

Comprehensive Annual Financial Report
FOR THE YEAR ENDED JUNE 30, 2020



INSPIRE AND EMPOWER

◊ EACH STUDENT ◊

Gresham-Barlow School District 10JT • GRESHAM, OREGON
Serving the Communities of Boring, Damascus, Gresham and Orient in Multnomah and Clackamas Counties

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
Gresham, Oregon

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Prepared by:
Business Office:

Jordan Ely, Chief Financial Officer

Elaine Fagan, Director of Accounting

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
TABLE OF CONTENTS**

INTRODUCTORY SECTION

Page

Letter of Transmittal	i
2020-2021 Organizational Chart	vi
Certificate of Achievement for Excellence in Financial Reporting	vii
Certificate of Excellence in Financial Reporting	viii
Elected and Appointed Officials	ix

FINANCIAL SECTION

Independent Auditors' Report.....	1
-----------------------------------	---

REQUIRED SUPPLEMENTARY INFORMATION

Management's Discussion and Analysis	3
--	---

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements:	
Statement of Net Position.....	11
Statement of Activities.....	12
Fund Financial Statements:	
Balance Sheet – Governmental Funds	13
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position.....	14
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds.....	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities	16
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
General Fund	17
Federal Grant Fund (Special Revenue Fund)	18
Fiduciary Financial Statements	
Statement of Fiduciary Net Position	19
Statement of Changes in Fiduciary Net Position	20
Notes to the Basic Financial Statements.....	21

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of District's Proportionate Share of the Net Pension Liability – PERS	51
Schedule of District's Contributions – PERS	51
Schedule of District's Proportionate Share of Other Post-Employment Benefits - RHIA	52
Schedule of District's Contributions.- RHIA	52
Schedule of Change in the District's Net Pension Liability and Related Ratios	
Early Retirement Program - Stipends	53
Schedule of Employer Contributions - Early Retirement Program – Stipends	54
Schedule of Change in the District's Net OPEB Liability and Related Ratios	
Other Post Employment Benefits – Health Care	55
Schedule of Employer Contributions – Other Post Employment Benefits – Health Care.....	56

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
TABLE OF CONTENTS (Continued)**

FINANCIAL SECTION (Continued)

Page

SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Capital Projects Fund	57
Debt Service Fund	58
Non-Major Governmental Funds Combining Statements:	
Combining Balance Sheet	59
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	60
Pension Trust Funds Combining Statements:	
Combining Balance Sheet	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	62
Detail Budget Reports:	
Schedule of Detailed Revenues – Budget and Actual – General Fund	63
Schedule of Detailed Expenditures – Budget and Actual – General Fund	64-65
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual - Federal Grant Fund	66
Schedule of Detailed Expenditures – Budget and Actual – Federal Grant Fund	67
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Capital Projects Fund	68
Schedule of Detailed Expenditures – Budget and Actual – Capital Projects Funds	69
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Debt Service Fund	70
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Nutrition Service Fund	71
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
State and Other Grant Fund	72
Schedule of Detailed Expenditures – Budget and Actual – State and Other Grant Fund	73
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Other Special Revenue Fund	74
Schedule of Detailed Expenditures – Budget and Actual – Other Special Revenue Fund	75
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Early Retirement Fund	76
Post Retirement Fund	77
Agency Fund -- Statement of Changes in Assets and Liabilities	78
Schedule of Bond Redemption and Interest Requirements	79
Schedule of Property Tax Transactions	80

OTHER INFORMATION

Comparative Schedule of Student Activity Funds by School	81
Supplemental Information as Required by the Department of Education	82
Supplemental Information as Required by the Oregon State Department of Education	
Schedule of Revenues	83
Supplemental Information as Required by the Oregon State Department of Education	
Schedule of Special Revenue Fund Expenditures	84

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
TABLE OF CONTENTS (Continued)**

Page

STATISTICAL SECTION

Net Position by Component.....	85
Changes in Net Position.....	86
Fund Balances, Governmental Funds.....	87
Changes in Fund Balances.....	88
Assessed Value and Actual Value of Taxable Property.....	89
Largest Taxpayers Within District.....	90
Largest Taxpayers Within Multnomah County.....	91
Property Tax Rates – Direct and Overlapping Governments.....	92
Property Tax Levies and Collection.....	93
Ratios of General Bonded Debt Outstanding and Legal Debt Margin.....	94
Direct and Overlapping Gross Bonded Debt.....	95
Demographic and Economic Statistics.....	96
Principal Employers.....	97
Full-Time Equivalent District Employees by Function.....	98
Licensed Professional Salary Plan.....	99
Operating Statistics.....	100
Capital Asset Information.....	101

AUDIT COMMENTS AND DISCLOSURES

Independent Auditors' Report Required by Oregon State Regulations.....	102
--	-----

SINGLE AUDIT SECTION

Schedule of Expenditures of Federal Awards (Supplementary Information).....	104
--	-----

REPORTS ON LEGAL AND OTHER REGULATORY COMPLIANCE

Independent Auditors' Report on Compliance and 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.....	106
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133.....	108
Schedule of Findings and Questioned Costs.....	110

This page is intentionally left blank

INTRODUCTORY SECTION

This page is intentionally left blank



Dr. A. Katrise Perera, Superintendent

Gresham-Barlow School District No. 10Jt

1331 NW Eastman Parkway, Gresham, OR 97030-3825
#TeamGBSD #BuildGBSD

Phone 503.261.4567
Fax 503.261.4552

December 3, 2020

Board of Education and Citizens
Gresham-Barlow School District 10JT
1331 NW Eastman Parkway
Gresham, OR 97030

In accordance with the provisions of Oregon Revised Statutes Sections 297.405 through 297.555, known as Municipal Audit Law, submitted herewith is the Comprehensive Annual Financial Report (CAFR) of Gresham-Barlow School District 10JT, Multnomah and Clackamas counties, Oregon for the year ended June 30, 2020.

This report was prepared by the Business Office of Gresham-Barlow School District 10JT. The responsibility for the completeness, fairness, and accuracy of the data presented and all accompanying disclosures rests with the District. To provide a reasonable basis for making these representations, the District's management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

INDEPENDENT AUDIT

The District's financial statements have been audited by Pauly, Rogers and Co., P. C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the District for the fiscal year ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall basic financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2020, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the Financial Section of this report, beginning on page 1.

The independent audit of the District's basic financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special requirements of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the basic financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Single Audit Section of this report, beginning on page 104.

Management's Discussion and Analysis

GAAP requires 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's MD&A can be found immediately following the report of the independent auditors, beginning on page 3.

THE DISTRICT

Gresham-Barlow School District 10JT is a unified District, established June 1, 1994, which includes the former Gresham Grade (established in 1884), Orient (established in 1853), Damascus Union (established in 1876), Barlow-Gresham Union High (established in 1902) School Districts, and that portion of Boring School District which was served by the Union High School District prior to unification. The Barlow-Gresham Union High School District Board of Directors remained the governing Board and the policies of the high school district remained intact. The District was given a new name and the Board of Directors was increased from a five-member Board to a seven-member Board.

The District is one of the ten largest districts in the State of Oregon. The District covers approximately 54 square miles serving the communities of Boring, Damascus, Gresham and Orient located in Multnomah and Clackamas Counties. The District area population is approximately 80,000. The District enrollment boundaries include part of the City of Gresham, located in east Multnomah County approximately 12 miles east of Portland; it is the second largest city within the Portland metropolitan area and the fourth largest city in Oregon.

The District serves over 10,000 students in kindergarten through grade twelve, and presently operates ten elementary schools, four middle schools, one K-8 and three high schools.

Seven Board members are elected, four to zoned positions and three at large from within the District, to four-year terms. The Board of Directors is the governing body and is exclusively responsible for its public decisions. The Board of Directors establishes the policies of the District, appoints the management of the District and is accountable for all fiscal matters, which significantly influence operations. The Board of Directors, together with seven appointed citizens, comprises the fourteen-member Budget Committee. In addition, citizens take an active role in the District's schools through volunteer programs, advisory boards, site committees and parent groups.

The District is a fiscally independent taxing entity and is not a component of Multnomah or Clackamas Counties or any other government. As required by accounting principles generally accepted in the United States of America, all significant activities and organizations have been included in the financial statements.

Oregon statute provides state funding for charter schools that flows through the district for schools that local boards of education have granted a charter. The District has granted charters to three schools in operation during the 2019-20 fiscal year; Gresham Arthur Academy, Lewis and Clark Montessori and Metro East Web Academy. The Center for Advanced Learning (CAL), a charter school, is reported by the District as a joint venture as described in notes to the financial statements (Note 13).

APPROPRIATIONS AND BUDGETARY CONTROLS

The Board is required by the State of Oregon to adopt an annual budget for all funds subject to the requirements of Local Budget Law as outlined in the Oregon Revised Statutes 294.305 through 294.565, inclusive, by no later than the close of the fiscal year. The District's budget is governed by the Oregon Department of Revenue to ensure that the District remains in compliance with Oregon Budget Law. The annual budget serves as a management tool to enhance performance efficiency and effectiveness, a financial system to account for revenues and expenditures, and a control mechanism to ensure public money is spent as it is authorized. The budget also provides the authority to levy property taxes.

Consistent with Oregon law, expenditures are appropriated for each legally adopted annual operating budget at the following levels of control: Instruction, Support Services, Community Services, Facilities acquisition and construction, Debt Service, Operating Contingencies/Fund Transfers.

Budgetary appropriations may not be legally over-expended except in the case of reimbursable grant expenditures and trust monies which could not be reasonably estimated at the time the budget was adopted. After the original budget is adopted, the Board may approve appropriation transfers between levels of control. The Board may approve supplemental appropriations if any occurrence, condition or need exists which had not been anticipated at the time the budget was adopted through procedures specified in State statute and Board policy.

ECONOMIC CONDITION AND LONG-TERM FINANCIAL PLANNING

The 2019-20 fiscal year experienced a global recession, which continues as of the date of this writing. However, The Office of Economic Analysis (OEA) reported in September 2020 that Oregon continues to see healthy rates of growth when it comes to both payroll and corporate taxes. This is despite the fact that Oregon "remains in a Great Recession-sized hole."¹ Low-income houses have borne the brunt of losses throughout the 2020 COVID-19 pandemic, resulting in minimal losses to State tax collections. Moreover, the housing market

remains strong, and property tax collections have not yet been impacted. These conditions result in expected stability of funding for the primary sources impacting the district's major funds. Local sources of revenue related to student activities (participation fees, admissions, etc.) are expected to fall substantially below budgeted figures as school closures persist into the 2020-21 fiscal year. Staff do not expect these to be long-term losses, however. Rather, revenues should return to pre-COVID levels as soon as the district can reopen its schools and activities.

Current forecasts from the Oregon OEA predict the addition of \$1.7 billion in revenues available for the 2021-23 biennium, thus improving the long-term economic outlook. Economists warned, however, that forecasts are not yet reliable and that the economic recovery depth and duration will be clearer in March of 2021.

The State of Oregon currently administers two general reserve accounts, the Oregon Rainy Day Fund (ORDF) and the Education Stability Fund 14 (ESF). As of this forecast the two reserve funds currently total a combined \$1.61 billion and are projected to end the 2019-21 biennium with \$1.38 billion.

District enrollment has seen a slight decline over the last 10 years; enrollment has decreased from 12,601 in 2010/11 to 11,445 in 2019/20. In August of 2019, the District completed a demographic and geographic analysis to assist the district in understanding enrollment trends and forecast future enrollment. As a result of this analysis, the District expects enrollment to be relatively flat in the coming years. The average population growth of Gresham (all ages) is expected to be between 1.0% and 1.2%. A significant share of this growth is for new multi-family developments in Historic Downtown Gresham with a large percent of studio and 1-bedroom units. The student generation from these developments will likely be low compared to more family-oriented multi-family developments.

Over the past five years, due to budget constraints, the District has engaged the community in prioritizing the areas where reductions were made. Difficult reductions were made in some years with the basic premise in mind; preserve the core. With an increase in available revenue for the 2017-2019 and 2019-2021 bienniums, we were able to maintain staffing and provide a full school year. The 2020-2021 budget anticipates modest improvement in staffing ratios, supplies and material allocations.

In November 2016, the voters of Gresham-Barlow School District approved a capital construction bond in the amount of \$291.17 million. Additionally, the state of Oregon awarded the school district a capital construction grant of \$8 million. This grant was only available upon successful passage of the bond measure. School bond projects will increase student and staff safety, improve access to modern technology, and address overcrowding through upgrades and updates made to schools and classrooms throughout the district. As the average age of the District's buildings is in excess of 50 years, funds will also be used to rebuild and make extensive renovations to facilities throughout the District. As of September 2020, the District has renovated 7 schools (280 classrooms), upgraded playgrounds at the elementary schools and has increased security and technology district wide. Renovations will continue on the two high schools, middle schools and the remaining elementary schools over the next 12 months.

MAJOR INITIATIVES AND RELEVANT FINANCIAL POLICIES

Gresham-Barlow is one of the largest school districts in the state, with a student population of more than 11,000, and speaking more than 50 languages. At the beginning of the 2018-19 school year, the school board in participation with the District's Leadership Team, developed a new mission and vision statement.

New District mission: "Inspire and empower each student"

New District vision: "Culturally responsive graduates who will thrive in an ever-changing global community"

As part of the District's strategic planning, District goals were established:

Be the District of choice by:

- Providing effective, high quality instruction to each student in our district.
- Providing a physically and emotionally safe and culturally responsive learning environment that gives students and families voice.
- Prudent use of resources that uses and equity lens in decision making

As we look forward and discuss financial and economic difficulties and uncertainties, it is important to recognize our pride in recent accomplishments and our commitment to students, staff and patrons. Listed below are just a few of the recent accomplishments in our District:

- In 2016 the Gresham-Barlow School District successfully passed a \$291 million bond measure for capital projects, safety and technology. During the 2017-18 school year construction work on various bond projects began. The school bond is positively impacting every school in the district. The Bond's four large projects include substantial renovation of Gresham High School and Sam Barlow High School, and replacement schools for East Gresham and North Gresham Elementary.
- In 2019-2020 Gresham-Barlow students and staff received the following awards:
 - Gresham-Barlow School District received Recycle of the Year, Youth Education Award from the Association of Oregon Recyclers.
 - Gresham-Barlow School District received several awards from the National School Public Relations Association for The Insider, the Bond website and social media publications. This contest recognizes outstanding education publications from across the country.
 - Dexter McCarty Middle School Assistant Principal, Amy Nimz was named the 2020 Assistant Principal of the year by the Oregon Association of Secondary School Administrators (OASSA) and the Confederation of Oregon School Administrators (COSA).
 - Principal Bruce Schmidt at Sam Barlow High School was named the 2020 Oregon Music Educators Association (OMEA) Outstanding Administrator.
 - Individual State and local championships or equivalent in water polo, band and choir and racquetball.
 - The Gresham-Barlow School District has received the U.S. Environmental Protection Agency (EPA) Energy Star Partner of the Year – Sustained Excellence Award for its continued leadership in protecting our environment through energy efficiency. The District has received this award 11 times since 2005 and is recognized for winning this award more times than any other district in the country. In 2019 and 2020 the District did not receive the award due to the number of active construction projects but will continue to pursue in future years.
- The District was awarded the following grants:
 - The Oregon Department of Education (ODE) awarded the Gresham-Barlow School District \$1,277,455 in a facilities grant to furnish and equip newly built school buildings and additions to existing schools.
 - Digital Promise Global in partnership with Verizon awarded a grant to specific middle school programs to create innovative learning environments by providing tablets, laptops, and other technology to each student in the program and the resources, data, and in-person IT support to facilitate research and learning at home and at school, including \$78,000 in direct grant support plus over \$400,000 in donated products.
 - Mt Hood Cable Regulatory Commission awarded the Gresham-Barlow School District a \$706,788 grant over three years to enable embedding technology to enhance engagement and learning in Middle School Math to provide intensive targeted support for increasing student achievement in mathematics.
 - The ODE has awarded the District the Carl D. Perkins Career and Technical Education Act Grant of \$132,305 which helps develop more fully the academic, career, and technical skills of secondary students who elect to enroll in career and technical education programs.
 - The ODE has awarded the District the Title XX Youth Development Division Grant of \$200,000 for the 19/20 and 20/21 fiscal years. The program supports prevention and intervention services for youth who are disconnected from or at risk of disconnecting from school and work. Services address risk factors that if left unaddressed could lead to more costly outcomes for the community.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Gresham-Barlow School District 10JT for its Comprehensive Annual Financial Report for a number of years. In order to be awarded a Certificate of Achievement, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the Association of School Business Officials International (ASBO) awarded its Certificate of Excellence in Financial Reporting to Gresham-Barlow School District 10JT for its Comprehensive Annual Financial Report for the year ended June 30, 2019. This was the 26th consecutive year that the District has received this prestigious award.

Receiving this Award is recognition that the District has met the highest standards of excellence in school financial reporting as adopted by ASBO. The District believes that the current Comprehensive Annual Financial Report, which will be submitted to ASBO for review, will also conform to these standards.

ACKNOWLEDGMENTS

We wish to express our appreciation to the entire Business Office staff and members of other District departments who assisted in the preparation of this Comprehensive Annual Financial Report. We also wish to extend our appreciation to the members of the Board of Directors, the administrators, managers and employees of the District and citizens for their continued support and dedication to the financial operations of the District.



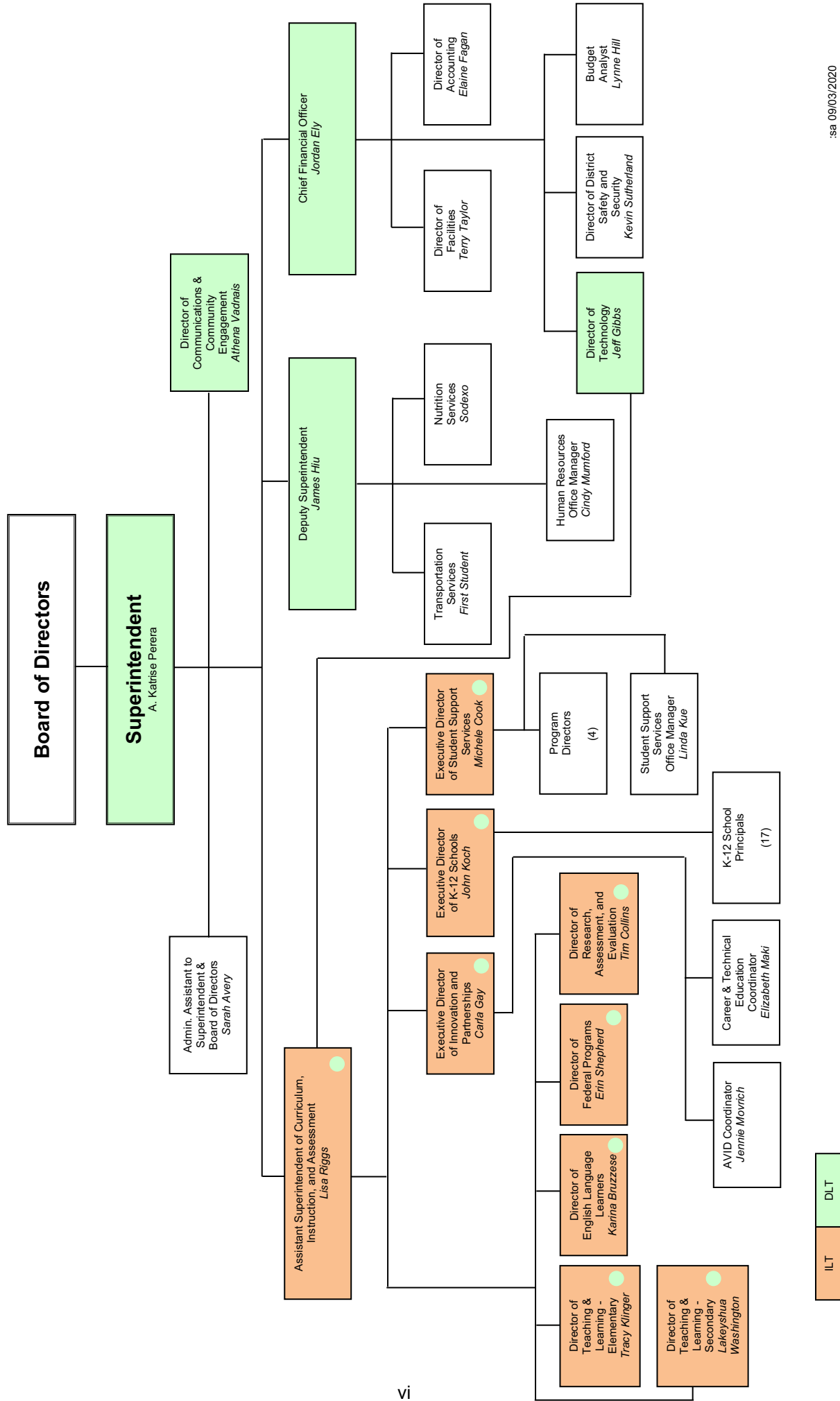
Dr. A. Katrise Perera
Superintendent



Jordan Ely
Chief Finance Officer



Elaine Fagan
Director of Accounting





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Gresham-Barlow School District No. 10JT
Oregon**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Gresham-Barlow School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'. The signature is written in a cursive style and is positioned above a horizontal line.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'. The signature is written in a cursive style and is positioned above a horizontal line.

David J. Lewis
Executive Director

**Elected and Appointed Officials
Gresham-Barlow School District 10JT
Gresham, Oregon**

School Board as of June 30, 2020

Name	Zone	Term Expires
Blake Peterson, Chair petersen21@gresham.k12.or.us	Zone 4	June 30, 2021
Myrna Gomez, Vice Chair gomez87@gresham.k12.or.us	At-Large	June 30, 2021
Amanda Orozco-Beach orozco25@gresham.k12.or.us	At-Large	June 30, 2023
Carla Piluso piluso2@gresham.k12.or.us	At-Large	June 30, 2021
Kris Howatt howatt3@gresham.k12.or.us	Zone 3	June 30, 2023
Matt O'Connell oconnell5@gresham.k12.or.us	Zone 2	June 30, 2021

Dr. A. Katrise Perera
Jordan Ely
Elaine Fagan

Superintendent and District Clerk
Chief Financial Officer and Deputy Clerk
Accounting Director

Administrative Office:

1331 NW Eastman Parkway
Gresham, OR 97030-3825

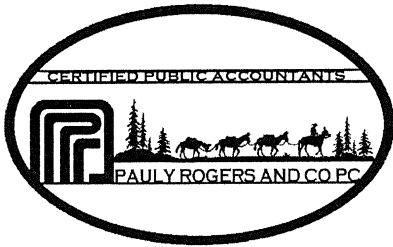
This page is intentionally left blank

FINANCIAL SECTION

This page is intentionally left blank

INDEPENDENT AUDITORS' REPORT

This page is intentionally left blank



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

INDEPENDENT AUDITORS' REPORT

December 3, 2020

To the Board of Directors
Gresham-Barlow School District
Gresham, Oregon

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, fiduciary funds, and the aggregate remaining fund information of Gresham-Barlow School District (the District), as of and for the year ended June 30, 2020, 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 basic 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 basic 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 basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the basic 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 basic financial statements.

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

Opinion

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, fiduciary funds, and the aggregate remaining fund information of Gresham-Barlow School District as of June 30, 2020, and the respective changes in financial position and budgetary comparisons for the general fund and federal grant fund, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic

financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the management's discussion and analysis or the Schedules of Net Pension Liability or Contributions for PERS or the Schedules of Change in the District's Net OPEB Liabilities and related ratios or contributions for OPEBs, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance on them.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by 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 and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

The introductory, other information and statistical sections, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Report on Other Legal and Regulatory Requirements

In accordance with Government Auditing Standards, we have also issued our reports dated December 3, 2020 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of the reports are to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. The reports are an integral part of an audit performed in accordance with Government Auditing Standards in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 3, 2020, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



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

MANAGEMENT'S DISCUSSION AND ANALYSIS

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020**

As management of Gresham-Barlow School District 10JT (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Transmittal Letter, which can be found on pages i – v of this report.

FINANCIAL HIGHLIGHTS

- In the government-wide statements, the liabilities and deferred inflows of resources of the District exceed its assets and deferred outflows of resources at June 30, 2020 by \$22.86 million.
- The District's total net position decreased by \$6.26 million for the year, a 38% decrease in the District's financial position as compared to the prior year restated net position.
- The District's governmental funds report combined ending fund balance of approximately \$69.2 million, a decrease of \$88.8 million in comparison with the prior year. Of this amount, approximately \$20.9 million (30%) is unassigned and available for appropriation at the District's discretion. The remaining fund balances are either non-spendable, restricted or committed: \$40.2 million for capital projects, \$3.4 million for future PERS rate increases, \$1.7 million for student activity groups, \$1.2 million for nutrition services, \$1 million for debt service, \$5 million for prepaid expenses and the balance of \$3 million to other purposes.
- At the end of the current fiscal year, the General Fund unrestricted fund balance (the total of the committed, assigned and unassigned components of the fund balance) for the General Fund was \$21.39 million, or about 16.4% of total General Fund revenue.
- Total cost of all the District's programs was \$184.3 million for the fiscal year, an increase of \$23.9 million (14.9 percent) from the prior year.
- The District's total outstanding long-term debt decreased \$11.9 million (2.6 percent) during the 2019-20 fiscal year due debt service payments and amortization of premiums and discounts.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

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 at year-end. 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 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 and earned but unused vacation leave).

In the government-wide financial statements, the District's activities are shown in one category as *Governmental activities*. Most of the District's basic functions are shown here, such as regular and special education, child nutrition services, transportation, administration, and facilities acquisition and construction. These activities are primarily financed through property taxes, Oregon's State School Fund and other intergovernmental revenues.

The government-wide financial statements can be found on pages 11 and 12 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. The Gresham-Barlow School District, 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 fiduciary funds.

Governmental funds - The *governmental funds* are used to account for essentially the same functions 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 government's near-term financing decisions. Both the governmental fund Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are reconciled to the government-wide Statements of Net Position and Activities

The District maintains seven individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General, Federal Grant Fund and Capital Projects Fund, which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided as Supplemental Information.

The basic governmental fund financial statements can be found on pages 13 and 15 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 statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is the same as the government-wide financial statements, only in more detail.

The basic fiduciary fund financial statements can be found on pages 19-20 of this report.

Notes to the basic financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 21-50 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's progress in funding its obligation to provide pension and other post employment benefits to its employees. Required Supplementary Information can be found on pages 51-56 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented as Supplementary Information on pages 57-62 of this report.

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 and deferred inflows of resources exceeded assets and deferred outflows of resources by approximately \$22.86 million at June 30, 2020.

Capital assets, which consist of the District's land, buildings, building improvements, construction in progress, vehicles, and equipment, represent about 73.2 percent of total assets. The remaining assets consist mainly of cash, investments, grant and property taxes receivable, equity in CAL, the district's proportionate share of OBEB assets and a deferred outflow of resources.

The District's largest liability (70 percent) is for the repayment of long-term debt and obligations including post-employment benefit obligations, repayment of general obligation bonds, PERS and full faith and credit obligation bonds. Current liabilities, representing about 7.5 percent of the District's total liabilities, consist of debt obligations due within one year, payables on accounts and payroll liabilities.

A portion of the District's net position reflects its investment in capital assets (e.g. land, buildings, vehicles, equipment), less 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.

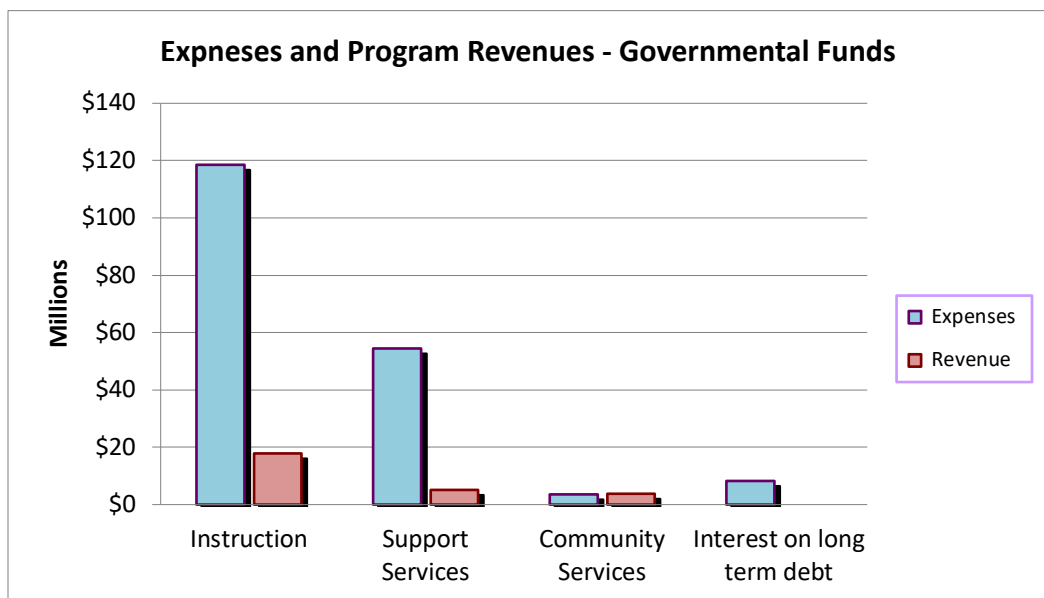
Net Position at June 30, 2020 and 2019			
(in thousands)			
	Governmental Activities		Increase
	2020	2019	(Decrease)
Current and other assets	\$ 95,229	\$ 197,414	\$ (102,185)
Pension and OPEB assets	1,079	652	427
Capital assets	345,990	264,151	81,839
Total assets	<u>442,298</u>	<u>462,217</u>	<u>(19,919)</u>
Deferred Outflow of Resources	<u>30,354</u>	<u>34,731</u>	<u>(4,377)</u>
Current liabilities	37,184	47,659	(10,475)
Non-Current liabilities	347,125	361,811	(14,686)
Pension and OPEB Obligations	<u>98,558</u>	<u>95,859</u>	<u>2,699</u>
Total liabilities	<u>482,867</u>	<u>505,329</u>	<u>(22,462)</u>
Deferred Inflow of Resources			
Pension related deferred inflows	<u>12,645</u>	<u>8,218</u>	<u>4,427</u>
Net position:			
Net investment in capital assets	63,940	65,058	(1,118)
Restricted	43,346	136,745	(93,399)
Unrestricted	<u>(130,146)</u>	<u>(218,402)</u>	<u>88,256</u>
Total net position	<u>\$ (22,860)</u>	<u>\$ (16,599)</u>	<u>\$ (6,261)</u>

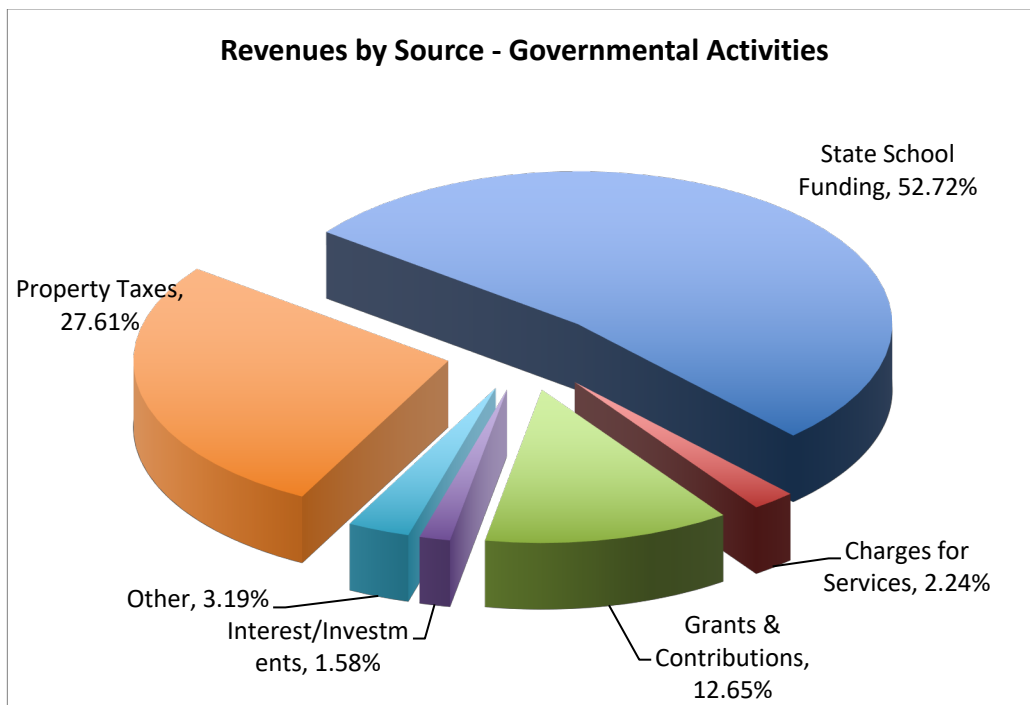
During the current fiscal year, the District's overall financial position changed as indicated by a decrease of \$6.26 million in net position. The District's investment in capital assets net of related debt decreased by \$1.1 million primarily due to capital project expenses that do not meet the capitalization threshold and current depreciation. Restricted net position decreased by \$93.4 million primarily due to a decrease in ending fund balance for Capital Projects.

Governmental activities. The key elements of the change in the District's net position for the year ended June 30, 2020 are as follows:

- Total revenues increased by approximately \$10.46 million, mainly due to an increase in the State School Fund general support of approximately \$5.26 million, an increase in property taxes of approximately \$1.56 million, a decrease in earnings on investments of approximately \$2.9 million, an increase in capital grants and contributions of approximately \$9.84 million offset by a decrease in operating grants of approximately \$2.1 million and a decrease of \$0.9 million in charges for services.
- Governmental program expenses increased by about \$23.88 million. This was primarily due to a change in capital asset additions, disposals and depreciation of \$21.36 in comparison from the prior year, an increase in net pension and OPEB expenses for approximately \$1.69 million

Changes in Net Position			
For the year ended June 30, 2020 and 2019			
(in thousands)			
	2020	2019	Increase (Decrease)
Revenues:			
Program revenues:			
Charges for service	\$ 3,981	\$ 4,882	\$ (901)
Operating grants and contributions	12,606	14,695	(2,089)
Capital grants and contributions	9,922	81	9,841
General revenues:			
Property taxes	49,162	47,601	1,561
State school fund – general support	93,871	88,606	5,265
Other federal, state and local sources	5,080	5,559	(479)
Earnings on investments	2,816	5,737	(2,921)
Other	607	420	187
Total revenues	<u>178,045</u>	<u>167,581</u>	<u>10,464</u>
Expenses:			
Instruction	118,221	94,847	23,374
Support services	54,350	53,082	1,268
Enterprise and community services	3,503	4,691	(1,188)
Facilities acquisition and construction	0	0	0
Interest on long-term debt	8,232	7,809	423
Total expenses	<u>184,306</u>	<u>160,429</u>	<u>23,877</u>
Increase (decrease) in net position	(6,261)	7,152	(13,413)
Net position – July 1 (Restated)	(16,599)	(23,751)	7,152
Net position – June 30	<u>\$ (22,860)</u>	<u>\$ (16,599)</u>	<u>\$ (6,261)</u>





FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's governmental funds is to provide information 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 balance* 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, 2020, the District's governmental funds reported combined ending fund balances of \$69.2 million, a decrease of approximately \$89 million in comparison with the prior year primarily due to a reduction in the capital projects fund (\$93.6 million) related to construction projects occurring within the district. Approximately \$42.76 million (62 percent) of the ending fund balance constitutes non-spendable, restricted or committed balances. Restricted or committed ending fund balances are constrained to specific purposes by bondholders or governing body. Of this balance, \$38.2 million or 55 percent is designated for capital projects, as authorized by voters and the Board, approximately \$1 million (0.6 percent) is dedicated for debt service obligations, approximately \$1.2 million is restricted for nutrition services and approximately \$1.9 million is restricted to student and other activities. Approximately \$20.9 million (30 percent) of the ending fund balances are unassigned and available for spending at the District's discretion and \$3.4 million is committed to offset future PERS rate increases.

General Fund. The General Fund is the chief operating fund of the District. As of June 30, 2020, unassigned fund balance was about \$20.9 million. As a measure of the fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Fund balance represents 16.5 percent of total General Fund expenditures. The fund balance increased by approximately \$3.2 million during the current fiscal year compared to an increase of approximately \$2.79 million during the 2018/19 fiscal year.

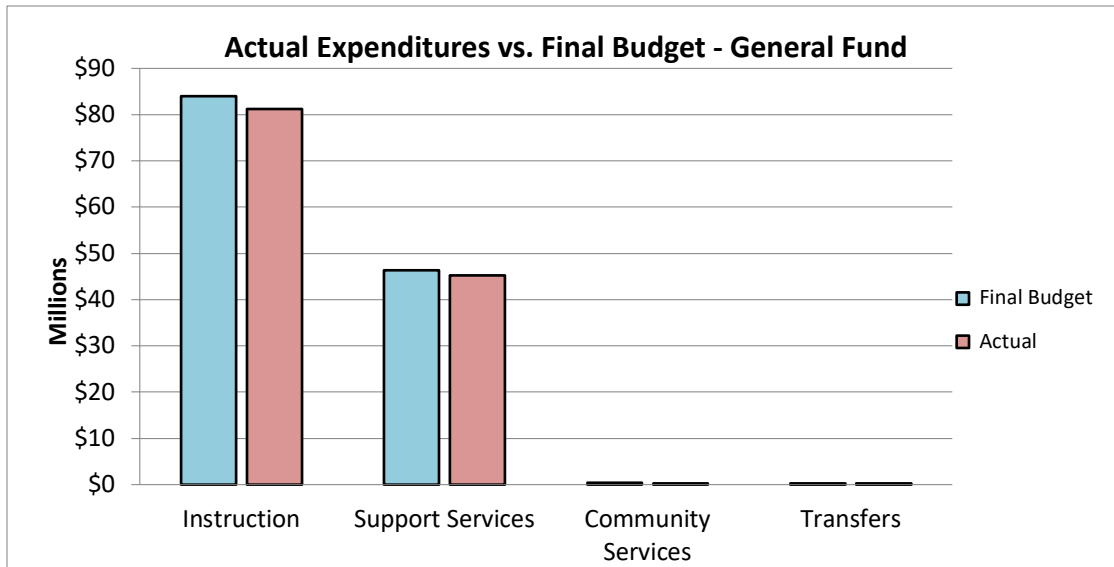
Federal Grant Fund. Revenues and expenditures in the Federal Grant Fund increased from approximately \$6.2 million in fiscal year 2018/19 to approximately \$6.7 million in 2019/20. This increase was primarily due to an increase in spending for Title I grants.

Capital Projects Fund. The Capital Projects Fund has a total fund balance of approximately \$40.2 million. The fund balance decreased by \$93.6 million during the fiscal year primarily due to capital construction projects in progress.

Other Governmental Funds. Changes to fund balances in the other governmental funds can be attributed to the addition of the PERS liability account that was established in 2017/18.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, as shown in the chart, below, in the General Fund expenditures for Instruction, Support Services and Community Services were within budget. Variances noted between the budget and actual totals were not inconsistent with prior year experience and reflect the District's conservative budget and spending practices. In 2019-20 there was one budget revision to move \$500,000 from instruction to support services.



CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets - The District's investment in capital assets includes land, buildings and improvements, vehicles and equipment and construction in progress. As of June 30, 2020, the District had invested approximately \$346 million in capital assets, net of depreciation, as shown in the following table:

	2020	2019	Increase (Decrease)
Land	\$ 6,326	\$ 6,326	\$ -
Buildings and improvements	136,900	58,995	77,905
Vehicles and equipment	10,858	15,812	(4,954)
Construction in Progress	191,905	183,018	8,887
Total Capital Assets	\$ 345,989	\$ 264,151	\$ 81,838

During the year, the District's investment in capital assets increased by approximately \$82 million. The major capital asset events for the year include the following:

- Gresham-Barlow bond projects \$94.5 million
- Approximately \$4.7 million in depreciation expense and \$8 million in disposals offset the capital asset additions identified above.

Additional information of the District's capital assets can be found in Note 5 on page 30 of this report.

Long-term debt - At the end of the current fiscal year, the District had total debt outstanding of approximately \$361 million, consisting of general obligation debt, full faith and credit obligations and capital leases, net of unamortized premium/discount and other postemployment benefits obligation (OPEB).

The District's debt is currently all issued with the Oregon School Bond Guaranty. Standard & Poors has rated the bonds AA+ and Moody's under their Global Scale Rating has rated the bonds Aa1.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7.95 percent of its total real market valuation. The current debt limitation for the District is approximately \$876 million, which is in excess of the District's outstanding general obligation debt. The current legal debt margin is approximately \$516 million.

Additional information on the District's long-term debt can be found in Note 6 on pages 30-33 of this report

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The most significant economic factor for the District is the State of Oregon's State School Fund. For the year ended June 30, 2020, the State School Fund – General Support provided 53 percent of the District's total resources and 72 percent of District's general fund resources. This is consistent with the previous year. There were significant reductions in the State School Fund from 2009-2013 caused by the economic downturn where Gresham-Barlow School District was required to make significant reductions in staffing and school days. While we now have a full school year, funding for schools has not fully recovered.

The 2019-2021 biennial budget for the State School fund is \$9.0 billion; the legislature had not amended the budget as of the publish date of this document. This funding level may change depending on economic factors relating to the COVID-19 health crisis. The budget proposed by staff allows the District to continue pursuit of its Continuous Improvement Plan (CIP) while maintaining an ending fund balance in excess of the minimum 5 percent required by Board Policy DBDB.

The COVID-19 pandemic resulted in an executive order by Governor Kate Brown to close school buildings in mid-March through the rest of the 2019-2020 school year. During this time, schools in the Gresham-Barlow School District have continued to provide meals to students (breakfast and lunch)--serving them at specific school sites and using buses to deliver meals to certain neighborhoods. The District also transitioned to Distance Learning for All (DLA). This learning program is based on guidelines published by the Oregon Department of Education.

At the time of the publish date of this document, there are many unknowns to the COVID-19 recovery and the District is actively preparing for a wide range of different reopening scenarios. The District has established a framework to allow for rapid response planning and execution during this time of uncertainty. The framework allows for collaboration between a variety of teams to include a small senior group responsible for strategic direction, cross-functional teams designed to troubleshoot specific challenges (e.g. - DLA, student learning gaps, social-emotional health and safety, cost control, safety and health, etc.) and to assess our reopening readiness, along with professional learning communities focused on aligning priorities and providing feedback on best practices, IT training needs, and student/staff wellness.

The District's progress, effectiveness, and the resources available to staff and students will be dependent upon three factors -state and national governmental actions; health and safety projections; and the state and national economic recovery. Nonetheless, the proposed budget is aligned with the mission, vision, and goals outlined by the Board of Directors. The school board, along with the administrative team, has a fiduciary responsibility that is inclusive of equitable access and opportunities for each student; a variety of resources; community partnerships; sustained transparency, and a persistent level of integrity.

To comply with state law and sound business principles, the District must maintain a balanced budget with adequate reserves for economic and operational uncertainties. The commonly cited standard, and the amount the district is committed to setting aside is 5 percent of annual operating expenditures. The District's anticipated expenditures will use a portion of the increased reserves in 2019-120 to support expenditures in 2020-21.

In November 2016, the voters of Gresham-Barlow School District approved a capital construction bond in the amount of \$291.17 million. Additionally, the state of Oregon awarded the school district a capital construction grant of \$8 million. This grant was only available upon successful passage of the bond measure. School bond projects will increase student and staff safety, improve access to modern technology, and address chronic overcrowding through upgrades and updates made to schools and classrooms throughout the district.

The education of students is labor intensive, as reflected in the allocation of the financial resources of the district. For the 2020-21 budget, salaries and fringe benefits represent approximately 70.3% of the General Fund operating budget. The expenditures for salaries and fringe benefits are determined by contractual agreements and staffing policies and guidelines of the board, on the basis of projected enrollment, special student needs, and the conditions of employment established by collective bargaining

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
MANAGEMENT'S DISCUSSION AND ANALYSIS

agreements. In 2019 to 2020 ending fund balance increased from \$18.17 million to \$21.39 million. The 2020-2021 budget anticipates an ending fund balance of approximately \$12.1 million.

REQUESTS FOR INFORMATION

This financial report is designed to present the user (citizens, taxpayers, investors, and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Chief Finance Officer at 1331 NW Eastman Parkway, Gresham, Oregon 97030.

BASIC FINANCIAL STATEMENTS

This page is intentionally left blank

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities
ASSETS:	
Cash and investments	\$ 86,511,356
Receivables	5,236,856
Prepays	496,788
Equity interest in CAL	2,984,246
Proportionate share of net OPEB asset (RHIA)	1,079,329
Capital assets, net	
Construction in Progress	191,905,205
Land	6,326,123
Buildings and improvements	136,899,541
Vehicles and equipment	10,858,465
TOTAL ASSETS	<u>442,297,909</u>
DEFERRED OUTFLOWS OF RESOURCES	
PERS Pension related deferred outflows	27,838,269
Stipend Plan related deferred outflows	417,315
OPEB insurance related deferred outflows	2,084,609
OPEB RHIA related deferred outflows	14,137
TOTAL DEFERRED OUTFLOW OF RESOURCES	<u>30,354,330</u>
LIABILITIES:	
Accounts payable and other current payables	21,315,328
Accrued interest payable	502,065
Unearned revenue	317,493
Noncurrent liabilities:	
Compensated absences	
due within one year	322,184
due in more than one year	394,218
Bonds payable, net of unamortized premium/discount,	
due within one year	14,727,186
due in more than one year	346,730,932
Proportionate share of net PERS liability - due in more than one year	87,230,517
Net Pension Liability - Stipend Plan - due in more than one year	1,164,105
Net OPEB Liability - Insurance and Implicit Subsidy - due in more than one year	10,163,059
TOTAL LIABILITIES	<u>482,867,087</u>
DEFERRED INFLOW OF RESOURCES:	
PERS Pension related deferred inflows	11,948,911
Stipend Plan related deferred inflows	54,498
OPEB insurance related deferred inflows	429,682
OPEB RHIA related deferred inflows	211,993
TOTAL DEFERRED INFLOW OF RESOURCES	<u>12,645,084</u>
NET POSITION:	
Net investment in capital assets	63,939,579
Restricted for:	
OPEB Asset (RHIA)	1,079,329
Capital Projects	38,169,042
Student and other activities	1,850,668
Nutrition services	1,244,813
Debt Service	1,002,554
Unrestricted	(130,145,917)
TOTAL NET POSITION	<u>\$ (22,859,932)</u>

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense), Revenue and Change in Net Assets</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Capital Grants and Contributions</u>
Governmental activities:					
Instruction:					
Regular programs	\$ 84,221,423	\$ 1,860,251	\$ 1,525,890	\$ 9,921,817	\$ (70,913,465)
Special programs	33,957,806	314,072	4,170,381	-	(29,473,353)
Summer school programs	41,218	63	-	-	(41,155)
Total instruction	<u>118,220,447</u>	<u>2,174,386</u>	<u>5,696,271</u>	<u>9,921,817</u>	<u>(100,427,973)</u>
Support Services:					
Student support services	9,400,663	92,951	1,787,776	-	(7,519,936)
Instructional staff support	6,575,976	69,851	1,505,829	-	(5,000,296)
General administration	734,325	6,026	-	-	(728,299)
School administration	9,799,450	121,463	31,734	-	(9,646,253)
Business support services	23,749,366	780,176	146,458	-	(22,822,732)
Central activities	4,089,744	29,227	455,816	-	(3,604,701)
Total support services	<u>54,349,524</u>	<u>1,099,694</u>	<u>3,927,613</u>	<u>-</u>	<u>(49,322,217)</u>
Enterprise and Community Services:	3,503,424	706,591	2,982,495	-	185,662
Interest on long-term debt	8,232,088	-	-	-	(8,232,088)
Total governmental activities	<u>\$ 184,305,483</u>	<u>\$ 3,980,671</u>	<u>\$ 12,606,379</u>	<u>\$ 9,921,817</u>	<u>(157,796,616)</u>

General revenues:

Property taxes levied for general purposes	30,071,695
Property taxes levied for debt service	19,090,478
State school fund - general support	93,870,637
Other unrestricted state sources	3,845,230
Common school fund	1,221,638
County school fund	3,798
Other unrestricted federal sources	9,464
Earnings on investments	2,815,667
Unrealized Gain/Loss on investments	-
Miscellaneous	607,368
Total general revenues	<u>151,535,975</u>
CHANGE IN NET POSITION	(6,260,641)
Net position - July 1, 2019 (Restated for GASB 75)	<u>(16,599,291)</u>
Net position - June 30, 2020	<u>\$ (22,859,932)</u>

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	General Fund	Federal Grant Fund	Capital Projects Fund	Debt Service Funds	Other Governmental Funds	Total
ASSETS						
Equity in pooled cash and investment	\$ 26,349,817	\$ -	\$ 52,965,927	\$ 897,674	\$ 6,297,938	\$ 86,511,356
Receivables	2,071,110	1,220,872	289,171	609,095	1,046,608	5,236,856
Prepaid Items	496,788	-	-	-	-	496,788
Due from other funds	1,321,668	-	-	-	-	1,321,668
TOTAL ASSETS	\$ 30,239,383	\$ 1,220,872	\$ 53,255,098	\$ 1,506,769	\$ 7,344,546	\$ 93,566,668
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES						
Liabilities:						
Accounts, retainage, payroll and payroll withholding payables	\$ 7,966,912	\$ 42,759	\$ 13,053,852	\$ 220	\$ 251,585	\$ 21,315,328
Due to other funds	-	1,168,841	-	-	152,827	1,321,668
Unearned revenue	-	9,272	-	-	308,221	317,493
Total Liabilities	7,966,912	1,220,872	13,053,852	220	712,633	22,954,489
Deferred Inflows of Resources:						
Unavailable revenue-property taxes	878,800	-	-	503,995	-	1,382,795
Fund Balances:						
Nonspendable	496,788	-	-	-	-	496,788
Restricted	-	-	38,169,042	1,002,554	3,095,481	42,267,077
Assigned	-	-	2,032,204	-	3,536,432	5,568,636
Unassigned	20,896,883	-	-	-	-	20,896,883
Total fund balances	21,393,671	-	40,201,246	1,002,554	6,631,913	69,229,384
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 30,239,383	\$ 1,220,872	\$ 53,255,098	\$ 1,506,769	\$ 7,344,546	\$ 93,566,668

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
RECONCILIATION OF GOVERNMENTAL FUNDS
BALANCE SHEET TO STATEMENT OF NET POSITION
JUNE 30, 2020**

TOTAL FUND BALANCES		\$ 69,229,384
Capital assets are not financial resources and therefore are not reported in the governmental funds:		
Cost	\$ 417,571,834	
Accumulated depreciation	<u>(71,582,500)</u>	345,989,334
A portion of the District's property taxes are collected after year-end but are not available soon enough to pay for the current years' operations, and therefore are not reported as revenue in the governmental funds.		
		1,382,795
The proportionate share of the net pension liability is not reported as an liability in the governmental funds - PERS		
		(87,230,517)
The proportionate share of the net OPEB asset is not reported as an liability in the governmental funds - RHIA		
		1,079,329
Pension liability for the stipend plan is not reported as a liability in the governmental funds.		
		(1,164,105)
OPEB liability for insurance is not reported as a liability in the governmental funds.		
		(10,163,059)
Deferred inflow/outflow of resources are not reported as deferred in the governmental funds		
Pension related deferred outflow/inflow (Net)		15,889,358
Stipend plan related deferred outflow (Net)		362,817
OPEB Insurance related deferred outflow (Net)		1,654,927
OPEB RHIA related deferred outflow (Net)		(197,856)
Equity interest in the Center for Advanced Learning (CAL) is not reported in the governmental funds.		
		2,984,246
Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest in long-term obligations is not accrued in the governmental funds, but rather is recognized as an expenditure when due.		
These liabilities consist of:		
Accrued interest payable	(502,065)	
Capital leases	-	
Bonds and financing payables	(361,458,118)	
Compensated absences payable	<u>(716,402)</u>	<u>(362,676,585)</u>
TOTAL NET POSITION		\$ <u>(22,859,932)</u>

See notes to basic financial statements.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	General Fund	Federal Grant Fund	Capital Projects Fund	Debt Service Funds	Other Governmental Funds	Total
REVENUES:						
Property taxes	\$ 30,071,695	\$ -	\$ -	\$ 19,090,478	\$ -	\$ 49,162,173
Other taxes	-	-	1,478,122	-	-	1,478,122
Federal sources	73,665	6,711,745	-	-	2,893,632	9,679,042
State, local and intermediate sources	97,716,978	-	1,921,817	-	10,967,164	110,605,959
Charges for services	1,480,774	-	1,537	-	2,816,723	4,299,034
Investment earnings	776,781	-	1,788,075	159,037	91,774	2,815,667
TOTAL REVENUES	130,119,893	6,711,745	5,189,551	19,249,515	16,769,293	178,039,997
EXPENDITURES:						
Current:						
Instruction	81,233,676	4,211,483	-	-	2,495,466	87,940,625
Support services	45,023,992	2,466,105	162,301	-	1,852,801	49,505,199
Community services	213,326	34,157	-	-	3,170,991	3,418,474
Facilities acquisition and construction	-	-	12,505,452	-	-	12,505,452
Debt service:						
Principal	-	-	140,000	9,015,545	-	9,155,545
Interest	-	-	43,250	10,174,515	-	10,217,765
Capital outlay	172,750	-	85,966,340	-	8,000,000	94,139,090
TOTAL EXPENDITURES	126,643,744	6,711,745	98,817,343	19,190,060	15,519,258	266,882,150
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,476,149	-	(93,627,792)	59,455	1,250,035	(88,842,153)
OTHER FINANCING SOURCES (USES):						
Transfers to other funds	(260,000)	-	-	-	-	(260,000)
Transfer from other funds	-	-	-	-	260,000	260,000
Sale of capital assets	4,845	-	-	-	-	4,845
TOTAL OTHER FINANCING SOURCES (USES)	(255,155)	-	-	-	260,000	4,845
NET CHANGE IN FUND BALANCE	3,220,994	-	(93,627,792)	59,455	1,510,035	(88,837,308)
FUND BALANCE, July 1, 2019	18,172,677	-	133,829,038	943,099	5,121,878	158,066,692
FUND BALANCE, June 30, 2020	\$ 21,393,671	\$ -	\$ 40,201,246	\$ 1,002,554	\$ 6,631,913	\$ 69,229,384

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020**

NET CHANGE IN FUND BALANCE \$ (88,837,308)

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

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

Expenditures for capital assets	\$ 94,555,035	
Less current year disposals (net)	(7,978,390)	
Less current year depreciation (Net)	<u>(4,738,142)</u>	81,838,503

In the Statement of Activities, the contributions to the Pension Trust Fund were more than the actuarially determined contribution amount increasing the net pension asset. In the governmental funds the entire contribution is recognized as an expenditure. This is the amount by which the NPL is 231,078

more than the actuarially determined contribution amount increasing the net OPEB liability. In the governmental funds the entire contribution is recognized as an expenditure. This is the amount by which the net OPEB is recognized as an expenditure. This is the amount by which the net OPEB liability is increased: (303,610)

The PERS pension expense represents the changes in net pension asset (liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.

Change in Proportionate Share of Net Pension Liability - PERS	(2,510,834)	
Change in deferred inflows/outflows of resources from net pension liability - PERS	<u>(8,904,517)</u>	(11,415,351)

In the Statement of Activities, other postemployment benefits expense is adjusted based on the actuarially determined contribution changes:

Change in Proportionate Share of Other Post Employment Benefit - RHIA	427,029	
Change in deferred inflows/outflows of resources from Other Post Employment Benefit - RHIA	<u>(14,031)</u>	412,998

Long-term obligation proceeds are reported as other financing sources in the governmental funds. In the Statement of Net Position, however, issuing long-term obligations increases liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position:

Debt principal repaid (GO \$9,015,545 PERS \$1,435,175, FFCO \$140,000)		10,590,720
---	--	------------

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 premium/(discount)		1,347,617
------------------------------------	--	-----------

Change in Equity Interest in Center for Advanced Learning (CAL) (96,951)

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. 57,867

Property taxes that do not 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. 55,033

Compensated absences are recognized as an expenditure in the governmental funds when they are paid. In the Statement of Activities compensated absences are recognized as an expenditures when (141,237)

CHANGE IN NET POSITION \$ (6,260,641)

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE- BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with
	Adopted	Final		Final Budget Over (Under)
REVENUES:				
Property taxes	\$ 29,914,000	\$ 29,914,000	\$ 30,071,695	\$ 157,695
State and local sources	97,635,356	97,635,356	99,197,752	1,562,396
Investment earnings	500,000	500,000	776,781	276,781
Federal sources	56,000	56,000	73,665	17,665
Total revenues	128,105,356	128,105,356	130,119,893	2,014,537
EXPENDITURES:				
Instruction	84,519,538	84,019,538	81,233,676	(2,785,862)
Support services	45,843,597	46,343,597	45,196,742	(1,146,855)
Community services	344,878	344,878	213,326	(131,552)
Operating contingency	12,719,458	12,719,458	-	(12,719,458)
Total expenditures	143,427,471	143,427,471	126,643,744	(16,783,727)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(15,322,115)	(15,322,115)	3,476,149	18,798,264
OTHER FINANCING SOURCES (USES):				
Transfers to other funds	(260,000)	(260,000)	(260,000)	-
Proceeds from sale or loss of capital assets	5,000	5,000	4,845	(155)
	(255,000)	(255,000)	(255,155)	(155)
NET CHANGE IN FUND BALANCE	(15,577,115)	(15,577,115)	3,220,994	18,798,109
FUND BALANCE, July 1, 2019	15,577,115	15,577,115	18,172,677	2,595,562
FUND BALANCE, June 30, 2020	\$ -	\$ -	\$ 21,393,671	\$ 21,393,671

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL GRANT FUND (SPECIAL REVENUE FUND)
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Federal sources	\$ 8,424,931	\$ 8,424,931	\$ 6,711,745	\$ (1,713,186)
Total revenues	8,424,931	8,424,931	6,711,745	(1,713,186)
EXPENDITURES:				
Instruction	5,152,567	5,152,567	4,211,483	(941,084)
Support services	3,127,863	3,127,863	2,466,105	(661,758)
Community services	144,501	144,501	34,157	(110,344)
Total expenditures	8,424,931	8,424,931	6,711,745	(1,713,186)
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, July 1, 2019	-	-	-	-
FUND BALANCE, June 30, 2020	\$ -	\$ -	\$ -	\$ -

See notes to basic financial statements.

FIDUCIARY FUNDS

These funds account for the District's early retirement and post-employment health care benefits, and scholarship programs provided by bequests and donations. Included are:

Pension Trust Fund – The Early Retirement Fund accounts for the accumulation of resources to be used for payments to employees who receive supplemental early retirement stipends. The Post Retirement Fund accounts for the accumulation of resources to be used to pay post-employment medical care benefits (OPEB). Resources for the early retirement fund are charged to other funds as a percent of payroll based on actuarial valuations. Resources are contributed to the Post Retirement Fund through a transfer from the general fund. Both funds are budgeted together as the Pension Trust Fund.

Agency Fund – accounts for the receipts and disbursements associated with the processing of payroll for the Center for Advanced Learning and to account for “pass-through” grants where the District acts as the fiscal agent or cash conduit.

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020**

	Pension Trust Funds	Agency Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 2,207,654	\$ 3,968
Receivables	<u> -</u>	<u>40,085</u>
TOTAL ASSETS	<u>2,207,654</u>	<u>44,053</u>
LIABILITIES		
Book overdraft	-	40,085
Due to other agencies	<u> -</u>	<u>3,968</u>
TOTAL LIABILITIES	<u> -</u>	<u>44,053</u>
NET POSITION RESTRICTED FOR PENSIONS	<u><u>\$ 2,207,654</u></u>	<u><u>\$ -</u></u>

See notes to basic financial statements.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2020**

	Pension Trust Funds
ADDITIONS:	
Contributions:	
Employer	\$ 666,346
Investment earnings	<u>47,042</u>
Total additions	<u>713,388</u>
 DEDUCTIONS:	
Early retirement benefits	250,856
Health and welfare benefits	<u>110,660</u>
Total deductions	<u>361,516</u>
 CHANGE IN NET POSITION	 351,872
 NET POSITION, July 1, 2019	 <u>1,855,782</u>
 NET POSITION, June 30, 2020	 <u><u>\$ 2,207,654</u></u>

See notes to basic financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Gresham-Barlow School District 10JT (the District), was established on July 1, 1994 as the result of the unification of the former Gresham Grade, Orient, Damascus Union and Barlow-Gresham Union High School Districts. The elementary districts merged into Barlow-Gresham Union High School District. The Barlow-Gresham Union High School District Board of Directors remained the governing Board and the policies of the high school remained intact.

The District is governed by an elected seven-member board. The District is a special-purpose primary government exercising financial accountability for all public education within its boundaries. As required by generally accepted accounting principles, these financial statements present all significant activities and organizations of the District. The District reports no component units, nor is the District a component unit of any other entity. There are various governmental agencies and special service districts, which provide service within the District's boundaries, however, the District is not financially accountable for any of these entities, and therefore, none of them are considered component units or included in these basic financial statements.

The District has granted charter to three public charter schools, Metro East Web Academy Charter School, Gresham Arthur Academy Charter School and Lewis and Clark Montessori Charter School. These public charter schools are legally separate, tax-exempt organizations governed by their own boards of directors and their financial statements may be obtained by their administrative offices.

Metro East Web Academy
1331 NW Eastman Parkway
Gresham, OR 97030

Lewis and Clark Montessori Charter School
PO Box 365
Gresham, OR 97030

Arthur Academy Gresham, Mastery Learning Institute
13717 SE Division
Portland, OR 97236

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. 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. Eliminations have been made to minimize the double counting of internal activities in the Statement of Activities, however interfund services provided and used are not eliminated in the process of consolidation. Program revenues include: (1) charges to students or others for tuition, fees, rentals, material, supplies or services provided, (2) operating grants and contributions and (3) capital grants and contributions. Revenues that are not classified as program revenues, including property taxes and state support, are presented as general revenues.

Separate financial statements are provided for governmental 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 provisions or enabling resolutions

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 and fiduciary - are presented. 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.

Federal Grant Fund – This fund accounts for revenues and expenditures of grants restricted for specific educational projects. Principal revenue sources are federal grants.

Capital Project Fund – This fund accounts for financial resources that are used for the acquisition of land, construction of buildings, remodel, rehabilitation and/or major renovation of capital facilities, fixtures, new equipment and textbooks for program improvement and educational technology. Principal revenue sources are construction excise taxes, SB 1149 revenues, rental fees on surplus land and surplus land sales, MESD resolution, and transfers from the General Fund.

Debt Service Fund – This fund accounts for payment of principal and interest on long-term general obligation debt. The principal revenue source is property taxes.

Additionally, the District reports the following fund types:

The pension trust fund accounts for the accumulation of resources to be used for payments to employees who receive supplemental early retirement stipends and post-employment health care benefits.

The agency fund accounts for pass-through grants where the District acts as fiscal agent or cash conduit and handles the payroll function for the Center for Advanced Learning and Gresham-Barlow Education Foundation.

Measurement Focus and Basis of Accounting

Government-wide and pension trust 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 position 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 thirty 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 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 acquisitions under capital leases are reported as other financing sources.

Agency fund financial statements report only assets and liabilities and therefore, have no measurement focus. However the accrual basis of accounting is used to recognize receivables and payables.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash, Cash Equivalents and Investments

The cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less. Short-term investments are stated at cost, which approximates fair value. Investments in the State of Oregon Treasurer's Local Government Investment Pool (LGIP) are stated at cost which approximates fair value. Fair value of the LGIP is the same as the value in pool shares.

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 or 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.

Property Taxes Receivable

Property taxes are levied and become a lien on July 1. Collection dates are November 15, February 15, and May 15 following the lien date. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent. Uncollected property taxes are recorded on the statement of net assets. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established. All property taxes receivable are due from property owners within the District.

Accounts and Other Receivables

Accounts and other receivables are comprised primarily of State school support and claims for reimbursement of costs under various federal and state grants. All accounts receivable are current and no allowance for uncollectible accounts is made.

Interfund Receivables and Payables, and Transfers

The receipt and payment of monies through one central checking account, as well as transfers between funds, result in interfund payables and receivables until cash is transferred from one fund to the other. These amounts represent current assets and liabilities and are reported as due to or due from other funds.

Grants

Unreimbursed expenditures due from grantor agencies are reflected in the basic financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenditures are incurred. Grant monies received prior to the occurrence of qualifying expenditures are recorded as unearned revenue.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Supply Inventories and Prepaid

Inventories are charged as expenditures when purchased and are stated at cost using first-in, first-out (FIFO) method. Any donated inventories are stated at their estimated fair market value. Inventories at year-end were considered immaterial. A portion of the inventory consists of donated United States Department of Agriculture (USDA) commodities. Commodities are recorded when processing and handling fees are paid and are stated at their fair market value based on guidelines provided by the USDA. Commodities on hand at year-end were considered immaterial.

Prepaid items are recorded in both government-wide and fund financial statements using the consumption method where items are charged to expenditure as the service is provided. Prepaid items include funds held at the City of Gresham for permits, first month's rent on a building lease and worker's compensation premiums paid for the next fiscal year.

Intangible Assets

Intangible assets are recorded in accordance with GASB Statement No. 51. The capitalization threshold for intangible assets is \$50,000. There were no intangible assets as of June 30, 2020.

Capital Assets

Capital assets are recorded at original or estimated original cost. Donated capital assets are recorded at acquisition value on the date donated. 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. Interest incurred during construction is not capitalized. Maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	10 to 50 years
Equipment and vehicles	5 to 20 years
Land and construction in progress are not depreciated	

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. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In addition, licensed, classified employees (hired prior to July 1, 1999), administrative supervisors, (hired prior to July 1, 2005) and confidential employees (hired prior to July 1, 2009) with 15 years of service with the District and reaching age 55 (10 years for administrative) or age 55 with 30 years of service with PERS, generally, are eligible for early retirement benefits. Payment of benefits is made from a fiduciary fund, which accumulates contributions made from the General Fund. These contributions are charged to expenditures based on actuarially determined amounts. Employer contributions to the Pension Trust Fund are recorded when due and the Board has made a formal commitment to provide contributions.

The District offers its employees tax deferred annuity plans established pursuant to Section 403(b) and Section 457(b) of the Internal Revenue Code.

Post Employment Health Care Benefits

Eligible administrative and confidential employees who elect early retirement are entitled to payment of group medical and dental insurance premiums up to specified maximum limits. Such costs are recorded as expenses in the Pension Trust Fund and funded as premiums become due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay any amounts when employees separate from service with the District. All unused vacation pay is accrued when earned in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

Long-term Obligations

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

In the 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.

Budget

A budget is prepared and legally adopted for each governmental fund type and pension trust funds on the modified accrual basis of accounting. The agency fund is not required to be budgeted. A budget is prepared for multiple areas of the District's Capital Project Fund and Special Revenue Funds because the individual funds are associated with specific bond proceeds, grants or other revenue sources, however, the legal level of budgetary control is at the combined level as adopted by the Board of Education by resolution. The budgetary basis of accounting is substantially the same as accounting principles generally accepted in the United States of America basis, except capital outlay expenditures, including items below the District's capitalization level, are budgeted by major function in governmental fund types, inventories are budgeted as expenditures when purchased and contributions to the Post Retirement Fund are budgeted as transfers. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations.

Appropriations are established at the major function level (instruction, support services, community services, facilities acquisition and construction, debt service, operating contingency and transfers) for each fund. The detail budget document, however, is required to contain more specific, detailed information for the aforementioned expenditure categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriation resolution.

Supplemental budgets less than 10% of a fund's original budget may be adopted by the Board at a regular meeting. A supplemental budget greater than 10% of a fund's original budget requires hearings before the public, publication in newspapers and approval by the Board. During the 2019/20 fiscal year one budget amendment was proposed and adopted on June 11, 2020. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control (major function levels) with Board approval. During the year, no appropriation transfers were made. Appropriations lapse at the end of each fiscal year. Expenditures of the various funds were within authorized appropriations.

Use of Estimates

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred outflows/inflows of resources

In addition to assets, the basic financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. At June 30, 2020, there were deferred outflows representing PERS pension, stipend, and OPEB related deferrals reported in the statement of net position.

In addition to liabilities, the basic financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. At June 30, 2020, there were deferred inflows representing PERS pension, stipend, and OPEB related deferrals reported in the statement of net position. In addition, the governmental funds balance sheet has deferred inflows which represent unavailable property taxes.

NET POSITION

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

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

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. There is net position restricted for special projects.

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

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

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitation requiring the use of resources for specific purposes. These categories are described as follows:

Nonspendable Fund Balance – represents amounts that are not in a spendable form (inventories and prepaid items). The District currently has no nonspendable fund balance.

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 Board of Directors for a particular purpose. The Board of Directors must take formal action by resolution to establish, modify or resend the commitment. The District currently has no committed fund balance.

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. The Board has given authority by motion to the District's Superintendent and/or the District's Chief Finance Officer to assign fund balance.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unassigned Fund Balance – is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. In other governmental it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

The Board of Directors has approved the following order of spending regarding fund balance categories:

1. Restricted Fund Balance
2. Committed Fund Balance
3. Assigned Fund Balance
4. Unassigned Fund Balance

2. CASH, DEPOSITS AND INVESTMENTS

Deposits with financial institutions include bank demand deposits, deposits in the local government investment pool, time certificates of deposit, and savings accounts deposits as authorized by Oregon statutes. The cash and investments are comprised of the following:

Cash on hand	\$ 2,504
Deposits banks	2,834,547
Time certificates of deposit	110,700
State of Oregon treasurer's investment pool	40,539,101
US Treasuries	21,555,218
US Agencies	23,640,823
	<u>\$ 88,682,893</u>

Cash and investments are shown on the basic financial statements as:

Statement of Net Position	
Equity in Cash and Investments	\$ 86,511,356
Statement of Fiduciary Funds Net Assets	
Equity in Cash and Investments	2,211,622
Book Overdraft	(40,085)
	<u>\$ 88,682,893</u>

Deposits with Financial Institutions

Deposits with financial institutions include bank demand deposits and certificates of deposit. 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 - Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the deposits may not be returned. At year-end, the District's net carrying amount of deposits was \$2,945,247 and the bank balance was \$9,579,094. Of these deposits, \$765,243 was covered by federal depository insurance, and the remainder was collateralized by 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 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.

2. CASH, DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

As of June 30, 2020 the District held the following investments and maturities:

Investment Type	<u>Fair Value</u>	<u>Less than 3 months</u>	<u>More than 3 months</u>
State Treasurer's Investment Pool	\$ 40,539,101	\$ 40,539,101	\$ -
U.S. Agencies	23,640,823	10,127,033	13,513,790
U.S. Treasuries	21,555,218	8,063,978	13,491,240
	<u>\$ 85,735,142</u>	<u>\$ 58,730,112</u>	<u>\$ 27,005,030</u>

Generally accepted accounting principles require investments with a remaining maturity of more than one year at the time of purchase to be stated at fair value. Fair value is determined at the quoted market price, if available; otherwise, the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than in a forced liquidation sale.

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

<https://www.oregon.gov/treasury/public-financial-services/oregon-short-term-funds/pages/default.aspx>
 If the link has expired please contact the Oregon Short Term Fund directly.

Interest Rate Risk

Oregon Revised Statutes require investments not to exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. In accordance with its investment policy, the District manages its exposure to declines in fair values by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing operating funds primarily in shorter-term securities or short-term investment pools. The maximum maturity shall be the anticipated use of the cash or 18 months, whichever is shorter, unless the funds are being accumulated for a specific purpose, including future construction projects, and upon approval of the District, the maximum maturity date matches anticipated use of the funds.

Credit Risk

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

2. CASH, DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk - Investments

For an investment, this 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 minimizes custodial credit risk by limiting investments to the types of securities allowed by law.

The District's investment policy requires that all of the District's investments, except for the investment in the Local Government Investment Pool which is not evidenced by securities and the overnight sweep repurchase agreements, to be delivered to and held in third party safekeeping. The overnight sweep repurchase agreements are held in safekeeping by the financial institution counterparty in the financial institution's general customer account name. There was no overnight sweep balance at June 30, 2020.

Concentration of Credit Risk

Oregon Revised Statutes do not limit investments as to credit rating for securities purchased from U.S. Government Agencies. At June 30, 2020, 47% of total investments were in the State Treasurer's Investment Pool.

The District's investment policy places no limit on the amount the District may invest in U.S. government agency securities and instrumentalities of government-sponsored corporations or the state treasurer's investment pool, however the policy limits investment to a single U. S government agency to 50% of surplus funds. The District's investment policy limits commercial paper to 35% of total investments with no more than 5% in a single corporate entity or its affiliates or subsidiaries. The District's investment policy also limits banker's acceptances to 50% of the total investment portfolio with no more than 25% of the total portfolio of investments in a single issuer. State and Local Government securities are limited to 25% of the total portfolio and to lawfully issued debt obligation or the agencies and instrumentalities of the States of Oregon, Washington, Idaho and California. The District policy, which adheres to State of Oregon law, is to limit its investment to issuers within Oregon with a rating of at least "A" (bond) or A-2/P-2 (commercial paper) or better by Standard and Poor's, Moody's Investor Service or any other nationally recognized statistical rating organization, issuers not in Oregon must be rated AA/Aa (bonds) or A-1/P-1 (commercial paper) or better.

3. RECEIVABLES

Receivables are comprised of the following as of June 30, 2020:

Property taxes	\$	1,382,795
Grants		2,111,687
Common school fund		610,819
July turnover with county treasurer		280,818
Nutrition Services Negative Balances		148,507
City of Gresham		215,000
Other		487,230
Total	\$	<u>5,236,856</u>

4. PREPAID ITEMS

Prepaid items are comprised of the following as of June 30, 2020:

SAIF Corp	\$	423,804
Other		72,984
Total	\$	<u>496,788</u>

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

5. CAPITAL ASSETS

Capital assets activity for the year was as follows:

	July 1, 2019	Increases	Decreases	June 30, 2020
Capital assets not being depreciated:				
Land	\$ 6,326,123	\$ -	\$ -	\$ 6,326,123
Construction in progress	183,107,851	75,110,619	(66,223,265)	191,905,205
Total capital assets not being depreciated	189,343,974	75,110,619	(66,223,265)	198,231,328
Capital assets being depreciated				
Buildings and improvements	123,460,694	83,895,915	(6,201,679)	201,154,930
Vehicles and equipment	22,890,023	1,995,147	(6,700,494)	18,185,576
Total capital assets being depreciated	146,351,617	85,891,062	(12,902,173)	219,340,506
Less accumulated depreciation for:				
Buildings and improvements	(64,466,086)	(3,799,073)	4,009,770	(64,255,389)
Vehicles and equipment	(7,078,674)	(939,069)	690,632	(7,327,111)
Total accumulated depreciation	(71,544,760)	(4,738,142)	4,700,402	(71,582,500)
Total capital assets being depreciated, net	74,806,857	81,152,920	(8,201,771)	147,758,006
Total capital assets, net	<u>\$ 264,150,831</u>	<u>\$ 156,263,539</u>	<u>\$ (8,201,771)</u>	<u>\$ 345,989,334</u>

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

<u>Program</u>	
Regular programs	\$ 4,084,834
Special programs	32,503
Student support services	972
Instructional programs	661
School administration	3,810
Business support services	547,042
Central activities	6,071
Enterprise and community services	62,249
Total	<u>\$ 4,738,142</u>

6. LONG-TERM OBLIGATIONS

Bonds Payable

General Obligation Bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the District. The District issues general obligation bonds to provide funds for the acquisition and construction of District school facilities. The 2005 and 2012 outstanding issues as of June 30, 2020 are refunding issues, which refunded the 1996 and 2000 construction bonds. The district refunding series 2005 matures in June of 2021 and refunding series 2012 matured in June 2017.

On February 28, 2017 the District issued \$241.166 million in general obligation bonds for capital construction and improvements. Interest rates on the bonds range from 1.39-5%, payable semi-annual in June and December. Principal is paid annually in June with a final maturity in June 2037.

On April 9, 2019 the District issued \$50 million in general obligation bonds for capital construction and improvements. Interest rates on the bonds range from 1.85-3.65%, payable semi-annual in June and December. Principal is paid annually in June with a final maturity in June 2039.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

6. LONG-TERM OBLIGATIONS (CONTINUED)

Changes in general obligation bonds outstanding are as follows:

ISSUE DATE:	Original Issue	Outstanding July 1, 2019	Issued	Matured and Redeemed	Outstanding June 30, 2020	Due Within One Year	Interest Rates
April 18, 2005	\$ 32,405,000	\$ 10,965,000	\$ -	\$ 5,250,000	\$ 5,715,000	\$ 5,715,000	5.50%
February 28, 2017	241,165,714	237,789,864	-	3,765,545	234,024,319	3,731,021	1.39-5%
April 9, 2019	50,000,227	50,000,227	-	-	50,000,227	451,684	1.85-3.65%
		<u>298,755,091</u>	<u>-</u>	<u>9,015,545</u>	<u>289,739,546</u>	<u>9,897,705</u>	
Unamortized premium		<u>31,157,031</u>	<u>-</u>	<u>1,915,065</u>	<u>29,241,966</u>	<u>1,915,065</u>	
Total		<u>\$ 329,912,122</u>	<u>\$ -</u>	<u>\$10,930,610</u>	<u>\$318,981,512</u>	<u>\$11,812,770</u>	

Defaults and Remedies:

2017 and 2019 General Obligation Bonds

Upon the occurrence and continuance of any Event of Default the Owners of Fifty-one (51%) percent or more of the principal amount of Bonds then outstanding may take whatever action may appear necessary or desirable to enforce or to protect any of the rights of the Owners of Bonds, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in the Resolution or the Bonds or in aid of the exercise of any power granted in the Resolution or in the Bonds or for the enforcement of any other legal or equitable right vested in the Owners of Bonds by the Resolution or the Bonds or by Law. However, the Bonds shall not be subject to acceleration. Per the General Obligation official statement, refer to defaulted remedies page.

2005 General Obligation Refunding Bonds

If sufficient moneys to pay the scheduled debt service payment have not been transferred to the paying agent, the State Treasurer shall, on or before the scheduled payment date, transfer sufficient monies to the paying agent to make the scheduled debt service payment. If sufficient moneys of the state are not on hand and available at the time the State is required to make a debt service payment under its guaranty on behalf of the school district, the State Treasurer may singly or in combination: Obtain from the Common School Fund or from any other State funds that qualify to make a loan under ORS 293.205 to 293.225; a loan sufficient to make the required payment. Borrow Money, if economical and convenient, as authorized by ORS 288.165; Issue State general obligation bonds as provided for in Article XI-K of the Constitution and the process for which is defined in the act; and, With the approval of the Legislative Assembly, or the Emergency Board if emergency funds are lawfully available for making the required payment in the interim between sessions of the Legislative Assembly, pay monies from the General Fund or any other funds lawfully available for the purpose or from emergency funds amounts sufficient amount to make the required payment.

Pension Obligation Bonds

On October 31, 2002 and April 21, 2003, limited tax pension obligation bonds totaling \$35,758,403 and \$25,307,539, respectively, were issued to finance the District's unfunded actuarially accrued liability (UAL) with the State of Oregon Public Employees Retirement System (PERS). The issuance of the bonds was considered an advance refunding of the District's UAL and resulted in an estimated present value savings of approximately \$16 million over the life of the bonds. The actual savings realized by the District over the life of the bonds is uncertain because of the various legislative changes and legal issues pending with the PERS system which could impact the District's future required contribution rate.

On January 31, 2012, limited tax pension refunding obligation bonds totaling \$2,485 million were issued to refund \$2,380 million of the October 31, 2002 limited tax pension obligation bonds. The remaining pension obligation bonds are not callable. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the government activities column of the statement of net assets. At June 30, 2020, \$2,380,000 of pension obligation bonds are considered defeased.

Changes in pension obligation bonds outstanding are as follows:

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

6. LONG-TERM OBLIGATIONS (CONTINUED)

ISSUE DATE:	Original Issue	Outstanding July 1, 2019	Issued	Matured and Redeemed	Outstanding June 30, 2020	Due Within One Year	Interest Rates
October 31, 2002	\$ 35,758,403	\$ 25,006,002	\$ -	\$ 761,002	\$ 24,245,000	\$ -	5.48-6.1%
April 21, 2003	25,307,539	16,021,885	-	674,173	15,347,712	669,426	5.66-6.34%
January 31, 2012	485,000	2,485,000	-	-	2,485,000	2,485,000	2.75%
		<u>43,512,887</u>	<u>-</u>	<u>1,435,175</u>	<u>42,077,712</u>	<u>3,154,426</u>	
Discount		<u>(1,420,514)</u>	<u>-</u>	<u>(580,193)</u>	<u>(840,321)</u>	<u>(397,755)</u>	
	Total	\$ 42,092,373	\$ -	\$ 854,982	\$ 41,237,391	\$ 2,756,671	

Defaults and Remedies:

Upon the occurrence and continuance of any event of default, under the Trust Agreement, the Series Trustee may, and if the owners of not less than fifty-one percent (51%) in aggregate principal amount of series obligations then outstanding so request, is required to take whatever action at law or in equity may appear necessary or desirable to enforce or to protect any of the rights vested in the series trustee or the owners of series obligations by the trust agreement, the intercept agreement or the series pension bonds, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in the trust agreement or the intercept agreement or in aid of the exercise of any power granted in the trust agreement or the intercept agreement or for the enforcement of any other legal or equitable right vested in the series trustee by the trust agreement or by law; provided that in no event will the series. Trustee have the right to accelerate the pension bond payments or the series obligations. The series Trustee is not permitted to exercise remedies against a series issuer that has not caused a Pension Bond Default. Per the Official Statements - Defaults and Remedies.

Full Faith and Credit Obligations

On August 22, 2012 the District issued \$2.185 million in full faith and credit obligations in order to finance energy efficiency and related capital projects. Repayment will be made from the District's general non-restricted revenues and other funds that may be available for that purpose but primarily SB 1149 revenues which are designated for energy projects. The obligations are not general obligation bonds and are not subject to the District's debt limitation.

Changes in full faith and credit obligation bonds outstanding are as follows:

ISSUE DATE:	Original Issue	Outstanding July 1, 2019	Issued	Matured and Redeemed	Outstanding June 30, 2020	Due Within One Year	Interest Rates
August 12, 2012	2,185,000	1,290,000	-	140,000	1,150,000	145,000	3-4%
Unamortized premium		101,960	-	12,745	89,215	12,745	
Total		<u>\$ 1,391,960</u>	<u>\$ -</u>	<u>\$ 152,745</u>	<u>\$ 1,239,215</u>	<u>\$ 157,745</u>	

Defaults and Remedies:

Upon the occurrence and continuance or any Event of Default, the Escrow Agent may proceed, and upon written request of the Owners of not less than majority in aggregate principal amount of Obligations then Outstanding, shall proceed to take whatever action at law or in equity may appear necessary or desirable to enforce the Financing Agreement or to protect any of the rights vested in the Escrow Agent or the Owners of Obligations by the Escrow Agreement or by the obligations, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in the Escrow Agreement or in aid of the exercise of any power granted in the Escrow Agreement or for the enforcement of any other legal or equitable right vested in the Escrow Agent by the Escrow Agreement or by law; provided however, that upon an event of default the escrow agent shall not have the right to declare the unpaid principal components of the financing payments immediately due and payable. Per the Escrow Agreement dated August 28, 2012. Article 9 – Remedies on Default, section 9.2, page 20.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

6. LONG-TERM OBLIGATIONS (CONTINUED)

Future long-term debt maturities are as follows and does not include amortization of premium and discounts:

Fiscal Year Ending June 30,	Principal	Interest
2021	13,197,131	13,445,199
2022	14,117,903	13,490,964
2023	15,956,953	12,620,730
2024	19,315,000	10,206,839
2025	21,205,000	9,289,291
2026-2030	113,620,000	28,887,877
2031-2035	77,768,965	60,595,784
2036-2039	57,786,306	38,104,694
Total	\$332,967,258	\$186,641,378

In prior years, the District defeased general obligation bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old obligations. As a result, the early refunding bonds are considered to be defeased. Accordingly, the trust account assets and the liabilities for the defeased obligations are not included in the District's basic financial statements. At June 30, 2020, \$11,195,000 of general obligation bonds are considered defeased.

Compensated Absences

<u>Outstanding 7/1/19</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 6/30/20</u>	<u>Due with one year</u>
\$575,165	\$716,402	\$575,165	\$716,402	\$322,184

Compensated absences are assumed to be used on a first in first out basis and are generally liquidated by the general fund. An estimate has been made to determine balances which are considered due within one year.

The general obligation bonds will be paid from general property tax revenues from the Debt Service Fund. The pension bonds will be paid from the general fund with reimbursements from charges to fringe benefits for all employees who qualify for the State of Oregon Public Employees Retirement System. The full faith and credit obligation and the financing agreement will be paid from the capital projects fund. Compensated absences will be paid from the general fund.

7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Due to/from other funds at June 30, 2020 are as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 1,321,668	\$ -
Federal Grant Fund	-	1,168,841
Non-major governmental funds	-	152,827
Total interfund receivables and payables	<u>\$ 1,321,668</u>	<u>\$ 1,321,668</u>

The outstanding balances between funds results from grant awards which require the expenditure of funds prior to reimbursement, causing negative cash balances until grant reimbursement is received. This transaction properly records negative cash balances.

Transfers are used to move unrestricted revenues to finance various programs that the District must account for in other funds in accordance with budgetary authorization.

7. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

In the year ended June 30, 2020, the District made the following transfers:

- 1) A transfer of \$300,000 from the General Fund to the Post Retirement Fund in support of other post employment health care benefits. This transfer is included as support services expenditures for GAAP reporting purposes.
- 2) A transfer of \$260,000 from the General Fund to the Other Special Revenue Fund in support of print shop operations.

8. OPERATING LEASES

The District leases equipment, primarily copiers, under non-cancelable lease agreements. Operating lease expenses/expenditures totaled approximately \$348,000 for the year ended June 30, 2020. Future payments associated with operating leases are due as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 347,777
2022	341,966
2023	235,720
2024	26,203
2025	1,202
	<u>\$ 952,868</u>

9. OTHER POST EMPLOYMENT BENEFITS

Post Employment Health Care Benefits

Plan Description - The District, as a result of collective bargaining agreements, offers post-employment medical benefits under a single-employer, defined benefit plan, to administrators and confidential employees upon retiring under the provisions of PERS and to instructors who retired prior to July 1, 1992. In addition to qualifying for PERS, retirees must elect early retirement under the District's early retirement program as described in the previous Note. For these retirees, the District provides payments for medical premiums and provides dental coverage to administrators until the earlier of 120 months or until age 65.

Prior to July 1, 1992, the program was also available to instructors. As a result of collective bargaining, increased benefits in the District's early retirement program, as described in the previous note, have replaced the post-employment health care benefits for instructors retiring on or after July 1, 1992. Benefits will continue for those instructors already receiving benefits, who retired prior to July 1, 1992. The District does not issue a stand-alone report for this plan.

Summary of significant accounting policies - The plan is accounted for in the Post Retirement Fund, which is reported on the accrual basis of accounting. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Plan investments are a part of the District's investment pool, reported at fair value. Because the District has not transferred the assets to an insurance trust, the actuarial value of assets is zero.

Funding Policy - The benefits from this program are fully paid by the District and, consequently, no contributions by employees are required. Although there is no obligation on the part of the District to fund these benefits in advance, the District has established a Post Retirement Fund to accumulate assets to pay these benefits in the future; however the District does not contribute to the fund on an actuarially determined basis.

Post Employment Health Insurance Subsidy

Plan Description - The District operates a single-employer retiree benefit plan that provides postemployment health, dental, vision and life insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. Benefits and eligibility for members are established through the collective bargaining agreements. The District's post-retirement plan was established in accordance with Oregon Revised Statutes (ORS) 243.303 which states, in part, that for the purposes of

9. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

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.

The District did not establish an irrevocable trust (or equivalent arrangement) to account for the plan. Instead, the activities of the plan are reported in the General Fund. The District does not issue a stand-alone report for this plan.

Funding Policy – The benefits from this program are paid by the retired employees on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is no obligation on the part of the District to fund these benefits in advance.

Total Other Post Employment Benefit Liability

For presentation purposes the actuary combined both OPEB Plans (Implicit Subsidy and Post employment Health Care) into one liability and the following disclosures include both plans. The District’s total pension liability and total other post employment benefits were measured as of June 30, 2019 and determined by an actuarial valuation as of January 1, 2019.

Actuarial Methods and Assumptions - The District engaged an actuary to perform a valuation as of June 30, 2019 using the Entry age normal, level percent of Pay Cost Actuarial Method. The asset valuation method used was market value and the amortization method used was 30 year, open level %.

The total other post employment benefit liability in the January 1, 2019 actuarial valuation was calculated based on the discount rate and actuarial assumptions below, and was then projected forward/backward to the measurement date.

Discount Rate	3.50%
Valuation Date	January 1, 2019
Measurement Date	June 30, 2019
Reporting Date	June 30, 2020
Inflation	2.50%
Salary Increases	3.25%
Healthy Mortality	Based on Oregon PERS valuation assumptions as of December 31, 2017
Actuarial Cost Method	Entry Age Normal Level Percent of Pay

Mortality rates were based on the RP=2014 Annuitant, Sex Distinct, Generational projection with unisex Social Security Data Scale and set back 12 months.

Disability rates were not used in the January 1, 2019 valuation.

Retirement rates were calculated based on age, Tier/OPSRP and duration of service. 100% of future retirees eligible for District-paid health care are assumed to elect medical coverage and 80% of those retirees are assumed to cover a spouse, as well.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

9. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

60% of all other active members were assumed to elect medical coverage and 70% of male/30% of female retirees are assumed to cover a spouse, as well. There was an assumption of no impact of dependent children on the implicit subsidy.

100% of eligible retirees are assumed to continue life insurance coverage until the maximum allowable age.

The discount rate used to measure the total other post-employment benefit liabilities were 3.50%, based on the Bond Buyer Index: 20-Bond Government Obligations at the measurement date.

Changes in the Net Other Post-Employment Benefit Liability

	Increase (Decrease)		
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a)-(b)
Balance at June 30, 2019	\$ 11,205,477	\$ 1,556,215	\$ 9,649,262
Service Cost	663,755	-	663,755
Interest on Total Pension Liability	446,034	-	446,034
Effect of changes to benefit terms	-	-	-
Effect of economic /demographic gains or losses	-	-	-
Effect of assumptions changes or inputs	328,052	-	328,052
Contributions - Employer	-	340,513	(340,513)
Contributions - Employee	-	-	-
Benefit Payments	(694,191)	(110,660)	(583,531)
Administrative Expenses	-	-	-
Balance at June 30, 2020	\$ 11,949,127	\$ 1,786,068	\$ 10,163,059

Sensitivity of the Total Post-Employment Benefit Liability to changes in the discount and trend rates

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

	Current Discount Rate		
	1% Decrease (2.50%)	(3.50%)	1% Increase (4.50%)
Total OPEB Liability	\$ 12,877,279	\$ 11,949,127	\$ 11,082,049

	Current Trend Rate		
	1% Decrease (3.75%)	(4.75%)	1% Increase (5.75%)
Total OPEB Liability	\$ 10,761,572	\$ 11,949,127	\$ 13,327,139

For the year ended June 30, 2020, the District recognized OPEB expenses for Health Insurance of \$303,610. At June 30, 2020, the District reported deferred outflow and deferred inflows of resources related to OPEB for Health Insurance from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ -	\$ (62,597)
Changes in assumptions	1,391,509	(367,085)
Subtotal - Amortized Deferrals (below)	1,391,509	(429,682)
Contributions made subsequent to measurement date	693,100	-
Total at June 30, 2020	\$ 2,084,609	\$ (429,682)

Subtotal amounts related to OPEB as deferred outflows of resources, \$1,391,509, and deferred inflows of resources, (\$429,682), net to (\$961,827) and will be recognized in OPEB expense as follows:

9. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Year ending June 30,	Amount
2021	\$ 116,765
2022	116,765
2023	116,766
2024	137,631
2025	136,376
Thereafter	337,524
Total	<u>\$ 961,827</u>

Tax Sheltered Annuity

The District offers its employees a tax deferred annuity program established pursuant to Section 403(b) and 457(b) of the Internal Revenue Code (the Code). Contributions are made through salary reductions from participating employees up to the amounts specified in the Code. No contributions are required from the District. As of June 30, 2020, approximately 310 employees were participating in the plan.

Other Post-Employment Benefit Plan (RHIA)

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

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

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the District currently contributes 0.06% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2021. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The District's contributions to RHIA are included in the PERS contribution, please see note 10.

At June 30, 2020, the District reported a net OPEB liability/(asset) of (\$1,079,329) for its proportionate share of the net OPEB liability/(asset). The OPEB liability/(asset) was measured as of June 30, 2019, and the total OPEB liability/(asset) used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of December 31, 2017. Consistent with GASB Statement No. 75, paragraph 59(a), the District's proportion of the net OPEB liability/(asset) is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement dates of June 30, 2019 and 2018, the District's proportion was .559 percent and .584 percent, respectively. OPEB RHIA Income for the year ended June 30, 2020 was \$412,998.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

9. OTHER POST EMPLOYMENT BENEFITS (RHIA) (CONTINUED)

Components of OPEB Expense/(Income)

Employer's proportionate share of collective system OPEB Expense/(Income)	\$ (140,370)
Net amortization of employer-specific deferred amounts from:	
- Changes in proportionate share (per paragraph 64 of GASB 75)	4,503
- Differences between employer contributions and employer's proportionate share of system contributions (per paragraph 65 of GASB 75)	-
Employer's Total OPEB Expense/(Income)	<u>\$ (135,867)</u>

Components of Deferred Outflows/Inflows of Resources

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$ -	\$ 142,331
Changes in assumptions	-	1,118
Net difference between projected and actual earnings on pension plan investments	-	66,621
Net changes in proportionate share	14,137	1,923
Differences between District contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	<u>14,137</u>	<u>211,993</u>
District contributions subsequent to measuring date	-	-
Deferred outflow (inflow) of resources	<u>\$ 14,137</u>	<u>\$ 211,993</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability/(asset) in the fiscal year ended June 30, 2021.

Subtotal amounts related to OPEB as deferred outflows of resources, \$14,137, and deferred inflows of resources, (\$211,993), net to (\$197,856) and will be recognized in OPEB expense as follows:

Year ending June 30,	<u>Amount</u>
2021	\$ (102,992)
2022	(90,073)
2023	(11,654)
2024	6,863
2025	-
Thereafter	-
Total	<u>\$ (197,856)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost-Sharing Multiple-Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2019. That independently audited report was dated March 4, 2020 and can be found at:

<https://www.oregon.gov/pers/EMP/Documents/GASB/2019/PERS%20GASB%2075%20RHIA%20Report%20FY%20206.30.19.pdf>

9. OTHER POST EMPLOYMENT BENEFITS (RHIA) (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS

Valuation Date	December 31, 2017 rolled forward to June 30, 2019
Experience Study Report	2016, Published July 26, 2017
Actuarial cost method	Entry Age Normal
Inflation rate	2.50 percent
Investment rate of return	7.20 percent
Discount rate	7.20 percent
Projected salary increase	3.50 percent
Retiree healthcare participation	Healthy retirees: 35%; Disabled retirees: 20%
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

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

Discount Rate - The discount rate used to measure the total OPEB liability as of the measurement dates of June 30, 2019 and 2018 was 7.20 and 7.20 percent, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return - To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the 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.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

9. OTHER POST EMPLOYMENT BENEFITS (RHIA) (CONTINUED)

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	8.00%	3.49%
Short-Term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.13%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equity	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
<i>Assumed Inflation - Mean</i>		2.50%

Source: June 30, 2019 PERS CAFR; p. 74

Sensitivity of the District's proportionate share of the net OPEB liability/(asset) to changes in the discount rate – The following presents the District's proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 7.20 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 (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
District's proportionate share of the net OPEB liability (asset)	\$ (836,759)	\$ (1,079,329)	\$ (1,286,017)

Changes Subsequent to the Measurement Date - There are no changes subsequent to the June 30, 2019 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

10. PENSION PLANS

Early Retirement

Plan Description - The District maintains a single employer early retirement supplement program for its employees. This program covers all full-time certificated and classified employees (hired prior to July 1, 1999) and administrative employees (hired prior to July 1, 2005) and confidential (hired prior to July 1, 2009) personnel of the District. The District does not issue a stand alone report for this plan.

10. PENSION PLANS (EARLY RETIREMENT) (CONTINUED)

These programs have been established under separate collective bargaining agreements and provide provisions for early retirement after 30 years of service or age 55 with at least 15 years of continuous District service (ten years for administrative) immediately preceding retirement. This optional early retirement program provides the employee with the following:

- For certificated employees, \$780 per month for the earlier of forty-eight months or until age 62.
- For classified or confidential employees, \$200 per month for the earlier of forty-eight months or until age 62.
- For administrators with between 10 and 15 years of service, \$350 per month for the earlier of forty-eight months or until age 62.
- For administrators with 15 or more years of service, \$400 per month for the earlier of forty-eight months or until age 62

Summary of significant accounting policies –The plan is accounted for in the Early Retirement Fund, which is reported on the accrual basis of accounting. The District’s contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Plan investments are a part of the District’s investment pool, reported at fair value.

Funding Policy - The benefits from this program are fully paid by the District and, consequently, no contributions by employees are required. Although there is no obligation on the part of the District to fund these benefits in advance, the District has established an Early Retirement Fund to accumulate assets to pay these benefits in the future based on an actuarially determined rate.

Total Pension Liability (Stipend) - The District’s total pension liability and total other post employment benefits were measured as of June 30, 2019 and determined by an actuarial valuation as of January 1, 2019.

Actuarial Methods and Assumptions - The District engaged an actuary to perform a valuation as of January 1, 2019 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 %.

The total pension liability in the January 1, 2019 actuarial valuation was calculated based on the discount rate and actuarial assumptions below, and was then projected forward/backward to the measurement date. There are no assets accumulated in a trust that meets the criteria in GASB 73 paragraph 4.

Discount Rate	3.50%
Valuation Date	January 1, 2019
Measurement Date	June 30, 2019
Reporting Date	June 30, 2020
Inflation	2.50%
Salary Increases	3.25%
Healthy Mortality	Based on Oregon PERS valuation assumptions as of December 31, 2017
Actuarial Cost Method	Entry Age Normal Level Percent of Pay

Mortality rates were based on the RP=2014 Annuitant, Sex Distinct, Generational projection with unisex Social Security Data Scale and set back 12 months.

Disability rates were not used in the January 1, 2019 valuation.

Retirement rates were calculated based on age, tier/OPSRP and years of service. Members who can become eligible for District-paid stipend were assumed not to terminate employment prior to retirement.

100% of active members eligible for stipend benefits were assumed to elect coverage upon retirement.

The discount rate used to measure the total stipend benefit liabilities was 3.5%, based on the current interest rate paid by the Oregon Short Term Fund.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

10. PENSION PLANS (EARLY RETIREMENT) (CONTINUED)

Program membership consisted of the following at January 1, 2019:

Retirees currently receiving benefits	43
Active program members	134
Total	<u>177</u>

Changes in the Total Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance at June 30, 2019	\$ 1,789,837	\$ 299,567	\$ 1,490,270
Service Cost	34,035	-	34,035
Interest on Total Pension Liability	64,405	-	64,405
Effect of changes to benefit terms	-	-	-
Effect of economic /demographic gains or losses	-	-	-
Effect of assumptions changes or inputs	19,791	-	19,791
Contributions - Employer	-	372,875	(372,875)
Contributions - Employee	-	-	-
Benefit Payments	(322,377)	(250,856)	(71,521)
Administrative Expenses	-	-	-
Balance at June 30, 2020	<u>\$ 1,585,691</u>	<u>\$ 421,586</u>	<u>\$ 1,164,105</u>

Sensitivity of the Total Pension Liability to changes in the discount and trend rates - The following presents the Total Pension Liability of the plan, calculated using the discount rate as of the measurement date, as well as what the Plan's Total Pension Liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate. A similar sensitivity analysis is then presented for changes in the health care cost trend assumption:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Total Pension Liability	\$ 1,638,316	\$ 1,585,691	\$ 1,531,956

For the year ended June 30, 2020, the District recognized OPEB income for Stipends of \$231,078. At June 30, 2020, the District reported deferred outflow and deferred inflows of resources related to OPEB for Stipends from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 141,524	\$ -
Changes in assumptions	28,091	(54,498)
Subtotal - Amortized Deferrals (below)	169,615	(54,498)
Contributions made subsequent to measurement date	247,700	-
Total at June 30, 2020	<u>\$ 417,315</u>	<u>\$ (54,498)</u>

Subtotal amounts related to OPEB as deferred outflows of resources, \$169,615, and deferred inflows of resources, (\$54,498), net to (\$115,117) and will be recognized in OPEB expense as follows:

Year ending June 30,	Amount
2021	\$ 39,941
2022	37,588
2023	37,588
2024	-
2025	-
Thereafter	-
Total	<u>\$ (197,856)</u>

10. PENSION PLANS (PERS) (CONTINUED)

Oregon Public Employees Retirement System (PERS)

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer 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: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>
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.
A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier 1 general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier 2 members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.
- 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 COLA is capped at 2.0 percent.
- 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. A member of the

10. PENSION PLANS (PERS) (CONTINUED)

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.

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 Post-Employment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation, which became effective July 1, 2019. The State of Oregon and certain schools, community colleges, and political subdivisions have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$9,026,220, excluding amounts to fund employer specific liabilities. In addition, approximately \$2,520,219 in employee contributions were paid or picked up by the District in 2019-2020.

PENSION ASSET OR LIABILITY – At June 30, 2020, the District reported a net pension liability of \$87,230,517 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017. 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. As of the measurement dates of June 30, 2019 and 2018, the District's proportion was .504 and .559 percent, respectively. Pension expense for the year ended June 30, 2020 was \$11,415,351.

The rates in effect for the year ended June 30, 2020 were:

- (1) Tier 1/Tier 2 – 17.89%
- (2) OPSRP general services – 12.44%

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$ 4,810,506	\$ -
Changes in assumptions	11,833,815	-
Net difference between projected and actual earnings on pension plan investments	-	2,472,897
Net changes in proportionate share	2,167,728	5,616,653
Differences between District contributions and proportionate share of contributions	<u>-</u>	<u>3,859,361</u>
Subtotal - Amortized Deferrals (below)	18,812,049	11,948,911
District contributions subsequent to Measurement date	<u>9,026,220</u>	-
Net deferred outflow (inflow) of resources	<u>\$ 27,838,269</u>	<u>\$ 11,948,911</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2020.

Subtotal amounts related to pension as deferred outflows of resources, \$18,812,049, and deferred inflows of resources, (\$11,948,911), net to \$6,863,138 and will be recognized in pension expense as follows:

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

10. PENSION PLANS (PERS) (CONTINUED)

<u>Year ending June 30,</u>	<u>Amount</u>
2021	6,405,987
2022	(949,768)
2023	1,094,198
2024	491,642
2025	(178,921)
Thereafter	-
Total	<u>\$ 6,863,138</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated March 4, 2020. Oregon PERS produces an independently audited CAFR which can be found at: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>

ACTUARIAL VALUATIONS – The employer contribution rates effective July 1, 2019 through June 30, 2021, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (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 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, 2017 rolled forward to June 30, 2019
Experience Study Report	2016, Published July 26, 2017
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
Investment rate of return	7.20 percent (changed from 7.50 percent)
Discount rate	7.20 percent
Projected salary increase	3.50 percent overall payroll growth
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/1.15%) in accordance with Moro decision, blend based on service.
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

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

10. PENSION PLANS (PERS) (CONTINUED)

ASSUMED ASSET ALLOCATION

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Investments	0.0%	12.5%	12.5%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100%

Source: June 30, 2019 PERS CAFR; p. 100)

LONG-TERM EXPECTED RATE OF RETURN – To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the 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	8.00%	3.49%
Short-Term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.13%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equity	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
Assumed Inflation - Mean		2.50%

Source: June 30, 2019 PERS CAFR; p. 74

DISCOUNT RATE – The discount rate used to measure the total pension liability, as of the measurement dates June 30, 2019 and 2018 was 7.20 for both years, 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

10. PENSION PLANS (PERS) (CONTINUED)

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.

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 7.20 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 (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
District's proportionate share of the net pension liability	\$ 139,691,933	\$ 87,230,517	\$ 43,327,539

CHANGES SUBSEQUENT TO 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.

There are no changes subsequent to the June 30, 2019 Measurement Date that meet this requirement and would require a brief description under the GASB standard.

OPSRP INDIVIDUAL ACCOUNT PROGRAM (OPSRP IAP)

Plan Description - Employees of the District are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits - Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies. Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

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

Contributions - Employees of the District pay six (6) percent of their covered payroll. The District did not make any optional contributions to member IAP accounts for the year ended June 30, 2020.

Additional disclosures related to Oregon PERS not applicable to specific employers are available online, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700.

<https://www.oregon.gov/pers/emp/pages/GASB.aspx>

11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft or damage to and destruction of assets; errors and omissions; and natural disasters. The District purchases commercial insurance for all claims other than that represented by minimal deductible amounts per loss. Workers' compensation insurance is purchase on a retrospectively rated basis so that total insurance cost is ultimately in direct proportion to losses. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years and there have been no reductions in insurance coverage from the prior year. The District does not engage in risk financing activities where the risk is retained (self-insurance).

12. COMMITMENTS AND CONTINGENCIES

On July 1, 2004, the District entered into a contract for pupil transportation to extend through the 2013-2014 school year. The District may extend the contract for up to an additional four years in two year increments. The contract was extended on April 5, 2018 for an additional two years to through the 2019-20 school year. On December 5, 2019 the board of directors approved a one year contract for the 2019/2020 school year in which the District will issue a formal RFP. The total cost to the District under this contract will vary depending upon the number of buses utilized each day. Expenditures under the contract for pupil transportation during fiscal year 2020 were approximately \$7,696,000, including expenditures for gasoline and additional bus services not included in the computation of minimum annual costs.

On June 11, 2020, the board of directors approved a one-year contract for food service management to extend through the 2020-21 school year. The contract may be renewed yearly upon mutual written agreement for up to four additional years. The total cost to the District under the contract will vary depending upon the number of meals served. Expenditures under the contact for fiscal year 2020 were approximately \$2,662,000

In 2017-19 the District entered into contracts for the design, build and renovation of buildings through out the district. As of June 30, 2020, the district has approximately \$26,517,976 in contracts outstanding.

The District, in the regular course of business, is named as a defendant in various lawsuits. The likely outcome of these lawsuits is not presently determinable.

The COVID-19 outbreak in the United States has caused substantial disruption to business and local governments due to mandated and voluntary suspension of operations and stay at home orders. There is considerable uncertainty around the duration of the outbreak and the long-term impact to the overall economy. However, the District expects the reduction of economic activity to negatively impact funds received.

13. JOINT VENTURE

The District has entered into an intergovernmental property agreement to build and operate a Center for Advanced Learning (CAL), a charter school. However, payment and ownership will be shared with the following Districts along with their share of ownership: Reynolds School District No. 7, 19.305%; Centennial School District no. 28Jt, 16.369%; Mt. Hood Community College, 15.058%; and Gresham-Barlow School District No. 10Jt, 49.268%. The District's investment in CAL at June 30, 2019 and 2020 was \$3,081,197 and \$2,984,246, respectively. The Center for Advanced Learning issues a publicly available financial report which may be obtained by writing: Administrator, The Center for Advanced Learning, 1484 NW Civic Drive, Gresham, OR 97030.

14. SCHOOL FUNDING

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 reduced. The ultimate effect of this possible reduction in funding on the District's future operations is not yet determinable.

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The federal audits for these programs for the year ended June 30, 2020 have not been conducted. Accordingly, compliance with grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although such amounts are expected to be immaterial.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

15. FUND BALANCES

Below is a schedule of ending fund balance, based on GASB Statement No 54 implementation.

Fund Balances	General Fund	Major Capital Projects Fund	Non Major Funds	Total
Nonspendable	\$ 496,788	\$ -	\$ -	\$ 496,788
Restricted:				
Student and other activities	\$ -	\$ -	\$ 1,850,668	\$ 1,850,668
Food Services	-	-	1,244,813	1,244,813
Debt Service	-	-	1,002,554	1,002,554
School Construction	-	38,169,042	-	38,169,042
Committed to:				
Safety/Security	\$ -	\$ -	\$ 50,368	\$ 50,368
PERS Rate Increase	-	-	3,416,647	3,416,647
Assigned to:				
Other Capital Projects	\$ -	\$ 2,032,204	\$ -	\$ 2,032,204
Other Special Revenue	-	-	69,417	69,417
Unassigned	\$ 20,896,883	\$ -	\$ -	\$ 20,896,883
Total Fund Balances	\$ 21,393,671	\$ 40,201,246	\$ 7,634,467	\$ 69,229,384

16. TAX ABATEMENTS

As of June 30, 2020, Gresham-Barlow School District has state provided tax abatements through four major programs:

Vertical Housing (ORS 307.864) - The partial property tax exemption for vertical housing development projects exempts the property from a portion of ad valorem property taxes imposed by local districts, other than districts electing not to participate in the vertical housing development zone.

The exemption percentage is equal to 20% of the taxes for one equalized floor allocated to residential housing, 40% for two equalized floors, 60% for three equalized floors, and 80% for four or more equalized floors. The exemption begins in the first tax year the project is occupied or ready for occupancy following certification under the program and for the next nine consecutive tax years.

Enterprise Zone (ORS 285C.175) - 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.

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.

Construction in Process in Enterprise Zone (ORS 285C.170) - The Oregon Enterprise Zone program is a State of Oregon economic development program established, that allows for property tax exemptions. A Construction-in-Process exemption is available for qualifying properties currently under construction in an Enterprise Zone.

To qualify, the property must be owned or leased by an authorized business that is contractually obligated to own or lease the property until placed in service, it may not be previously subject to exemption as a commercial facility (ORS 307.330), and may not be operated, in all or part, as a hotel, motel, or destination resort.

Property may be exempt for no more than two tax years, which must be consecutive, and is not dependent on the property already receiving or being qualified to receive the Enterprise Zone exemption.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

16. TAX ABATEMENTS (CONTINUED)

Alternative Energy (ORS 307.175) - Authorizes counties to enter into agreement, for period not to exceed 20 years, with owner or person in possession or control of solar project pursuant to which property constituting solar project is exempt from property taxation and owner pays fee in lieu of taxes. Requires the county to consult with the city if solar project is located within boundaries of city and provides agreement is not effective unless governing body of city is party to agreement. Provides that fee shall equal \$7,000 per megawatt of nameplate capacity of solar project. If solar project is located within incorporated city, requires city to enter into agreement.] Provides that fee shall be distributed to each taxing district in proportion to taxing district's total rate of ad valorem property taxes, excluding taxes imposed to repay bonded indebtedness. Requires disqualification from exemption and payment of penalty equal to one year of fee in lieu of property taxes if fee is delinquent for more than one year. Provides that property that has received exemption under certain economic development programs is not eligible to pay fee in lieu of property taxes. Sunsets on January 2, 2022.

Food Processor (ORS 307.455) - Allows a property tax exemption for food processors' qualified real and personal property machinery and equipment (M&E) that is certified by the Oregon Department of Agriculture (ODA). The exemption begins the first tax year following certification and filing of the claim for exemption and continues for the next four succeeding tax years if, as of January 1 of each year, the certified M&E remains qualified.

For the fiscal year ended June 30, 2020, the District abated property taxes as follows under these programs:

Tax Abatement Program	Amount of Taxes Abated during the Fiscal Year
Vertical Housing Zones	\$ 10,609
Enterprise Zones	354,597
Construction in Process Enterprise Zones	118,697
Alternative Energy	1,898
Food Processor	5,374
	\$ 491,175

17. RESTATEMENT OF NET POSITION

Due to the current actuarial valuation of the District's RHIA benefits for GASB Statement No. 75, a restatement of the prior year net position was required to correctly record the RHIA asset at the prior measurement date.

Net Position - Beginning as previously reported	\$ (17,067,766)
Change in June 30, 2019 RHIA asset	468,475
Net Position - Beginning as restated	\$ (16,599,291)

REQUIRED SUPPLEMENTAL INFORMATION

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 REQUIRED SUPPLEMENTARY INFORMATION
 OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

*Year Ended June 30,	(a) District's proportion of the net pension liability (NPL)	(b) District's proportionate share of the net pension liability (NPL)	(c) District's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2020	.50 %	\$ 87,230,517	\$ 60,941,549	1.43 %	80.2 %
2019	.56	84,719,683	59,042,248	1.43	82.1
2018	.53	70,875,734	57,672,826	1.23	83.1
2017	.54	80,413,921	58,294,529	1.38	80.5
2016	.53	30,542,161	54,461,564	0.56	91.9
2015	.55	(12,462,938)	47,561,896	(0.26)	103.6
2014	.55	28,058,317	51,573,224	0.54	92.0

The amounts presented for each fiscal year were actuarial determined at 12/31/14 and rolled forward to the measurement date.

SCHEDULE OF DISTRICT CONTRIBUTIONS

*Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percent of covered payroll
2020	\$ 9,026,220	\$ 9,026,220	\$ -	\$ 60,841,474	14.8 %
2019	6,769,716	6,769,716	-	60,941,549	11.1
2018	6,691,710	6,691,710	-	59,042,248	11.3
2017	4,127,058	4,127,058	-	57,672,826	7.2
2016	2,931,512	2,931,512	-	58,294,529	5.0
2015	4,088,013	4,088,013	-	54,461,564	7.5
2014	3,906,814	3,906,814	-	47,561,896	8.2

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.

The above schedules have been restated for all years.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 REQUIRED SUPPLEMENTARY INFORMATION
 OTHER POST EMPLOYMENT BENEFITS (OPEB) - RHIA**

**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OTHER POST-EMPLOYMENT BENEFITS (OPEB)
 LIABILITY/(ASSET) - RHIA AND RELATED RATIOS**

*Year Ended June 30,	District's Proportion of the Net OPEB Liability	District's Proportionate share of the Net OPEB Liability/(Asset) (NOL/(A)) (1)	Covered Payroll (2)	NOL/(A) as a Percentage of Covered-Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB liability
2020	0.584%	\$ (1,079,329)	\$ 60,941,549	-1.77%	144.4 %
2019	0.559%	(652,300)	59,042,248	-1.10%	124.0

SCHEDULE OF DISTRICT CONTRIBUTIONS

*Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percent of covered payroll
2020	\$ N/A	\$ N/A	\$ -	\$ 60,841,474	- %
2019	N/A	N/A	-	60,941,549	-
2018	N/A	N/A	-	59,042,248	-

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.

- (1) The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.
- (2) Amounts for covered payroll use the prior year's data to match the measurement date used by the pension plan for each fiscal year

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
REQUIRED SUPPLEMENTARY INFORMATION
EARLY RETIREMENT PROGRAM**

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

	2020	2019	2018	2017
Total Pension Liability - beginning	\$ 1,789,837	\$ 1,803,584	\$ 2,055,856	\$ 2,211,684
Service cost	34,035	52,365	57,372	46,428
Interest	64,405	61,288	55,725	80,177
Changes of benefit terms				
Changes in economic/demographic gains or losses	-	235,872		
Changes in assumptions or other input	19,791	(72,671)	(47,213)	72,124
Benefit payments	(322,377)	(290,601)	(318,156)	(354,557)
Net change in total pension liability	(204,146)	(13,747)	(252,272)	(155,828)
Total Pension Liability - end of year	\$ 1,585,691	\$ 1,789,837	\$ 1,803,584	\$ 2,055,856
Fiduciary Net Position - beginning	\$ 299,567	\$ 347,919	\$ 337,420	\$ 313,534
Contributions - Employer	366,346	266,606	295,748	338,928
Contributions - Employee			-	-
Net investment income	6,529	7,419	5,352	3,115
Benefit payments	(250,856)	(322,377)	(290,601)	(318,157)
Administrative expense	-	-	-	-
Net change in fiduciary net position	122,019	(48,352)	10,499	23,886
Fiduciary Net Position - end of year	\$ 421,586	\$ 299,567	\$ 347,919	\$ 337,420
Net Pension Liability - end of year	\$ 1,164,105	\$ 1,490,270	\$ 1,455,665	\$ 1,718,436
Fiduciary net position as a percentage of the total pension liability	27%	17%	19%	16%
Covered payroll	11,367,545	12,010,255	12,456,637	N/A
Net pension liability as a percentage of covered payroll	10%	12%	12%	N/A

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.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 REQUIRED SUPPLEMENTARY INFORMATION
 EARLY RETIREMENT PROGRAM**

SCHEDULE OF EMPLOYER CONTRIBUTIONS - STIPEND BENEFIT

Fiscal Year Ending June 30,	Actuarilly Determined Contribution (ADC)	Contributions in relation to the ADC	Contribution Deficiency (excess)	Employers Covered Payroll	Contributions as a percent of Covered Payroll
2020	\$ 361,600	\$ 366,346	\$ (4,746)	\$ 10,296,362	3.6%
2019	361,600	266,606	94,994	11,367,545	2.3%
2018	333,600	295,748	37,852	12,010,255	2.5%
2017	333,600	338,928	(5,328)	12,456,637	2.7%

NOTES TO SCHEDULE

The above data is based on actuarial valuation performed as of July 1, 2019

KEY METHOD AND ASSUMPTIONS USED TO CALCULATE ADC

The actuarial cost method used is the Individual Entry Age Normal Level Percent of Pay cost method.

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.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST EMPLOYMENT BENEFIT PROGRAMS (IMPLICIT SUBSIDY AND HEALTH CARE BENEFITS)**

**SCHEDULE OF CHANGE IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
Implicit Subsidy and Health Care Benefits**

	2020	2019	2018	2017
Total OPEB Liability - beginning	\$ 11,205,477	\$ 10,206,199	\$ 10,572,896	\$ 9,618,834
Service cost	663,755	562,072	615,960	498,577
Interest	446,034	373,190	308,980	376,179
Changes of benefit terms	-	15,722		
Changes in economic/demographic gains or losses	-	(104,329)		
Changes in assumptions or other input	328,052	846,814	(591,833)	779,110
Benefit payments	(694,191)	(694,191)	(699,804)	(699,804)
Net change in total OPEB liability	743,650	999,278	(366,697)	954,062
Total OPEB Liability - end of year	\$ 11,949,127	\$ 11,205,477	\$ 10,206,199	\$ 10,572,896
Fiduciary Net Position - beginning	\$ 1,556,215	\$ 1,345,915	\$ 1,163,383	\$ 965,144
Contributions - Employer	300,000	300,000	300,000	300,000
Contributions - Employee	-	-	-	-
Net investment income	40,513	40,975	24,352	13,288
Benefit payments	(110,660)	(130,675)	(141,820)	(115,049)
Administrative expense	-	-	-	-
Net change in fiduciary net position	229,853	210,300	182,532	198,239
Fiduciary Net Position - end of year	\$ 1,786,068	\$ 1,556,215	\$ 1,345,915	\$ 1,163,383
Net OPEB Liability - end of year	\$ 10,163,059	\$ 9,649,262	\$ 8,860,284	\$ 9,409,513
Fiduciary net position as a percentage of the total OPEB liability	15%	14%	13%	11%
Covered payroll	60,841,475	58,554,649	59,036,086	N/A
Net OPEB liability as a percentage of covered payroll	17%	16%	15%	N/A

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.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 REQUIRED SUPPLEMENTARY INFORMATION
 OTHER POST EMPLOYMENT BENEFIT PROGRAMS (IMPLICIT SUBSIDY AND HEALTH CARE BENEFITS)**

SCHEDULE OF EMPLOYER CONTRIBUTIONS - OPEB

Fiscal Year Ending June 30,	Actuarilly Determined Contribution (ADC)	Contributions in relation to the ADC	Contribution Deficiency (excess)	Employers Covered Payroll	Contributions as a percent of Covered Payroll
2020	\$ -	\$ 300,000	\$ (300,000)	\$ 61,827,601	0.5%
2019	-	300,000	(300,000)	60,841,475	0.5%
2018	-	300,000	(300,000)	59,036,086	0.5%
2017	-	300,000	(300,000)	59,036,086	0.5%

NOTES TO SCHEDULE

The above data is based on actuarial valuation performed as of July 1, 2019

KEY METHOD AND ASSUMPTIONS USED TO CALCULATE ADC

The actuarial cost method used is the Individual Entry Age Normal Level Percent of Pay cost method.

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

This page is intentionally left blank

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2020

	Budget		Actual	Variance with
	Adopted	Final		Final Budget
				Over
				(Under)
REVENUES:				
Construction excise taxes	\$ 250,000	\$ 250,000	\$ 806,374	\$ 556,374
E-Rate	250,000	250,000	671,748	421,748
Intermediate sources	75,000	75,000	290,000	215,000
Other state and local sources	215,000	215,000	1,631,817	1,416,817
Investment earnings	2,543,750	2,543,750	1,788,075	(755,675)
Miscellaneous	7,500	7,500	1,537	(5,963)
	<u>3,341,250</u>	<u>3,341,250</u>	<u>5,189,551</u>	<u>1,848,301</u>
EXPENDITURES:				
Instruction	-	-	-	-
Support services	591,754	591,754	162,301	(429,453)
Facilities acquisition and construction	122,300,000	122,300,000	98,471,792	(23,828,208)
Debt Service	200,000	200,000	183,250	(16,750)
Operating Contingency	40,000,000	40,000,000	-	(40,000,000)
Total expenditures	<u>163,091,754</u>	<u>163,091,754</u>	<u>98,817,343</u>	<u>(64,274,411)</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(159,750,504)	(159,750,504)	(93,627,792)	66,122,712
NET CHANGE IN FUND BALANCE	<u>(159,750,504)</u>	<u>(159,750,504)</u>	<u>(93,627,792)</u>	<u>66,122,712</u>
FUND BALANCE, July 1, 2019	<u>162,352,000</u>	<u>162,352,000</u>	<u>133,829,038</u>	<u>(28,522,962)</u>
FUND BALANCE, June 30, 2020	<u>\$ 2,601,496</u>	<u>\$ 2,601,496</u>	<u>\$ 40,201,246</u>	<u>\$ 37,599,750</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE- BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Property taxes	\$ 19,034,543	\$ 19,034,543	\$ 19,090,478	\$ 55,935
Investment earnings	70,000	70,000	159,037	89,037
Total revenues	<u>19,104,543</u>	<u>19,104,543</u>	<u>19,249,515</u>	<u>144,972</u>
EXPENDITURES:				
Debt Service				
Principal	9,015,545	9,015,545	9,015,545	-
Interest	<u>10,175,998</u>	<u>10,175,998</u>	<u>10,174,515</u>	<u>(1,483)</u>
Total expenditures	<u>19,191,543</u>	<u>19,191,543</u>	<u>19,190,060</u>	<u>(1,483)</u>
NET CHANGE IN FUND BALANCE	(87,000)	(87,000)	59,455	146,455
FUND BALANCE, July 1, 2019	<u>787,000</u>	<u>787,000</u>	<u>943,099</u>	<u>156,099</u>
FUND BALANCE, June 30, 2020	<u>\$ 700,000</u>	<u>\$ 700,000</u>	<u>\$ 1,002,554</u>	<u>\$ 302,554</u>

NONMAJOR AND FIDUCIARY FUNDS

NONMAJOR GOVERNMENTAL FUNDS

These funds account for revenues and expenditures restricted for specific educational projects, the District's food dispensing program, future capital equipment replacement, and student participation fees. Included are the following funds:

Nutrition Services Fund – The program is funded by the sale of meal tickets and monies and food products received from the U.S.D.A and the Oregon State Department of Education. The Board has contracted the operation of the food service to Sodexo, a nationwide food service contractor.

State and Other Grant Fund – This grant accounts for revenue and expenditures of grants restricted for specific educational projects. Principal revenue sources are state and local grants.

Other Special Revenue Fund – This fund accounts for the other special revenues from one primary source: student activities. The major source of revenue is student participation fees and receipts from event admission charges for student activities.

FIDUCIARY FUNDS

These funds account for the District's early retirement and post-employment health care benefits, and scholarship programs provided by bequests and donations. Included are:

Pension Trust Fund – The Early Retirement Fund accounts for the accumulation of resources to be used for payments to employees who receive supplemental early retirement stipends. The Post Retirement Fund accounts for the accumulation of resources to be used to pay post-employment medical care benefits (OPEB). Resources for the early retirement fund are charged to other funds as a percent of payroll based on actuarial valuations. Resources are contributed to the Post Retirement Fund through a transfer from the general fund. Both funds are budgeted together as the Pension Trust Fund.

Agency Fund – accounts for the receipts and disbursements associated with the processing of payroll for the Center for Advanced Learning and to account for "pass-through" grants where the District acts as the fiscal agent or cash conduit.

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020**

	<u>Special Revenue Funds</u>			
	Nutrition Services Fund	State and Other Grant Fund	Other Special Revenue Fund	Total
ASSETS				
Equity in pooled cash and investments	\$ 1,034,378	\$ -	\$ 5,263,560	\$ 6,297,938
Property taxes receivable	-	-	-	-
Accounts and other receivable	475,379	569,923	1,306	1,046,608
TOTAL ASSETS	<u>\$ 1,509,757</u>	<u>\$ 569,923</u>	<u>\$ 5,264,866</u>	<u>\$ 7,344,546</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and retainage payable	\$ 204,852	\$ 42,881	\$ 3,852	\$ 251,585
Matured interest coupons payable	-	-	-	-
Unearned revenue	60,092	248,129	-	308,221
Due to other funds	-	152,827	-	152,827
TOTAL LIABILITIES	<u>264,944</u>	<u>443,837</u>	<u>3,852</u>	<u>712,633</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue-property taxes	-	-	-	-
Fund Balances:				
Restricted for:				
Food Service	1,244,813	-	-	1,244,813
Retirement of long-term debt	-	-	-	-
School activities	-	-	1,724,582	1,724,582
Other activities	-	126,086	-	126,086
Assigned	-	-	3,536,432	3,536,432
TOTAL FUND BALANCES	<u>1,244,813</u>	<u>126,086</u>	<u>5,261,014</u>	<u>6,631,913</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 1,509,757</u>	<u>\$ 569,923</u>	<u>\$ 5,264,866</u>	<u>\$ 7,344,546</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020**

	Special Revenue Funds			Total
	Nutrition Services Fund	State and Other Grant Fund	Other Special Revenue Fund	
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Federal grants	2,893,632	-	-	2,893,632
State and local sources	94,748	10,725,780	146,636	10,967,164
Charges for services	433,970	-	2,382,753	2,816,723
Investment earnings	20,367	-	71,407	91,774
TOTAL REVENUES	3,442,717	10,725,780	2,600,796	16,769,293
EXPENDITURES:				
Current:				
Instruction	-	1,334,766	1,160,700	2,495,466
Support services	-	1,472,764	380,037	1,852,801
Community services	3,170,591	400	-	3,170,991
Capital outlay	-	8,000,000	-	8,000,000
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	3,170,591	10,807,930	1,540,737	15,519,258
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	272,126	(82,150)	1,060,059	1,250,035
OTHER FINANCING SOURCES:				
5100 Financing proceeds	-	-	-	-
5200 Transfers in	-	-	260,000	260,000
	-	-	260,000	260,000
NET CHANGE IN FUND BALANCE	272,126	(82,150)	1,320,059	1,510,035
FUND BALANCE, July 1, 2019	972,687	208,236	3,940,955	5,121,878
FUND BALANCE, June 30, 2020	\$ 1,244,813	\$ 126,086	\$ 5,261,014	\$ 6,631,913

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 COMBINING BALANCE SHEET
 PENSION TRUST FUNDS
 JUNE 30, 2020**

	<u>Pension Trust Funds</u>		
	<u>Early Retirement Fund</u>	<u>Post Retirement Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 421,586	\$ 1,786,068	\$ 2,207,654
Accounts and other receivable	-	-	-
TOTAL ASSETS	<u>\$ 421,586</u>	<u>\$ 1,786,068</u>	<u>\$ 2,207,654</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to other agencies	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Restricted for:			
Pensions	421,586	1,786,068	2,207,654
Retirement of long-term debt	-	-	-
TOTAL FUND BALANCES	<u>421,586</u>	<u>1,786,068</u>	<u>2,207,654</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 421,586</u>	<u>\$ 1,786,068</u>	<u>\$ 2,207,654</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 PENSION TRUST FUNDS
 YEAR ENDED JUNE 30, 2020**

	Pension Trust Funds		Total
	Early Retirement Fund	Post Retirement Fund	
REVENUES:			
Contributions	\$ -	\$ 300,000	\$ 300,000
Charges for services	366,346	-	366,346
Investment earnings	6,529	40,513	47,042
TOTAL REVENUES	372,875	340,513	713,388
EXPENDITURES:			
Current:			
Support services	250,856	110,660	361,516
TOTAL EXPENDITURES	250,856	110,660	361,516
NET CHANGE IN FUND BALANCE	122,019	229,853	351,872
FUND BALANCE, July 1, 2019	299,567	1,556,215	1,855,782
FUND BALANCE, June 30, 2020	\$ 421,586	\$ 1,786,068	\$ 2,207,654

DETAIL BUDGET REPORTS

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED REVENUES
BUDGET AND ACTUAL -
GENERAL FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Local Sources:				
Current year taxes	\$ 29,500,000	\$ 29,500,000	\$ 29,571,063	\$ 71,063
Prior year taxes	400,000	400,000	465,481	65,481
Other taxes	14,000	14,000	-	(14,000)
Penalties and interest	-	-	35,151	35,151
Tuition and transportation	120,000	120,000	23,946	(96,054)
Investment earnings	500,000	500,000	776,781	276,781
Co-curricular activities	310,000	310,000	227,372	(82,628)
Community services activities	55,000	55,000	42,140	(12,860)
Rentals	265,000	265,000	268,506	3,506
Services provided to others	327,000	327,000	180,000	(147,000)
Fees charged to grants	475,000	475,000	480,581	5,581
Medicare Reimbursements	130,000	130,000	96,838	(33,162)
Miscellaneous	380,000	380,000	161,391	(218,609)
Total local sources	32,476,000	32,476,000	32,329,250	(146,750)
Intermediate Sources:				
County school fund	2,500	2,500	3,798	1,298
Other Intermediate sources	2,000,000	2,000,000	1,929,239	(70,761)
Total intermediate sources	2,002,500	2,002,500	1,933,037	(69,463)
State Sources:				
State school fund	91,668,365	91,668,365	93,830,195	2,161,830
Common school fund	1,102,491	1,102,491	1,221,638	119,147
Other state revenue	800,000	800,000	732,108	(67,892)
Total state sources	93,570,856	93,570,856	95,783,941	2,213,085
Federal Sources:				
Child care development	50,000	50,000	19,358	(30,642)
Federal forest fees	6,000	6,000	9,464	3,464
Other federal sources	-	-	44,843	44,843
Total federal sources	56,000	56,000	73,665	17,665
TOTAL REVENUES	128,105,356	128,105,356	130,119,893	2,014,537
Other Financing Sources:				
Proceeds from sale or loss of capital assets	5,000	5,000	4,845	(155)
Total other financing sources	5,000	5,000	4,845	(155)
TOTAL REVENUES AND OTHER FINANCING SOURCES	128,110,356	128,110,356	130,124,738	2,014,382
FUND BALANCE, July 1, 2019	15,577,115	15,577,115	18,172,677	2,595,562
TOTAL REVENUES, OTHER FINANCING SOURCES AND FUND BALANCE	\$ 143,687,471	\$ 143,687,471	\$ 148,297,415	\$ 4,609,944

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
EXPENDITURES:				
Instruction:				
1111 Elementary programs	\$ 14,589,876	\$ 9,469,148	\$ 39,228	\$ 312,545
1121 Middle school programs	7,526,557	4,547,760	29,385	456,284
1122 Middle school extracurricular	169,710	58,804	21,807	4,782
1131 High school programs	8,524,187	5,408,342	26,968	183,208
1132 High school extracurricular	883,495	393,864	115,371	22,627
1140 Preschool programs	223,083	169,908	280	2,677
1210 Talented and gifted programs	16,657	8,783	10,175	-
1220 Restrictive programs	1,572,188	1,148,368	1,566,912	9,045
1250 Resource rooms	5,126,164	3,656,105	42,402	7,044
1271 Remediation	15,691	6,693	191,593	-
1272 Title I	-	-	-	-
1280 Alternative education	206,500	129,690	10,125,854	-
1290 Designated programs	2,514,960	1,586,306	7,081	26,477
1400 Summer School	2,632	1,211	36,974	-
Total instruction	41,371,700	26,584,982	12,214,030	1,024,689
Support services:				
2110 Attendance and social work services	646,513	471,726	238,068	2,630
2120 Guidance services	1,795,820	1,102,996	609	1,528
2130 Health services	357,076	216,714	43,467	9,438
2140 Psychological services	255,979	166,855	121	2,040
2150 Speech pathology and audiology services	676,958	414,259	1,287	1,711
2190 Service direction - student support services	261,314	137,051	29,374	6,431
2210 Improvement of instruction services	1,173,353	657,078	141,126	12,224
2220 Educational media services	659,690	559,192	30	44,036
2230 Assessment and testing	154,795	91,537	2,839	39
2240 Instructional staff development	295,264	550,886	113,742	21,594
2310 Board of education services	42,776	24,921	91,630	1,499
2320 Executive administration services	271,569	146,356	53,339	8,974
2410 Office of the principal services	5,304,213	3,315,476	146,728	52,043
2520 Fiscal services	665,480	388,269	197,023	15,826
2540 Operation and maintenance of plant services	2,958,713	2,023,435	4,414,598	948,589
2550 Student transportation services	57,355	40,982	7,936,248	1,565
2570 Internal services	8,848	8,114	208,399	23,569
2620 Planning and development services	-	-	-	-
2630 Information services	131,249	78,099	96,772	7,480
2640 Staff services	492,186	286,940	106,778	16,829
2660 Technology services	963,432	551,776	18,449	483,190
2670 Records management	-	-	-	-
2680 Interpretation and translation services	15,122	4,034	25,426	-
2690 Other central support	46,502	25,305	-	1,962
Total support services	17,234,207	11,262,001	13,866,053	1,663,197

	Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
				Adopted	Final	
\$	-	\$ 9,181	\$ 24,419,978	\$ 24,904,668	\$ 24,904,668	\$ (484,690)
	-	9,716	12,569,702	12,789,025	12,789,025	(219,323)
	-	-	255,103	437,265	437,265	(182,162)
	-	5,554	14,148,259	14,439,019	14,439,019	(290,760)
	-	13,229	1,428,586	1,693,121	1,693,121	(264,535)
	-	-	395,948	437,747	437,747	(41,799)
	-	-	35,615	38,557	38,557	(2,942)
	-	-	4,296,513	4,352,429	4,352,429	(55,916)
	-	-	8,831,715	9,163,718	9,163,718	(332,003)
	-	-	213,977	221,636	221,636	(7,659)
	-	-	-	-	-	-
	-	-	10,462,044	11,000,123	11,000,123	(538,079)
	-	595	4,135,419	4,517,271	4,517,271	(381,852)
	-	-	40,817	24,959	24,959	15,858
	-	38,275	81,233,676	84,019,538	84,019,538	(2,785,862)
	-	-	1,358,937	1,449,098	1,449,098	(90,161)
	-	60	2,901,013	2,963,931	2,963,931	(62,918)
	-	-	626,695	852,728	852,728	(226,033)
	-	-	424,995	413,182	413,182	11,813
	-	-	1,094,215	1,017,512	1,017,512	76,703
	-	2,380	436,550	650,823	650,823	(214,273)
	-	3,347	1,987,128	2,096,819	2,096,819	(109,691)
	-	180	1,263,128	1,329,775	1,329,775	(66,647)
	-	-	249,210	115,494	115,494	133,716
	-	1,792	983,278	1,619,563	1,619,563	(636,285)
	-	19,962	180,788	246,715	246,715	(65,927)
	21,173	3,178	504,589	445,132	445,132	59,457
	-	28,185	8,846,645	8,912,823	8,912,823	(66,178)
	-	635,339	1,901,937	1,901,225	1,901,225	712
	151,577	1,001	10,497,913	10,033,793	10,033,793	464,120
	-	-	8,036,150	7,731,001	7,731,001	305,149
	-	-	248,930	285,230	285,230	(36,300)
	-	-	-	-	-	-
	-	965	314,565	318,535	318,535	(3,970)
	-	2,145	904,878	904,391	904,391	487
	-	-	2,016,847	2,601,407	2,601,407	(584,560)
	-	-	-	-	-	-
	-	-	44,582	48,119	48,119	(3,537)
	-	-	73,769	106,301	106,301	(32,532)
	172,750	698,534	44,896,742	46,043,597	46,043,597	(1,146,855)

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 SCHEDULE OF DETAILED EXPENDITURES -
 BUDGET AND ACTUAL (Continued)
 GENERAL FUND
 YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
Community services:				
3310 Community services	\$ 85,346	60,442	4,107	11,739
3320 Civic services	36,513	12,615	188	473
Total community services	121,859	73,057	4,295	12,212
Facilities acquisition and construction				
4150 Building acquisition and construction	-	-	-	-
Total facilities acquisition and construction	-	-	-	-
6110 OPERATING CONTINGENCY	-	-	-	-
TOTAL EXPENDITURES	\$ 58,727,766	\$ 37,920,040	\$ 26,084,378	\$ 2,700,098
OTHER FINANCING USES:				
5200 Transfers out				
7000 UNAPPROPRIATED ENDING FUND BALANCE				
TOTAL EXPENDITURES AND OTHER FINANCING USES				

Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
			Adopted	Final	
-	1,903	163,537	\$ 216,797	216,797	\$ (53,260)
-	-	49,789	128,081	128,081	(78,292)
-	1,903	213,326	344,878	344,878	(131,552)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	12,719,458	12,719,458	(12,719,458)
<u>\$ 172,750</u>	<u>\$ 738,712</u>	<u>\$ 126,343,744</u>	<u>\$ 143,127,471</u>	<u>\$ 143,127,471</u>	<u>\$ (16,783,727)</u>
		(1) 560,000	560,000	560,000	-
		560,000	560,000	560,000	-
		-	-	-	-
		<u>\$ 126,903,744</u>	<u>\$ 143,687,471</u>	<u>\$ 143,687,471</u>	<u>\$ (16,783,727)</u>

(1) See footnote 7 for explanation of treatment of \$300,000 transfer to Post Retirement Fund (page 34)

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FEDERAL GRANT FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Federal Sources:				
4500 Received through state agencies	\$ 8,424,931	\$ 8,424,931	\$ 6,711,745	\$ (1,713,186)
4900 Received through other sources	-	-	-	-
Total federal sources	<u>8,424,931</u>	<u>8,424,931</u>	<u>6,711,745</u>	<u>(1,713,186)</u>
EXPENDITURES:				
1000 Instruction	5,152,567	5,152,567	4,211,483	(941,084)
2000 Support Services	3,127,863	3,127,863	2,466,105	(661,758)
3000 Community Services	<u>144,501</u>	<u>144,501</u>	<u>34,157</u>	<u>(110,344)</u>
Total expenditures	<u>8,424,931</u>	<u>8,424,931</u>	<u>6,711,745</u>	<u>(1,713,186)</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, July 1, 2019	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
FEDERAL GRANT FUND
YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
EXPENDITURES:				
INSTRUCTION*:				
1111 Elementary school programs	\$ -	\$ -	\$ -	\$ -
1121 Middle school programs	20,989	11,055	-	-
1131 High school programs	3,635	1,398	2,568	-
1220 Restrictive programs	32,708	27,349	-	1,870
1250 Resource rooms	553,595	348,544	259	2,386
1272 Title 1	1,565,043	961,891	503,473	18,035
1290 Other programs	-	-	-	-
1460 Summer school - special programs	-	-	-	-
Total instruction	<u>2,175,970</u>	<u>1,350,237</u>	<u>506,300</u>	<u>22,291</u>
SUPPORT SERVICES*:				
2120 Placement services	175,621	103,813	-	-
2130 Health services	123,503	74,469	587	-
2140 Psychological services	61,029	46,101	279	-
2150 Speech pathology and audiology services	249,983	149,772	-	-
2190 Service direction-student support services	177,607	99,155	3,519	-
2210 Improvement of instruction services	65,901	40,488	1,361	31,501
2240 Instructional staff development	427,678	263,035	122,387	12,793
2520 Fiscal services	-	-	-	-
2660 Technology services	-	-	-	103,230
Total support services	<u>1,281,322</u>	<u>776,833</u>	<u>128,133</u>	<u>147,524</u>
3300 COMMUNITY SERVICES*:	<u>16,412</u>	<u>8,056</u>	<u>(8,178)</u>	<u>17,867</u>
TOTAL EXPENDITURES	<u><u>\$ 3,473,704</u></u>	<u><u>\$ 2,135,126</u></u>	<u><u>\$ 626,255</u></u>	<u><u>\$ 187,682</u></u>

*Appropriation level

Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
			Adopted	Final	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,500	33,544	-	-	33,544
-	-	7,601	-	-	7,601
-	-	61,927	129,857	129,857	(67,930)
-	-	904,784	1,122,609	1,122,609	(217,825)
-	155,185	3,203,627	3,600,101	3,600,101	(396,474)
-	-	-	300,000	300,000	(300,000)
-	-	-	-	-	-
-	156,685	4,211,483	5,152,567	5,152,567	(941,084)
-	-	279,434	-	-	279,434
-	-	198,559	261,469	261,469	(62,910)
-	749	108,158	116,400	116,400	(8,242)
-	-	399,755	501,381	501,381	(101,626)
-	36	280,317	312,284	312,284	(31,967)
-	561	139,812	467,111	467,111	(327,299)
-	41,078	866,971	1,373,218	1,373,218	(506,247)
-	89,869	89,869	96,000	96,000	(6,131)
-	-	103,230	-	-	103,230
-	132,293	2,466,105	3,127,863	3,127,863	(661,758)
-	-	34,157	144,501	144,501	(110,344)
\$ -	\$ 288,978	\$ 6,711,745	\$ 8,424,931	\$ 8,424,931	\$ (1,713,186)

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with
	Adopted	Final		Final Budget Over (Under)
REVENUES:				
1130 Construction excise tax	\$ 250,000	\$ 250,000	\$ 806,374	\$ 556,374
2190 Intermediate sources	75,000	75,000	290,000	215,000
3290 Other state sources	215,000	215,000	1,631,817	1,416,817
1500 Investment earnings	2,543,750	2,543,750	1,788,075	(755,675)
1960 E-Rate and recovery of prior year	250,000	250,000	671,748	421,748
1920 Contributions	-	-	-	-
1910 Rentals	7,500	7,500	1,537	(5,963)
TOTAL REVENUES	3,341,250	3,341,250	5,189,551	1,848,301
EXPENDITURES:				
1000 Instruction	-	-	-	-
2000 Support services	591,754	591,754	162,301	(429,453)
4000 Facilities acquisition and construction	122,300,000	122,300,000	98,471,792	(23,828,208)
5110 Debt services	200,000	200,000	183,250	(16,750)
6110 Contingency	40,000,000	40,000,000	-	(40,000,000)
Total expenditures	163,091,754	163,091,754	98,817,343	(64,274,411)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(159,750,504)	(159,750,504)	(93,627,792)	66,122,712
OTHER FINANCING SOURCES:				
5100 Financing proceeds	-	-	-	-
5200 Transfers in	-	-	-	-
NET CHANGE IN FUND BALANCE	(159,750,504)	(159,750,504)	(93,627,792)	66,122,712
FUND BALANCE, July 1, 2019	162,352,000	162,352,000	133,829,038	(28,522,962)
FUND BALANCE, June 30, 2020	\$ 2,601,496	\$ 2,601,496	\$ 40,201,246	\$ 37,599,750

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
EXPENDITURES:				
INSTRUCTION*:				
1111 Elementary, K-5	\$ -	\$ -	\$ -	\$ -
SUPPORT SERVICES*:				
2520 Fiscal services	-	-	41,194	81,376
2540 Operation and maintenance of plant services	5,000	1,748	12,264	-
2630 Information services	-	-	-	-
2660 Technology services	-	-	-	20,719
Total support services	<u>5,000</u>	<u>1,748</u>	<u>53,458</u>	<u>102,095</u>
FACILITIES ACQUISITION AND CONSTRUCTION*:				
4110 Facilities acquisition and construction direction	49,808	25,309	372,889	1,852
4120 Site acquisition and development	-	-	-	-
4150 Building acquisition, construction and improvement	161,046	63,888	10,352,050	196,780
4180 Other Capital Items	-	-	21,139	947,606
Total facilities acquisition and construction	<u>210,854</u>	<u>89,197</u>	<u>10,746,078</u>	<u>1,146,238</u>
DEBT SERVICES*:				
5110 Long-Term Debt				
Principal	-	-	-	-
Interest	-	-	-	-
Lease	-	-	-	-
Total debt services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
6110 OPERATING CONTINGENCY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>\$ 215,854</u>	<u>\$ 90,945</u>	<u>\$ 10,799,536</u>	<u>\$ 1,248,333</u>
7000 UNAPPROPRIATED ENDING FUND BALANCE*:				
TOTAL EXPENDITURES AND UNAPPROPRIATED ENDING FUND BALANCE				

*Appropriation level

Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
			Adopted	Final	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	122,570	285,000	285,000	(162,430)
-	-	19,012	306,754	306,754	(287,742)
-	-	-	-	-	-
-	-	20,719	-	-	20,719
-	-	162,301	591,754	591,754	(429,453)
-	(245)	449,613	2,079,210	2,079,210	(1,629,597)
-	-	-	-	-	-
85,966,340	313,330	97,053,434	117,220,790	117,220,790	(20,167,356)
-	-	968,745	3,000,000	3,000,000	(2,031,255)
85,966,340	313,085	98,471,792	122,300,000	122,300,000	(23,828,208)
-	140,000	140,000	150,000	150,000	(10,000)
-	43,250	43,250	50,000	50,000	(6,750)
-	-	-	-	-	-
-	183,250	183,250	200,000	200,000	(16,750)
-	-	-	40,000,000	40,000,000	(40,000,000)
\$ 85,966,340	\$ 496,335	\$ 98,817,343	\$ 163,091,754	\$ 163,091,754	\$ (64,274,411)
		-	2,601,496	2,601,496	(2,601,496)
		\$ 98,817,343	\$ 165,693,250	\$ 165,693,250	\$ (66,875,907)

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with
	Adopted	Final		Final Budget
				Over (Under)
REVENUES:				
1100 Property taxes	\$ 19,034,543	\$ 19,034,543	\$ 19,090,478	\$ 55,935
1500 Investment earnings	70,000	70,000	159,037	89,037
TOTAL REVENUES	<u>19,104,543</u>	<u>19,104,543</u>	<u>19,249,515</u>	<u>144,972</u>
EXPENDITURES:				
5100 Debt service:*				
610 Principal	9,015,545	9,015,545	9,015,545	-
620 Interest	10,175,998	10,175,998	10,174,515	(1,483)
	<u>19,191,543</u>	<u>19,191,543</u>	<u>19,190,060</u>	<u>(1,483)</u> (1)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(87,000)	(87,000)	59,455	146,455
FUND BALANCE, July 1, 2019	<u>787,000</u>	<u>787,000</u>	<u>943,099</u>	<u>156,099</u>
FUND BALANCE, June 30, 2020	<u>\$ 700,000</u>	<u>\$ 700,000</u>	<u>\$ 1,002,554</u>	<u>\$ 302,554</u>

(1) - Overexpenditure allowable for debt refunding under Oregon Local Budget Law.

*Appropriation level

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
NUTRITION SERVICES FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with
	Adopted	Final		Final budget Over (Under)
REVENUES:				
Charges for services:				
1600 Food services sales	\$ 650,000	\$ 650,000	\$ 433,359	\$ (216,641)
1900 Miscellaneous	1,000	1,000	611	(389)
Total local sources	<u>651,000</u>	<u>651,000</u>	<u>433,970</u>	<u>(217,030)</u>
State sources:				
3102 State school fund - school lunch match	50,000	50,000	40,442	(9,558)
3200 Other state sources	100,000	100,000	54,306	(45,694)
Total state sources	<u>150,000</u>	<u>150,000</u>	<u>94,748</u>	<u>(55,252)</u>
Federal sources:				
4505 Received through state agencies	3,700,000	3,700,000	2,569,794	(1,130,206)
4503 Food distribution	300,000	300,000	323,838	23,838
Total federal sources	<u>4,000,000</u>	<u>4,000,000</u>	<u>2,893,632</u>	<u>(1,106,368)</u>
1500 Investment earnings	<u>25,000</u>	<u>25,000</u>	<u>20,367</u>	<u>(4,633)</u>
TOTAL REVENUES	<u>4,826,000</u>	<u>4,826,000</u>	<u>3,442,717</u>	<u>(1,383,283)</u>
EXPENDITURES:				
Community services*:				
3100 Food preparation and dispensing services:				
300 Services	5,243,000	5,243,000	2,690,098	(2,552,902)
400 Materials	143,000	143,000	338,023	195,023
500 Capital outlay	400,000	400,000	-	(400,000)
600 Other	240,000	240,000	142,470	(97,530)
TOTAL EXPENDITURES	<u>6,026,000</u>	<u>6,026,000</u>	<u>3,170,591</u>	<u>(2,855,409)</u>
NET CHANGE IN FUND BALANCE	<u>(1,200,000)</u>	<u>(1,200,000)</u>	<u>272,126</u>	<u>1,472,126</u>
FUND BALANCE, July 1, 2019	<u>1,200,000</u>	<u>1,200,000</u>	<u>972,687</u>	<u>(227,313)</u>
FUND BALANCE, June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,244,813</u>	<u>\$ 1,244,813</u>

* Appropriation level

Note - Included in this Fund is the required state revenue match of \$40,442 (in the form of Claim on Cash) the District must provide for National School Lunch Support, in order to meet the general cash assistance match requirements.

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
STATE AND OTHER GRANT FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Revenues from local sources:				
1920 Private donations	\$ 177,640	\$ 177,640	\$ 48,847	\$ (128,793)
1990 Miscellenous	-	-	-	-
Total local sources	<u>177,640</u>	<u>177,640</u>	<u>48,847</u>	<u>(128,793)</u>
Revenues from intermediate sources:				
2102 ESD apportionment	100,000	100,000	-	(100,000)
2900 Other intermdiate souces	240,000	240,000	477,475	237,475
Total intermdiate sources	<u>340,000</u>	<u>340,000</u>	<u>477,475</u>	<u>137,475</u>
Revenues from state sources:				
3199 Other restricted grants	150,000	150,000	-	(150,000)
3299 Other restricted grants	10,419,400	10,419,400	10,199,458	(219,942)
Total state sources	<u>10,569,400</u>	<u>10,569,400</u>	<u>10,199,458</u>	<u>(369,942)</u>
TOTAL REVENUES	<u>11,087,040</u>	<u>11,087,040</u>	<u>10,725,780</u>	<u>(361,260)</u>
EXPENDITURES:				
1000 Instruction	1,486,883	1,486,883	1,334,766	(152,117)
2000 Support services	1,779,657	1,779,657	1,472,764	(306,893)
3000 Community services	500	500	400	(100)
4000 Building acquisition and construction	8,000,000	8,000,000	8,000,000	- +
Total expenditures	<u>11,267,040</u>	<u>11,267,040</u>	<u>10,807,930</u>	<u>(459,110)</u>
NET CHANGE IN FUND BALANCE	<u>(180,000)</u>	<u>(180,000)</u>	<u>(82,150)</u>	<u>97,850</u>
FUND BALANCE, July 1, 2019	<u>180,000</u>	<u>180,000</u>	<u>208,236</u>	<u>28,236</u>
FUND BALANCE, June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 126,086</u>	<u>\$ 126,086</u>

+Exempt from Oregon Budget Law per ORS 294.338(2)

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
STATE AND OTHER GRANT FUND
YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
EXPENDITURES:				
INSTRUCTION*:				
1111 Elementary school programs	\$ 131	\$ 52	\$ -	\$ 12,500
1121 Middle school programs	11,672	7,280	947	14,686
1131 High school programs	370,436	208,841	500,324	114,031
1140 Pre-kindergarten programs	22,260	21,284	-	1,198
1250 Resource Rooms	-	-	-	-
1270 Educationally Disadvantaged	-	-	-	-
1280 Alternative education	-	-	-	-
1290 Other Programs	31	12	-	-
Total instruction	404,530	237,469	501,271	142,415
SUPPORT SERVICES*:				
2110 Social Work	295,120	200,809	491	-
2120 Restrictive Programs	18,015	7,068	-	-
2130 Health services	-	-	-	-
2190 Service direction-student support services	-	-	-	-
2210 Improvement of instruction services	9,966	5,181	21,973	4,617
2220 Education media services	-	-	-	10,232
2230 Assessment and testing	-	-	-	-
2240 Instructional staff development	228,453	127,260	129,353	40,576
2320 Executive administration services	-	-	-	-
2540 Operation and maintenance of plant services	14,275	6,504	-	-
2410 Office of the principal	-	-	-	-
2550 Student transportation	-	-	-	-
2620 Planning and development services	-	-	-	-
2640 Staff services	-	-	-	-
2660 Technology services	26,461	21,171	200	302,754
Total support services	592,290	367,993	152,017	358,179
3100 COMMUNITY SERVICES*:	-	-	400	-
4100 BUILDING ACQUISITION AND CONSTRUCTION*:	-	-	50,013	-
TOTAL EXPENDITURES	\$ 996,820	\$ 605,462	\$ 703,701	\$ 500,594
7000 UNAPPROPRIATED ENDING FUND BALANCE*:				
TOTAL EXPENDITURES AND UNAPPROPRIATED ENDING FUND BALANCE				

*Appropriation level

+Exempt from Oregon Budget Law per ORS 294.338(2)

Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
			Adopted	Final	
\$ -	\$ -	\$ 12,683	\$ 3,000	\$ 3,000	\$ 9,683
-	-	34,585	53,189	53,189	(18,604)
-	49,081	1,242,713	893,079	893,079	349,634
-	-	44,742	65,000	65,000	(20,258)
-	-	-	135,965	135,965	(135,965)
-	-	-	19,000	19,000	(19,000)
-	-	-	222,650	222,650	(222,650)
-	-	43	95,000	95,000	(94,957)
-	49,081	1,334,766	1,486,883	1,486,883	(152,117)
-	-	496,420	544,170	544,170	(47,750)
-	-	25,083	-	-	25,083
-	-	-	-	-	-
-	-	-	-	-	-
-	-	41,737	119,227	119,227	(77,490)
-	-	10,232	50,000	50,000	(39,768)
-	-	-	-	-	-
-	2,285	527,927	1,018,327	1,018,327	(490,400)
-	-	-	-	-	-
-	-	20,779	-	-	20,779
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	350,586	47,933	47,933	302,653
-	2,285	1,472,764	1,779,657	1,779,657	(306,893)
-	-	400	500	500	(100) +
7,949,987	-	8,000,000	8,000,000	8,000,000	- +
<u>\$ 7,949,987</u>	<u>\$ 51,366</u>	<u>\$ 10,807,930</u>	<u>\$ 11,267,040</u>	<u>\$ 11,267,040</u>	<u>\$ (459,110)</u>
-	-	-	-	-	-
-	-	<u>\$ 10,807,930</u>	<u>\$ 11,267,040</u>	<u>\$ 11,267,040</u>	<u>\$ (459,110)</u>

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
OTHER SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Over (Under)
	Adopted	Final		
REVENUES:				
Local sources:				
1311 Tuition from individuals	\$ 125,000	\$ 125,000	\$ 57,135	\$ (67,865)
1330 Summer school tuition	-	-	-	-
1410 Transportation from individuals	1,500	1,500	-	(1,500)
1700 Extracurricular Activities	1,891,000	1,891,000	975,642	(915,358)
1800 Community Services	10,000	10,000	7,444	(2,556)
1920 Contributions	210,000	210,000	146,636	(63,364)
1940 Services provided others	45,000	45,000	17,265	(27,735)
1950 Textbook sales and rentals	21,000	21,000	13,441	(7,559)
1960 Recovery of prior year expenditures	-	-	50,368	50,368
1970 Services provided other funds	1,200,000	1,200,000	1,150,981	(49,019)
1990 Miscellaneous	120,000	120,000	110,477	(9,523)
Total local sources	3,623,500	3,623,500	2,529,389	(1,094,111)
1500 Investment earnings	7,500	7,500	71,407	63,907
TOTAL REVENUES	3,631,000	3,631,000	2,600,796	(1,030,204)
EXPENDITURES:				
1000 Instruction	2,930,000	2,930,000	1,161,286	(1,768,714)
2000 Support services	555,000	555,000	379,451	(175,549)
Total expenditures	3,485,000	3,485,000	1,540,737	(1,944,263)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	146,000	146,000	1,060,059	914,059
OTHER FINANCING SOURCES:				
5200 Transfers in	260,000	260,000	260,000	-
NET CHANGE IN FUND BALANCE	406,000	406,000	1,320,059	914,059
FUND BALANCE, July 1, 2019	2,950,000	2,950,000	3,940,955	990,955
FUND BALANCE, June 30, 2020	\$ 3,356,000	\$ 3,356,000	\$ 5,261,014	\$ 1,905,014

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF DETAILED EXPENDITURES -
BUDGET AND ACTUAL
OTHER SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2020**

	Actual			
	Salaries (100)	Benefits (200)	Services (300)	Materials (400)
EXPENDITURES:				
INSTRUCTION*:				
1113 Elementary school extracurricular	\$ -	\$ -	\$ 3,945	\$ 92,800
1122 Middle school extracurricular	-	-	83,648	132,918
1131 High school programs	-	-	-	-
1132 High school extracurricular	-	-	357,322	474,174
1220 Self Contained Classrooms	-	-	141	434
1400 Summer school programs.	-	-	-	-
 Total instruction	 -	 -	 445,056	 700,326
SUPPORT SERVICES*:				
2120 Restrictive programs	-	-	-	259
2220 Education media services	-	-	4,037	13,633
2410 Office of the principal	-	-	2,612	30,821
2550 Student transportation	-	-	29,692	291
2570 Internal services	113,954	59,141	47,489	70,037
Total support services	113,954	59,141	83,830	115,041
 TOTAL EXPENDITURES	 \$ 113,954	 \$ 59,141	 \$ 528,886	 \$ 815,367
 7000 UNAPPROPRIATED ENDING FUND BALANCE*:				
 TOTAL EXPENDITURES AND UNAPPROPRIATED ENDING FUND BALANCE				

*Appropriation level

Capital Outlay (500)	Other Objects (600)	Total	Budget		Variance with Final Budget Over (Under)
			Adopted	Final	
\$ -	\$ 7,249	\$ 103,994	\$ 380,000	\$ 380,000	\$ (276,006)
-	140	216,706	551,000	551,000	(334,294)
-	-	-	-	-	-
-	8,515	840,011	1,995,000	1,995,000	(1,154,989)
-	-	575	4,000	4,000	(3,425)
-	-	-	-	-	-
-	15,904	1,161,286	2,930,000	2,930,000	(1,768,714)
-	-	259	5,000	5,000	(4,741)
-	-	17,670	35,000	35,000	(17,330)
-	5,205	38,638	60,000	60,000	(21,362)
-	2,280	32,263	80,000	80,000	(47,737)
-	-	290,621	375,000	375,000	(84,379)
-	7,485	379,451	555,000	555,000	(175,549)
<u>\$ -</u>	<u>\$ 23,389</u>	<u>\$ 1,540,737</u>	<u>\$ 3,485,000</u>	<u>\$ 3,485,000</u>	<u>\$ (1,944,263)</u>
		-	3,356,000	3,356,000	(3,356,000)
		<u>\$ 1,540,737</u>	<u>\$ 6,841,000</u>	<u>\$ 6,841,000</u>	<u>\$ (5,300,263)</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL
EARLY RETIREMENT FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget
	Adopted	Final		Over (Under)
REVENUES:				
5200 Contributions	\$ -	\$ -	\$ -	\$ -
1970 Charges for services	265,000	265,000	366,346	101,346
1500 Investment earnings	5,000	5,000	6,529	1,529
TOTAL REVENUES	270,000	270,000	372,875	102,875
EXPENDITURES:				
Support services:*				
2700 Supplemental retirement program:				
100 Salaries	529,500	529,500	241,512	(287,988)
200 Benefits	40,500	40,500	9,344	(31,156)
Total support services	570,000	570,000	250,856	(319,144)
NET CHANGE IN FUND BALANCE	(300,000)	(300,000)	122,019	422,019
FUND BALANCE, July 1, 2019	300,000	300,000	299,567	(433)
FUND BALANCE, June 30, 2020	\$ -	\$ -	\$ 421,586	\$ 421,586

*Appropriation level

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL
POST RETIREMENT FUND
YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget
	Adopted	Final		Over (Under)
REVENUES:				
5200 Contributions	\$ 300,000	\$ 300,000	\$ 300,000	\$ -
1970 Charges for services	-	-	-	-
1500 Investment earnings	25,000	25,000	40,513	15,513
TOTAL REVENUES	325,000	325,000	340,513	15,513
EXPENDITURES:				
Support services:*				
2700 Supplemental retirement program:				
100 Salaries	-	-	-	-
200 Benefits	1,865,000	1,865,000	110,660	(1,754,340)
Total support services	1,865,000	1,865,000	110,660	(1,754,340)
NET CHANGE IN FUND BALANCE	(1,540,000)	(1,540,000)	229,853	1,769,853
FUND BALANCE, July 1, 2019	1,540,000	1,540,000	1,556,215	16,215
FUND BALANCE, June 30, 2020	\$ -	\$ -	\$ 1,786,068	\$ 1,786,068

*Appropriation level

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
YEAR ENDED JUNE 30, 2020**

	<u>BALANCES JULY 1, 2019</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCES JUNE 30, 2020</u>
ASSETS				
Cash and investments	\$ 8,299	\$ 205,016	\$ 209,347	\$ 3,968
Accounts receivable	<u>74,557</u>	<u>\$ 40,085</u>	<u>74,557</u>	<u>40,085</u>
Total Assets	<u>\$ 82,856</u>	<u>\$ 245,101</u>	<u>\$ 283,904</u>	<u>\$ 44,053</u>
LIABILITIES				
Book overdraft	\$ 74,557	\$ 40,085	\$ 74,557	40,085
Due to agencies	<u>8,299</u>	<u>205,016</u>	<u>209,347</u>	<u>3,968</u>
Total Liabilities	<u>\$ 82,856</u>	<u>\$ 245,101</u>	<u>\$ 283,904</u>	<u>\$ 44,053</u>

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF BOND AND FINANCING REDEMPTION AND INTEREST REQUIREMENTS
June 30, 2020

DATE	Gresham-Barlow #10JT 2005 Refunding Series		Gresham-Barlow #10JT 2012 FFCO Series*		Gresham-Barlow #10JT 2017 General Obligation		Gresham-Barlow #10JT 2019 General Obligation	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020-21	5,715,000	314,325	145,000	37,050	3,731,021	8,660,604	451,684	896,166
2021-22	-	-	155,000	31,250	9,255,165	8,891,460	1,336,405	961,445
2022-23	-	-	160,000	26,050	10,530,000	8,113,875	1,550,000	877,850
2023-24	-	-	165,000	20,700	11,570,000	7,587,825	1,690,000	815,850
2024-25	-	-	170,000	15,750	12,615,000	7,071,200	1,825,000	748,250
2025-26	-	-	175,000	10,650	13,780,000	6,444,400	1,990,000	657,000
2026-27	-	-	180,000	5,400	15,025,000	5,757,500	2,160,000	557,500
2027-28	-	-	-	-	16,345,000	5,006,250	2,345,000	449,500
2028-29	-	-	-	-	17,750,000	4,189,000	2,535,000	332,250
2029-30	-	-	-	-	19,245,000	3,301,500	2,740,000	205,500
2030-31	-	-	-	-	20,825,000	2,339,250	2,441,819	586,681
2031-32	-	-	-	-	12,187,133	11,615,867	2,011,237	1,098,763
2032-33	-	-	-	-	11,839,160	12,618,840	1,985,021	1,209,978
2033-34	-	-	-	-	11,474,383	13,653,617	1,958,813	1,326,187
2034-35	-	-	-	-	11,119,635	14,703,365	1,926,764	1,443,236
2035-36	-	-	-	-	10,772,822	15,760,178	1,897,642	1,567,358
2036-37	-	-	-	-	25,960,000	1,298,000	1,868,345	1,696,655
2037-38	-	-	-	-	-	-	8,714,259	8,580,741
2038-39	-	-	-	-	-	-	8,573,238	9,201,762
TOTALS \$	5,715,000	314,325	1,150,000	146,850	234,024,319	137,012,731	50,000,227	33,212,672

DATE	PERS Bonds 2002 Series		PERS Bonds 2003 Series		PERS Bonds 2012 Refunding Series		Total Requirements All Issues	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020-21	-	1,341,874	669,426	2,126,843	2,485,000	68,337	13,197,131	13,445,199
2021-22	2,705,000	1,341,874	666,333	2,264,935	-	-	14,117,903	13,490,964
2022-23	3,050,000	1,193,640	666,953	2,409,315	-	-	15,956,953	12,620,730
2023-24	3,425,000	1,026,195	2,465,000	756,269	-	-	19,315,000	10,206,839
2024-25	3,835,000	836,107	2,760,000	617,984	-	-	21,205,000	9,289,291
2025-26	4,275,000	623,265	3,080,000	461,216	-	-	23,300,000	8,196,531
2026-27	4,745,000	386,003	3,420,000	286,272	-	-	25,530,000	6,992,675
2027-28	2,210,000	122,655	1,620,000	92,016	-	-	22,520,000	5,670,421
2028-29	-	-	-	-	-	-	20,285,000	4,521,250
2029-30	-	-	-	-	-	-	21,985,000	3,507,000
2030-31	-	-	-	-	-	-	23,266,819	2,925,931
2031-32	-	-	-	-	-	-	14,198,370	12,714,630
2032-33	-	-	-	-	-	-	13,824,181	13,828,818
2033-34	-	-	-	-	-	-	13,433,196	14,979,804
2034-35	-	-	-	-	-	-	13,046,399	16,146,601
2035-36	-	-	-	-	-	-	12,670,464	17,327,536
2036-37	-	-	-	-	-	-	27,828,345	2,994,655
2037-38	-	-	-	-	-	-	8,714,259	8,580,741
2038-39	-	-	-	-	-	-	8,573,238	9,201,762
TOTALS \$	24,245,000	6,871,613	15,347,712	9,014,850	2,485,000	68,337	332,967,258	186,641,378

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF PROPERTY TAX TRANSACTIONS
For the Year Ended June 30, 2020**

General Fund:	TAXES UNCOLLECTED JUNE 30, 2019	ADD LEVY AS EXTENDED BY ASSESSOR	DEDUCT DISCOUNTS ALLOWED	ADD INTEREST	ADD (DEDUCT) CANCELLATION AND ADJUSTMENTS	DEDUCT COLLECTIONS	TAXES UNCOLLECTED JUNE 30, 2020
Total General Fund Levies							
2019-2020		\$ 31,049,499	\$ 682,836	\$ 9,324	\$ (328,991)	\$ 29,571,063	\$ 475,933
2018-2019	\$ 446,691	-	(72)	18,049	(18,837)	259,571	186,404
2017-2018	212,237	-	(35)	13,787	(42,828)	80,990	102,241
2016-2017	98,139	-	17	16,473	(4,408)	68,333	41,854
2015-2016	43,816	-	(1)	12,373	(2,184)	44,542	9,464
2014-2015 & Prior	74,599	-	-	3,819	(3,469)	12,045	62,904
Total Prior	875,482	-	(91)	64,501	(71,726)	465,481	402,867
Total	\$ 875,482	\$ 31,049,499	\$ 682,745	\$ 73,825	\$ (400,717)	\$ 30,036,544	\$ 878,800
Multnomah County							
2019-2020		\$ 25,897,008	682,881	8,535	(182,683)	24,646,441	\$ 393,538
2018-2019	\$ 374,834	-	(72)	14,774	(15,258)	217,933	156,489
2017-2018	182,110	-	(35)	11,123	(41,167)	66,749	85,352
2016-2017	81,481	-	17	13,277	(4,228)	55,413	35,100
2015-2016	36,528	-	(1)	10,514	(2,064)	37,464	7,515
2014-2015 & Prior	67,057	-	-	2,921	(7,827)	7,072	55,079
Total Prior	742,010	-	(91)	52,609	(70,544)	384,631	339,535
Total	\$ 742,010	\$ 25,897,008	\$ 682,790	\$ 61,144	\$ (253,227)	\$ 25,031,072	\$ 733,073
Clackamas County							
2019-2020		\$ 5,152,491	(45)	789	(146,308)	4,924,622	\$ 82,395
2018-2019	\$ 71,857	-	-	3,275	(3,579)	41,638	29,915
2017-2018	30,127	-	-	2,664	(1,661)	14,241	16,889
2016-2017	16,658	-	-	3,196	(180)	12,920	6,754
2015-2016	7,288	-	-	1,859	(120)	7,078	1,949
2014-2015 & Prior	7,542	-	-	898	4,358	4,973	7,825
Total Prior	133,472	-	-	11,892	(1,182)	80,850	63,332
Total	\$ 133,472	\$ 5,152,491	\$ (45)	\$ 12,681	\$ (147,490)	\$ 5,005,472	\$ 145,727
Debt Service Fund:							
Total Debt Service Levies							
2019-2020		\$ 19,779,007	\$ 434,432	\$ 5,936	\$ (210,012)	\$ 18,837,305	\$ 303,194
2018-2019	\$ 272,375	-	(44)	11,005	(11,486)	158,277	113,661
2017-2018	123,279	-	(20)	8,006	(24,893)	47,033	59,379
2016-2017	21,214	-	4	3,607	(690)	14,961	9,166
2015-2016	9,987	-	-	2,830	(465)	10,188	2,164
2014-2015 & Prior	25,425	-	-	919	(7,032)	2,881	16,431
Total Prior	452,280	-	(60)	26,367	(44,566)	233,340	200,801
Total	\$ 452,280	\$ 19,779,007	\$ 434,372	\$ 32,303	\$ (254,578)	\$ 19,070,645	\$ 503,995

(Continued on next page)

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SCHEDULE OF PROPERTY TAX TRANSACTIONS (Continued)
For the Year Ended June 30, 2020

Debt Service Fund (Continued):

	<u>TAXES UNCOLLECTED JUNE 30, 2019</u>	<u>ADD LEVY AS EXTENDED BY ASSESSOR</u>	<u>DEDUCT DISCOUNTS ALLOWED</u>	<u>ADD INTEREST</u>	<u>ADD (DEDUCT) CANCELLATION AND ADJUSTMENTS</u>	<u>DEDUCT COLLECTIONS</u>	<u>TAXES UNCOLLECTED JUNE 30, 2020</u>
Multnomah County							
2019-2020		\$ 16,476,113	434,461	\$ 5,430	(116,225)	\$ 15,680,481	\$ 250,376
2018-2019	\$ 228,622	-	(44)	9,011	(9,306)	132,924	95,447
2017-2018	105,877	-	(20)	6,467	(23,934)	38,807	49,623
2016-2017	17,595	-	4	2,912	(651)	12,154	7,698
2015-2016	8,339	-	-	2,410	(438)	8,588	1,723
2014-2015 & Prior	17,717	-	-	698	(2,264)	1,681	14,470
Total Prior	378,150	-	(60)	21,498	(36,593)	194,154	168,961
Total	<u>\$ 378,150</u>	<u>\$ 16,476,113</u>	<u>\$ 434,401</u>	<u>\$ 26,928</u>	<u>\$ (152,818)</u>	<u>\$ 15,874,635</u>	<u>\$ 419,337</u>
Clackamas County							
2019-2020		\$ 3,302,894	\$ (29)	\$ 506	\$ (93,787)	\$ 3,156,824	\$ 52,818
2018-2019	\$ 43,753	-	-	1,994	(2,180)	25,353	18,214
2017-2018	17,402	-	-	1,539	(959)	8,226	9,756
2016-2017	3,619	-	-	695	(39)	2,807	1,468
2015-2016	1,648	-	-	420	(27)	1,600	441
2014-2015 & Prior	7,708	-	-	221	(4,768)	1,200	1,961
Total Prior	74,130	-	-	4,869	(7,973)	39,186	31,840
Total	<u>\$ 74,130</u>	<u>\$ 3,302,894</u>	<u>\$ (29)</u>	<u>\$ 5,375</u>	<u>\$ (101,760)</u>	<u>\$ 3,196,010</u>	<u>\$ 84,658</u>
						General Fund	Debt Service Fund
Total Property Taxes						\$ 30,036,544	\$ 19,070,645
Other taxes							
County sales tax						-	-
Tax offsets						35,151	19,833
Total other taxes						35,151	19,833
Total Taxes						<u>\$ 30,071,695</u>	<u>\$ 19,090,478</u>

This page is intentionally left blank

OTHER INFORMATION

This page is intentionally left blank

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
COMPARATIVE SCHEDULE OF STUDENT ACTIVITY FUNDS BY SCHOOL
June 30, 2020 and 2019

	2020	2019
Gresham Union High School:		
Cash and investments	\$ 341,493	\$ 313,475
Sam Barlow High School:		
Cash and investments	277,222	290,902
Springwater Trail High School		
Cash and investments	46,665	39,327
Clear Creek Middle School:		
Cash and investments	55,923	53,293
Deep Creek Damascus K-8:		
Cash and investments	73,148	72,709
Dexter McCarty Middle School:		
Cash and investments	38,175	51,204
Gorden Russell Middle School:		
Cash and investments	126,308	123,149
West Orient Middle School:		
Cash and investments	96,811	102,794
East Gresham Elementary School		
Cash and investments	23,719	15,626
East Orient Grade School:		
Cash and investments	26,456	22,821
Hall Elementary School:		
Cash and investments	15,922	14,283
Highland Elementary School:		
Cash and investments	10,931	9,286
Hogan Cedars Elementary School		
Cash and investments	47,336	26,534
Hollydale Elementary School:		
Cash and investments	17,420	11,543
Kelly Creek Elementary School:		
Cash and investments	76,152	58,247
North Gresham Grade School:		
Cash and investments	17,283	17,773
Powell Valley Grade School:		
Cash and investments	22,214	15,609
West Gresham Grade School		
Cash and investments	9,118	10,166
Student Support Services		
Cash and investments	2,286	1,410
Total	<u>\$ 1,324,582</u>	<u>\$ 1,250,151</u>

The Student Activity Funds are grouped in the Other Special Revenue Fund under Nonmajor Governmental Funds

This page is intentionally left blank

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 SUPPLEMENTAL INFORMATION AS REQUIRED
 BY THE OREGON STATE DEPARTMENT OF EDUCATION
 YEAR ENDED JUNE 30, 2020**

A. Energy bills for heating - all funds:			<u>Objects 325 and 326</u>
Please enter your expenditures for electricity			Function 2540
& heating fuel for these Functions & Objects.			Function 2550
			\$ 1,279,588
			-
 B. Replacement of equipment - General Fund:			
Include all General Fund expenditures in Object 542, except for the following exclusions:			<u>Amount</u>
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
			\$ 172,750

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SUPPLEMENTAL INFORMATION AS REQUIRED
BY THE OREGON STATE DEPARTMENT OF EDUCATION
SCHEDULE OF REVENUES
YEAR ENDED JUNE 30, 2020**

	Fund 100	Fund 200	Fund 300
REVENUES:			
REVENUES FROM LOCAL SOURCES:			
1110 Ad valorem taxes levied by district	\$ 30,036,544	\$ -	\$ 19,070,645
1190 Penalties and interest on taxes	35,151	-	19,833
1130 Construction excise tax	-	-	-
1310 Tuition from individuals	-	57,135	-
1330 Summer school tuition	5,600	-	-
1410 Transportation fees from individuals	18,346	-	-
1500 Earnings on investments	776,781	91,774	159,037
1600 Food service	-	433,359	-
1700 Extracurricular activities	227,372	975,642	-
1800 Community services activities	42,140	7,444	-
1910 Rentals	268,506	-	-
1920 Contributions and donations	10,324	195,483	-
1940 Services provided to other LEA	180,000	17,265	-
1950 Textbook sales and rentals	-	13,441	-
1960 Recovery of prior year's expenditures	236	50,368	-
1970 Services provided other funds	-	1,150,981	-
1980 Fees charged to grants	480,581	-	-
1990 Miscellaneous	247,669	111,088	-
Total revenue from local sources	<u>32,329,250</u>	<u>3,103,980</u>	<u>19,249,515</u>
REVENUES FROM INTERMEDIATE SOURCES:			
2101 County school fund	3,798	-	-
2102 General education service district funds	1,925,000	-	-
2190 Other revenue from intermediate sources	4,239	477,475	-
Total revenue from intermediate sources	<u>1,933,037</u>	<u>477,475</u>	<u>-</u>
REVENUES FROM STATE SOURCES:			
3101 State school fund	93,830,195	-	-
3102 State school lunch match	-	40,442	-
3103 Common school fund	1,221,638	-	-
3199 Other unrestricted state revenue	718,526	-	-
3204 Driver education	-	-	-
3299 Other restricted state revenue	13,582	10,253,764	-
Total revenue from state sources	<u>95,783,941</u>	<u>10,294,206</u>	<u>-</u>
REVENUES FROM FEDERAL SOURCES:			
4500 Restricted revenue from federal government through the state	44,843	9,605,377	-
4700 Restricted revenue from federal government through the intermediate sources	-	-	-
	19,358	-	-
4801 Forest Fees	9,464	-	-
Total revenue from federal sources	<u>73,665</u>	<u>9,605,377</u>	<u>-</u>
REVENUES FROM OTHER SOURCES:			
5160 Lease purchase receipts	-	-	-
5200 Transfers	-	260,000	-
5300 Sale or compensation for loss of fixed assets	4,845	-	-
5400 Resources - beginning fund balance	18,172,677	5,121,878	943,099
Total revenue from other sources	<u>18,177,522</u>	<u>5,381,878</u>	<u>943,099</u>
TOTAL REVENUES	<u>\$ 148,297,415</u>	<u>\$ 28,862,916</u>	<u>\$ 20,192,614</u>

Fund 400	Fund 500	Fund 600	Fund 700	Total
\$ -	\$ -	\$ -	\$ -	\$ 49,107,189
-	-	-	-	54,984
806,374	-	-	-	806,374
-	-	-	-	57,135
-	-	-	-	5,600
-	-	-	-	18,346
1,788,075	-	-	47,042	2,862,709
-	-	-	-	433,359
-	-	-	-	1,203,014
-	-	-	-	49,584
1,537	-	-	-	270,043
-	-	-	4,050	209,857
-	-	-	159,037	356,302
-	-	-	-	13,441
671,748	-	-	-	722,352
-	-	-	366,346	1,517,327
-	-	-	-	480,581
-	-	-	41,928	400,685
<u>3,267,734</u>	<u>-</u>	<u>-</u>	<u>618,403</u>	<u>58,568,882</u>
-	-	-	-	3,798
-	-	-	-	1,925,000
<u>290,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>771,714</u>
<u>290,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,700,512</u>
-	-	-	-	93,830,195
-	-	-	-	40,442
-	-	-	-	1,221,638
-	-	-	-	718,526
-	-	-	-	-
<u>1,631,817</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,899,163</u>
<u>1,631,817</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,709,964</u>
-	-	-	-	9,650,220
-	-	-	-	19,358
-	-	-	-	9,464
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,679,042</u>
-	-	-	-	-
-	-	-	300,000	560,000
-	-	-	-	4,845
<u>133,829,038</u>	<u>-</u>	<u>-</u>	<u>1,864,081</u>	<u>159,930,773</u>
<u>133,829,038</u>	<u>-</u>	<u>-</u>	<u>2,164,081</u>	<u>160,495,618</u>
<u>\$ 139,018,589</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,782,484</u>	<u>\$ 339,154,018</u>

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
SUPPLEMENTAL INFORMATION AS REQUIRED
BY THE OREGON STATE DEPARTMENT OF EDUCATION
SCHEDULE OF SPECIAL REVENUE FUND EXPENDITURES
YEAR ENDED JUNE 30, 2020**

	100 Objects	200 Objects	300 Objects
EXPENDITURES:			
INSTRUCTION:			
1111 Primary programs K-5	\$ 131	52	-
1113 Elementary extracurricular	-	-	3,945
1121 Middle school programs	32,661	18,335	947
1122 Middle school extracurricular	-	-	83,648
1131 High school programs	367,243	207,581	502,892
1132 High school extracurricular	6,828	2,658	357,322
1140 Pre-kindergarten programs	22,260	21,284	-
1220 Restrictive programs for students with disabilities	32,708	27,349	141
1250 Resource rooms	553,595	348,544	259
1271 Remediation	-	-	-
1272 Title I	1,565,043	961,891	503,473
1280 Alternative Education	-	-	-
1299 Other programs	31	12	-
1400 Summer school programs	-	-	-
Total instruction	<u>2,580,500</u>	<u>1,587,706</u>	<u>1,452,627</u>
SUPPORT SERVICES:			
2110 Attendance and social work	295,120	200,809	491
2120 Guidance services	193,636	110,881	-
2130 Health services	123,503	74,469	587
2140 Psychological testing services	61,029	46,101	279
2150 Speech pathology and audiology	249,983	149,772	-
2190 Service direction - student support services	177,607	99,155	3,519
2210 Improvement of instruction services	75,867	45,669	23,334
2220 Educational media services	-	-	4,037
2230 Assessment and testing	-	-	-
2240 Instructional staff development	656,131	390,295	251,740
2320 Executive administration services	-	-	-
2410 Office of the principal	14,275	6,504	2,612
2520 Fiscal services	-	-	-
2550 Student transportation	-	-	29,692
2570 Internal services	113,954	59,141	47,489
2620 Planning and development services	-	-	-
2660 Technology services	26,461	21,171	200
2690 Other central support	-	-	-
Total support services	<u>1,987,566</u>	<u>1,203,967</u>	<u>363,980</u>
COMMUNITY SERVICES:			
3100 Food services	-	-	2,690,098
3300 Community services	16,412	8,056	(7,778)
Total community services	<u>16,412</u>	<u>8,056</u>	<u>2,682,320</u>
FACILITIES ACQUISITION AND CONSTRUCTION:			
4100 Facilities Acquisition and Construction	-	-	50,013
Total Facilities Acquisition and Construction	<u>-</u>	<u>-</u>	<u>50,013</u>
TOTAL EXPENDITURES	<u>\$ 4,584,478</u>	<u>\$ 2,799,729</u>	<u>\$ 4,548,940</u>

Note - this is the total of the Federal Grant, Nutrition Services,
State and Other Grant and Other Special Revenue Funds.

400 Objects	500 Objects	600 Objects	Total
12,500	-	-	\$ 12,683
92,800	-	7,249	103,994
14,686	-	1,500	68,129
132,918	-	140	216,706
114,031	-	49,081	1,240,828
474,174	-	8,515	849,497
1,198	-	-	44,742
2,304	-	-	62,502
2,386	-	-	904,784
-	-	-	-
18,035	-	155,185	3,203,627
-	-	-	-
-	-	-	43
-	-	-	-
<u>865,032</u>	<u>-</u>	<u>221,670</u>	<u>6,707,535</u>
-	-	-	496,420
259	-	-	304,776
-	-	-	198,559
-	-	749	108,158
-	-	-	399,755
-	-	36	280,317
36,118	-	561	181,549
23,865	-	-	27,902
-	-	-	-
53,369	-	43,363	1,394,898
-	-	-	-
30,821	-	5,205	59,417
-	-	89,869	89,869
291	-	2,280	32,263
70,037	-	-	290,621
-	-	-	-
405,984	-	-	453,816
-	-	-	-
<u>620,744</u>	<u>-</u>	<u>142,063</u>	<u>4,318,320</u>
338,023	-	142,470	3,170,591
17,867	-	-	34,557
<u>355,890</u>	<u>-</u>	<u>142,470</u>	<u>3,205,148</u>
-	7,949,987	-	8,000,000
-	7,949,987	-	8,000,000
<u>\$ 1,841,666</u>	<u>\$ 7,949,987</u>	<u>\$ 506,203</u>	<u>\$ 22,231,003</u>

This page is intentionally left blank

STATISTICAL SECTION

This part of Gresham-Barlow School 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 government's overall financial health.

Contents

Financial Trends	85
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	89
These schedules contain information to help the reader assess the government's most significant local revenue sources, the property tax.	
Debt Capacity	94
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	96
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Operating Information	98
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

This page is intentionally left blank

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2019-2020	2018-2019***	2017-18	2016-17**	2015-16	2014-15	2013-14*	2012-13	2011-12	2010-11
Governmental activities:										
Net investment in capital assets	\$ 63,939,579	\$ 65,058,057	\$ 55,267,175	\$ 48,951,887	\$ 43,176,211	\$ 40,316,151	\$ 37,147,822	\$ 34,124,378	\$ 31,873,301	\$ 29,983,256
Restricted	42,267,077	136,093,033	239,631,536	2,604,752	3,435,202	3,299,710	3,692,994	4,216,323	4,100,076	3,897,351
Unrestricted	(129,066,588)	(217,750,381)	(318,650,009)	(81,958,437)	(62,194,488)	(38,284,073)	(54,264,349)	4,704,560	11,151,934	18,091,441
Total primary government net position	<u>\$ (22,859,932)</u>	<u>\$ (16,599,291)</u>	<u>\$ (23,751,298)</u>	<u>\$ (30,401,798)</u>	<u>\$ (15,583,075)</u>	<u>\$ 5,331,788</u>	<u>\$ (13,423,533)</u>	<u>\$ 43,045,261</u>	<u>\$ 47,125,311</u>	<u>\$ 51,972,048</u>

* as restated for GASB 68

** as restated for GASB 73 and 75

*** as restated for GASB 75, Due to the current actuarial valuation of the Districts's RHIA benefits fro GASB 75, a restatement of the prior year 2018/2019 was required.

Source: Gresham-Barlow School District 10JT financial records.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2019-2020	2018-2019***	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
Expenses										
Governmental activities:										
Instruction:										
Regular programs	\$ 84,221,423	\$ 62,289,440	\$ 57,567,160	\$ 54,472,633	\$ 65,410,928	\$ 38,759,479	\$ 45,136,409	\$ 42,766,242	\$ 46,001,030	\$ 45,585,182
Special programs	33,957,806	32,547,257	30,820,653	31,072,837	30,955,800	23,247,820	24,005,235	21,281,755	19,462,804	18,662,614
Summer school programs	41,218	9,985	17,868	20,370	40,928	31,756	23,617	27,907	29,639	37,316
Total instruction	<u>118,220,447</u>	<u>94,846,682</u>	<u>88,405,681</u>	<u>85,565,840</u>	<u>96,407,656</u>	<u>62,039,055</u>	<u>69,165,261</u>	<u>64,075,904</u>	<u>65,493,473</u>	<u>64,285,112</u>
Support services:										
Student support services	9,400,663	8,790,938	8,117,838	8,041,429	9,279,322	5,559,793	6,610,669	6,224,778	6,291,417	5,970,489
Instructional staff support	6,575,976	7,518,523	6,056,780	6,132,841	5,869,810	4,065,219	3,604,080	3,757,790	4,046,447	4,615,721
General administration	734,325	674,444	1,138,534	1,553,901	1,503,735	873,881	1,078,227	1,016,157	600,724	1,096,149
School administration	9,799,450	9,274,215	8,748,351	8,524,219	9,614,000	5,870,308	7,088,709	6,816,155	6,762,586	6,163,757
Business support services	23,449,366	22,677,639	20,226,465	19,710,606	20,504,784	18,633,516	19,493,722	21,367,682	18,949,088	16,737,959
Central activities	4,089,744	3,846,223	3,475,812	4,377,320	3,753,521	3,568,485	5,125,256	4,993,580	3,163,133	4,924,378
Supplemental retirement program	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total support services	<u>54,349,524</u>	<u>53,081,982</u>	<u>48,063,780</u>	<u>48,640,316</u>	<u>50,825,172</u>	<u>38,871,202</u>	<u>43,300,663</u>	<u>44,476,142</u>	<u>40,113,395</u>	<u>39,808,453</u>
Enterprise and community services	3,503,424	4,691,354	4,674,721	4,595,430	4,220,173	4,083,154	3,972,990	3,943,914	3,756,939	3,656,939
Facilities and construction	-	-	-	-	-	-	146,963	-	-	-
Interest on long-term debt	8,232,088	7,809,148	9,015,879	2,897,748	1,256,043	4,868,853	4,757,167	4,903,333	5,321,741	5,053,148
Total primary government expenses	<u>\$ 184,305,483</u>	<u>\$ 160,429,166</u>	<u>\$ 150,160,061</u>	<u>\$ 141,699,334</u>	<u>\$ 152,709,044</u>	<u>\$ 109,862,264</u>	<u>\$ 121,343,044</u>	<u>\$ 117,399,293</u>	<u>\$ 114,685,548</u>	<u>\$ 112,803,652</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Regular programs	\$ 1,860,251	\$ 2,604,268	\$ 2,619,535	\$ 2,555,549	\$ 2,531,283	\$ 2,580,889	\$ 2,258,215	\$ 2,404,909	\$ 2,591,406	\$ 2,489,026
Other instruction activities	314,135	379,079	358,101	170,033	125,047	84,280	175,515	173,701	171,181	175,652
Support services	1,099,694	1,040,016	1,023,302	1,095,766	911,172	927,334	865,374	514,453	448,729	789,508
Enterprise and community services	706,591	858,666	892,431	780,786	741,698	705,118	922,338	953,220	1,039,824	1,123,322
Operating grants and contributions	12,606,379	14,695,101	12,578,993	12,054,900	10,718,324	11,182,275	10,374,635	11,123,257	10,410,830	12,407,411
Capital grants and contributions	9,921,817	81,127	97,925	316,330	694,825	867,493	554,778	1,733,518	1,202,499	936,071
Total primary government program revenues	<u>\$ 26,508,867</u>	<u>\$ 19,658,257</u>	<u>\$ 17,570,287</u>	<u>\$ 16,973,364</u>	<u>\$ 15,722,349</u>	<u>\$ 16,347,389</u>	<u>\$ 15,150,855</u>	<u>\$ 16,903,058</u>	<u>\$ 15,864,469</u>	<u>\$ 17,920,990</u>
Net (Expense)/Revenue										
Total primary government net expense	<u>\$ (157,796,616)</u>	<u>\$ (140,770,909)</u>	<u>\$ (132,589,774)</u>	<u>\$ (124,725,970)</u>	<u>\$ (136,986,695)</u>	<u>\$ (93,514,875)</u>	<u>\$ (106,192,189)</u>	<u>\$ (100,496,235)</u>	<u>\$ (98,821,079)</u>	<u>\$ (94,882,662)</u>

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2019-2020	2018-2019***	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes	\$ 30,071,695	\$ 29,791,694	\$ 27,920,419	\$ 27,051,766	\$ 26,419,363	\$ 25,127,171	\$ 23,524,401	\$ 23,617,045	\$ 23,114,803	\$ 22,742,618
Property taxes levied for debt service	19,090,478	17,809,170	16,050,570	5,924,562	6,038,838	5,848,183	5,585,613	5,731,001	5,865,392	5,770,673
State school fund - general support	93,870,637	88,605,894	87,163,092	80,889,125	78,922,863	77,338,087	72,089,563	65,044,223	60,784,257	58,771,970
State school fund - school improvement fund	-	-	-	-	-	-	-	-	-	-
Common school fund	1,221,638	1,351,843	1,276,986	1,551,007	1,488,746	1,226,724	1,168,802	1,219,378	1,098,776	1,195,304
Multnomah county income taxes	3,798	9,113	1,485	3,578	1,882	-	-	-	-	85,995
Unrestricted state and local sources	3,845,230	3,613,258	3,428,022	3,161,123	2,765,807	2,548,419	2,276,194	449,916	2,651,937	367,976
Federal forest fees	9,464	4,372	6,496	2,877	12,093	12,662	13,289	13,282	6,747	22,283
Other federal sources	-	-	-	-	-	-	-	-	35,578	3,734,680
Earnings on investments	2,815,667	6,317,400	2,760,953	987,718	232,192	168,950	170,315	198,678	241,170	237,566
Miscellaneous	607,368	420,172	632,251	148,953	190,048	-	-	142,662	175,540	241,308
Proceeds from refunding bonds	-	-	-	-	-	-	-	-	142	-
Total primary government	<u>\$ 151,535,975</u>	<u>\$ 147,922,916</u>	<u>\$ 139,240,274</u>	<u>\$ 119,720,709</u>	<u>\$ 116,071,832</u>	<u>\$ 112,270,196</u>	<u>\$ 104,828,177</u>	<u>\$ 96,416,185</u>	<u>\$ 93,974,342</u>	<u>\$ 93,170,373</u>
Change in Net Position										
Total primary government	<u>\$ (6,260,641)</u>	<u>\$ 7,152,007</u>	<u>\$ 6,650,500</u>	<u>\$ (5,005,261)</u>	<u>\$ (20,914,863)</u>	<u>\$ 18,755,321</u>	<u>\$ (1,364,012)</u>	<u>\$ (4,080,050)</u>	<u>\$ (4,846,737)</u>	<u>\$ (1,712,289)</u>

Source: Gresham-Barlow School District 10JT financial records.

*** as restated for GASB 75, Due to the current actuarial valuation of the Districts's RHIA benefits fro GASB 75, a restatement of the prior year 2018/2019 was required.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)

	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
General Fund										
Unassigned	\$ 21,393,671	\$ 18,172,677	\$ 15,384,880	\$ 11,855,630	\$ 10,278,093	\$ 6,866,451	\$ 6,080,252	\$ 6,530,804	\$ 10,654,889	\$ 12,714,159
Unreserved										
Total general fund	<u>\$ 21,393,671</u>	<u>\$ 18,172,677</u>	<u>\$ 15,384,880</u>	<u>\$ 11,855,630</u>	<u>\$ 10,278,093</u>	<u>\$ 6,866,451</u>	<u>\$ 6,080,252</u>	<u>\$ 6,530,804</u>	<u>\$ 10,654,889</u>	<u>\$ 12,714,159</u>
All Other Governmental Funds										
Restricted for:										
Student activity groups	\$ 1,850,668	\$ 1,650,051	\$ 1,490,504	\$ 1,274,075	\$ 1,305,948	\$ 1,286,825	\$ 1,271,120	\$ 1,319,242	\$ 1,365,098	\$ 1,306,688
Retirement of long-term debt	1,002,554	943,099	463,940	659,220	865,944	853,530	893,146	1,069,912	1,164,286	1,450,341
Food service	1,244,813	972,687	1,329,938	1,109,803	1,100,720	943,319	933,926	788,221	672,758	475,903
School construction	38,169,042	132,318,960	236,216,767	356,493	59,751	121,494	231,001	706,896	607,767	451,362
Planning activities		208,236	130,387	179,909	151,652	81,715	46,286	16,718	-	-
Other activities	-	-	-	-	-	-	-	-	-	-
Committed to:										
PERS litigation	3,416,647	2,208,131	1,020,726	-	-	-	-	-	-	3,352,000
Assigned to:										
Capital expenditures(2)	2,032,204	1,510,078	1,325,082	266,114,710	926,538	1,113,052	1,156,265	1,573,340	720,371	782,383
Other activities	119,785	82,773	75,823	40,965	102,839	94,542				
Reserved for:										
Student activity groups										-
Retirement of long-term debt										-
Capital expenditures(2)										-
PERS litigation										-
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 47,835,713</u>	<u>\$ 139,894,015</u>	<u>\$ 242,053,167</u>	<u>\$ 269,735,175</u>	<u>\$ 4,513,392</u>	<u>\$ 4,494,477</u>	<u>\$ 4,531,744</u>	<u>\$ 5,474,329</u>	<u>\$ 4,530,280</u>	<u>\$ 7,818,677</u>

(1) Assigned/Reserved for capital expenditures fluctuate from years when bonds are sold in anticipation of capital construction to years where capital expenditures are made.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
CHANGES IN FUND BALANCES
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

REVENUES:	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
Local sources:										
Taxes(1)	\$ 50,640,295	\$ 48,234,826	\$ 44,771,365	\$ 33,438,943	\$ 32,698,611	\$ 31,371,012	\$ 29,350,424	\$ 29,546,553	\$ 29,029,839	\$ 28,761,869
Earnings on investments	2,815,667	6,317,400	2,760,953	987,718	232,192	168,950	170,315	199,253	241,170	237,566
Other Local Sources	4,494,517	5,577,602	5,586,161	4,778,402	4,470,406	4,603,450	4,518,788	5,801,012	4,681,234	5,166,456
Intermediate Sources(3)	2,700,512	2,186,153	2,730,214	3,029,585	2,025,930	2,399,201	2,299,495	1,248,936	657,635	514,209
State Sources(2)	107,709,964	95,735,702	91,124,096	84,221,308	82,274,119	79,634,347	73,895,753	66,817,581	64,711,770	60,404,359
Federal Sources	9,679,042	9,529,490	9,837,772	10,137,897	9,971,176	10,363,332	9,704,632	9,531,146	10,203,702	16,050,190
Total Revenues	<u>178,039,997</u>	<u>167,581,173</u>	<u>156,810,561</u>	<u>136,593,853</u>	<u>131,672,434</u>	<u>128,540,292</u>	<u>119,939,407</u>	<u>113,144,481</u>	<u>109,525,350</u>	<u>111,134,649</u>
EXPENDITURES:										
Current:										
Instruction	87,940,625	86,563,266	82,290,478	79,023,925	75,370,746	74,744,012	70,652,667	67,548,028	65,948,102	64,693,562
Support Services	49,505,199	48,400,026	45,400,637	44,243,859	41,574,300	42,399,084	39,371,998	38,277,642	37,221,418	36,620,508
Enterprise and Community Services	3,418,474	4,607,717	4,601,208	4,233,443	4,102,848	4,134,407	3,956,043	3,929,611	3,723,763	3,634,613
Facilities Acquisition & Construction	12,505,452	13,845,591	26,292,477	4,843,684	-	-	148,444	102,336	47,369	-
Other Capital Outlay	94,139,090	149,700,479	5,594,978	450,517	2,052,751	1,181,480	1,251,059	2,836,840	1,818,164	707,685
Debt Service:										
Principal	9,155,545	8,335,850	4,807,911	6,660,683	5,839,761	4,737,911	4,250,000	4,120,000	3,745,000	3,532,970
Interest	10,217,765	9,364,956	11,975,630	1,326,689	808,009	1,600,531	1,718,968	1,892,070	2,371,556	2,620,786
Total Expenditures	<u>266,882,150</u>	<u>320,817,885</u>	<u>180,963,319</u>	<u>140,782,800</u>	<u>129,748,415</u>	<u>128,797,425</u>	<u>121,349,179</u>	<u>118,706,527</u>	<u>114,875,372</u>	<u>111,810,124</u>
Excess of revenues over (under) expenditures	(88,842,153)	(153,236,712)	(24,152,758)	(4,188,947)	1,924,019	(257,133)	(1,409,772)	(5,562,046)	(5,350,022)	(675,475)
Other Financing Sources (uses):										
General long-term debt issued	-	53,865,357	-	270,976,068	1,500,000	-	-	2,185,000	11,915,000	
Premium/(discount) on debt issued	-	-	-	-	-	-	-	191,174	(82,562)	
Payments to refunded bond escrow	-	-	-	-	-	-	-	-	(11,832,296)	
Proceeds from capital leases	-	-	-	-	-	1,006,065	-	-	-	
Sale or loss of capital assets	4,845	-	-	12,200	6,538	-	16,635	5,836	2,213	4,239
Transfers in	260,000	260,000	520,000	540,000	500,000	510,000	250,000	250,000	3,616,205	
Transfers out	(260,000)	(260,000)	(520,000)	(540,000)	(500,000)	(510,000)	(250,000)	(250,000)	(3,616,205)	
Total other financing sources (uses)	<u>4,845</u>	<u>53,865,357</u>	<u>-</u>	<u>270,988,268</u>	<u>1,506,538</u>	<u>1,006,065</u>	<u>16,635</u>	<u>2,382,010</u>	<u>2,355</u>	<u>4,239</u>
Net change in fund balances	\$ (88,837,308)	\$ (99,371,355)	\$ (24,152,758)	\$ 266,799,321	\$ 3,430,557	\$ 748,932	\$ (1,393,137)	\$ (3,180,036)	\$ (5,347,667)	\$ (671,236)
Debt services as a percentage of noncapital expenditures	12.09%	11.25%	11.26%	5.90%	5.21%	4.97%	4.98%	5.19%	5.41%	5.54%

- (1) Revenues are recognized when susceptible to accrual.
(2) Includes state replacement/transportation reimbursement and basic school support.
(3) Addition of PERS Litigation fund for 2003-04 to 2005-06.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

FISCAL YEAR	PROPERTY VALUE ASSESSED VALUATION(1)				TOTAL DIRECT TAX RATE(2)	PROPERTY VALUE TRUE CASH VALUATION(1)				RATIO OF ASSESSED VALUATION TO TRUE CASH VALUATION
	REAL PROPERTY	PERSONAL PROPERTY	PUBLIC UTILITY PROPERTY	TOTAL		REAL PROPERTY	PERSONAL PROPERTY	PUBLIC UTILITY PROPERTY	TOTAL	
2019-20	\$ 6,588,469,731	\$ 113,365,910	\$ 176,661,650	\$ 6,878,497,291	\$ 7.40	\$ 10,714,429,618	\$ 127,224,232	\$ 176,674,833	\$ 11,018,328,683	62.4 %
2018-19	6,358,781,933	107,760,916	170,471,700	6,637,014,549	7.27	10,307,393,034	121,443,267	170,471,700	10,599,308,001	62.6
2017-18	6,084,673,840	108,656,446	247,992,706	6,441,322,992	7.14	9,301,858,299	117,459,162	257,425,263	9,676,742,724	66.6
2016-17	5,749,555,044	94,830,643	236,182,700	6,080,568,387	5.51	7,465,179,001	99,053,031	295,841,508	7,860,073,540	77.4
2015-16	5,713,975,169	94,699,500	236,328,300	6,045,002,969	5.55	7,333,823,559	98,851,917	299,960,840	7,732,636,316	78.2
2014-15	5,471,345,826	89,714,891	238,220,500	5,799,281,217	5.56	6,690,357,833	93,359,109	272,772,787	7,056,489,729	82.2
2013-14	5,221,377,564	94,527,553	225,607,960	5,541,513,077	5.56	6,078,358,205	98,166,145	269,903,109	6,446,427,459	86.0
2012-13	5,086,731,228	96,150,587	219,078,200	5,401,960,015	5.61	5,998,838,242	99,719,516	259,509,321	6,358,067,079	85.0
2011-12	5,049,372,484	100,445,837	224,488,380	5,374,306,701	5.57	6,206,883,641	104,198,915	238,505,680	6,549,588,236	82.1
2010-11	4,951,908,278	107,992,177	186,293,200	5,246,193,655	5.59	6,767,365,771	111,713,129	186,878,336	7,065,957,236	74.2

(1) Multnomah County Tax Supervising and Conservation Commission, Multnomah and Clackamas Counties.

(2) per \$1,000 of assessed value.

NA=not available

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
LARGEST TAXPAYERS WITHIN DISTRICT
CURRENT AND NINE YEARS AGO**

	<u>2020</u>		<u>2011</u>	
	<u>ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL DISTRICT'S ASSESSED VALUATION</u>	<u>ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL DISTRICT'S ASSESSED VALUATION</u>
<u>PRIVATE ENTERPRISES</u>				
Microchip Technology Inc	\$ 164,566,840	2.48 %	\$ 122,602,350	2.34 %
Semiconductor Components	114,875,940	1.73	46,598,130	0.89
Madison-Specht Vista Logistics	41,015,630	0.62		
HIP Gresham Station LLC	39,153,000	0.59		
Holly Ridge Associates	30,781,020	0.46	23,591,160	0.45
PKI Gresham Town Fair LLC	26,961,730	0.41	20,531,780	0.39
ARHC CFGREOR01LLC	23,454,660	0.35		
Fred Meyer Stores Inc	22,856,860	0.34	20,448,989	0.39
BRE or Vista at 23 LLC	22,261,030	0.34		
Columbia Trails LLC	21,107,870	0.32		
Comcast Corporation			40,679,400	
GE Capital			36,945,710	0.70
Westlake Gresham North LLC			25,301,590	0.48
EQR Oregon LLC			17,009,960	0.32
Mutual Materials Company			16,263,490	0.31
<u>PUBLIC UTILITIES</u>				
Portland General Electric Co.	72,653,110	1.09	49,360,010	0.94
Frontier/Verizon Communications	16,687,000	0.25	51,894,100	0.99
Northwest Natural Gas	13,631,000	0.21	12,745,900	0.24
SUB TOTAL	610,005,690	9.19	483,972,569	9.23
ALL OTHER TAXPAYERS	6,027,008,859	90.81	4,762,221,086	90.77
TOTAL	<u>\$ 6,637,014,549</u>	<u>100.00 %</u>	<u>\$ 5,246,193,655</u>	<u>100.00 %</u>

Source: Multnomah County Department of Assessment and Taxation

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
LARGEST TAXPAYERS WITHIN MULTNOMAH COUNTY
JUNE 30, 2020**

<u>Taxpayer</u>	<u>ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL DISTRICT'S ASSESSED VALUATION</u>		<u>Tax</u>
Port of Portland	\$ 670,145,340	0.78	%	\$ 13,808,509
Portland General Electric Co.	629,270,860	0.73		10,211,955
Alaska Airlines	423,587,600	0.49		6,456,109
Pacificorp (PP&L)	386,148,000	0.45		6,264,068
Centurylink	333,100,000	0.39		5,383,260
Weston Investment Co LLC	281,109,780	0.33		6,179,010
Boeing Company	270,157,770	0.31		4,066,012
Comcast Corporation	254,263,000	0.30		4,173,643
AT&T, Inc	238,146,000	0.28		3,874,840
Southwest Airlines	235,900,000	0.27		3,595,469
Subtotal - ten of County's largest taxpayers	<u>3,721,828,350</u>	<u>4.33</u>		<u>64,012,873</u>
All other County Taxpayers	<u>82,183,015,530</u>	<u>95.67</u>		
TOTAL	<u><u>\$ 85,904,843,880</u></u>	<u><u>100.00</u></u>	%	

Source: Multnomah County Department of Assessment and Taxation

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

Dollars per \$1,000 True Cash Value

	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2012-13</u>	<u>2011-12</u>	<u>2010-11</u>
DIRECT:										
Gresham-Barlow School District 10JT Permanent Rate	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53	\$ 4.53
Gresham-Barlow School District 10JT Bond	\$ 2.87	\$ 2.74	\$ 2.61	\$ 0.98	\$ 1.02	\$ 1.03	\$ 1.03	\$ 1.08	\$ 1.04	\$ 1.06
Weighted Average Direct (1)	\$ 7.40	\$ 7.27	\$ 7.14	\$ 5.51	\$ 5.55	\$ 5.56	\$ 5.56	\$ 5.61	\$ 5.57	\$ 5.59
Orient School district #6 Bond (2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Damascus Union School District #26 Bond (2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.72	0.73
Overlapping:										
Tri-Met Service District	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.06	0.09
Port of Portland	0.07	0.07	0.07	0.07	0.07	0.07	0.07	0.07	0.07	0.07
Multnomah ESD	0.46	0.46	0.46	0.46	0.46	0.46	0.46	0.44	0.46	0.46
Mt. Hood Community College	0.49	0.49	0.49	0.49	0.49	0.49	0.49	0.48	0.49	0.49
Clackamas Community College	0.73	0.74	0.75	0.74	0.75	0.71	0.71	0.72	0.70	0.70
City of Gresham	3.61	3.61	3.48	3.61	3.61	3.61	3.61	3.51	3.61	3.61
City of Damascus	0.00	0.00	0.00	0.00	2.80	2.80	3.10	3.10	3.30	3.30
Metropolitan Service District	0.66	0.47	0.41	0.40	0.39	0.46	0.47	0.40	0.32	0.41
Multnomah County	4.39	4.39	5.57	4.34	5.67	5.67	5.69	5.42	5.44	5.38
East Multnomah County Water & Soil	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Clackamas County Rural	3.22	3.22	3.22	3.22	3.22	3.22	3.22	3.22	3.22	2.86
Boring Fire district 59/Clackamas Fire 1	2.51	2.49	2.51	2.38	2.38	2.38	2.38	2.38	2.38	2.38
Vector control	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03
	<u>16.28</u>	<u>16.09</u>	<u>17.09</u>	<u>15.85</u>	<u>19.97</u>	<u>20.00</u>	<u>20.33</u>	<u>19.87</u>	<u>20.18</u>	<u>19.88</u>
Totals*	<u>\$ 23.68</u>	<u>\$ 23.36</u>	<u>\$ 24.23</u>	<u>\$ 21.36</u>	<u>\$ 25.52</u>	<u>\$ 25.56</u>	<u>\$ 25.89</u>	<u>\$ 25.48</u>	<u>\$ 25.75</u>	<u>\$ 25.47</u>

*Numbers in totals do not reflect the actual tax rate for any one property, but are the results of the potential combination of taxing units within District boundaries.

(1) This is a weighted average rate as limited by ballot measure 5. Actual rates may vary by tax codes and lots because of differing compression.

(2) Rates are presented for comparison only and are not included in the totals. Debt levies were not consolidated upon merger. Instead, the debt levies are assessed depending upon the former District's boundary lines.

N/A - Not Available

Source: Multnomah and Clackamas Counties Departments of Assessment and Taxation.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
PROPERTY TAX LEVIES AND COLLECTION
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30	TOTAL TAX LEVY FOR FISCAL YEAR			COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
	GENERAL FUND	DEBT SERVICE FUND	TOTAL	AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
2019-20	\$ 31,049,499	\$ 19,779,007	\$ 50,828,506	\$ 48,408,368	95.2 %	\$ -	\$ 48,408,368	95.2 %
2018-19	29,860,428	18,207,659	48,068,087	45,971,339	95.6	417,848	46,389,187	96.5
2017-18	28,983,051	16,832,467	45,815,517	43,383,823	94.7	561,777	43,945,600	95.9
2016-17	27,770,373	6,086,989	33,857,362	32,253,312	95.3	477,854	31,985,355	94.5
2015-16	27,063,772	6,196,842	33,260,614	32,533,242	97.8	567,552	33,100,794	99.5
2014-15	25,773,207	5,996,922	31,770,129	31,023,586	97.7	617,332	31,640,918	99.6
2013-14	24,087,065	5,717,058	29,804,123	29,033,266	97.4	635,297	29,668,563	99.5
2012-13	24,240,352	5,880,813	30,121,165	29,287,073	97.2	689,183	29,976,256	99.5
2011-12	23,670,264	5,999,667	29,669,931	28,740,137	96.9	758,061	29,498,198	99.4
2010-11	23,437,991	5,939,102	29,377,093	28,539,902	97.2	722,566	29,262,468	99.6

93

Source: Multnomah and Clackamas County Departments of Assessment and Taxation.

(1) Tax collections include discounts, interest and other adjustments.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING AND LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

FISCAL YEAR	DEBT OUTSTANDING						RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUATION
	GENERAL OBLIGATION BONDS	PENSION OBLIGATION BONDS	TOTAL	LESS DEBT SERVICE FUND	NET GENERAL BONDED DEBT	OTHER DEBT OUTSTANDING(4)	
2019-20	\$ 318,981,512	\$ 41,237,391	\$ 360,218,903	\$ 1,002,554	\$ 359,216,349	\$ 1,239,215	\$ 5.22%
2018-19	329,912,122	42,092,373	372,004,495	943,099	371,061,396	1,391,960	5.59%
2017-18	285,969,425	42,757,626	328,727,051	463,940	328,263,111	1,539,705	5.10%
2016-17	291,117,555	43,260,954	334,378,509	659,220	333,719,289	1,936,050	5.49%
2015-16	26,271,457	43,626,533	69,897,990	865,944	69,032,046	3,827,900	1.14%
2014-15	31,132,749	44,080,635	75,213,384	853,530	74,359,854	2,711,093	1.28%
2013-14	35,724,040	44,113,855	79,837,895	893,146	78,944,749	2,095,685	1.42%
2012-13	40,085,332	44,120,084	84,205,416	1,069,912	83,135,504	2,228,430	1.54%
2011-12	44,392,310	44,085,334	88,477,644	1,164,286	87,313,358		1.62%
2010-11	48,291,210	43,899,973	92,191,183	1,450,341	90,740,842		1.73%

Legal Debt Margin Calculation for Fiscal Year 2020:

Real Market Value	\$ 11,018,328,683
Debt Limit (7.95%)(1)	875,957,130
Amount of Debt Applicable to Debt Limit	<u>(360,218,903)</u>
Legal Debt Margin	<u>\$ 515,738,227</u>

FISCAL YEAR	RATIO OF NET GENERAL BONDED DEBT TO TRUE CASH VALUE	RATIO OF TOTAL GENERAL BONDED DEBT TO PERSONAL INCOME	TOTAL GENERAL BONDED DEBT PER CAPITA	NET GENERAL BONDED DEBT PER CAPITA	LEGAL DEBT LIMIT(1)	LEGAL DEBT MARGIN(2)	RATIO OF LEGAL DEBT MARGIN TO DEBT LIMIT
2019-20	3.26%	N/A	3,222	\$ 3,213	\$ 875,957,130	\$ 515,738,227	58.88%
2018-19	3.50%	5.82%	3,366	3,358	842,644,986	470,640,491	55.85%
2017-18	3.39%	5.51%	2,993	2,989	769,301,047	440,573,996	57.27%
2016-17	4.25%	8.29%	4,269	4,260	624,875,846	290,497,337	46.49%
2015-16	0.89%	1.83%	901	890	614,744,587	544,846,597	88.63%
2014-15	1.05%	2.07%	975	964	560,990,933	485,777,549	86.59%
2013-14	1.22%	2.29%	1,038	1,026	512,490,983	432,653,088	84.42%
2012-13	1.31%	2.46%	1,097	1,083	505,466,333	421,260,917	83.34%
2011-12	1.33%	2.69%	1,155	1,139	520,692,265	432,214,621	83.01%
2010-11	1.28%	2.92%	1,205	1,186	561,743,600	469,552,417	83.59%

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements

(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 bases on the following: (A) For each grade from kindergarten to eighth for which the District operates schools, fifty-five one-hundredths of one of one percent (.0055) of 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 real market value. Allowable percent of real market value: (A) Kindergarten through eighth grade, 9 x .0055 = 4.95%

(B) Ninth through twelfth grade, 4 x .0075 = 3.00% or 7.95% of real market value. Real market value data can be found on page 75:

Assessed Value and Actual Value of Taxable Property.

(2) The legal debt margin is the District's available borrowing authority under ORS 328.245 and is calculated by subtracting the net debt applicable to the legal debt limit from the legal debt limit.

(3) Demographic and Economic Statistics can be found on page 81 for personal income and population data. Assessed Value and True Cash Value can be found on page 75.

(4) Includes Full Faith and Credit Obligations, Financing Agreement and Capital Leases (all of which are not included in the debt limit calculation.

Sources: Portland State University, Population Research Center and Multnomah and Clackamas Counties Departments of Assessment and Taxation.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
DIRECT AND OVERLAPPING GROSS BONDED DEBT
JUNE 30, 2020**

GOVERNMENTAL UNIT	2019-2020	GROSS (1) BONDED DEBT	NET (2) DIRECT DEBT	PERCENT WITHIN SCHOOL DISTRICT (3)	OVERLAPPING	
	REAL MARKET VALUATION				GROSS (1) BONDED DEBT	NET (2) DIRECT DEBT
<u>DIRECT DEBT</u>						
Gresham-Barlow School District	\$ 11,018,328,683	\$ 360,218,903	\$ 360,218,903	100.00%	\$ 360,218,903	\$ 360,218,903
<u>OVERLAPPING GOVERNMENT</u>						
City of Gresham	14,717,764,007	71,322,297	42,165,297	59.33	42,315,733	25,016,797
City of Troutdale	2,471,300,007	10,570,000	10,570,000	2.38	251,207	251,207
Clackamas Community College	61,900,863,812	110,258,913	88,668,913	0.00	3,418	2,749
Clackamas County	84,100,937,879	121,210,000	121,210,000	2.60	3,156,187	3,156,187
Clackamas Cty RFPD 1	38,434,396,536	42,040,960	28,155,960	4.60	1,934,851	1,295,822
Clackamas Soil & Water Conserv.	84,100,953,949	6,494,000	6,494,000	2.60	169,097	169,097
Lusted Water Authority	269,276,132	605,000	605,000	100.00	605,000	605,000
Metropolitan Service District	343,477,186,246	979,745,000	964,085,000	3.25	31,863,267	31,353,972
Mt. Hood Community College	50,497,985,205	52,317,708	20,510,000	23.12	12,097,476	4,742,548
Multnomah County	179,585,686,475	322,191,877	322,191,877	5.28	17,023,652	17,023,652
Multnomah County RFPD 10	1,097,029,714	1,679,672	1,679,672	63.62	1,068,532	1,068,532
Multnomah ESD	182,181,992,270	25,230,000	-	6.41	1,617,344	-
Pleasant Home Water District	248,169,424	1,400,000	1,400,000	93.83	1,313,599	1,313,599
Port of Portland	373,404,176,191	56,255,000	-	3.13	1,759,431	-
Rockwood Water PUD	7,229,738,405	4,375,000	-	14.20	621,285	-
TOTAL OVERLAPPING	1,423,717,456,252	1,805,695,427	1,607,735,719		115,800,079	85,999,162
TOTAL	\$ 1,434,735,784,935	\$ 2,165,914,330	\$ 1,967,954,622		\$ 476,018,982	\$ 446,218,065

Source: Municipal Debt Advisory Commission, State of Oregon.

- (1) Gross bonded debt includes all bonds backed by a general obligation pledge including self-supporting general obligation bonds and limited tax debt.
- (2) Net direct debt including all tax-supported bonds. Self-supporting bonds are excluded.
- (3) The percentage of overlapping debt is estimated using taxable assessed property values. Applicable percentages were 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.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This 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.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>POPULATION (ESTIMATED) (1)</u>	<u>PERSONAL INCOME (thousands of dollars) (ESTIMATED) (3)</u>	<u>PER CAPITA PERSONAL INCOME (2)</u>	<u>UNEMPLOYMENT RATE (2)</u>
2019-2020	111,810	\$ N/A	\$ N/A	3.6 %
2018-2019	110,505	6,392,714	57,850	3.6
2017-2018	109,820	5,966,411	54,329	3.6
2016-2017	78,335	4,034,873	51,508	3.7
2015-2016	77,549	3,817,737	49,230	4.8
2014-2015	77,108	3,632,249	47,106	5.7
2013-2014	76,909	3,482,824	45,285	6.6
2012-2013	76,757	3,424,744	44,618	7.7
2011-2012	76,631	3,288,006	42,907	8.6
2010-2011	76,485	3,152,176	41,213	9.4

(1) Population Research Center, Portland State University

a) 2010-11 from 2010 Census, 2011-12 estimated based on City of Gresham's projected population increases since the 2010 Census

b) Estimated based on City of Gresham's projected population increases since the 2000 Census (2002-2010)

(2) Employment Division, Research and Statistics, State of Oregon (For Multnomah County)

(3) Estimated using per capital information and estimated population.

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 PRINCIPAL EMPLOYERS
 CURRENT AND NINE YEARS AGO**

<u>EMPLOYER</u>	<u>2020</u>			<u>2011</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of total employment(1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of total employment(1)</u>
Mt. Hood Community College	1,283	1	2.35 %	1,450	1	3.12 %
Gresham-Barlow School District	993	2	1.82	1,123	2	2.48
ON Semiconductor	744	3	1.36	504	5	1.09
Legacy Mt. Hood Medical Center	601	4	1.10	601	3	1.30
City of Gresham	580	5	1.06	548	4	1.23
Microchip Technology	573	6	1.05	408	6	0.75
Albertina Kerr Centers	332	7	0.61			
Fred Meyer Inc	279	8	0.51	207	7	0.42
Winco Foods	165	9	0.30	181	8	0.39
Kaiser Foundation Health Plan	162	10	0.30			
Safeway	144	11	0.26			
First Student	137	12	0.25	137	10	0.30
Regency Gresham Nursing	116	13	0.21			
Imperial Brown, Inc	112	14	0.21			
Kaiser Permanente				140	9	0.30
Total	<u>6,220</u>		<u>11.41 %</u>	<u>5,299</u>		<u>11.38 %</u>

Source: City of Gresham, Community and Economic Development Department and United States Department of Labor, Bureau of Labor and Statistics.

(1)The District does not have records on employers within its jurisdiction and was unable to find a resource for its jurisdiction. The District used total employment for the City of Gresham as reported by the Bureau of Labor and Statistics.

The District took the City's top 25 list and was able to use this information to obtain those top ten within the District's jurisdiction.

GRESHAM-BARLOW SCHOOL DISTRICT 10JT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14(1)</u>	<u>2012-13(1)</u>	<u>2011-12(1)</u>	<u>2010-11(2)</u>
Instruction:										
Primary programs	239.9	239.4	230.4	233.0	226.9	201.3	199.3	202.8	199.1	149.9
Intermediate programs(4)	-	-	-	-	-	-	-	-	-	78.6
Middle school programs	103.1	102.9	97.1	97.5	95.4	101.8	98.1	112.5	110.7	125.2
High school programs	125.4	122.7	120.1	120.9	119.3	120.5	117.7	136.2	132.5	149.4
Preschool programs	6.3	6.2	6.2	5.7	5.7	5.7	5.7	6.6	6.1	6.1
Talented and gifted programs	0.2	0.2	0.2	0.2	0.2	0.1	0.1	0.2	0.2	0.3
Restrictive programs	38.8	38.5	40.7	39.4	37.8	35.6	50.6	28.7	30.4	15.1
Resource rooms	128.5	128.7	122.9	124.2	114.2	113.5	103.2	104.2	107.0	118.9
Remediation	-	-	-	-	-	-	-	-	-	-
Title I	30.2	30.4	28.7	35.2	32.5	38.4	33.5	25.8	29.0	46.8
Alternative education	3.5	2.7	3.2	3.0	3.1	0.8	2.2	2.2	3.1	3.8
Designated programs	44.6	45.1	44.0	44.0	44.4	44.6	39.8	39.4	39.5	40.4
Total instruction	720.4	716.7	693.4	703.1	679.5	662.3	650.3	658.6	657.6	734.5
Support services:										
Attendance and social work services	23.8	20.4	18.0	19.0	17.5	18.3	17.5	18.0	17.8	17.3
Guidance services	27.4	27.4	26.9	26.9	27.3	26.9	27.5	29.5	31.1	31.7
Health services	9.2	9.2	9.2	9.5	9.8	8.8	7.3	7.3	5.2	6.2
Psychological services	4.5	5.5	5.3	7.0	6.5	6.5	7.5	7.5	7.1	7.1
Speech pathology and audiology services	13.0	12.0	12.0	12.0	12.0	11.7	11.7	11.7	14.5	13.9
Service direction - student support services	5.6	5.6	5.7	5.7	5.7	5.7	3.8	4.3	4.2	4.2
Improvement of instruction services	11.5	9.5	6.5	6.3	6.3	5.8	5.8	5.6	9.3	7.6
Educational media services	18.9	18.9	18.7	18.6	18.4	18.5	18.9	18.9	19.5	20.7
Assessment and testing	1.0	2.5	2.4	2.4	2.4	2.4	2.4	2.4	1.9	2.5
Instructional staff development	11.5	14.0	13.0	9.6	9.9	7.9	8.3	8.0	7.5	16.1
Executive administration services	2.0	3.0	5.0	6.0	6.0	6.0	6.0	6.0	3.0	4.0
Office of the principal services	76.5	75.9	75.9	74.9	74.7	78.1	76.3	77.5	78.2	77.8
Fiscal services	8.9	8.9	8.9	8.9	8.7	8.6	8.8	8.9	9.9	8.9
Operations and maintenance of plant service	58.0	58.0	58.0	58.0	58.0	58.0	57.0	57.0	57.0	59.0
Student transportation services	1.0	1.0	1.0	1.0	1.0	0.9	0.9	0.9	0.9	0.9
Internal services	2.3	2.3	2.3	2.3	2.3	2.2	1.2	1.0	1.0	1.0
Planning and development services	-	-	-	-	-	-	-	-	-	-
Information services	1.5	2.0	2.0	1.5	1.5	1.5	1.5	1.5	1.5	2.0
Staff services	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	7.0
Technology services	19.8	19.8	19.8	18.8	18.8	18.8	18.4	18.3	18.3	18.1
Other central support	1.0	1.0	1.0	1.0	1.1	1.0	1.0	1.0	1.0	1.0
Total support services	303.2	302.9	297.5	295.4	293.9	293.6	287.8	291.3	294.9	307.0
Community services:										
Food preparation and dispensing	-	-	-	-	0.2	0.2	0.2	-	-	-
Community services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Civic services	-	-	-	-	-	-	-	-	-	-
Other community services	-	-	-	-	-	-	-	-	-	-
Total community services	2.0	2.0	2.0	2.0	2.2	2.2	2.2	2.0	2.0	2.0
Facilities Acquisition and Construction	1.0									
Total FTE	1,026.7	1,021.6	992.9	1,000.5	975.6	958.1	940.3	951.9	954.5	1,043.5

(1) FTE (Full Time Equivalent) based on a reduction of 5 contracted working days.

(2) FTE (Full Time Equivalent) based on a reduction of 8 contracted working days.

(3) FTE based on a reduction of 10 contracted working days.

(4) Function eliminated in 2011-12

Source: Gresham-Barlow School District Adopted Budget

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
 LICENSED PROFESSIONAL SALARY PLAN
 YEAR ENDED JUNE 30, 2020**

<u>LEVEL</u>	<u>BACHELORS*</u>	<u>BACHELORS +45*</u>	<u>BACHELORS +75* MASTERS*</u>	<u>BACHELORS +105* MASTERS +23*</u>
1	40,164	44,119	45,547	49,603
2	42,143	46,015	47,538	51,631
3	44,218	47,994	49,618	53,739
4	46,397	50,057	51,786	55,934
5	48,681	52,210	54,052	58,215
6	51,078	54,454	56,415	60,592
7	53,594	56,796	60,614	64,922
8	56,235	59,239	61,458	65,643
9	59,003	61,787	64,144	68,324
10	61,911	64,442	66,950	71,113
11		67,212	69,878	74,015
12		70,104	72,933	77,040
13			76,123	80,185

*Based on 187 day contract

LICENCED STAFF PER LEVEL AND EDUCATION IN FULL-TIME EQUIVALENT EMPLOYEES-JUNE 2019

<u>LEVEL</u>	<u>BACHELORS</u>	<u>BACHELORS +45</u>	<u>BACHELORS +75 MASTERS</u>	<u>BACHELORS +105 MASTERS +23</u>	<u>TOTAL</u>
1	7.50	0.00	7.83	0.00	15.33
2	6.52	0.00	11.00	4.00	21.52
3	2.92	1.00	9.00	7.00	19.92
4	2.00	0.00	8.67	4.37	15.04
5	5.00	0.00	11.21	9.00	25.21
6	7.00	2.00	14.00	17.84	40.84
7	4.70	3.00	14.00	7.33	29.03
8	1.00	2.00	11.00	6.80	20.80
9	0.00	1.00	6.88	10.00	17.88
10	9.00	0.00	3.65	13.50	26.15
11	0.00	2.00	4.00	7.00	13.00
12	0.00	15.00	12.72	7.00	34.72
13	0.00	0.00	76.78	236.39	313.17
Total	45.64	26.00	190.74	330.23	592.61

Source: Gresham-Barlow School District Budget Department

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	STUDENT ENROLLMENT(1)	WEIGHTED AVERAGE		COST PER PUPIL(4)(7)			TEACHING STAFF (6)	PUPIL-TEACHER RATIO (5)	NUMBER OF STUDENTS GRADUATED(5)		
		DAILY MEMBERSHIP(2)	DAILY MEMBERSHIP(3)	K-8	9-12	ALL			GRESHAM HIGH SCHOOL	BARLOW HIGH SCHOOL	SPRING-WATER TRAIL
2019-2020	11,445	11,851	11,706	\$ 11,223	\$ 11,751	\$ 11,392	627.0	18.25	318	320	46
2018-2019	11,507	11,830	11,649	10,880	11,873	10,525	641.0	17.95	319	314	44
2017-2018	11,726	11,894	11,753	9,658	10,623	10,525	623.0	18.82	296	345	48
2016-2017	11,834	11,952	11,863	9,785	10,367	10,467	619.0	19.12	342	389	39
(8) 2015-2016	12,002	11,993	11,895	9,063	9,227	9,607	592.6	20.25	347	335	38
2014-2015	12,068	11,646	11,635	9,460	8,757	9,223	556.4	21.69	307	344	34
2013-2014	12,120	11,644	11,635	8,873	8,355	8,700	512.6	23.64	315	334	29
2012-2013	12,400	11,707	11,689	8,671	8,476	8,611	568.8	21.80	328	354	26
2011-2012	12,535	11,660	11,642	8,508	8,289	8,442	560.2	22.38	342	362	29
2010-2011	12,601	11,648	11,623	8,234	8,153	8,213	613.9	20.53	332	368	32

FISCAL YEAR	NUMBER OF TYPE A LUNCES SERVED			NUMBER OF BREAKFASTS SERVED		
	PAID	FREE	REDUCED PRICE	PAID	FREE	REDUCED PRICE
(9) 2019-2020	201,832	449,890	40,954	97,617	242,171	14,200
2018-2019	409,194	360,780	75,274	218,564	150,137	26,226
2017-2018	153,982	727,567	50,960	28,926	320,001	13,728
2016-2017	126,353	709,047	51,334	18,232	307,943	13,666
2015-2016	134,229	788,452	46,470	21,035	372,462	11,469
2014-2015	131,919	723,820	38,787	17,866	325,204	7,884
2013-2014	180,825	562,725	73,555	54,116	271,047	31,274
2012-2013	234,133	612,662	72,010	61,002	304,513	28,870
2011-2012	266,606	595,317	78,625	49,147	247,628	27,323
2010-2011	305,294	550,631	88,862	69,760	209,919	33,264

(1) Enrollment in Gresham-Barlow School District locations only.

(2) Weighted Average Daily Membership (ADMw) includes all resident students regardless of where they attend in addition to program calculations included in the formula (including charter schools, schools outside the district, and schools for special needs students operated by other agencies and education service districts).

(3) Average Daily Membership (ADM) includes all resident students regardless of where they attend (including charter schools, schools outside the district, and schools for special needs students operated by other agencies and education service districts).

(4) Cost per pupil is calculated by the District using actual expenditures on the budgetary basis, excluding capital outlay and debt service and offset by payments received for tuition (i.e., outdoor school, driver's education) and non-reimbursable transportation.

(5) Enrollment to Teacher Ratio

(6) Includes all licensed staff, not just classroom teachers, (i.e., counselors, special education, librarians).

(7) Cost per Pupil increased in 2018/19 due to ESSA requirements to report costs by school location.

(8) 2015-2016 first year with full year kindergarden.

(9) Free breakfast and lunch program due to COVID 19 pandemic

N/A-Not Available

Sources: Gresham Barlow School District Human Resources Department, Food Service Department, High Schools, Enrollment and Attendance Records

**GRESHAM-BARLOW SCHOOL DISTRICT 10JT
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013(1)</u>	<u>2012</u>	<u>2011</u>
SCHOOLS										
ELEMENTARY										
BUILDINGS	11	11	11	11	11	11	11	11	11	11
SQUARE FEET	681,628	633,084	633,084	633,084	633,084	633,084	633,084	633,084	651,268	651,268
CAPACITY	5,611	5,611	5,611	5,611	5,611	5,611	5,611	5,611	5,838	5,838
ENROLLMENT	5,091	5,179	5,346	5,402	5,436	5,459	5,447	5,483	5,501	5,521
MIDDLE										
BUILDINGS	5	5	5	5	5	5	5	5	5	5
SQUARE FEET	460,285	460,285	460,285	460,285	460,285	460,285	460,285	460,285	472,199	472,199
CAPACITY	3,328	3,328	3,328	3,328	3,328	3,328	3,328	3,328	3,280	3,280
ENROLLMENT	2,773	2,797	2,765	2,763	2,744	2,806	2,832	2,986	3,110	3,100
HIGH										
BUILDINGS	3	3	3	3	3	3	3	3	3	3
SQUARE FEET	599,238	561,876	561,876	561,876	561,876	561,876	561,876	561,876	537,134	537,134
CAPACITY	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,627	3,627
ENROLLMENT(2)	3,581	3,531	3,615	3,669	3,822	3,803	3,841	3,931	3,924	3,980
ADMINISTRATIVE										
BUILDINGS	1	1	1	1	1	1	1	1	1	1
SQUARE FEET	13,094	13,094	13,094	13,094	13,094	13,094	13,094	13,094	13,094	13,094
OPERATIONS AND MAINTENANCE										
BUILDINGS	1	1	1	1	1	1	1	1	1	1
SQUARE FEET	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
OTHER										
SQUARE FEET	44,000	44,000	44,000	44,000	44,000	44,000	44,000	44,000	44,000	44,000
ATHLETICS										
FOOTBALL FIELDS	3	3	3	3	3	3	3	3	3	3
SOCCER FIELDS	4	4	4	4	4	4	4	4	4	4
FOOTBALL/SOCCER FIELDS	2	2	2	2	2	2	2	2	2	2
BASEBALL/SOFTBALL	20	20	20	20	20	20	20	20	20	20
SWIMMING POOLS	2	2	2	2	2	2	2	2	2	2
PLAYGROUNDS	16	16	16	16	16	16	16	16	16	16

(1) Long-range planning for building capacity was conducted on a building by building and room by room basis to develop optimal capacity information.

(2) Does not include Adult Living Program.

Source: Gresham-Barlow School District Facilities Department

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS

Oregon Administrative Rules 162-10-050 through 162-10-320 incorporated in the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, and comments and disclosures required in all audit reports. The required statements and schedules are set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth in the following pages.

This page is intentionally left blank



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

December 3, 2020

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Gresham-Barlow School District as of and for the year ended June 30, 2020, and have issued our report thereon dated December 3, 2020. 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 basic financial statements are free of material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

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

OAR 162-10-0230 Internal Control

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

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

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

SINGLE AUDIT SECTION

This page is intentionally left blank

Gresham-Barlow School District 10JT
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>ODE Pass Through Entity Number</u>	<u>Grant Period Covered</u>	<u>Expenditures</u>
U.S. Department of Education				
Passed through Oregon Department of Education:				
Title I/A/D Grants to LEA's	84.01	54420	07/01/19-09/30/20	\$ 42,212
	84.01	53275	07/01/19-09/30/20	378,482
	84.01	52106	09/30/18-09/30/20	83,312
	84.01	50396	07/01/18-09/30/19	2,605,174
				<u>3,109,180</u>
English Language Acquisition	84.365	53422	07/01/09-09/30/20	153,604
	84.365	50248	07/01/18-09/30/19	1,712
	84.365	48112	07/01/17-09/30/19	26,913
				<u>182,229</u>
Support Effective Instruction State Grant	84.367	53537	07/01/09-09/30/20	294,534
	84.367	49314	07/01/18-09/30/19	229,447
				<u>523,981</u>
Special Education - Grants to States	84.027	57375	06/27/18-06/01/19	232
	84.027	51268	10/01/18-09/30/19	4,473
	84.027	54703	07/01/18-09/30/20	1,612
	84.027	56657	07/01/18-09/30/20	31,699
	84.027	53778	07/01/18-09/30/20	1,853,886
	84.027	49887	07/01/18-09/30/20	144,792
	84.027	49138	07/01/18-06/30/19	2,178
				<u>2,038,872</u>
Special Education Preschool Grant	84.173	53973	07/01/19-09/30/21	14,038
	84.173	45396	07/01/17-09/30/19	2,632
				<u>16,670</u>
Special Education Cluster				2,055,542
21st Century Community Learning	84.287	54265	07/01/09-09/30/20	351,678
	84.287	49062	07/01/18-09/30/19	159,403
				<u>511,081</u>
School Improvement Grants	84.377	46860	07/01/18-09/30/19	1,600
Homeless Children and Youth	84.196	54902	10/01/19-09/30/20	29,643
	84.196	46121	07/01/18-09/30/19	2,955
				<u>32,598</u>
Perkins	84.048	52492	07/01/09-09/30/20	92,903
Title XX: Youth Development	93.667	56013	10/01/19-09/30/21	33,544
Title IV: Student Support and Academic Enrichment	84.424	54527	07/01/09-09/30/20	2,688
	84.424	50730	07/01/18-09/30/19	166,631
				<u>169,319</u>
Total U.S. Department of Education				<u>6,711,977</u>

(1) There were no funds passed through to subrecipients

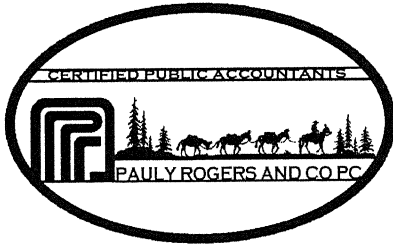
Gresham-Barlow School District 10JT
 Schedule of Expenditures of Federal Awards (Continued)
 Year Ended June 30, 2020

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>ODE Pass Through Entity Number</u>	<u>Period Covered</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services				
Passed through Oregon Department of Education Foster Care Transportation Grant	93.658	47422	07/01/17-06/30/19	<u>44,611</u>
Passed through Oregon Employment Department Child Care Development Block Grant	93.575	ODE/OCC 14-036	07/01/13-12/31/19	<u>19,358</u>
Total U.S. Department of Health & Human Services				<u>63,969</u>
U.S. Department of Agriculture:				
Passed through Oregon Department of Education:				
Child Nutrition Cluster:				
Donated Commodities	10.555/10.553		07/01/19-06/30/20	323,837
School Breakfast Program	10.553		07/01/19-06/30/20	420,582
National School Lunch Program	10.555		07/01/19-06/30/20	1,376,984
Summer Food Service Program for Children Child Nutrition Cluster	10.559		07/01/19-06/30/20	<u>663,236</u>
				<u>2,784,639</u>
Child and Adult Care Food Program	10.558		07/01/19-06/30/20	125,096
CNP SAE 2016 Reallocation	10.56		07/01/19-06/30/20	<u>5,532</u>
				<u>130,628</u>
Passed through Clackamas and Multnomah Counties Oregon Forest Service - Schools and Roads			07/01/18-06/30/19	<u>9,464</u>
Total U.S. Department of Agriculture				<u>2,924,731</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE				<u>\$ 9,700,677</u>
Reconciliation to Federal Revenue:				
Total Federal Awards Expended, above				\$ 9,700,677
Accruals/Deferrals				<u>(21,635)</u>
Total Federal Revenue Recognized				<u>\$ 9,679,042</u>

(1) There were no funds passed through to subrecipients

REPORTS ON LEGAL AND OTHER REGULATORY COMPLIANCE

This page is intentionally left blank



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

December 3, 2020

To the Board of Directors
Gresham-Barlow School District
Gresham, 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, fiduciary funds, and the aggregate remaining fund information of Gresham-Barlow School District as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 3, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the basic 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 basic 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 basic 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 basic 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

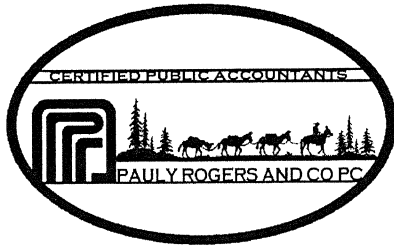
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control or on compliance. This report is an integral part of an audit performed in accordance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



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

GRANT COMPLIANCE REVIEW

This page is intentionally left blank



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

December 3, 2020

To the Board of Directors
Gresham-Barlow School District
Gresham, Oregon

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR 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 Gresham-Barlow 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, 2020. The major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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, Gresham-Barlow 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, 2020.

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.



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

GRESHAM-BARLOW SCHOOL DISTRICT
GRESHAM, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

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

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM CLUSTER</u>
84.027 & 84.173	IDEA – Special Education Cluster

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

Auditee qualified as low-risk auditee? yes no

GRESHAM-BARLOW SCHOOL DISTRICT
GRESHAM, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION II – FINANCIAL STATEMENT FINDINGS

NONE

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL EXPENDITURES

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 District.

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 not elected to use the ten percent de minimis 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 minimis rate.