



**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT**

For the Year Ended June 30, 2025

OREGON SCHOOL DISTRICT

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INDEPENDENT AUDITOR'S REPORT

To the School Board
Oregon School District
Oregon, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oregon School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Oregon School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Oregon School District, as of June 30, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Oregon School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Oregon School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Oregon School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, the District Net OPEB liability schedules, the District supplemental pension plan schedules, and Wisconsin Retirement System schedules be presented to supplement the basic financial statements. Such information is the responsibility of management, and although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Oregon School District's basic financial statements. The combining non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 combining non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we will also issue a report on our consideration of the Oregon School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely 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 the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Oregon School District's internal control over financial reporting and compliance.

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
December 1, 2025

MANAGEMENT DISCUSSION & ANALYSIS

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

The discussion and analysis of the Oregon School District's 2024-2025 financial performance provides an overall review of financial activities for the fiscal year. The analysis focuses on school district financial performance as a whole. Efforts have been made to provide comparison to prior year data when such data is available. It should be read in conjunction with the District's financial statements, which immediately follows this section.

Financial Highlights

The District's overall financial position, as reflected in total net position, increased by \$2,192,195.

Total District revenues were \$83,209,538 including \$43,626,855 of property and other taxes and \$28,818,457 of federal and state aid not restricted for any specific purpose. Total District expenditures were \$81,017,343, including \$41,366,271 for direct instruction.

The following events took place during fiscal 2024-2025:

- At the end of the current fiscal year, fund balance for the general fund was approximately \$21.7 million. \$2,422,947 of that amount was assigned for subsequent year expenditures. The fund balance of Total Governmental Funds was approximately \$29.1 million. The breakdown of the \$29.1 million is as follows:

\$21.7 General Fund
\$ 4.2 Debt Service Fund
\$ 3.2 Non-Major Governmental Funds

- The District received \$130,975 more in State Equalization Aid as compared to 2023-2024.
- The 2024 tax levy increased from the prior year by 8.9% from a total levy of \$40,056,783 to \$43,626,855.
- The District's three-year average per pupil membership increased by 5 FTE.
- The State provided a \$325 increase per member in the revenue limit formula for the 2024-2025 school year.
- The District received \$742 in per pupil state categorical aid. There were no increases to this allocation for the 2024-25 school year.
- The District did not allocate funds for Other Postemployment Benefits (OPEB) during the 2024-2025 fiscal year, as the OPEB liability was fully funded the prior fiscal year.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Financial Highlights (Continued)

- In November 2022 the district passed a recurring referendum for a total increase in authority of \$11,400,000 over three years for recurring purposes consisting of expenses to pay compensation and to sustain District instruction and operations. The amount for each year is detailed below:

2022-2023	\$5,420,000
2023-2024	\$3,000,000
2024-2025	\$2,980,000

In November of 2018 the District’s constituents approved a \$44.9 million referendum to build a new elementary school and for safety initiatives for the District. At the end of 2024-25 school year the remaining balance from the referendum was \$106,531. This funding is being used for District safety initiatives.

Overview of the Financial Statements

The basic financial statements are comprised of 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, other information supplementary to the basic financial statements is provided.

The basic financial statements consist of two kinds of statements that present different views of the District’s financial activities.

- The *Statement of Net Position and Statement of Activities* provide information on a district-wide basis. The statements present an aggregate view of the District’s finances. District-wide statements contain useful long-term information as well as information for the just-completed fiscal year.
- The remaining statements are *fund financial statements* that focus on individual parts of the District. Fund statements generally report operations in more detail than the District-wide statements.

The *notes to the financial statements* provide further explanation of some of the information in the statements and provide additional disclosures so statement users have a complete picture of the District’s financial activities and position.

Required supplementary information further explains and supports the financial statements by including a comparison of the District’s budget data for the year.

The major features of the District’s financial statements, including the activities reported and the type of information contained, is shown in the following table.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Major Features of the District-wide and Fund Financial Statements

		Fund Financial Statements	
	District-wide Statements	Governmental	Fiduciary
Scope	Entire district (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as instruction, support services, debt service, capital projects, food service and community services	Assets held by the District on behalf of someone else • Other Postemployment Benefits.
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures and Changes in Fund Balance 	<ul style="list-style-type: none"> • Statement of Fiduciary Net Position. • Statement of Changes in Fiduciary Net Position.
Basis of accounting and measurement focus	<p>Accrual accounting</p> <p>Economic resources focus</p>	<p>Modified accrual accounting</p> <p>Current financial resources focus</p>	<p>Accrual accounting</p> <p>Economic resources focus</p>
Type of asset and liability information	All assets and liabilities; both financial and capital, short-term and long-term	<p>Generally assets expected to be used up and liabilities that come due during the year or soon thereafter.</p> <p>No capital assets or long-term liabilities included</p>	<p>All assets and liabilities, both financial and capital, short-term and long-term</p> <p>These funds do not currently contain any capital assets, although they can.</p>
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	<p>Revenues for which cash is received during or soon after the end of the year</p> <p>Expenditures when goods or services have been received and the related liability are due and payable</p>	All additions or deductions during the year, regardless of when cash is received and paid

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

District-wide Statements

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Activities reports all revenues and expenses used to support the District. The Statement of Net Position reports all assets and deferred outflow, liabilities and deferred inflows available to support District activities. The two district-wide statements report the District's *net position* and how they have changed. Net Position, the difference between the District's assets and liabilities, are one way to measure the District's overall financial position. Increases or decreases in the District's net position are one indicator of whether its financial position is improving or deteriorating, respectively. To assess the overall financial condition of the District, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered.

In the district-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, support services, debt service, capital projects, and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities* – Activities that are intended to be mostly self-supporting and meet certain accounting criteria are considered business-type activities. The District has no business-type activities.

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. Funds are accounting devices the District uses to keep track of sources of funding and spending on particular programs and to demonstrate compliance with various regulatory requirements. Some funds are required by state law and by bond covenants. The District establishes other funds to control and manage money for particular purposes (like repaying its long-term debt) or to show that it is properly using certain revenues (like capital project funds).

The District has two kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for funding future basic services. Governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Governmental funds information does not report on long-term commitments as is reported on the district-wide statements.
- *Fiduciary funds* – The District serves as a trustee, or fiduciary, for Other Post-Employment Benefits trust. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These activities are excluded from the district-wide financial statements because the District cannot use these assets to finance its operations.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Financial Analysis of the District as a Whole

Table 1 provides a summary of the District's net position for the years ended June 30, 2025 and 2024.

Table 1
Condensed Statement of Net Position

	<u>2025</u>	<u>2024</u>
Assets		
Current and other assets	\$ 36,227,846	\$ 32,836,642
Noncurrent assets	109,515	229,958
Capital assets	120,346,848	123,267,945
Restricted assets	77,928	-
Total assets	<u>156,762,137</u>	<u>156,334,545</u>
Deferred Outflows of Resources	<u>18,082,903</u>	<u>25,622,212</u>
Liabilities		
Long-term liabilities	69,578,312	73,443,613
Other liabilities	<u>16,927,716</u>	<u>16,121,355</u>
Total liabilities	<u>86,506,028</u>	<u>89,564,968</u>
Deferred Inflows of Resources	<u>11,206,981</u>	<u>17,451,953</u>
Net Position		
Net investment in capital assets	48,776,469	47,919,739
Restricted	7,078,083	6,564,552
Unrestricted	<u>21,277,479</u>	<u>20,455,545</u>
Total Net Position	<u>\$ 77,132,031</u>	<u>\$ 74,939,836</u>

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Financial Analysis of the District as a Whole (Continued)

Table 2 provides summarized operating results and their impact on Net Position.

Table 2
Change in Net Position from Operating Results

	<u>2025</u>	<u>2024</u>
Revenues		
Program revenues:		
Charges for service	\$ 2,689,965	\$ 2,918,247
Operating grants and contributions	7,141,060	7,137,640
General revenues		
Property and other taxes	43,626,855	40,056,783
State formula aid	22,174,601	22,043,626
Other	7,577,057	8,461,734
Total Revenues	<u>83,209,538</u>	<u>80,618,030</u>
Expenses		
Instruction	41,366,271	37,222,989
Pupil & instructional services	10,821,723	9,507,448
Administration & finance	5,592,433	5,111,234
Maintenance & operations	5,839,825	5,476,878
Transportation	2,852,933	3,063,985
Food service	2,357,625	2,261,583
Interest on debt	2,303,690	2,427,073
Other	9,882,843	9,912,407
Total Expenses	<u>81,017,343</u>	<u>74,983,597</u>
Increase (decrease) in net position	2,192,195	5,634,433
Net Position - July 1	74,939,836	69,305,403
Net Position - June 30	<u>\$ 77,132,031</u>	<u>\$ 74,939,836</u>

OREGON SCHOOL DISTRICT
Oregon, Wisconsin

Management Discussion & Analysis
June 30, 2025

Financial Analysis of the District as a Whole (Continued)

The District relies primarily on property taxes and state formula aid to fund governmental activities. Below lists the percent of each to total governmental revenues:

Year Ending	Property Tax	State Aid	Services	Op. Grants	Cap. Grants	Other
2025	52.4%	26.7%	3.2%	8.6%	0%	9.1%
2024	49.7%	27.3%	3.6%	8.9%	0%	10.5%
2023	45.9%	31.3%	1.7%	11.2%	0%	9.9%
2022	47.0%	31.8%	2.5%	9.6%	0%	9.1%
2020	46.1%	32.8%	3.3%	7.5%	0%	10.3%
2019	45.7%	33.6%	4.0%	7.3%	0%	9.4%
2018	46.1%	34.2%	4.3%	7.8%	0%	7.6%
2017	45.4%	34.1%	4.1%	7.9%	0%	8.5%
2016	46.7%	36.2%	4.2%	7.4%	0%	5.5%
2015	45.4%	37.9%	3.8%	8.2%	0%	4.7%

Table 3 presents the cost of the seven categories of District activities. The table reports each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost reflects the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3
Net Cost of Governmental Activities

	Net Cost of Services 2025	Percent of Services 2025	Net Cost of Services 2024	Percent of Services 2024
Expenses				
Instruction	\$ 35,803,397	50.3%	\$ 31,320,076	48.3%
Pupil & instructional services	9,821,464	13.8%	8,435,566	13.0%
Administration & finance	5,592,433	7.9%	5,110,484	7.9%
Maintenance & operations	5,637,621	7.9%	5,147,670	7.9%
Transportation	2,623,983	3.7%	2,857,765	4.4%
Interest on debt	2,303,690	3.2%	2,427,073	3.7%
Other	9,403,730	13.2%	9,629,076	14.8%
Total Expenses	\$ 71,186,318	100%	\$ 64,927,710	100%

The cost of all governmental activities this year was \$81,017,343. Individuals who directly participated or benefited from a program offering paid for \$2,689,965 of costs. Federal and state governments subsidized certain programs with grants and contributions of \$7,141,060. The net cost of governmental activities of \$71,186,318 was financed by general revenues of the District, including \$43,626,855 in property taxes, \$22,174,601 in state formula aid, and \$7,577,057 in other.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Financial Aspects of the District's Funds

- The general fund had a total increase in fund balance of \$2,821,913 and as of June 30, 2025 has a balance of \$21,690,582. The unassigned fund balance increased by \$5,253,252. Assigned fund balance decreased by \$2,778,926. Restricted fund balance increased by \$301,365. Nonspendable fund balance increased by \$46,222.
- The debt service fund (fund 38 & 39) had an increase to fund balance of \$109,407 and as of June 30, 2025 has a balance of \$4,138,604.
- The capital projects fund (fund 46 and 49) had a decrease to fund balance of \$123,664 and as of June 30, 2025 has a balance of \$1,514,321.
- The OPEB (Other Postemployment Benefits) Liability fund balance decreased by \$184,498 and as of June 30, 2025 has a balance of \$6,254,396.
- The Employee Trust fund, which holds employee benefits balances specific to individual retirees, increased by \$12,110 and as of June 30, 2025 has a balance of \$216,477. The OPEB and Employee Trust fund balances are combined in the Employee Benefit Trusts Fund.

General Fund Budgetary Highlights

Consistent with current state statutes and regulations an *original* budget is adopted in October following determination of official enrollment and certification of states aids. Generally, the original budget is not significantly modified. There were modifications to the District's original budget in 2024-25 as follows:

The General Fund revenue budget saw an increase of \$349,008. The Special Education revenue budget decreased by \$190,029.

The General Fund expenditure budget saw a decrease of \$106,383. The Special Education expenditure budget increased by \$24,000.

- In the 2024-25 budget, there was a transfer of \$1.25 million from the General Fund to the Debt Service Fund for debt defeasance. Due to the unknown future of State allocations, the transfer was removed from the budget and retained in the General Fund balance.
- Miscellaneous minor contributions, grants, and reimbursements were recognized.
- A number of minor functional area accounting adjustments were made to align expenses with the proper budget code.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Capital Assets

At the end of fiscal year 2025, the District had invested \$185,748,766 in capital assets; including buildings, sites and equipment (see Table 4). Total accumulated depreciation on assets was \$65,401,918. Asset acquisitions for governmental activities totaled \$2,141,460 and disposals totaled \$1,544,443. The District recognized depreciation expense of \$5,061,659, while also eliminating the disposed accumulated depreciation of \$1,543,545. The net effect of asset acquisitions, disposals, and depreciation expense resulted in a \$2,921,097 decrease in net capital assets. (Detailed information about capital assets can be found in Note 4 to the financial statements.)

Table 4
Capital Assets
(Net of depreciation)

	<u>2025</u>	<u>2024</u>
Land	\$ 4,852,933	\$ 4,852,933
Buildings	165,299,964	164,847,469
Furniture & equipment	12,407,861	12,378,010
Land improvements	3,140,008	3,058,261
Construction in progress	48,000	15,076
Accumulated depreciation	<u>(65,401,918)</u>	<u>(61,883,804)</u>
Net capital assets	<u>\$ 120,346,848</u>	<u>\$ 123,267,945</u>

Long-term Liabilities

At year-end the District had \$73,694,762 in general obligation bonds and other long-term debt outstanding. Payments were made for a total of \$3,775,000 to general obligations debt. A total of \$3,966,450 was retired on all long-term liabilities. Detailed information about the District's long-term liabilities is presented in Note 6 to the financial statements.

Table 5
Outstanding Long-term Obligations

	<u>2025</u>	<u>2024</u>
General Obligation Bonds	\$ 69,480,000	\$ 73,255,000
Compensated Absences	2,017,852	1,766,703
Premium (Discount) on Debt	<u>2,196,910</u>	<u>2,388,360</u>
Net Long Term Liabilities	<u>\$ 73,694,762</u>	<u>\$ 77,410,063</u>

General Obligation Bonds of the District are secured by an irrevocable tax levy adopted by the School Board at the time of issuance. Wisconsin state statutes require that the first property tax receipts be segregated for annual debt service payments.

OREGON SCHOOL DISTRICT

Oregon, Wisconsin

Management Discussion & Analysis

June 30, 2025

Factors Bearing on the District's Future

Currently known circumstances that will impact the District's financial status in the future are:

- November 2022 referendum passing puts the district in a stable position for the next few years.
- In the 2025-26 school year the state increased the state revenue limit formula by \$325 per person. This increase gave the district an additional \$1,253,525 in revenue limit authority.
- In 2025-26 the District's resident FTE decreased by 5 students. The District's incoming kindergarten class was lower than the senior class graduating from the District. Fortunately, the District has been seeing inward migration throughout the other grade levels mitigating some of the decline. There are new housing developments within the school district which should continue to bring additional students into the District.
- In the 2025-26 school year, the State increased the special education categorical aid allocation. It is currently predicted that the special education reimbursement rate will be 38.54%, up from 30.64% in the 2024-25 school year.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Andy Weiland, Business Manager, Oregon School District, 123 E. Grove Street, Oregon, Wisconsin.

FINANCIAL STATEMENTS

**Oregon School District
Oregon, Wisconsin**

**Statement of Net Position
June 30, 2025**

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Investments	\$ 17,871,904
Restricted Cash and Investments	5,652,925
Receivables:	
Taxes	11,952,143
Accounts	26,715
Other	1,739
Due from Fiduciary Funds	106,401
Due from Other Governments	379,569
Prepaid Expenses	102,964
Inventories	32,509
Other Assets	100,977
Total Current Assets	36,227,846
Noncurrent Assets:	
Net Subscription-Based Information Technology Arrangement Assets	109,515
Capital Assets:	
Land and Construction in Progress	4,900,933
Capital Assets Being Depreciated	180,847,833
Less: Accumulated Depreciation	(65,401,918)
Net Capital Assets	120,346,848
Restricted Assets:	
Net OPEB Asset	77,928
Total Noncurrent Assets	120,534,291
Total Assets	156,762,137
 DEFERRED OUTFLOWS OF RESOURCES	
Prefunded Sick Leave Contribution	325,000
Deferred Pension Outflows	16,963,031
Deferred Supplemental Pension Outflows	194,635
Deferred OPEB Outflows	600,237
Total Deferred Outflows of Resources	18,082,903
Total Assets and Deferred Outflows of Resources	\$ 174,845,040

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Statement of Net Position
June 30, 2025**

	Governmental Activities
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 1,045,377
Accrued Liabilities:	
Payroll and Related Items	6,359,946
Interest	805,966
Food Service Deposits	76,743
Other Liabilities	15,099
Long-Term Obligations Due Within One Year	4,116,450
Total Current Liabilities	12,419,581
Noncurrent Liabilities:	
Long-Term Obligations Due in More Than One Year	69,578,312
Net Pension Liability	3,140,825
Supplemental Pension Liability	1,367,310
Total Noncurrent Liabilities	74,086,447
Total Liabilities	86,506,028
DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Inflows	9,254,864
Deferred Supplemental Pension Outflows	245,632
Deferred OPEB Outflows	1,706,485
Total Deferred Inflows of Resources	11,206,981
NET POSITION	
Net Investment in Capital Assets	48,776,469
Restricted for:	
Self Insurance	547,553
Net OPEB Asset	77,928
Debt Service	3,332,638
Food Service	128,452
Special Revenue	1,440,291
Capital Projects	1,407,790
Community Service	143,431
Unrestricted	21,277,479
Total Net Position	77,132,031
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 174,845,040

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Statement of Activities
For the Year Ended June 30, 2025**

Functions/Programs	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net (Expense)</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Revenue and Changes in Net Position</u>
Governmental Activities				<u>Total Governmental Activities</u>
Instruction:				
Regular Instruction	\$ 25,724,363	\$ 178,021	\$ 181,632	\$ (25,364,710)
Special Education Instruction	8,490,258	-	4,209,204	(4,281,054)
Vocational Instruction	1,657,989	-	78,259	(1,579,730)
Other Instruction	5,493,661	230,776	684,982	(4,577,903)
Support Services:				
Pupil Services	5,495,279	73,462	310,021	(5,111,796)
Instructional Staff Services	5,326,444	-	616,776	(4,709,668)
Administration Services	5,592,433	-	-	(5,592,433)
Operation and Maintenance	5,839,825	164,628	37,576	(5,637,621)
Pupil Transportation	2,852,933	-	228,950	(2,623,983)
Other Support Services	2,818,195	136,622	75,333	(2,606,240)
Community Service	842,246	444,992	1,629	(395,625)
Food Service	2,357,625	1,461,464	716,698	(179,463)
Interest	2,303,690	-	-	(2,303,690)
Unallocated Depreciation	3,737,366	-	-	(3,737,366)
Amortization Expense	120,443	-	-	(120,443)
Non-Program Services	2,364,593	-	-	(2,364,593)
Total Governmental Activities	<u>\$ 81,017,343</u>	<u>\$ 2,689,965</u>	<u>\$ 7,141,060</u>	<u>(71,186,318)</u>

General revenues:

Taxes:	
Property Taxes, Levied for General Purposes	37,927,026
Property Taxes, Levied for Debt Service	4,896,761
Property Taxes, Levied for Specific Purpose	803,068
Federal and State Aid not Restricted to Specific Purpose	28,818,457
Interest and Investment Earnings	873,487
Miscellaneous	60,612
Total General Revenues	<u>73,379,411</u>
Special item - Gain (Loss) on Disposal	<u>(898)</u>
Change in Net Position	2,192,195
Net Position - Beginning of Year	74,939,836
Net Position - Ending of Year	<u>\$ 77,132,031</u>

See accompanying notes to the financial statements.

Oregon School District
Oregon, Wisconsin

Balance Sheet
Governmental Funds
June 30, 2025

	<u>General Fund</u>	<u>Debt Service</u>	<u>Total Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Investments	\$ 16,043,507	\$ -	\$ 1,828,397	\$ 17,871,904
Restricted Cash and Investments	-	4,138,604	1,514,321	5,652,925
Receivables:				
Taxes	11,952,143	-	-	11,952,143
Accounts	8,013	-	18,702	26,715
Other	1,739	-	-	1,739
Due from Other Funds	149,787	-	-	149,787
Due from Other Governments	379,569	-	-	379,569
Inventories	-	-	32,509	32,509
Prepaid Expenses	102,964	-	-	102,964
Other Assets	100,977	-	-	100,977
Total Assets	<u>28,738,699</u>	<u>4,138,604</u>	<u>3,393,929</u>	<u>36,271,232</u>
DEFERRED OUTFLOWS OF RESOURCES				
Prefunded Sick Leave Contribution	325,000	-	-	325,000
Total Deferred Outflows of Resources	<u>325,000</u>	<u>-</u>	<u>-</u>	<u>325,000</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 29,063,699</u>	<u>\$ 4,138,604</u>	<u>\$ 3,393,929</u>	<u>\$ 36,596,232</u>
LIABILITIES				
Accounts Payable	\$ 990,543	\$ -	\$ 54,834	\$ 1,045,377
Accrued Liabilities	1,952,242	-	-	1,952,242
Accrued Wages Payable	4,386,608	-	21,096	4,407,704
Food Service Deposits	-	-	76,743	76,743
Other Liabilities	338	-	14,761	15,099
Due to Other Funds	43,386	-	-	43,386
Total Liabilities	<u>7,373,117</u>	<u>-</u>	<u>167,434</u>	<u>7,540,551</u>
FUND BALANCES				
Nonspendable	203,941	-	32,509	236,450
Restricted	872,553	4,138,604	3,193,986	8,205,143
Assigned	2,422,947	-	-	2,422,947
Unassigned	18,191,141	-	-	18,191,141
Total Fund Balances	<u>21,690,582</u>	<u>4,138,604</u>	<u>3,226,495</u>	<u>29,055,681</u>
Total Liabilities and Fund Balances	<u>\$ 29,063,699</u>	<u>\$ 4,138,604</u>	<u>\$ 3,393,929</u>	<u>\$ 36,596,232</u>

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2025**

Total fund balance, governmental funds	\$	29,055,681
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.		120,346,848
Subscription-Based Information Technology Arrangements used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.		109,515
The net OPEB asset is not a current financial resource and is, therefore, not reported in the fund statements.		77,928
The net pension liability is not a current financial obligation and is, therefore, not reported in the fund statements.		(3,140,825)
The net supplemental pension liability is not a current financial obligation and is, therefore, not reported in the fund statements.		(1,367,310)
Certain other long-term assets and liabilities are not available to pay current period expenditures or due and payable in the current period and therefore are not reported in the fund financial statements, but are included in the governmental activities of the Statement of Net Position.		
Unamortized debt premiums		(2,196,910)
Pension and OPEB deferred outflows of resources and deferred inflows of resources are actuarially determined by the defined benefit pension and OPEB plans. These items are reflected in the Statement of Net Position and are being amortized with pension and OPEB expense in the Statement of Activities. The deferred outflows of resources and deferred inflows of resources are not current financial resources or uses and therefore are not reported in the fund statements.		
Deferred outflows of resources		17,757,903
Deferred inflows of resources		(11,206,981)
Some liabilities (such as Notes Payable, Long-term Compensated Absences, and Bonds Payable) are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.		
General obligation debt		(69,480,000)
Accrued interest on long-term debt		(805,966)
Compensated absences		(2,017,852)
Net Position of Governmental Activities in the Statement of Net Position	\$	77,132,031

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025**

	<u>General Fund</u>	<u>Debt Service</u>	<u>Total Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Local	\$ 39,149,371	\$ 5,073,242	\$ 3,450,551	\$ 47,673,164
Interdistrict	3,496,301	-	88,757	3,585,058
Intermediate	11,032	-	-	11,032
State	29,424,800	-	20,763	29,445,563
Federal	1,485,905	-	695,759	2,181,664
Other	249,905	-	64,054	313,959
Total Revenues	<u>73,817,314</u>	<u>5,073,242</u>	<u>4,319,884</u>	<u>83,210,440</u>
EXPENDITURES				
Current Expenditures				
Instruction:				
Regular Instruction	24,261,107	-	45,894	24,307,001
Special Education Instruction	8,467,832	-	-	8,467,832
Vocational Instruction	1,570,616	-	-	1,570,616
Other Instruction	4,590,795	-	555,048	5,145,843
Total Instruction	<u>38,890,350</u>	<u>-</u>	<u>600,942</u>	<u>39,491,292</u>
Support Services:				
Pupil Services	5,326,279	-	41,931	5,368,210
Instructional Staff Services	4,970,236	-	10,678	4,980,914
Administration Services	5,219,376	-	128,722	5,348,098
Operation and Maintenance	5,291,312	-	64,796	5,356,108
Pupil Transportation	3,005,579	-	37,213	3,042,792
Other Support Services	2,935,443	-	8,817	2,944,260
Community Service	-	-	833,736	833,736
Food Service	-	-	2,308,260	2,308,260
Total Support Services	<u>26,748,225</u>	<u>-</u>	<u>3,434,153</u>	<u>30,182,378</u>
Non-Program Services	<u>2,299,933</u>	<u>-</u>	<u>64,660</u>	<u>2,364,593</u>
Total Current Expenditures	<u>67,938,508</u>	<u>-</u>	<u>4,099,755</u>	<u>72,038,263</u>
Debt Service:				
Principal	33,316	3,775,000	-	3,808,316
Interest and Fiscal Charges	1,013	2,540,018	-	2,541,031
Total Debt Service	<u>34,329</u>	<u>6,315,018</u>	<u>-</u>	<u>6,349,347</u>
Capital Outlay	<u>1,549,060</u>	<u>-</u>	<u>226,182</u>	<u>1,775,242</u>
Total Expenditures	<u>69,521,897</u>	<u>6,315,018</u>	<u>4,325,937</u>	<u>80,162,852</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,295,417</u>	<u>(1,241,776)</u>	<u>(6,053)</u>	<u>3,047,588</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,351,183	122,321	1,473,504
Transfers Out	<u>(1,473,504)</u>	<u>-</u>	<u>-</u>	<u>(1,473,504)</u>
Total Other Financing Sources and (Uses)	<u>(1,473,504)</u>	<u>1,351,183</u>	<u>122,321</u>	<u>-</u>
Net Change in Fund Balances	2,821,913	109,407	116,268	3,047,588
Fund Balances - Beginning of Year	18,868,669	4,029,197	3,110,227	26,008,093
Fund Balances - Ending of Year	<u>\$ 21,690,582</u>	<u>\$ 4,138,604</u>	<u>\$ 3,226,495</u>	<u>\$ 29,055,681</u>

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to
the Statement of Activities
For the Year Ended June 30, 2025**

Net change in fund balances - total governmental funds: \$ 3,047,588

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

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

This is the amount by which capital outlays (\$2,141,460) were less than depreciation (\$5,061,659) in the current period. (2,920,199)

Gain (Loss) on disposal of capital assets not reported on the fund financial statements. (898)

Additions in current year related to subscription-based information technology arrangements net of amortization expense (120,443)

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the Statement of Net Position and does not affect the Statement of Activities.

The amount of long-term debt principal payments in the current year is: 3,775,000

The amount of principal payments on subscription-based information technology arrangements in the current year is: 33,316

The premium on long-term debt is shown as a liability in the Statement of Net Position. This is the amount of the annual amortization of the premium.

Annual amortization of the debt premium. 191,450

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Change in accrued interest not reflected on governmental funds 45,892

Change in compensated absences (251,149)

Net (increase) decrease in OPEB liability (asset) and deferred outflows and inflows of resources (194,688)

Net (increase) decrease in supplemental pension liability and deferred outflows and inflows of resources (86,867)

Pension expense reported in the governmental funds represents current year required contributions into the defined benefit pension plan. Pension expense in the Statement of Activities is actuarially determined by the defined benefit pension plan as the difference between the net pension liability from the prior year to the current year, with some adjustments.

This is the amount of current year required contributions (\$2,754,586) into the defined benefit pension plan that were less than the actuarially determined (\$4,081,393) change in net pension liability (asset) and deferred inflows and outflows of resources between years, with adjustments.

(1,326,807)

Total Change in Net Position \$ 2,192,195

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Statement of Fiduciary Net Position
Fiduciary Fund
June 30, 2025**

	Employee Benefit Trust
ASSETS	
Cash and Investments	\$ 6,902,274
Due from Other Funds	43,386
Total Assets	\$ 6,945,660
 LIABILITIES	
Due to Other Funds	\$ 149,787
Total Liabilities	149,787
 DEFERRED INFLOWS OF RESOURCES	
Prefunded Sick Leave Contribution	325,000
Total Deferred Inflows of Resources	325,000
 NET POSITION	
Restricted	6,470,873
Total Net Position	6,470,873
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 6,945,660

See accompanying notes to the financial statements.

**Oregon School District
Oregon, Wisconsin**

**Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Year Ended June 30, 2025**

	<u>Employee Benefit Trust</u>
ADDITIONS	
Contributions to Employee Benefit Trust	\$ 87,530
Interest	331,593
Total Additions	<u>419,123</u>
DEDUCTIONS	
Trust Fund Disbursements	<u>591,511</u>
Total Deductions	<u>591,511</u>
Change in Net Position	(172,388)
Net Position - Beginning of Year	6,643,261
Net Position - Ending of Year	<u>\$ 6,470,873</u>

See accompanying notes to the financial statements.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies

A. Introduction

The Oregon School District (the “District”) is organized as a common school district. The District, governed by a seven-member elected school board, operates grades 4K through 12 and is comprised of all or parts of eleven taxing districts. As required by accounting principles generally accepted in the United States of America, these financial statements present the District as the primary government.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the District are described below:

B. Component Units

Accounting principles generally accepted in the United States of America require that these financial statements include the primary government and its component units. Component units are separate organizations that are included in the District’s reporting entity because of the significance of their operational or financial relationships with the District. All significant activities and organizations with which the District exercises oversight responsibility have been considered for inclusion in the basic financial statements. The District has no component units, and it is not included in any other governmental reporting entity.

C. District-Wide Statements

The statement of net position and the statement of activities present financial information about the District’s governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in part by fees charged to external parties. The District does not report any business-type activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District’s governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

D. Fund Accounting

The fund statements provide information about the District’s funds, including fiduciary funds. 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 funds are aggregated and reported as non-major funds. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)
D. Fund Accounting (Continued)

Funds are organized as major funds or non-major funds within the governmental and fiduciary statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.
- c. In addition, any other governmental fund that the District believes is particularly important to financial statement users may be reported as a major fund.

The District reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in other funds. Under GASB Statement No. 54, the General Fund includes the operations of the Special Education Fund.

Debt Service Fund – Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The District also has the following non-major funds:

- Special Revenue
- Community Service
- Capital Projects
- Food Service
- Package Cooperative

Fiduciary Funds (Not included in District-Wide Statements)

Fiduciary funds consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) The government controls the assets that finance the activity, b) Assets are not generated from the government’s own-source revenues or from the government-mandated or voluntary nonexchange transactions, c) Assets are administered through a qualifying trust or the government does not have administrative involvement and the assets are not generated from the government’s delivery of goods or services to the beneficiaries, or the assets are for the benefit of entities that are not part of the government’s reporting entity.

The District accounts for fiduciary activities for post-employment benefits in an employee benefits trust fund.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)
E. Measurement Focus and Basis of Accounting

The district-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, 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.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period.

Under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures when paid. Interest cost on temporary borrowing is recognized as an expenditure of the fiscal period incurred. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

Noncurrent portions of long-term receivables due to governmental funds are reported on the balance sheets, despite their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered “available spendable resources,” since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables are deferred until they become current receivables.

Property taxes are recognized as revenue in the period for which the taxes are levied if they are due in the current year and available to pay current liabilities. The 2024 tax levy is used to finance operations of the District’s fiscal year ended June 30, 2025. All property taxes are considered due on January 1st, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30th and are available to pay current liabilities.

State general and categorical aids, federal impact aid, and other entitlements are recognized as revenue at the time of receipt, or earlier if the “susceptible to accrual” criteria are met. Expenditure-driven programs currently reimbursable are recognized as revenue when the qualifying expenditures have been incurred. Aids received prior to meeting revenue recognition criteria are recorded as deferred inflows of resources.

Charges for services provided to other educational agencies and private parties are recognized as revenue when services are provided. Charges for special educational services are not reduced by anticipated state special aid entitlements.

Interest income on temporary investments is recognized in the fiscal period earned.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

E. Measurement Focus and Basis of Accounting (Continued)

Costs for educational services provided the District by other educational agencies or private organizations are recognized when incurred. Costs for special education services are not reduced by anticipated state special education aid entitlements.

F. Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition.

The District has pooled the cash resources of its funds in order to maximize investment opportunities. Each fund's portion of total cash and investments is reported as cash and cash equivalents/investments by the District's individual major funds, and in the aggregate for non-major and fiduciary funds.

State statutes permit the District to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. Agency issues, high-grade commercial paper, and the local government pooled-investment fund administered by the state investment board. Available balances in the debt service fund may be invested in municipal obligations, obligations of the United States, and the local government pooled-investment fund.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. As discussed in Note 3, investments in the Wisconsin Local Government Investment Pool (LGIP) are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances.

G. Receivables and Payables

Taxes

The aggregate District tax levy is apportioned and certified in November of the current fiscal year for collection to comprising municipalities based on the immediate past October 1st full or "equalized" taxable property values. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31st, and the final payment no later than the following July 31st.

On or before January 15th, and by the 20th of each subsequent month thereafter, the District is paid by the collecting municipalities its proportionate share of tax collections received through the last day of the preceding month. On or before August 20th, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Interfunds

The current portion of lending/borrowing arrangements between funds is identified as "due to/from other funds". The noncurrent portion of outstanding balances between funds is reported as "advances to/from other funds". Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not expendable available financial resources.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)
G. Receivables and Payables (Continued)

Accounts Receivable

All accounts receivable are shown as gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that such allowance is not material.

Other Assets

Expendable supplies or noncapital items acquired for initial use in subsequent fiscal periods are recorded as inventories and/or prepaid expenses. Prepaid insurance or service contracts are not recorded unless their recognition as an expenditure would result in more than one year's cost being recorded. Inventory and prepaid supplies are valued at the lower of cost (first-in, first-out method) or market. Inventory consists of expendable supplies held for consumption. Costs are recorded as expenditures at the time individual inventory items are consumed.

H. Capital Assets

In the district-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated acquisition value at the date of donation. The District maintains a threshold level of a unit cost of \$5,000 or more for capitalizing capital assets.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Land improvements	10 - 20 years
Building improvements	20 years
Buildings	50 years
Furniture and equipment	5 - 20 years

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

I. Other Obligations

Long-Term Obligations

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

All long-term debt to be repaid from governmental resources are reported as liabilities in the district-wide statements. The long-term debt consists primarily of notes, bonds or loans payables, and accrued compensated absences.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)
I. Other Obligations (Continued)

Long-Term Obligations (Continued)

Long-term debt for governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures.

Compensated Absences

Under terms of employment, employees are granted leave in varying amounts. Benefits considered to be more likely than not to be used or settled at separation are recognized in the financial statements.

Amounts of accumulated leave that are not expected to be liquidated with expendable available financial resources are reported as liabilities in the statement of net position. A liability is also recorded for accumulating rights to receive leave benefits for the portion more than likely than not to be used by employees. Additionally, a liability is recognized for that portion of accumulating leave benefits that is estimated will more likely than not be paid upon separation. The District accrues compensated absences salary-related payments associated with payments of compensated absences.

At separation, employees can elect to convert unused sick leave into a post-retirement health-care benefit. The implicit rate subsidy for these costs (once the election has been made) has been included in the District's actuarial determination of postemployment benefits and the liability under GASB Statement No. 75.

The GASB dictates that expenditures for compensated absences be recorded as an expenditure upon separation of the employee or when due for payment and should not be accrued currently as it is earned. The GASB also states that any advance funding made should not result in the recognition of any additional governmental fund liabilities or expenditures. The accumulation of resources should be independent of the recognition of the expenditure. As of June 30, 2025, the District has advanced \$325,000 in a trust for future compensated absences. This amount is reported as a deferred outflow of resources on the General Fund and a deferred inflow of resources on the Employee Benefit Trust Fund.

Supplemental Pension (Stipend) Benefit

Eligible District employees hired on or after July 1, 2001 will receive a cash benefit in the form of a stipend upon their retirement. The total of the stipend is determined by the individual years of service and also participation in the District's medical plan. See Note 8 for additional information.

Net Other Postemployment Benefit Obligations (NOPEBO)

For purposes of measuring the NOPEBO, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's OPEB plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, the plan recognizes benefit payments when due and payable in accordance with benefit terms. See Note 9 for additional information.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

J. Subscription-Based Information Technology Arrangements

The District has recorded an intangible right-to-use subscription asset and a corresponding subscription liability. The subscription asset is initially measured at the initial amount of the subscription liability, adjusted for payments made at or before the commencement date of the arrangement and qualifying implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the term of the subscription or its useful life. The subscription liability is recognized at the commencement of the subscription term and is initially measured at the present value of expected subscription payments over the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The District recognizes subscription-based information technology arrangements with an initial, individual value of \$5,000 or more.

Key estimates and judgements related to subscription-based information technology arrangements include how the District determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The District uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for subscriptions.
- The subscription term includes the noncancellable period of the subscription.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments.

The District monitors changes in circumstances that would require a remeasurement of its subscriptions and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

K. Pensions

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following

- Net Pension Liability (Asset),
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions,
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. 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.

L. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenditure) until then. The District has multiple items that qualify for reporting in this category.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

L. Deferred Outflows and Inflows of Resources (Continued)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until then. The District has multiple items that qualify for reporting in this category.

The net position of the District is significantly impacted by the combined effect of deferred outflows and inflows of resources from the pension and OPEB plans.

M. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

N. Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

O. Fund Balance

In the fund financial statements, governmental fund balance is presented in five possible categories:

Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted – resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – resources which are subject to limitation the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Under the District fund balance policy these funds are used for specific purposes pursuant to constraints imposed by Board action pursuant to two motions. The first motion must identify the dollar amount to be allocated from the unassigned fund balance. The second motion must identify the purpose of the expenditure. Both motions shall be approved by a two-thirds vote of the entire Board. This commitment cannot be reversed except through the same process, which must be accomplished prior to the end of the District's fiscal year.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)
O. Fund Balance (Continued)

Assigned – resources neither restricted nor committed for which a government has a stated intended use as established by the District Board or a body or official to which the District Board has delegated the authority to assign amounts for specific purposes.

Under the District’s fund balance policy these funds may be assigned by the Business Manager, who shall allocate these funds prior to the annual audit in consultation with the District Superintendent, Board President, and Board Treasurer. These funds include amounts remaining from the fiscal year’s building or department budgets or from miscellaneous projects which are reserved for expenditure in subsequent years.

Unassigned – resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

When restricted and other fund balance resources are available for use, it is the District’s policy to use restricted resources first, followed by committed, assigned, and unassigned amounts, respectively.

P. District’s Fund Balance Policy

The Board recognizes the need for carrying an operating reserve in the Unassigned General Fund Balance to:

1. Provide adequate working capital sufficient to meet the District’s cash flow requirements;
2. Function as a safeguard to fund unanticipated expenses; and,
3. Demonstrate fiscal responsibility and maintain District bond rating.

The Unassigned General Fund Balance will be maintained to provide the District with sufficient working capital and a margin of safety to address emergencies without borrowing. Should the Unassigned General Fund Balance be less than 10% of general fund expenditures and transfers, the Board shall adopt a four-year plan to obtain the minimum 10% Unassigned General Fund Balance as outlined above. All unexpended funds at year end which are not included within another fund balance classification will be allocated to the Unassigned General Fund Balance.

Two separate two-thirds motions shall be required for an allocation from the Unassigned General Fund Balance and then only in the event of an emergency or a combined “deficit budget” between the General (Fund 10) and Special Education Fund (Fund 27).

When the Business Manager determines that budgeted expenditures are likely to exceed budgeted revenues for any District fund, the Business Manager shall inform the Board Treasurer who will report this fact to the Board at its next regularly scheduled meeting. Any use of the Unassigned General Fund Balance to fund such a deficit must be approved by a two-thirds majority vote of the Board.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

Q. Change in Accounting Principles

Effective July 1, 2024, the District adopted GASB Statement No. 101 (GASB 101), *Compensated Absences*. GASB 101 was issued to provide guidance on the accounting and financial reporting for compensated absences. The District's calculation of the compensated absence liability did not change as a result of implementing this standard.

Effective July 1, 2024, the District adopted GASB Statement No. 102 (GASB 102), *Certain Risk Disclosures*. GASB 102 was issued to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The District does not have any certain risk disclosures requiring disclosure in the financial statements.

2. Explanation of Certain Differences Between Governmental Fund Statements and District-wide Statements

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

Explanation of Differences Between Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances and the Statement of Activities

Differences between the governmental funds statement of revenues, expenditures and changes in fund balances and the statement of activities fall into one of four broad categories:

1. Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the statement of activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis whereas the accrual basis of accounting is used on the statement of activities.
2. Capital-related differences include the difference between recording an expenditure for the purchase of capital items in the governmental fund statements and depreciation expense on those items as recorded in the statement of activities.
3. Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund statements, whereas interest expense is recorded in the statement of activities as incurred, and principal payments are recorded as a reduction of liabilities in the statement of net position.
4. Payments to retired employees for postemployment benefits are recorded when paid in the fund financial statements. Expenses are recorded in the statement of activities when incurred. Payments to retired employees reduce the postemployment liabilities.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

3. Cash and Investments

For all the District’s cash and investments shown below, the market value at the balance sheet date is substantially the same as the fair value. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit. At various times during the year, the District’s deposits were higher than the June 30, 2025 balances. This means that the District’s risk and exposure could be higher at these times.

<u>Depository:</u>	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Associated Risk</u>
Local Financial Institutions			
Checking and Savings Accounts	\$ 5,136,065	\$ 5,136,065	Custodial credit risk
Certificates of Deposit	81,852	81,852	Custodial credit risk
WISC			
Money Market Accounts	4,704,980	4,984,907	Credit risk, interest rate risk
Certificates of Deposit	200,000	200,000	Custodial credit risk, credit risk, interest rate risk
LGIP	<u>20,304,206</u>	<u>20,304,206</u>	Credit risk, interest rate risk
Total June 30, 2025	<u>\$ 30,427,103</u>	<u>\$ 30,707,030</u>	

A reconciliation of cash and investments as shown on the statements is as follows:

Governmental Activities	
Cash and Investments - Current	\$ 17,871,904
Restricted Cash and Investments - Current	5,652,925
Employee Benefit Trust	6,902,274
Total	<u>\$ 30,427,103</u>

Restricted cash in the amount of \$4,138,604 in the Debt Service fund and \$1,514,321 in the Capital Projects fund includes amounts set aside for future payment of G.O. debt and capital project expenditures. The restricted cash to pay for these future requirements is offset in the restricted fund balance of the respected funds.

The LGIP is part of the State Investment Fund (SIF) and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. All investments are valued at amortized cost by the SIF for purposes of calculating earnings to each participant. Specifically, the SIF distributes income to pool participants monthly, based on their average daily share balance. Distributions include interest income based on stated rates (both paid and accrued), amortization of discounts and premiums on a straight-line basis, realized investment gains and losses calculated on an amortized cost basis, and investment expenses. This method does not distribute to participants any unrealized gains or losses generated by the pool’s investments. Detailed information about the SIF is available in separately issued financial statements available at <https://www.doa.wi.gov/Pages/StateFinances/LGIP.aspx>.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

3. Cash and Investments (Continued)

Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At June 30, 2025, the fair value of the District's share of the LGIP's assets was substantially equal to the amount reported on this page.

Investment allocation in the LGIP as of June 30, 2025 was: 98% in U.S. Government Securities and 2% in Certificates of Deposit, Bankers' Acceptances, Commercial Paper, and Corporate Notes. The Wisconsin State Treasurer updates the investment allocations on a monthly basis.

Investments Authorized by Wisconsin State Statutes

Investment of District funds is restricted by state statutes. Available investments are limited to:

- Time deposits in any credit union, bank, savings bank, trust company or savings and loan association.
- Bonds or securities of any county, city, drainage district, technical college, village, town, or school district of the state.
- Bonds or securities issued or guaranteed by the federal government.
- The local government investment pool.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open-end management company or investment trust, subject to various conditions and investment options.
- Repurchase agreements with public depositories, with certain conditions.
- Bonds issued by a local exposition district.
- Bonds issued by a local professional baseball park district.
- Bonds issued by the University of Wisconsin Hospital and Clinics Authority.
- Bonds issued by a local football stadium district.
- Bonds issued by a local arts dealer.
- Bonds issued by the Wisconsin Aerospace Authority.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater sensitivity its fair value has to changes in market interest rates. The District's investment policy minimizes this risk 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.

The Local Government Investment Pool investments have an average maturity of 3 days.

The WISC CD investments have maturities after June 30, 2025 as follows:

Less than six months	\$ 200,000
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OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

3. Cash and Investments (Continued)

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper, corporate bonds and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The District has an investment policy that limits investments to only those authorized under Wisconsin Statute 66.060.

As of June 30, 2025, the District's investment in the Wisconsin Local Government Investment Pool and the WISC government security were not rated.

Concentration of Credit Risk

The District does not have a policy for concentration of credit risk. No District investment represents 5% or more of the total investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the District would not be able to recover the value of its investment of collateral securities that are in the possession of another party. The District's investment policy eliminates this risk by having securities registered in the District's name and held by a third-party custodian. Safekeeping practices should qualify under the highest recognized safekeeping procedures. Deposits in each local and area bank are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for time and savings accounts and \$250,000 for demand deposits accounts. Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$1,000,000. The District's policy is to obtain collateral or insurance for all deposited amounts in excess of FDIC and State Deposit Guarantee Fund insurable limits.

As of June 30, 2025, the District's had no deposits with financial institutions in excess of FDIC and State Deposit Guarantee limits.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

3. Cash and Investments (Continued)

Fair Value Measurement

Financial assets required to be measured on a recurring basis are classified under a three-tier hierarchy for fair value investments. Fair value is the amount that would be received to sell an asset, or paid to settle a liability, in an orderly transaction between market participants at the measurements date.

The District uses the following hierarchical disclosure framework:

Level 1 – Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 – Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Measurement based on the District’s assumptions about a hypothetical marketplace because observable market inputs are not available as of the reporting date.

The District uses appropriate valuation techniques based on the available inputs to measure the fair values of its assets and liabilities. When available, the District measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs have the lowest priority.

	<u>Assets at Fair Value as of June 30, 2025</u>	
	<u>Fair Value</u>	<u>Level 1</u>
Certificates of Deposit	<u>\$ 200,000</u>	<u>\$ 200,000</u>
Totals	<u>\$ 200,000</u>	<u>\$ 200,000</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

4. Capital Assets

Capital asset balances and activity for the year ended June 30, 2025 were as follows:

	Balance 7/1/2024	Additions	Retirements	Balance 6/30/2025
Governmental Activities				
Non-Depreciable Capital Assets:				
Land	\$ 4,852,933	\$ -	\$ -	\$ 4,852,933
Construction in Progress	15,076	400,164	(367,240)	48,000
Total Non-Depreciable Capital Assets	<u>4,868,009</u>	<u>400,164</u>	<u>(367,240)</u>	<u>4,900,933</u>
Capital Assets being Depreciated:				
Buildings	164,847,469	973,843	(521,348)	165,299,964
Furniture and Equipment	12,378,010	1,052,946	(1,023,095)	12,407,861
Land Improvements	3,058,261	81,747	-	3,140,008
Total Capital Assets being Depreciated	<u>180,283,740</u>	<u>2,108,536</u>	<u>(1,544,443)</u>	<u>180,847,833</u>
Less Accumulated Depreciation	<u>(61,883,804)</u>	<u>(5,061,659)</u>	<u>1,543,545</u>	<u>(65,401,918)</u>
Net Governmental Capital Assets	<u>\$ 123,267,945</u>	<u>\$ (2,552,959)</u>	<u>\$ (368,138)</u>	<u>\$ 120,346,848</u>

Depreciation expense was charged to the following functions:

Regular instruction	\$ 575,725
Special education instruction	3,155
Vocational instruction	29,304
Other instruction	63,634
Pupil services	3,308
Instructional staff services	182,559
Administration services	17,309
Operation and maintenance	425,449
Community service	1,569
Food service	22,281
Depreciation not charged to a specific function	3,737,366
Total depreciation	<u>\$ 5,061,659</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

5. Subscription-Based Information Technology Arrangements

The District has three subscription-based information technology arrangements (SBITAs) for:

- Various interactive instructional curriculum and courseware subscriptions.
- On premises calling subscriptions and licenses.
- Teachers, staff, and students survey software subscriptions.

The total amount of subscription assets and related accumulated amortization, and the amount of subscription liabilities, as of June 30, 2025 are as follows:

	Balance 6/30/2024	Additions	Subtractions	Balance 6/30/2025
Subscription Assets	\$ 385,075	\$ -	\$ -	\$ 385,075
Less: Accumulated Amortization	(155,117)	(120,443)	-	(275,560)
Total Subscription Assets, Net	\$ 229,958	\$ (120,443)	\$ -	\$ 109,515
 Subscription Liabilities	 \$ 33,316	 \$ -	 \$ (33,316)	 \$ -

The total SBITA costs for the year ended June 30, 2025 are as follows:

	June 30, 2025
Amortization expense	\$ 120,443
Interest on lease liabilities	61
Total	\$ 120,504

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

6. Long-Term Obligations

Long-term obligations of the District are as follows:

	Balance 6/30/2024	Issued	Retired	Balance 6/30/2025	Amount Due Within One Year
G.O. Bonds	\$ 73,255,000	\$ -	\$ 3,775,000	\$ 69,480,000	\$ 3,925,000
Subtotal G.O. Debt	<u>73,255,000</u>	<u>-</u>	<u>3,775,000</u>	<u>69,480,000</u>	<u>3,925,000</u>
Premium (discount) on debt	2,388,360	-	191,450	2,196,910	191,450
Compensated absences*	<u>1,766,703</u>	<u>251,149</u>	<u>-</u>	<u>2,017,852</u>	<u>-</u>
Total Long-Term Debt	<u>\$ 77,410,063</u>	<u>\$ 251,149</u>	<u>\$ 3,966,450</u>	<u>\$ 73,694,762</u>	<u>\$ 4,116,450</u>

*The change in compensated absences liability is presented as a net change.

General Obligation Debt

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the District. General obligation debt at June 30, 2025 is comprised of the following individual issues:

Description	Original Amount	Issue Date	Interest Rate %	Date of Maturity	Balance 6/30/2025	Amount Due Within One Year
GO School Improvement Bonds	\$ 54,600,000	3/2/2015	2.5-4.0%	3/1/2035	\$ 32,650,000	\$ 2,830,000
GO School Building & Improvement Bonds	\$ 44,900,000	3/1/2019	3.0-5.0%	3/1/2039	36,830,000	1,095,000
Total General Obligation Debt					<u>\$ 69,480,000</u>	<u>\$ 3,925,000</u>

The 2024 equalized valuation of the District as certified by the Wisconsin Department of Revenue is \$4,792,134,154. The legal debt limit and margin of indebtedness as of June 30, 2025, in accordance with §67.03(1)(b) of the Wisconsin statutes follows:

Debt Limit (10% of \$4,792,132,154)	\$ 479,213,215
Deduct long-term debt applicable to debt margin	<u>69,480,000</u>
Margin of indebtedness	<u>\$ 409,733,215</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

6. Long-Term Obligations (Continued)

Aggregate cash flow requirements for the retirement of long-term principal and interest as of June 30, 2025 are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 3,925,000	\$ 2,405,869	\$ 6,330,869
2027	4,075,000	2,237,919	6,312,919
2028	4,220,000	2,101,444	6,321,444
2029	4,370,000	1,955,051	6,325,051
2030	4,530,000	1,798,451	6,328,451
2031-2035	25,020,000	6,634,644	31,654,644
2036-2039	23,340,000	2,049,075	25,389,075
Totals	<u>\$ 69,480,000</u>	<u>\$ 19,182,453</u>	<u>\$ 88,662,453</u>

7. Employee Retirement Plans

Defined Benefit Pension Plan

Plan Description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee’s date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2015	2.9	2.00
2016	0.5	-5.00
2017	2.0	4.00
2018	2.4	17.00
2019	0.0	-10.00
2020	1.7	21.00
2021	5.1	13.00
2022	7.4	15.00
2023	1.6	-21.00
2024	3.6	15.00

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$2,754,586 in contributions from the employer.

Contribution rates as of June 30, 2025 are:

Employee Category	Employee	Employer
General (including Teachers, Executives and Elected officials)	6.95%	6.95%
Protective with Social Security	6.95%	14.95%
Protective without Social Security	6.95%	18.95%

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

At June 30, 2025, the District reported a liability (asset) of \$3,140,825 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2023, rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension liability (asset) was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the District's proportion was 0.19114483%, which was an increase of 0.00000224% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the District recognized pension expense of \$4,186,633.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,753,983	\$ (9,165,684)
Net differences between projected and actual earnings on pension plan investments	4,772,650	-
Changes in assumptions	931,943	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	592	(89,180)
Employer contributions subsequent to the measurement date	1,503,863	-
Total	\$ 16,963,031	\$ (9,254,864)

\$1,503,863 reported as deferred outflows of resources related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ended June 30:	Net Deferred Outflows (Inflows) of Resources
2026	\$ 1,853,690
2027	6,480,953
2028	(1,625,526)
2029	(504,813)
Total	\$ 6,204,304

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

Actuarial Assumptions. The total pension liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2023
Measurement Date of Net Pension Liability (Asset):	December 31, 2024
	January 1, 2021 - December 31, 2023
Experience Study:	Published November 19, 2024
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table
Post-Retirement Adjustments*	1.7%*

* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate. Includes the impact of known Market Recognition Account deferred gains/losses on the liability for dividend payments.

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. Based on this experience study, actuarial assumptions used to measure the Total Pension Liability changed from prior year, including seniority (merit) and separation rates. The Total Pension Liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the December 31, 2023 actuarial valuation.

Long-term Expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table on the following page.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

Asset Allocation Targets and Expected Returns¹
As of December 31, 2024

<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %²</u>
Public Equity	38	7.0	4.3
Public Fixed Income	27	6.1	3.4
Private Equity/Debt	20	9.5	6.7
Inflation Sensitive	19	4.8	2.1
Real Estate	8	6.5	3.8
Leverage ³	(12)	3.7	1.1
Total Core Fund	<u>100</u>	7.5	4.8
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.5	3.8
International Equities	30	7.4	4.7
Total Variable Fund	<u>100</u>	6.9	4.2

¹Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

²New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.6%

³The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

Single Discount Rate. A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 4.08% (Source: “20-Bond GO Index” is the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality as of December 31, 2024. In describing this index, the Bond Buyer notes that the bonds’ average quality is roughly equivalent to Moody’s Investors Service’s Aa2 rating and Standard and Poor’s Corp.’s AA.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

7. Employee Retirement Plans (Continued)

Sensitivity of the District’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
District's proportionate share of the net pension liability (asset)	\$ 29,465,048	\$ 3,140,825	\$ (15,561,778)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

8. Supplemental Pension (Stipend) Benefit

The District follows GASB Statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement No. 68, which allows the District to report its liability for supplemental pension benefits and to reflect an actuarially determined liability for the present value of projected future benefits for employees on the financial statements.

At June 30, 2025, the District’s total pension liability was actuarially valued as of June 30, 2023 and measured as of June 30, 2024.

Plan Description, Vesting, and Benefits Provided. Employees not classified as Administrators may receive, in lieu of the OPEB benefits as stated in Note 9, a stipend benefit. The annual amount of this stipend differs by classification. A brief description of the stipend benefits are noted below.

Stipend Benefit. At the time of retirement, if an employee is at least age 55 with a minimum of 10 years of service with the District, or is an Administrator without 10 years of service, the District shall contribute one lump sum to a 401(a) or 403(b) account for qualifying retirees at the following rates:

- \$1,000 per year of service for employees covered by District-sponsored family health coverage plan for a minimum of six months.
- \$500 per year of service for employees covered by District-sponsored single health coverage plan for a minimum of six months.
- \$250 per year of service for those employees who do not qualify for any of the above benefits.

After exhaustion of District benefit, eligible retirees are allowed to remain on the District’s group medical plan provided that the retiree self-pays the full amount (100%) of the premiums.

There are 540 active employees and 2 retirees in the plan as of the measurement date of June 30, 2024.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

8. Supplemental Pension (Stipend) Benefit (Continued)

Funding Policy. Payments under the plan are made on a pay-as-you go basis. There are no invested plan assets accumulated for payment of future benefits. The general fund is used for funding of all pension/retirement benefits. The employer makes all contributions.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources Related to Pensions. For the year ended June 30, 2025, the District recognized a supplemental pension expense of \$169,617.

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to the supplemental pension plan from the following sources:

<u>Gain / Loss</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experiences	\$ 61,034	\$ (91,127)
Changes of assumptions or other inputs	50,851	(154,505)
District contributions subsequent to the measurement date	82,750	-
Total	<u>\$ 194,635</u>	<u>\$ (245,632)</u>

\$82,750 reported as deferred outflows of resources related to the supplemental pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the supplemental pension will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2026	\$ (12,430)
2027	(12,430)
2028	(12,430)
2029	(12,430)
2030	(12,430)
Thereafter	(71,597)
Total	<u>\$ (133,747)</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

8. Supplemental Pension (Stipend) Benefit (Continued)

Below is a schedule of changes in the total pension liability for the current reporting period:

Beginning Balance	\$ 1,214,740
Changes for the Year	
Service Costs	130,480
Interest	51,567
Differences Between Expected and Actual Experiences	39,821
Changes of Assumptions or Other Inputs	(6,548)
Benefit Payments	(62,750)
Net Changes	152,570
Ending Balance	\$ 1,367,310

Actuarial Assumptions. The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	June 30, 2023
Measurement Date of Total Pension Liability	June 30, 2024
Discount Rate:	4.21% - Implicit in this rate is 2.50% assured rate of inflation. 4.21% based upon a municipal bond rate on the S&P Municipal Bond 20 Year High Grade Index published by the Federal Reserve for the week at the beginning of the measurement period.
Projected salary increases	3.00%

Mortality, disability, and retirement rates are based on those used to value the Wisconsin Retirement System pension plan for public schools.

Actuarial assumptions are based upon an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-2020.

Changes in assumptions between years resulted in an increase in the discount rate to 4.21% from 4.13% in the prior year.

Single Discount Rate. A single discount rate of 4.21% (based upon all years of projected payments discounted at a municipal bond rate of 4.21%) was used in this valuation in calculating the supplemental pension liability. It was assumed that the District would continue to fund its retiree benefits out of its general fund assets on a pay-as-you-go basis.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

8. Supplemental Pension (Stipend) Benefit (Continued)

Sensitivity of the District's Total Pension Liability to Changes in the Discount Rate. The following presents the District's total pension liability calculated using the discount rate of 4.21 percent, as well as what the District's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.21 percent) or 1-percentage point higher (5.21 percent) than the current rate:

	1.00% Decrease to Discount Rate (3.21%)	Current Discount Rate (4.21%)	1.00% Increase to Discount Rate (5.21%)
Total Pension Liability	\$ 1,450,318	\$ 1,367,310	\$ 1,287,424

9. Other Postemployment Benefits (OPEB) Plan

The District follows GASB Statement No. 75, Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions, which allows the District to report its liability for other postemployment benefits consistent with newly established generally accepted accounting principles and to reflect an actuarially determined liability (asset) for the present value of projected future benefits for retired and active employees on the financial statements.

At June 30, 2025, the District's net OPEB liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of June 30, 2023.

Description of the Plan. The District administers a single-employer defined benefit healthcare plan for the payment of the District's OPEB liability (asset) relating to medical and dental insurance. In addition, the District's group health insurance plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. Both of these result in another post-employment benefits, the latter commonly referred to as an implicit rate subsidy. Calculations are based on the pattern of sharing of costs between the employer and plan members at that point.

The District does not issue a stand-alone financial report for this plan.

Funding Policy. The District established the Oregon School District Post-Employment Benefits Trust in order to accumulate funds and finance the costs of OPEB.

Contributions. The trust does not require any employee or employer contributions.

Detail of Benefits. The District will contribute 90% of the lowest cost medical and dental premiums, frozen at the time of retirement, to qualified Administrators at least age 55, on behalf of the retiree for a period of eight years. The contribution may exceed Medicare-eligibility. Any monies resulting from unused sick leave accumulated upon retirement may be used to continue coverage under the District's group plans.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

9. Other Postemployment Benefits (OPEB) Plan (Continued)

The District will contribute 90% of the lowest cost medical and dental premiums, frozen at the time of retirement, to all other qualified District employees, at least age 55 with a minimum of 10 years of service and hired prior to July 1, 2001, on behalf of the retiree for a period of four years but not to exceed Medicare-eligibility. Any monies resulting from unused sick leave accumulated upon retirement may be used to continue coverage under the District’s group plans.

All other District employees not classified as administrators, hired on or after July 1, 2001, who retire at age 55 or greater and have reached ten years of service in the District are eligible for a supplemental stipend benefit described in Note 8.

After exhaustion of the District benefit, eligible retirees are allowed to remain on the District’s group medical plan provided that the retiree self-pays the full amount (100%) of the premiums for the duration of COBRA.

Employees Covered by Benefit Terms. Employees participating in the OPEB consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

Inactive employees or beneficiaries currently receiving benefit payments	34
Active employees	440
	474

Employees are not eligible for benefits unless they were hired prior to July 1, 2001. While the total number of participants noted above include those that are not currently eligible to receive benefits, those individuals were excluded in the calculation of the actual liability.

Net OPEB Liability (Asset)

The District’s net OPEB liability (asset) of (\$77,928) was measured at June 30, 2024, and was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions and Other Inputs. The net OPEB liability (asset) in the June 30, 2023 actuarial valuation, and measured as of June 30, 2024, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	3.00% average, including inflation
Discount rate	4.21%
Healthcare cost trend rates	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter

Mortality rates were based the Wisconsin 2020 WRS experience tables adjusted for future mortality improvements using the MP-2021 fully generated improvement scale.

The actuarial assumptions used in the June 30, 2023 valuation and measured as of June 30, 2024 were based on a study conducted in 2021 using the WRS experience from 2018-2020.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

9. Other Postemployment Benefits (OPEB) Plan (Continued)

Changes in assumptions between years resulted in an increase in the discount rate to 4.21% from 4.13% in the prior year. All other assumptions and methods remained unchanged from the actuarial valuation performed as of June 30, 2023.

Discount Rate. The discount rate used to measure the total net OPEB liability (asset) was 4.21%. The projection of cash flows used to determine the discount rate assumed that the District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the net OPEB liability. The long-term expected rate of return is equal to the discount rate.

The discount rate is based upon all years of projected payments discounted at a 4.21% long-term expected rate of return. This rate is equivalent to the Bond Buyer GO 20-Year Municipal Bond Index published by the Federal Reserve as of the week of the measurement date.

The current investment allocation of the District's OPEB plan's asset classes are as follows: 100% - money market accounts.

Changes in the Net OPEB Liability (Asset)

	Increase (Decrease)		
	Total OPEB Liability (Asset)	Fiduciary Net Position	Net OPEB Liability (Asset)
	(a)	(b)	(a)-(b)
Balance at 6/30/2023	\$ 6,345,819	\$ 5,961,295	\$ 384,524
Changes for the year:			
Service cost	292,889	-	292,889
Interest	256,701	-	256,701
Differences between expected and actual experience	42,698	-	42,698
Changes of assumptions or other inputs	(23,644)	-	(23,644)
Contributions - employer	-	705,390	(705,390)
Net investment income	-	325,706	(325,706)
Benefit payments	(553,497)	(553,497)	-
Net Changes	<u>15,147</u>	<u>477,599</u>	<u>(462,452)</u>
Balance at 6/30/2024	<u>\$ 6,360,966</u>	<u>\$ 6,438,894</u>	<u>\$ (77,928)</u>

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the net OPEB liability (asset) of the District, as well as what the District's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (3.21 percent) or 1-percentage-point higher (5.21 percent) than the current discount rate:

	1.00% Decrease 3.21%	Current Discount Rate 4.21%	1.00% Increase 5.21%
Net OPEB Liability (Asset)	<u>\$ 220,898</u>	<u>\$ (77,928)</u>	<u>\$ (368,560)</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

9. Other Postemployment Benefits (OPEB) Plan (Continued)

Sensitivity of the Net OPEB Liability (Asset) to Changes in Healthcare Cost Trend Rates. The following represents the net OPEB liability (asset) of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.00 percent decreasing to 5.50 percent, then decrease by 0.10 percent per year down to 3.50 percent, and level thereafter) or 1-percentage-point higher (8.00 percent decreasing to 7.50 percent, then decrease by 0.10 percent per year down to 5.50 percent, and level thereafter) than the current healthcare cost trend rates:

	1.00% Decrease (6.00% decreasing to 3.50%)	Health Care Cost Trend Rates (7.00% decreasing to 4.50%)	1.00% Increase (8.00% decreasing to 5.50%)
Net OPEB Liability (Asset)	\$ (495,880)	\$ (77,928)	\$ 385,545

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the District recognized an OPEB expense of \$194,688. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related the OPEB from the following sources:

Gain / Loss	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ 251,577	\$ (889,227)
Changes of assumptions or other inputs	348,660	(779,038)
Net differences between projected and actual earnings on OPEB plan investments	-	(38,220)
District contributions subsequent to the measurement date	-	-
Total	\$ 600,237	\$ (1,706,485)

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

Year Ended June 30:	Net Deferred Outflows (Inflows) of Resources
2026	\$ (125,743)
2027	(147,532)
2028	(168,566)
2029	(127,992)
2030	(104,794)
Thereafter	(431,621)
Total	\$ (1,106,248)

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

10. Interfund Transactions

Receivables/Payables

Interfund receivable and payable balances in the fund financial statements on June 30, 2025 were as follows:

<u>Payable Fund</u>	<u>Receivable Fund</u>	<u>Amount</u>	<u>Purpose</u>
Employee Benefit Trust	General Fund	\$ 149,787	OPEB Implicit Rate
Total General Fund		<u>149,787</u>	
General Fund	Employee Benefit Trust	43,386	OPEB Contributions
Total Employee Benefit Trust		<u>43,386</u>	
Subtotal - Fund Financial Statements		193,173	
Less: Fund Eliminations		<u>(86,772)</u>	
Total - Government-Wide Statements		<u>\$ 106,401</u>	

Transfers

Transfers in the fund financial statements for the year ended June 30, 2025 were as follows:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Purpose</u>
Debt Service	General Fund	\$ 1,351,183	Future Debt Defeasement
			Long-Term Capital Improvement
Capital Projects	General Fund	3,066	Trust Contribution
Food Service	General Fund	115,810	Reorganization Settlement
Package Cooperative	General Fund	3,445	Operations

In the statement of net position, amounts reported in the governmental funds as interfund transactions have been eliminated within the district-wide statements.

Additionally, during fiscal year ended June 30, 2025, the General Fund transferred \$7,565,753 to the Special Education Fund. These transfers were used to cover any costs not covered by direct revenues. The Special Education Fund is combined into the general fund in the governmental funds financial statements.

11. Self-Funded Insurance Program

In fiscal year 2011/12, the District established a self-funded dental benefit plan for its employees. The Plan administrator, Delta Dental of Wisconsin, is responsible for the approval, processing, and payment of claims, after which they bill the District for reimbursement. The District is also responsible for a monthly administrative fee. The Plan reports on a fiscal year ending June 30th.

Accounting and budgeting requirements for the Plan are established by the Wisconsin Department of Public Instruction. Currently, the Plan is accounted for in the General Fund of the District.

The District has no stop-loss coverage for dental care coverage of the Plan. However, there is a maximum benefit of \$2,000 per person per benefit accumulation period.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

11. Self-Funded Insurance Program (Continued)

At June 30, 2025, the District has reported a liability of \$56,962, which represents reported and unreported claims which were incurred on or before June 30, 2025, but were not paid by the District as of that date. This amount consists of claims reported to the District by the Plan administrator of \$31,329 and claims which were not yet reported to either the Plan administrator or the District of \$25,633. The amounts not reported to the District were determined by the Plan administrator.

Changes in the claims liability for the years ended June 30, 2023 through June 30, 2025 are as follows:

	Accrued Balance at Beginning of Year	Current Claims and Changes in Estimates	Claim Payments	Accrued Balance at End of Year
2022-2023	\$ 46,935	\$ 730,908	\$ 728,100	\$ 49,743
2023-2024	49,743	832,372	821,624	60,491
2024-2025	60,491	810,947	814,476	56,962

12. Fund Balances

The following is a detailed schedule of ending fund balances as reported in the fund financial statements by category:

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Community Service</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Total</u>
Fund Balances:							
<u>Nonspendable:</u>							
Inventory	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,509	\$ 32,509
Prepays	102,964	-	-	-	-	-	102,964
Tech Houses	100,977	-	-	-	-	-	100,977
<u>Restricted for:</u>							
Self Insurance	547,553	-	-	-	-	-	547,553
Prefunded Sick Leave Benefit	325,000	-	-	-	-	-	325,000
Food Service	-	-	-	-	-	95,943	95,943
Debt Service Reserve	-	-	4,138,604	-	-	-	4,138,604
Donor Restrictions	-	-	-	-	1,440,291	-	1,440,291
Capital Projects	-	1,514,321	-	-	-	-	1,514,321
Community Service	-	-	-	143,431	-	-	143,431
<u>Assigned to:</u>							
Department Carryover	849,943	-	-	-	-	-	849,943
Building Carryover	219,267	-	-	-	-	-	219,267
Teacher Compensation Carryover	596,077	-	-	-	-	-	596,077
Department of Instruction	546,179	-	-	-	-	-	546,179
Unrestricted State Aids	211,481	-	-	-	-	-	211,481
<u>Unassigned</u>	<u>18,191,141</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,191,141</u>
Total Fund Balances	<u>\$ 21,690,582</u>	<u>\$ 1,514,321</u>	<u>\$ 4,138,604</u>	<u>\$ 143,431</u>	<u>\$ 1,440,291</u>	<u>\$ 128,452</u>	<u>\$ 29,055,681</u>

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

13. Limitation on School District Revenues

Wisconsin statutes limit the amount of revenues school districts may derive from general school aids and property taxes unless a higher amount is approved by a referendum. This limitation does not apply to revenues needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

- A resolution of the school board or by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

History of Increased Revenue Limits

In November of 2014 the residents of the Oregon School District passed a referendum that the District could override its revenue limit by \$355,864 each year on a recurring basis, beginning in the 2015-16 school year. This is in order to pay for increased maintenance and utility costs due to the building expansions.

In November of 2016 the residents of the Oregon School District passed a referendum that the District could override its revenue limit by \$1,500,000 each year on a recurring basis, beginning in the 2016-17 school year. This is in order to pay for employee compensation for teachers and other educational staff.

In November of 2019 the residents of the Oregon School District passed a referendum that the District could override its revenue limit by \$2,118,487 each year on a recurring basis, beginning in the 2020-21 school year. This is in order to pay for operation and maintenance expenses of the District including capital maintenance projects at the District facilities, the cost of operation a new elementary school and District staffing costs.

In November of 2023 the residents of the Oregon School District passed a referendum that the district could override its revenue limit by \$5,420,000 for the 2022-23 school year, by an additional \$3,000,000 (\$8,420,000 total) for the 2023-24 school year, and by an additional \$2,980,000 (\$11,400,000 total) for the 2024-25 school year and thereafter. This is in order to pay for compensation and other instructional and operation expenditures.

14. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers' compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. There has been no reduction in insurance coverage in the prior year. Settled claims have not exceeded the commercial coverage in any of the past three years.

15. Commitments

Prior to June 30, 2025, the District entered into a capital-related roofing contract commitment totaling \$474,102.

OREGON SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2025

16. Effect of New Accounting Standard on Current Period Financial Statements

The GASB has adopted GASB Statement No. 103, *Financial Reporting Model Improvements*, effective for periods beginning after June 15, 2025, and GASB Statement No. 104, *Disclosure of Certain Capital Assets*, effective for periods beginning after June 15, 2025. When these become effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

**Oregon School District
Oregon, Wisconsin**

**Budgetary Comparison Schedule for the General Fund
Budget and Actual
For the Year Ended June 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local	\$ 38,760,044	\$ 38,942,291	\$ 39,149,371	\$ 207,080
Interdistrict	3,488,082	3,494,211	3,496,301	2,090
State	25,870,731	26,003,902	26,130,283	126,381
Federal	431,423	433,889	379,022	(54,867)
Other	187,622	212,617	249,905	37,288
Total Revenues	<u>68,737,902</u>	<u>69,086,910</u>	<u>69,404,882</u>	<u>317,972</u>
EXPENDITURES				
Current Expenditures				
Instruction:				
Regular Instruction	26,617,344	26,638,843	24,261,107	2,377,736
Vocational Instruction	1,849,650	1,853,922	1,570,616	283,306
Other Instruction	5,083,611	4,976,266	4,590,795	385,471
Support Service:				
Pupil Services	3,502,378	3,545,948	3,073,761	472,187
Instructional Staff Services	5,023,527	4,916,856	4,351,228	565,628
Administration Services	5,384,134	5,384,134	5,219,376	164,758
Operation and Maintenance	5,498,358	5,508,353	5,291,108	217,245
Pupil Transportation	2,667,182	2,667,314	2,536,078	131,236
Other Support Services	3,078,680	3,078,680	2,892,666	186,014
Non-Program Services	2,257,047	2,257,047	2,180,042	77,005
Debt Service:				
Principal	20,746	32,685	33,316	(631)
Interest and Fiscal Charges	1,281	1,644	1,013	631
Capital Outlay	1,612,931	1,628,794	1,542,606	86,188
Total Expenditures	<u>62,596,869</u>	<u>62,490,486</u>	<u>57,543,712</u>	<u>4,946,774</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>6,141,033</u>	<u>6,596,424</u>	<u>11,861,170</u>	<u>5,264,746</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	(11,026,972)	(9,994,446)	(9,039,257)	955,189
Total Other Financing Sources (Uses)	<u>(11,026,972)</u>	<u>(9,994,446)</u>	<u>(9,039,257)</u>	<u>955,189</u>
Net Change in Fund Balance	(4,885,939)	(3,398,022)	2,821,913	6,219,935
Fund Balance - Beginning of Year	18,868,669	18,868,669	18,868,669	-
Fund Balance - Ending of Year	<u>\$ 13,982,730</u>	<u>\$ 15,470,647</u>	<u>\$ 21,690,582</u>	<u>\$ 6,219,935</u>

See accompanying notes to the required supplementary information.

**Oregon School District
Oregon, Wisconsin**

**Budgetary Comparison Schedule for the
Special Education Fund - Budget and Actual
For the Year Ended June 30, 2025**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interdistrict	\$ 10,294	\$ 10,294	\$ -	\$ (10,294)
Intermediate	-	-	11,032	11,032
State	3,404,947	3,214,918	3,294,517	79,599
Federal	1,028,600	1,028,600	1,106,883	78,283
Total Revenues	<u>4,443,841</u>	<u>4,253,812</u>	<u>4,412,432</u>	<u>158,620</u>
EXPENDITURES				
Current Expenditures				
Instruction:				
Special Education Instruction	9,076,913	9,067,690	8,467,832	599,858
Support Service:				
Pupil Services	2,317,320	2,341,489	2,252,518	88,971
Instructional Staff Services	619,419	623,921	619,008	4,913
Operation and Maintenance	2,000	2,000	204	1,796
Pupil Transportation	550,100	550,198	469,501	80,697
Other Support Services	45,000	51,000	42,777	8,223
Non-Program Services	140,002	132,002	119,891	12,111
Capital Outlay	-	6,454	6,454	-
Total Expenditures	<u>12,750,754</u>	<u>12,774,754</u>	<u>11,978,185</u>	<u>796,569</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,306,913)</u>	<u>(8,520,942)</u>	<u>(7,565,753)</u>	<u>955,189</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>8,306,913</u>	<u>8,520,942</u>	<u>7,565,753</u>	<u>(955,189)</u>
Total Other Financing Sources (Uses)	<u>8,306,913</u>	<u>8,520,942</u>	<u>7,565,753</u>	<u>(955,189)</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - Ending of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the required supplementary information.

**Oregon School District
Oregon, Wisconsin**

**Reconciliation of Differences between Budgetary Inflows and Outflows
and GAAP Revenues and Expenditures
For the Year Ended June 30, 2025**

	<u>General Fund</u>	<u>Special Education Fund</u>
A) Sources/Inflows of Resources:		
Actual amounts "total revenues" from the budgetary comparison schedules	\$ 69,404,882	\$ 4,412,432
Reclassification:		
Special education fund revenues are reclassified to the general fund, required for GAAP reporting	<u>4,412,432</u>	<u>(4,412,432)</u>
The general fund revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 73,817,314</u>	<u>\$ -</u>
	<u>General</u>	<u>Special</u>
	<u>Fund</u>	<u>Education</u>
B) Uses/Outflows of Resources:		
Actual amounts "total expenditures" from the budgetary comparison schedules	\$ 57,543,712	\$ 11,978,185
Reclassification:		
Special education fund expenditures are reclassified to the general fund, required for GAAP reporting	<u>11,978,185</u>	<u>(11,978,185)</u>
The general fund expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 69,521,897</u>	<u>\$ -</u>

See accompanying notes to the required supplementary information.

OREGON SCHOOL DISTRICT
DISTRICT NET OPEB LIABILITY (ASSET) SCHEDULES
For the Year Ended June 30, 2025

SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY (ASSET) AND RELATED RATIOS AS OF THE MEASUREMENT DATE

	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total OPEB Liability (Asset)									
Service costs	\$ 292,889	\$ 385,315	\$ 376,836	\$ 475,006	\$ 388,648	\$ 418,390	\$ 433,314	\$ 475,482	\$ 475,482
Interest	256,701	164,092	168,334	177,856	258,421	277,869	258,584	226,279	223,910
Difference between expected and actual experience	42,698	(618,738)	(129,301)	(242,452)	-	(296,255)	-	780,129	-
Changes in assumptions or other inputs	(23,644)	(409,923)	-	(152,318)	448,958	228,302	(87,212)	(1,076,194)	-
Benefit payments	(553,497)	(550,485)	(666,790)	(597,642)	(638,272)	(641,378)	(509,593)	(568,653)	(672,199)
Net change in total OPEB	15,147	(1,029,739)	(250,921)	(339,550)	457,755	(13,072)	95,093	(162,957)	27,193
Total OPEB Liability (Asset)-Beginning	6,345,819	7,375,558	7,626,479	7,966,029	7,508,274	7,521,346	7,426,253	7,589,210	7,562,017
Total OPEB Liability (Asset) -Ending (a)	\$ 6,360,966	\$ 6,345,819	\$ 7,375,558	\$ 7,626,479	\$ 7,966,029	\$ 7,508,274	\$ 7,521,346	\$ 7,426,253	\$ 7,589,210

Fiduciary Net Position

Contributions - employer	\$ 705,390	\$ 912,627	\$ 900,798	\$ 843,687	\$ 898,248	\$ 826,145	\$ 781,740	\$ 864,588	\$ 928,542
Net investment income	325,706	193,987	13,512	4,245	64,071	93,168	51,088	22,939	10,403
Benefit payments	(553,497)	(550,485)	(666,790)	(597,642)	(638,272)	(641,378)	(509,593)	(568,653)	(672,199)
Net change in fiduciary net position	477,599	556,129	247,520	250,290	324,047	277,935	323,235	318,874	266,746
Fiduciary Net Position-Beginning	5,961,295	5,405,166	5,157,646	4,907,356	4,583,309	4,305,374	3,982,139	3,663,265	3,396,519
Fiduciary Net Position-Ending (b)	\$ 6,438,894	\$ 5,961,295	\$ 5,405,166	\$ 5,157,646	\$ 4,907,356	\$ 4,583,309	\$ 4,305,374	\$ 3,982,139	\$ 3,663,265

Net OPEB Liability (Asset)

Net OPEB Liability (Asset) - ending (a) - (b)	\$ (77,928)	\$ 384,524	\$ 1,970,392	\$ 2,468,833	\$ 3,058,673	\$ 2,924,965	\$ 3,215,972	\$ 3,444,114	\$ 3,925,945
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Fiduciary net position as a percentage of the

Total OPEB Liability (Asset)	101.23%	93.94%	73.28%	67.63%	61.60%	61.04%	57.24%	53.62%	48.27%
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Covered Employee Payroll

\$ 37,328,957	\$ 37,328,957	\$ 31,425,480	\$ 31,425,480	\$ 25,351,488	\$ 25,351,488	\$ 21,033,997	\$ 21,033,997	\$ 21,033,997	\$ 8,569,444
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Net OPEB Liability (Asset) as a percentage of covered-employee payroll

-0.21%	1.03%	6.27%	7.86%	12.07%	11.54%	15.29%	16.37%	45.81%
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OREGON SCHOOL DISTRICT
DISTRICT NET OPEB LIABILITY SCHEDULES
For the Year Ended June 30, 2025

SCHEDULE OF DISTRICT CONTRIBUTIONS
Last 10 Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially Determined Contribution (ADC)	\$ -	\$ 705,390	\$ 912,905	\$ 912,905	\$ 951,174	\$ 951,174	\$ 804,891	\$ 804,891	\$ 1,173,198
Contributions in Relation to the ADC	-	705,390	912,627	900,798	843,687	898,248	826,145	781,740	864,588
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ 278	\$ 12,107	\$ 107,487	\$ 52,926	\$ (21,254)	\$ 23,151	\$ 308,610

\$ 37,328,957 \$ 37,328,957 \$ 37,328,957 \$ 31,425,480 \$ 31,425,480 \$ 25,351,488 \$ 25,351,488 \$ 21,033,997 \$ 21,033,997

Covered-Employee Payroll

Contributions as a Percentage of Covered-Employee Payroll

0.00% 1.89% 2.44% 2.87% 2.68% 3.54% 3.26% 3.72% 4.11%

**OREGON SCHOOL DISTRICT
DISTRICT SUPPLEMENTAL PENSION PLAN SCHEDULES
AS OF THE MEASUREMENT DATE
June 30, 2025**

SCHEDULE OF TOTAL PENSION LIABILITY AND RELATED RATIOS

Last 10 Years

Year ended June 30,	District's Total Supplemental Pension Liability	District's Covered Payroll	Total Pension Liability as a Percent of Covered Payroll
2016	\$ 661,236	\$ 12,969,725	5.10%
2017	659,890	16,509,711	4.00%
2018	706,471	16,509,711	4.28%
2019	837,294	20,434,844	4.10%
2020	1,030,057	20,434,844	5.04%
2021	1,079,606	24,188,096	4.46%
2022	1,122,499	24,188,096	4.64%
2023	1,214,740	29,653,944	4.10%

See accompanying notes to the required supplementary information.

OREGON SCHOOL DISTRICT
DISTRICT SUPPLEMENTAL PENSION PLAN SCHEDULES
AS OF THE MEASUREMENT DATE
June 30, 2025

SCHEDULE OF CHANGES IN TOTAL PENSION LIABILITY

Last 10 Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016
Changes for the Year	\$ 130,480	\$ 124,965	\$ 148,483	\$ 135,107	\$ 113,713	\$ 93,034	\$ 95,902	\$ 91,733	\$ 91,733
Service Costs	51,567	46,639	25,849	24,196	30,998	27,759	23,724	20,763	18,360
Interest									
Differences Between Expected and Actual Experiences	39,821	(43,766)	10,200	(38,619)	-	26,493	-	(50,590)	-
Changes of Assumptions or Other Inputs	(6,548)	2,403	(131,639)	(26,635)	65,052	9,037	(13,045)	(33,252)	-
Benefit Payments	(62,750)	(38,000)	(10,000)	(44,500)	(17,000)	(25,500)	(60,000)	(30,000)	(30,000)
Net Change in Total Pension Liability	152,570	92,241	42,893	49,549	192,763	130,823	46,581	(1,346)	80,093
Total Pension Liability - Beginning of Year	1,214,740	1,122,499	1,079,606	1,030,057	837,294	706,471	659,890	661,236	581,143
Total Pension Liability - Ending of Year	\$ 1,367,310	\$ 1,214,740	\$ 1,122,499	\$ 1,079,606	\$ 1,030,057	\$ 837,294	\$ 706,471	\$ 659,890	\$ 661,236

See accompanying notes to the required supplementary information.

**OREGON SCHOOL DISTRICT
WISCONSIN RETIREMENT SYSTEM SCHEDULES
June 30, 2025**

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
AS OF THE MEASUREMENT DATE
Last 10 Calendar Years***

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Collective net pension liability (asset) as a percentage of the District's covered- employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2024	0.19114483%	\$ 3,140,825	\$ 39,924,218	7.87%	98.79%
2023	0.19114259%	2,841,919	37,136,487	7.65%	98.85%
2022	0.18615911%	9,862,158	34,614,576	28.49%	95.72%
2021	(0.18227333%)	(14,691,565)	31,910,884	(46.04%)	106.02%
2020	(0.17906545%)	(11,179,304)	30,069,969	(37.18%)	105.26%
2019	(0.17767363%)	(5,729,008)	28,686,015	(19.97%)	102.96%
2018	0.17575954%	6,252,973	27,220,080	22.97%	96.45%
2017	(0.17247178%)	(5,120,891)	26,069,399	(19.64%)	102.93%
2016	0.16938508%	1,396,137	25,054,220	5.57%	99.12%
2015	0.16632642%	2,702,772	23,867,166	11.32%	98.20%

*The proportionate share of the net pension liability (asset) and other amounts presented above for each year were determined as of the calendar year-end that occurred 6 months prior to the financial reporting period.

**SCHEDULE OF DISTRICT'S CONTRIBUTIONS
FOR THE YEAR ENDED
Last 10 Fiscal Years****

Year ended June 30,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2025	\$ 2,875,802	\$ (2,875,802)	\$ -	\$ 41,237,807	6.97%
2024	2,662,235	(2,662,235)	-	38,670,658	6.88%
2023	2,421,274	(2,421,274)	-	35,085,230	6.90%
2022	2,245,250	(2,245,250)	-	33,889,771	6.63%
2021	2,127,743	(2,127,743)	-	31,208,007	6.82%
2020	1,967,088	(1,967,088)	-	29,468,025	6.68%
2019	1,873,247	(1,873,247)	-	27,962,877	6.70%
2018	1,801,020	(1,801,020)	-	26,391,517	6.82%
2017	1,733,044	(1,733,044)	-	25,853,937	6.70%
2016	1,624,681	(1,624,681)	-	24,266,614	6.70%

**The contribution and other amounts presented above for each fiscal year are based on information that occurred during that fiscal year.

See accompanying notes to the required supplementary information.

OREGON SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Year Ended June 30, 2025

1. Budgetary Information

The District's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. Budgetary expenditure control is exercised at the department level.

Budget amounts include appropriations authorized in the original budget, any Board approved amendments, appropriations of restricted resources received for funding specific expenditures and designated portions of the beginning balance of the General Fund's equity expected to finance expenditures of the current fiscal year. Unused appropriations lapse at year-end unless specifically carried over for financing subsequent year expenditures.

Excess of Actual Expenditures over Budget

The District's General Fund and Special Education Fund had no functions that had an excess of actual expenditures over budget of \$5,000 or more for the year ended June 30, 2025.

2. District Net OPEB Liability Schedules

Governmental Accounting Standards Board Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the preceding year.

Actuarial assumptions. Key methods and assumptions used to calculate actuarially determined contributions (ADC) were as follows:

Valuation Date	6/30/2023
Measurement Date	6/30/2024
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Amortization Method	1 year Level \$
Discount Rate	4.21%
Inflation	2.50%

Changes of benefit terms. There were no changes of benefit terms during the year.

Changes of assumptions. The discount rate is based on the S&P Municipal Bond 20 Year High Grade Index as of the measurement date and increased to 4.21% from 4.13% in the prior year.

3. District Supplemental Pension Plan Schedules

Governmental Accounting Standards Board Statement No. 73 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the preceding year.

Changes of benefit terms. There were no changes to benefit terms during the year.

OREGON SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Year Ended June 30, 2025

3. District Supplemental Pension Plan Schedules (Continued)

Changes of assumptions. The discount rate is based on the S&P Municipal Bond 20 Year High Grade Index as of the measurement date and increased to 4.21% from 4.13% in the prior year.

Assets. There are no assets accumulated in a trust that meet the criteria in Governmental Accounting Standards to pay related benefits.

4. Wisconsin Retirement System Schedules

Changes of benefit terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of assumptions. Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

OREGON SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Year Ended June 30, 2025

4. Wisconsin Retirement System Schedules (Continued)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2024	2023	2022	2021	2020
Valuation Date:	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed
Amortization Period:	Amortization Period	Amortization Period	Amortization Period	Amortization Period	Amortization Period
	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.4%	5.4%
Weighted based on assumed rate for:					
Pre-retirement:	6.8%	6.8%	7.0%	7.0%	7.0%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	3.0%	3.0%	3.0%	3.0%
Seniority/Merit:	0.1%-5.7%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.7%	1.7%	1.9%	1.9%	1.9%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015 - 2017.
Mortality:	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience, and other factors. Value is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

OREGON SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Year Ended June 30, 2025

4. Wisconsin Retirement System Schedules (Continued)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2019	2018	2017	2016	2015
Valuation Date:	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions					
Net Investment Rate of Return:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.2%	7.2%	7.2%	7.2%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.2%	3.2%	3.2%	3.2%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	2.1%	2.1%	2.1%	2.1%	2.1%
Retirement Age:	Experience -based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience, and other factors. Value is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

OTHER SUPPLEMENTARY INFORMATION

**Oregon School District
Oregon, Wisconsin**

**Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2025**

	Capital Projects	Community Service	Special Revenue	Food Service	Package Cooperative	Total Non-Major Governmental Funds
ASSETS						
Cash and Investments	\$ -	\$ 177,443	\$ 1,472,814	\$ 163,379	\$ 14,761	\$ 1,828,397
Restricted Cash and Investments	1,514,321	-	-	-	-	1,514,321
Receivables:						
Accounts	-	-	-	18,702	-	18,702
Inventories	-	-	-	32,509	-	32,509
Total Assets	<u>\$ 1,514,321</u>	<u>\$ 177,443</u>	<u>\$ 1,472,814</u>	<u>\$ 214,590</u>	<u>\$ 14,761</u>	<u>\$ 3,393,929</u>
LIABILITIES						
Accounts Payable	\$ -	\$ 13,501	\$ 32,202	\$ 9,131	\$ -	\$ 54,834
Accrued Wages Payable	-	20,511	321	264	-	21,096
Food Service Deposits	-	-	-	76,743	-	76,743
Other Liabilities	-	-	-	-	14,761	14,761
Total Liabilities	<u>-</u>	<u>\$ 34,012</u>	<u>\$ 32,523</u>	<u>\$ 86,138</u>	<u>\$ 14,761</u>	<u>\$ 167,434</u>
FUND BALANCES						
Nonspendable	-	-	-	32,509	-	32,509
Restricted	1,514,321	143,431	1,440,291	95,943	-	3,193,986
Total Fund Balances	<u>1,514,321</u>	<u>143,431</u>	<u>1,440,291</u>	<u>128,452</u>	<u>-</u>	<u>3,226,495</u>
Total Liabilities and Fund Balances	<u>\$ 1,514,321</u>	<u>\$ 177,443</u>	<u>\$ 1,472,814</u>	<u>\$ 214,590</u>	<u>\$ 14,761</u>	<u>\$ 3,393,929</u>

**Oregon School District
Oregon, Wisconsin**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2025**

	Capital Projects	Community Service	Special Revenue	Food Service	Package Cooperative	Total Non-Major Governmental Funds
REVENUES						
Local	\$ 71,099	\$ 1,090,130	\$ 841,342	\$ 1,447,980	\$ -	\$ 3,450,551
Interdistrict	-	-	-	-	88,757	88,757
State	-	-	-	20,763	-	20,763
Federal	-	-	-	695,759	-	695,759
Other	-	50,572	-	13,482	-	64,054
Total Revenues	71,099	1,140,702	841,342	2,177,984	88,757	4,319,884
EXPENDITURES						
Current Expenditures						
Instruction:						
Regular Instruction	-	-	45,894	-	-	45,894
Other Instruction	-	-	493,506	-	61,542	555,048
Total Instruction	-	-	539,400	-	61,542	600,942
Support Service:						
Pupil Services	-	-	41,931	-	-	41,931
Instructional Staff Services	-	-	10,678	-	-	10,678
Administration Services	-	128,498	224	-	-	128,722
Operation and Maintenance	-	31,290	33,397	109	-	64,796
Pupil Transportation	-	19,768	17,445	-	-	37,213
Other Support Services	-	2,891	2,347	3,579	-	8,817
Community Services	-	833,736	-	-	-	833,736
Food Service	-	-	-	2,308,260	-	2,308,260
Total Support Services	-	1,016,183	106,022	2,311,948	-	3,434,153
Non-Program Services	-	-	34,000	-	30,660	64,660
Total Current Expenditures	-	1,016,183	679,422	2,311,948	92,202	4,099,755
Capital Outlay	197,829	-	22,621	5,732	-	226,182
Total Expenditures	197,829	1,016,183	702,043	2,317,680	92,202	4,325,937
Excess (Deficiency) of Revenues Over Expenditures	(126,730)	124,519	139,299	(139,696)	(3,445)	(6,053)
OTHER FINANCING SOURCES (USES)						
Transfers In	3,066	-	-	115,810	3,445	122,321
Total Other Financing Sources (Uses)	3,066	-	-	115,810	3,445	122,321
Net Change in Fund Balances	(123,664)	124,519	139,299	(23,886)	-	116,268
Fund Balances - Beginning of Year	1,637,985	18,912	1,300,992	152,338	-	3,110,227
Fund Balances - Ending of Year	\$ 1,514,321	\$ 143,431	\$ 1,440,291	\$ 128,452	\$ -	\$ 3,226,495