>
Facilities acquisition and construction	<u>-</u>	<u>80,000</u>	<u>75,300</u>	<u>4,700</u>
Debt services:				
Principal	366,000	366,000	365,340	660
Interest	60,000	60,000	59,436	564
Total debt services	<u>426,000</u>	<u>426,000</u>	<u>424,776</u>	<u>1,224</u>
Total expenditures	<u>13,261,755</u>	<u>13,026,755</u>	<u>11,699,161</u>	<u>1,327,594</u>
Net change in fund balance	(1,724,047)	(1,489,047)	(17,891)	1,471,156
Transfers from other funds	1,000,000	1,000,000	1,000,000	-
Transits	-	(235,000)	(203,870)	31,130
Sale of capital assets	-	-	93,012	93,012
Lease purchase receipts	398,409	398,409	398,613	204
Beginning fund balance	<u>1,490,664</u>	<u>1,490,664</u>	<u>1,765,108</u>	<u>274,444</u>
Ending fund balance	<u>\$ 1,165,026</u>	<u>\$ 1,165,026</u>	<u>\$ 3,034,972</u>	<u>\$ 1,869,946</u>

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SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Taxes - current year's levy	\$ 6,600,000	\$ 6,600,000	\$ 6,592,247	\$ (7,753)
Taxes - prior years' levies	100,000	100,000	98,218	(1,782)
Investment earnings	40,200	40,200	60,530	20,330
Assessments from other funds	4,900,000	4,900,000	5,096,652	196,652
Miscellaneous	-	-	28,119	28,119
Total local sources	11,640,200	11,640,200	11,875,766	235,566
From Federal sources		-	-	-
Total revenues	11,640,200	11,640,200	11,875,766	235,566
Expenditures:				
Supporting services:				
Purchased services	5,000	5,000	-	5,000
Total supporting services	5,000	5,000	-	5,000
Debt service:				
Principal - QZAB	78,858	78,858	78,857	1
Principal - PERS issue	2,425,000	2,425,000	2,425,000	-
Principal - 2006 & 2007 issues	3,640,000	3,640,000	3,640,000	-
Principal - 2015 issue	870,000	870,000	870,000	-
Principal - Full Faith Credit	157,000	157,000	157,000	-
Interest - PERS issue	2,431,736	2,431,736	2,431,736	-
Interest - 2006 & 2007 issues	182,000	182,000	182,000	-
Interest - 2015 issue	1,525,250	1,525,250	1,525,250	-
Interest - 2015 refunding bonds	321,700	321,700	321,700	-
Interest - Full Faith Credit	185,366	185,366	185,366	-
Total debt service	11,816,910	11,816,910	11,816,909	1
Total Expenditures	11,821,910	11,821,910	11,816,909	5,001
Net change in fund balance	(181,710)	(181,710)	58,857	240,567
Other Financing Sources (Uses)				
Transfers from other funds	464,577	464,577	464,577	-
Beginning Fund Balance	501,982	501,982	558,396	56,414
Ending Fund Balance	\$ 784,849	\$ 784,849	\$ 1,081,830	\$ 296,981

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
NUTRITION SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Meal sales	\$ 515,000	\$ 515,000	\$ 365,636	\$ (149,364)
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>10,897</u>	<u>5,897</u>
Total local sources	520,000	520,000	376,533	(143,467)
From state sources	70,000	70,000	64,128	(5,872)
From federal sources	<u>3,853,268</u>	<u>3,853,268</u>	<u>3,727,799</u>	<u>(125,469)</u>
Total revenues	<u>4,443,268</u>	<u>4,443,268</u>	<u>4,168,460</u>	<u>(274,808)</u>
Expenditures:				
Community Services:				
Salaries	1,208,983	1,208,983	1,180,005	28,978
Employee benefits	987,826	987,826	801,190	186,636
Purchased services	130,500	130,500	115,114	15,386
Supplies and materials	1,723,451	1,723,451	1,657,453	65,998
Capital outlay	150,000	150,000	198,470	(48,470)
Other objects	<u>1,500</u>	<u>1,500</u>	<u>802</u>	<u>698</u>
Total expenditures	<u>4,202,260</u>	<u>4,202,260</u>	<u>3,953,034</u>	<u>249,226</u>
Net change in fund balance	241,008	241,008	215,426	(25,582)
Beginning fund balance	<u>361,120</u>	<u>361,120</u>	<u>463,297</u>	<u>102,177</u>
Ending fund balance	<u>\$ 602,128</u>	<u>\$ 602,128</u>	<u>\$ 678,723</u>	<u>\$ 76,595</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
CO-CURRICULAR FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Student activities	\$ 170,000	\$ 170,000	\$ 166,858	\$ (3,142)
Total local sources	<u>170,000</u>	<u>170,000</u>	<u>166,858</u>	<u>(3,142)</u>
Expenditures:				
Instruction:				
Salaries	750,296	750,296	780,276	(29,980)
Employee benefits	282,349	282,349	241,542	40,807
Purchased services	246,352	246,352	222,759	23,593
Supplies and materials	50,000	50,000	26,908	23,092
Capital outlay	-	-	-	-
Other	<u>10,000</u>	<u>10,000</u>	<u>7,216</u>	<u>2,784</u>
Total expenditures	<u>1,338,997</u>	<u>1,338,997</u>	<u>1,278,701</u>	<u>60,296</u>
Net change in fund balance	(1,168,997)	(1,168,997)	(1,111,843)	57,154
Transfer from other funds	1,167,000	1,167,000	1,167,000	-
Beginning fund balance	<u>1,997</u>	<u>1,997</u>	<u>-</u>	<u>(1,997)</u>
Ending fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 55,157</u></u>	<u><u>\$ 55,157</u></u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STUDENT BODY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Investment earnings	\$ 3,000	\$ 3,000	\$ 4,122	\$ 1,122
Student activities	2,000,000	2,000,000	2,196,794	196,794
Donations	-	-	17,404	17,404
Miscellaneous revenue	40,000	40,000	99,757	59,757
Other local sources	<u>7,000</u>	<u>7,000</u>	<u>7,431</u>	<u>431</u>
Total local sources	<u>2,050,000</u>	<u>2,050,000</u>	<u>2,325,508</u>	<u>275,508</u>
Expenditures:				
Instruction:				
Purchased services	515,000	515,000	555,888	(40,888)
Supplies and materials	1,205,000	1,205,000	1,306,512	(101,512)
Other	<u>380,000</u>	<u>380,000</u>	<u>390,159</u>	<u>(10,159)</u>
Total instruction	<u>2,100,000</u>	<u>2,100,000</u>	<u>2,252,559</u>	<u>(152,559)</u>
Net change in fund balance	(50,000)	(50,000)	72,949	122,949
Beginning fund balance	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,047,853</u>	<u>47,853</u>
Ending fund balance	<u>\$ 950,000</u>	<u>\$ 950,000</u>	<u>\$ 1,120,802</u>	<u>\$ 170,802</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources				
Investment earnings	\$ -	\$ -	\$ 20,434	\$ 20,434
Rents	366,469	366,469	376,604	10,135
Miscellaneous	-	-	35,728	35,728
Donations	-	-	35,500	35,500
Other Local Sources	-	-	7,660	7,660
	<u>366,469</u>	<u>366,469</u>	<u>475,926</u>	<u>109,457</u>
From state sources	-	-	237,002	237,002
From federal sources	-	-	45,948	45,948
Total revenues	<u>366,469</u>	<u>366,469</u>	<u>758,876</u>	<u>392,407</u>
Expenditures:				
Supporting services:				
Purchased services	120,000	120,000	29,725	90,275
Supplies and materials	52,656	52,656	26,606	26,050
Total supporting services	<u>172,656</u>	<u>172,656</u>	<u>56,331</u>	<u>116,325</u>
Acquisition/construction:				
Purchased services	240,000	240,000	335,731	(95,731)
Supplies and materials	-	-	20,502	(20,502)
Capital outlay	2,094,327	2,094,327	317,007	1,777,320
Other	-	-	13,916	(13,916)
Total acquisition/construction	<u>2,334,327</u>	<u>2,334,327</u>	<u>687,156</u>	<u>1,647,171</u>
Total expenditures	<u>2,506,983</u>	<u>2,506,983</u>	<u>743,487</u>	<u>1,763,496</u>
Net change in fund balance	(2,140,514)	(2,140,514)	15,389	2,155,903
Sale of capital assets	-	-	366,862	366,862
Beginning fund balance	<u>2,140,514</u>	<u>2,140,514</u>	<u>2,117,237</u>	<u>(23,277)</u>
Ending fund balance	\$ -	\$ -	\$ 2,499,488	\$ 2,499,488

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
From local sources:				
Investment earnings	\$ 260,000	\$ 260,000	\$ 470,421	\$ 210,421
Miscellaneous revenue	500,000	500,000	290,748	(209,252)
Total local sources	<u>760,000</u>	<u>760,000</u>	<u>761,169</u>	<u>1,169</u>
Expenditures:				
Instruction:				
Purchased services	210,000	210,000	229,584	(19,584)
Supplies and materials	2,121,100	2,121,100	2,060,889	60,211
Capital outlay	175,000	175,000	15,015	159,985
Total instruction services	<u>2,506,100</u>	<u>2,506,100</u>	<u>2,305,488</u>	<u>200,612</u>
Supporting services:				
Salaries	320,210	320,210	283,243	36,967
Employee benefits	143,840	143,840	130,961	12,879
Purchased services	127,524	127,524	240,855	(113,331)
Supplies and materials	648,100	648,100	75,868	572,232
Capital outlay	562,000	562,000	672,989	(110,989)
Other	-	-	250	(250)
Total supporting services	<u>1,801,674</u>	<u>1,801,674</u>	<u>1,404,166</u>	<u>397,508</u>
Acquisition & Construction Services:				
Purchased services	4,525,000	4,525,000	882,747	3,642,253
Supplies and materials	85,000	85,000	56,491	28,509
Capital outlay	32,885,000	32,885,000	24,472,334	8,412,666
Other	30,000	30,000	550,714	(520,714)
Total acquisition services	<u>37,525,000</u>	<u>37,525,000</u>	<u>25,962,286</u>	<u>11,562,714</u>
Total expenditures	<u>41,832,774</u>	<u>41,832,774</u>	<u>29,671,940</u>	<u>12,160,834</u>
Net change in fund balance	(41,072,774)	(41,072,774)	(28,910,771)	12,162,003
Beginning fund balance	<u>58,036,679</u>	<u>58,036,679</u>	<u>59,897,852</u>	<u>1,861,173</u>
Ending fund balance	<u>\$ 16,963,905</u>	<u>\$ 16,963,905</u>	<u>\$ 30,987,081</u>	<u>\$ 14,023,176</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
PRINTING & PUBLISHING SERVICES FUND
SCHEDULES OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Printing charges assessed to other funds	\$ 673,850	\$ 673,850	\$ 659,448	\$ (14,402)
Investment earnings	500	500	-	(500)
Revenues from other agencies	126,000	126,000	153,060	27,060
Total revenues	<u>800,350</u>	<u>800,350</u>	<u>812,508</u>	<u>12,158</u>
Expenditures:				
Supporting services:				
Salaries	268,012	268,012	255,899	12,113
Employee benefits	156,067	156,067	152,987	3,080
Purchased services	224,560	224,560	205,834	18,726
Supplies and materials	163,100	163,100	169,811	(6,711)
Capital outlay	15,000	15,000	-	15,000
Other	220	220	215	5
Total supporting services	<u>826,959</u>	<u>826,959</u>	<u>784,746</u>	<u>42,213</u>
Debt services:				
Principal - copier lease	22,367	22,367	22,367	-
Interest - copier lease	974	974	974	-
Total debt services	<u>23,341</u>	<u>23,341</u>	<u>23,341</u>	<u>-</u>
Total expenditures	<u>850,300</u>	<u>850,300</u>	<u>808,087</u>	<u>42,213</u>
Net change in fund balance	(49,950)	(49,950)	4,421	54,371
Lease proceeds	-	-	-	-
Beginning fund balance	<u>52,931</u>	<u>52,931</u>	<u>35,745</u>	<u>(17,186)</u>
Ending fund balance	\$ 2,981	\$ 2,981	\$ 40,166	\$ 37,185

Reconciliation to GAAP basis

Ending fund balance, June 30, 2017	\$ 40,166
Accrued interest payable	(136)
Capital assets, net of accumulated depreciation	87,452
Capital lease	<u>(28,683)</u>
Net Position June 30, 2017	<u>\$ 98,799</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
INSURANCE FUND
SCHEDULES OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL
For the Year Ended June 30, 2017

	<u>Budget Adopted</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Assessments from other funds	\$ 18,000,000	\$ 18,000,000	\$ 17,891,443	\$ (108,557)
Investment earnings	20,000	20,000	38,148	18,148
Miscellaneous revenue	-	-	3,000	3,000
Total revenues	<u>18,020,000</u>	<u>18,020,000</u>	<u>17,932,591</u>	<u>(87,409)</u>
Expenditures:				
Supporting services:				
Salaries	49,924	49,924	51,324	(1,400)
Employee benefits	18,729,390	18,729,390	16,741,807	1,987,583
Purchased services	10,000	10,000	12,610	(2,610)
Supplies and materials	-	-	3,094	(3,094)
Other	50,000	50,000	56,597	(6,597)
Total supporting services	<u>18,839,314</u>	<u>18,839,314</u>	<u>16,865,432</u>	<u>1,973,882</u>
Net change in fund balance	(819,314)	(819,314)	1,067,159	1,886,473
Beginning fund balance	<u>3,640,000</u>	<u>3,640,000</u>	<u>4,067,113</u>	<u>427,113</u>
Ending fund balance	<u>\$ 2,820,686</u>	<u>\$ 2,820,686</u>	<u>\$ 5,134,272</u>	<u>\$ 2,313,586</u>
Net Assets, June 30, 2017			<u>\$ 5,134,272</u>	

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
VOLUNTARY EARLY RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2017

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
Revenues:				
Assessments from other funds	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	-
Total revenues	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
Expenditures:				
Supporting services:				
Pension benefits	195,000	195,000	162,627	32,373
Post employment benefits	<u>1,215,000</u>	<u>1,215,000</u>	<u>1,048,553</u>	<u>166,447</u>
Total expenditures	<u>1,410,000</u>	<u>1,410,000</u>	<u>1,211,180</u>	<u>198,820</u>
Net change in fund balance	(210,000)	(210,000)	(11,180)	198,820
Beginning fund balance	<u>285,000</u>	<u>285,000</u>	<u>339,899</u>	<u>54,899</u>
Ending fund balance	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 328,719</u>	<u>\$ 253,719</u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Year Ended June 30, 2017

	<u>Balance 7/1/2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/2017</u>
Assets				
Pooled cash and cash equivalents	\$ 553,484	\$ 3,110,039	\$ (3,422,026)	\$ 241,497
Investments	168,211	-	(860)	167,351
Accounts receivable	<u>7,996</u>	<u>78,060</u>	<u>(75,379)</u>	<u>10,677</u>
Total Assets	<u><u>\$ 729,691</u></u>	<u><u>\$ 3,188,099</u></u>	<u><u>\$ (3,498,265)</u></u>	<u><u>\$ 419,525</u></u>
Liabilities				
Accounts payable	101,752	1,108,666	(1,182,599)	27,819
Due to other groups	<u>627,939</u>	<u>1,862,452</u>	<u>(2,098,685)</u>	<u>391,706</u>
Total Liabilities	<u><u>\$ 729,691</u></u>	<u><u>\$ 2,971,118</u></u>	<u><u>\$ (3,281,284)</u></u>	<u><u>\$ 419,525</u></u>

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
SCHEDULE OF PROPERTY TAX TRANSACTIONS & OUTSTANDING BALANCES
For the Year Ended June 30, 2017

	Tax Year	Taxes Uncollected July 1, 2016	Add Levy Extended by Assessor	(Deduct) Discounts Allowed	Add (Deduct) Cancellations and Adjustments	(Deduct) Collections	Taxes Uncollected June 30, 2017
General Fund							
	2016-17		\$ 24,746,401	\$ (823,550)	\$ 169,950	\$ (23,454,423)	\$ 638,378
	2015-16	648,276	-	-	(49,657)	(201,551)	397,068
	2014-15	391,549	-	-	(18,217)	(99,462)	273,870
	2013-14	249,453	-	-	459	(74,428)	175,484
	2012-13 and prior	615,100	-	-	(26,827)	(33,405)	554,868
	Total Prior	1,904,378	-	-	(94,242)	(408,846)	1,401,290
	Total General Fund	<u>\$ 1,904,378</u>	<u>\$ 24,746,401</u>	<u>\$ (823,550)</u>	<u>\$ 75,708</u>	<u>(23,863,269)</u>	<u>\$ 2,039,668</u>
	Interest on delinquent tax accounts					(111,247)	
	In lieu of tax, overpayments and foreclosures					<u>(28,181)</u>	
	Total Collections					<u>\$ (24,002,697)</u>	
Debt Service Fund							
	2016-17	\$ -	\$ 6,947,031	\$ -	\$ (183,484)	\$ (6,584,336)	\$ 179,211
	2015-16	167,756	-	-	(12,850)	(52,156)	102,750
	2014-15	86,796	-	-	(4,039)	(22,048)	60,709
	2013-14	55,708	-	-	(35,098)	(16,621)	3,989
	2012-13 and prior	126,401	-	-	29,367	(7,393)	148,375
	Total Prior	436,661	-	-	(22,620)	(98,218)	315,823
	Total Debt Service Fund	<u>\$ 436,661</u>	<u>\$ 6,947,031</u>	<u>\$ -</u>	<u>\$ (206,104)</u>	<u>(6,682,554)</u>	<u>\$ 495,034</u>
	Interest on delinquent tax accounts					(26,464)	
	In lieu of tax, overpayments and foreclosures					<u>(7,911)</u>	
	Total Collections					<u>\$ (6,716,929)</u>	

STATISTICAL SECTION



**SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
STATISTICAL SECTION**

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
<i>Financial Trends</i>	96
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over	
<i>Revenue Capacity</i>	106
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
<i>Debt Capacity</i>	114
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<i>Demographic and Economic Information</i>	122
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
<i>Operating Information</i>	130
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Schedule 1
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Governmental Activities				
Net Position				
Net investment in capital assets	\$ 16,768,317	\$ 14,851,238	\$ 18,546,791	\$ 27,631,443
Restricted for debt services	13,002,698	13,369,923	13,886,143	3,669,000
Restricted for other purposes*	1,982,397	2,906,336	2,547,984	1,114,864
Unrestricted (deficit)	<u>(84,548,490)</u>	<u>(83,313,627)</u>	<u>(51,376,168)</u>	<u>4,766,515</u>
Total Net Position	<u><u>\$ (52,795,078)</u></u>	<u><u>\$ (52,186,130)</u></u>	<u><u>\$ (16,395,250)</u></u>	<u><u>\$ 37,181,822</u></u>

* Changed Restriction classifications in 2010-11 to be more closely aligned with GASB 54 fund balance classifications.

Source: School District records

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 27,926,109	\$ 25,242,692	\$ 23,970,134	\$ 23,669,402	\$ 22,991,662	\$ 21,179,423
3,668,294	3,511,069	3,375,109	3,226,306	3,103,432	3,028,327
412,655	1,123,746	1,106,176	-	-	-
<u>(504,126)</u>	<u>687,301</u>	<u>3,512,023</u>	<u>8,851,986</u>	<u>6,419,962</u>	<u>9,189,429</u>
<u>\$ 31,502,932</u>	<u>\$ 30,564,808</u>	<u>\$ 31,963,442</u>	<u>\$ 35,747,694</u>	<u>\$ 32,515,056</u>	<u>\$ 33,397,179</u>

Schedule 2
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
EXPENSES, PROGRAM REVENUES, AND NET EXPENSE
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Expenses				
Governmental Activities:				
Instruction services	\$ 77,606,769	\$ 85,088,099	\$ 56,537,759	\$ 61,442,894
Support services	42,123,060	48,863,556	29,023,065	35,278,768
Community services	4,243,111	4,515,146	3,509,972	3,628,941
Facilities services	13,208	-	-	85
Interest on long-term debt	5,631,473	6,912,398	5,507,671	3,862,022
Total expenses	<u>129,617,621</u>	<u>145,379,199</u>	<u>94,578,467</u>	<u>104,212,710</u>
Program Revenues				
Governmental Activities:				
Charges for services				
Instruction services	2,485,437	2,207,727	2,061,770	1,940,824
Support services	1,928,640	1,995,773	993,062	1,393,878
Community services	337,141	354,175	421,841	412,731
Operating grants and contributions	13,337,859	13,041,676	12,671,994	12,599,654
Capital grants and contributions	289,906	147,729	1,300	338,684
Total program revenues	<u>18,378,983</u>	<u>17,747,080</u>	<u>16,149,967</u>	<u>16,685,771</u>
Net Expense				
Total government net expense	<u>\$ (111,238,638)</u>	<u>\$ (127,632,119)</u>	<u>\$ (78,428,500)</u>	<u>\$ (87,526,939)</u>

Source: School District records

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 58,959,751	\$ 58,491,340	\$ 60,757,959	\$ 59,372,031	\$ 58,581,854	\$ 55,679,554
34,719,463	35,396,424	35,367,018	35,787,541	37,915,933	37,248,248
3,984,589	3,705,439	3,621,629	3,662,542	4,281,138	4,073,875
498	40	-	-	-	-
4,007,843	4,153,584	4,191,151	4,317,639	4,437,082	4,696,869
<u>101,672,144</u>	<u>101,746,827</u>	<u>103,937,757</u>	<u>103,139,753</u>	<u>105,216,007</u>	<u>101,698,546</u>
2,044,214	2,066,427	2,103,206	2,166,783	2,237,373	2,374,848
905,884	661,117	295,735	147,090	64,514	354,340
437,015	453,168	493,363	500,018	555,203	670,168
12,860,249	15,330,532	18,714,483	17,997,579	16,591,396	14,892,960
394,731	363,269	462,613	1,295,763	43,770	97
<u>16,642,093</u>	<u>18,874,513</u>	<u>22,069,400</u>	<u>22,107,233</u>	<u>19,492,256</u>	<u>18,292,413</u>
<u>\$ (85,030,051)</u>	<u>\$ (82,872,314)</u>	<u>\$ (81,868,357)</u>	<u>\$ (81,032,520)</u>	<u>\$ (85,723,751)</u>	<u>\$ (83,406,133)</u>

Schedule 3
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
Last Ten Years
(accrual basis of accounting)

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Net Expense				
Total government net expense	\$ (111,238,638)	\$ (127,632,119)	\$ (78,428,500)	\$ (87,526,939)
General Revenues				
Governmental activities:				
Property taxes levied, gen purposes	24,030,618	23,192,202	22,890,063	21,120,239
Property taxes levied, debt services	6,747,890	6,000,862	5,069,436	4,712,725
State school fund	72,972,224	70,666,552	67,402,149	63,504,082
Common school fund	1,591,241	1,154,814	1,134,086	1,108,576
Unrestricted state and local sources	1,928,251	1,649,376	1,740,634	1,734,973
Unrestricted revenue, federal sources	130,233	533,937	567,355	578,071
Earnings on investments	1,202,882	906,365	574,255	298,718
Gain (loss) on sale	249,312	-	1,854,616	(208,378)
Miscellaneous	1,777,039	1,331,833	1,317,545	1,080,474
Transfer to trust fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers	<u>110,629,690</u>	<u>105,435,941</u>	<u>102,550,139</u>	<u>93,929,480</u>
Change in Net Position	<u><u>\$ (608,948)</u></u>	<u><u>\$ (22,196,178)</u></u>	<u><u>\$ 24,121,639</u></u>	<u><u>\$ 6,402,541</u></u>

Source: School District records

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ (85,030,051)	\$ (82,872,314)	\$ (81,868,357)	\$ (81,868,357)	\$ (85,723,751)	\$ (83,406,133)
20,929,996	20,974,475	19,408,322	20,409,319	19,360,134	18,445,563
4,727,163	4,728,564	4,200,920	4,399,761	4,175,874	3,640,011
56,170,603	52,861,705	50,554,624	55,351,961	55,111,091	56,965,977
1,067,259	995,312	1,003,728	916,616	973,102	1,075,828
190,414	244,182	154,649	120,842	1,090,445	78,774
572,936	594,100	1,229,262	1,385,056	1,528,738	1,693,625
286,856	355,784	409,662	483,396	1,473,410	3,532,101
46,727	19,027	5,100	(25,893)	99,608	15,449
1,976,221	1,350,531	1,117,838	1,224,100	1,029,226	1,042,287
-	(650,000)	-	-	-	-
85,968,175	81,473,680	78,084,105	84,265,158	84,841,628	86,489,615
\$ 938,124	\$ (1,398,634)	\$ (3,784,252)	\$ 2,396,801	\$ (882,123)	\$ 3,083,482

Schedule 4
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2016-17*</u>	<u>2015-16*</u>	<u>2014-15*</u>	<u>2013-14*</u>
General Fund				
Nonspendable	\$ 165,298	\$ 122,949	\$ 142,014	\$ 217,389
Unassigned	9,216,521	7,874,217	5,482,180	1,986,395
Reserved	-	-	-	-
Unreserved	-	-	-	-
Total general fund	<u>\$ 9,381,819</u>	<u>\$ 7,997,166</u>	<u>\$ 5,624,194</u>	<u>\$ 2,203,784</u>
All Other Governmental Funds				
Nonspendable	\$ 1,243,944	\$ 739,911	\$ 585,083	\$ 324,568
Restricted	33,675,433	62,703,322	77,186,566	5,543,798
Committed	2,605,318	2,166,899	113,221	1,364,966
Assigned	1,933,358	239,611	235,802	194,272
Unassigned	-	-	-	(102,190)
Reserved	-	-	-	-
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects fund	-	-	-	-
Total all other governmental funds	<u>\$ 39,458,053</u>	<u>\$ 65,849,743</u>	<u>\$ 78,120,672</u>	<u>\$ 7,325,414</u>

Source: School District Records

Note: Prior year fund balances have been restated for funds incorrectly classified as non-governmental.

* Beginning in 2010-11 Fund Balances classifications follow GASB 54 guidance.

<u>2012-13*</u>	<u>2011-12*</u>	<u>2010-11*</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 168,181	185,658	205,198	-	-	-
293,615	1,927,692	4,956,942	-	-	-
-	-	-	199,721	201,118	303,570
-	-	-	7,981,693	5,039,309	6,042,102
<u>\$ 461,796</u>	<u>\$ 2,113,350</u>	<u>\$ 5,162,140</u>	<u>\$ 8,181,414</u>	<u>\$ 5,240,427</u>	<u>\$ 6,345,672</u>
\$ 287,128	\$ 312,385	\$ 366,888	\$ -	\$ -	\$ -
5,338,626	7,437,936	8,309,319	-	-	-
258,310	211,728	956,193	-	-	-
413,338	626,042	774,131	-	-	-
(205,323)	-	(214,845)	-	-	-
-	-	-	6,654,736	11,877,718	40,755,751
-	-	-	2,524,993	2,455,687	4,157,440
-	-	-	595,784	1,647,204	4,282,463
<u>\$ 6,092,079</u>	<u>\$ 8,588,091</u>	<u>\$ 10,191,686</u>	<u>\$ 9,775,513</u>	<u>\$ 15,980,609</u>	<u>\$ 49,195,654</u>

Schedule 5
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Revenues:				
Local sources:				
Taxes	\$ 30,581,915	\$ 29,042,027	\$ 27,899,955	\$ 25,826,497
Investment earnings	1,008,275	814,903	486,455	257,909
Assessments from other funds	5,096,652	5,106,456	4,739,939	4,319,171
Services provided charter school	231,594	255,924	244,356	224,397
Miscellaneous	1,643,193	1,222,853	1,171,408	778,084
Other local sources	4,161,045	4,014,636	3,626,830	3,783,968
Intermediate sources	1,928,251	1,649,373	1,740,634	1,734,973
State sources	77,031,834	73,814,421	70,501,804	67,039,398
Federal sources	11,057,642	11,199,080	10,783,195	10,203,087
Other sources	-	-	-	-
Total revenues	<u>132,740,401</u>	<u>127,119,673</u>	<u>121,194,576</u>	<u>114,167,484</u>
Expenditures:				
Current expenditures:				
Instruction	73,454,577	72,600,301	67,633,318	63,710,174
Support services	39,383,665	37,879,744	36,387,259	34,771,566
Community services	4,153,614	4,083,336	3,973,842	3,783,347
Facilities and acquisition	1,895,395	4,612,844	1,202,232	59,940
Debt service:				
Principal	7,546,494	5,187,317	11,510,172	5,593,386
Interest	4,707,479	6,323,955	4,593,769	3,883,537
Capital outlay	<u>27,260,961</u>	<u>11,275,926</u>	<u>1,702,313</u>	<u>1,732,909</u>
Total expenditures	<u>158,402,185</u>	<u>141,963,423</u>	<u>127,002,905</u>	<u>113,534,859</u>
Revenues over (under) expenditures	(25,661,784)	(14,843,750)	(5,808,329)	632,625
Other Financing Sources (Uses):				
Transfers in	2,631,577	1,177,858	4,137,858	1,031,245
Transfers out	(2,631,577)	(1,177,858)	(4,137,858)	(1,031,245)
Transits	(203,870)	-	-	-
Sale of assets	460,004	5,793	1,913,473	1,612,092
Lease purchase receipts	398,613	940,000	645,563	730,606
Issuance of debt	-	4,000,000	115,539,245	-
Premium on issuance of debt	-	-	7,603,811	-
Paid to escrow agent on defeasance	-	-	(44,605,672)	-
Bond issuance costs	-	-	(860,740)	-
Total Other Financing Sources (Uses)	<u>654,747</u>	<u>4,945,793</u>	<u>80,235,680</u>	<u>2,342,698</u>
Net Change In Fund Balance	(25,007,037)	(9,897,957)	74,427,351	2,975,323
Beginning Fund Balance	<u>73,846,909</u>	<u>83,744,866</u>	<u>9,317,515</u>	<u>6,553,875</u>
Ending Fund Balance	<u>\$ 48,839,872</u>	<u>\$ 73,846,909</u>	<u>\$ 83,744,866</u>	<u>\$ 9,529,198</u>
Debt Service as a percentage of noncapital expenditures*	9.48%	9.13%	12.98%	8.48%

* Calculated as (Debt service principal & interest) divided by (Total expenditures less capitalized capital outlay (expenses))
Source: School District records

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 25,545,763	\$ 25,312,323	\$ 24,537,561	\$ 24,020,129	\$ 23,066,963	\$ 21,963,582
239,212	296,036	337,618	398,166	1,373,704	3,427,065
4,150,324	3,840,000	3,705,419	3,736,743	3,540,576	2,149,281
181,171	139,947	124,985	-	-	-
1,977,738	1,246,834	1,090,102	1,106,871	1,138,850	1,206,950
3,980,072	3,507,183	3,434,503	3,503,394	3,618,140	3,879,801
190,414	244,182	154,649	120,842	198,364	143,336
59,142,153	57,333,849	53,551,338	59,059,856	60,784,331	61,903,419
11,117,259	12,371,877	17,906,118	17,250,946	13,646,737	11,946,122
-	-	-	-	-	15,449
<u>106,524,106</u>	<u>104,292,231</u>	<u>104,842,293</u>	<u>109,196,947</u>	<u>107,367,665</u>	<u>106,635,005</u>
60,426,687	59,585,218	60,353,859	59,119,669	59,533,570	57,957,572
34,009,267	35,064,417	34,938,846	35,040,712	37,795,904	37,867,838
4,071,764	3,767,066	3,685,232	3,698,531	3,848,891	4,099,153
537,781	565,244	187,762	1,558,535	3,776,666	7,521,343
5,060,935	4,638,858	4,055,656	3,639,898	3,237,261	2,258,858
4,030,651	4,035,782	4,319,361	4,345,132	4,459,840	4,735,484
<u>3,410,694</u>	<u>661,275</u>	<u>2,909,778</u>	<u>5,059,335</u>	<u>29,135,431</u>	<u>894,450</u>
<u>111,547,779</u>	<u>108,317,860</u>	<u>110,450,494</u>	<u>112,461,812</u>	<u>141,787,563</u>	<u>115,334,698</u>
(5,023,673)	(4,025,629)	(5,608,201)	(3,264,865)	(34,419,898)	(8,699,693)
887,858	955,858	1,546,858	1,498,858	1,238,858	5,728,858
(887,858)	(1,605,858)	(1,546,858)	(1,498,858)	(1,238,858)	(5,728,858)
-	-	-	-	-	-
46,727	23,244	5,100	756	99,608	-
829,380	-	-	-	-	-
-	-	3,000,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>876,107</u>	<u>(626,756)</u>	<u>3,005,100</u>	<u>756</u>	<u>99,608</u>	<u>-</u>
(4,147,566)	(4,652,385)	(2,603,101)	(3,264,109)	(34,320,290)	(8,699,693)
<u>10,701,441</u>	<u>15,353,826</u>	<u>17,956,927</u>	<u>21,221,036</u>	<u>55,541,326</u>	<u>64,241,019</u>
<u>\$ 6,553,875</u>	<u>\$ 10,701,441</u>	<u>\$ 15,353,826</u>	<u>\$ 17,956,927</u>	<u>\$ 21,221,036</u>	<u>\$ 55,541,326</u>
8.45%	8.10%	7.80%	7.54%	7.07%	6.54%

nditures for facilities and acquisition plus capital outlay))

Schedule 6
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
ASSESSED VALUES OF TAXABLE PROPERTY WITHIN SCHOOL DISTRICT NO. 19 BOUNDARIES
Last Ten Fiscal Years

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Assessed Value (not including exempt property)				
Real Property	\$ 5,141,443,545	\$ 4,996,121,173	\$ 4,848,549,927	\$ 4,597,790,926
Personal Property	139,178,421	130,903,115	137,164,636	141,783,923
Manufactured Structure	40,345,145	38,430,068	37,041,185	36,939,344
Public Utility	119,577,500	118,254,700	112,307,757	103,761,410
Total Assessed Value	5,440,544,611	5,283,709,056	5,135,063,505	4,880,275,603
Less: Urban Renewal Excess	(29,773,656)	(26,491,434)	(29,860,854)	(19,019,901)
Total Net Assessed Value	<u>\$ 5,410,770,955</u>	<u>\$ 5,257,217,622</u>	<u>\$ 5,105,202,651</u>	<u>\$ 4,861,255,702</u>
 Total Direct Tax Rate per \$1,000	 5.9181	 5.8166	 5.6478	 5.6359
Amount Tax Rate Will Raise	\$ 32,059,502	\$ 30,610,270	\$ 28,851,420	\$ 27,403,776
Less: Reduction and Adjustments	366,070	400,003	427,558	754,114
Total Taxes Imposed (Net Levy)	<u>\$ 31,693,432</u>	<u>\$ 30,210,267</u>	<u>\$ 28,423,862</u>	<u>\$ 26,649,662</u>

Source: Lane County Department of Assessment and Taxation

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 4,541,739,621	\$ 4,461,959,512	\$ 4,301,862,256	\$ 4,207,314,721	\$ 4,032,475,356	\$ 3,917,459,533
140,004,057	136,287,937	134,385,274	145,655,389	154,790,236	145,698,772
38,393,292	39,034,730	39,416,795	51,217,637	54,642,863	53,779,659
98,032,300	103,096,590	98,020,420	97,726,080	70,750,390	72,456,630
4,818,169,270	4,740,378,769	4,573,684,745	4,501,913,827	4,312,658,845	4,189,394,594
(10,798,688)	(12,498,449)	(12,864,941)	(16,147,099)	(10,029,484)	(11,393)
<u>\$ 4,807,370,582</u>	<u>\$ 4,727,880,320</u>	<u>\$ 4,560,819,804</u>	<u>\$ 4,485,766,728</u>	<u>\$ 4,302,629,361</u>	<u>\$ 4,189,383,201</u>
5.6472	5.6529	5.6212	5.6126	5.6192	5.5456
\$ 27,151,549	\$ 26,729,899	\$ 25,640,670	\$ 25,180,661	\$ 24,179,445	\$ 23,232,645
742,462	415,290	317,491	258,454	257,115	257,430
<u>\$ 26,409,087</u>	<u>\$ 26,314,609</u>	<u>\$ 25,323,179</u>	<u>\$ 24,922,207</u>	<u>\$ 23,922,330</u>	<u>\$ 22,975,215</u>

Schedule 7
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2012-13</u>
District Direct Rates					
General Tax Permanent Rate	4.6412	4.6412	4.6412	4.6412	4.6412
General Obligation Debt Service Bonds	1.2769	1.1754	1.0066	0.9947	1.0060
Total Direct Tax Rate	5.9181	5.8166	5.6478	5.6359	5.6472
Overlapping Total Property Tax Rates					
Lane ESD	0.22	0.22	0.22	0.22	0.22
Lane Community College	0.84	0.82	0.86	0.86	0.86
Lane County	1.67	1.83	1.93	1.94	1.39
City of Springfield	6.79	6.78	7.03	7.15	6.94
City of Eugene	8.02	7.97	7.98	8.01	8.03
Willamalane Park and Recreation District	2.35	2.34	2.37	2.45	2.01
Rainbow Water and Fire District	3.78	3.83	3.62	3.67	3.72
Mohawk Valley Rural Fire Protection District	1.91	1.91	1.91	1.91	1.91
McKenzie River Rural Fire Protection District	2.06	2.06	2.06	2.06	2.06
Goshen Rural fire Protection District	2.22	2.22	2.22	2.22	2.22
South Lane County Fire & Rescue	1.80	1.50	1.50	1.50	1.03
Willakenzie Rural Fire Protection District	3.07	3.07	3.07	3.07	3.07
Pleasant Hill Rural Fire Protection District	1.10	1.10	1.10	1.10	1.10
Marcola Water	0.40	0.40	0.40	0.40	0.40
Glenwood Water	3.36	3.44	3.47	3.41	3.48
Eugene Urban Renewal Downtown	0.19	0.17	0.16	0.16	0.14
Springfield Economic Development Agency	0.21	0.21	0.22	0.18	0.15
Shangra La Water District	2.00	2.00	2.00	2.00	2.00
Maximum code area rate per \$1,000	20.11	20.12	20.38	18.34	17.14

Source: Lane County Department of Assessment and Taxation

Note: Overlapping Rates include levies for operating and debt service costs.

<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
4.6412	4.6412	4.6412	4.6412	4.6412
1.0117	0.9800	0.9714	0.9780	0.9044
5.6529	5.6212	5.6126	5.6192	5.5456
0.22	0.22	0.22	0.22	0.22
0.88	0.85	0.85	0.86	0.83
1.39	1.38	1.38	1.39	1.40
6.99	7.06	7.13	7.19	6.16
8.04	8.33	8.31	-	-
2.01	1.99	2.00	2.13	2.15
3.76	3.58	3.62	3.67	3.73
1.91	1.91	1.91	2.41	2.41
2.06	2.06	2.31	2.31	2.31
1.72	1.72	1.72	1.72	1.72
1.03	1.03	1.03	1.03	1.03
3.07	3.07	3.07	3.07	3.07
1.10	1.10	1.10	1.10	1.10
0.40	0.40	0.40	0.40	0.40
3.54	3.69	3.85	3.85	3.89
0.15	0.15	0.14	-	-
0.09	0.09	0.06	0.11	0.04
2.00	2.00	-	-	-
17.18	17.20	20.89	21.17	20.04

Schedule 8
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
PRINCIPAL PROPERTY TAXPAYERS FOR LANE COUNTY
Current Year and Nine Years Ago

	2017	
	Taxable Assessed	
<u>Ten Largest Taxpayers</u>	<u>Value</u>	<u>Rank</u>
IP Eat Three LLC	\$ 248,019,117	1
Gateway Mall Partners	64,241,692	2
Comcast Corporation	40,290,800	3
Shepard Investment Group LLC	30,837,074	4
Rosboro LLC	30,581,695	5
McKenzie Willamette Regional Medical Center	27,547,088	6
Kingsford Manufacturing Company	26,051,847	7
Brentwood Estates LLC	22,494,087	8
Borden Chemical Inc.	21,989,797	9
Arclin USA LLC	20,618,181	10
Weyerhaeuser Company	-	
Qwest Corp	-	
Dynea USA Inc.	-	
Sierrapine	-	
Northwest Natural Gas Co.	-	
Subtotal of Ten Largest Taxpayers	532,671,378	
All Other Taxpayers	<u>4,878,099,577</u>	
Total All Taxpayers	<u><u>\$ 5,410,770,955</u></u>	

Source: Lane County Department of Assessment and Taxation

<u>Percentage of Total Taxable Assessed Value</u>	2008		<u>Percentage of Total Taxable Assessed Value</u>
	<u>Taxable Assessed Value</u>	<u>Rank</u>	
4.58%	\$ -		-
1.19%	54,303,882	2	1.30%
0.74%			-
0.57%			-
0.57%	29,460,950	3	0.70%
0.51%	20,220,559	6	0.48%
0.48%	23,501,725	5	0.56%
0.42%	16,067,325	9	0.38%
0.41%			
0.38%			
-	274,220,304	1	6.55%
-	25,760,200	4	0.61%
-	19,588,180	7	0.47%
-	16,718,150	8	0.40%
-	15,383,700	10	0.37%
9.85%	495,224,975		11.82%
<u>90.15%</u>	<u>3,694,158,226</u>		<u>88.18%</u>
<u>100.00%</u>	<u>\$ 4,189,383,201</u>		<u>100.00%</u>

Schedule 9
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ending June 30	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Net Taxes Levied for the Fiscal Year	\$ 31,693,432	\$ 30,210,267	\$ 28,423,862	\$ 26,649,662
<u>Collected Within the Fiscal Year of Levy</u>				
Amount	\$ 30,011,238	\$ 28,457,290	\$ 27,287,169	\$ 25,146,171
Percentage of Levy	94.69%	94.20%	96.00%	94.36%
Collections in Subsequent Year	\$0	\$318,990	\$467,372	\$584,000
<u>Total Collections to Date</u>				
Amount	\$30,011,238	\$28,776,280	\$27,754,541	\$25,730,171
Percentage of Levy	94.69%	95.25%	97.65%	96.55%

Source: Lane County Department of Assessment and Taxation

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 26,409,087	\$ 26,314,609	\$ 25,323,179	\$ 24,922,207	\$ 23,922,330	\$ 22,975,215
\$ 24,880,078 94.21%	\$ 24,800,430 94.25%	\$ 23,950,883 94.58%	\$ 23,458,914 94.52%	\$ 22,541,391 95.53%	\$ 21,715,380 95.24%
\$686,157	\$899,643	\$567,151	\$659,723	\$634,302	\$597,643
\$25,566,235 96.81%	\$25,700,073 97.66%	\$24,518,034 96.82%	\$24,118,637 96.78%	\$23,175,693 96.88%	\$22,313,023 97.12%

Schedule 10
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Governmental Activities:				
1997 Gen Obligation Refunding Bonds	\$ -	\$ -	\$ -	\$ 3,094,628
2005A Pension Bonds	48,895,000	51,320,000	53,460,000	55,335,000
Qualified Zone Academy Bonds	394,290	473,148	552,006	630,864
2006 & 2007 Gen Obligation Bonds	-	3,715,036	6,144,003	40,095,209
Qualified School Construction Bonds	-	-	-	3,000,000
2015 Refunding Bonds	44,876,027	44,876,026	44,876,026	-
2015 General Obligation Bonds	76,976,593	77,928,016	78,190,478	-
2015 Bonds	3,843,000	4,000,000	-	-
Capital Leases	<u>2,275,297</u>	<u>2,274,995</u>	<u>1,705,412</u>	<u>1,335,837</u>
 Total Outstanding Debt	 \$ 177,260,207	 \$ 184,587,221	 \$ 184,927,925	 \$ 103,491,538
 Population - Springfield	 61,893	 60,870	 60,200	 60,200
Debt per Capita	\$ 2,864	\$ 3,032	\$ 3,072	\$ 1,719

Source: Population estimate from United States Census Bureau. Other information from School District records

2012-13	2011-12	2010-11	2009-10	2008-09	2007-08
\$ 6,023,144	\$ 8,795,574	\$ 11,422,000	\$ 13,907,561	\$ 16,272,481	\$ 18,542,166
56,970,000	58,375,000	59,570,000	60,570,000	61,385,000	62,035,000
709,720	788,577	867,435	946,292	1,025,149	1,104,006
40,890,305	41,614,057	42,262,022	42,825,195	43,290,636	43,625,809
3,000,000	3,000,000	3,000,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
701,437	-	-	-	-	-
\$ 107,593,169	112,573,208	117,121,457	118,249,048	121,973,266	125,306,981
59,500	59,500	57,000	57,000	56,000	60,000
\$ 1,808	\$ 1,892	\$ 2,055	\$ 2,075	\$ 2,178	\$ 2,088

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Schedule 11
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
RATIOS OF GENERAL BONDED DEBT
Last Ten Fiscal Years

	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>
Governmental Activities:				
1997 Gen Obligation Refunding Bonds	\$ -	\$ -	\$ -	\$ 3,094,628
2005A Pension Bonds	48,895,000	51,320,000	53,460,000	55,335,000
Qualified Zone Academy Bonds	394,290	473,148	552,006	630,864
2006 & 2007 Gen Obligation Bonds	-	3,715,036	6,144,003	40,095,209
Qualified School Construction Bonds	-	-	-	3,000,000
2015 Refunding Bonds	44,876,027	44,876,026	44,876,026	-
2015 General Obligation Bonds	76,976,593	77,928,016	78,190,478	-
2015 Bonds	<u>3,843,000</u>	<u>4,000,000</u>	<u>-</u>	<u>-</u>
 Total Outstanding Debt	 \$ 174,984,910	 \$ 182,312,226	 \$ 183,222,513	 \$ 102,155,701
 Accumulated resources for repayment of bonded debt	 <u>694,120</u>	 <u>357,435</u>	 <u>315,969</u>	 <u>2,114,794</u>
 Net bonded debt	 <u>\$ 174,290,790</u>	 <u>\$ 181,954,791</u>	 <u>\$ 182,906,544</u>	 <u>\$ 100,040,907</u>
 Total estimated real market value of taxable property	 \$ 7,820,880,233	 \$ 7,528,942,555	 \$ 7,265,444,589	 \$ 6,790,650,021
 Per Capita	 \$ 2,816	 \$ 2,989	 \$ 3,038	 \$ 1,662
Per Student	\$ 16,814	\$ 17,640	\$ 17,846	\$ 9,634
 Ratio of net general bonded debt to real market value	 0.0223	 0.0242	 0.0252	 0.0147

* Information not available at time of printing

Source: Lane County Department of Assessment and Taxation

Accumulated resources for repayment of bonded debt consists of the portion of the restricted fund balance in the debt service fund that is reserved for the repayment of the principal portion of bonded debt.

<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
\$ 6,023,144	\$ 8,795,574	\$ 11,422,000	\$ 13,907,561	\$ 16,272,481	\$ 18,542,166
56,970,000	58,375,000	59,570,000	60,570,000	61,385,000	62,035,000
709,720	788,577	867,435	946,292	1,025,149	1,104,006
40,890,305	41,614,057	42,262,022	42,825,195	43,290,636	43,625,809
3,000,000	3,000,000	3,000,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 107,593,169	112,573,208	117,121,457	118,249,048	121,973,266	125,306,981
2,105,693	2,006,823	1,951,730	1,968,276	1,875,819	1,799,415
<u>\$ 105,487,476</u>	<u>\$ 110,566,385</u>	<u>\$ 115,169,727</u>	<u>\$ 116,280,772</u>	<u>\$ 120,097,447</u>	<u>\$ 123,507,566</u>
\$ 6,719,744,852	\$ 7,044,267,691	\$ 7,150,354,098	\$ 7,846,950,299	\$ 8,127,615,733	\$ 7,863,490,302
\$ 1,773	\$ 1,858	\$ 2,021	\$ 2,040	\$ 2,145	\$ 2,058
\$ 10,067	\$ 10,536	\$ 10,901	\$ 10,947	\$ 11,036	\$ 11,180
0.0157	0.0157	0.0161	0.0148	0.0148	0.0157

Schedule 12
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2017

	Net Property-tax Backed & Direct Debt*	Percent Overlapping	Overlapping Debt
City of Springfield	\$ 14,992,683	81.49%	\$ 12,217,522
City of Eugene	17,862,000	0.00%	36
Lane Community College	65,725,000	16.37%	10,758,131
Lane Education Service District	6,485,000	16.65%	1,079,752
Lane County	26,410,000	16.61%	4,385,803
South Lane County Fire & Rescue	2,145,000	0.11%	2,306
Willamalane Park & Recreation District	16,456,560	80.68%	13,277,794
Subtotal, overlapping debt	<u>150,076,243</u>		<u>41,721,344</u>
Direct District net property-tax backed debt	169,943,811		169,943,811
Non-property-tax backed debt	4,237,290		
Capital leases	<u>2,275,297</u>		<u>2,275,297</u>
Total direct debt	<u>176,456,398</u>		<u>172,219,108</u>
Total direct and overlapping debt	<u>\$ 326,532,641</u>		<u>\$ 213,940,452</u>

*Net Property-tax Backed Debt is Gross Property-tax Backed Debt less Self-supporting Unlimited-tax General Obligation (GO) bonds and less Self-Supporting Full Faith & Credit Debt. Appropriation Credits, Conduit Revenue Bonds, Dedicated Niche Obligations, Other, Revenue Bonds, and any other obligations issued for less than 13 months (E.g. Bond Anticipation Notes, Tax Anticipation Notes), lease purchase agreements and loans are NOT included in Property-tax backed calculations.

The percentage of overlapping debt is estimated using taxable assessed property values. Applicable percentages are estimated by determining the portion of the overlapping district's taxable assessed value that is within the school district's boundaries and dividing it by the overlapping district's total taxable assessed value. These percentages are calculated by the State of Oregon Municipal Debt Advisory Commission.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. The schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

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Schedule 13
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	Fiscal Year Ended			
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Debt Limit	\$ 621,759,979	\$ 621,759,979	\$ 577,602,845	\$ 539,856,677
Total net debt applicable to limit	<u>114,354,246</u>	<u>118,864,245</u>	<u>120,982,136</u>	<u>39,061,251</u>
Legal debt margin	<u>\$ 507,405,733</u>	<u>\$ 502,895,734</u>	<u>\$ 456,620,709</u>	<u>\$ 500,795,426</u>
Total net debt applicable to the limit as a percentage of debt limit	18.39%	19.12%	20.95%	7.24%

¹ ORS 328.245 establishes a parameter of bonded indebtedness for school districts. Aggregates are governed by real market values of all taxable properties within the District.

^A For each grade from kindergarten to eighth for which the District operates schools, fifty-five one-hundredths of one percent (.0055) of the real market value.

^B For each grade from ninth to twelfth for which the District operates schools, seventy-five one-hundredths of one percent (.0075) of the real market value.

Source: Market value per Lane County Department of Assessment and Taxation

Legal Debt Margin Calculation for Fiscal Year 2015

Real Market Value	\$ 7,820,880,233
Debt Limit (7.95%) ¹	621,759,979
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonded Debt	114,354,246
Less: Amount Available in Debt Service Funds	-
Amount of Debt Applicable to Debt Limit	<u>114,354,246</u>
Legal Debt margin	<u>\$ 507,405,733</u>

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 534,219,716	\$ 560,019,281	\$ 568,453,151	\$ 623,832,549	\$ 646,145,451	\$ 625,147,479
<u>42,712,749</u>	<u>46,332,072</u>	<u>49,608,104</u>	<u>52,506,404</u>	<u>55,370,584</u>	<u>59,178,263</u>
<u>\$ 491,506,967</u>	<u>\$ 513,687,209</u>	<u>\$ 518,845,047</u>	<u>\$ 571,326,145</u>	<u>\$ 590,774,867</u>	<u>\$ 565,969,216</u>
8.00%	8.27%	8.73%	8.42%	8.57%	9.47%

Allowable Percentage of Real Market Value:

^A Kindergarten through eighth grade, 9 x .0055	4.95%
^B Ninth through twelfth, 4 x .0075	<u>3.00%</u>
Allowable Percentage	<u><u>7.95%</u></u>

Schedule 14
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
Lane County

Year	Population	Personal Income <i>(thousands of dollars)</i>	Per Capita Personal Income	Unemployment Rate*
2017	- ¹	\$ - ²	\$ - ²	4.2%
2016	369,519 ¹	-	- ²	5.6
2015	362,895	14,468,971	39,871	6.0
2014	358,337	13,392,647	37,374	6.9
2013	356,212	13,047,961	36,630	8.1
2012	354,542	12,742,734	35,941	8.9
2011	353,416	12,214,306	34,561	9.6
2010	351,715	11,709,176	33,292	10.9
2009	351,109	11,783,941	33,562	12.8
2008	348,425	11,680,000	33,522	5.7

* Annual rate, seasonally adjusted June 30

¹ Information for 2015, estimate from US Census Bureau, 2016 not available

² Data 2015 and 2016 not available at time of printing.

Sources: Population, personal income and per capita information: US Census Bureau, Bureau of Economic Analysis.

Unemployment rate information: Oregon Employment Department

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Schedule 15
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
PRINCIPAL EMPLOYERS FOR LANE COUNTY
Current Year and Nine Years Ago

	2017			
Employer	Employees	Rank	Percentage of Total Employment	Employees
Ten Largest Employers				
PeaceHealth Corp	5,808	1	3.82%	4,300
University of Oregon	5,549	2	3.65%	3,676
Eugene 4j School District	2,553	3	1.68%	2,025
City of Eugene	1,747	4	1.15%	1,452
U.S. Government	1,677	5	1.10%	1,800
Lane Community College	1,650	6	1.09%	2,531
Springfield School District	1,610	7	1.06%	1,162
Lane County Government	1,567	8	1.03%	1,786
Mckenzie-Willamette Medical Center	898	9	0.59%	750
Royal Caribbean	650	10	0.43%	
State of Oregon				1,100
Subtotal of Ten Largest Employers	23,709		15.60%	20,582
All Other Employers	128,348		84.41%	150,651
Total Lane County Employment	152,057		100.00%	171,233

Source: Oregon Employment Department; Eugene Area Chamber of Commerce

2008		
1	Rank	Percentage of Total Employment
	1	2.51%
	2	2.15%
	4	1.18%
	7	0.85%
	5	1.05%
	3	1.48%
	8	0.68%
	6	1.04%
	10	0.44%
	9	0.64%
		<hr/> 12.02%
		<hr/> 87.98%
		<hr/> 100.00%

Schedule 16
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES
BY ASSIGNMENT/FUNCTION
Last Ten Fiscal Years

	Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees
Assignment/Function	2016-17	2015-16	2014-15	2013-14
Instructional Staff				
Elementary teachers	220.18	205.18	190.60	192.18
Middle school teachers	94.29	91.11	90.62	90.69
High school teachers	109.49	110.37	110.67	110.27
Special services teachers	72.65	73.40	74.25	72.10
Other teachers	36.36	36.23	32.38	28.90
Other supervisory/confidential	0.50	0.50	0.50	0.50
Classified assistants	245.58	233.81	225.33	202.33
Subtotal Instructional Staff	779.05	750.60	724.35	696.97
Support Services Staff				
Guidance	16.95	17.07	17.27	16.03
Librarians/media specialists	13.24	12.21	11.58	12.07
Student services support staff	46.03	42.77	39.75	40.77
School administrators	26.50	26.50	27.00	27.00
School administrative support staff	54.21	53.88	51.38	52.41
District administrators	8.00	8.00	8.00	7.00
Other supervisory/confidential	27.00	26.00	21.00	23.00
District support	27.74	30.18	33.68	32.61
All other support staff ¹	149.73	148.09	147.50	146.16
Subtotal Support Services Staff	369.40	364.70	357.16	357.05
Community Services Staff				
Nutrition services support	4.50	4.50	4.50	4.50
Cooks	41.46	42.43	42.65	42.86
Other supervisory/confidential	1.00	1.00	1.00	1.00
Other community services staff	5.94	6.35	7.03	6.63
Subtotal Community Services Staff	52.90	54.28	55.18	54.99
Total FTE	1,201.35	1,169.58	1,136.69	1,109.01

¹ All other support staff include data processing, maintenance, bus drivers, and security.

Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees	Full-time Equivalent Employees
2012-13	2011-12	2010-11	2009-10	2008-09	2007-08
183.40	185.16	194.05	195.83	209.44	209.33
84.22	91.13	101.35	104.32	101.73	102.81
105.60	104.12	113.48	119.97	128.11	124.64
66.90	69.22	78.66	77.69	63.75	65.75
28.30	31.43	40.06	37.38	39.58	44.32
1.00	-	-	-	-	-
199.14	198.36	226.82	232.47	231.09	233.98
668.56	679.42	754.42	767.66	773.70	780.83
15.01	18.63	20.53	19.52	32.44	31.55
14.46	14.57	16.73	14.23	23.07	22.42
40.34	52.15	48.24	42.93	45.90	44.55
26.50	27.80	29.80	32.00	30.30	29.30
51.77	54.70	56.61	59.07	47.54	47.54
7.00	8.00	8.00	8.00	9.00	8.00
22.00	21.40	24.40	23.70	27.70	26.70
42.58	31.16	30.40	36.06	37.86	36.28
139.59	146.13	167.86	167.85	175.39	173.39
359.25	374.54	402.57	403.36	429.20	419.73
4.58	4.00	4.00	3.00	3.50	4.00
41.38	43.48	46.97	43.00	49.11	45.75
1.00	1.00	1.00	2.00	2.00	-
6.65	6.87	8.29	6.20	6.20	5.44
53.61	55.35	60.26	54.20	60.81	55.19
1,081.42	1,109.31	1,217.25	1,225.22	1,263.71	1,255.75

Schedule 17
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
TEACHER BASE SALARIES
Last Ten Fiscal Years

Fiscal Year	Minimum Salary	Maximum Salary	Statewide Average Salary
2016-17	\$ 34,413	\$ 74,554	*
2015-16	33,738	73,092	60,166
2014-15	31,881	71,659	57,321
2013-14	31,220	70,174	54,077
2012-13	30,559	68,688	54,076
2011-12	30,525	69,804	53,526
2010-11	30,038	68,690	53,022
2009-10	30,068	68,561	52,376
2008-09	30,350	68,804	50,347
2007-08	29,466	64,168	48,979

* Note: Statewide Average not available at time of printing.

Source: School District records, Oregon School Boards Association

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Schedule 18
SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
OPERATING STATISTICS
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures</u>	<u>Cost per Pupil</u>	<u>Percentage Change</u>	<u>Expenses</u>
2016-17	10,366	114,698,621	11,065	2.68%	123,986,148
2015-16	10,315	111,702,711	10,829	5.18%	138,466,801
2014-15	10,249	106,200,551	10,362	3.33%	89,070,796
2013-14	10,384	102,774,171	9,897	4.04%	100,350,688
2012-13	10,479	98,780,371	9,427	0.16%	97,663,803
2011-12	10,494	98,627,276	9,398	-0.13%	97,593,203
2010-11	10,565	98,751,810	9,347	0.86%	99,746,606
2009-10	10,622	97,908,977	9,218	-3.26%	98,822,114
2008-09	10,882	101,212,190	9,301	1.61%	100,778,925
2007-08	11,047	99,608,403	9,017	#DIV/0!	97,001,677

* In 2015-16, the District began participating in the Community Eligibility Program where all students in qualifying schools receive free breakfast and lunch. Families are not required to report free and reduced status, therefore the District does not have that data for the qualifying schools (6 elementary schools and 1 middle school).

Source: School District records

Cost per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	% Student receiving Free or Reduced Meals	
11,961	-10.46%	533.0	19.4	53.57%	*
13,424	55.46%	516.3	20.0	53.57%	*
8,691	-11.24%	498.5	20.6	63.09%	
9,664	2.75%	494.1	21.0	63.44%	
9,320	0.07%	468.4	22.4	62.97%	
9,300	-2.16%	481.1	21.8	63.22%	
9,441	0.94%	527.6	20.0	60.80%	
9,304	-1.94%	535.2	19.8	58.88%	
9,261	3.89%	542.6	20.1	55.37%	
8,781	#DIV/0!	546.9	20.2	48.00%	

Schedule 19
SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
School Building and Student Enrollment Information
Last Ten Fiscal Years

	Fiscal year			Fiscal year			Fiscal year			
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
Elementary Schools and Programs										
Brattain (1925)										
Gross Floor Area (sq ft): 27,746										
Elementary Enrollment	210	209	193	187	178	-	-	-	-	-
Camp Creek (1949)										
Gross Floor Area (sq ft): 12,697										
Elementary Enrollment	84	73	62	54	-	-	-	-	-	-
Centennial										
Gross Floor Area (sq ft): 64,868										
Elementary Enrollment	395	404	406	391	452	435	452	434	429	425
Douglas Gardens										
Gross Floor Area (sq ft): 50,321										
Elementary Enrollment	507	485	378	366	354	324	326	336	344	368
Goshen (K-8)										
Gross Floor Area (sq ft):										
Elementary Enrollment	97	96	94	87	-	-	-	-	-	-
Guy Lee										
Gross Floor Area (sq ft): 51,110										
Elementary Enrollment	368	372	363	367	342	341	339	396	375	377
Maple										
Gross Floor Area (sq ft): 41,706										
Elementary Enrollment	311	311	345	331	323	327	333	337	347	370
Moffitt										
Gross Floor Area (sq ft): 41,910										
Elementary Enrollment	300	314	306	289	285	-	-	-	-	-
Mohawk										
Gross Floor Area (sq ft): 19,100										
Elementary Enrollment	62	68	60	64	-	-	-	-	-	-
Mount Vernon (Starting 1997-98 New School)										
Gross Floor Area (sq ft): 58,000										
Elementary Enrollment	535	547	504	488	508	537	512	528	526	529
Elizabeth Page										
Gross Floor Area (sq ft): 38,283										
Elementary Enrollment	438	420	372	378	394	422	438	412	442	404
Ridgeview										
Gross Floor Area (sq ft): 67,915										
Elementary Enrollment	416	430	426	454	469	497	487	486	477	438
Riverbend										
Gross Floor Area (sq ft): 58,000										
Elementary Enrollment	428	406	482	519	527	506	509	516	500	542
Thurston										
Gross Floor Area (sq ft): 43,674										
Elementary Enrollment	451	471	499	511	525	541	525	493	472	476
Two Rivers Dos Rios Elementary										
Gross Floor Area (sq ft): 70,389										
Elementary Enrollment	-	-	-	-	-	417	449	482	443	484
Walterville										
Gross Floor Area (sq ft): 22,668										
Elementary Enrollment	171	166	179	172	183	177	176	186	194	197
Yolanda										
Gross Floor Area (sq ft): 45,121										
Elementary Enrollment	403	389	355	351	423	422	409	391	411	401
Agnes Stewart										
Gross Floor Area (sq ft): 94,000										
Middle School Enrollment	705	636	635	653	646	636	584	570	579	588

Schedule 19
SCHOOL DISTRICT NO. 19, LANE COUNTY, OREGON
School Building and Student Enrollment Information
Last Ten Fiscal Years

	Fiscal year			Fiscal year			Fiscal year			
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
Briggs										
Gross Floor Area (sq ft): 93,303										
Middle School Enrollment	532	471	457	439	557	515	524	533	506	511
Hamlin										
Gross Floor Area (sq ft): 83,881										
Middle School Enrollment	416	444	442	443	618	601	589	612	597	637
Springfield										
Gross Floor Area (sq ft):										
Middle School Enrollment	301	340	322	300	-	-	-	-	-	-
Thurston										
Gross Floor Area (sq ft): 72,212										
Middle School Enrollment	575	583	563	555	589	617	645	646	577	542
Springfield										
Gross Floor Area (sq ft): 250,829										
High School Enrollment	1,458	1,399	1,399	1,431	1,433	1,420	1,357	1,304	1,410	1,402
Thurston										
Gross Floor Area (sq ft): 290,210										
High School Enrollment	1,590	1,564	1,568	1,524	1,481	1,487	1,436	1,349	1,373	1,368
Gateways Learning Center										
Gross Floor Area (sq ft): 7,236										
High School Enrollment	197	175	155	151	166	156	186	192	194	180
Academy of Arts and Academics										
Gross Floor Area (sq ft): 13,430										
High School Enrollment	112	144	175	209	230	286	326	352	359	353
Willamette Leadership Academy										
Gross Floor Area (sq ft): 26,073										
Middle School Enrollment	-	-	-	-	-	112	100	117	120	112
High School Enrollment	-	-	-	-	-	91	119	158	177	177
Administrative Building										
Gross Floor Area (sq ft): 59,143										
Education Media Center										
Gross Floor Area (sq ft): 18,600										
Brattain House										
Gross Floor Area (sq ft): 5,352										
Warehouse										
Gross Floor Area (sq ft): 10,000										
Maintenance/Transportation Complex										
Gross Floor Area (sq ft): 19,274										
Gross Floor (sq ft) Summary										
Elementary Schools										
Middle Schools										
High Schools										
Charter Schools										
Other Facilities										
Total Gross Floor Area (sq ft)										
Enrollment Summary										
Elementary Schools	5176	5161	5024	5009	4963	4946	4955	4997	4960	5011
Middle Schools	2529	2474	2419	2390	2410	2481	2442	2478	2379	2390
High Schools	3357	3282	3297	3315	3310	3440	3424	3355	3513	3480
Alternative Education	97	109	57	60	41	101	108	46	119	127
Total Enrollment	11159	11026	10797	10774	10724	10968	10929	10876	10971	11008
Charter Schools	112	144	175	209	230	489	545	627	656	642
Total District Enrollment	11047	10882	10622	10565	10494	10479	10384	10249	10315	10366

Source: School District records

Notes: Enrollment data is as of September 30 of each year

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OTHER INFORMATION SECTION



SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 Audit Revenue

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 600	Fund 700
Revenue from Local Sources						
1110	23,891,450		6,690,465			
1200		150,609				
1311						
1312	16,120					
1330	2,450	7,431				
1411	11,264					
1412	985					
1500	440,072	16,817	60,530	490,855	38,148	
1600		365,636				
1700		2,363,652				
1800		83,535				
1910	45,234			376,604		
1920	1,104	223,124		35,500		
1940	231,594					
1960	17,920	10,288				
1970			5,096,652	7,660	18,550,891	1,200,000
1980		459,850				
1990	170,760	1,099,918	28,119	326,476	156,060	
Total Revenue from Local Sources	24,828,953	4,780,860	11,875,766	1,237,095	18,745,099	1,200,000
Revenue from Intermediate Sources						
2101	176,466					
2102	1,751,785					
Total Revenue from Intermediate Sources	1,928,251	-	-	-	-	-
Revenue from State Sources						
3101	72,561,217					
3102		38,790				
3103	1,591,241					
3199				220,177		
3222		372,217				
3299		2,231,367		16,825		
Total Revenue from State Sources	74,152,458	2,642,374	-	237,002	-	-
Revenue from Federal Sources						
4100				45,948		
4300		614,121				
4500	6,627	9,630,681				
4700	1,920	374,705				
4801	84,285					
4900		299,356				
Total Revenue from Federal Sources	92,832	10,918,863	-	45,948	-	-
Revenue from Other Sources						
5100		398,613				
5200		2,167,000	464,577			
5300	130	93,012		366,862		
5400	7,997,166	3,276,258	558,396	62,015,089	4,102,858	339,899
Total Revenue from Other Sources	7,997,296	5,934,883	1,022,973	62,381,951	4,102,858	339,899
Grand Totals	108,999,790	24,276,980	12,898,739	63,901,996	22,847,957	1,539,899

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : General Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Instruction Expenditures							
1111	12,972,867	7,635,291	130,155	124,392		300	
1113	21,519	7,328		20			
1121	5,339,135	3,147,648	83,792	87,194		1,240	
1122	23,263	6,984		59			
1131	6,473,688	3,699,058	119,878	92,544		2,085	
1132	3,006	821	402	6,804			
1140	111,387	115,892	542	6,022		235	
1210	20,248	6,501	370	141			
1220	3,925,727	2,472,965	1,394,727	42,924			
1250	3,073,877	1,790,901	1,787	23,112		595	
1260			99,040				
1271	17,552	5,262					
1280	183,306	123,828	5,185,589	64,098			
1291	1,334,771	745,043	6,233	5,233			
1292	48,464	24,332	878	686			
Total Instruction	33,548,810	19,781,854	7,023,393	453,229	-	4,455	-
Support Services Expenditures							
2110	352,811	182,229	131,009	1,247			
2120	759,838	423,951	5,536	873			
2130	460,587	278,525	11,411	12,429		140	
2140	622,067	314,629	4,961	5,620			
2150	898,143	460,054	7,744	4,790			
2160	115,460	60,594	62,672				
2190	319,983	167,179	49,659	5,597		1,190	
2210	1,231,467	592,118	7,798	72,112		4,384	
2220	482,991	315,411	2,300	54,078			
2230	21,056	13,067	74,783	1,911		348	
2240	148,042	61,003	33,971	15,511			
2310			127,450	2,931		21,738	
2320	253,925	91,822	6,476	3,172		5,966	
2410	4,458,417	2,429,944	91,151	90,493		18,294	
2520	669,249	334,325	23,319	208,581		226,127	
2540	3,331,823	2,168,433	2,443,554	919,377	156,614	379,104	
2550	2,016,832	1,440,146	448,637	420,532	55,577	87,931	
2570	122,569	75,815	192,651	10,091		830	
2620			2,148				
2630	121,211	68,208	26,625	47,047		801	
2640	319,745	168,833	74,347	71,700		955	
2660	826,235	413,259	429,914	399,966	14,615	30	
2670	42,828	26,532	180	290			
Total Support Services	17,575,279	10,086,077	4,258,296	2,348,348	226,806	747,838	-
Total Enterprise & Community	-	-	-	-	-	-	-
Facilities Acquisition & Construction Expenditures							
4150			31,764	1,691	884,427	1,839	
Total Facilities & Acquisition	-	-	31,764	1,691	884,427	1,839	-
Other Uses Expenditures							
5100						12,288	
5200							2,631,577
Total Other Uses Expenditures	-	-	-	-	-	12,288	2,631,577
Grand Total	51,124,089	29,867,931	11,313,453	2,803,268	1,111,233	766,420	2,631,577

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Special Revenue Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Instruction Expenditures							
1111	627	175		148,035			
1113	89,044	24,509	59,075	174,283		57,211	
1121	79,789	44,534	991	27,224			
1122	99,563	29,380	104,817	152,386		33,023	
1131	3,260	391	45,414	124,018			
1132	896,844	257,046	634,518	1,121,584		308,644	
1140	188,056	75,744	33,207	40,153		1,231	
1210	5,507	1,769	10,133	3,874		650	
1220	424,209	298,393	1,087,654	12,209		275	
1250	527,508	406,906					
1260			14,746				
1271	1,797	521		8,100			
1272	1,521,992	962,407	10,512	51,254			
1280			1,200				
1291	45,870	24,945	7,140	26,765			
1293	5,025	1,662					
1299	4,043	332	2,729				
1300			13,115				
1400	10,997	3,350					
Total Instruction	3,904,131	2,132,064	2,025,251	1,889,885	-	401,034	-
Support Services Expenditures							
2110	10,325	7,585					
2120	22,290	18,564	12,600				
2140	30,644	9,948					
2150	3,143	927					
2190	133,534	68,419	3,880	1,140			
2210	962,183	392,123	441,848	41,158		1,880	
2240	88,449	24,077	132,694	11,930		6,648	
2320			14,589	3,021			
2410	351	29	2,275	6,811			
2490	64,304	27,106					
2520	53,098	31,706	31,551	830		460,175	
2540	2,610	2,619	29,472	21,245			
2550	20,497	13,007	9,698	12,754	398,613	25	
2620	9,285	2,807	300	786			
2630				15,120			
2640	102,801	149,225	42,333				
2660	9,116	1,378	8,469	4,937			
Total Support Services	1,512,630	749,520	729,709	119,732	398,613	468,728	-
Enterprise & Community Services Expenditures							
3100	1,180,005	801,190	115,114	1,697,792	198,470	802	
3300	186,737	115,161	26,149	29,742		921	
Total Enterprise & Community	1,366,742	916,351	141,263	1,727,534	198,470	1,723	-
Facilities Acquisition & Construction Expenditures							
4150					75,300		
Total Facilities & Acquisition	-	-	-	-	75,300	-	-
Other Uses Expenditures							
5100						424,776	
5300							203,870
Total Other Uses Expenditures	-	-	-	-	-	424,776	203,870
Grand Total	6,783,503	3,797,935	2,896,223	3,737,151	672,383	1,296,261	203,870

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Debt Service Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Total Instruction	-	-	-	-	-	-	-
Support Services Expenditures 2520							
Total Support Services	-	-	-	-	-	-	-
Total Enterprise & Community	-	-	-	-	-	-	-
Total Facilities & Acquisition	-	-	-	-	-	-	-
Other Uses Expenditures 5100						11,816,909	
Total Other Uses Expenditures	-	-	-	-	-	11,816,909	-
Grand Total	-	-	-	-	-	11,816,909	-

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Capital Projects Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Instruction Expenditures							
1111			122,191	1,047,000			
1121			12,488	422,394			
1131			94,905	591,495	15,015		
Total Instruction	-	-	229,584	2,060,889	15,015	-	-
Support Services Expenditures							
2220				20,624			
2410							
2520			25,987				
2540	116,425	51,036	193,520	32,988			
2570							
2630							
2660	166,818	79,925	51,073	48,862	672,990	250	
Total Support Services	283,243	130,961	270,580	102,474	672,990	250	-
Enterprise & Community							
3100							
Total Enterprise & Community	-	-	-	-	-	-	-
Facilities Acquisition & Construction Expenditures							
4120							
4150			1,218,316	64,028	24,789,340	564,630	
4180			-	12,965			
4190			162				
Total Facilities & Acquisition	-	-	1,218,478	76,993	24,789,340	564,630	-
Other Uses Expenditures							
5200	-	-	-	-	-	-	-
Total Other Uses Expenditures	-	-	-	-	-	-	-
Grand Total	283,243	130,961	1,718,642	2,240,356	25,477,345	564,880	-

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Enterprise Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Total Instruction	-	-	-	-	-	-	-
Total Support Services	-	-	-	-	-	-	-
Total Enterprise & Community	-	-	-	-	-	-	-
Total Facilities & Acquisition	-	-	-	-	-	-	-
Total Other Uses Expenditures	-	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-	-

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Internal Service Fund

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Total Instruction	-	-	-	-	-	-	-
Support Services Expenditures							
2520	51,324	16,741,807	12,610	3,094		56,596	
2570	255,900	152,988	205,834	169,811		215	
Total Support Services	307,224	16,894,795	218,444	172,905	-	56,811	-
Total Enterprise & Community	-	-	-	-	-	-	-
Total Facilities & Acquisition	-	-	-	-	-	-	-
Other Uses							
5100						23,340	
Total Other Uses Expenditures	-	-	-	-	-	23,340	-
Grand Total	307,224	16,894,795	218,444	172,905	-	80,151	-

SPRINGFIELD SCHOOL DISTRICT NO.19, LANE COUNTY, OREGON
Supplemental Information as Required by the Oregon Department of Education
2016-17 District Audit Expenditures Summary

Fund : Trust and Agency Funds

	Obj 100	Obj 200	Obj 300	Obj 400	Obj 500	Obj 600	Obj 700
Total Instruction	-	-	-	-	-	-	-
Support Services Expenditures							
2521							
2700	162,627	1,048,553					
Total Support Services	162,627	1,048,553	-	-	-	-	-
Total Enterprise & Community	-	-	-	-	-	-	-
Total Facilities & Acquisition	-	-	-	-	-	-	-
Total Other Uses Expenditures	-	-	-	-	-	-	-
Grand Total	162,627	1,048,553	-	-	-	-	-

SUPPLEMENTAL INFORMATION, 2016-2017

School District Business Managers and Auditors:

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

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

A.

Energy Bill for Heating - **All Funds:**
Please enter your expenditures for electricity
& heating fuel for these Functions & Objects.

	Function 2540	\$ 1,206,537
	Function 2550	\$ 0

B.

Replacement of Equipment – **General Fund:**
Include all General Fund expenditures in object 542, except for the following exclusions:
Exclude these functions:

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

\$ 0

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SINGLE AUDIT SECTION





PAULY, ROGERS AND CO., P.C.
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November 22, 2017

To the Board of Directors
Springfield School District
Lane 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, each major fund, and the aggregate remaining fund information of Springfield School District as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated November 22, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we do not express an opinion on the effectiveness of internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or 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 dark ink, appearing to read "Ken Allen", is enclosed within a thin black rectangular border.

Kenneth Allen, CPA
PAULY, ROGERS AND CO., P.C.



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November 22, 2017

To the Board of Directors
Springfield School District
Lane County, Oregon

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Report on Compliance for Each Major Federal Program

We have audited Springfield School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2017. The major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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, Springfield 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 its major federal programs for the year ended June 30, 2017.

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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in dark ink, appearing to read "Ken Allen", is written over a light gray rectangular background.

Kenneth Allen, CPA
PAULY, ROGERS AND CO., P.C.

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2017

Springfield Public School
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2017

<i>Federal Grantor/Pass Through Grantor/ Program Title</i>	<i>Pass Through Organization</i>	<i>Federal CFDA Number</i>	<i>Pass Through Entity Number</i>	<i>Grant Period</i>	<i>Grant Amount</i>	<i>Expenditures</i>	<i>Passed Through to Subrecipients</i>
U.S. DEPARTMENT OF EDUCATION							
Direct Programs:							
Indian Education - Grants to LEAs	US Department of Education	84.060A	Direct	7/1/16 - 6/30/17	56,987.00	56,987.00	-
Total Indian Education					56,987.00	56,987.00	-
Arts in Education	US Department of Education	84.351D	Direct	10/1/14 - 9/30/15	545,783.00	269,659.30	-
Arts in Education	US Department of Education	84.351D	Direct	10/1/15 - 9/30/16	549,747.00	287,474.30	203,870.42
Total Arts In Education					1,095,530.00	557,133.60	203,870.42
Title I Grants to Local Educational Agencies	Oregon Department of Education	84.010	41168	7/1/16-9/30/17	2,893,292.00	2,683,970.84	-
Title I Grants to Local Educational Agencies	Oregon Department of Education	84.010	36084	7/1/15-9/30/16	3,219,827.00	634,361.06	-
Total Title I Grants To LEAs					6,113,119.00	3,318,331.90	-
English Language Acquisition State Grants	Oregon Department of Education	84.365	41800	7/1/16-9/30/17	80,552.00	70,860.41	-
English Language Acquisition State Grants	Oregon Department of Education	84.365	36364	7/1/15-9/30/16	77,607.00	11,353.38	-
Total English Language Acquisition State Grants					158,159.00	82,213.79	-
Supporting Effective Instruction State Grant	Oregon Department of Education	84.367	41423	7/1/16-9/30/17	503,079.00	266,337.93	-
Supporting Effective Instruction State Grant	Oregon Department of Education	84.367	36281	7/1/15-9/30/16	519,283.00	219,675.56	-
Total Title IIA Grants to LEAs					1,022,362.00	486,013.49	-
Title I State Agency Prgrm for Neglected and Delinquent Children	Oregon Department of Education	84.013	42108	7/01/16-6/30/17	59,775.30	59,775.30	-
Total Title I State Agency Prgrm for Neglected and Delinquent Children					59,775.30	59,775.30	-
Special Education	Oregon Department of Education	84.027	40961	7/1/16 - 6/30/17	7,214.00	7,214.00	-
Special Education	Oregon Department of Education	84.027	42933	6/1/16-5/30/17	510.00	510.00	-
Special Education	Oregon Department of Education	84.027	42085	7/1/16-6/30/17	60,213.02	60,213.02	-
Special Education	Oregon Department of Education	84.027	42766	10/1/16-9/30/17	12,731.00	12,731.00	-
Special Education	Oregon Department of Education	84.027	42016	7/01/16-6/30/17	3,600.00	3,600.00	-
Special Education	Oregon Department of Education	84.027	41631	7/14/16-9/30/18	1,916,117.94	1,215,044.73	-
Special Education	Oregon Department of Education	84.027	36977	7/14/15-9/30/17	1,822,370.49	367,368.88	-
Special Education	Oregon Department of Education	84.173	40690	7/1/16 - 6/30/17	14,745.51	14,745.51	-
Total Special Education Cluster					3,837,501.96	1,681,427.14	-
21st Century Community Learning Centers - Cohort 3 Year 2	Oregon Department of Education	84.287	40532	7/01/16-6/30/17	431,600.00	261,901.32	-
21st Century Community Learning Centers - Cohort 3 Year 3	Oregon Department of Education	84.287	36394	7/1/15-6/30/16	500,000.00	207,928.50	-
Total 21st Century Community Learning					931,600.00	469,829.82	-
Migrant Education_State Grant Program	Lane Education Service District	84.011	37719	10/1/15-9/30/16	-	662.00	-
Migrant Education_State Grant Program	Lane Education Service District	84.011		10/1/16-9/30/17	-	6,389.03	-
Total Migrant Education_State Grant Program					-	7,051.03	-
Career and Technical Education -- Basic Grants to States	Lane Education Service District	84.048	40336	7/01/16-6/30/17	-	3,214.94	-
Career and Technical Education -- Basic Grants to States	Lane Education Service District	84.048	36412	7/01/16-6/30/17	-	4,142.32	-
Career and Technical Education -- Basic Grants to States	Lane Education Service District	84.048	40317	7/01/16-6/30/17	-	47,030.88	-
Career and Technical Education -- Basic Grants to States	Lane Education Service District	84.048	ESD269	7/01/16-6/30/17	-	3,158.03	-
Total Career and Technical Education					-	57,546.17	-
Education for Homeless Children and Youth	Lane Education Service District	84.196	36478	10/01/15-9/30/16	-	2,045.48	-

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2017

Springfield Public School
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2017

<i>Federal Grantor/Pass Through Grantor/ Program Title</i>	<i>Pass Through Organization</i>	<i>Federal CFDA Number</i>	<i>Pass Through Entity Number</i>	<i>Grant Period</i>	<i>Grant Amount</i>	<i>Expenditures</i>	<i>Passed Through to Subrecipients</i>
Education for Homeless Children and Youth	Lane Education Service District	84.196	40505	10/01/16-9/30/17	-	5,086.59	-
Total Education for Homeless Children and Youth					-	7,132.07	-
Research in Special Education	Oregon Universities Systems	84.324		1/01/14-5/31/14	14,258.98	564.29	
Research in Special Education	Oregon Universities Systems	84.324		12/19/13-6/30/13	12,931.74	-	
Research in Special Education	Oregon Universities Systems	84.324	224771	07/1/16 - 6/30/18	12,575.99	12,575.99	
Research in Special Education	Oregon Universities Systems	84.324	R324A150046	7/1/15-6/30/19	3,000.00	-	
Research in Special Education	Oregon Universities Systems	84.324		10/1/11-7/31/12	10,623.20	61.19	-
Research in Special Education	Oregon Universities Systems	84.324		11/14/12-6/30/13	20,700.00	-	-
Total Research in Special Education					27,190.72	13,201.47	-
Special Education - Educational Technology Media and Materials	Oregon Universities Systems	84.327		4/13/14-6/30/14	8,000.00	273.76	-
Special Education - Educational Technology Media and Materials	Oregon Universities Systems	84.327		1/1/15-6/30/15	5,896.00	635.00	-
Special Education - Educational Technology Media and Materials	Oregon Universities Systems	84.327		7/1/15-6/30/16	5,472.00	959.79	-
Total Special Education - Educational Technology Media and Materials					5,472.00	1,868.55	-
Education Research, Development and Dissemination	Oregon Universities Systems	84.305		7/1/14-6/30/15	20,788.00	-	
Education Research, Development and Dissemination	Oregon Universities Systems	84.305		2/29/12-6/30/12	1,000.00	3,341.38	
Education Research, Development and Dissemination	Oregon Universities Systems	84.305		8/01/13-12/31/13	6,500.00	340.85	-
Education Research, Development and Dissemination	Oregon Universities Systems	84.305		7/1/10-6/30/12	9,500.00	-	-
Education Research, Development and Dissemination	Oregon Universities Systems	84.305A	226000-3472	8/3/2015-6/30/16	15,000.00	12,864.02	-
Total Education Research, Development and Dissemination					52,788.00	16,546.25	-
Mathematics and Science Partnerships	Oregon Universities Systems	84.366		12/1/15-11/30/16	43,484.00	66,117.70	-
Mathematics and Science Partnerships	Oregon Universities Systems	84.366		7/1/12-6/30/15	-	3,401.63	-
Total Mathematics and Science Partnerships					43,484.00	69,519.33	-
Rehabilitation Services - Vocational Rehabilitation Grants to States	Oregon Vocational Rehabilitation Division	84.126	143301	7/01/14-6/30/16	437,816.10	104,646.26	-
Total U.S. Department of Education					13,836,313.08	6,989,223.17	203,870.42
U.S. DEPARTMENT OF JUSTICE							
Passed through IRIS Educational Media:							
National Institute of Justice Research, Evaluation, and Development	IRIS Educational Media	16.560	2015-MU-MU-K003	1/1/16 - 12/31/21	284,339.00	12,501.83	-
Total U.S. Department of Justice					284,339.00	12,501.83	-
U.S. DEPARTMENT OF LABOR							
Passed through LaneWorkforce							
WIA/WIOA Youth Activities	LaneWorkForce	17.259			64,000.00	61,365.63	-
Total U.S. Department of Labor					64,000.00	61,365.63	-
Corporation for National and Community Service							
Passed through Springfield Educational Foundation:							
Social Innovation Fund SIF	Springfield Education Foundation/Lane ESD	94.019	15SIHOR001	2/9/16 - 7/31/17	136,050.00	59,491.52	-
Total Corporation for National and Community Service					136,050.00	59,491.52	-

SPRINGFIELD SCHOOL DISTRICT NO. 19, LANE COUNTY OREGON
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2017

Springfield Public School
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2017

<i>Federal Grantor/Pass Through Grantor/ Program Title</i>	<i>Pass Through Organization</i>	<i>Federal CFDA Number</i>	<i>Pass Through Entity Number</i>	<i>Grant Period</i>	<i>Grant Amount</i>	<i>Expenditures</i>	<i>Passed Through to Subrecipients</i>
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>							
<i>Passed through United Way:</i>							
Promoting Safe and Stable Families	United Way	93.556		1/1/16-12/31/16	15,975.00	11,372.75	-
Promoting Safe and Stable Families	United Way	93.556		1/1/17-6/30/17	4,713.00	4,718.00	-
<i>Total U.S. Department of Health & Human Services</i>					20,688.00	16,090.75	-
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>							
<i>Passed through Lane Transit District:</i>							
Highway Planning and Construction	LTD	20.205	33475-p2p	10/01/15-9/30/16	-	20,137.54	-
Highway Planning and Construction	LTD	20.205	35674-p2p	10/01/16-9/30/17	48,182.00	32,252.45	-
<i>Total U.S. Department of Transportation</i>					48,182.00	52,389.99	-
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>							
<i>Passed through Oregon Office of Emergency Management:</i>							
Disaster Grants - Public Assistance	State of Oregon	97.036	039-00D30	7/01/16-6/30/17	45,948.42	45,948.42	-
<i>Total U.S. Department of Homeland Security</i>					45,948.42	45,948.42	-
<u>U.S. DEPARTMENT OF AGRICULTURE</u>							
<i>Passed Through Oregon Department of Education:</i>							
National School Lunch Program	ODE	10.555		7/01/16-6/30/17		299,356.33	
School Breakfast Program	ODE	10.553		7/01/16-6/30/17		689,032.60	
National School Lunch Program	ODE	10.555		7/01/16-6/30/17		2,515,710.32	
Total National School Lunch Program Cluster						3,504,099.25	
State Administrative Expenses for Child Nutrition	ODE	10.560				7,391.10	
Child and Adult Care Food Program	ODE	10.558		7/01/16-6/30/17		14,211.74	
Child and Adult Care Food Program	ODE	10.558		7/01/16-6/30/17		202,097.16	
Child and Adult Care Food Program	ODE	10.558		7/01/16-6/30/17		6,626.43	
<i>Passed through Lane County:</i>							
Schools and Roads - Grants to States	USAGI	10.665		7/01/16-6/30/17		84,285.32	-
<i>Total U.S. Department of Agriculture</i>					-	3,818,711	-
<u>U.S. General Services Administration</u>							
<i>Passed through State of Oregon:</i>							
Donation of Federal Surplus Personal Property	State of Oregon	39.003		7/01/16-6/30/17	1,919.81	1,919.81	
<i>Total U.S. General Services Administration</i>					1,919.81	1,919.81	-
TOTALS					13,905,183.08	11,057,642.12	203,870.42

SPRINGFIELD SCHOOL DISTRICT NO. 19
LANE COUNTY, OREGON
For the Year Ended June 30, 2017

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes federal grant activity under programs of the federal government. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations, it is not intended to and does not present the net position, changes in net position, or cash flows of the entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The entity has elected to not use the ten percent de minimus indirect cost rate as allowed under Uniform Guidance, due to the fact that they already have a negotiated indirect cost rate with Oregon Department of Education, and thus is not allowed to use the de minimus rate.

SPRINGFIELD SCHOOL DISTRICT NO. 19
LANE COUNTY, OREGON
For the Year Ended June 30, 2017

SECTION I – SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

☐ yes ☒ no

Significant deficiency(s) identified that are not considered
to be material weaknesses?

☐ yes ☒ none reported

Noncompliance material to financial statements noted?

☐ yes ☒ no

Any GAGAS audit findings disclosed that are required to be reported in
accordance with section 515(d)(2) of the Uniform Guidance ?

☐ yes ☒ no

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?

☐ yes ☒ no

Significant deficiency(s) identified that are not considered
to be material weaknesses?

☐ yes ☒ 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 section 200.516(a) of the Uniform Guidance?

☐ yes ☒ no

IDENTIFICATION OF MAJOR PROGRAMS

CFDA NUMBER **NAME OF FEDERAL PROGRAM CLUSTER**

10.553,10.555

10.556, 10.559 Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes

**SPRINGFIELD SCHOOL DISTRICT NO. 19
LANE COUNTY, OREGON
For the Year Ended June 30, 2017**

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONS COSTS

None

AUDIT COMMENTS/DISCLOSURES



PAULY, ROGERS AND CO., P.C.
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Independent Auditor's Report Required by Oregon State Regulations

We have audited the basic financial statements of the Springfield School District as of and for the year ended June 30, 2017, and have issued our report thereon dated November 22, 2017. 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 Springfield School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

In connection with our testing nothing came to our attention that caused us to believe the Springfield 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, except the district had over-appropriations as discussed in the notes to the financial statements.

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 opinion 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 of Directors, management and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

A handwritten signature in dark ink, appearing to read "Ken Allen", is written over a light gray rectangular background.

Kenneth Allen, CPA
PAULY, ROGERS AND CO., P.C.



Every Student a Graduate Prepared for a Bright and Successful Future

Springfield
Public Schools

RESOLUTION: 17-18.021

DATE: DECEMBER 11, 2017

HAMLIN MIDDLE SCHOOL
HAZARDOUS MATERIALS
ABATEMENT PHASE 2

RELEVANT DATA:

This bid was advertised in the Daily Journal of Commerce and posted on the Oregon Procurement Information Network. Nine (9) potential contractors attended the mandatory pre-bid conference and job walk on October 24, 2017. Eight (8) bids were received, seven of which met all bidding requirements.

This bid will provide for removal and disposal of asbestos-containing floor tile, mastics, gypsum board/joint compound, window glazing compound, acoustic overspray, and cement board at Hamlin Middle School in preparation for demolition scheduled to begin in Late February.

Board Member Emilio Hernandez reviewed the procurement file. John Saraceno will be available to answer questions.

RECOMMENDATION:

It is recommended that the Board of Directors award the Hamlin Middle School Hazardous Materials Abatement Phase 2 Project base bid to Professional Minority Group, Inc. of Eagle Creek, OR. for \$156,600.00.

SUBMITTED BY:

Brett Yancey
Chief Operations Officer

RECOMMENDED BY:

Susan Rieke-Smith, Ed.D.
Superintendent

OREGON SCHOOL BOARDS ASSOCIATION ELECTIONS

RELEVANT DATA:

Between November 13, 2017 and December 15, 2017, school boards across the state must take official action on Oregon School Boards Association Board and Legislative Policy Committee positions, including the election of officers and the conversion of the Oregon School Boards Association to a non-profit entity formed in accordance with the proposed bylaws.

Elections

- OSBA Board of Directors Position 6: Sherry Duerst-Higgins, South Lane 45J/Lane ESD
- Legislative Policy Committee Position 6: Rose Wilde, Lane ESD

School boards must take official action by December 15, 2017 and submit its vote at OSBA's E-Voting Center, using the information provided to Board secretaries and superintendents.

RECOMMENDATION:

It is recommended that the Springfield Board of Directors adopt the Oregon School Boards Association as a non-profit corporation and adopt the proposed 2017 bylaws.

It is further recommended that the Board direct the Superintendent or designee to submit this vote at OSBA's E-Voting Center no later than midnight on December 16, 2016.

RECOMMENDED BY:

Susan Rieke-Smith, Ed.D.
Superintendent



Resolution

Resolution to Reorganize the Oregon School Boards Association as a Non-Profit Corporation and Adopt the Proposed 2017 Bylaws

WHEREAS, the Oregon School Boards Association (OSBA) was formed in 1946 as a volunteer association of locally elected public school boards; and

WHEREAS, at the direction of the Board of Directors of OSBA, an organizational review was initiated with the goal of confirming OSBA's tax-exempt status and all related requirements; and

WHEREAS, the OSBA Board of Directors determined, based on the review, that it was in the membership's best interest to formally incorporate under ORS Chapter 65 as a nonprofit to ensure OSBA can maintain its political and legislative advocacy program; and

WHEREAS, a more clear recognition of OSBA's legal status will help ensure Board members' protection from individual liability; and

WHEREAS, the decision to formally incorporate under ORS Chapter 65 to nonprofit status requires replacement of the current OSBA Constitution with proposed Bylaws; and

WHEREAS, the OSBA Board of Directors received updates and discussed the transition at several OSBA Board meetings throughout 2016 and 2017 and conducted a review of the Bylaws at their June 2017 meeting; and

WHEREAS, after reviewing the recommended OSBA Bylaws as proposed by staff and legal counsel, the OSBA Board of Directors supports the recommendation to convert to a non-profit entity formed in accordance with the attached Bylaws:

THEREFORE, BE IT RESOLVED by the OSBA Board of Directors that the proposed Bylaws be submitted to the membership for consideration during the 2017 OSBA election; and

BE IT FURTHER RESOLVED that the proposed Bylaws and a copy of this resolution be forwarded to all member boards of the Association in accordance with the OSBA Board of Directors adopted elections calendar.

Submitted by: OSBA Board of Directors

Oregon School Boards Association

Proposed Bylaws

Approved by the Board of Directors on September 15, 2017

Submitted to Membership for consideration in the 2017 Election Process

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SECTION 1: PURPOSE

- a) The Oregon School Boards Association (the “Association”) exists solely to perform essential governmental functions and all of its income accrues to the State of Oregon or its political subdivisions as required under IRC Section 115. In particular, the Association’s mission and purpose are as follows:
- b) To work for the general advancement and improvement of the education of all public school children of the State of Oregon.
- c) To gather and disseminate information pertinent to the successful operation of public schools.
- d) To work for the most efficient and effective organization of public schools of this state. “Public schools” include local school districts, education service districts, the State Board of Education and community colleges classified as a political subdivision.
- e) To work for adequate and dependable financial support for the public schools of this state.
- f) To study all legislation which affects the public schools of Oregon and to support and work for that which appears to be desirable and to keep members informed thereof. To propose and work for the enactment of proper educational legislation.
- g) To encourage the establishment and maintenance of best practices and high standards in the conduct and operation of the public school educational system.
- h) To study and interpret educational programs and to relate them to the needs of pupils.
- i) To promote public understanding of the role of school boards and school board members in the improvement of education.
- j) To conduct seminars, conferences, and research projects in the various aspects of education for the benefit of members.
- k) To endeavor to implement the policies, beliefs and resolutions of the Association members and board of directors.
- l) To do such other things as the member boards or board of directors may deem appropriate for the accomplishment of these and other purposes which tend to improve public education.
- m) To enter into such cooperative agreement with members for the pooling of resources and the provision of services as may result in the more efficient utilization of district resources and accrue to their financial advantage.

SECTION 2: MEMBERS

2.1 Admission. All members must qualify as (1) a “political subdivision” as defined under Treas Reg § 1.103-1(b) and Revenue Ruling 78-276, 1978-2 CB 256 and (2) as one of the following:

2.1.1 Local School District as defined under ORS Chapter 332;

2.1.2 Education Service District as defined under ORS Chapter 334;

2.1.3 Community College District as defined under ORS Chapter 341;

2.1.4 State Board of Education as defined under ORS Chapter 326; and

2.1.5 Any other governmental educational organization qualifying as a political subdivision, as approved by resolution of the board of directors.

- 2.2 Dues.** Annual dues shall be set by majority vote of the members and shall be based on resident Average Daily Membership (ADMr) as of December 31 of the preceding year as reported to the Oregon Department of Education. Dues shall be payable on July 1 of each year and shall become delinquent on September 1 of each year. Member status shall automatically terminate for members failing to pay dues by September 1 unless an extension is requested and granted by the board of directors.
- 2.3 Reserved Powers of the Members.** The following corporate actions require the consent and approval of the members:
- 2.3.1** Election and removal of directors;
- 2.3.2** Election and removal of the Legislative Policy Committee (“LPC”) members;
- 2.3.3** Approval of resolutions to effectuate any of the following:
- a) Adoption, amendment, or restatement of the articles of incorporation or bylaws;
 - b) Modification to the region descriptions set forth in Section 2.6.1; and the
 - c) Dissolution, merger, or the sale, pledge, or transfer of all or substantially all of the Association’s assets.
- 2.4 Voting Power.**
- 2.4.1** Election of Directors and LPC Members. For the purposes of nominating and electing directors and LPC members, each member shall have one vote.
- 2.4.2** Resolution. For the purposes of approving a resolution, each member shall have one vote on all resolutions except as follows:
- a) K-12 Local Districts with an ADMr between 15,600 and 23,400 shall have 2 votes.
 - b) K-12 Local Districts with an ADMr between 23,400.1 and 31,200 shall have 3 votes.
 - c) K-12 Local Districts with an ADMr between 31,200.1 and 39,000 shall have 4 votes.
 - d) K-12 Local Districts with an ADMr between 39,000.1 and above shall have 5 votes.
- 2.5 Process of Approval of Member Resolutions.**
- 2.5.1** Generally, members shall approve resolutions annually by ballot vote. Members or the board of directors may submit a resolution for member approval. Such resolutions shall be submitted to the board of directors no later than September 30th. The board of directors shall distribute all timely submitted resolutions, together with an official ballot, to the members no later than October 15. Members shall vote by ballot submitted to the board of directors no later than December 15.
- 2.5.2** The board of directors may call a special meeting of the members under Section 2.9, as necessary.
- 2.6 Regional Election of Directors and LPC Members**
- 2.6.1 Regional Voting.** For the purposes of nominating and electing the board of directors and LPC members, the Association members shall be organized into and represented by region:
- a. Eastern Region includes all of the members located in the counties of Baker, Grant, Malheur, Union, Wallowa, and Wheeler.

- b. Gorge Region includes all of the members located in the counties of Gilliam, Morrow, Sherman, Umatilla, and Wasco.
- c. Central Region includes all of the members located in the counties of Crook, Deschutes, and Jefferson.
- d. Southeast Region includes all of the members located in the counties of Harney, Klamath, and Lake.
- e. Southern Region includes all of the members located in the counties of Jackson and Josephine.
- f. Lane Region includes all of the members located in the county of Lane.
- g. Clackamas Region includes all of the members located in the county of Clackamas and Hood River.
- h. Douglas/South Coast Region includes all of the members located in the counties of Coos, Curry, and Douglas.
- i. Linn, Benton, Lincoln Region includes all of the members located in the counties of Benton, Lincoln, and Linn.
- j. Marion Region includes all of the members located in the county of Marion.
- k. Yamhill, Polk Region includes all of the members located in the counties of Polk and Yamhill.
- l. North Coast Region includes all of the members located in the counties of Clatsop, Columbia, and Tillamook.
- m. Washington Region includes all of the members located in the county of Washington.
- n. Multnomah Region includes all of the members located in the county of Multnomah.

Members shall be assigned to the region in which their main administrative office is located. If a member's district boundaries span more than one region, the member board must declare which region it intends to vote and shall vote only in that region.

2.6.2 Regional elections shall be taken by majority vote of the members within the region.

- 2.7 Modification of Regions.** A formal review of the regional organizations described in Section 2.6.1 shall be conducted by the board of directors at least every three years commencing with 2017. Any recommended changes to the regional organization shall be submitted to the members in the form of a resolution in accordance with the provisions of Section 2.11.
- 2.8 Annual Meetings.** An annual meeting of members shall be held in November of each year unless a different date or time is fixed by the board of directors and stated in the notice of the meeting. Failure to hold an annual meeting on the stated date shall not affect the validity of any corporate action. At the annual meeting, the president and secretary-treasurer of the board of directors, any other officer or person whom the president may designate, shall report on the state of the Association, the activities and financial condition of the Association.
- 2.9 Special Meetings.** A special meeting of members shall be held upon the call of the president or 25 percent of the board of directors. All members shall be officially notified of a special meeting by written notice, mailed via U.S. mail or electronic mail to all members at least 15 days prior to the date of the meeting. Such notice shall include a description of all agenda items and any matters to be voted upon by the members, the place and time of the meeting, and instructions describing the method by

which members can participate by telephone or video. Notice shall also comply with all procedures and include any information as required by ORS Chapter 192.

- 2.10 Telephonic/Video Meetings.** The board of directors may permit any member to participate in an annual or special meeting, or conduct the meetings through, use of any means of communication by which all persons participating may simultaneously hear each other during the meeting. A member participating in the meeting by this means is deemed to be present in person at the meeting.
- 2.11 Place of Meetings.** Meetings of the members shall be held at any place in or out of Oregon designated by the board of directors. If a meeting place is not designated by the board of directors, the meeting shall be held at the Association's principal office.
- 2.12 Action by Written Ballot.** Any action required or permitted to be taken at a members' meeting may be taken without a meeting if the Association delivers a written ballot to every member entitled to vote on the matter. A written ballot shall set forth each proposed action and provide an opportunity to vote for or against each proposed action. Approval by written ballot shall be valid only when the number of votes cast by ballot equals or exceeds a quorum of the members, and the number of approvals equals or exceeds the number of votes that would be required to approve the matter at a meeting at which the total number of votes cast is the same as the number of votes cast by ballot. A written ballot shall set forth each proposed action, indicate the number of responses needed to meet the quorum requirements, state the percentage of approvals necessary to approve each matter, and specify a reasonable time by which a ballot must be received by the Association in order to be counted. Once delivered, a written ballot may not be revoked.
- 2.13 Unanimous Written Consent.** Any action required or permitted to be taken at a members' meeting may be taken without a meeting if the action is taken by all members entitled to vote on the matter. The action shall be evidenced by one or more written consents describing the action taken, signed by each member, and included in the minutes or filed with the corporate records reflecting the action taken. Action taken under this section is effective when the last member entitled to vote on the matter signs the consent, unless the consent specifies an earlier or later effective date.
- 2.14 Quorum and Voting.** A quorum of the members shall consist of those votes represented at a meeting of the members. If a quorum is present when a vote is taken, the affirmative vote of a majority of the votes represented and voting when the action is taken is the act of the members except to the extent that the articles of incorporation, these bylaws, or applicable law require the vote of a greater number of members.

SECTION 3: DIRECTORS

- 3.1 Powers.** Except as provided under Section 2.2, all corporate powers shall be exercised by or under the authority of and the affairs of, are managed under the direction of a board of directors. The board of directors shall adopt policies defining specific obligations of the board of directors.
- 3.2 Qualifications.** Directors must serve on the board of a member of the Association.
- 3.3 Number.** The board of directors shall consist of not fewer than three (3) nor more than 23 persons. The number of directors may be fixed or changed periodically, within the minimum, and maximum by the members.
- 3.4 Term.** Directors shall take office on January 1 and shall serve for a term of two calendar years or until their successors are elected and qualified. Terms shall be staggered as per the election calendar.
 - 3.4.1** Directors who took office prior to January 1, 2018, and are re-elected may serve for any number of terms as long as they continuously remain members of the Board of Directors.

3.4.2 Directors taking office on or after January 1, 2018, may serve five (5) consecutive two (2) year terms and, if eligible, may rerun after a 2-year hiatus.

3.4.3 If a director serving as an officer requires additional time beyond the term limits outlined above, the term limits will be held in abeyance to allow the director to complete their term as past president.

3.5 Composition. Each region, as described under Section 2.6.1, shall elect one (1) director except as follows:

- a) Clackamas Region shall elect two (2) directors;
- b) Marion Region shall elect two (2) directors;
- c) Washington Region shall elect three (3) directors; and
- d) Multnomah Region shall elect three (3) directors.
- e) Provided, however, that if the president or immediate past president of the board of directors is a representative director from a region that elects only one (1) director, that region shall elect an additional director or directors to serve for the duration of the president and/or the immediate past president's term.

3.6 Regional Election. The nomination and election of directors shall be in accordance with the elections calendar adopted by the board. Each regional candidate for a director position shall be nominated by a member within the region by means of a nomination form. The board of directors shall distribute notice of position vacancies, candidate information packets, and official nomination forms to all incumbent directors and members in electing regions. To nominate a director candidate, one or more of the members in the region must timely submit to the board of directors a formal resolution or motion of the member and the completed nomination form(s). Nominations in regions where there is more than one open director position shall indicate the numbered position for which the nomination is being submitted. Each member in a region shall have one vote in the regional elections for the board of directors. The director candidate receiving a majority of the votes of the members shall be elected. In cases where there are more than two candidates nominated for any position, and none receives a majority of the votes cast, a second ballot shall be required between the two candidates receiving the highest number of votes; the one receiving a majority of the votes is elected.

3.7 Ex-Officio. The following individuals or their designee may serve as ex-officio nonvoting advisors to the board of directors:

- a) Any director of the National School Boards Association elected from Oregon;
- b) Any officer of the National School Boards Association, National School Boards Advocacy Committee, or an officer of the NSBA Pacific Region.
- c) The immediate past president of the Oregon Association of School Executives;
- d) The immediate past president of the Confederation of School Administrators;
- e) The board section president of the Oregon Association of Education Service Districts;
- f) The board section president of the Oregon Community College Association;
- g) The chair of the State Board of Education; and
- h) Any other person as the board of directors may appoint.

- 3.8 Vacancies.** In the event that any director position, other than the immediate past president, is vacant during the term of office, the remaining directors may appoint an interim director from the same region to serve until December 31 of the same year. If the board of directors cannot recruit a candidate from the region they may appoint a person from a contiguous region to serve as director representing the open region. An individual appointed as a director from a contiguous region is not eligible to serve as an officer of the Board. The members shall elect, using the procedures in Section 3.6, an interim director to serve from January 1 of the next year until the end of the remaining term.
- 3.9 Resignation.** A director may resign at any time by delivering written notice to the president or the secretary. A resignation is effective when notice is effective under ORS 65.034 unless the notice specifies a later effective date. Once delivered, a notice of resignation is irrevocable unless revocation is permitted by the board of directors.
- 3.10 Removal.** A director may be removed for cause by vote of two-thirds majority of the directors. A director may be removed with or without cause by a majority vote of the members who elected the director. The board may provide guidance or adopt and amend policies regarding what types of actions the board considers to be sufficient cause for removal.
- 3.11 Meetings.** An annual meeting of the board of directors shall be held immediately after, and at the same place as, the annual meeting of members. If the time and place of any other directors' meeting is regularly scheduled by the board of directors, the meeting is a regular meeting. All other meetings are special meetings. A special meeting of the board of directors may be called by the president or the president-elect or 20 percent of the board of directors. The board of directors may hold annual, regular or special meetings in or out of the State of Oregon.
- 3.12 Notice of Meetings.** All members shall be officially notified of a special meeting by written notice delivered personally, by telephone or electronic mail to all directors at least 48 hours prior to the date of the meeting. Such notice shall include a description of all agenda items and any matters to be voted upon by the directors, the place and time of the meeting, and instructions describing the method by which directors can participate by telephone or video. Notice shall also comply with all procedures and include any information as required by ORS Chapter 192.
- 3.13 Waiver of Notice.** A director may at any time waive any notice required by these bylaws. A director's attendance at or participation in a meeting waives any required notice to the director of the meeting unless the director, at the beginning of the meeting or promptly upon the director's arrival, objects to holding the meeting or transacting business at the meeting and does not thereafter vote for or assent to any action taken at the meeting. Except as provided in the preceding sentence, any waiver must be in writing, must be signed by the director entitled to the notice, must specify the meeting for which the notice is waived, and must be filed with the minutes or the corporate records.
- 3.14 Quorum and Voting.** A quorum of the board of directors shall consist of a majority of the number of directors in office immediately before the meeting begins. If a quorum is present when a vote is taken, the affirmative vote of a majority of the directors present when the action is taken is the act of the board of directors except to the extent that the articles of incorporation, these bylaws, or applicable law require the vote of a greater number of directors.
- 3.15 Presumption of Assent.** A director who is present at a meeting of the board of directors when corporate action is taken is deemed to have assented to the action taken unless:
- a) The director objects at the beginning of the meeting, or promptly upon the director's arrival, to holding the meeting or transacting the business at the meeting; and
 - b) The director's dissent from the action taken is entered in the minutes of the meeting.

- 3.16 Compensation.** Directors and members of committees may receive reimbursement of such expenses as may be determined by resolution or policy of the board of directors to be just and reasonable. Directors shall not otherwise be compensated for service in their capacity as directors.
- 3.17 Director Conflict of Interest.** The Association shall maintain a Conflict of Interest policy the terms of which comply with ORS 65.361 and ORS Chapter 244. The board of directors shall annually review and notify its members and directors of the current Conflict of Interest policy. Each director shall annually complete and return a Conflict of Interest statement.

SECTION 4: COMMITTEES

- 4.1 Standing Committees.** The board of directors shall maintain the standing committees described below:

- 4.1.1 Executive Committee.** The executive committee shall consist of five (5) officers of the board of directors: the president as chairman, the president-elect, the vice president, the secretary-treasurer and the immediate past president. The executive committee may act, pursuant to delegation of authority to such committee by the board of directors, in place and instead of the board of directors between board meetings on all matters except those specifically reserved to the board under the terms of the bylaws. Actions of the executive committee shall be reported to the board by mail, email or at the next board meeting.
- 4.1.2 Finance Committee.** The finance committee shall be appointed by the president and shall be composed of members from Oregon public school districts, education service districts, and community colleges with boards that meet all criteria to be Association voting members. The members shall include, but are not limited to, the Association secretary/treasurer and vice president, one Association board director from the PACE board, one district business official and one at-large board member. The finance committee shall operate within the guidelines of the corporation's investment policy and the Finance Committee Operating Manual.
- 4.1.3 Legislative Policy Committee.** The board of directors shall maintain a Legislative Policy Committee.
- a) **Purpose.** The LPC shall develop legislative policies which are recommended to and approved by the members as a resolution proposed by the board of directors and voted on by the membership in accordance with Section 2.4. The LPC also advises the executive director and staff during legislative sessions.
 - b) **Composition.** The LPC shall be composed of the voting members of the board of directors and the regional representatives elected under the procedures defined in 4.1.2c) and d). All committee members must be elected or appointed directors of a member. The vice president of the board shall chair the LPC.
 - c) **Nomination.** The board of directors shall cause the nomination form to be distributed to all members in eligible regions. A member may nominate a candidate to the LPC and shall do so by formal resolution of the member and timely submission of the nomination form(s) to the office of the Association. Nominations in regions where there is more than one representative position shall indicate the numbered position for which the nomination is being submitted. Nominations will be closed by a date identified in the elections calendar adopted by the board.
 - d) **Election.** Each LPC member shall be elected by majority of member boards of a region. Each region shall elect the number of LPC members as described in Section 3.5, without regard to Section d). Such elections shall be held using the procedures described in Section 3.6.

- e) **Term.** Each committee member shall take office on January 1 in even numbered years and serve for a term of two (2) years.
- f) **Vacancies.** In the event that there is a vacancy on the LPC, the board of directors may appoint an interim LPC member from the same region to fill the unexpired term of office. If the board of directors cannot recruit an LPC member from the region they may appoint a person from a contiguous region to serve to represent the open region to fill the unexpired term of office.

4.2 Other Board Committees. The board of directors may create one or more committees of the board of directors and appoint directors and representatives of members to serve on such committee. The creation of a committee and the appointment of directors and member representatives to the committee must be approved by a majority of all directors in office when the action is taken. The provisions of these bylaws governing meetings, action without meetings, notice and waiver of notice, and quorum and voting requirements of the board of directors shall apply to committees and their members as well. Committees of the board of directors may, to the extent specified by the board of directors, exercise the authority of the board of directors; provided, however, that no committee of the board of directors may:

- a) Authorize distributions, provided that this restriction does not apply to payment of value for property received or services performed or payment of benefits in furtherance of the Association's purposes;
- b) Approve or recommend dissolution, merger, or the sale, pledge, or transfer of all or substantially all of the Association's assets;
- c) Elect, appoint, or remove directors or fill vacancies on the board or on any of its committees; or
- d) Adopt, amend, or repeal the articles of incorporation or bylaws.

4.3 Administration. Each committee shall prepare minutes of each of its meetings, and such minutes shall be kept on file at the Association's principal office and made available on request to any member of the board of directors. Each committee shall also report on its activities at the regular meetings of the board of directors. Each committee shall comply with the public meetings laws requirements under ORS Chapter 192.

4.4 Advisory Committees. The board of directors may create one or more other committees. Members of these committees need not be members or directors, but at least one director shall serve on each such committee. These committees shall have no power to act on behalf of, or to exercise the authority of, the board of directors, but may make recommendations to the board of directors.

SECTION 5: OFFICERS OF THE BOARD OF DIRECTORS

- 5.1 Appointment.** The board of directors shall elect officers by majority vote at least 10 days prior to the November member meeting. In cases where there are more than two (2) candidates nominated for any position, and none receives a majority of the votes, a second ballot shall be required between the two candidates receiving the highest number of votes. The one receiving a majority of the votes is elected.
- 5.2 Designation.** The officers of the Association shall be a president, president-elect, past president, vice president, a secretary-treasurer, and such other officers as the board of directors may appoint.
- 5.3 Compensation and Term of Office.** Officer terms are one calendar year. No officer except the secretary-treasurer shall serve two consecutive terms in the same office unless the director completed a term for another officer who was unable to complete a term and is then voted into the same position the following year. The secretary-treasurer may serve up to two consecutive one-year terms.

Directors and members of committees may receive reimbursement of such expenses as may be determined by resolution of the board of directors to be just and reasonable. Directors shall not otherwise be compensated for service in their capacity as directors.

5.4 Removal and Resignation. Any officer may be removed, either with or without cause, at any time by action of the board of directors. An officer may resign at any time by delivering notice to the board of directors, the president, or the secretary-treasurer. A resignation is effective when the notice is effective under ORS 65.034 unless the notice specifies a later effective date. If a resignation is made effective at a later date and the Association accepts the later effective date, the board of directors may fill the pending vacancy before the effective date if the board of directors provides that the successor does not take office until the effective date. Once delivered, a notice of resignation is irrevocable unless revocation is permitted by the board of directors. No removal or resignation shall prejudice the rights of any party under a contract of employment.

5.5 Officers. The officers of the Association are as follows:

- 5.5.1 President:** The president shall preside at all member meetings of the Association and of the board of directors; shall appoint, committees subject to the approval of the board of directors; shall call all regular and special meetings as provided herein; shall be ex-officio voting member of all committees. The president shall automatically serve as immediate past president for the following term. The president serves for a term of one (1) calendar year.
- 5.5.2 President-elect:** In the absence of the president, the president-elect shall assume the powers and duties of the president, and when a vacancy occurs in the office of president, shall serve in that capacity for the remainder of the term. The president-elect shall automatically serve as president for the following term, even if required to fill an uncompleted term as president. In addition, the president-elect shall assume duties related to the oversight of Association member elections and resolutions processes and such other administrative duties as are assigned by the president. The president-elect serves for a term of one (1) calendar year.
- 5.5.3 Vice president:** In the absence of the president-elect shall assume the powers and duties of the president-elect. The vice president shall also serve as the chair of the LPC. The vice president serves for one (1) calendar year.
- 5.5.4 Secretary-treasurer:** The secretary-treasurer shall be responsible for keeping in a suitable minute book accurate minutes of all board of director meetings; shall carry on official correspondence of the Association; shall arrange for proper banking facilities; and shall receive, account for and disburse funds in a businesslike manner as provided for by the board of directors; shall see that the minutes of the previous meetings are read, and shall give an itemized and detailed report of the financial condition of the Association at each annual meeting and at such other times as may be required by the board of directors. Such duties of the secretary-treasurer as may be specified by the board of directors may be delegated to the executive director or a designated member of the staff. The secretary-treasurer serves for a term of one (1) calendar year.
- 5.5.5 Immediate past president:** The immediate past president shall advise and counsel with other officers. The immediate past president chairs the officer succession planning process. The past president serves for one (1) calendar year.
- 5.5.6 Assistants:** The board of directors may appoint or authorize the appointment of an assistant to the secretary-treasurer. Such assistant may exercise the powers of the secretary-treasurer, as the case may be, and shall perform such duties as are prescribed by the board of directors.

SECTION 6: NONDISCRIMINATION

The Association shall not discriminate in providing services, hiring employees, or otherwise, upon the basis of gender, race, creed, marital status, sexual orientation, religion, color, age, or national origin.

SECTION 7: GENERAL PROVISIONS

7.1 Amendment of Bylaw.

7.1.1 Amendments to the bylaws may be initiated by the board of directors or submitted by a member to the board of directors. Amendments must be approved by a vote of two-thirds majority of the members at any regular or special meeting. The board of directors shall provide written notice to the members containing a statement that the members will be asked to approve the amendment and a copy of the proposed amended bylaws. Such notice shall be provided by US mail or email at least 15 days prior to the member meeting at which the vote will take place.

7.1.2 Whenever an amendment or new bylaw is adopted, it shall be copied in the minute book with the original bylaws in the appropriate place. If any bylaw is repealed, the fact of repeal and the date on which the repeal occurred shall be stated in such book and place.

7.2 Inspection of Books and Records. All books, records, and accounts of the Association shall be open to inspection by the directors in the manner and to the extent required by law.

7.3 Checks, Drafts, Etc. All checks, drafts, and other orders for payment of money, notes, or other evidences of indebtedness issued in the name of or payable to the Association shall be signed or endorsed by such person or persons and in such manner as shall be determined by resolution of the board of directors.

7.4 Deposits. All funds of the Association not otherwise employed shall be deposited to the credit of the Association in those banks, trust companies or other depositories as the board of directors or officers of the Association designated by the board of directors select, or be invested as authorized by the board of directors.

7.5 Loans or Guarantees. The Association shall not borrow money and no evidence of indebtedness shall be issued in its name unless authorized by the board of directors. This authority may be general or confined to specific instances. Except as explicitly permitted by ORS 65.364, the Association shall not make a loan, guarantee an obligation or modify a pre-existing loan or guarantee to or for the benefit of a director or officer of the Association.

7.6 Execution of Documents. The board of directors may, except as otherwise provided in these bylaws, authorize any officer or agent to enter into any contract or execute any instrument in the name of and on behalf of the Association. Such authority may be general or confined to specific instances. Unless so authorized by the board of directors, no officer, agent, or employee shall have any power or authority to bind the Association by any contract or engagement, or to pledge its credit, or to render it liable for any purpose or for any amount.

7.7 Insurance. The Association may purchase and maintain insurance on behalf of an individual against liability asserted against or incurred by the individual who is or was a director, officer, employee, or agent of the Association, or who, while a director, officer, employee, or agent of the Association, is or was serving at the request of the Association as a director, officer, partner, trustee, employee, or agent of another foreign or domestic business or nonprofit corporation, partnership, joint venture, trust, employee benefit plan, or other enterprise; provided, however, that the Association may not purchase or maintain such insurance to indemnify any director, officer, or agent of the Association in connection with any proceeding charging improper personal benefit to the director, officer, or agent in which the

director, officer, or agent was adjudged liable on the basis that personal benefit was improperly received by the director, officer, or agent.

7.8 Fiscal Year. The fiscal year of the Association shall begin on the first day of July 1 and end on the last day of June in each year.

7.9 Severability. A determination that any provision of these bylaws is for any reason inapplicable, invalid, illegal or otherwise ineffective shall not affect or invalidate any other provision of these bylaws.

* * * * *

The foregoing bylaws were duly adopted by the Board of Directors of Oregon School Boards Association on September 15, 2017 and approved by the membership on (insert date election closes).

Betty Reynolds, President

Date

RESOLUTION: #17-18.023

DATE: DECEMBER 11, 2017

BANKING SERVICES

RELEVANT DATA:

This RFP was advertised in the Daily Journal of Commerce and posted on the Oregon Procurement Network (ORPIN) web site. Request for proposal availability notification was distributed to fourteen (14) firms on the current vendors list. Four (4) proposal responses were received.

This contract provides "Banking Services" to include at a minimum the following services:

- Full-service banking institution
- Ability to provide direct access to the Fed Wire System for wire transfer activity
- Active member of the Oregon Automated Clearing House Association
- Insured by the Federal Deposit Insurance Corporation (FDIC)
- Provide all the services sought by the District
- Have established offices in the Eugene/Springfield, Oregon area.
- Agree to assign experienced staff, who are dedicated to servicing our accounts
- Be sufficiently capitalized to accommodate cash/investment management needs.
- Submit call reports each quarter and audited financial statements annually for the bank itself, and audited financial statements annually for a holding company if the bank is part of a holding company
- Local government client references including number of years with the bank
- Inclusion on the list of qualified depositories found on the Oregon State Treasurer's website, and must notify the District in writing immediately upon any requirement by the State Treasurer of Oregon to increase the level of collateral to 110% (ORS 295.018)

This is a three-year contract, with annual options to renew after the initial three-year term.

Board Member Emilio Hernandez reviewed the proposal response, evaluation team proposal scoring and contract award recommendation. Brett Yancey will be available to answer questions.

RECOMMENDATION:

It is recommended that the Board of Directors approve the award of a contract for banking services to Banner Bank of Eugene.

SUBMITTED BY:

Brett Yancey
Chief Operations Officer

RECOMMENDED BY:

Susan Rieke-Smith, Ed.D.
Superintendent