

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT 8R, HERMISTON**

There will be a Regular Meeting of the
Board of Education of the Umatilla County School District 8R
at Hermiston School District Offices
Boardroom
305 S.W. 11th Street.
Hermiston, Oregon 97838
Monday, December 12, 2022, 6:30 PM

Briana Cortaberria
Executive Assistant to the
Superintendent and Board of Education

AGENDA

1. **CALL TO ORDER REGULAR MEETING (6:30 p.m.)** *Chair Holthus*
2. **INTRODUCTORY ITEMS (6:30 p.m.)** *Chair Holthus*
 1. Pledge of Allegiance
 2. Adoption of Agenda 3
 3. Approval of Minutes 4
3. **PRESENTATIONS AND RECOGNITIONS (6:35 p.m.)**
 1. Audit Report *Ms. Ramos* 16
4. **PUBLIC COMMENTS (6:50 p.m.)** *Chair Holthus* 19

Welcome. This is the time we reserve in our meeting for public comment.
According to Board Policy KL, any complaint regarding a specific employee of the Hermiston School District must be routed through the superintendent's office.
The Hermiston School District Board of Education accepts public comments virtually and in person. Members of the public wishing to address the board virtually submitted written statements or requests by 4:00 p.m. prior to this meeting.
Those wishing to address the board in person should stand and be recognized, then move forward to the microphone at the center table. Prior to making your comments, state your first and last name and school or topic. Please limit your comments to a maximum of three (3) minutes and address them to me.
Is there anyone here tonight who would like to address the board?
5. **COMMUNICATIONS AND ANNOUNCEMENTS (7:05 p.m.)**
 1. Oregon School Employees Association *Ms. Chapman*
 2. Hermiston Association of Teachers *Ms. Fisher*
 3. Student Board Representative *Mr. Purswell*
6. **REPORTS (7:20 p.m.)**
 1. Board of Education *Chair Holthus*

Board of Education Goals

 1. Academic Achievement. Demonstrate continuous improvement in all measured areas for each student.
 2. Stewardship. Maintain sound fiscal stewardship of community resources consistent with board policy.

* Timing of agenda is not meant to be time specific. Instead, the time identified is for pacing purposes only. The Board of Education may modify the agenda and the order in which items are taken for consideration.

** Consent agenda items are considered for action as an entire group. Details for these items are available for public inspection at the District Office.

*** Members of the public are invited to address the Board of Education during Public Comments.

3. Community. Engage our diverse community in creating opportunities to advance student achievement.	
2. Business Office <i>Ms. Saul</i>	
1. Financial Reports	20
3. Superintendent's Office <i>Dr. Mooney</i>	
1. Enrollment Report	23
7. CONSENT ITEMS** (7:40 p.m.)	
1. Human Resources Department	
1. Personnel Appointments	26
2. Personnel Resignations	27
3. Extra Responsibility & Extra Duty Contracts	28
2. Business Office	
1. Grant Fund Establishment	29
2. Budget Committee Membership	31
3. 2022-2023 Budget Calendar	32
4. 2021-2022 Audit Report	34
8. ACTION ITEMS (7:45 p.m.)	
1. Budget Committee Membership	216
9. CALENDAR AND FUTURE ITEMS (8:00 p.m.)	
1. Future Agenda Item Discussion <i>Chair Holthus</i>	
2. Calendar Review <i>Ms. Cortaberria</i>	217
10. EXECUTIVE SESSION (8:10 p.m.)	223
1. ORS 192.660(2)(d)	
2. ORS 192.660(2)(i)	
11. ADJOURN (9:00 p.m.)	

ORS 192.660(2)(i): To review and evaluate the employment-related performance of the chief executive officer of any public body, a public officer, employee or staff member who does not request an open hearing.

* Timing of agenda is not meant to be time specific. Instead, the time identified is for pacing purposes only. The Board of Education may modify the agenda and the order in which items are taken for consideration.

** Consent agenda items are considered for action as an entire group. Details for these items are available for public inspection at the District Office.

*** Members of the public are invited to address the Board of Education during Public Comments.

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

SUPERINTENDENT'S RECOMMENDATION

2.0 INTRODUCTORY ITEMS

2.2 TOPIC: Adoption of the Agenda

It is recommended.

RECOMMENDATION:

. that the Board of Education adopts the agenda as presented.

**SPECIAL MEETING – LISTENING & LEARNING SESSION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
October 17, 2022**

1 CALL TO ORDER

Chair Holthus called the meeting to order at 6:00 p.m.

Hermiston School Board members present: Ms. Ginny Holthus, Ms. Karen Sherman, Ms. Bonnie Luisi, Ms. Sally Hansell, Ms. Teri Vander Stelt, and Ms. Liliana Gomez

Also in attendance: Superintendent of Schools Dr. Tricia Mooney, Assistant Superintendent Jake Bacon

2 PUBLIC COMMENTS

The board heard public comments related to a procedure to replace and appoint new members, board culture, pandemic effects and impacts, the high school dress code, trauma and student services.

3 ADJOURN

Chair Holthus adjourned the special meeting at 7:44 p.m.

Date

Chairman

Superintendent/Clerk

Secretary

**SPECIAL MEETING
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
November 14, 2022**

1 CALL TO ORDER

Chair Holthus called the meeting to order at 5:46 p.m.

Hermiston School Board members present: Ms. Karen Sherman, Ms. Sally Hansell, Ms. Ginny Holthus, Ms. Bonnie Luisi, Mr. Dain Gardner, Ms. Teri Vander Stelt, and Ms. Liliana Gomez

Also in attendance were: Superintendent of Schools Dr. Tricia Mooney, Assistant Superintendent Jake Bacon, Director of Business Services Katie Saul, and Executive Assistant to the Superintendent and Board Briana Cortaberria

Chair Holthus stated the respective ORS under which the Board would meet in Executive Session:

- ORS 192.660(2)(h): To consult with counsel concerning the legal rights and duties of a public body with regard to current litigation or litigation likely to be filed

Chair Holthus recessed the special meeting at 5:46 p.m., moving the board into executive session

2 EXECUTIVE SESSION

The six board members were joined by Dr. Mooney, Assistant Superintendent Jake Bacon, and legal counsel Brett Mersereau via Zoom conference.

Ms. Luisi arrived at 5:49 p.m.

2.1 ORS 192.660(2)(h)

Chair Holthus closed the executive session at 6:14 p.m. and reconvened the special meeting at 6:14 p.m.

3 ADJOURN

A motion was made by Mr. Luisi and seconded by Ms. Gomez to adjourn the meeting. The motion passed 7-0.

Chair Holthus adjourned the special meeting at 6:15 p.m.

Date

Chairman

Superintendent/Clerk

Secretary

DRAFT

**REGULAR MEETING
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
November 14, 2022**

1 CALL TO ORDER

Chair Holthus called the meeting to order at 6:30 p.m.

Hermiston School Board members present: Ms. Karen Sherman, Ms. Ginny Holthus, Ms. Bonnie Luisi, Mr. Dain Gardner, Ms. Teri Vander Stelt, Ms. Sally Hansell, and Ms. Liliana Gomez

Also in attendance were: Superintendent of Schools Dr. Tricia Mooney, Director of Business Services Katie Saul, and Executive Assistant to the Superintendent and Board Briana Cortaberria

2 BUDGET HEARING

Chair Holthus opened the budget hearing.

Director of Business Services Katie Saul explained the need for the hearing and provided background on the supplemental budget.

Chair Holthus read the public comment guidelines. No comments were provided in advance, and no members of the public requested to address the board virtually or in person.

3 ADJOURN BUDGET HEARING

Hearing no public comments, Chair Holthus closed the budget hearing at 6:33 p.m.

4 CALL TO ORDER REGULAR MEETING

Chair Holthus called the Board's Regular Meeting to order at 6:34 p.m.

5 INTRODUCTORY ITEMS

5.1 Pledge of Allegiance

Member Gardner led everyone in the Pledge of Allegiance.

5.2 Adoption of Agenda

Dr. Mooney stated that an additional resignation was received after the meeting was posted.

A motion was made by Ms. Gomez and seconded by Ms. Luisi that the board of education adopts the agenda as presented. The motion passed 7-0.

5.3 Approval of Minutes

Regular Meeting, October 10, 2022 – A motion was made by Ms. Sherman and seconded by Mr. Gardner that the Board of Education approves the minutes of the regular meeting held on October 10, 2022.

The motion passed 7-0.

Special Meeting, October 24, 2022 – A motion was made by Mr. Luisi and seconded by Ms. Vander Stelt that the Board of Education approves the minutes of the special meeting held on October 24, 2022.

The motion passed 7-0.

6 PRESENTATIONS AND ANNOUNCEMENTS

6.1 Hermiston FFA Recognition

Hermiston FFA advisors Sandy McKay and Melissa Ney introduced and recognized HHS students who participated in the FFA National Convention. The board members presented the teams and individuals with certificates of excellence.

6.2 Rocky Heights Elementary School Presentation

Rocky Heights Elementary School Principal Stefani Wyant, along with members of the RHES Instructional Leadership Team, presented on Raccoons Creating Community, the building mission and focus on teaching students to read, how the staff is maintaining high expectations and rigor, the raccoon committee, aligned instruction and the Professional Learning Communities process, and feedback for reflection.

7 COMMUNICATIONS AND ANNOUNCEMENTS

7.1 Oregon School Employees Association

OSEA President Joanne Chapman was not in attendance to present on behalf of OSEA.

7.2 Hermiston Association of Teachers

HAT President Tammy Fisher reported to the board on behalf of HAT, commenting on American Education Week, parent-teacher conferences, union-community involvement, union member professional development, and staff retention.

7.3 Student Board Representative

Mr. Nick Purswell provided a Hermiston High School student leadership update, commenting on student athletics, No Shave November, the student body canned food drive, and a December blood drive.

8 REPORTS

8.1 Board of Education

The Board members shared of events and activities in which they participated or attended since the last Board meeting, highlighting board committee meetings, the Think Big Space ribbon cutting, the West Park Dad's Cake Bake, Loma Vista Harvest Night and cornhole tournament, Juntos' Dia De Los Muertos event, and parent conference events. The board members reported on the recent Oregon School Boards Association annual convention and sessions they attended.

8.2 Business Office

8.2.1 Financial Reports

Director of Business Services Saul reviewed the revenue, expenditure, and ending fund balance financial forecast reports for September 2022, all of which are green and yield an 11.75% ending fund balance.

8.3 Superintendent's Office

8.3.1 Enrollment Report

Dr. Mooney commented on the enrollment report as of October 31, 2022, stating that she is researching the dip in enrollment with assistance from Synergy. Next month, Dr. Mooney will report on student attendance.

Dr. Mooney also stated that the district may host an "east side" championship game the weekend of Thanksgiving Break and shared that superintendent evaluation documents were provided in board binders.

9 STUDY ITEMS

9.1 Special Programs Department Update

Special Programs Director Neely McKay provided a department update to the board, explaining the difference between special education and Section 504 referrals, outlining district supports and touching on eligibility.

10 PUBLIC COMMENTS

No comments were provided in advance, and no members of the public requested to address the board virtually.

In-person comments were received on bond project-related contractor payment.

11 CONSENT ITEMS

A motion was made by Ms. Luisi, seconded by Ms. Sherman, and passed 7-0 that the Board of Education approves consent items 11.1.1. thru 11.3.1.

11.1 Human Resources Department

11.1.1 Personnel Appointments

Approve the appointment of the following employees:

Steve Anderson	Language Arts Teacher	Hermiston High School
Kent Barnes	Science Teacher	Sandstone Middle School
Rosanna Dias	Attendance Secretary	West Park Elementary
Kelsey Farley	Grade 1 Teacher	Desert View Elementary
Loretta Fitterer	English Language Newcomers Teacher	Armand Larive Middle
Samantha French	Teacher on Special Assignment Dean of Students	Highland Hills Elementary

Jonathan Ramirez	Human Development/Health Teacher	Hermiston High School
Edgar Reyes Anaya	Custodian	Maintenance Department
Mary Robinson	Special Education Teacher	Hermiston High School
Javier Velasco Saucedo	Grounds	Maintenance Department
Courtney Sherer	Special Education Assistant	West Park Elementary

11.1.2 Personnel Resignations

Approve the resignation of the following employees:

Steve Anderson	Language Arts Teacher	Hermiston High School
Kent Barnes	Science Teacher	Sandstone Middle School
Kari Crowther	Special Education Assistant	Loma Vista Elementary
Loretta Fitterer	English Language Newcomers Teacher	Armand Larive Middle
Daisy Garcia	English Language Learner Assistant	Hermiston High School
Mary Robinson	Special Education Teacher	Hermiston High School
Victoria Scott	Grade 1 Teacher	Desert View Elementary
Katie Teegarden	Speech Language Pathology Assistant	District Office
Kira Tomlinson	District Nurse	District Office

11.1.3 Extra Responsibility Contracts

Approve the following extra responsibility and extra duty contracts:

Daniel Allen	MS Drama	Sandstone Middle
Ryne Andreason	Baseball Coach	Sandstone Middle
Dylan Caldwell	Baseball Coach	Armand Larive Middle
Andrea Cerrillo	Girls Basketball Coach	Sandstone Middle
Andrea Cerrillo	Softball Coach	Armand Larive Middle
Steven Davis	Boys Basketball Coach	Sandstone Middle
Pamela Dowdy	Boys Basketball Coach	Sandstone Middle
Kristin Duntun	Softball Coach	Sandstone Middle
Kimberly Gonzalez	Hispanic Family Engagement	Hermiston High School+
Bonnie Hamann	English Language Arts Committee	Highland Hills Elementary
Janeth Macias	Hispanic Family Engagement	Hermiston High School+
Kathleen Mayberry	Academic and Athletic Advisor-Winter	Hermiston High School*
Kathleen Mayberry	Academic and Athletic Advisor-Spring	Hermiston High School*
Omar Medina	Hispanic Family Engagement	Hermiston High School+
Ashley Metcalf	Softball Coach	Armand Larive Middle
Rochelle Meyers	Assistant Girls Wrestling Coach	Hermiston High School
Jason Sivey	Boys Basketball Coach	Armand Larive Middle
Kirby Warner	Baseball Coach	Armand Larive Middle
Courtnee West	Enrichment Coach	West Park Elementary**
Tranden Whitsett	Baseball Coach	Sandstone Middle
Tranden Whitsett	Boys Basketball Coach	Sandstone Middle
Morgan Wilson	Enrichment Coach	Desert View Elementary**

- *Building Budget Funded
- **Student Investment Account Funded
- +High School Success Act Funded

11.2 Business Office

11.2.1 Supplemental Budget

Adopts the supplemental budget as presented per Resolution #22-23-03

11.2.2 Budget Appropriation

Approves Resolution 22-23-04

11.2.3 Grant Fund Establishment

Approves Resolution 22-23-05, as attached [to the board packet], authorizing the administration to establish Grant Fund 258.

11.3 Superintendent's Office

11.3.1 Policy Review – Second Reading

Adopt the list of policies under review, as included:

BBBA	Board Member Qualifications
CB	Superintendent
CBC	Superintendent's Contract
CPA	Layoff/Recall – Administrative Personnel
DBEA	Budget Committee
EFA	Local Wellness Program
EH	Electronic Data Management
GCAA	Standards for Competent and Ethical Performance of Oregon Educators
GCBDB/GDBDB	Early Return to Work
GDA	Instructional Assistants
IGAC	Religion and Schools
IGAI	Human Sexuality, AIDS/HIV, Sexually Transmitted Diseases, Health Education**
IGBAF	Special Education – Individualized Education Program (IEP)
IGBB	Talented and Gifted (TAG) Program and Services
IGBBA	Identification - Talented and Gifted**
IGBBC	Talented and Gifted – Programs and Services**
IGBHE	Expanded Options Program**
IGDJ	Interscholastic Activities**
IK	Academic Achievement
IKF	Graduation Requirements**
IMB	District Improvement Program
JEA	Compulsory Attendance**
JGAB	Use of Restraint or Seclusion**
JHC	Student Health Services and Requirements
KBA	Public Records Request**
KL	Public Complaints

12 ACTION ITEMS

12.1 OSBA Legislative Priorities and Principles

Dr. Mooney shared the Oregon School Boards Association's resolution and read it aloud. It was moved by Ms. Sherman to approve the Oregon School Boards Association Resolution to adopt the OSBA Legislative Priorities and Principles as recommended by the Legislative Policy Committee, which was seconded by Ms. Luisi. The motion passed 7-0.

13 CALENDAR/FUTURE ITEMS

13.1 Future Agenda Item Discussion

Mr. Gardner suggested two public comments per meeting, adding an option at the beginning of the meeting.

13.2 Calendar Review

Upcoming calendars were reviewed.

Chair Holthus stated the respective ORS under which the Board would meet in Executive Session:

- ORS 192.660(2)(e): To conduct deliberations with persons designated by the governing body to negotiate real property transactions

Chair Holthus recessed the regular meeting at 8:54 p.m.

14 EXECUTIVE SESSION

Chair Holthus moved the board into executive session at 9:00 p.m. The seven board members were joined by Dr. Mooney, Ms. Saul, and Ms. Cortaberra.

14.1 ORS 192.660(2)(e)

Dr. Mooney shared a Loma Vista site plan and a broker price opinion for potential housing on the south side of the property, as submitted by Hacienda CDC.

The information is provided to the board because:

- The board will need to decide whether to sell the lot to Hacienda CDC
- The board may be asked to reconsider the sale price, in exchange for priority housing consideration for district staff.

By general agreement, the board members directed Dr. Mooney to continue discussions regarding the property.

Chair Holthus closed the executive session at 9:36 p.m. and reconvened the special meeting at 9:36 p.m.

15 ADJOURN

A motion was made by Ms. Sherman and seconded by Mr. Gardner to adjourn the meeting. The motion passed 7-0.

Chair Holthus adjourned the regular meeting at 9:37 p.m.

Date

Chairman

Superintendent/Clerk

Secretary

DRAFT

**SPECIAL MEETING
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
November 28, 2022**

1 CALL TO ORDER

Chair Holthus called the meeting to order at 6:30 p.m.

Hermiston School Board members present: Ms. Sally Hansell, Ms. Ginny Holthus, Ms. Bonnie Luisi, Mr. Dain Gardner, Ms. Teri Vander Stelt, and Ms. Liliana Gomez

Also in attendance were: Superintendent of Schools Dr. Tricia Mooney, Assistant Superintendent Jake Bacon, and Executive Assistant to the Superintendent and Board Briana Cortaberria

Absent member(s): Ms. Karen Sherman

2 INTRODUCTORY ITEMS

2.1 Pledge of Allegiance

Chair Holthus led everyone in the Pledge of Allegiance.

2.2 Adoption of Agenda

It was moved by Ms. Luisi and seconded by Ms. Gomez to adopt the agenda as presented.

The motion passed 6-0.

3 PRESENTATIONS AND RECOGNITIONS

3.1 Highland Hills Elementary School Update

Dr. Mooney introduced Highland Hills Elementary School Principal Becky Bacon, who in turn introduced members of her staff. Ms. Bacon presented the HHES mission and explained a four-year goal and implementation breakdown. Her staff then led a PLC activity for the board members.

3.2 Bond Projects Update

Wenaha Group Senior Project Manager Scott Rogers provided a bond projects update, commenting on construction for the elementary school projects and Hermiston High School addition along with design work and schedule of the district-wide upgrades. Rogers also referenced project budgets.

4 REPORTS

4.1 Board of Education

The Board members shared events and activities in which they participated or attended since the last Board meeting, commenting on admin updates and emergency personnel site visits.

4.2 Superintendent's Office

Dr. Mooney reminded the board that there is no work session in December, and the next Listening & Learning Session will be in January. She proceeded by explaining inclement weather processes and notifications.

5 STUDY ITEMS

5.1 New Teacher Support

Secondary Education Director Mr. Scott Depew and Assistant Superintendent Jake Bacon presented programs and professional development in place to support the district’s new teachers. They highlighted mentoring and supporting new teachers including mentorship and collaboration, instructional program structure and support, and retention efforts.

Ms. Hansell departed the meeting at 8:09 p.m.

6 PUBLIC COMMENTS

No comments were provided in advance or in person, and no members of the public requested to address the board virtually.

7 CALENDAR/FUTURE ITEMS

7.1 Future Agenda Item Discussion

Chair Holthus commented on public comment processes. The board officers will review the timing of public comment within the meeting agenda and the timing of comment submissions prior to the meeting.

Upcoming agenda items include budget committee vacancies.

7.2 Calendar Review

Upcoming calendars were reviewed.

8 ADJOURN

It was moved by Ms. Vander Stelt and seconded by Mr. Gardner to adjourn the meeting. The motion passed 5-0.

Chair Holthus adjourned the special meeting at 8:15 p.m.

Date

Chairman

Superintendent/Clerk

Secretary

Barnett & Moro, P.C.

Certified Public Accountants

DENNIS L. BARNETT, C.P.A.
KRISTIE L. SHASTEEN, C.P.A.
CAMERON W. ANDERSON, C.P.A.
RICHARD L. STODDARD, C.P.A.
PAUL A. BARNETT, C.P.A.

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BETSY J. BENNETT, C.P.A.
REBECCA K. RAMOS BAUTISTA, C.P.A.
MITCHELL L. BOYLAN, C.P.A.
DAVID J. BARNETT, C.P.A.
SHERON VARIKATT, C.P.A.
CRYSTAL R. CHASE, C.P.A.

December 6, 2022

To the Superintendent and
Board of Education
Umatilla County School District No. 8R
305 SW 11th Street
Hermiston, OR 97838

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County School District No. 8R for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 31, 2022. Professional standards require that we provide you with the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for selection and use of appropriate accounting policies. The significant accounting policies used by Umatilla County School District No. 8R are described in Note I to the financial statements. As described in Note IV, I to the financial statements, the Umatilla County School District No. 8R changed accounting policies related to leases by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 87, Leases, in the fiscal year ending June 30, 2022. Accordingly, the cumulative effect of the accounting change as of the beginning of the year is reported in the Statement of Activities. We noted no transactions entered into by the Umatilla County School District No. 8R during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was management's estimate of the useful lives of depreciable assets. Management's estimate was based on past experience. We evaluated the key factors and assumptions used to develop these estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each of the opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 6, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Umatilla County School District No. 8R's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Umatilla County School District No. 8R's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquires of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information which accompanies the financial statements but is not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with

accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory section and statistical section, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the Board of Education and management of Umatilla County School District No. 8R and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,
Barnett & Moro, P.C.



Richard L. Stoddard, Shareholder

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

PUBLIC COMMENT GUIDELINES

Welcome. This is the time we reserve in our meeting for public comment.

According to Board Policy KL, any complaint regarding a specific employee of the Hermiston School District must be routed through the superintendent's office.

The Hermiston School District Board of Education accepts public comments virtually and in person. Members of the public wishing to address the board virtually submitted written statements or requests by 4:00 p.m. prior to this meeting.

Those wishing to address the board in person should stand and be recognized, then move forward to the microphone at the center table. Prior to making your comments, state your first and last name and school or topic. Please limit your comments to a maximum of three (3) minutes and address them to me.

Is there anyone here tonight who would like to address the board?

GENERAL FUND REVENUE DATA ENTRY REPORT

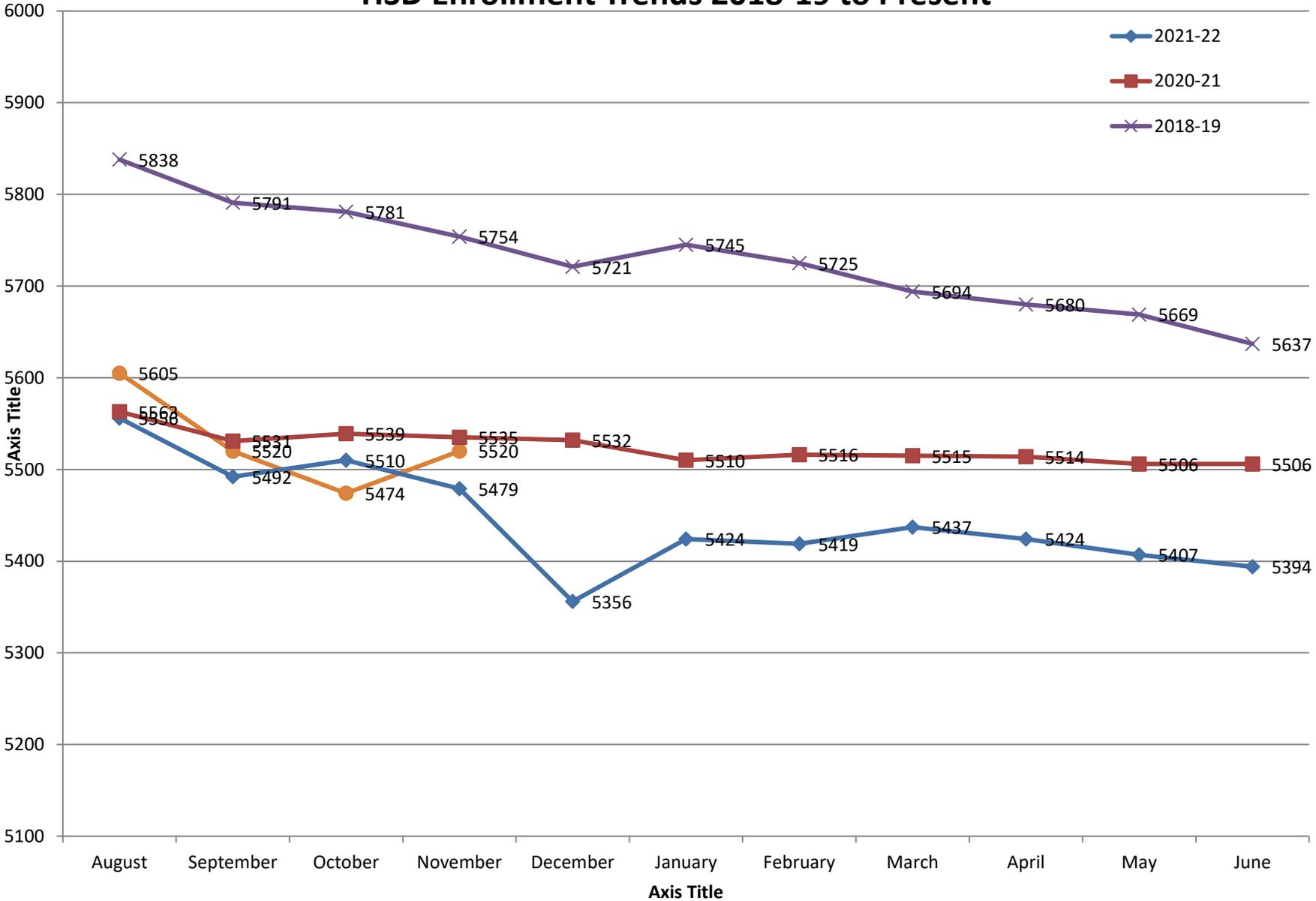
MONTH	TAXES	INTST/FEES	INTER	STATE SSF	STATE OTH	FEDERAL	OTHER	TOTAL PROJ.	TOTAL ACT.	VARIANCE	
JUL PRO	\$ -	\$ 40,963	\$ -	\$ 8,695,982	\$ -	\$ -	\$ -	\$ 8,736,945		\$ 1,788	0.02%
JUL ACT	\$ -	\$ 42,751	\$ -	\$ 8,695,982	\$ -	\$ -	\$ -	\$ -	\$ 8,738,733	\$ 1,788	YTD
AUG PRO	\$ 52,711	\$ 81,691	\$ 298,902	\$ 4,346,947	\$ 22,393	\$ -	\$ -	\$ 4,802,644		\$ (102,068)	-2.13%
AUG ACT	\$ -	\$ 65,318	\$ 289,876	\$ 4,345,382	\$ -	\$ -	\$ -	\$ -	\$ 4,700,576	\$ (100,281)	YTD
SEP PRO	\$ 31,787	\$ 62,226	\$ 97,134	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 4,538,094		\$ 132,932	2.93%
SEP ACT	\$ 37,876	\$ 185,953	\$ 101,815	\$ 4,345,382	\$ -	\$ -	\$ -	\$ -	\$ 4,671,026	\$ 32,651	YTD
OCT PRO	\$ 101,676	\$ 55,833	\$ 97,134	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 4,601,590		\$ (46,074)	-1.00%
OCT ACT	\$ 10,324	\$ 103,185	\$ 96,625	\$ 4,345,382	\$ -	\$ -	\$ -	\$ -	\$ 4,555,516	\$ (13,423)	YTD
NOV PRO	\$ 9,059,480	\$ 53,706	\$ 104,634	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 13,564,767			0.00%
NOV ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
DEC PRO	\$ 432,950	\$ 49,615	\$ 1,569,503	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 6,399,015			0.00%
DEC ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
JAN PRO	\$ 121,289	\$ 53,121	\$ 283,984	\$ 4,346,947	\$ 350,339	\$ 12,000	\$ -	\$ 5,167,680			0.00%
JAN ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
FEB PRO	\$ 219,003	\$ 58,049	\$ 104,634	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 4,728,633			0.00%
FEB ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
MAR PRO	\$ 91,014	\$ 42,029	\$ 97,134	\$ 4,346,947	\$ -	\$ -	\$ -	\$ 4,577,124			0.00%
MAR ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
APR PRO	\$ 48,493	\$ 48,744	\$ 97,134	\$ 4,296,947	\$ -	\$ -	\$ -	\$ 4,491,318			0.00%
APR ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
MAY PRO	\$ 189,009	\$ 51,802	\$ 171,755	\$ 4,296,947	\$ 50,000	\$ -	\$ -	\$ 4,759,513			0.00%
MAY ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
JUN PRO	\$ 176,243	\$ 72,221	\$ -	\$ -	\$ 350,339	\$ -	\$ -	\$ 598,803			0.00%
JUN ACT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		YTD
Projected	\$ 10,523,655	\$ 670,000	\$ 2,921,947	\$ 52,065,456	\$ 773,071	\$ 12,000	\$ -	\$ 66,966,130			
Budget Book	\$ 10,523,655	\$ 670,000	\$ 2,843,690	\$ 52,061,121	\$ 640,802	\$ 12,000	\$ 1,505,000	\$ 68,256,268			
Variance	\$ -	\$ -	\$ 78,257	\$ 4,335	\$ 132,269	\$ -	\$ (1,505,000)	\$ (1,290,138)			
TOT ACT	\$ 48,199	\$ 397,206	\$ 488,317	\$ 21,732,128	\$ -	\$ -	\$ -	\$ 22,665,851	FORECAST ACT	\$	66,952,706
% collected	0.46%	59.28%	16.71%	41.74%	0.00%	0.00%	#DIV/0!	33.85%			
NOTE:	April & May SSF payments reduced \$50,000 each to account for estimated Spring Correction for 2021-22 reconciliation.										
LEGEND	Above or within 2.00% of projection					Between 2.01% & 5.00% below			Below 5.01% of projection		

GENERAL FUND EXPENDITURE DATA ENTRY REPORT							
MONTH	PROJ. P/R	ACTUAL P/R	PROJ. A/P	ACTUAL A/P	TOTAL	VARIANCE	
JULY PROJECTED	923,245		\$ 1,227,391		\$ 2,150,636 MONTHLY	\$ (59,547)	-2.77%
JULY ACTUAL		\$ 915,736		\$ 1,175,353	\$ 2,091,089 YTD	\$ (59,547)	-2.77%
AUGUST PROJECTED	1,208,989		\$ 906,126		\$ 2,115,115 MONTHLY	\$ 118,848	5.62%
AUGUST ACTUAL		\$ 1,038,340		\$ 1,195,623	\$ 2,233,963 YTD	\$ 59,301	1.39%
SEPTEMBER PROJECTED	4,837,941		\$ 886,086		\$ 5,724,027 MONTHLY	\$ (569,283)	-9.95%
SEPTEMBER ACTUAL		\$ 4,560,424		\$ 594,320	\$ 5,154,744 YTD	\$ (509,982)	-5.11%
OCTOBER PROJECTED	4,983,921		\$ 849,364		\$ 5,833,285 MONTHLY	\$ (351,336)	-6.02%
OCTOBER ACTUAL		\$ 4,757,853		\$ 724,095	\$ 5,481,949 YTD	\$ (861,318)	-5.44%
NOVEMBER PROJECTED	5,067,051		\$ 772,071		\$ 5,839,122 MONTHLY	\$ (5,839,122)	-100.00%
NOVEMBER ACTUAL		\$ -		\$ -	\$ - YTD	\$ (6,700,440)	-30.93%
DECEMBER PROJECTED	4,933,879		\$ 848,822		\$ 5,782,701 MONTHLY	\$ (5,782,701)	-100.00%
DECEMBER ACTUAL		\$ -		\$ -	\$ - YTD	\$ (12,483,141)	-45.48%
JANUARY PROJECTED	4,878,402		\$ 878,009		\$ 5,756,411 MONTHLY	\$ (5,756,411)	-100.00%
JANUARY ACTUAL		\$ -		\$ -	\$ - YTD	\$ (18,239,552)	-54.94%
FEBRUARY PROJECTED	5,088,343		\$ 870,369		\$ 5,958,712 MONTHLY	\$ (5,958,712)	-100.00%
FEBRUARY ACTUAL		\$ -		\$ -	\$ - YTD	\$ (24,198,264)	-61.79%
MARCH PROJECTED	5,006,875		\$ 972,785		\$ 5,979,660 MONTHLY	\$ (5,979,660)	-100.00%
MARCH ACTUAL		\$ -		\$ -	\$ - YTD	\$ (30,177,924)	-66.85%
APRIL PROJECTED	4,974,601		\$ 879,998		\$ 5,854,599 MONTHLY	\$ (5,854,599)	-100.00%
APRIL ACTUAL		\$ -		\$ -	\$ - YTD	\$ (36,032,523)	-70.66%
MAY PROJECTED	8,410,882		\$ 1,662,050		\$ 10,072,932 MONTHLY	\$ (10,072,932)	-100.00%
MAY ACTUAL	-	\$ -		\$ -	\$ - YTD	\$ (46,105,455)	-75.50%
JUNE PROJECTED	8,948,001		\$ 2,078,686		\$ 11,026,687 MONTHLY	\$ (11,026,687)	-100.00%
JUNE ACTUAL		\$ -		\$ -	\$ - YTD	\$ (57,132,142)	-79.25%
PROJECTED	\$ 59,262,130		\$ 12,831,757		\$ 72,093,887		
BUDGET BOOK	\$ 60,636,380		\$ 12,961,371		\$ 73,597,751		
VARIANCE	\$ 1,374,250		\$ 129,614		\$ 1,503,864	(proj. difference in budgeted expenditures)	
TOTAL ACTUAL		\$ 11,272,354		\$ 3,689,391	\$ 14,961,745	FORECAST ACT	\$ 71,232,569
% spent to date		19.02%		28.75%	20.75%		
Note:							
LEGEND MONTHLY	Below or within 2.00%	Between 2.01% & 5.00% above			Above 5.01% of projection		
LEGEND YTD	Below or within 2.00%	Between 2.01% & 5.00% above			Above 5.01% of projection		

GENERAL FUND MONTHLY ENDING FUND BALANCE REPORT

DATE	Revenue	Expenditure	Ending Fund Balance	Variance		EFB Monthly Projection for Year End
1-Jul-22 PROJECTED			\$ 14,000,000			
ACTUAL			\$ 14,100,000			
31-Jul-22 PROJECTED	\$ 8,736,945	\$ 2,150,636	\$ 20,586,309			
ACTUAL	\$ 8,738,733	\$ 2,091,089	\$ 20,747,644	\$ 161,335	0.78%	11.16%
31-Aug-22 PROJECTED	\$ 4,802,644	\$ 2,115,115	\$ 23,273,838			
ACTUAL	\$ 4,700,576	\$ 2,233,963	\$ 23,214,257	\$ (59,582)	-0.26%	10.90%
30-Sep-22 PROJECTED	\$ 4,538,094	\$ 5,724,027	\$ 22,087,906			
ACTUAL	\$ 4,671,026	\$ 5,154,744	\$ 22,730,538	\$ 642,633	2.91%	11.75%
31-Oct-22 PROJECTED	\$ 4,601,590	\$ 5,833,285	\$ 20,856,211			
ACTUAL	\$ 4,555,516	\$ 5,481,949	\$ 21,804,105	\$ 947,894	4.54%	12.13%
30-Nov-22 PROJECTED	\$ 13,564,767	\$ 5,839,122	\$ 28,581,856			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
31-Dec-22 PROJECTED	\$ 6,399,015	\$ 5,782,701	\$ 29,198,171			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
31-Jan-23 PROJECTED	\$ 5,167,680	\$ 5,756,411	\$ 28,609,440			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
28-Feb-23 PROJECTED	\$ 4,728,633	\$ 5,958,712	\$ 27,379,362			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
31-Mar-23 PROJECTED	\$ 4,577,124	\$ 5,979,660	\$ 25,976,826			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
30-Apr-23 PROJECTED	\$ 4,491,318	\$ 5,854,599	\$ 24,613,545			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
31-May-23 PROJECTED	\$ 4,759,513	\$ 10,072,932	\$ 19,300,127			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
30-Jun-23 PROJECTED	\$ 598,803	\$ 11,026,687	\$ 8,872,243			
ACTUAL	\$ -	\$ -	\$ 21,804,105		0.00%	
INITIAL FORECASTED EFB	\$ 66,966,130	\$ 72,093,887	\$ 8,872,243			10.96%
ACTUALS TO DATE	\$ 22,665,851	\$ 14,961,745				
ANTICIPATED ACTUALS*	\$66,952,706	\$71,232,569	\$ 9,820,137			12.13%
Monthly Comp.	Above or within 2.00% of projection	Between 2.01% & 5.00% below projection	Below 5.01% of projection			
	*Calculated using actuals through the current month and projected revenue and expenditures for future months					
NOTE:	Estimated; amount may change, depending on 2021-2022 fiscal year end adjustments					
ENDING FUND BALANCE LEGEND	8.00% to 9.00% and above	Between 7.99% to 7.50%	7.49% and below			22

HSD Enrollment Trends 2018-19 to Present



11/30/22

HERMISTON SCHOOL DISTRICT 8R - ELEMENTARY ENROLLMENT BY TEACHER

Desert View	395	Highland Hills	329	Loma Vista	378	Rocky Heights	454	Sunset	439	West Park	442	
Kinder				Carlson, K (Life S)	1	Hinton, Kelsey(Able)	0			Diaz, Savannah (SC)	2	Total
Ramirez, Nichole	19	Adams, Emily	18	Perkins, S (Life S)	1	Godby, Katia	23	Demarest, Emilie	19	Gorham, Mary	18	347
Smith, Debra	20	Schwirse, Dezi	17	Alvarez, Maritsa	14	Jones, Wendy	23	Escobedo, Lupe	19	Kellison, Amber	16	
Spears, Elsy	19	Koenig, Marian	17	Gormley, Caitrin	14	Victorio, Daisy	22	Trotter, Natalie	19	Nokes, Summer	15	
				Padberg, Janna	15					Radillo, Elizabeth	16	
Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Avg.
Total	58		52		45		68		57		67	17.4
1st grade				Carlson, K (Life S)	1	Hinton, Kelsey(Able)	1			Diaz, Savannah (SC)	7	Total
Bennett, Jeannine	24	Liebe, Martha	16	Perkins, S (Life S)	2	Badillo-Juarez, Ana	26	Hantke, Sonia	18	Schaefer, Stacy	19	384
Scott, Victoria	24	Watson, Bailey	15	Milligan, Amber	16	Dunkel, Michelle	24	Meyers, Hayden	17	Wattenburger, Marci	22	
Lillie, Shelly	25	Verwold, Taylor	15	Powell, Annette	16	Zilar, MaLin	25	Mosher, Aimee	17	Zuniga, Mariana	20	
				Spencer, Cheryl	17			Torres, Martha	17			
Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Avg.
Total	73		46		52		76		69		68	19.2
2nd grade				Carlson, K (Life S)	2	Hinton, Kelsey (Able)	1			Diaz, Savannah (SC)	2	Total
Lowery, Jennifer	18	Cooley, Samantha	17	Perkins, S (Life S)	2	James, Megan	21	Colbray, Delta	17	Morris, Melissa (SC)	1	384
Rettowski, Tiffany	17	Johnson, Osieauna	16	Davis, Makenzie	19	Phillips, Bobbi	19	Corona, Jenisis	17	Johnston, Dawn	18	
Wells, Sarah	18	Wilson, Madison	16	Meade, Alesia	20	Putnam, Brittanee	22	Smith, Monica	16	Neddo, Tess	16	
McCann, Jessica	18			Newton, Jammie	20			Zumaya, Gabriela	17	Searles, Eileen	16	
										Springstead, Amy	18	
Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Avg.
Total	71		49		63		63		67		71	17.5
3rd grade				Carlson, K (Life S)	1	Hinton, Kelsey (Able)	1			Morris, Melissa (SC)	1	Total
Artz, Cristal	16	Cox, Jen	20	Perkins, S (Life S)	1	Basso, Caroline	24	Drobish, Christina	19			428
Dynes, Kelly	19	Juul, Mackenzie	19	Mulkey, Kaitlin	25	Griffin, Kristina	22	Linderman, Jaime	20	Degan, Amanda	24	
Frazier, Kara	16	Ranger, Kelsey	19	Walchli, Courtney	24	Rodriguez, Adriane	21	Maddox, Noelle	19	Morgan, Michelle	24	
				White, Linda	23	Cotterell, Emily	21	Weber, Tricia	19	Purswell, Kim	24	
								Arenas, Patti (NC)	6			
Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Avg.
Total	51		58		74		89		83		73	22.5
4th grade				Carlson, K (Life S)	2	Eckblad (Team)	3			Morris, Melissa (SC)	3	Total
Nicodemus, Connie	24	Cooke, Angie	20	Perkins, S (Life S)	2	Hinton, Kelsey (Able)	1	Richardson, Kelby	24			458
Wellsandt, Darci	21	Plum, Deanna	21	Gilstrap, Lily	25	Thompson, Hannah	18	Rouska, Aaron	24	Denton, Heather	21	
Winn, Courtney	25	Sieble, Carolina	21	Hamilton, Natalie	27	Lindeman, Alissa	19	Srofe, Bailey	24	Dopps, Kathy	21	
				Stuart, Eleanor	25	Contreras, Sarah	18			Hardin, Deniel	21	
						Roldan, Jazmin	19	Arenas, Patti (NC)	7	Peterson, Allison	21	
Hermiston Online!	1	Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!		Avg.
Total	71		62		81		78		79		87	24.1
5th grade				Carlson, K (Life S)	2	Eckblad (Team)	3			Morris, Melissa (SC)	4	Total
Kramer, Hailey	24	Cook, Justine	21	Perkins, S (Life S)	1	Best, Sara	26	Brown, Jessica	24			436
Lomas, Sara	25	Greenough, Kelly	20	Culligan, Tracy	20	Linn, Josh	26	Finn, Jessica	26	Childs, Michelle	23	
McCormack, Janey	22	Hamann, Bonnie	21	Rodriguez, Amanda	20	Madrigal, Jimmy	25	Johnson, Natasha	27	Nyzc, David	24	
				Roberts, Cailyn	20					Smith, Brittany	25	
								Arenas, Patti (NC)	7			
Hermiston Online!		Hermiston Online!		Hermiston Online!		Hermiston Online!	0	Hermiston Online!		Hermiston Online!		Avg.
Total	71		62		63		80		84		76	24.2

11/30/2022

CUMULATIVE SCHOOL ENROLLMENT -- HERMISTON SCHOOL DISTRICT 8R

	Part Time	Kg	1st grade	2nd grade	3rd grade	4th grade	5th grade	6th grade	7th grade	8th grade	9th grade	10th grade	11th grade	12th grade	Total
DESERT VIEW		58	73	71	51	71	71								395
HIGHLAND HILLS		52	46	49	58	62	62								329
Loma Vista		45	52	63	74	81	63								378
ROCKY HEIGHTS		68	76	63	89	78	80								454
SUNSET		57	69	67	83	79	84								439
WEST PARK		67	68	71	73	87	76								442
Elementary Total		347	384	384	428	458	436								2437
															0
ALMS								249	261	240					750
SMS								191	192	206					589
HHS											485	455	419	385	1744
COMBINED TOTAL		347	384	384	428	458	436	440	453	446	485	455	419	385	5520

	Increase/ Decrease
Last month's total enrollment:	5474
Same month one year ago:	5479

**OARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

ASSISTANT SUPERINTENDENT'S RECOMMENDATION

7.1 CONSENT: Human Resources Department

7.1.1 TOPIC: Personnel Appointment

It is recommended.

RECOMMENDATION:

. that the Board of Education approves the appointment of the following employees:

Citlalli Ortega	Education Assistant	Desert View Elementary
Amanda Pollick	Evaluation Specialist	District Office
Alicia Reyes Rodriguez	English Language Development Assistant	Sunset Elementary
MacKenzie Swift	Special Education Assistant	Loma Vista Elementary
Mackenzie Wilson	Grade 6 Teacher	Sandstone Middle

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

ASSISTANT SUPERINTENDENT'S RECOMMENDATION

7.1 CONSENT: Human Resources Department

7.1.2 TOPIC: Personnel Resignation

It is recommended.

RECOMMENDATION:

. that the Board of Education approves the resignation of the following employees:

Sarah Jensen	Special Education Assistant	Sandstone Middle
Linda Shipley	Special Education Teacher	Hermiston High School
Angelina Simpson	Grade 6 Teacher	Sandstone Middle

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

September 12, 2022

ASSISTANT SUPERINTENDENT'S RECOMMENDATION

7.1 CONSENT: Human Resources Department

7.1.3 TOPIC: Extra Responsibility & Extra Duty Contracts

It is recommended.

RECOMMENDATION:

. that the Board of Education approves the following extra responsibility and extra duty contracts:

Daniel Edwards
Nichole Ramirez

Softball Coach
Leadership Team

Sandstone Middle
Desert View Elementary

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

DIRECTOR OF BUSINESS SERVICES' RECOMMENDATION

7.2 CONSENT ITEMS: Business Office

7.2.1 TOPIC: Grant Fund Establishment

It is recommended.

RECOMMENDATION:

. that the Board of Education approves Resolution 22-23-06, as attached, authorizing the administration to establish Grant Fund 212.

bc

**HERMISTON SCHOOL DISTRICT #8R
RESOLUTION # 22-23-06**

2022-2023 Grant Fund 212

WHEREAS, Oregon Revised Statue allows special revenue funds to be established by the Board of Directors to appropriate and expend such funds for specific purposes; and

WHEREAS, Hermiston School District #8R wishes to create such a fund to be used to support efforts required to account for operations of a grant received from ODE within the district; and

WHEREAS, the funds for the IDEA Equipment & Supplies Grant would be received from district claim process; and

WHEREAS, once the Fund is established, operation could begin immediately and continue through fiscal year 2022-2023; now

THEREFORE, BE IT RESOLVED by the Board of Education of Hermiston School District #8R, Umatilla County, Oregon, to authorize the administration to establish the fund immediately for the purposes stated above.

2022-2023 Supplemental Budget:

Revenue:	212	R4500	\$ 83,000
Appropriations:	212	1000	\$ 43,000
		2000	\$ 40,000

Considered and enacted at the meeting of the Board of Directors of the Hermiston School District #8R, on the 12th day of December 2022.

**Board Chairman
Hermiston School District #8R**

**Secretary to the School Board
Hermiston School District #8R**

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

DIRECTOR OF BUSINESS SERVICES' RECOMMENDATION

7.2 CONSENT ITEMS: Business Office

7.2.2 TOPIC: Budget Committee Membership

It is recommended.

RECOMMENDATION:

. that the Board of Education approve the following reappointments to the Hermiston School District Community Budget Committee.

Position 2
Reappoint David Smith
Term to end 6/30/2025

Position 3
Reappoint Greg Harris
Term to end 6/30/2025

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

DIRECTOR OF BUSINESS SERVICES' RECOMMENDATION

7.2 CONSENT ITEMS: Business Office

7.2.3 TOPIC: 2022-2023 Budget Calendar

It is recommended.

RECOMMENDATION:

. that the Board of Education approve the 2022-2023 Budget Calendar as presented.

bc

HERMISTON SCHOOL DISTRICT BUDGET CALENDAR
2022-23 MEETING SCHEDULE AND OBJECTIVES FOR 2023-2024 BUDGET

Monday, Feb. 27, 2023 **6:30 PM DO** **Review Financial Planning Parameters (enrollment, state funding assumptions, PERS, deficit spending, etc.)**
(Regular Board Wk Session)

Monday, March 13, 2023 **6:30 PM DO** **Board Approves Financial Planning Parameters**
(Regular Board Meeting)

Publish Notice of Both Budget Committee Meetings in East Oregonian (April 11 and April 15 circulations)

Monday, May 1, 2023 **6:30 PM DO** **Election of Committee Officers**
(Formal Budget Comm. Mtg) **Review Budget Development Process**
Delivery of Budget Message
Presentation and Discussion of Budget
Public Comment Period

Monday, May 15, 2023 **6:30 PM DO** **Recommendations for Adjustments**
(Formal Budget Comm. Mtg) **Public Comment Period**
Consideration for Approval

Publish Budget Summary and Notice of Budget Hearing in East Oregonian (June 3 circulation)

Monday, June 12, 2023 **6:30 PM DO** **Public Budget Hearing**
(Regular Board Meeting) **Adoption of Budget**

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

DIRECTOR OF BUSINESS SERVICES' RECOMMENDATION

7.2 CONSENT ITEMS: Business Office

7.2.4 TOPIC: 2021-2022 Audit Report

It is recommended.

RECOMMENDATION:

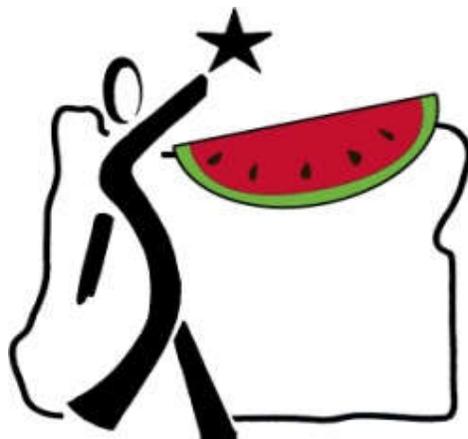
. that the Board of Education accept the 2021-2022 Audit Report as presented.

bc

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2022



Prepared by:
The Umatilla County School
District No. 8R
Finance Department

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Fiscal Year Ended

June 30, 2022

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UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Fiscal Year Ended

June 30, 2022

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UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Fiscal Year Ended

June 30, 2022

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UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT
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INTRODUCTORY SECTION



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

DISTRICT OFFICIALS
AS OF JUNE 30, 2022

BOARD OF EDUCATION

<u>Name</u>	<u>Position</u>	<u>Term Expires June 30,</u>
Josh Goller	Chair	2023
Karen Sherman	Vice-Chair	2025
Ginny Holthus	2nd Vice-Chair	2023
Bonnie Luisi	Member	2023
Dain Gardner	Member	2025
Sally Hansell	Member	2025
Bryan Medelez	Member	2025

ADMINISTRATION

Tricia Mooney, Superintendent
Jake Bacon, Assistant Superintendent
Katie Saul, Business Manager

OFFICIAL ADDRESS

305 S.W. 11th Street
Hermiston, OR 97838
Telephone: 541-667-6000
Fax: 541-667-6050



Hermiston School District 8R
305 S.W. 11th Street, Hermiston, Oregon 97838-1890
Phone: (541) 667-6000 Fax: (541) 667-6050

December 6, 2022

To the Hermiston School District #8R Community
Hermiston, Oregon

Oregon Municipal Audit Law requires that an independent audit be made of all District funds within six months following the close of the fiscal year. Pursuant to this requirement, the Annual Comprehensive Financial Report of Hermiston School District #8R (the District) for the fiscal year ended June 30, 2022 is hereby submitted.

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

REPORT CONTENTS

The Annual Comprehensive Financial Report is presented in four sections. These sections and their components are as follows:

Introductory Section - includes this Letter of Transmittal and the District's organizational chart.

Financial Section - includes the independent Auditors' report, Management's Discussion and Analysis, basic financial statements for the District as a whole, notes to the basic financial statements, required supplemental information and other supplemental information.

Management's Discussion and Analysis (MD&A) is a narrative introduction, overview and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it. The MD&A can be found following the auditor's report.

**"Serving the needs of all children with rigorous program choices,
high expectations, mutual respect, and excellence in all endeavors."**

Statistical Section - includes government wide summary financial data, ten years of summary fund financial data, debt computations, and a variety of demographic, economic and general information.

Reports of Independent Certified Public Accountants Section – Contains information required by Oregon Revised Statutes, reports required by *Government Auditing Standards*, and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Profile of the District

Hermiston School District #8R, a kindergarten through twelfth grade school district, is a financially independent, special purpose municipal corporation exercising financial accountability for all public education within its boundaries. As required by accounting principles generally accepted in the United States, all significant activities have been included in the financial statements.

The District is located in the northwest corner of Umatilla County, approximately 180 miles east of Portland, Oregon, and encompasses an area of approximately 163 square miles. Serving approximately 5,500 students in the community of Hermiston and outlying rural areas it has the largest enrollment of school districts in northeast Oregon.

The Hermiston School District School Board, elected by a majority of the voting electorate, is the governing body responsible for the District's policies and public decisions. The seven member Board exercises oversight, responsibility and governance over all activities related to the District. The District Administration and a Board appointed Budget Committee work in conjunction with the School Board in governing the District.

Oregon's Local Budget Law requires the District to adopt an annual budget. An annual budget resolution is passed by the Board of Education, and becomes the formal budget for the District's operations. Budgetary control over expenditures is maintained by function within each fund.

The Board hires all management staff. The management staff for fiscal year 2021-2022 was comprised of one superintendent, one assistant superintendent, and 22 principals and vice-principals and other administrative staff. The district employed approximately 631 full-time equivalent personnel, including administrators, teachers, secretaries and other support staff.

The District serves the City of Hermiston and its outlying rural area which is located in the northwest section of Umatilla County. The District represents approximately 30% of the County's 2021-2022 Real Market Value as shown on the property tax roll. As the District is located in a non-metropolitan county in northeastern Oregon, economic and demographic data is not available specifically for the District. Data is generally available for Umatilla County and the City of Hermiston.

The following table shows recent population data for Umatilla County and the City of Hermiston:

<u>July 1⁽¹⁾</u>	<u>Umatilla County</u>	<u>City of Hermiston</u>
2021	80,463	19,696
2020	81,495	18,775
2019	81,160	18,415
2018	80,765	18,200
2017	80,500	17,985
2016	79,880	17,730
2015	79,155	17,520
2014	78,340	17,345
2013	77,895	17,240
2012	77,120	16,995

(1) *Source: Center for Population Research and Census, Portland State University*

As the data indicates, Umatilla County’s population increased approximately 4% from 2012 to 2021 and the City of Hermiston experienced over a 15% increase for the same period. Growth in the area is attributed to several major employers locating in the vicinity; ConAgra Foods, the Wal-Mart Distribution Center, Two Rivers Correctional Facility, and Amazon data centers.

Over the last ten years, the District has seen an average growth of approximately 26 students per year. The District has seen an increase of 237 students since the 2012-2013 school year.

Long-Term Financial Planning

In November 2019, voters approved a bond valued at \$82.7 million. The bond qualifies for approximately \$6.5 million in state matching grant money. A majority of the funds are being used to replace Rocky Heights Elementary School, construct a new elementary school, and expand Hermiston High School. Additional projects that the money will fund include elementary school site improvements to address capacity issues and purchasing property for future anticipated student capacity demands.

Local Economy

Umatilla County encompasses an area of approximately 3,231 square miles and includes 12 incorporated cities. Regional figures show a total of approximately 100 manufacturing companies in the county, 30 of which are in the greater Hermiston area.

Economic Indicators

	<u>Umatilla County</u>		<u>Oregon</u>	
	<u>2017</u>	<u>2022</u>	<u>2017</u>	<u>2022</u>
Population	79,880	80,463	4,076,350	4,266,560
Labor Force	37,094	38,272	2,116,045	2,205,177
Employment	35,526	36,808	2,038,697	2,127,854
Unemployment	1,905	1,464	99,274	77,323
Unemployment Rate	5.5%	3.8%	5.0%	3.5%
Non-farm Employment	27,900	28,050	1,833,500	1,921,400
Annual Per Capita				
Personal Income	\$ 38,488	*	184,407	62,478
Assessed Value of				
Property (\$ millions)	\$ 5,347	\$ 7,052	\$ 373,379	\$ 462,526

* Information not available

Sources: Oregon Employment Department; Center for Population Research & Census, PSU; U.S. Census Bureau; Bureau of Economic Analysis; Oregon Department of Revenue.

Major Initiatives

The Hermiston School District #8R serves the needs of all students with rigorous program choices, high expectations, mutual respect and excellence in all endeavors.

In addition to a broad array of educational programs, the district is focusing on four continuous improvement targets:

Student Achievement—The Hermiston Educational Community is committed to improving all students' achievement of the standards set by the State of Oregon. Additionally, special emphasis is placed on developing proficiency in literacy and math.

Post-secondary Success—The District aims at increasing the number of graduates attending post-secondary training by emphasizing life-long learning, community education, and technological literacy.

Quality Staff—In order to educate children to high standards, the District must attract and retain a high quality staff.

Safe Learning Environment—Student and staff security in a positive learning environment enables the District to reach its mission.

Relevant Financial Policies

Throughout the year cash not required for current operations was invested in the State of Oregon Local Government Investment Pool, Certificates of Deposit, U.S. Treasury Securities and demand deposits. All investments were in accordance with the District's Fiscal Management Policies.

Relevant Financial Policies (continued)

The District has maintained a positive cash balance through prudent financial leadership. The Board has adopted a policy of maintaining eight percent of general fund actual ordinary revenue in fund balance, to include both reserved and unreserved fund balance amounts on a GAAP (Generally Accepted Accounting Principles) basis. With a continued approach towards advance planning through the best possible budget procedures, exploring all practical and legal sources of dollar income, guiding the expenditures of funds so as to achieve the greatest education returns, requiring maximum efficiency in accounting and reporting procedures and maintaining a level of per student expenditures needed to provide high quality education, the Board has the expectation of continuing to meet this policy. The Board views themselves as a trustee of community, state and federal funds allocated for use in local education, and therefore, have the responsibility to protect District funds and use them wisely.

The District contributes to the Oregon Public Employees Retirement Fund, a defined benefit pension plan, for all eligible employees hired prior to August 29, 2003 and to the Oregon Public Service Retirement Plan, a defined contribution/benefit plan, for all eligible employees hired on, or after August 29, 2003.

In addition, the District provides early retirement and post employment health care benefits for certain retirees under the terms of negotiated employment contracts. At the end of the current fiscal year there were 25 retired employees receiving this benefit, which are financed on a pay-as-you-go-basis.

The District's actuarially determined employer rates required by the Oregon Public Employees Retirement System are calculated every 2 years. To stabilize rates over time, the District established a PERS reserve fund. The balance of this fund did not change from the previous year of approximately \$2,570,000.

Additional information on the District's pension arrangements and post employment benefits can be found in Notes IV. B. through IV. D. beginning on page 58.

Independent Audit

Hermiston School District's financial statements have been audited by Barnett & Moro, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the basic financial statements of the District for the fiscal year ended June 30, 2022 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall basic financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's basic financial statements for the fiscal year ended June 30, 2022 are fairly presented in conformity with GAAP. The independent auditors' report is presented as a component of the financial section of this report.

Independent Audit (continued)

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

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Umatilla County School District #8R for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the sixteenth year that the District achieved the prestigious award. In order to be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable program requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and will be submitting it to the GFOA to determine eligibility for another certificate.

Many individuals throughout the district provided information needed for the preparation of this report. We wish to express our appreciation to the staff of the Business Department in particular for their efforts and contributions to our Annual Comprehensive Financial Report.

We also thank the members of the School Board for their continued support and dedication to the financial operations of the School District.

Respectfully submitted,



Tricia Mooney
Superintendent



Katie Saul
Business Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Umatilla County School District No. 8R
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

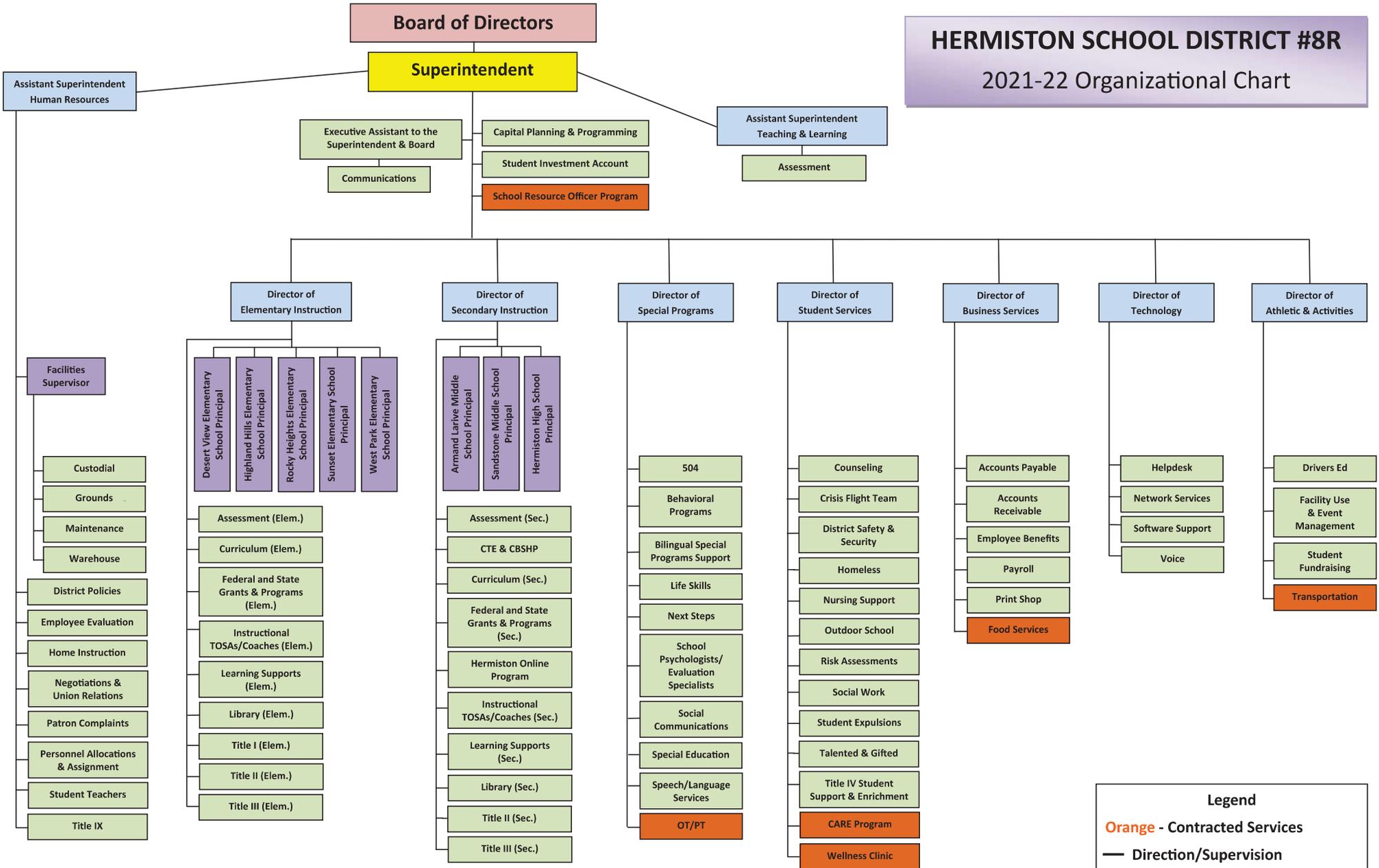
June 30, 2021

Christopher P. Morill

Executive Director/CEO

HERMISTON SCHOOL DISTRICT #8R

2021-22 Organizational Chart



Legend

Orange - Contracted Services

— Direction/Supervision

FINANCIAL SECTION



Barnett & Moro, P.C.

Certified Public Accountants

DENNIS L. BARNETT, C.P.A.
KRISTIE L. SHASTEEN, C.P.A.
CAMERON W. ANDERSON, C.P.A.
RICHARD L. STODDARD, C.P.A.
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MITCHELL L. BOYLAN, C.P.A.
DAVID J. BARNETT, C.P.A.
SHERON VARIKATT, C.P.A.
CRYSTAL R. CHASE, C.P.A.

INDEPENDENT AUDITORS' REPORT

To the Board of Education of
Umatilla County School District No. 8R
Hermiston, Oregon

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County School District No. 8R, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County School District No. 8R, as of June 30, 2022, and the respective changes in financial position thereof and the respective budgetary comparison for the General Fund and Student Investment Account Fund 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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Umatilla County School District No. 8R, 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Umatilla County School District No. 8R'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.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial 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 Umatilla County School District No. 8R'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 Umatilla County School District No. 8R'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 management's discussion and analysis on pages 16-23 and pension and OPEB disclosures on pages 75-80 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 Umatilla County School District No. 8R's basic financial statements. The supplementary information on pages 83-129, other financial schedules on pages 131-137, and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and 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 supplementary information and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Reports on Other Legal and Regulatory Requirements

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2022, on our consideration of Umatilla County School District No. 8R’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 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 Umatilla County School District No. 8R’s internal control over financial reporting and compliance.

Other Reporting Required by Oregon Minimum Standards

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated December 6, 2022, on our consideration of Umatilla County School District No. 8R’s compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

Barnett & Moro, P.C.

By: 

Richard L. Stoddard, Shareholder
December 6, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

As management of UMATILLA COUNTY SCHOOL DISTRICT NO. 8R, “the District”, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the information contained in the District’s financial statements.

FINANCIAL HIGHLIGHTS

- In the government-wide statements, the assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows at June 30, 2022 by \$43,265,431. Of this amount; \$20,585,414 is the net investment in capital assets; \$16,423,992 is restricted for payment of long-term debt, capital outlay, or educational programs; this leaves the District with an unrestricted balance of \$6,256,025 The District has approximately \$37 million in cash and investments available for use at the District's discretion.
- As of June 30, 2022, the general fund balance was \$14,258,097, decreasing \$443,912 from the prior year. Expenditures increased \$6,178,842 due to a return of in-class learning and revenue increased \$1,421,240. Transfers out decreased \$1,594,872.
- Total fund balances for all governmental funds during the same period decreased by \$31,719,900, mainly due to capital outlay expenditures for two new schools being built.
- The District issued pension bonds of \$61,733,955 to pay their PERS UAL side account \$61,510,245. Bond principal totaling \$3.01 million was paid during the year. Some of the District's bonds defer interest payments, which increases balances due. After accounting for deferred interest, long-term debt increased by \$60.01 million.

During the current fiscal year, the District's net position increased by \$14,968,691. The increase in net position is attributed to changes in pension and OPEB obligations, grant funding in response to the COVID-19 pandemic, a state bond match grant, and income from the Student Investment Account grant. The state bond match grant and COVID response grants are not expected to re-occur in the subsequent year.

- The District reported it's cost of pension benefits earned net of employee contributions of \$4,155,493 in the statement of activities. This income represents changes in the District's proportionate share of its Oregon PERS net pension liability.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

Government-wide financial statements The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business. These statements include:

The *Statement of Net Position*. The *statement of net position* presents information on all of the assets and liabilities of the District as of the date on the statement. Net position is what remain after the liabilities have been paid off or otherwise satisfied and after all deferred inflows and outflows have been recognized. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *Statement of Activities*. The *statement of activities* presents information showing how the net position of the District changed over the most recent fiscal year by tracking revenues, expenses and other transactions that change net position. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Some revenues and expenses are reported that will only result in cash flows in future periods, such as uncollected taxes or unused vacation leave.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

In the government-wide financial statements, the District's activities are shown as governmental activities. All basic District functions are shown here; regular and special education, child nutrition services, transportation, administration, as well as interest paid on long term debt. These activities are primarily financed through Oregon's State School Fund, Property Taxes, and other intergovernmental revenues.

The government-wide financial statements are found on pages 25 and 26 of this report.

Fund financial statements The *fund financial statements* provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Umatilla County School District No. 8R, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be categorized as governmental funds.

Governmental funds *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

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

The District maintains a variety of individual governmental funds. Information is presented separately in the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, PERS Reserve Fund, and the Debt Service Fund, all of which are considered by the District to be major funds. Data from the other governmental funds are combined into a single, aggregated amount for this presentation. Individual fund data for each of these non-major governmental funds is provided in the combining statements elsewhere in this report.

The governmental fund financial statements can be found on pages 28 through 33 of this report.

Notes to the basic financial statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 36 through 73 of this report.

Other information Certain Schedules of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual for the General Fund and major special revenue funds, which have been presented as part of the basic financial statements on pages 34 through 35.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 83 through 127 of this report.

GOVERNMENT - WIDE FINANCIAL ANALYSIS

Statement of Net Position

A comparison of this year's net position with that of last year's reveals an increase in net position of \$14,968,691. The District reported its cost of pension benefits earned net of employee contributions of \$4,155,493 in the statement of activities. These costs represent changes in the District's proportionate share of its Oregon PERS net pension liability.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$43,265,431 at June 30, 2022.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

Capital assets, which consist of land, buildings, building improvements, construction in progress, vehicles, and equipment, represent about 49% of total assets. Unrestricted cash and investments make up about 12% of assets. Assets restricted for debt service and construction make up about 16% of total assets.

Deferred outflows of resources consists of deferred charge relating to bond refunding and pension and OPEB deferrals. Pension and OPEB deferrals also account for all the deferred inflows of the District.

The District's largest liability, \$218,649,986, is general obligation and pension bonds (including premiums and deferred interest.) Current liabilities, representing about five percent of the District's total liabilities, consist almost entirely of payables on accounts, and accrued salaries and benefits payable.

A large portion of the District's net position reflect its investment in capital assets (e.g., land, buildings, vehicles and equipment), less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students and other District residents; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources required to repay this debt come from property taxes and the capital assets themselves cannot be used to liquidate these liabilities.

The final portion of net position represents resources that are subject to external restrictions on how they must be used. The remaining balance is unrestricted and may be used to meet the District's ongoing obligations to provide services.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON
NET POSITION
(In thousands)

	June 30,		Increase (Decrease) from prior Fiscal Year
	2021	2022	
Current and other assets	\$ 121,862	\$ 160,517	\$ 38,655
Capital assets	113,330	155,821	42,491
Total assets	<u>235,192</u>	<u>316,337</u>	<u>81,145</u>
Deferred outflows	<u>21,706</u>	<u>19,257</u>	<u>(2,449)</u>
Current liabilities	10,448	20,321	9,873
Non current liabilities	215,616	246,704	31,088
Total liabilities	<u>211,901</u>	<u>267,025</u>	<u>40,961</u>
Deferred inflows	<u>2,334</u>	<u>25,305</u>	<u>22,971</u>
Net position:			
Net investment in capital assets	48,436	20,585	(27,851)
Restricted	14,087	16,424	2,337
Unrestricted	(34,023)	6,256	40,279
Total net position	<u>\$ 28,500</u>	<u>\$ 43,265</u>	<u>\$ 14,765</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

During the current fiscal year, the District's net position increased by \$14,968,691.

Statement of Activities. The key elements of the change in the District's net position for the year ended June 30, 2022 are as follows:

	Governmental Activities		Increase (Decrease)
	Year ended June 30,		From
	2021	2022	Prior
	2021	2022	Year
Revenues:			
Program revenues:			
Charges for service	\$ 823	\$ 1,214	\$ 391
Operating Grants and contributions	10,255	23,458	13,203
Capital Grants and contributions	40	211	171
General revenues:			
Property Taxes	17,582	18,573	990
State School Fund- general support	50,750	51,623	873
Other State and local sources	3,335	3,241	(94)
Earnings on investments	412	(496)	(908)
Other	120	54	(66)
Total Revenues	83,317	97,879	14,562
Expenses:			
Instruction	47,521	46,296	(1,224)
Support services	27,711	29,435	1,724
Enterprise and community services	1,594	2,139	545
Interest on long-term debt	4,760	4,817	57
Bond issue costs	-	224	224
Total Expenses	81,585	82,911	1,326
Increase (decrease) in net position	1,732	14,968	13,236
Beginning net position	26,767	28,500	1,733
Prior period adjustment	-	(204)	(204)
Ending net position	\$ 28,500	\$ 43,265	\$ 14,765

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

At June 30, 2022, the District's governmental funds reported combined ending fund balances of \$83,062,109, a decrease of \$31,719,900 from the prior year.

General Fund. The General Fund is the primary operating fund of the District. Expenditures from this fund arise from the daily operations of educational and educational support programs of the District. As of June 30, 2022, the fund balance was \$14,258,097, down \$443,912 from the prior year. Revenues increased over \$1.4 million mainly due to an increase in the state school fund based on an increase in the funding ratio. Expenditures increased over \$6.1 million due to a return of students to in-building learning as opposed to online learning implemented for most of the prior school year due to the COVID-19 pandemic.

As a measure of the fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Fund balance represents 21% of total 2021-22 General Fund budgeted expenditures and transfers out. A portion of the estimated beginning fund balance is set aside to provide for potential revenue adjustments that may occur during the fiscal year as a means of handling minor revenue variances without having to reduce program spending. In light of increased volatility and uncertainty in the marketplace, the District proactively adopted a policy to maintain a minimum fund balance of 8 percent of revenues.

Special Revenue Fund. The Student Investment Account Fund accounts for state funds to meet student's mental or behavioral health needs and increase achievement. Revenues and expenditures increased by \$1,622,551 from the prior year due to availability of the grant for expenditures in the current year.

Capital Project Fund. The Construction Bond Fund accounts for school construction financed with 2020 bond proceeds. The fund's ending balance dropped \$36,610,018 to \$36,611,339 due to construction expenditures.

Debt Service Funds. The PERS Debt Service Fund has a total fund balance of \$31,330, all of which is restricted for the payment of principal and interest on the District's outstanding pension bond issues. The District issued pension bonds for \$61,733,955 and paid \$61,510,245 of that towards their PERS UAL side account. The Debt Service Fund has a total fund balance of \$12,505,822, all of which is restricted for the payment of principal and interest on the District's outstanding capital improvement bond issues. Fund balance increased by \$3,414,667. The District is depositing money into a sinking fund intended to pay debt service on its Series 2009C bonds in 2026 as required by bond covenants.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

General Fund Budgetary Highlights

General Fund Major Classification Expenditures vs. Final Budget
(in thousands)

<u>Classification</u>	<u>Budget</u>	<u>Expended</u>	<u>Variance +/-(-)</u>
Instruction	\$ 39,772	\$ 38,505	\$ 1,267
Support Services	29,601	27,389	2,212

All General Fund expenditures were within budget. As shown above, the district realized savings in the two largest classifications; Instruction and Support Services. The variances for the Instruction and Support Services categories are a result of an ongoing policy of prudent spending and stewardship by the District. District personnel monitor expenditures throughout the year in an effort to reduce costs and ensure budget compliance. In addition to the major classifications described above, budgeted expenditures of \$96,854 and \$350 were made in the facilities acquisition and long term debt classifications respectively.

Capital assets. The District's investment in capital assets includes land, buildings and improvements, vehicles and equipment, and construction in progress. As of June 30, 2022, the District had invested \$155,820,503 in capital assets, net of depreciation, as shown in the following table:

Capital Assets (net of depreciation) June 30, 2022 (in thousands)		Governmental Activities
Land and land improvements		\$ 4,831
Construction in progress		54,190
Buildings and building improvements		94,668
Equipment		1,849
Motor vehicles		283
Total		<u>\$ 155,821</u>

During fiscal year 2021-2022, the net value of capital assets increased by \$42,490,904 which is due to capital asset acquisitions being above current year depreciation expense of \$3,670,172. The District also disposed of assets valued at \$424,529.

Additional information of the District's capital assets can be found in Note III C of this report.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

MANAGEMENT DISCUSSION AND ANALYSIS
June 30, 2022

Long-term debt. At the end of the current fiscal year, the District had total bonded debt outstanding of \$218,649,986 consisting of general obligation debt and pension bonds.

The District issued pension bonds in the amount of \$61,733,955 during the year to make a payment of \$61,510,245 on their PERS UAL side account. The District made payments of bond principal totaling \$3.01 million. Some of the District's bonds defer interest payments, which increases balances due. After accounting for deferred interest, long-term debt increased by \$60.01 million.

The District's most recent rating from Standard & Poor's for general obligation debt was "AA-".

State statutes limit the amount of general obligation debt that a K-12 school district may issue to 7.95 percent of real market value of all taxable property within the District. The debt limitation currently for the District is \$274,205,994, which exceeded the District's outstanding general obligation debt of \$144,166,030 by \$130,039,964. Pension bonds do not fall under this limitation as they are payable from the District's general revenues.

Additional information on the District's long-term debt can be found in Note III G and in the statistical section of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The District showed a moderate growth trend for many years. Growth reversed during the COVID-19 pandemic. Student enrollment in the preceding five-year period was flat on average and for the prior ten years the average growth rate was .5%. The District contracted with Portland State University for a population study in 2014 which projected continued district growth with the district adding approximately 800 student by 2024. District enrollment has increased by 205 students since the 2013-14 school year.

REQUESTS FOR INFORMATION

This financial report is designed to present the user (citizens, taxpayers, investors, and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information presented in this report or requests for additional information should be addressed to: Business Manager, Umatilla County School District No. 8R, 305 S.W. 11th Street, Hermiston, OR 97838.

BASIC FINANCIAL STATEMENTS



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF NET POSITION
June 30, 2022

	<u>Governmental Activities</u>
ASSETS:	
Cash and cash equivalents	\$ 4,818,971
Investments	32,768,942
Receivables:	
Property taxes	354,503
Intergovernmental	8,450,484
Donations	478,099
Lunch sales (net, allowance for uncollectible accounts \$11,000)	42,960
Prepaid items	213,269
Inventory	450,069
Restricted assets	49,521,975
Capital Assets:	
Nondepreciable	59,020,866
Depreciable, net of depreciation	96,799,637
Lease assets, net of amortization	1,141,320
PERS UAL side account	61,510,245
Other post employment benefits	766,212
Total assets	<u>316,337,552</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred charge on refunding	989,134
Pension and OPEB deferrals	18,268,620
Total deferred outflows of resources	<u>19,257,754</u>
Total assets and deferred outflows of resources	<u>335,595,306</u>
LIABILITIES:	
Accounts payable	6,910,841
Payroll and benefits payable	3,052,475
Compensated absences payable	122,754
Accrued interest payable	31,720
Retainage payable	2,064,855
Due within one year: bonds and leases	8,138,386
Non current liabilities (due in more than one year):	
Compensated absences payable	30,688
Bonds and leases	211,823,700
Other post employment benefits	4,995,341
Net pension liability	29,854,271
Total liabilities	<u>267,025,031</u>
DEFERRED INFLOWS OF RESOURCES:	
Pension and OPEB deferrals	<u>25,304,844</u>
NET POSITION:	
Net investment in capital assets	20,585,414
Restricted for:	
Capital Outlay	2,952,783
Debt service	12,537,152
Educational Programs	934,057
Unrestricted	6,256,025
Total net position	<u>\$ 43,265,431</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Service</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants & Contributions</u>	
Governmental activities:					
Instruction	\$ 46,296,138	\$ 1,147,434	\$ 20,521,317	\$ 211,374	\$ (24,416,013)
Support Services	29,434,766	-	-	-	(29,434,766)
Enterprise and community services	2,139,157	66,741	2,937,179	-	864,763
Interest on long term debt	4,817,164	-	-	-	(4,817,164)
Bond issue costs	223,710	-	-	-	(223,710)
	<u>\$ 82,910,935</u>	<u>\$ 1,214,175</u>	<u>\$ 23,458,496</u>	<u>\$ 211,374</u>	<u>\$ (58,026,890)</u>
General Revenues:					
Property taxes levied for general purposes					10,425,850
Property taxes levied for debt service					8,147,329
ESD Apportionment					2,473,131
State School Fund- general support					51,623,198
Common School fund					593,411
County School fund					174,636
Earnings on investments					(495,544)
Gain on sale of capital assets					53,570
Total general revenues					<u>72,995,581</u>
CHANGE IN NET POSITION					14,968,691
Net position - Beginning, restated					28,296,740
Net position - Ending					<u>\$ 43,265,431</u>

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

FUND FINANCIAL STATEMENTS

Major Governmental Funds

General Fund - The General Fund is the District's primary operating fund and thus accounts for the financial operations of the School District not accounted for in any other fund. Principal sources of revenue are property taxes, and state school support funding. Expenditures are primarily for salaries, benefits and materials and supplies.

Student Investment Account Fund - This fund accounts for state funds to meet student's mental or behavioral health needs and increase achievement.

Construction Bond Fund - This is a capital projects fund that accounts for school construction costs financed with 2020 bond proceeds.

PERS Debt Service Fund - This fund accounts for the accumulation of payroll assessments for payment of the PERS UAL bonds.

Debt Service Fund - This fund accounts for the accumulation of resources for repayment of various District capital construction bond issues. The primary source of revenues is from property tax levies.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

	General Fund	Student Investment Fund	Construction Bond Fund	PERS Debt Service Fund	Debt Service Fund	Other Governmental Funds	Totals
ASSETS:							
Cash and cash equivalents	\$ 512,841	\$ 191,216	\$ 436,516	\$ -	\$ -	\$ 4,114,914	\$ 5,255,487
Investments	19,045,847	-	36,296,968	31,330	12,472,451	13,723,095	81,569,691
Receivables:							
Property taxes receivable	354,503	-	-	-	284,710	-	639,213
Intergovernmental	339,238	-	11,280	-	-	8,099,966	8,450,484
Donations and other	-	-	-	-	-	532,059	532,059
Due from other funds	-	1,169,360	6,557,556	-	-	845,411	8,572,327
Prepaid items	207,719	-	-	-	-	5,550	213,269
Inventory	322,112	-	-	-	-	127,957	450,069
Total assets	<u>\$ 20,782,260</u>	<u>\$ 1,360,576</u>	<u>\$ 43,302,320</u>	<u>\$ 31,330</u>	<u>\$ 12,757,161</u>	<u>\$ 27,448,952</u>	<u>\$ 105,682,599</u>
LIABILITIES:							
Accounts payable	\$ 1,988,412	\$ 14,548	\$ 4,626,126	\$ -	\$ -	\$ 281,785	\$ 6,910,871
Retainage payable	-	-	2,064,855	-	-	-	2,064,855
Due to other funds	1,169,360	-	-	-	-	7,402,967	8,572,327
Unearned revenue	-	-	-	-	-	-	-
Payroll and benefits payable	3,052,475	-	-	-	-	-	3,052,475
Total liabilities	<u>6,210,247</u>	<u>14,548</u>	<u>6,690,981</u>	<u>-</u>	<u>-</u>	<u>7,684,752</u>	<u>20,600,528</u>
DEFERRED INFLOWS OF RESOURCES:							
Unavailable property tax revenue	313,502	-	-	-	251,339	-	564,841
Unavailable misc.	414	1,346,028	-	-	-	108,679	1,455,121
Total deferred inflows of resources	<u>313,916</u>	<u>1,346,028</u>	<u>-</u>	<u>-</u>	<u>251,339</u>	<u>108,679</u>	<u>2,019,962</u>
FUND BALANCES:							
Nonspendable	529,831	-	-	-	-	133,507	663,338
Restricted	-	-	36,611,339	31,330	12,505,822	3,886,840	53,035,331
Committed	6,074,870	-	-	-	-	15,635,174	21,710,044
Unassigned	7,653,396	-	-	-	-	-	7,653,396
Total fund balances	<u>14,258,097</u>	<u>-</u>	<u>36,611,339</u>	<u>31,330</u>	<u>12,505,822</u>	<u>19,655,521</u>	<u>83,062,109</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 20,782,260</u>	<u>\$ 1,360,576</u>	<u>\$ 43,302,320</u>	<u>\$ 31,330</u>	<u>\$ 12,757,161</u>	<u>\$ 27,448,952</u>	<u>\$ 105,682,599</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

June 30, 2022

Fund balances - total governmental funds		\$ 83,062,109
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets and leased assets used in governmental activities are not financial resources, and, therefore, are not reported in the funds.		156,961,823
The District's proportionate share of the net pension and OPEB liabilities and assets are not a current financial resources in governmental funds; instead it is reported in the Statement of Net Position.		
Net pension liability	(29,854,271)	
PERS Side account asset	61,510,245	
Net OPEB liability	<u>(4,229,129)</u>	
		27,426,845
Deferred outflows of resources related to pensions and OPEB are not current financial resources, so are not reported in the fund balance sheet, instead, they are reported in the Statement of Net Position.		18,268,620
Accrued expenses are included in the statement of net position, but are not due and payable in the current period, and, therefore, are not reported in the governmental funds statements.		
Accrued interest payable	(31,720)	
Compensated absences	<u>(153,442)</u>	
		(185,162)
Property tax and other revenue is reported as unavailable in the governmental fund statements until collected. However, the revenue is earned when levied in the governmental activities.		2,008,992
Deferred inflows of resources related to differences between projected and actual earnings on pension and OPEB investments are not due and payable in the current period, and, therefore, are not recorded in the governmental fund statements.		(25,304,844)
Long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore, are not reported in the funds.		
Leases payable	(1,312,100)	
Bonds payable	(209,034,287)	
Deferred bond refunding costs, net of amortization	989,134	
Deferred interest	(7,941,807)	
Bond premiums, net of amortization	<u>(1,673,892)</u>	
		<u>(218,972,952)</u>
Net position of governmental activities		<u>\$ 43,265,431</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2022

	General Fund	Student Investment Fund	Construction Bond Fund	PERS Debt Service Fund	Debt Service Fund	Other Governmental Funds	Totals
REVENUES:							
Revenue from local sources:							
Property taxes	\$ 10,430,105	\$ -	\$ -	\$ -	\$ 8,163,185	\$ -	\$ 18,593,290
Investment interest	167,841	-	175,837	7,426	(846,648)	-	(495,544)
Grants and contributions	4,200	-	-	-	-	289,209	293,409
Charges for service	448,362	-	14,160	2,387,761	-	669,753	3,520,036
Total revenue from local sources	<u>11,050,508</u>	<u>-</u>	<u>189,997</u>	<u>2,395,187</u>	<u>7,316,537</u>	<u>958,962</u>	<u>21,911,191</u>
Revenue from intermediate sources:							
County School Fund	174,636	-	-	-	-	-	174,636
Educational Services Dist. apportionment	2,473,131	-	-	-	-	-	2,473,131
Other Intermediate Sources	28,411	-	-	-	22,287	-	50,698
Total revenue from intermediate sources	<u>2,676,178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,287</u>	<u>-</u>	<u>2,698,465</u>
Revenues from State sources:							
State school fund	51,623,198	-	-	-	-	-	51,623,198
Common school fund	593,411	-	-	-	-	-	593,411
State grants	92,696	3,174,247	-	-	-	9,121,854	12,388,797
Total revenue from state sources	<u>52,309,305</u>	<u>3,174,247</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,121,854</u>	<u>64,605,406</u>
Revenue from Federal grants	11,021	-	-	-	-	9,690,599	9,701,620
Total revenues	<u>66,047,012</u>	<u>3,174,247</u>	<u>189,997</u>	<u>2,395,187</u>	<u>7,338,824</u>	<u>19,771,415</u>	<u>98,916,682</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (Continued)
For the fiscal year ended June 30, 2022

	General Fund	Student Investment Fund	Construction Bond Fund	PERS Debt Service Fund	Debt Service Fund	Other Governmental Funds	Totals
EXPENDITURES:							
Instruction	\$ 38,504,540	\$ 2,031,612	\$ -	\$ -	\$ -	\$ 5,649,949	\$ 46,186,101
Supporting services	27,389,180	1,142,635	-	-	-	4,472,579	33,004,394
Enterprise and community services	-	-	-	-	-	2,151,750	2,151,750
Facilities acquisition and construction	96,854	-	36,800,015	-	-	6,557,556	43,454,425
Debt Service:							
Principal	-	-	-	1,600,000	1,498,622	-	3,098,622
Interest	350	-	-	793,504	2,425,535	-	3,219,389
Bond issue costs	-	-	-	223,710	-	-	223,710
Total expenditures	<u>65,990,924</u>	<u>3,174,247</u>	<u>36,800,015</u>	<u>2,617,214</u>	<u>3,924,157</u>	<u>18,831,834</u>	<u>131,338,391</u>
Excess (deficiency) of revenues over (under) expenditures	<u>56,088</u>	<u>-</u>	<u>(36,610,018)</u>	<u>(222,027)</u>	<u>3,414,667</u>	<u>939,581</u>	<u>(32,421,709)</u>
OTHER FINANCING SOURCES (USES)							
Issuance of debt	-	-	-	61,733,955	-	-	61,733,955
Payment to PERS UAL	-	-	-	(61,510,245)	-	-	(61,510,245)
Sale of capital assets	-	-	-	-	-	478,099	478,099
Transfers in (out)	(500,000)	-	-	-	-	500,000	-
Total other financing sources (uses)	<u>(500,000)</u>	<u>-</u>	<u>-</u>	<u>223,710</u>	<u>-</u>	<u>978,099</u>	<u>701,809</u>
Net change in fund balance	(443,912)	-	(36,610,018)	1,683	3,414,667	1,917,680	(31,719,900)
FUND BALANCE-Beginning	<u>14,702,009</u>	<u>-</u>	<u>73,221,357</u>	<u>29,647</u>	<u>9,091,155</u>	<u>17,737,841</u>	<u>114,782,009</u>
FUND BALANCE-Ending	<u>\$ 14,258,097</u>	<u>\$ -</u>	<u>\$ 36,611,339</u>	<u>\$ 31,330</u>	<u>\$ 12,505,822</u>	<u>\$ 19,655,521</u>	<u>\$ 83,062,109</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

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

For the fiscal year ended June 30, 2022

Net change in fund balance - governmental funds \$ (31,719,900)

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

Governmental funds report capital outlays and lease payments as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation or amortization expense.

Capital outlay	46,585,605	
Depreciation expense	(3,670,172)	
Amortization expense	(387,415)	
	42,528,018	42,528,018

The net effect of sales, trade-ins, and donations of capital assets is to decrease net position. (424,529)

Governmental funds defer revenues that do not provide current financial resources. However, the statement of activities recognizes such revenues at their net realizable value when earned, regardless of when collected. 1,297,137

Repayment of long-term debt and lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which debt payments exceed the current period interest expense. 3,518,803

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences	(8,686)	
Accrued interest	41,044	
	32,358	32,358

Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense/income. 1,470,776

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

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

(continued)

For the fiscal year ended June 30, 2022

Governmental funds report the effect of premiums and discounts as other financing sources and uses, when issued. However these amounts are deferred and amortized over the life of the bond issue in the statement of activities.

Current year deferred interest adjustments	(1,668,361)
Current year amortization of premiums	252,788
Current year amortization of deferred refunding costs	(169,325)

Other post employment obligations are an expenditure in the statement of activities. However, the expenditures are reported as paid in the fund financial statements. This is the amount of the net effect of this difference.

74,636

Bond proceeds are recorded as other financing sources in the governmental funds, but the proceeds are added to long-term liabilities in the Statement of Net Assets.

(61,733,955)

PERS UAL payment is an other financing use in the governmental funds, but the payment is added to long-term assets in the Statement of Net Assets.

61,510,245

Change in net position - governmental activities

\$ 14,968,691

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$ 10,939,038	\$ 10,939,038	\$ 11,050,508	\$ 111,470
Intermediate sources	2,689,545	2,689,545	2,676,178	(13,367)
State sources	49,931,422	49,931,422	52,309,305	2,377,883
Federal sources	-	-	11,021	11,021
Total revenues	<u>63,560,005</u>	<u>63,560,005</u>	<u>66,047,012</u>	<u>2,487,007</u>
<u>EXPENDITURES</u>				
Current:				
Instruction	41,771,505	39,771,505	38,504,540	1,266,965
Supporting services	27,600,837	29,600,837	27,389,180	2,211,657
Facilities acquisition and construction	150,000	150,000	96,854	53,146
Debt service:				
Principal	5,000	5,000	-	5,000
Interest	5,000	5,000	350	4,650
Contingency	500,000	500,000	-	500,000
Total expenditures	<u>70,032,342</u>	<u>70,032,342</u>	<u>65,990,924</u>	<u>4,041,418</u>
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>	<u>(6,472,337)</u>	<u>(6,472,337)</u>	<u>56,088</u>	<u>6,528,425</u>
<u>OTHER FINANCING</u>				
<u>SOURCES (USES)</u>				
Transfers in	1,250,000	1,250,000	-	(1,250,000)
Transfers out	(500,000)	(500,000)	(500,000)	
Sale of fixed assets	5,000	5,000	-	(5,000)
Total other financing sources (uses)	<u>755,000</u>	<u>755,000</u>	<u>(500,000)</u>	<u>(1,255,000)</u>
Net change in fund balance	(5,717,337)	(5,717,337)	(443,912)	5,273,425
<u>FUND BALANCE - Beginning</u>	<u>13,000,000</u>	<u>13,000,000</u>	<u>14,702,009</u>	<u>1,702,009</u>
<u>FUND BALANCE - Ending</u>	<u>\$ 7,282,663</u>	<u>\$ 7,282,663</u>	<u>\$ 14,258,097</u>	<u>\$ 6,975,434</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STUDENT INVESTMENT ACCOUNT
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	<u>\$ 3,947,365</u>	<u>\$ 3,947,365</u>	<u>\$ 3,174,247</u>	<u>\$ (773,118)</u>
Total revenues	<u>3,947,365</u>	<u>3,947,365</u>	<u>3,174,247</u>	<u>(773,118)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	2,068,672	2,068,672	2,031,612	37,060
Supporting services	<u>1,878,693</u>	<u>1,878,693</u>	<u>1,142,635</u>	<u>736,058</u>
Total expenditures	<u>3,947,365</u>	<u>3,947,365</u>	<u>3,174,247</u>	<u>773,118</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The Umatilla County School District No. 8R, Hermiston (the District) was organized under Oregon Statutes pursuant to ORS 332 for the purpose of operating elementary and secondary schools. An elected seven member Board of Education governs the District. The daily functioning of the District is under the supervision of the Superintendent. As required by generally accepted accounting principles, all activities of the District have been included in the basic financial statements.

There are various other governmental agencies and special service districts which provide services within the Districts boundaries. However, the District is not financially accountable for any of these entities and accordingly their financial information is not included in these financial statements.

B. Government – Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the activities of the District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities* are financed primarily through property taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those expenses that are clearly identifiable with a specific function or segment. Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Taxes and other items not properly included as program revenues are reported instead as *general revenues*.

Separate financial statements are provided for the governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide 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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes, interest revenue and charges for services associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

The District reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *Student Investment Account Fund* accounts for state funds to meet student's mental or behavioral health needs and increase achievement.

The *Construction Bond Fund* accounts for school construction and additions financed with 2020 bond proceeds.

The *PERS Debt Service Fund* accounts for the accumulation of payroll assessments for payment of the PERS UAL bond.

The *Debt Service Fund* accounts for the accumulation of resources for repayment of various District capital construction bond issues. The primary source of revenue is from property taxes.

Additionally, the District reports various special revenue and capital projects funds as non-major funds. These funds account for revenue resources that are legally restricted to expenditure for specific purposes.

As a general rule the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this rule are actual charges for services between functions of the government. Elimination of these charges would distort the direct costs of program revenues reporting in the various functions concerned.

D. Assets, liabilities, deferred outflows/inflows of resources and net position/fund balance

1. Cash, Cash Equivalents, 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 the date of acquisition.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

1. Cash, Cash Equivalents, and Investments (Continued)

Oregon Revised Statutes authorize school districts to invest in obligations of the U.S. Treasury, agencies and instrumentalities of the United States, commercial paper, banker's acceptances guaranteed by a qualified financial institution, repurchase agreements, interest bearing bonds of any city, county, port, or school district in Oregon, corporate indebtedness (subject to specific standards), and the state local government investment pool, among others.

The District maintains merged bank accounts and investments for its funds in a central pool of cash and investments. The investment policy of the District is to invest in: US Government Agencies, corporate indebtedness, the Local Government Investment Pool (LGIP) and interest bearing demand deposits with local banks and to transfer resources to the general checking account as the need arises. This policy is in accordance with ORS 294.035, which specifies the types of investments authorized for municipal corporations. The District allocates earnings on investments to selected funds based on the average monthly balances throughout the year.

Investments in the LGIP are stated at amortized cost, which approximates fair value. All other investments are stated at fair value.

2. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not available expendable financial resources. Other receivables including accounts, entitlements, and shared revenues are reported in accordance with the policies enumerated in Paragraph C previously.

3. Inventories and Prepaid Items

School operating supplies, food, and cafeteria supplies are stated at cost. Commodities received from the United States Department of Agriculture (USDA) are stated at values assigned by the USDA. Accordingly, USDA inventories are considered a resource available for expenditure and included in the fund balance of the applicable fund.

Certain payments to vendors reflect costs applicable to future accounting periods and are reflected as prepaid items. Prepaid items include a \$200,000 security deposit on a building the District is leasing. The deposit is refundable to the District when the lease term ends, or purchase option is exercised.

Inventory and prepaid items are charged as expenditures at the time of use (consumption method).

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

4. Capital Assets

Capital assets, which include land and improvements, buildings, equipment, and vehicles, are reported in the government-wide financial statements. The District defines capital assets as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets that are purchased or constructed are recorded at historical cost where available or estimated historical cost when actual cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

The District operates a student homebuilder program, in which students learn construction skills while building a house. The District records direct costs of this house as construction in progress until completed. Any gain on sale of the house offsets program instruction costs.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and improvements	10 to 50
Equipment	5 to 30
Vehicles	9 to 15

5. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. Deferred outflows of resources represents a consumption of net assets that applies to future periods, and so will not be recognized as an outflow of resources (expense/expenditure) until that future period. The District reports the deferred charge on refunding and pension related deferrals. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. Deferred inflows of resources represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that future period. The government has only one item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenues* reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

6. Long-Term Obligations

In the government-wide financial statements long-term debt obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the lives of the bonds using the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick pay benefits since it is not the District's policy to pay sick leave when employees separate from service. Vested or accumulated vacation leave liability is reported in the government-wide financial statements. Compensated absences are reported in governmental funds only if they have matured due to separation from service.

8. Fund Balance

In the fund financial statements, the fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash and include inventories and prepaid items.

Fund balance is reported as restricted when the 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.

Fund balance is reported as committed when the Board of Education passes a resolution that places specific constraints on how the resources may be used. The Board can modify or rescind the resolution at any time through passage of an additional resolution.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

8. Fund Balance (Continued)

Fund balance is reported as assigned when resources are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the Board of Education approves which resources should be assigned to expenditure for particular purposes during the adoption of the annual budget resolution. Within the Board of Education's intent, the Board has delegated the authority to classify portions of ending fund balance as "assigned" to the Superintendent. The District's Business Manager uses that information to determine whether those resources should be classified as assigned or unassigned for presentation in the District's Annual Comprehensive Financial Report.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned. The General fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

When the option is available to use restricted or unrestricted resources for any purpose, the District expends restricted resources first. When the option is available to use committed, assigned, or unassigned resources for any purpose, the District expends committed resources before assigned resources, and assigned resources before unassigned resources.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

8. Fund Balance (Continued)

Fund balances by classification for the year ended June 30, 2022 were as follows:

	General Fund	Student Investment Fund	Construction Bond Fund	PERS Debt Service Fund	Debt Service Fund	Other Governmental Funds	Total
<u>Fund balances</u>							
Nonspendable:							
Inventories	\$ 322,112	\$ -	\$ -	\$ -	\$ -	\$ 127,957	\$ 450,069
Prepaid items	207,719	-	-	-	-	5,550	213,269
	<u>529,831</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,507</u>	<u>663,338</u>
Restricted:							
Capital projects	-	-	36,611,339	-	-	2,952,783	39,564,122
Debt service	-	-	-	31,330	12,505,822	-	12,537,152
Educational programs	-	-	-	-	-	934,057	934,057
Total restricted	<u>-</u>	<u>-</u>	<u>36,611,339</u>	<u>31,330</u>	<u>12,505,822</u>	<u>3,886,840</u>	<u>53,035,331</u>
Committed:							
Capital projects	-	-	-	-	-	2,044,979	2,044,979
Educational programs	-	-	-	-	-	5,492,608	5,492,608
School lunch expenses	-	-	-	-	-	2,817,462	2,817,462
Insurance deductibles	-	-	-	-	-	693,559	693,559
Employee benefits	-	-	-	-	-	2,573,712	2,573,712
Repairs & Maintenance	-	-	-	-	-	2,012,854	2,012,854
Unappropriated						-	
ending fund balance	<u>6,074,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,074,870</u>
Total committed	<u>6,074,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,635,174</u>	<u>21,710,044</u>
Unassigned	<u>7,653,396</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,653,396</u>
Total fund balances	<u>\$ 14,258,097</u>	<u>\$ -</u>	<u>\$ 36,611,339</u>	<u>\$ 31,330</u>	<u>\$ 12,505,822</u>	<u>\$ 19,655,521</u>	<u>\$ 83,062,109</u>

The District's policy is to commit a portion of the fund balance of its general fund equal to 10% of general fund revenues to assist in meeting its operational and financial obligations until property taxes are collected each November.

At year end, one non-major fund had a negative unassigned fund balance. The negative balance is due to revenue expected to be collected by year end, but not received. This fund balance is expected to be restored by revenues in the next fiscal year.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

9. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of certain assets, liabilities, revenues, expenditures, expenses and other disclosures. Accordingly, actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) for all governmental funds. All annual appropriations lapse at fiscal year end.

Oregon Local Budget Law establishes standard procedures relating to the preparation, adoption, and execution of the annual budget.

The District begins its budgeting process by appointing Budget Committee members in the fall of each year. Budget recommendations are developed by management through early spring, with the Budget Committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June and the hearing is held in June.

The Board of Education adopts the budget, makes appropriations, and declares the tax levy no later than June 30. Expenditure appropriations may not be legally over expended, except in the case of specific purpose grant receipts and bond sale proceeds which could not be reasonably estimated at the time the budget was adopted.

The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The level of budgetary control is established at the functional level: instruction, support services, enterprise and community services, facility acquisition and construction, and other uses. Unexpected additional resources may be added to the budget and appropriated for expenditure through the use of a supplemental budget. The supplemental budget process requires a hearing before the public, publication in the newspaper, and approval by the Board of Education. Oregon Local Budget Law also provides certain specific exceptions to the supplemental budget process to increase appropriations. Management must obtain Board authorization for all appropriation transfers and supplementary budgetary appropriations.

During the year ended June 30, 2022, appropriation increases and transfers were approved. Appropriations are limited to a single fiscal year; therefore, all spending authority of the District lapses as of year end.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

III. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

1. Cash and Cash Equivalents

Cash and cash equivalents are comprised of the following at June 30, 2022:

Demand Deposits	\$ 5,255,251
Cash on Hand	236
Total Cash and Cash Equivalents	<u>\$ 5,255,487</u>
Unrestricted	\$ 4,818,971
Restricted for construction	436,516
Total Cash and Cash Equivalents	<u>\$ 5,255,487</u>

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of bank failure, a government's deposits may not be returned to it. ORS Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program. The Public Funds Collateralization Program was created by the Office of the State Treasurer to facilitate bank depository, custodian and public official compliance with ORS 295. Public officials verify that deposit amounts in excess of deposit insurance limits are only maintained at qualified depositories. ORS 295 requires the qualified depository to pledge collateral against any public funds deposits in excess of deposit insurance amounts.

As of June 30, 2022, the total bank balances were \$5,629,925. Of these deposits, \$250,000 was covered by federal depository insurance. The District maintains its funds at a financial institution deemed to be a qualified depository by the Office of the State Treasurer. As a result, the District's remaining deposits in excess of federal deposit insurance are considered by management to be fully collateralized.

The District has not adopted a formal policy addressing deposit risks. The District has adopted the following policies addressing investment risks:

The District does not invest in securities having a maturity more than 24 months from the date of purchase, except for investments matched with specific requirements such as bond sinking funds or reserves.

The District's investments will be consistent with statutory requirements under ORS 294.035 and Oregon Short Term Fund rules and recommendations.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

2. Investments

Investments are comprised of the following at June 30, 2022:

Investment Type	Weighted Average Maturity	Fair Value	Percentage of Investment Portfolio
Cash and Cash Equivalents	-	\$ 109,069	0.1%
Commercial Paper	0.12	1,994,767	2.4%
Local Government Investment Pool	0.51	27,397,877	33.6%
Corporate Bonds (100% A-)	0.88	4,977,303	6.1%
US Agencies	1.27	47,076,929	57.7%
Accrued Interest	0.80	13,746	0.0%
Total investments		\$ 81,569,691	100.0%
Portfolio weighted average maturity	0.96		
Unrestricted		\$ 32,768,942	
Restricted for debt service		12,503,781	
Restricted for construction		36,296,968	
Total investments		\$ 81,569,691	

Restricted for debt service – The District is responsible for Pension Obligations issued for financing of payment of the District’s Oregon Public Employee Retirement System (PERS) unfunded liability. The State of Oregon withholds a portion of the District’s State School Funding payment and transfers this portion to a trustee escrow account administered by the State of Oregon for the purpose of repayment of scheduled bond principal and interest, as required since the bonds were issued by the Oregon School Board Association. The amount held in the escrow account for payment of future scheduled payments at June 30, 2022 was \$31,330.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

2. Investments (Continued)

Fair Value Hierarchy – Investments

The District categorizes fair value measurements within the hierarchy established by GASB Statement 72. The hierarchy is based on the inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical instruments. The District considers US government agency obligations to be level 1. Level 2 inputs are quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, or model-derived valuations in which all significant inputs are observable, and level 3 inputs are significant unobservable input, the LGIP is not required to be categorized. The District considers all other investments other than LGIP and US Government agencies to be level 2.

Custodial Credit Risk - Investments

Custodial credit risk is the risk that, in the event of a failure of the counterparty, a government's investments may not be returned to it.

The District invests funds in the Local Government Investment Pool (LGIP), the Oregon Short Term Fund established by the State Treasurer. The LGIP is an unrated external investment pool. The value of the District's position in the pool is the same as the value of the pool shares. The investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895.) The LGIP is not registered with the U.S. Securities and Exchange Commission. The amounts invested with the Pool are not subject to custodial credit risk because they are not evidenced by securities that exist in physical book entry form.

In addition, the Oregon State Treasury LGIP distributes investment income on an amortized cost basis and the participant's equity in the pool is determined by the amount of participant deposits, adjusted for withdrawals and distributed income. Accordingly, the adjustment to fair value would not represent an expendable increase (decrease) in the District's cash position.

All of the District's U.S. Government agency securities and Corporate bonds were exposed to custodial credit risk because the securities were held by a third party not in the District's name and were not insured.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

2. Investments (Continued)

Credit Risk – Investments

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Credit quality ratings issued by S&P are summarized on the previous page for the District's investments in corporate indebtedness. Securities of U.S. Government sponsored enterprises are not explicitly backed by the full faith and credit of the U.S. Government, but they have implied government backing and an implied AAA rating. The District's investment advisors indicate that the U.S. Government agency discount notes are not rated, and the U.S. Government agency bonds are rated AAA. The Local Government Investment Pool's credit risk is not rated. The District investment policy limits the District to investments with credit ratings in compliance with Oregon law.

All investments of the District are made in accordance with Oregon Revised Statutes: ORS 294.035 (Investment of surplus funds or political subdivisions; approved investments), ORS 294.040 (Restriction on investments under ORS 294.035), ORS 294.135 (Investment maturity dates), ORS 294.145 (Prohibited conduct for Custodial Officer), ORS 294.805 to 294.895 (Local Government Investment Pool), and ORS 294.052 (Investment by municipality of proceeds of bonds). Any revisions or extensions of these sections of the ORS Chapter are assumed to be part of the District's Investment Policy immediately upon being enacted.

Concentration of Credit Risk – Investments

The District is required to provide information about the concentration of credit risk associated with its investments in one issuer that represent 5 percent or more of the total investments, excluding investments in mutual funds, external investment pools, other pooled investments or those issued and explicitly guaranteed by the U.S. Government. The District had the following investments in US Agencies that are not explicitly guaranteed and exceeded the 5 percent threshold: US Treasury Note Stripped Principal \$4,902,110, US Treasury Bills \$6,984,299, US Treasury Notes \$27,567,138. The District had the following investment in Corporate Bonds that are not explicitly guaranteed and exceeded the 5 percent threshold: JP Morgan Chase & Co \$4,977,303. The District investment policy requires the District to follow diversification guidelines consistent with Oregon law and Oregon Short Term Fund rules and recommendations.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

2. Investments (Continued)

Interest Rate Risk – Investments

The District's investment policy does not allow investments with maturities longer than 24 months from the date of purchase except for investments matched with specific requirements such as bond sinking funds or reserves. As of June 30, 2022, the District's weighted average maturity of its investment portfolio was .98 years. The District invests in short-term Corporate Bonds, U.S. Government securities, time certificates of deposit and the Local Government Investment Pool. These securities will be redeemed for full value at maturity.

B. Receivables

Uncollected property taxes are shown on the statement of net position as receivables. Property taxes are assessed and attach as an enforceable lien on property as of July 1. Taxes are levied on July 1 and are payable on November 15. They may be paid in installments due November 15, February 15, and May 15. Taxes unpaid as of May 16 are considered delinquent. Taxes are billed and collected by Umatilla County, and remittance to the District is made at periodic intervals. For the fiscal year 2021-2022, the District levied property taxes for a general levy and bond levies in the amounts of \$10,668,866 and \$8,333,050, respectively. The tax rate for the fiscal year for the general fund was \$4.8877 per \$1,000 of assessed value. The assessed valuation for the District was \$2,370,795,370. Property taxes receivable - restricted for debt service at June 30, 2022 were \$284,710.

Donations and intergovernmental receivables are considered to be fully collectible. The majority of lunch sales receivables are over 90 days old. A provision of \$11,000 for uncollectible accounts has been established. An Oregon law that went into effect July 1, 2017 allows students to eat lunch no matter what their account balance is. This has allowed several students to accumulate large account balances. The District based their collectible estimate on previous experience with various other student account balances.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

C. Capital Assets

Capital asset activity for governmental activities for the year ended June 30, 2022 was as follows:

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 4,830,503	\$ -	\$ -	\$ 4,830,503
Construction in progress	10,832,792	43,782,100	(424,529)	54,190,363
Total capital assets not being depreciated	<u>15,663,295</u>	<u>43,782,100</u>	<u>(424,529)</u>	<u>59,020,866</u>
Capital assets being depreciated:				
Buildings and improvements	150,146,343	2,136,630	-	152,282,973
Equipment	4,251,895	537,772	(6,389)	4,783,278
Vehicles	857,568	129,103	-	986,671
Total capital assets being depreciated	<u>155,255,806</u>	<u>2,803,505</u>	<u>(6,389)</u>	<u>158,052,922</u>
Less: Accumulated depreciation:				
Buildings and improvements	(54,384,948)	(3,230,354)	-	(57,615,302)
Equipment	(2,599,422)	(341,128)	6,389	(2,934,161)
Vehicles	(605,132)	(98,690)	-	(703,822)
Total accumulated depreciation	<u>(57,589,502)</u>	<u>(3,670,172)</u>	<u>6,389</u>	<u>(61,253,285)</u>
Total capital assets being depreciated, net	<u>97,666,304</u>	<u>(866,667)</u>	<u>-</u>	<u>96,799,637</u>
Governmental activities capital assets, net	<u>\$ 113,329,599</u>	<u>\$ 42,915,433</u>	<u>\$ (424,529)</u>	<u>\$ 155,820,503</u>

Depreciation was charged to functions and programs as follows:

Instruction	\$ 3,077,883
Supporting services	592,289
Total depreciation expense of governmental activities	<u>\$ 3,670,172</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

D. Interfund Receivable/Payable

At June 30, 2022 interfund balances for operating cash management needs were as follows:

Receivable by		Payable from	
Construction Bond Fund	\$ 6,557,556	General Fund	\$ 1,169,360
Student Investment Acct.	1,169,360	Non-Major Funds:	
Non-Major Fund:		ESSER II Grant Fund	12,835
Food Services Fund	845,411	ESSER III Grant Fund	79,662
Total Interfund Receivable	\$ 8,572,327	CTE Career Pathways Fund	13,560
		Title III Grant Fund	11,302
		Title IIA Grant Fund	3,875
		Title I Grant Fund	243,104
		Carl Perkins Fund	472
		High School Success Fund	194,748
		Title IC Grant Fund	47,305
		IDEA Grant Fund	146,339
		YTP Grant Fund	26,688
		Summer Learning Grant Fund	45,288
		Outdoor Education Grant Fund	4,948
		Title IV Grant Fund	15,285
		Construction Bond OSCIM	6,557,556
		Total Interfund Payable	\$ 8,572,327

E. Charges for Services – Interest on Long Term Debt

The issuance of the District’s Pension Bonds is secured by an intercept agreement to transfer an amount of State School Funds distributed by the Oregon Department of Revenue to the Pension Bond Trustee for the purpose of payment of annual interest and principal. Due to this reduction of funds available for use for general operations, each fund is charged an additional expense for PERS, relative to each programs gross payroll expense, for the purpose of replacing the intercept payments remitted to the Trustees. For the year ended June 30, 2022, \$2,387,761 was intercepted and paid to the Trustee charged to governmental activities, as follows:

Governmental activities:	
Regular programs	\$ 1,215,366
Special programs	374,859
Summer school programs	21,810
Student support services	253,798
Instructional staff support	120,918
General administration	17,407
School administration	172,560
Business support services	148,875
Central activities	54,740
Enterprise and community services	7,428
Total	\$ 2,387,761

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

F. Interfund Transfers

Interfund transfers in the fund financial statements are as follows:

	Transfers in	Transfers out
General Fund	\$ -	\$ 500,000
Non-Major Governmental Funds	500,000	-
Total Transfers	\$ 500,000	\$ 500,000

The following transfers occur on a routine basis:

The District transferred \$50,000 from the General Fund to the Print Shop Fund to meet operating needs.

The District makes non-routine transfers to meet current needs and to commit resources for future needs, including:

\$450,000 to the Facility Fund to meet future capital outlay needs.

G. Long-Term Liabilities from Direct Borrowings and Direct Placements

1. General Obligation Bonds – Governmental Activities

General obligation bonds are direct obligations and pledge the full faith and credit of the District. The District has issued general obligation bonds to provide funding for the acquisition and construction of major capital facilities and advance refunding of prior issued general obligation bonds.

In April 2020, the District issued general obligation bonds, Series 2020, combining \$80,052,325 (\$135,052,325 final maturity amount) of Series 2020A deferred interest bonds and \$5,485,000 Series 2020B current interest bonds, to finance school construction and renovation. Series 2020A interest is accreted at yields ranging from 1.91% to 3.49%. Series 2020B interest rates are 5.0%. Series 2020B bond premium of \$1,733,809 is reported in the accompanying financial statements as adjustments to bonds payable, and amortized over the life of the bonds using the effective-interest method. Final payment on Series 2020A is due June 2045. Final payment on Series 2020B is due June 2030.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

G. Long-Term Liabilities from Direct Borrowings and Direct Placements (continued)

1. General Obligation Bonds – Governmental Activities (continued)

A portion of the 2020A bond proceeds were issued for advanced refunding of the Series 2010 general obligation bonds. The District defeased the remaining outstanding balance of \$2,720,000 of the original general obligation bonds by placing the proceeds of the advance refunding bonds in irrevocable trusts to provide for all future debt service payments on the old obligation. Accordingly, the trust account assets and the liabilities for the defeased obligations are not included in the District's basic financial statements. \$2,720,000 remained outstanding at June 30, 2022. The refunding resulted in an economic gain to the District of \$382,449, as computed by the District's investment advisors.

In May 2015, the District issued advance refunding general obligation bonds, Series 2015, in the amount \$18,860,000 to refund \$17,190,000 of 2009 general obligation bonds. Interest ranges from 0.75% to 4.00%, increasing as the time to maturity increases based upon the bond's agreement. The reacquisition price exceeded the net carrying amount of the refunded debt by \$2,778,482. This amount is reported as deferred outflow of resources and is amortized over the remaining life of the refunded debt, which is the same life of the new debt issued. In addition, a bond premium in the amount of \$897,839 has been reported in the Statement of Net Position related to the new debt issue, and is being amortized over the life of the bonds. This advanced refunding resulted in an economic gain to the District of \$1,167,112, as computed by the District's investment advisors.

The District defeased the original general obligation bonds by placing the proceeds of the advance refunding bonds in irrevocable trusts to provide for all future debt service payments on the old obligation. Accordingly, the trust account assets and the liabilities for the defeased obligations are not included in the District's basic financial statements. \$17,190,000 remained outstanding at June 30, 2022.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

G. Long-Term Liabilities from Direct Borrowings and Direct Placements (continued)

1. General Obligation Bonds – Governmental Activities (continued)

In December 2009, the District issued \$31,760,000 of Qualified School Construction Bonds, tax credit bonds available under the American Recovery and Reinvestment Act. In addition to a 5.95 % tax credit, these bonds pay interest each June and December at 1.3%. One principal payment of \$31,760,000 plus interest is due in June 2026. The District has covenanted to establish a sinking fund to hold monies solely for payment of principal and interest on the bonds. The first sinking fund deposits were made in 2020.

In April 2009, the District issued general obligation bonds, Series 2009, combining \$21,535,000 of Series 2009A current interest bonds and \$7,807,257 (14,410,000 final maturity amount) of Series 2009B deferred interest bonds, to finance school construction and renovation. Series 2009A obligation was paid off in the year ending June 30, 2018. Series 2009B interest is accreted at yields ranging from 4.38% to 5.05%.

The District's future maturities for the general obligation bonds issues are as follows:

Year Ending June 30,	Principal	Interest
2023	\$ 1,479,749	\$ 2,554,408
2024	1,454,885	2,699,272
2025	3,022,409	1,216,748
2026	34,976,278	1,152,849
2027	8,062,832	1,480,899
2028-2032	31,451,319	7,292,631
2033-2037	21,882,355	13,182,645
2038-2042	20,534,921	19,620,079
2043-2047	11,685,583	15,154,417
Subtotals	134,550,331	64,353,948
Deferred interest	7,941,807	-
Carrying amount	<u>\$ 142,492,138</u>	<u>\$ 64,353,948</u>

2. Pension Bonds

In October 2002, the District issued \$12,877,169 in Limited Tax Pension Bonds, Series 2002 to finance all or a portion of the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System. Interest rates of these full faith and credit bonds range from 2.06% to 6.10% based upon the bond's agreement. Final payment due June 30, 2028.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

G. Long-Term Liabilities from Direct Borrowings and Direct Placements (continued)

2. Pension Bonds (Continued)

In February 2004, the District issued \$8,745,000 in Limited Tax Pension Bonds, Series 2004 to finance all or a portion of the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System. Interest rates of these full faith and credit bonds range from 3.666% to 5.528% based upon the bond's agreement. Final payment due June 30, 2028.

In June 2022, the District issued \$61,733,955 in Pension Bonds, Series 2022A to finance all or a portion of the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System. Interest rates of these full faith and credit bonds are fixed at 4.45%. Final payment due June 30, 2042.

The District's future maturities for Pension Bonds issues are as follows:

Year Ending June 30,	Principal	Interest
2023	\$ 2,974,044	\$ 3,514,077
2024	3,447,341	3,301,643
2025	3,890,237	3,126,081
2026	4,366,916	2,928,192
2027	4,878,153	2,706,253
2028-2032	12,836,667	11,030,653
2033-2037	17,944,854	7,912,690
2038-2042	24,145,744	3,125,583
	<u>\$ 74,483,956</u>	<u>\$ 37,645,172</u>

3. Changes in Long-Term Liabilities

Long-term liability activity for the year ending June 30, 2022 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Bonds:					
Series 2009B	\$ 4,166,628	\$ -	\$ 1,431,468	\$ 2,735,160	\$ 1,395,194
Series 2009C	31,760,000	-	-	31,760,000	-
Series 2015A	5,485,000	-	-	5,485,000	-
Series 2015B	9,100,000	-	-	9,100,000	-
Series 2020A	80,052,325	-	67,154	79,985,171	84,555
Series 2020B	5,485,000	-	-	5,485,000	-
Pension Bonds:					
Series 2002	8,735,001	-	975,000	7,760,001	1,100,000
Series 2004	5,615,000	-	625,000	4,990,000	705,000
Series 2022A	-	61,733,955	-	61,733,955	2,836,138
Total Bonds	<u>150,398,954</u>	<u>61,733,955</u>	<u>3,098,622</u>	<u>209,034,287</u>	<u>6,120,887</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

G. Long-Term Liabilities from Direct Borrowings and Direct Placements (continued)

3. Changes in Long-Term Liabilities (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Adjustments to Bonds:					
Deferred interest:					
Series 2009B	3,361,322	375,084	1,248,532	2,487,874	1,374,806
Series 2020A	2,912,124	2,544,655	2,846	5,453,933	5,445
	<u>6,273,446</u>	<u>2,919,739</u>	<u>1,251,378</u>	<u>7,941,807</u>	<u>1,380,251</u>
Bond premiums:					
Series 2015B	380,018	-	91,801	288,217	93,905
Series 2020B	1,546,662	-	160,987	1,385,675	163,605
	<u>1,926,680</u>	<u>-</u>	<u>252,788</u>	<u>1,673,892</u>	<u>257,510</u>
Total Adjustments	<u>8,200,126</u>	<u>2,919,739</u>	<u>1,504,166</u>	<u>9,615,699</u>	<u>1,637,761</u>
Total Bonds, net of adjustments	<u>158,599,080</u>	<u>64,653,694</u>	<u>4,602,788</u>	<u>218,649,986</u>	<u>7,758,648</u>
Compensated Absences	<u>144,756</u>	<u>532,969</u>	<u>524,283</u>	<u>153,442</u>	<u>122,754</u>
Total	<u>\$ 158,743,836</u>	<u>\$ 65,186,663</u>	<u>\$ 5,127,071</u>	<u>\$ 218,803,428</u>	<u>\$ 7,881,402</u>

Governmental funds generally used in prior years to liquidate the liability for compensated absences are the General Fund, and various other Special Revenue Funds.

4. Changes in Deferred Outflows of Resources

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Series 2004 & 2009 refunding costs	\$ 1,158,459	\$ -	\$ 169,325	\$ 989,134	\$ 178,367

H. Net Investment in Capital Assets

Capital assets	\$ 155,820,503
Capital debt:	
Series 2009	(34,495,160)
Series 2015	(14,585,000)
Series 2020	(85,470,171)
Premiums	(1,673,892)
Deferred refunding costs	989,134
	<u>\$ 20,585,414</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

I. Leases

1. Lease Assets

The District leases buildings and equipment for use in its operations. The District reports property leased as a lease asset. Lease assets are amortized over the shorter of: 1) the useful life or the property, or 2) the noncancelable term of the lease plus any extensions allowed in the lease agreement that the District is reasonably certain will occur. Lease assets are amortized using the straight-line method. Changes in lease assets during the year ended June 30, 2022 are summarized below.

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022
Lease assets:				
Buildings and improvements	\$ 2,597,610	\$ 338,882	\$ -	\$ 2,936,492
Equipment	553,551	-	-	553,551
Total lease assets	<u>3,151,161</u>	<u>338,882</u>	<u>-</u>	<u>3,490,043</u>
Less: Accumulated amortization:				
Buildings and improvements	(1,536,919)	(276,705)	-	(1,813,624)
Equipment	(424,389)	(110,710)	-	(535,099)
Total accumulated amortization	<u>(1,961,308)</u>	<u>(387,415)</u>	<u>-</u>	<u>(2,348,723)</u>
Total lease assets, net	<u>\$ 1,189,853</u>	<u>\$ (48,533)</u>	<u>\$ -</u>	<u>\$ 1,141,320</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

I. Leases

2. Lease Liability

The District reports the present value of payments expected to be made during the lease term as a lease liability. The District's lease payments are for stated amounts and do not have variable payments or residual value guarantees. Changes in leases payable during the year ended June 30, 2022 are as follows:

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022
Lease liabilities:				
District Office	\$ 1,254,182	\$ -	\$ (278,610)	\$ 975,572
Warehouse	-	338,882	(22,641)	316,241
Office Equipment	139,217	-	(118,930)	20,287
Total lease liabilities	<u>\$ 1,393,399</u>	<u>\$ 338,882</u>	<u>\$ (420,181)</u>	<u>\$ 1,312,100</u>

Future payment of principal and interest on leases are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 379,738	\$ 45,242	\$ 424,980
2024	380,822	30,373	411,195
2025	403,197	14,734	417,931
2026	99,479	3,595	103,074
2027	48,864	736	49,600
	<u>\$ 1,312,100</u>	<u>\$ 94,680</u>	<u>\$ 1,406,780</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
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NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

IV. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft or damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Workers compensation insurance is also provided through a commercial carrier. There has been no significant reduction in insurance coverage from the prior year and the District has not been required to pay any settlements in excess of insurance coverage during the past three fiscal years.

B. Pension Plan

The Oregon Public Employees Retirement System consists of a cost-sharing multiple employer defined benefit pension plan.

Tier One/Tier Two Retirement Benefit (Chapter 238):

Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003.

Pension Benefits:

The PERS retirement allowance is payable monthly for life. The basic benefit is based on years of service and final average salary. Generally, a percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier Two members are eligible for full benefits at age 60.

Death Benefits:

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, if certain conditions are met.

Disability Benefits:

Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

B. Pension Plan (continued)

Tier One/Tier Two Retirement Benefit (Chapter 238) (continued):

Benefit Changes After Retirement:

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments.

Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA is 2.0 percent.

OPSRP Pension Program (ORS Chapter 238A):

Pension Benefits:

The Pension Program provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are based on years of service and final average salary.

For police and fire, 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire member, is age 60 or age 53 with 25 years of retirement credit.

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

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

Death Benefits:

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

Disability Benefits:

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
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NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

B. Pension Plan (continued)

OPSRP Pension Program (ORS Chapter 238A) (continued):

Benefit Changes After Retirement:

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA will vary: 1.25 percent for beneficiaries receiving yearly benefits below \$60,000 or \$750 plus 0.15 percent for beneficiaries receiving yearly benefits above \$60,000.

OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

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

Upon retirement, a member of the OPSRP Individual Account Program (IAP) may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death Benefits

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

Recordkeeping

PERS contracts with VOYA Financial to maintain IAP participant records.

Contributions:

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the December 31, 2019 actuarial valuation. Covered employees are required to contribute 6.00% of wages, which the District pays as part of the employee's compensation package. The District is required to contribute 17.98% of wages for Tier one/Tier two employees and 14.87% for OPSRP employees. Employer contributions for the year ended June 30, 2022 were \$5,732,148, excluding amounts to fund employer specific liabilities.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

B. Pension Plan (continued)

Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources:

At June 30, 2022, the District reported a liability of \$29,854,271 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. At June 30, 2022, the District's proportion was 0.24948248% compared to its proportion of 0.25737471% measured as of June 30, 2021.

For the year ended June 30, 2022, the District recognized pension income of \$1,470,776, and 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	\$ 2,794,555	\$ -
Change of assumptions	7,473,423	78,569
Net differences between projected and actual earnings on investments	-	22,100,885
Change in proportionate share	914,692	1,355,277
Differences between employer contributions and employer's proportionate share of system contributions	343,547	824,913
Contributions subsequent to the measurement date	5,928,269	-
	\$ 17,454,486	\$ 24,359,644
Net deferred Outflow / (Inflow) of resources		\$ (6,905,158)

Contributions subsequent to the measurement date but before the end of the District's reporting period will be recognized in the subsequent fiscal period. Other deferred inflow of resources and deferred outflows of resources will be recognized in pension expense/(income) in the following years:

	Year	Amount
	2023	\$ (2,070,238)
	2024	(2,513,407)
	2025	(3,341,010)
	2026	(5,512,846)
	2027	604,074
		(12,833,427)
Contributions subsequent to the measurement date		5,928,269
Net deferred Outflow / (Inflow) of resources		\$ (6,905,158)

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

B. Pension Plan (continued)

Actuarial Valuations:

The employer contribution rates effective July 1, 2021, through June 30, 2023, were set using the projected unit credit actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions Used in Developing Total Pension Liability:

Valuation Date	December 31, 2019
Experience Study Report	2018, published July 2019
Actuarial cost method	Entry Age Normal

Actuarial assumptions:

Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 percent
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service.

Mortality

Healthy retirees and beneficiaries:

Pub-2010 Healthy retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-back as described in the valuation.

Active members:

Pub-2010 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-back as described in the valuation.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2022

B. Pension Plan (continued)

Actuarial Methods and Assumptions Used in Developing Total Pension Liability (cont.):

Disabled retirees:

Pub-2010 Disabled retirees, sex-distinct, generational with Unisex, Social Security Date Scale, with job category adjustments and set-back as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far in to the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2018 Experience Study which reviewed experience for the four-year period ending on December 31, 2018.

Discount Rate:

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

Assumed Asset Allocation:

Asset Class/Strategy:	<u>Low Range</u>	<u>High Range</u>	<u>OIC Target</u>
Debt Securities	15.0 %	25.0 %	20.0 %
Public Equity	27.5	37.5	32.5
Real Estate	9.5	15.5	12.5
Private Equity	14.0	21.0	17.5
Opportunity Portfolios	7.5	17.5	15.0
Alternative Portfolios	-	5.0	-
Risk Parity	-	2.5	2.5
Total			100.0 %

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

B. Pension Plan (continued)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at the time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

<u>Asset Class</u>	<u>Target %</u>	<u>20-Year Annualized Geometric Mean %</u>
Global Equity	30.62	5.85
Private Equity	25.50	7.71
Core Fixed Income	23.75	2.73
Real Estate	12.25	5.66
Master Limited Partnerships	0.75	5.71
Infrastructure	1.50	6.26
Commodities	0.63	3.10
Hedge Fund of Funds - Multistrategy	1.25	5.11
Hedge Fund Equity -Hedge	0.63	5.31
Hedge Fund - Macro	5.62	5.06
US Cash	(2.50)	1.76
Assumed Inflation - Mean		2.40

Sensitivity Analysis :

	<u>1% Decrease (5.9%)</u>	<u>Current Discount Rate</u>	<u>1% Increase (7.9%)</u>
Employers' Net Pension Liability			
Defined Benefit Pension Plan:	<u>\$ 58,626,646</u>	<u>\$ 29,854,271</u>	<u>\$ 5,782,235</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

B. Pension Plan (continued)

Oregon PERS produces an independently audited ACFR which can be found at: <http://www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf>.

GASB 68 requires employers to briefly describe any changes between the measurement date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

We are not aware of any changes that meet this disclosure requirement.

C. Postemployment Health Care Plan - Implied Subsidy

The District operates a single-employer retiree benefit plan that provides postemployment health, dental, vision and prescription coverage benefits to eligible employees and their eligible dependents. The General Fund has typically been used to liquidate this benefit obligation. This "plan" is not a stand-alone plan and therefore does not issue its own financial statements.

The District offers post-employment health care benefits for certain employees who have completed a specified number of years of continuous service, are eligible for PERS benefits, and have not reached the age of 65 or are eligible for Medicare. The District has discontinued this benefit, and it is not available for employees hired after June 30, 2003. At June 30, 2022, 27 participants were included in the District post employment benefit program.

Plan description

The plan provides pre-Medicare health care insurance coverage to retirees based on the gross premium rates charged to active employees. Health care premiums, priced only for retirees who on average incur higher health care claims costs than younger active employees, would be more expensive than health care premiums that are priced to cover the average costs of both actives and retirees combined. The resulting additional cost, or implicit subsidy, must be included in the liabilities and costs reported on the entity's financial statements.

Benefits provided

Retirees under 65 and their spouses are eligible to receive the same health care coverage as active employees. Premiums for retirees are tiered and based upon the premium rates available to active employees. The District-paid premium is capped based upon date of retirement, and ranges between \$1,300 per month for employees retiring before July 1, 2011 and reducing to \$400 per month for employees retiring after July 1, 2021. Classified employee's District-paid premium caps are lower than other employees, and will be approximately 88% of other employees retiring after July 1, 2022. The retiree is responsible for any portion of the premiums not paid by the Employer. The retiree is responsible for the dental and vision premiums.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

C. Postemployment Health Care Plan - Implied Subsidy (continued)

Employees covered by benefit terms

At June 30, 2022, the following employees were covered by the benefit terms:

Active Employees	595
Eligible Retirees	35
Spouses of Ineligible Retirees	4
	634

Total OPEB Liability

The District's total OPEB liability of \$4,995,341 was measured as of June 30, 2021, and was determined by an actuarial valuation as of July 1, 2021.

Actuarial assumptions and other inputs

Inflation rate	2.40%
Salary increases	3.40%
Discount rate	2.16%

	Year	Pre-65 Trend	Year	Pre-65 Trend
Health Care Cost Trend	2021	3.25%	2068-2072	4.00%
Medical	2022	5.00%	2073+	3.75%
	2023	5.25%		
	2024-2025	5.00%		
	2026-2028	4.75%		
	2029-2061	4.50%		
	2062-2067	4.25%		

Dental and Vision 4.00% per year

Mortality Non-annuitant male: 125% of the combined 80% Pub-2010 Teacher/ 20% Pub-2010 General Employee male table. Non-annuitant female: 100% of Pub-2010 Teacher Employee female table.

Annuitant male: 80% of Pub-2010 Healthy Teacher Retiree male table and 20% of Pub-2010 Healthy General Retiree male table.

Annuitant female: 100% of Pub-2010 Healthy Teacher Retiree female table.

Future mortality improvement: Unisex Social Security Data Scale.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

C. Postemployment Health Care Plan - Implied Subsidy (continued)

The discount rate was based on Bond Buyer 20-Year General Obligation Bond Index.

Changes in Total OPEB Liability	Increase (Decrease)
	Total OPEB Liability
Balance as of June 30, 2021	\$ 5,422,954
Changes for the year:	
Service cost	306,685
Interest on total OPEB liability	121,914
Effect of economic/demographic gains or losses	(382,301)
Effect of assumptions changes or inputs	(45,210)
Benefit payments	(428,701)
Balance as of June 30, 2022	<u>\$ 4,995,341</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21% in 2021 to 2.16% in 2022.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease	Current	1% Increase
	(1.16%)	Discount Rate	(3.16%)
Total OPEB Implied Subsidy Liability	<u>\$ 5,342,229</u>	<u>\$ 4,995,341</u>	<u>\$ 4,664,572</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current	1% Increase
		Discount Rate	
Total OPEB Implied Subsidy Liability	<u>\$ 4,541,283</u>	<u>\$ 4,995,341</u>	<u>\$ 5,533,219</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

C. Postemployment Health Care Plan - Implied Subsidy (continued)

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

For the year ended June 30, 2022, the District recognized OPEB expense of \$306,685. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 376,199
Changes of assumptions or inputs	286,824	308,694
Benefit Payments	345,528	-
	\$ 632,352	\$ 684,893
Net deferred Outflow / (Inflow) of resources		\$ (52,541)

Deferred outflows and inflows of resources will be recognized in OPEB expense (income) as follows:

	Year	Amount
	2023	\$ (66,111)
	2024	(66,111)
	2025	(66,111)
	2026	(63,103)
	2027	(34,872)
	Thereafter	(101,761)
		(398,069)
	Benefit Payments	345,528
Net deferred Outflow / (Inflow) of resources		\$ (52,541)

D. Postemployment Health Care Plan - Retirement Health Insurance Account (RHIA)

Plan description:

ORS 238.420 established the Retirement Health Insurance Account (RHIA) and authorizes a payment of up to \$60 from RHIA toward the monthly cost of health insurance for eligible PERS members. RHIA is a cost-sharing multiple-employer Other Postemployment Benefit (OPEB) plan. The plan was closed to new entrants hired on or after August 29, 2003. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

D. Postemployment Health Care Plan - RHIA (continued)

Contributions:

PERS employers contributed 0.06 percent of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits.

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

At June 30, 2022, the District reported an asset of \$766,212 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2021. The total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2019 and rolled forward to the measurement date of June 30, 2021. The basis for the employer's proportion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actuarial contributions in the fiscal year of all employers. At June 30, 2022, the District's proportion was 0.22312471% compared to its proportion of 0.34959760% measured as of June 30, 2021.

For the year ended June 30, 2022, the District recognized OPEB income of \$91,596. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 21,317
Changes of assumptions	15,076	11,399
Net differences between projected and actual earnings on investments	-	182,092
Changes in proportionate share	155,088	45,500
Contributions subsequent to the measurement date	11,618	-
	\$ 181,782	\$ 260,307
Net deferred Outflow / (Inflow) of resources		\$ (78,525)

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

D. Postemployment Health Care Plan - RHIA (continued)

Contributions subsequent to the measurement date but before the end of the District's reporting period will be recognized in the subsequent fiscal year. Other deferred inflows of resources and deferred outflows of resources related to OPEB will be recognized in OPEB expense/(income) in the following years:

	Year	Amount
	2023	\$ (18,181)
	2024	27,130
	2025	(41,572)
	2026	(57,520)
	2027	-
		(90,143)
Contributions subsequent to the measurement date		11,618
Net deferred Outflow / (Inflow) of resources		\$ (78,525)

Actuarial assumptions:

Experience studies are performed as of December 31 of even numbered years. The methods and assumptions are based on the 2018 experience study, which reviewed the experience for the four-year period ended on December 31, 2018. The Retirement Health Insurance Account is a benefit of the Oregon Public Employees Retirement System. Actuarial methods and assumptions, including the long-term expected rate of return, are the same as reported for the District's pension plan.

Discount rate:

The discount rate used to measure the total OPEB liability was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made at contractually required rates, actuarially determined. Based on this assumption, 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 total OPEB liability.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate:

The following presents the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9 percent) or 1-percentage-point higher (7.9 percent) than the current discount rate:

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

D. Postemployment Health Care Plan -RHIA (continued)

	1% Decrease (5.9%)	Current Discount Rate	1% Increase (7.9%)
Employers' Net Pension Liability (Asset)			
Defined Benefit Pension Plan:	\$ (677,602)	\$ (766,212)	\$ (841,906)

Oregon PERS produces an independently audited ACFR which can be found at:
<http://www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf>.

E. Pension and OPEB Deferrals

Deferrals result from pension and OPEB deferrals described in Notes B, C and D as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension deferrals	\$ 17,454,486	\$ 24,359,644
Other postemployment benefit deferrals - RHIA	181,782	260,307
Other postemployment benefit deferrals - implied subsidy	632,352	684,893
Totals	\$ 18,268,620	\$ 25,304,844

F. Contingencies

The District currently has three open claims against them. Two cases involve former employees asserting employment related claims.

Both employment related cases are in the early stages and are believed to have very little merit. The District plans to defend both cases aggressively. Any fees and potential verdict against the District are expected to be covered by the District's insurance.

The District is also involved in a contract dispute arising from a settlement agreement previously entered into by the District. Any losses that may occur from this dispute are not expected to be material to the financial statements, but will not be covered by the District's insurance.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

G. Subsequent Events

The District finished building one new elementary school and rebuilding an existing elementary school in fall 2022. The District is currently constructing an addition to the high school. This projects is expected to be finished in the spring of 2023 and is expected to cost approximately \$29 million. All of these projects are funded through 2020 bond proceeds.

Management evaluated all activity of the District through the issue date of the Financial Statements and concluded that no other subsequent events have occurred that would require recognition in the Financial Statements nor disclosure in the Notes to the Financial Statements.

H. Tax Abatements

The District is subject to tax abatements granted by Umatilla County. Umatilla County grants exemptions from property taxes within enterprise zones and under the strategic investment program as authorized in ORS 285C.

District property tax revenues were reduced as follows:

Long-term Rural Enterprise Zones	\$ 2,361,522
Strategic Investment Program	<u>2,671,597</u>
	<u><u>\$ 5,033,119</u></u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2022

I. Prior Period Adjustment

The District has a prior period adjustment because of the implementation of GASB 87 required in the reporting year. GASB 87 requires operating leases to be shown as liabilities in the Statement of Net Position as well as calculating the value of the leased assets and reporting them as other assets on the Statement of Net Position. The difference between lease assets and lease liabilities at the beginning of the reporting period is summarized below.

	Balance at July 1, 2021
Lease assets	\$ 1,189,853
Lease liabilities	(1,393,399)
Prior period adjustment	\$ (203,546)
	<hr/> <hr/>
Beginning net position July 1, 2021	\$ 28,500,286
Prior period adjustment	(203,546)
Beginning net position July 1, 2021, restated	\$ 28,296,740
	<hr/> <hr/>

REQUIRED SUPPLEMENTARY INFORMATION



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Schedule of Proportionate Share of the Net Pension Liability

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability (asset)	0.249482%	0.257375%	0.251217%	0.256258%	0.242992%	0.233259%	0.257982%	0.243750%
Proportionate share of the net pension liability (asset)	\$ 29,854,271	\$ 56,168,014	\$ 43,454,544	\$ 38,819,784	\$ 32,755,430	\$ 35,017,593	\$ 14,811,937	\$ (5,525,111)
Covered payroll	\$ 32,152,135	\$ 30,203,099	\$ 28,015,022	\$ 28,412,475	\$ 26,849,874	\$ 24,863,021	\$ 23,177,398	\$ 21,054,407
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	92.85%	185.97%	155.11%	136.63%	121.99%	140.84%	63.91%	(26.24)%
Plan fiduciary net position as a percentage of the total pension liability (asset)	87.60%	75.80%	80.20%	82.07%	83.12%	80.53%	91.88%	103.59%

Note:

The District implemented GASB 68, which requires that ten years of comparative information be presented, in 2015. Over time, ten years of information will be presented.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Schedule of Pension Contributions

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contributions	\$ 6,116,068	\$ 5,694,764	\$ 5,580,339	\$ 3,850,212	\$ 3,727,319	\$ 2,473,327	\$ 2,373,369	\$ 2,421,729
Contributions in relation to contractually required contributions	<u>(6,116,068)</u>	<u>(5,694,764)</u>	<u>(5,580,339)</u>	<u>(3,850,212)</u>	<u>(3,727,319)</u>	<u>(2,473,327)</u>	<u>(2,373,369)</u>	<u>(2,421,729)</u>
Contribution deficiency (excess)	<u>\$ -</u>							
Covered payroll	\$ 34,576,851	\$ 32,152,135	\$ 30,203,099	\$ 28,015,022	\$ 28,412,475	\$ 26,849,874	\$ 24,863,021	\$ 23,177,398
Contributions as a percentage of covered payroll	17.69%	17.71%	18.48%	13.74%	13.12%	9.21%	9.55%	10.45%

Note:

The District implemented GASB 68, which requires that ten years of comparative information be presented, in 2015. Over time, ten years of information will be presented.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Schedule of Proportionate Share of the Net OPEB Liability - RHIA

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Proportion of the net OPEB liability (asset)	0.223125%	0.349598%	0.255670%	0.249937%	23.263400%
Proportionate share of the net pension OPEB (asset)	\$ (766,212)	\$ (712,341)	\$ (494,104)	\$ (278,997)	\$ (97,088)
Covered payroll	\$ 32,152,135	\$ 30,203,099	\$ 28,015,022	\$ 28,412,475	\$ 26,849,874
Proportionate share of the net pension OPEB (asset) as a percentage of its covered payroll	-2.38%	-2.36%	-1.76%	-0.98%	-0.36%
Plan fiduciary net position as a percentage of the total OPEB	183.90%	150.10%	144.40%	123.99%	108.90%

Note:

The District implemented GASB 75, which requires that ten years of comparative information be presented, in 2018. Over time, ten years of information will be presented.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Schedule of OPEB Contributions - RHIA

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contributions	\$ 12,963	\$ 5,970	\$ 18,122	\$ 120,465	\$ 127,856
Contributions in relation to contractually required contributions	<u>(12,963)</u>	<u>(5,970)</u>	<u>(18,122)</u>	<u>(120,465)</u>	<u>(127,856)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 34,576,851	\$ 32,152,135	\$ 30,203,099	\$ 28,015,022	\$ 28,412,475
Contributions as a percentage of covered payroll	0.04%	0.02%	0.06%	0.43%	0.45%

Note:

The District implemented GASB 75, which requires that ten years of comparative information be presented, in 2018. Over time, ten years of information will be presented.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Schedule of Changes in OPEB Liability - Implied Subsidy

Total OPEB Liability	2022	2021	2020	2019	2018
Service Cost	\$ 306,685	\$ 250,930	\$ 283,968	\$ 282,567	\$ 302,735
Interest on total OPEB liability	121,914	180,223	211,315	207,300	183,747
Effect of economic/demographic gains or losses	(382,301)	-	(45,358)	-	-
Effect of assumptions changes or inputs	(45,210)	358,530	(133,523)	(103,941)	(267,613)
Benefit payments	<u>(428,701)</u>	<u>(525,551)</u>	<u>(661,594)</u>	<u>(772,893)</u>	<u>(938,250)</u>
Net change in OPEB liability	(427,613)	264,132	(345,192)	(386,967)	(719,381)
Total OPEB Liability, beginning	<u>5,422,954</u>	<u>5,158,822</u>	<u>5,504,014</u>	<u>5,890,981</u>	<u>6,610,362</u>
Total OPEB, ending	<u>\$ 4,995,341</u>	<u>\$ 5,422,954</u>	<u>\$ 5,158,822</u>	<u>\$ 5,504,014</u>	<u>\$ 5,890,981</u>
Covered-employee payroll	\$ 34,576,851	\$ 32,152,135	\$ 30,203,099	\$ 28,015,022	\$ 28,412,475
Total OPEB liability as a percentage of covered payroll	14.45%	16.87%	17.08%	19.65%	20.73%

Note:

The District implemented GASB 75, which requires that ten years of comparative information be presented, in 2018. Over time, ten years of information will be presented.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

Notes to Required Supplementary Information

June 30, 2022

Change in Benefit Terms

GASB 68 and 75 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension or OPEB Liability, along with an estimate of the resulting change, if available.

We are not aware of any changes that meet this disclosure requirement.

SUPPLEMENTARY INFORMATION



COMBINING STATEMENTS

Non-Major Governmental Funds

Special Revenue Funds

The Special Revenue Funds account for revenue from specific sources that are legally restricted to expenditures for specified purposes. Funds included in this category are:

- Biennium Reserve Fund
- ESSER Grant Fund
- ESSER II Grant Fund
- Food Service Program Fund
- Farm to School Grant Fund
- Hermiston Education Foundation Gifts Fund
- ESSER III Grant Fund
- CTE Career Pathways Fund
- Title III Grant Fund
- Title II A Grant Fund
- Title I A Fund
- Insurance Reserve Fund
- Carl Perkins Fund
- High School Success Grant Fund
- Classrooms Needs Grant Fund
- Title I C Grant Fund
- IDEA Grant Fund
- Youth Transition Program Grant Fund
- SB 622 Technology Fund
- Facility Grant Fund
- Summer Learning Grants Fund
- Gifts and Donations Fund
- Vendor Contracts Fund
- PERS Reserve Fund
- Curriculum Reserve Fund
- Print Shop Fund
- Outdoor Education Fund
- Student Body Fund
- Title IV Grant Fund
- Maintenance Reserve Fund
- Columbia Basin Student Homes Fund
- IDEA ARP Grant Fund
- ARP Homeless Children and Youth Grant Fund

Capital Project Funds

The capital project funds account for revenue and expenses for specific capital outlay projects. Funds included in this category are:

- Construction Bond OSCIM Grant Fund

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS

June 30, 2022

	Special Revenue Funds											
	Biennium Reserve Fund	ESSER Grant Fund	ESSER II Grant Fund	Food Service Program Fund	Farm to School Grant Fund	Hermiston Education Foundation Fund	ESSER III Grant Fund	CTE Career Pathways Fund	TITLE III Grant Fund	TITLE II A Grant Fund	TITLE I A Grant Fund	Insurance Reserve Fund
ASSETS												
Cash and cash equivalents	\$ 240,000	\$ -	\$ -	\$ 1,437,928	\$ -	\$ 4,236	\$ -	\$ -		\$ -	\$ -	\$ 159,702
Investments	2,650,000	-	-	155,649	-	-	-	-	-	-	-	533,857
Receivables:												
Intergovernmental	-	-	15,496	505,564	-	-	79,662	13,560	11,302	3,875	243,484	
Donations and other	-	-	-	53,960	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	845,411	-	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	127,957	-	-	-	-	-	-	-	-
Total assets	\$ 2,890,000	\$ -	\$ 15,496	\$ 3,126,469	\$ -	\$ 4,236	\$ 79,662	\$ 13,560	\$ 11,302	\$ 3,875	\$ 243,484	\$ 693,559
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES												
Liabilities:												
Accounts payable	\$ -	\$ -	\$ 2,661	\$ 127,090	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 380	\$ -
Due to other funds	-	-	12,835	-	-	-	79,662	13,560	11,302	3,875	243,104	-
Total liabilities	-	-	15,496	127,090	-	-	79,662	13,560	11,302	3,875	243,484	-
Deferred inflows of resources:	-	-	-	53,960	-	-	-	-	-	-	-	-
Fund balances:												
Nonspendable	-	-	-	127,957	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	4,236	-	-	-	-	-	-
Committed	2,890,000	-	-	2,817,462	-	-	-	-	-	-	-	693,559
Total fund balances	2,890,000	-	-	2,945,419	-	4,236	-	-	-	-	-	693,559
Total liabilities, deferred inflows of resources and fund balances	\$ 2,890,000	\$ -	\$ 15,496	\$ 3,126,469	\$ -	\$ 4,236	\$ 79,662	\$ 13,560	\$ 11,302	\$ 3,875	\$ 243,484	\$ 693,559

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)

June 30, 2022

	Special Revenue Funds											
	Carl Perkins Fund	High School Success Grant Fund	Classroom Needs Grant Fund	TITLE I C Grant Fund	IDEA Grant Fund	YTP Grant Fund	SB 622 Technology Fund	Facility Grant Fund	Summer Learning Grants Fund	Gifts and Donations Fund	Vendor Contracts Fund	PERS Reserve Fund
ASSETS												
Cash and cash equivalents	\$ -	\$ -	\$ 87,889	\$ -	\$ -	\$ -	\$ 304,927	\$ 599,111	\$ -	\$ 352,679	\$ 8,408	\$ 15,000
Investments	-	-	954,193	-	-	-	697,970	2,353,672	-	-	-	2,558,712
Receivables:	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	1,933	194,748	-	47,305	214,515	26,688	-	-	54,719	433	-	-
Donations and other	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 1,933	\$ 194,748	\$1,042,082	\$ 47,305	\$ 214,515	\$ 26,688	\$ 1,002,897	\$ 2,952,783	\$ 54,719	\$ 353,112	\$ 8,408	\$2,573,712
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES												
Liabilities:												
Accounts payable	\$ 1,461	\$ -	\$ -	\$ -	\$ 68,176	\$ -	\$ -	\$ -	\$ 9,431	\$ 4,932	\$ -	\$ -
Due to other funds	472	194,748	-	47,305	146,339	26,688	-	-	45,288	-	-	-
Total liabilities	1,933	194,748	-	47,305	214,515	26,688	-	-	-	-	-	-
Deferred inflows of resources:	-	-	-	-	-	-	-	-	54,719	-	-	-
Fund balances:												
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	2,952,783	(54,719)	348,180	-	-	-
Committed	-	-	1,042,082	-	-	-	1,002,897	-	-	-	8,408	2,573,712
Total fund balances	-	-	1,042,082	-	-	-	1,002,897	2,952,783	(54,719)	348,180	8,408	2,573,712
Total liabilities, deferred inflows of resources and fund balances	\$ 1,933	\$ 194,748	\$1,042,082	\$ 47,305	\$ 214,515	\$ 26,688	\$ 1,002,897	\$ 2,952,783	\$ 54,719	\$ 353,112	\$ 8,408	\$2,573,712

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
June 30, 2022

	Special Revenue Funds									Capital Project	
	Curriculum Reserve Fund	Print Shop Fund	Outdoor Education Fund	Student Body Fund	Title IV Grant Fund	Maintenance Reserve Fund	Columbia Basin Student Homes Fund	IDEA ARP Grant Fund	ARP HCY Grant Fund	Construction Bond OSCIM Fund	TOTALS
ASSETS											
Cash and cash equivalents	\$ 175,984	\$ 20,279	\$ -	\$ 349,566	\$ -	\$ 250,000	\$ 109,205	\$ -	\$ -	\$ -	\$ 4,114,914
Investments	2,056,188	-	-	-	-	1,762,854	-	-	-	-	13,723,095
Receivables:											
Intergovernmental	-	-	105,802	8,039	15,285	-	-	-	-	6,557,556	8,099,966
Donations and other	-	-	-	-	-	478,099	-	-	-	-	532,059
Due from other funds	-	-	-	-	-	-	-	-	-	-	845,411
Prepaid Items	-	-	-	5,550	-	-	-	-	-	-	5,550
Inventory	-	-	-	-	-	-	-	-	-	-	127,957
Total assets	\$ 2,232,172	\$ 20,279	\$ 105,802	\$ 363,155	\$ 15,285	\$ 2,012,854	\$ 587,304	\$ -	\$ -	\$ 6,557,556	\$ 27,448,952
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
Liabilities:											
Accounts payable	\$ -	\$ -	\$ -	\$ 15,856	\$ -	\$ -	\$ 51,798	\$ -	\$ -	\$ -	\$ 281,785
Due to other funds	-	-	4,948	-	15,285	-	-	-	-	6,557,556	7,402,967
Total liabilities	-	-	4,948	15,856	15,285	-	51,798	-	-	6,557,556	7,684,752
Deferred inflows of resources:	-	-	-	-	-	-	-	-	-	-	108,679
Fund balances:											
Nonspendable	-	-	-	5,550	-	-	-	-	-	-	133,507
Restricted	-	-	100,854	-	-	535,506	-	-	-	-	3,886,840
Committed	2,232,172	20,279	-	341,749	-	2,012,854	-	-	-	-	15,635,174
Total fund balances	2,232,172	20,279	100,854	347,299	-	2,012,854	535,506	-	-	-	19,655,521
Total liabilities, deferred inflows of resources and fund balances	\$ 2,232,172	\$ 20,279	\$ 105,802	\$ 363,155	\$ 15,285	\$ 2,012,854	\$ 587,304	\$ -	\$ -	\$ 6,557,556	\$ 27,448,952

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2022

	Special Revenue Funds											
	Biennium Reserve Fund	ESSER Grant Fund	ESSER II Grant Fund	Food Service Program Fund	Farm to School Grant Fund	Hermiston Education Foundation Fund	ESSER III Grant Fund	CTE Career Pathways Fund	TITLE III Grant Fund	TITLE II A Grant Fund	TITLE I A Grant Fund	Insurance Reserve Fund
REVENUES:												
Investment interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and contributions	-	-	-	-	-	-	-	-	-	-	-	-
Charges from service	-	-	-	66,742	-	-	-	-	-	-	-	20,406
State school fund	-	-	-	-	-	-	-	-	-	-	-	-
State grants	-	-	-	47,828	-	-	-	13,560	-	-	-	-
Revenue from federal grants	-	-	2,686,740	2,940,242	-	-	1,018,579	-	158,868	119,555	1,436,674	-
Total revenues	-	-	2,686,740	3,054,812	-	-	1,018,579	13,560	158,868	119,555	1,436,674	20,406
EXPENDITURES:												
Instruction	-	-	121,945	-	-	-	193,018	13,560	1,459	-	1,297,117	-
Supporting services	-	-	2,564,795	-	-	-	776,889	-	31,204	119,555	123,704	9,045
Community and enterprise	-	-	-	1,893,476	-	-	-	-	126,205	-	15,853	-
Facilities acquisition	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	-	-	2,686,740	1,893,476	-	-	969,907	13,560	158,868	119,555	1,436,674	9,045
Excess (deficiency) of revenues over (under) expenditures	-	-	-	1,161,336	-	-	48,672	-	-	-	-	11,361
OTHER FINANCING SOURCES												
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	1,161,336	-	-	48,672	-	-	-	-	11,361
FUND BALANCE - Beginning	2,890,000	-	-	1,784,083	-	4,236	(48,672)	-	-	-	-	682,198
FUND BALANCE - Ending	\$ 2,890,000	\$ -	\$ -	\$ 2,945,419	\$ -	\$ 4,236	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 693,559

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the fiscal year ended June 30, 2022

	Special Revenue Funds											
	Carl Perkins Fund	High School Success Grant Fund	Classroom Needs Grant Fund	TITLE I C Grant Fund	IDEA Grant Fund	YTP Grant Fund	SB 622 Technology Fund	Facility Grant Fund	Summer Learning Grants Fund	Gifts and Donations Fund	Vendor Contracts Fund	PERS Reserve Fund
REVENUES:												
Investment interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and contributions	-	-	-	-	-	-	-	-	-	253,420	139	-
Charges from service	-	-	-	-	-	-	37,019	-	-	-	-	-
State school fund	-	-	-	-	-	-	-	-	-	-	-	-
State grants	-	1,252,796	-	-	-	44,403	-	-	1,077,221	15,932	-	-
Revenue from federal grants	57,897	-	-	47,305	981,872	49,406	-	-	-	-	-	-
Total revenues	57,897	1,252,796	-	47,305	981,872	93,809	37,019	-	1,077,221	269,352	139	-
EXPENDITURES:												
Instruction	-	866,284	-	47,305	954,428	92,575	-	-	990,378	123,483	1,200	-
Supporting services	57,897	386,512	-	-	27,444	1,234	-	-	-	37,079	-	-
Community and enterprise	-	-	-	-	-	-	-	-	116,216	-	-	-
Facilities acquisition	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	57,897	1,252,796	-	47,305	981,872	93,809	-	-	1,106,594	160,562	1,200	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	37,019	-	(29,373)	108,790	(1,061)	-
OTHER FINANCING SOURCES												
Sale of assets	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	450,000	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-	450,000	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	37,019	450,000	(29,373)	108,790	(1,061)	-
FUND BALANCE - Beginning	-	-	1,042,082	-	-	-	965,878	2,502,783	(25,346)	239,390	9,469	2,573,712
FUND BALANCE - Ending	\$ -	\$ -	\$ 1,042,082	\$ -	\$ -	\$ -	\$ 1,002,897	\$ 2,952,783	\$ (54,719)	\$ 348,180	\$ 8,408	\$ 2,573,712

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the fiscal year ended June 30, 2022

	Special Revenue Funds									Capital Project	
	Curriculum Reserve Fund	Print Shop Fund	Outdoor Education Fund	Student Body Fund	Title IV Grant Fund	Maintenance Reserve Fund	Columbia Basin Student Homes Fund	IDEA ARP Grant Fund	ARP HCY Grant Fund	Construction Bond OSCIM Fund	TOTALS
REVENUES:											
Investment interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and contributions	-	-	-	35,650	-	-	-	-	-	-	289,209
Charges from service	-	88,841	-	454,396	-	-	2,349	-	-	-	669,753
State school fund	-	-	-	-	-	-	-	-	-	-	-
State grants	-	-	112,558	-	-	-	-	-	6,557,556	-	9,121,854
Revenue from federal grants	-	-	-	-	193,461	-	-	-	-	-	9,690,599
Total revenues	-	88,841	112,558	490,046	193,461	-	2,349	-	-	6,557,556	19,771,415
EXPENDITURES:											
Instruction	-	-	104,458	418,210	-	-	424,529	-	-	-	5,649,949
Supporting services	-	143,760	-	-	193,461	-	-	-	-	-	4,472,579
Community and enterprise	-	-	-	-	-	-	-	-	-	-	2,151,750
Facilities acquisition	-	-	-	-	-	-	-	-	6,557,556	-	6,557,556
Total expenditures	-	143,760	104,458	418,210	193,461	-	424,529	-	-	6,557,556	18,831,834
Excess (deficiency) of revenues over (under) expenditures	-	(54,919)	8,100	71,836	-	-	(422,180)	-	-	-	939,581
OTHER FINANCING SOURCES											
Sale of capital assets	-	-	-	-	-	-	478,099	-	-	-	478,099
Transfers in	-	50,000	-	-	-	-	-	-	-	-	500,000
Total other financing sources	-	50,000	-	-	-	-	478,099	-	-	-	978,099
Net change in fund balance	-	(4,919)	8,100	71,836	-	-	55,919	-	-	-	1,917,680
FUND BALANCE - Beginning	2,232,172	25,198	92,754	275,463	-	2,012,854	479,587	-	-	-	17,737,841
FUND BALANCE - Ending	\$ 2,232,172	\$ 20,279	\$ 100,854	\$ 347,299	\$ -	\$ 2,012,854	\$ 535,506	\$ -	\$ -	\$ -	\$ 19,655,521

BUDGETARY COMPARISON SCHEDULES



**SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

Governmental Funds

Special Revenues Funds

- Biennium Reserve Fund
- ESSER Grant Fund
- ESSER II Grant Fund
- Food Service Program Fund
- Farm to School Grant
- Hermiston Education Foundation Gifts Fund
- ESSER III Grant Fund
- CTE Career Pathway Program Grant Fund
- Title III Grant Fund
- Title II A Grant Fund
- Title I A Fund
- Insurance Reserve Fund
- Carl Perkins Fund
- High School Success Grant Fund
- Classroom Needs Grant Fund
- Title I C Grant Fund
- IDEA Grant Fund
- Youth Transition Program Grant Fund
- SB 622 Technology Fund
- Facility Grant Fund
- Summer Learning Grants
- Gifts and Donations Fund
- Vendor Contracts Fund
- PERS Reserve Fund
- Curriculum Reserve Fund
- Print Shop Fund
- Outdoor Education Fund
- Student Body Fund
- Title IV Grant Fund
- Maintenance Reserve Fund
- Columbia Basin Student Homes Fund
- IDEA ARP Grant Fund
- ARP Homeless Children and Youth Grant Fund

Capital Projects Fund

- Construction Bond Fund
- Construction Bond OSCIM Grant Fund

Debt Service Funds

- PERS Debt Service Fund
- Debt Service Fund

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BIENNIUM RESERVE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<u>EXPENDITURES:</u>				
Current:				
Contingency	1,340,000	1,340,000	-	1,340,000
Total expenditures	1,340,000	1,340,000	-	1,340,000
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(1,340,000)	(1,340,000)	-	1,340,000
<u>OTHER FINANCING</u>				
<u>SOURCES (USES)</u>				
Transfers In	50,000	50,000	-	(50,000)
Transfers out	(750,000)	(750,000)	-	750,000
Total other financing sources (uses)	(700,000)	(700,000)	-	700,000
Net change in fund balance	(2,040,000)	(2,040,000)	-	2,040,000
<u>FUND BALANCE - BEGINNING</u>	2,040,000	2,040,000	2,890,000	850,000
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ 2,890,000	\$ 2,890,000

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ESSER GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 205,000	\$ 205,000	\$ -	\$ (205,000)
Total revenues	205,000	205,000	-	(205,000)
<u>EXPENDITURES:</u>				
Current:				
Instruction	30,000	30,000	-	30,000
Support services	175,000	175,000	-	175,000
Total expenditures	205,000	205,000	-	205,000
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ESSER II GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 4,826,755	\$ 4,826,755	\$ 2,686,740	\$ (2,140,015)
Total revenues	<u>4,826,755</u>	<u>4,826,755</u>	<u>2,686,740</u>	<u>(2,140,015)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,576,755	976,755	121,945	854,810
Support services	<u>3,250,000</u>	<u>3,850,000</u>	<u>2,564,795</u>	<u>1,285,205</u>
Total expenditures	<u>4,826,755</u>	<u>4,826,755</u>	<u>2,686,740</u>	<u>2,140,015</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOOD SERVICE PROGRAM FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 10,000	\$ 10,000	\$ 66,742	\$ 56,742
State sources	-	-	47,828	47,828
Federal sources	2,040,748	2,040,748	2,940,242	899,494
 Total revenues	 2,050,748	 2,050,748	 3,054,812	 1,004,064
<u>EXPENDITURES:</u>				
Current:				
Community & Enterprise services	2,950,748	2,950,748	1,893,476	1,057,272
Contingency	400,000	400,000	-	400,000
 Total expenditures	 3,350,748	 3,350,748	 1,893,476	 1,457,272
 Net change in fund balance	 (1,300,000)	 (1,300,000)	 1,161,336	 2,461,336
 <u>FUND BALANCE - BEGINNING</u>	 1,300,000	 1,300,000	 1,784,083	 484,083
 <u>FUND BALANCE - ENDING</u>	 \$ -	 \$ -	 \$ 2,945,419	 \$ 2,945,419

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FARM TO SCHOOL GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ 34,803	\$ -	\$ (34,803)
Total revenues	-	34,803	-	(34,803)
<u>EXPENDITURES:</u>				
Current:				
Community & Enterprise services	-	34,803	-	34,803
Total expenditures	-	34,803	-	34,803
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ -	\$ -

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF DETAILED REVENUES - BUDGET AND ACTUAL
HERMISTON EDUCATION FOUNDATION GIFTS FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 72,500	\$ 72,500	\$ -	\$ (72,500)
Total revenues	<u>72,500</u>	<u>72,500</u>	<u>-</u>	<u>(72,500)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	<u>77,000</u>	<u>77,000</u>	<u>-</u>	<u>77,000</u>
Total expenditures	<u>77,000</u>	<u>77,000</u>	<u>-</u>	<u>77,000</u>
Net change in fund balance	(4,500)	(4,500)	-	4,500
<u>FUND BALANCE - BEGINNING</u>	<u>4,500</u>	<u>4,500</u>	<u>4,236</u>	<u>(264)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,236</u>	<u>\$ 4,236</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ESSER III GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 10,840,206	\$ 10,840,206	\$ 1,018,579	\$ (9,821,627)
Total revenues	<u>10,840,206</u>	<u>10,840,206</u>	<u>1,018,579</u>	<u>(9,821,627)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	5,840,206	5,840,206	193,018	5,647,188
Support services	4,000,000	4,000,000	776,889	3,223,111
Facilities acquisition and construction	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>
Total expenditures	<u>10,840,206</u>	<u>10,840,206</u>	<u>969,907</u>	<u>9,870,299</u>
Net change in fund balance	-	-	48,672	48,672
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>(48,672)</u>	<u>(48,672)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF DETAILED REVENUES - BUDGET AND ACTUAL
CTE CAREER PATHWAY PROGRAM GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ 220,000	\$ 220,000	\$ 13,560	\$ (206,440)
Total revenues	<u>220,000</u>	<u>220,000</u>	<u>13,560</u>	<u>(206,440)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	215,000	215,000	13,560	201,440
Support services	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>220,000</u>	<u>220,000</u>	<u>13,560</u>	<u>206,440</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TITLE III GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 337,305	\$ 337,305	\$ 158,868	\$ (178,437)
Total revenues	<u>337,305</u>	<u>337,305</u>	<u>158,868</u>	<u>(178,437)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	3,274	3,274	1,459	1,815
Supporting services	205,301	155,301	31,204	124,097
Ent and community service	<u>128,730</u>	<u>178,730</u>	<u>126,205</u>	<u>52,525</u>
Total expenditures	<u>337,305</u>	<u>337,305</u>	<u>158,868</u>	<u>178,437</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TITLE II A FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 323,253	\$ 323,253	\$ 119,555	\$ (203,698)
Total revenues	323,253	323,253	119,555	(203,698)
<u>EXPENDITURES:</u>				
Current:				
Supporting services	323,253	323,253	119,555	203,698
Total expenditures	323,253	323,253	119,555	203,698
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ -	\$ -

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TITLE I A FUND

For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 2,069,357	\$ 2,069,357	\$ 1,436,674	\$ (632,683)
Total revenues	<u>2,069,357</u>	<u>2,069,357</u>	<u>1,436,674</u>	<u>(632,683)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,880,364	1,845,364	1,297,117	548,247
Supporting services	168,493	203,493	123,704	79,789
Community services	20,500	20,500	15,853	4,647
Total expenditures	<u>2,069,357</u>	<u>2,069,357</u>	<u>1,436,674</u>	<u>632,683</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
INSURANCE RESERVE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ -	\$ -	\$ 20,406	\$ 20,406
Total revenues	-	-	20,406	20,406
<u>EXPENDITURES:</u>				
Current:				
Instruction	88,000	88,000	-	88,000
Supporting services	625,000	625,000	9,045	615,955
Total expenditures	713,000	713,000	9,045	703,955
Net change in fund balance	(713,000)	(713,000)	11,361	724,361
<u>FUND BALANCE - BEGINNING</u>	713,000	713,000	682,198	(30,802)
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 693,559</u>	<u>\$ 693,559</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CARL PERKINS FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 80,316	\$ 80,316	\$ 57,897	\$ (22,419)
Total revenues	80,316	80,316	57,897	(22,419)
<u>EXPENDITURES:</u>				
Current:				
Support services	80,316	80,316	57,897	22,419
Total expenditures	80,316	80,316	57,897	22,419
Net Change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ -	\$ -

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HIGH SCHOOL SUCCESS GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ 1,806,812	\$ 1,806,812	\$ 1,252,796	\$ (554,016)
Total revenues	<u>1,806,812</u>	<u>1,806,812</u>	<u>1,252,796</u>	<u>(554,016)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,395,232	1,360,232	866,284	493,948
Support services	411,580	446,580	386,512	60,068
Total expenditures	<u>1,806,812</u>	<u>1,806,812</u>	<u>1,252,796</u>	<u>554,016</u>
Net Change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CLASSROOM NEEDS GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<u>EXPENDITURES:</u>				
Current:				
Instruction	752,100	752,100	-	752,100
Supporting services	340,000	340,000	-	340,000
Contingency	-	-	-	-
Total expenditures	1,092,100	1,092,100	-	1,092,100
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(1,092,100)	(1,092,100)	-	1,092,100
<u>OTHER FINANCING</u>				
<u>SOURCES:</u>				
Transfers in	50,000	50,000	-	(50,000)
Total other financing sources	50,000	50,000	-	(50,000)
Net change in fund balance	(1,042,100)	(1,042,100)	-	1,042,100
<u>FUND BALANCE - BEGINNING</u>	1,042,100	1,042,100	1,042,082	(18)
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,042,082</u>	<u>\$ 1,042,082</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TITLE I C GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 105,000	\$ 105,000	\$ 47,305	\$ (57,695)
Total revenues	<u>105,000</u>	<u>105,000</u>	<u>47,305</u>	<u>(57,695)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	<u>105,000</u>	<u>105,000</u>	<u>47,305</u>	<u>57,695</u>
Total expenditures	<u>105,000</u>	<u>105,000</u>	<u>47,305</u>	<u>57,695</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
IDEA GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 840,012	\$ 840,012	\$ 981,872	\$ 141,860
Total revenues	840,012	840,012	981,872	141,860
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,323,878	1,293,878	954,428	339,450
Supporting services	24,950	54,950	27,444	27,506
Total expenditures	1,348,828	1,348,828	981,872	366,956
Net change in fund balance	(508,816)	(508,816)	-	508,816
<u>FUND BALANCE - BEGINNING</u>	508,816	508,816	-	(508,816)
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YOUTH TRANSITION PROGRAM GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ 46,010	\$ 46,010	\$ 44,403	\$ (1,607)
Federal sources	51,194	51,194	49,406	(1,788)
Total revenues	<u>97,204</u>	<u>97,204</u>	<u>93,809</u>	<u>(3,395)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	92,752	92,752	92,575	177
Supporting services	4,452	4,452	1,234	3,218
Total expenditures	<u>97,204</u>	<u>97,204</u>	<u>93,809</u>	<u>3,395</u>
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SB 622 TECHNOLOGY FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ -	\$ -	\$ 37,019	\$ 37,019
Total revenues	-	-	37,019	37,019
<u>EXPENDITURES:</u>				
Current:				
Supporting services	806,500	806,500	-	806,500
Total expenditures	806,500	806,500	-	806,500
Net change in fund balance	(806,500)	(806,500)	37,019	843,519
<u>FUND BALANCE - BEGINNING</u>	806,500	806,500	965,878	159,378
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,002,897</u>	<u>\$ 1,002,897</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FACILITY GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<u>EXPENDITURES:</u>				
Current:				
Supporting services	375,000	375,000	-	375,000
Facility Acquisition/Construction	2,128,000	2,128,000	-	2,128,000
Total expenditures	2,503,000	2,503,000	-	2,503,000
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(2,503,000)	(2,503,000)	-	2,503,000
<u>OTHER FINANCING SOURCES</u>				
Transfers in	-	-	450,000	450,000
Net change in fund balance	(2,503,000)	(2,503,000)	450,000	2,953,000
<u>FUND BALANCE - BEGINNING</u>				
	2,503,000	2,503,000	2,502,783	(217)
<u>FUND BALANCE - ENDING</u>				
	\$ -	\$ -	\$ 2,952,783	\$ 2,952,783

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SUMMER LEARNING GRANTS
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ 2,289,636	\$ 2,289,636	\$ 1,077,221	\$ (1,212,415)
Total revenues	<u>2,289,636</u>	<u>2,289,636</u>	<u>1,077,221</u>	<u>(1,212,415)</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,641,289	1,641,289	990,378	650,911
Community & Enterprise services	648,347	648,347	116,216	532,131
Total expenditures	<u>2,289,636</u>	<u>2,289,636</u>	<u>1,106,594</u>	<u>1,183,042</u>
Net change in fund balance	-	-	(29,373)	(29,373)
<u>FUND BALANCE - BEGINNING</u>	<u>-</u>	<u>-</u>	<u>(25,346)</u>	<u>(25,346)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (54,719)</u>	<u>\$ (54,719)</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GIFTS AND DONATIONS FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 185,333	\$ 185,333	\$ 253,420	\$ 68,087
State sources	20,000	20,000	15,932	(4,068)
Total revenues	<u>205,333</u>	<u>205,333</u>	<u>269,352</u>	<u>64,019</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	326,333	326,333	123,483	202,850
Supporting services	129,000	129,000	37,079	91,921
Total expenditures	<u>455,333</u>	<u>455,333</u>	<u>160,562</u>	<u>294,771</u>
Net change in fund balance	(250,000)	(250,000)	108,790	358,790
<u>FUND BALANCE - BEGINNING</u>	<u>250,000</u>	<u>250,000</u>	<u>239,390</u>	<u>(10,610)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 348,180</u>	<u>\$ 348,180</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
VENDOR CONTRACTS FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 12,000	\$ 12,000	\$ 139	\$ (11,861)
<u>EXPENDITURES:</u>				
Current:				
Instruction	21,500	21,500	1,200	20,300
Total expenditures	21,500	21,500	1,200	20,300
Net change in fund balance	(9,500)	(9,500)	(1,061)	8,439
<u>FUND BALANCE - BEGINNING</u>	9,500	9,500	9,469	(31)
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,408</u>	<u>\$ 8,408</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PERS RESERVE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local Sources	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
<u>EXPENDITURES:</u>				
Contingency	1,075,000	1,075,000	-	1,075,000
Total expenditures	1,075,000	1,075,000	-	1,075,000
<u>EXCESS (DEFICIENCY) OF REVENUES</u>				
<u>OVER (UNDER) EXPENDITURES</u>	(1,075,000)	(1,075,000)	-	1,075,000
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	(500,000)	(500,000)	-	500,000
Net change in fund balance	(1,575,000)	(1,575,000)	-	1,575,000
<u>FUND BALANCE -</u>				
<u>BEGINNING</u>	2,575,000	2,575,000	2,573,712	(1,288)
<u>FUND BALANCE - ENDING</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 2,573,712</u>	<u>\$ 1,573,712</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CURRICULUM RESERVE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
Instruction	2,375,000	2,375,000	-	2,375,000
Total expenditures	2,375,000	2,375,000	-	2,375,000
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(2,375,000)	(2,375,000)	-	2,375,000
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	75,000	75,000	-	(75,000)
Net change in fund balance	(2,300,000)	(2,300,000)	-	2,300,000
<u>FUND BALANCE - BEGINNING</u>	2,300,000	2,300,000	2,232,172	(67,828)
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,232,172</u>	<u>\$ 2,232,172</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PRINT SHOP FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local Sources	\$ 45,723	\$ 45,723	\$ 88,841	\$ 43,118
Total revenues	<u>45,723</u>	<u>45,723</u>	<u>88,841</u>	<u>43,118</u>
<u>EXPENDITURES:</u>				
Current:				
Supporting services	<u>190,723</u>	<u>190,723</u>	<u>143,760</u>	<u>46,963</u>
Total expenditures	<u>190,723</u>	<u>190,723</u>	<u>143,760</u>	<u>46,963</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	(145,000)	(145,000)	(54,919)	90,081
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	<u>125,000</u>	<u>125,000</u>	<u>50,000</u>	<u>(75,000)</u>
Net change in fund balance	(20,000)	(20,000)	(4,919)	15,081
<u>FUND BALANCE - BEGINNING</u>	<u>20,000</u>	<u>20,000</u>	<u>25,198</u>	<u>5,198</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,279</u>	<u>\$ 20,279</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OUTDOOR EDUCATION FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State source	\$ 14,571	\$ 14,571	\$ 112,558	\$ 97,987
Total revenue	<u>14,571</u>	<u>14,571</u>	<u>112,558</u>	<u>97,987</u>
<u>EXPENDITURES:</u>				
Current:				
Instruction	114,571	114,571	104,458	10,113
Total expenditures	<u>114,571</u>	<u>114,571</u>	<u>104,458</u>	<u>10,113</u>
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(100,000)	(100,000)	8,100	108,100
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	50,000	50,000	-	(50,000)
Net change in fund balance	(50,000)	(50,000)	8,100	58,100
<u>FUND BALANCE - BEGINNING</u>	<u>50,000</u>	<u>50,000</u>	<u>92,754</u>	<u>42,754</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,854</u>	<u>\$ 100,854</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STUDENT BODY FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 785,000	\$ 785,000	\$ 490,046	\$ (294,954)
Total revenue	785,000	785,000	490,046	(294,954)
<u>EXPENDITURES:</u>				
Current:				
Instruction	1,000,000	1,000,000	418,210	581,790
Total expenditures	1,000,000	1,000,000	418,210	581,790
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(215,000)	(215,000)	71,836	286,836
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	-	-	-	-
Net change in fund balance	(215,000)	(215,000)	71,836	286,836
<u>FUND BALANCE - BEGINNING</u>	215,000	215,000	275,463	60,463
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ 347,299	\$ 347,299

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TITLE IV GRANT FUND

For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ 202,953	\$ 202,953	\$ 193,461	\$ (9,492)
Total revenues	202,953	202,953	193,461	(9,492)
<u>EXPENDITURES:</u>				
Current:				
Instruction	49,900	35	-	35
Supporting services	153,053	202,918	193,461	9,457
Total expenditures	202,953	202,953	193,461	9,492
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MAINTENANCE RESERVE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
Supporting services	613,000	613,000	-	613,000
Facilities acquisition and construction	1,500,000	1,500,000	-	1,500,000
Contingency	50,000	50,000	-	50,000
Total expenditures	<u>2,163,000</u>	<u>2,163,000</u>	<u>-</u>	<u>2,163,000</u>
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>				
	(2,163,000)	(2,163,000)	-	2,163,000
<u>OTHER FINANCING</u>				
<u>SOURCES (USES)</u>				
Transfers in	150,000	150,000	-	(150,000)
Net Change in fund balance	(2,013,000)	(2,013,000)	-	2,013,000
<u>FUND BALANCE - BEGINNING</u>	<u>2,013,000</u>	<u>2,013,000</u>	<u>2,012,854</u>	<u>(146)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,012,854</u>	<u>\$ 2,012,854</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COLUMBIA BASIN STUDENT HOMES FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local Sources	\$ -	\$ -	\$ 2,349	\$ 2,349
Total revenues	-	-	2,349	2,349
<u>EXPENDITURES:</u>				
Current:				
Instruction	500,000	500,000	424,529	75,471
Total expenditures	500,000	500,000	424,529	75,471
<u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUES OVER (UNDER)</u>				
<u>EXPENDITURES</u>	(500,000)	(500,000)	(422,180)	77,820
<u>OTHER FINANCING SOURCES:</u>				
Sale of fixed assets	450,000	450,000	478,099	28,099
Net change in fund balance	(50,000)	(50,000)	55,919	105,919
<u>FUND BALANCE - BEGINNING</u>	50,000	50,000	479,587	429,587
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ 535,506	\$ 535,506

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
IDEA ARP GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ -	\$ 220,000	\$ -	\$ (220,000)
Total revenues	-	220,000	-	(220,000)
<u>EXPENDITURES:</u>				
Current:				
Instruction	-	219,190	-	219,190
Supporting services	-	810	-	810
Total expenditures	-	220,000	-	220,000
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ARP HOMELESS CHILDREN AND YOUTH GRANT FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Federal sources	\$ -	\$ 24,000	\$ -	\$ (24,000)
Total revenues	-	24,000	-	(24,000)
<u>EXPENDITURES:</u>				
Current:				
Instruction	-		-	-
Supporting services	-	24,000	-	24,000
Total expenditures	-	24,000	-	24,000
Net change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CONSTRUCTION BOND FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 120,000	\$ 120,000	\$ 189,997	\$ 69,997
<u>EXPENDITURES:</u>				
Current:				
Facilities acquisition and construction	76,843,000	76,843,000	36,800,015	40,042,985
Total expenditures	76,843,000	76,843,000	36,800,015	40,042,985
Net Change in fund balance	(76,723,000)	(76,723,000)	(36,610,018)	40,112,982
<u>FUND BALANCE - BEGINNING</u>	76,723,000	76,723,000	73,221,357	(3,501,643)
<u>FUND BALANCE - ENDING</u>	\$ -	\$ -	\$ 36,611,339	\$ 36,611,339

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CONSTRUCTION BOND FUND - OSCIM
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State sources	\$ 6,557,556	\$ 6,557,556	\$ 6,557,556	\$ -
<u>EXPENDITURES:</u>				
Current:				
Facilities acquisition and construction	6,557,556	6,557,556	6,557,556	-
Total expenditures	6,557,556	6,557,556	6,557,556	-
Net Change in fund balance	-	-	-	-
<u>FUND BALANCE - BEGINNING</u>	-	-	-	-
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PERS BOND FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Local sources	\$ 2,368,504	\$ 2,368,504	\$ 2,395,187	\$ 26,683
Total revenues	2,368,504	2,368,504	2,395,187	26,683
<u>EXPENDITURES:</u>				
Debt service:				
Principal	1,600,000	1,600,000	1,600,000	-
Interest	793,504	793,504	793,504	-
Bond issue costs	-	223,710	223,710	-
Total expenditures	2,393,504	2,617,214	2,617,214	-
<u>OTHER FINANCING SOURCES (USES)</u>				
Bond proceeds	-	61,733,955	61,733,955	-
PERS UAL payment	-	(61,510,245)	(61,510,245)	-
Total other financing sources (uses)	-	223,710	223,710	-
Net change in fund balance	(25,000)	(25,000)	1,683	26,683
<u>FUND BALANCE - BEGINNING</u>	25,000	25,000	29,647	4,647
<u>FUND BALANCE - ENDING</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,330</u>	<u>\$ 31,330</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the fiscal year ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Revenue from property taxes	\$ 8,054,158	\$ 8,054,158	\$ 8,163,185	\$ 109,027
Revenue from local sources	70,000	70,000	(846,648)	(916,648)
Revenue from intermediate sources	-	-	22,287	22,287
Total revenues	<u>8,124,158</u>	<u>8,124,158</u>	<u>7,338,824</u>	<u>(785,334)</u>
<u>EXPENDITURES:</u>				
Debt service:				
Principal	1,498,623	1,498,623	1,498,622	1
Interest	2,425,535	2,425,535	2,425,535	-
Total expenditures	<u>3,924,158</u>	<u>3,924,158</u>	<u>3,924,157</u>	<u>1</u>
Net change in fund balance	4,200,000	4,200,000	3,414,667	(785,333)
<u>FUND BALANCE - BEGINNING</u>	<u>9,180,000</u>	<u>9,180,000</u>	<u>9,091,155</u>	<u>(88,845)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ 13,380,000</u>	<u>\$ 13,380,000</u>	<u>\$ 12,505,822</u>	<u>\$ (874,178)</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF BONDED DEBT TRANSACTIONS
June 30, 2022

<u>Bond Principal:</u>	<u>Outstanding June 30, 2021</u>	<u>Issued During Year</u>	<u>Matured and Paid During Year</u>	<u>Outstanding June 30, 2022</u>
<u>General Obligation Bonds:</u>				
April 15, 2009 (Series 2009B)	\$ 4,166,628	\$ -	\$ 1,431,468	\$ 2,735,160
December 3, 2009 (Series 2009C)	31,760,000	-	-	31,760,000
May 7, 2015 (Series 2015A)	5,485,000	-	-	5,485,000
May 7, 2015 (Series 2015B)	9,100,000	-	-	9,100,000
April 9, 2020 (Series 2020A)	80,052,325	-	67,154	79,985,171
April 9, 2020 (Series 2020B)	5,485,000	-	-	5,485,000
<u>Pension Bonds:</u>				
October 31, 2002	8,735,001	-	975,000	7,760,001
February 19, 2004	5,615,000	-	625,000	4,990,000
June 20, 2022	-	61,733,955	-	61,733,955
Total Principal	<u>\$ 150,398,954</u>	<u>\$ 61,733,955</u>	<u>\$ 3,098,622</u>	<u>\$ 209,034,287</u>
	<u>Outstanding June 30, 2021</u>	<u>Matured During Year</u>	<u>Paid During Year</u>	<u>Outstanding June 30, 2022</u>
<u>Bond Interest:</u>				
<u>General Obligation Bonds:</u>				
April 15, 2009 (Series 2009B)	\$ 3,361,322	\$ 375,084	\$ 1,248,532	\$ 2,487,874
December 3, 2009 (Series 2009C)	-	412,880	412,880	-
May 7, 2015 (Series 2015A)	-	168,527	168,527	-
May 7, 2015 (Series 2015B)	-	318,500	318,500	-
April 9, 2020 (Series 2020A)	2,912,124	2,544,655	2,846	5,453,933
April 9, 2020 (Series 2020B)	-	274,250	274,250	-
<u>Pension Bonds:</u>				
October 31, 2002	-	483,450	483,450	-
February 19, 2004	-	339,880	339,880	-
June 20, 2022	-	-	-	-
Total Interest	<u>\$ 6,273,446</u>	<u>\$ 4,917,226</u>	<u>\$ 3,248,865</u>	<u>\$ 7,941,807</u>

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

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF FUTURE BONDED DEBT SERVICE REQUIREMENTS
June 30, 2022

Year of Maturity	General Obligation Bonds Series 2009B		General Obligation Bonds Series 2009C		General Obligation Refunding Bonds Series 2015A and 2015B		General Obligation Bonds Series 2020A and 2020B	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022-23	1,395,194	1,374,806	-	412,880	-	487,027	84,555	279,695
2023-24	1,339,966	1,515,034	-	412,880	-	487,027	114,919	284,331
2024-25	-	-	-	412,880	2,650,000	487,027	372,409	316,841
2025-26	-	-	31,760,000	412,880	2,805,000	406,997	411,278	332,972
2026-27	-	-	-	-	2,975,000	319,481	5,087,832	1,161,418
2028-2032	-	-	-	-	6,155,000	306,200	25,296,319	6,986,431
2033-2037	-	-	-	-	-	-	21,882,355	13,182,645
2038-2042	-	-	-	-	-	-	20,534,921	19,620,079
2043-2047	-	-	-	-	-	-	11,685,583	15,154,417
Totals	<u>\$ 2,735,160</u>	<u>\$ 2,889,840</u>	<u>\$ 31,760,000</u>	<u>\$ 1,651,520</u>	<u>\$ 14,585,000</u>	<u>\$ 2,493,759</u>	<u>\$ 85,470,171</u>	<u>\$ 57,318,829</u>
	Limited Tax Pension Bonds Series 2002		Limited Tax Pension Bonds Series 2004		Pension Bonds Series 2022		Totals	
Year of Maturity	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022-23	1,100,000	430,020	705,000	275,847	1,169,044	\$ 2,808,210	\$ 4,453,793	\$ 6,068,485
2023-24	1,235,000	369,630	795,000	236,875	1,417,341	2,695,138	4,902,226	6,000,915
2024-25	1,380,000	301,088	890,000	192,927	1,620,237	2,632,066	6,912,646	4,342,829
2025-26	1,540,000	224,498	990,000	143,728	1,836,916	2,559,966	39,343,194	4,081,041
2026-27	1,710,000	139,028	1,100,000	89,001	2,068,153	2,478,224	12,940,985	4,187,152
2028-2032	795,001	44,122	510,000	28,193	11,531,666	10,958,338	44,287,986	18,323,284
2033-2037	-	-	-	-	17,944,854	7,912,690	39,827,209	21,095,335
2038-2042	-	-	-	-	24,145,744	3,125,583	44,680,665	22,745,662
2043-2047	-	-	-	-	-	-	11,685,583	15,154,417
Totals	<u>\$ 7,760,001</u>	<u>\$ 1,508,386</u>	<u>\$ 4,990,000</u>	<u>\$ 966,571</u>	<u>\$ 61,733,955</u>	<u>\$ 35,170,215</u>	<u>\$ 209,034,287</u>	<u>\$ 101,999,120</u>

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

OTHER FINANCIAL SCHEDULES



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
2021-2022 AUDIT SUMMARY - REVENUE

Major Revenue Source	General Fund	Special Revenue	Debt Service	Capital Projects	Grand Total
Ad Valorem Taxes	\$ 10,427,148.09	\$ -	\$ 8,161,286.99	\$ -	\$ 18,588,435.08
Penalties and Interest on Taxes	2,955.66	-	1,898.93	-	4,854.59
Earnings on Investments	167,840.91	-	(839,223.19)	175,837.97	(495,544.31)
Food Service	-	66,741.42	-	-	66,741.42
Extracurricular Activities	51,102.48	458,915.57	-	-	510,018.05
Rentals	8,575.00	-	-	-	8,575.00
Contributions and Donations From Private Sources	4,200.00	248,523.86	-	-	252,723.86
Recovery of Prior Years' Expenditure	4,253.82	1,400.00	-	-	5,653.82
Services Provided to Other Funds	-	88,694.68	2,387,760.55	-	2,476,455.23
Fees Charged to Grants	277,727.58	-	-	-	277,727.58
Miscellaneous Reimbursements & Charges	106,703.27	94,683.79	-	14,160.00	215,547.06
Total Local Revenues	11,050,506.81	958,959.32	9,711,723.28	189,997.97	21,911,187.38
County School Fund	174,635.74	-	-	-	174,635.74
General ESD Funds	2,473,131.05	-	-	-	2,473,131.05
Other Intermediate Sources	28,410.57	-	22,286.68	-	50,697.25
Total Intermediate Sources	2,676,177.36	-	22,286.68	-	2,698,464.04
State School Fund - General Support	51,623,197.58	-	-	-	51,623,197.58
State School Fund - School Lunch Match	-	26,958.92	-	-	26,958.92
Common School Fund	593,410.64	-	-	-	593,410.64
Driver Education	-	-	-	-	-
Other State Support	92,696.06	5,711,586.81	-	6,557,556.00	12,361,838.87
Total State Revenues	52,309,304.28	5,738,545.73	-	6,557,556.00	64,605,406.01
Restricted Federal Revenues	-	9,426,861.40	-	-	9,426,861.40
Federal Forest Fees	11,020.88	-	-	-	11,020.88
Commodities	-	263,736.42	-	-	263,736.42
Total Federal Revenues	11,020.88	9,690,597.82	-	-	9,701,618.70
Bond Proceeds	-	-	-	-	-
Bond Premium	-	-	61,733,955.00	-	61,733,955.00
Transfers In	-	500,000.00	-	-	500,000.00
Sale of or Compensation for loss of Fixed Assets	-	478,099.05	-	-	478,099.05
Beginning Fund Balance	14,702,010.56	17,737,842.12	9,120,801.98	73,221,357.00	114,782,011.66
Total Other Resources	14,702,010.56	18,715,941.17	70,854,756.98	73,221,357.00	177,494,065.71
Grand Total	\$ 80,749,019.89	\$ 35,104,044.04	\$ 80,588,766.94	\$ 79,968,910.97	\$ 276,410,741.84

UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT

Fund 100
FYE 06/30/22

Function	Function Description	100 Salaries	200 Benefits	300 Pur Svc	400 Material/Sply	500 Capital	600-800 All Other	Total
1111	Elementary, K-5	\$ 8,170,822	\$ 5,029,535	\$ 66,762	\$ 511,293	\$ 373	\$ -	\$ 13,778,785
1121	Middle/Junior High Programs	3,879,687	2,313,085	42,751	400,703	-	-	6,636,226
1122	Middle/Junior High Extracurricular	339,591	124,081	33,643	16,418		650	514,383
1131	High School Programs	4,440,764	2,631,506	102,441	495,027	6,218	940	7,676,896
1132	High School Extracurricular	921,580	341,043	235,878	142,293	12,475	6,111	1,659,381
1140	Pre-kindergarten Programs	-	-	117,099	-	-	-	117,099
1210	Talented and Gifted	-	-	-	-	-	-	-
1220	Restrictive Programs	2,951,041	2,030,803	150,299	91,855	-	1,290	5,225,288
1250	Less Restrictive	-	-	39	10,394	-	-	10,433
1271	Remediation	469	116	-	1,274	-	-	1,859
1280	Alternative Education	77,552	48,628	31	116,305	-	-	242,516
1291	English Second Language	1,520,038	1,042,860	4,804	73,972	-	-	2,641,673
1000	Instructional Programs	22,301,545	13,561,656	753,748	1,859,534	19,066	8,991	38,504,540
2000	Support Services							
2110	Attendance and Social Work Services	231,416	170,159	212,200	274,599	-	450	888,824
2120	Guidance Services	1,018,431	670,439	114,391	7,358	-	-	1,810,619
2130	Health Services	155,909	84,539	4,757	4,230	-	-	249,435
2140	Psychological Services	381,996	190,310	2,150	24,823	-	300	599,579
2150	Speech Pathology and Audiology Services	396,914	237,218	-	5,216	-	623	639,971
2190	Service Direction, Student Support Services	491,861	362,669	26,393	4,421	-	2,014	887,359
2210	Improvement of Instruction	866,935	477,079	4,490	7,926	-	2,069	1,358,500
2220	Educational Media Center	358,378	278,790	180	71,894	-	463	709,704
2230	Assessment and Testing	112,901	57,634	-	123,363	-	989	294,887
2240	Instructional Staff Development	198,574	71,016	25,838	10,500	-	-	305,927
2310	Board of Education Services	-	-	66,680	6,525	-	154,590	227,795

**UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT**

Fund 100 (Continued)

FYE 06/30/22

Function	Function	100	200	300	400	500	600-800	Total
	Description	Salaries	Benefits	Pur Svc	Material/Sply	Capital	All Other	
2320	Executive Administration Services	\$ 268,903	\$ 141,929	\$ 51,635	\$ 19,004	\$ -	\$ 2,369	\$ 483,840
2410	Office of the Principal Services	2,565,283	1,555,160	20,252	84,488	-	11,123	4,236,307
2510	Direction of Business Support Services	142,214	73,273	1,350	342	-	945	218,124
2520	Fiscal Services	174,336	117,592	56,389	96,971	-	5,970	451,258
2540	Operation and Maintenance of Plant Services	2,046,422	1,398,440	2,106,982	755,071	2,247,915	285,875	8,840,704
2550	Student Transportation Services			1,845,530	3,493	-	-	1,849,023
2570	Internal Services	99,731	72,791	-	6,613	-	-	179,135
2630	Information Services	61,067	39,907	38,045	2,267	-	-	141,286
2640	Staff Services	367,870	268,171	40,585	54,094	-	15,105	745,824
2660	Technology Services	557,121	312,317	188,140	1,025,748	-	525	2,083,852
2670	Records Management Services			1,320	24,529	-	-	25,849
2700	Supplemental Retirement Program	-	161,377	-	-	-	-	161,377
2000	Support Services	<u>10,496,261</u>	<u>6,740,809</u>	<u>4,807,309</u>	<u>2,613,475</u>	<u>2,247,915</u>	<u>483,411</u>	<u>27,389,179</u>
4000	Facilities Acquisition and Construction							
4120	Site Acquisition and Development Services	-	-	-	-	-	-	-
4150	Building Acquisition, Construction	-	-	-	-	96,854	-	96,854
4000	Facilities Acquisition and Construction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>96,854</u>	<u>-</u>	<u>96,854</u>
5000	Other Uses							
5110	Long-Term Debt Service	-	-	-	-	-	350	350
5200	Transfer of Funds	-	-	-	-	-	500,000	500,000
5000	Other Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,350</u>	<u>500,350</u>
Total	Fund 100	<u>\$ 32,797,805</u>	<u>\$ 20,302,465</u>	<u>\$ 5,561,057</u>	<u>\$ 4,473,009</u>	<u>\$ 2,363,835</u>	<u>\$ 992,752</u>	<u>\$ 66,490,924</u>

UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT

200 Funds
FYE 06/30/22

Function	Function Description	100 Salaries	200 Benefits	300 Pur Svc	400 Material/Sply	500 Capital	600-800 All Other	Total
1111	Elementary, K-5	\$ 38,550	\$ 20,401	\$ 86,314	\$ 605,564	\$ -	\$ -	\$ 750,830
1121	Middle/Junior High Programs	372,565	208,477	1,491	243,817	10,187	-	836,535
1122	Middle/Junior High Extracurricular	-	-	9,943	20,283	-	-	30,226
1131	High School Programs	490,850	286,764	8,204	439,512	454,151	6,732	1,686,213
1132	High School Extracurricular	26,727	9,106	143,876	300,557	-	2,811	483,076
1220	Restrictive Programs	511,591	390,099	288,985	73,299	-	10,690	1,274,663
1271	Remediation	4,514	1,582	178,076	8,846	-	-	193,018
1272	Title 1A	665,503	488,409	117,856	11,126	-	14,224	1,297,117
1280	Alternative Education	-	-	-	-	-	-	-
1291	English Second Language	84,592	53,453	-	-	-	1,459	139,503
1400	Summer School Programs	539,378	155,096	213,389	35,490	-	47,026	990,378
1000	Instructional Programs	2,734,269	1,613,386	1,048,134	1,738,493	464,337	82,942	7,681,560
2000	Support Services							
2110	Attendance and Social Work Services	690,158	292,025	107,583	24,184	-	-	1,113,950
2120	Guidance Services	132,235	85,227	3,406	8,278	-	-	229,146
2130	Health Services	150,673	71,704	-	43,666	-	-	266,043
2140	Psychological Services	11,429	4,295	-	-	-	-	15,723
2150	Speech Pathology and Audiology Services	65,161	33,942	-	-	-	-	99,103
2190	Service Direction, Student Support Services	129,721	68,966	-	-	-	-	198,687
2210	Improvement of Instruction Services	181,623	96,859	-	44,157	5,243	152,155	480,036
2220	Educational Media Center	30,208	10,260	-	363	-	-	40,830
2230	Assessment and Testing	336	97	-	34,049	-	-	34,482
2240	Instructional Staff Development	91,678	32,570	53,991	43,134	-	53,138	274,512
2310	Board of Education Services	-	-	450	-	-	1,000	1,450
2410	Office of the Principal Service	-	-	159	-	-	-	159
2490	Other Support Services - School Administration	65,761	35,104	3,847	5,500	-	-	110,212
2520	Fiscal Services	527	20,663	-	-	-	-	21,190
2540	Operation and Maintenance of Plant	43,961	14,912	9,163	3,338	310,257	250	381,881
2550	Student Transportation Services	-	-	89,000	-	-	-	89,000

UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT

200 Funds (Continued)

FYE 06/30/22

Function	Function Description	100 Salaries	200 Benefits	300 Pur Svc	400 Material/Sply	500 Capital	600-800 All Other	Total
2570	Internal Services	\$ 38,094	\$ 30,118	\$ 41,882	\$ 34,340	\$ -	\$ -	\$ 144,434
2630	Information Services	3,139	1,079	-	-	-	-	4,218
2640	Staff Services		4,788	-	-	-	-	4,788
2660	Technology Services	-	-	52,131	2,052,916	-	-	2,105,047
2680	Interpretation and Translation Services	-	-	320	-	-	-	320
2000	Support Services	1,634,705	802,608	361,933	2,293,923	315,500	206,543	5,615,212
3000	Enterprise and Community Services							
3100	Food Services	32,284	28,145	1,601,349	231,697	-	-	1,893,475
3300	Community Services	77,873	48,465	166	15,555	-	-	142,059
3500	Custody and Care of Children Services	-	-	116,216	-	-	-	116,216
3000	Enterprise and Community Services	110,156	76,610	1,717,731	247,252	-	-	2,151,750
Total	Fund 200s	\$ 4,479,130	\$ 2,492,604	\$ 3,127,799	\$ 4,279,669	\$ 779,837	\$ 289,484	\$ 15,448,522

UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT

300 Funds

FYE 06/30/22

5000	Other Uses							
5100	Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,541,370	\$ 6,541,370
5400	PERS UAL Bond Lump Sum Payment	-	-	-	-	-	61,510,245	\$ 61,510,245
5000	Other Uses	-	-	-	-	-	68,051,615	68,051,615
Total	Fund 300s	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,051,615	\$ 68,051,615

UMATILLA COUNTY SCHOOL DISTRICT 8R
EXPENDITURE SUMMARY - 3211 FORMAT

400 Funds
FYE 06/30/22

Function	Function Description	100 Salaries	200 Benefits	300 Pur Svc	400 Material/Sply	500 Capital	600-800 All Other	Total
4000	Facilities Acquisition and Construction Expenditures							
4110	Service Area Direction	\$ -	\$ -	\$ 725,851	\$ -	\$ -	\$ 3,000.00	\$ 728,851
4150	Building Acquisition, Construction, and Improvement Services	-	-	1,649,916	40,990	40,609,028	328,786	42,628,720
4000	Facilities Acquisition and Construction Expenc	-	-	2,375,767	40,990	40,609,028	331,786	43,357,571
5000	Other Uses							
5200	Transfer of Funds	-	-	-	-	-	-	-
5000	Other Uses	-	-	-	-	-	-	-
Total	Fund 200s	\$ -	\$ -	\$ 2,375,767	\$ 40,990	\$ 40,609,028	\$ 331,786	\$ 43,357,571

SUPPLEMENTAL INFORMATION 2021-2022

School District Business Managers and Auditors:

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

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

A. Energy Bill for Heating - **All funds:**
 Please enter your expenditures for electricity, heating fuel, and water & sewage for these Functions & Objects.

	Objects 325 & 326 & *327
Function 2540	\$ 943,803
Function 2550	\$ -

B. Replacement of Equipment - **General Fund:**
 Include all General Fund expenditures in object 542, except for the following exclusions:

\$ 84,081

Exclude these functions:

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

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

STATISTICAL SECTION



UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

STATISTICAL SECTION CONTENTS

June 30, 2022

This part of the Umatilla County School District No. 8R's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information says about the equity's overall financial health.

	<u>Pages</u>
<u>Financial Trends</u>	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	140-146
<u>Revenue Capacity</u>	
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	147-149
<u>Debt Capacity</u>	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	150-156
<u>Demographic and Economic Information</u>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	157-158
<u>Operating Information</u>	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	159-162

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
GOVERNMENT-WIDE REVENUES BY FUNCTION
June 30, 2022

Fiscal Year	PROGRAM REVENUES			GENERAL REVENUES						Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Property Taxes	State School Fund General Support	Unrestricted State and Local Sources	Earnings (losses) on Investments	Miscellaneous		
2021-22	\$ 1,214,175	\$ 23,458,496	\$ 211,374	18,573,179	51,623,198	3,241,178	\$ (495,544)	\$ 53,570	\$ 97,879,626	
2020-21	822,626	10,255,271	40,183	17,582,056	50,750,251	3,335,683	411,684	120,062	83,317,816	
2019-20	1,146,450	6,448,370	117,263	17,292,425	49,544,553	3,046,215	743,975	227,776	78,567,027	
2018-19	1,283,959	6,021,037	154,867	17,636,357	46,956,323	3,116,351	871,761	334,176	76,374,831	
2017-18	1,426,808	5,526,142	141,266	17,045,967	45,933,646	3,037,934	507,651	326,379	73,945,793	
2016-17	1,474,016	4,727,391	165,599	16,618,201	41,343,156	2,833,335	276,467	191,487	67,629,652	
2015-16	1,353,924	4,504,966	166,050	15,942,388	39,590,902	2,617,961	132,502	120,666	64,429,359	
2014-15	1,382,743	4,767,894	224,731	15,278,017	35,005,511	576,376	97,812	80,633	57,413,717	
2013-14	1,580,211	4,192,679	506,404	14,852,839	33,410,483	538,423	3,797,096	38,515	58,916,650	
2012-13	1,310,229	3,876,536	1,710,258	14,655,512	29,164,231	548,166	2,650,007	19,833	53,934,772	

Source: Umatilla County School District No. 8R financial records.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses:										
Governmental activities:										
Regular programs	\$ 31,905,726	\$ 29,604,916	\$ 27,727,540	\$ 26,727,190	\$ 25,112,287	\$ 25,783,244	\$ 22,358,604	\$ 21,702,647	\$ 21,049,083	\$ 18,952,205
Special programs	11,026,070	10,314,368	10,184,414	9,552,601	9,060,384	8,712,305	7,757,593	7,789,287	7,547,670	6,905,879
Summer School Programs	990,378	22,492	-	-	-	-	-	-	-	-
Student support services	3,285,412	5,474,625	2,027,613	3,354,240	2,176,547	3,086,881	3,473,136	1,708,793	1,339,662	2,154,341
Instructional staff support	3,498,879	3,272,943	3,237,062	2,362,203	2,319,287	424,062	1,778,730	1,525,563	386,437	1,191,860
General administration	713,085	608,027	603,768	874,570	548,437	607,337	525,202	580,689	566,114	561,219
School administration	4,346,678	3,976,784	4,111,053	3,872,908	3,112,944	2,878,656	2,672,243	2,801,453	2,715,928	2,227,350
Business support services	12,174,750	7,737,784	10,018,643	8,484,242	8,574,434	7,342,509	6,829,832	6,582,533	6,413,865	6,032,669
Central activities	5,111,183	3,885,501	3,291,384	3,057,406	3,030,314	2,842,874	1,769,416	1,920,654	1,585,978	1,088,071
Supplemental retirement program	161,377	163,060	206,520	253,236	362,602	512,160	688,686	695,611	746,643	768,311
Enterprise and community services	2,144,351	1,574,654	1,895,186	2,207,794	2,557,555	2,436,242	2,356,706	2,127,673	2,047,876	2,110,947
Facilities acquisition and construction	-	-	-	97,080	595	121,776	151,474	90,358	101,635	-
Amortization of PERS prepayment	-	-	-	-	-	-	-	-	1,926,474	1,643,829
Other post employment obligations	(74,636)	(194,889)	(181,735)	(367,492)	(304,458)	(173,508)	75,007	103,431	302,043	329,651
Interest on long term debt	4,817,164	4,759,794	3,571,183	3,309,380	3,496,109	3,717,102	3,912,382	3,667,091	4,174,671	4,357,998
Bond issue costs	223,710	-	627,732	-	-	-	-	190,233	-	-
Unallocated Depreciation/Amortization	4,057,587	3,507,357	3,395,313	3,336,469	3,241,341	3,232,079	3,251,524	3,653,532	3,505,715	3,318,583
Pension expense (revenue)	(1,470,779)	6,877,535	5,613,847	3,815,552	3,684,512	3,472,722	12,141,332	(7,550,660)	-	-
Total primary government expenses	82,910,935	81,584,951	76,329,523	70,937,379	66,972,890	64,996,441	69,741,867	47,588,888	54,409,794	51,642,913
Program Revenues:										
Governmental activities:										
Charges for services										
Instruction	1,147,434	772,809	797,070	847,307	984,286	1,028,552	932,080	943,933	1,139,724	854,301
Enterprise and community services	66,741	49,817	349,380	436,652	442,522	445,464	421,844	438,810	440,487	455,928
Operating grants and contributions	23,458,496	10,255,271	6,448,370	6,021,037	5,526,142	4,727,391	4,504,966	4,767,894	4,192,679	3,876,536
Capital grants and contributions	211,374	40,183	117,263	154,867	141,266	165,599	166,050	224,731	506,404	1,710,258
Total primary government program revenues	24,884,045	11,118,080	7,712,083	7,459,863	7,094,216	6,367,006	6,024,940	6,375,368	6,279,294	6,897,023
Net (Expense)/Revenue										
Total primary government net expense	\$ (58,026,890)	\$ (70,466,871)	\$ (68,617,440)	\$ (63,477,516)	\$ (59,878,674)	\$ (58,629,435)	\$ (63,716,927)	\$ (41,213,520)	\$ (48,130,500)	\$ (44,745,890)

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Net (Expense)/Revenue										
Total primary government net expense net expense	\$ (58,026,890)	\$ (70,466,871)	\$ (68,617,440)	\$ (63,477,516)	\$ (59,878,674)	\$ (58,629,435)	\$ (63,716,927)	\$ (41,213,520)	\$ (48,130,500)	\$ (44,745,890)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Property taxes levied for general purposes	10,425,850	9,813,861	9,598,253	9,136,600	8,812,120	8,642,843	8,166,335	7,793,809	7,539,779	7,480,239
Property taxes levied for debt service	8,147,329	7,768,195	7,694,172	8,499,757	8,233,847	7,975,358	7,776,053	7,484,208	7,313,060	7,175,273
ESD Apportionment	2,473,131	2,574,201	2,358,394	2,377,346	2,350,294	2,068,965	1,910,855	-	-	-
State school fund	51,623,198	50,750,251	49,544,553	46,956,323	45,933,646	41,343,156	39,590,902	35,005,511	33,410,483	29,164,231
Common school fund	593,411	577,268	516,555	572,304	538,924	640,316	590,224	474,849	446,193	455,484
County school funds	174,636	184,214	171,266	166,701	148,716	124,054	116,882	101,527	92,230	92,682
Other	53,570	120,062	227,776	334,176	326,379	191,487	120,666	80,633	38,515	19,833
Earnings on investments	(495,544)	411,684	743,975	871,761	507,651	276,467	132,502	97,812	3,797,096	2,650,007
Total primary government	72,995,581	72,199,736	70,854,944	68,914,968	66,851,577	61,262,646	58,404,419	51,038,349	52,637,356	47,037,749
Change in Net Position - increase (decrease)	\$ 14,968,691	\$ 1,732,865	\$ 2,237,504	\$ 5,437,452	\$ 6,972,903	\$ 2,633,211	\$ (5,312,508)	\$ 9,824,829	\$ 4,506,856	\$ 2,291,859

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
GOVERNMENTAL FUNDS REVENUE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Local Sources:										
Ad valorem Taxes	\$ 18,593,290	\$17,840,948	\$17,278,661	\$17,619,922	\$17,069,224	\$16,608,355	\$15,885,857	\$15,412,799	\$14,970,370	\$14,747,604
Food service sales	66,742	49,819	349,666	436,652	507,651	445,464	421,988	438,810	440,488	455,709
Interest income	(495,544)	411,684	743,975	871,761	472,839	276,467	132,502	97,812	111,559	146,108
Other revenues	3,746,703	2,191,536	3,211,189	3,210,197	3,201,087	3,182,851	2,985,448	2,979,935	3,306,085	4,101,877
Total local sources	21,911,191	20,493,987	21,583,491	22,138,532	21,250,801	20,513,137	19,425,795	18,929,356	18,828,502	19,451,298
Intermediate Sources:										
County school fund	174,636	184,214	171,266	166,701	148,716	124,054	116,882	101,527	92,230	92,682
ESD Apportionment	2,473,131	2,574,201	2,358,394	2,377,346	2,350,294	2,068,965	1,910,855	-	-	-
Other	50,698	45,765	-	-	-	-	-	-	-	6,962
Total intermediate sources	2,698,465	2,804,180	2,529,660	2,544,047	2,499,010	2,193,019	2,027,737	101,527	92,230	99,644
State Sources:										
State School Support	51,623,198	50,750,251	49,544,553	46,956,323	45,933,646	41,343,156	39,590,902	35,005,511	33,410,483	29,164,231
Common School Fund	593,411	577,268	516,555	572,304	538,924	640,316	590,224	474,849	446,193	455,484
Other	12,388,797	3,470,940	1,690,884	1,228,190	920,580	455,177	234,384	674,181	104,807	(50,628)
Total State sources	64,605,406	54,798,459	51,751,992	48,756,817	47,393,150	42,438,649	40,415,510	36,154,541	33,961,483	29,569,087
Federal sources:										
Federal grants	6,764,441	4,883,587	2,848,547	2,627,053	2,526,608	2,274,021	2,313,383	2,278,142	2,391,206	2,261,973
Food service programs	2,937,179	1,829,888	1,942,300	2,056,896	2,018,035	1,944,246	1,883,756	1,726,924	1,633,894	1,617,671
Total Federal sources	9,701,620	6,713,475	4,790,847	4,683,949	4,544,643	4,218,267	4,197,139	4,005,066	4,025,100	3,879,644
Total revenues	\$ 98,916,682	\$84,810,101	\$80,655,990	\$78,123,345	\$75,687,604	\$69,363,072	\$66,066,181	\$59,190,490	\$56,907,315	\$52,999,673

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Fund Balances										
General Fund										
Nonspendable	\$ 529,831	\$ 468,909	\$ 395,900	\$ 354,742	\$ 446,813	\$ 330,333	\$ 405,051	\$ 427,748	\$ 225,802	\$ 251,230
Committed	6,074,870	5,993,668	5,920,054	5,536,489	5,325,024	4,150,700	3,865,586	3,048,160	3,255,990	2,976,938
Unassigned	7,653,396	8,239,432	5,667,238	4,050,799	2,171,343	1,548,826	425,244	339,111	92,076	102,775
Other Funds										
Nonspendable	133,507	62,800	99,529	103,395	119,049	107,552	80,687	87,162	49,116	40,911
Restricted	53,035,331	85,586,891	90,797,632	3,522,096	2,432,962	1,719,152	1,766,816	1,504,021	2,713,510	3,390,582
Committed	15,635,174	14,430,309	11,685,814	11,065,632	9,873,896	8,177,268	6,988,944	4,095,629	3,972,760	3,655,081
Unassigned	-	-	-	(112,345)	-	-	-	-	-	-
Total Fund Balances	\$ 83,062,109	\$ 114,782,009	\$ 114,566,167	\$ 24,520,808	\$ 20,369,087	\$ 16,033,831	\$ 13,532,328	\$ 9,501,831	\$ 10,309,254	\$ 10,417,517

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities										
Net Investment in capital										
assets	\$ 20,585,414	\$ 48,435,860	\$ 44,118,959	\$ 45,327,859	\$ 41,407,636	\$ 31,106,459	\$ 27,467,271	\$ 24,480,775	\$ 28,110,748	\$ 25,254,475
Restricted	16,423,992	14,087,167	7,983,457	3,522,096	2,433,953	1,719,152	1,766,816	1,504,021	2,713,510	3,390,582
Unrestricted	6,256,025	(34,022,741)	(25,334,995)	(24,320,038)	(25,819,822)	(18,970,558)	(18,012,245)	(9,450,446)	9,379,860	7,920,950
Total governmental										
activities net position	\$ 43,265,431	\$ 28,500,286	\$ 26,767,421	\$ 24,529,917	\$ 18,021,767	\$ 13,855,053	\$ 11,221,842	\$ 16,534,350	\$ 40,204,118	\$ 36,566,007

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues:										
Local sources	\$ 21,911,191	\$ 20,493,987	\$ 21,583,491	\$ 22,138,532	\$ 21,250,801	\$ 20,513,137	\$ 19,425,795	\$ 18,929,356	\$ 18,828,502	\$ 19,451,298
Intermediate sources	2,698,465	2,804,180	2,529,660	2,544,047	2,499,010	2,193,019	2,027,737	101,527	92,230	99,644
State sources	64,605,406	54,798,459	51,751,992	48,756,817	47,393,150	42,438,649	40,415,510	36,154,541	33,961,483	29,569,087
Federal sources	9,701,620	6,713,475	4,790,847	4,683,949	4,544,643	4,218,267	4,197,139	4,005,066	4,025,100	3,879,644
Total Revenues	<u>98,916,682</u>	<u>84,810,101</u>	<u>80,655,990</u>	<u>78,123,345</u>	<u>75,687,604</u>	<u>69,363,072</u>	<u>66,066,181</u>	<u>59,190,490</u>	<u>56,907,315</u>	<u>52,999,673</u>
Expenditures:										
Instruction	46,186,101	41,451,121	39,920,516	38,137,481	35,952,326	34,495,552	31,667,348	31,007,829	28,596,755	26,959,113
Support services	33,004,394	27,325,544	26,423,103	23,376,836	22,147,000	20,125,676	18,430,833	16,385,769	15,741,491	15,556,643
Enterprise & community services	2,151,750	1,612,538	1,905,918	2,209,736	2,559,440	2,453,701	2,358,821	2,192,550	2,049,949	2,112,949
Facilities acquisition & construction	43,454,425	9,846,014	1,014,903	223,053	920,149	208,764	299,145	1,085,835	1,598,235	4,132,769
Debt service:										
Principal	3,098,622	2,029,825	2,275,363	7,806,648	7,336,200	6,862,965	6,298,486	5,636,165	5,217,775	4,761,820
Interest	3,219,389	3,163,292	3,321,483	2,617,770	2,797,233	3,044,911	3,316,136	3,288,889	3,811,374	3,945,318
Bond issue costs	223,710	-	627,732	-	-	-	-	190,233	-	-
Total Expenditures	<u>131,338,391</u>	<u>85,428,334</u>	<u>75,489,018</u>	<u>74,371,524</u>	<u>71,712,348</u>	<u>67,191,569</u>	<u>62,370,769</u>	<u>59,787,270</u>	<u>57,015,579</u>	<u>57,468,612</u>
Revenues over (under) expenditures	<u>(32,421,709)</u>	<u>(618,233)</u>	<u>5,166,972</u>	<u>3,751,821</u>	<u>3,975,256</u>	<u>2,171,503</u>	<u>3,695,412</u>	<u>(596,780)</u>	<u>(108,264)</u>	<u>(4,468,939)</u>
Other Financing Sources (Uses):										
Proceeds from bonds	61,733,955	-	82,732,580	-	-	-	-	-	-	-
Proceeds of refunding bonds	-	-	2,804,744	-	-	-	-	18,860,000	-	-
Bond premium	-	-	1,733,809	-	-	-	-	897,839	-	-
Payment of refund bond escrow agent	-	-	(2,781,098)	-	-	-	-	(19,968,482)	-	-
Payment of PERS UAL side account	(61,510,245)									
Sale of Fixed assets	478,099	834,076	388,351	399,900	360,000	330,000	335,085	-	-	-
Operating transfers in	500,000	2,094,872	220,163	500,000	2,550,000	244,000	1,210,000	412,893	116,274	393,130
Operating transfers out	(500,000)	(2,094,872)	(220,163)	(500,000)	(2,550,000)	(244,000)	(1,210,000)	(412,893)	(116,274)	(393,130)
Total other financing sources (uses)	<u>701,809</u>	<u>834,076</u>	<u>84,878,386</u>	<u>399,900</u>	<u>360,000</u>	<u>330,000</u>	<u>335,085</u>	<u>(210,643)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (31,719,900)</u>	<u>\$ 215,843</u>	<u>\$ 90,045,358</u>	<u>\$ 4,151,721</u>	<u>\$ 4,335,256</u>	<u>\$ 2,501,503</u>	<u>\$ 4,030,497</u>	<u>\$ (807,423)</u>	<u>\$ (108,264)</u>	<u>\$ (4,468,939)</u>
Debt service as a percentage of noncapital expenditures	<u>7.7%</u>	<u>7.1%</u>	<u>7.5%</u>	<u>14.2%</u>	<u>14.7%</u>	<u>14.9%</u>	<u>15.6%</u>	<u>14.9%</u>	<u>16.4%</u>	<u>16.7%</u>

Source: Current and prior years' financial statements

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

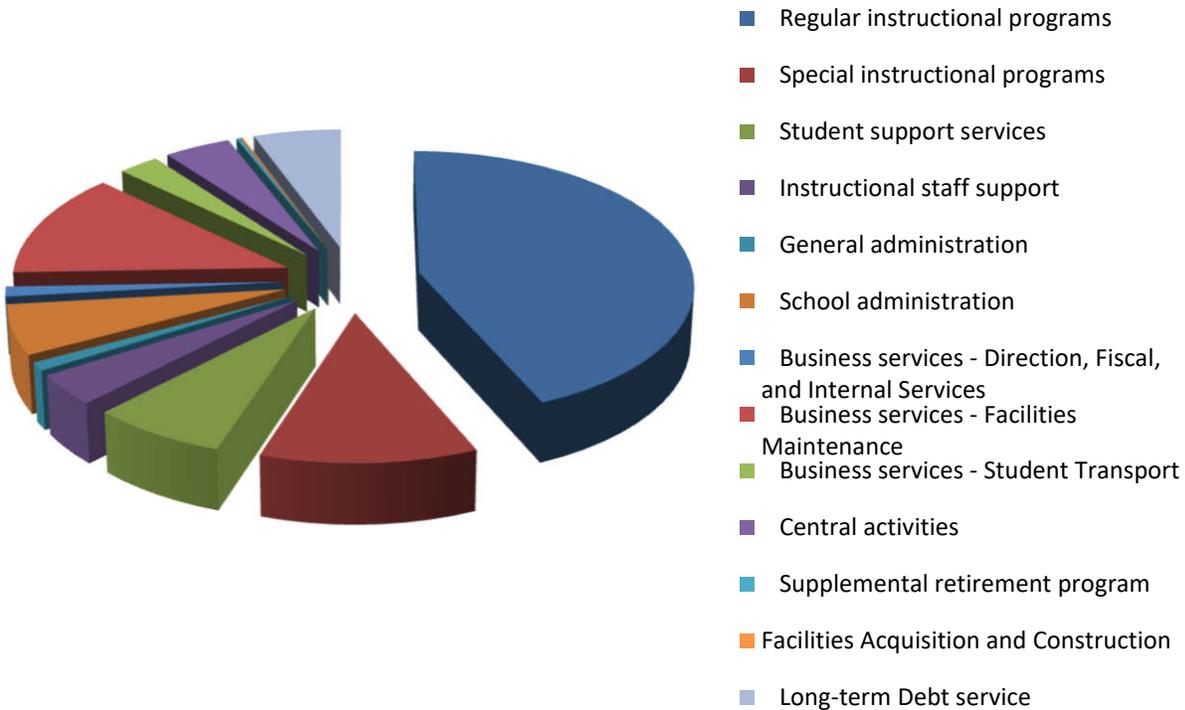
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 14,903,426	13,969,768	93.7%	558,109	14,527,877	97.5%
2014	\$ 15,141,799	14,209,145	93.8%	528,527	15,130,830	99.9%
2015	\$ 15,645,932	14,692,031	93.9%	410,531	15,102,562	96.5%
2016	\$ 16,302,081	15,380,881	94.3%	557,043	15,937,924	97.8%
2017	\$ 16,972,453	15,982,713	94.2%	226,267	16,208,980	95.5%
2018	\$ 17,520,845	16,470,549	94.0%	540,696	17,011,245	97.1%
2019	\$ 17,998,900	17,012,738	94.5%	537,771	17,550,509	97.5%
2020	\$ 17,764,696	16,817,921	94.7%	409,023	17,226,944	97.0%
2021	\$ 18,380,302	17,407,899	94.7%	234,728	17,642,627	96.0%
2022	\$ 18,998,041	17,933,450	94.4%	-	17,933,450	94.4%

Information provided by Umatilla County Tax Collector's office.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
PROPERTY TAX ALLOCATIONS
June 30, 2022

This is how your school property tax dollars are used



Regular instructional programs	43.46%
Special instructional programs	11.62%
Student support services	7.26%
Instructional staff support	3.82%
General administration	1.02%
School administration	6.06%
Business services - Direction, Fiscal, and Internal Services	1.21%
Business services - Facilities Maintenance	12.64%
Business services - Student Transport	2.64%
Central activities	4.29%
Supplemental retirement program	0.23%
Facilities Acquisition and Construction	0.14%
Long-term Debt service	5.61%
	<hr/> <hr/> 100.00%

Data represents expenditures from the General Fund and Debt Service fund only.

Source: Umatilla County School District No. 8R financial records.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
ASSESSED AND REAL MARKET VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

	<u>Real Property</u>	<u>Personal Property</u>	<u>Public Utilities</u>	<u>Assessed Value</u>	<u>Total Tax Rate</u>	<u>Real Market Value</u>	<u>Ratio of Assessed Value to Real Market Value</u>
2021-2022	\$ 1,789,493,137	\$ 74,864,451	\$ 499,985,400	\$ 2,364,342,988	8.16	\$ 3,449,131,998	68.55%
2020-2021	1,704,391,869	66,980,555	528,684,765	2,300,057,189	8.33	3,188,141,147	72.14%
2019-2020	1,637,163,468	64,136,131	514,575,800	2,215,875,399	8.39	3,006,519,882	73.70%
2018-2019	1,545,407,569	68,697,738	503,389,380	2,117,494,687	8.93	2,780,411,549	76.16%
2017-2018	1,499,375,141	62,711,503	493,470,746	2,055,557,390	9.00	2,709,854,675	75.85%
2016-2017	1,424,950,523	59,985,382	543,889,430	2,028,825,335	8.94	2,562,364,968	79.18%
2015-2016	1,346,749,632	56,631,221	539,093,070	1,942,473,923	8.97	2,366,877,432	82.07%
2014-2015	1,265,732,621	55,364,123	528,116,873	1,849,213,617	9.02	2,251,176,945	82.14%
2013-2014	1,225,561,366	57,947,159	516,425,620	1,799,934,145	9.03	2,145,870,073	83.88%
2012-2013	1,198,270,341	54,444,213	515,720,580	1,768,435,134	9.01	2,074,246,481	85.26%

Source: Umatilla County Tax Assessor

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN YEARS

LEGAL DEBT MARGIN CALCULATION FOR THE FISCAL YEAR 2022

True cash value	<u>\$ 3,449,131,998</u>
Debt limit (7.95% of true cash value)	\$274,205,994
Debt applicable to limit:	
General obligation bonded debt	<u>144,166,030</u>
Legal debt margin	<u>\$130,039,964</u>
Total net debt applicable to the limit as a percentage of debt limit	52.58%

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt limit	\$ 253,457,221	\$239,018,331	\$ 221,042,718	\$ 215,433,447	\$ 203,708,015	\$ 188,166,756	\$ 178,968,567	\$ 170,596,671	\$ 164,902,595
Total net debt applicable to limit	<u>144,249,079</u>	<u>144,261,421</u>	<u>62,475,000</u>	<u>69,590,000</u>	<u>76,300,000</u>	<u>82,590,000</u>	<u>88,370,000</u>	<u>91,870,000</u>	<u>96,670,000</u>
Legal debt margin	<u>\$ 109,208,142</u>	<u>\$ 94,756,910</u>	<u>\$ 158,567,718</u>	<u>\$ 145,843,447</u>	<u>\$ 127,408,015</u>	<u>\$ 105,576,756</u>	<u>\$ 90,598,567</u>	<u>\$ 78,726,671</u>	<u>\$ 68,232,595</u>
Total net debt applicable to the limit as a percentage of debt limit	56.91%	60.36%	28.26%	32.30%	37.46%	43.89%	49.38%	53.85%	58.62%

Oregon law provides a debt limit of 7.95% of the true cash value (market) of all taxable property within the District boundaries.

The true cash value information obtained from Umatilla County Assessor's office.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
DIRECT AND OVERLAPPING DEBT
AND DEBT RATIOS
June 30, 2022

<u>Government</u>	<u>Debt Outstanding</u>	<u>Percent Within School District</u>	<u>Gross Bonded Debt</u>
<u>Direct Debt</u>			
Hermiston School District #8R	\$ 218,649,986	100.00%	\$ 218,649,986
<u>Overlapping Debt</u>			
Blue Mountain Community College	21,010,000	17.22%	3,617,922
City of Hermiston	10,298,049	95.34%	9,818,160
City of Umatilla	1,936,436	0.80%	15,491
Umatilla Morrow Radio and Data District	2,664,615	20.58%	548,378
Umatilla County	7,912,032	31.93%	2,526,312
Umatilla Rural Fire Protection District	1,385,000	64.70%	896,095
Intermountain Educational Services District	5,497,223	14.72%	809,191
Total Overlapping Debt	<u>50,703,355</u>		<u>18,231,549</u>
Total Direct and Overlapping Debt	<u>\$ 269,353,341</u>		<u>\$ 236,881,535</u>

The following tables present information regarding the District's tax-supported debt and the estimated portion of the debt of overlapping taxing districts allocated to the District's property owners.

2021-2022 data;	
RMV	\$ 3,449,131,998
Assessed Value	\$ 2,364,342,988
Estimated District Population	31,720

Bonded Debt Ratios

Direct Debt to RMV	6.34%
Direct and Overlapping Debt to RMV	6.87%
Per Capita RMV	\$ 108,737
Per Capita Direct Debt	\$ 6,893
Per Capita Direct and Overlapping Debt	\$ 7,468

Source: Umatilla County Assessors Office

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
DIRECT AND OVERLAPPING PROPERTY TAX RATES
ALL OVERLAPPING GOVERNMENTS
PER \$1,000 OF ASSESSED VALUE
LAST TEN YEARS

Fiscal Year Ended June 30,	<u>School District No. 8R</u>			City of Hermiston	Umatilla County	BMCC(1)	IMESD(2)	WUMCD(3)	UCFD(4)	UMRDD(5)	Port of Umatilla	Cemetery District	Total
	General Fund	Service Fund	Debt Total										
2022	4.82	3.34	8.16	6.50	2.81	0.84	0.61	0.20	1.97	0.17	0.15	0.09	21.49
2021	4.82	3.51	8.33	6.51	2.81	0.85	0.61	0.20	1.89	0.17	0.15	0.09	21.61
2020	4.83	3.56	8.39	6.52	2.82	0.87	0.61	0.20	1.73	0.17	0.15	0.09	21.55
2019	4.83	4.10	8.93	6.53	2.82	0.87	0.61	0.20	1.73	0.17	0.15	0.09	22.11
2018	4.89	4.11	9.00	6.44	2.85	0.87	0.62	0.29	1.75	0.17	0.15	0.09	22.23
2017	4.89	4.05	8.94	6.37	2.85	0.87	0.62	0.29	1.75	0.17	0.15	0.09	22.11
2016	4.89	4.09	8.97	6.38	3.04	0.89	0.62	0.28	1.20	0.17	0.15	0.09	21.81
2015	4.89	4.13	9.02	6.46	3.03	0.66	0.62	0.24	1.20	0.17	0.15	0.09	21.65
2014	4.89	4.14	9.03	6.48	3.06	0.95	0.62	0.38	1.20	0.17	0.15	0.09	22.13
2013	4.89	4.13	9.01	6.43	3.10	0.96	0.62	0.29	1.20	0.17	0.15	0.09	22.03

1. BMCC- Blue Mountain Community College
2. IMESD- Intermountain Education Service District
3. WUMCD- West Umatilla Mosquito Control District
4. UCFD- Umatilla County Fire District 1
5. UMRDD- Umatilla Morrow Radio and Data District

Source: Umatilla County Assessor Office

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
RATIO OF ANNUAL DEBT SERVICE REQUIREMENTS FOR
GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL
FUND EXPENDITURES AND TRANSFERS
LAST TEN YEARS

	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>General Fund Expenditures and Transfers</u>	<u>Ratio of Debt Service to General Fund Expenditures and Transfers</u>
2021-2022	\$ 1,498,622	\$ 2,425,535	\$ 3,924,157	\$ 66,490,924	5.9%
2020-2021	1,479,825	2,339,611	3,819,436	61,906,954	6.2%
2019-2020	1,517,094	1,954,013	3,471,107	61,118,374	5.7%
2018-2019	7,115,000	1,287,222	8,402,222	56,913,458	14.8%
2017-2018	6,710,000	1,507,435	8,217,435	55,805,050	14.7%
2016-2017	6,290,000	1,790,997	8,080,997	50,549,768	16.0%
2015-2016	5,780,000	2,099,683	7,879,683	47,445,082	16.6%
2014-2015	5,170,000	2,109,530	7,279,530	43,207,702	16.8%
2013-2014	4,800,000	2,665,237	7,465,237	40,531,949	18.4%
2012-2013	4,395,000	2,831,363	7,226,363	38,336,469	18.8%

Source: Umatilla County School District No. 8R financial records.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
PRINCIPAL TAXPAYERS - UMATILLA COUNTY
CURRENT YEAR AND NINE YEARS AGO

	<u>2022</u>		<u>2013</u>	
	<u>Assessed Value</u>	<u>Percentage of total Assessed Value</u>	<u>Assessed Value</u>	<u>Percentage of total Assessed Value</u>
<u>Private Enterprise</u>				
Amazon Data Services	\$ 428,244,320	8.1%		
Amazon Data Services, Inc.	232,679,700	4.4%		
Union Pacific Railroad	200,663,040	3.8%	116,672,920	2.5%
Wal-Mart Stores East LP	35,655,258	0.7%	36,656,560	0.8%
ConAgra Foods Lamb - Weston, Inc.			34,529,029	0.7%
Calpine Corporation			224,050,000	4.8%
Shearers Foods SA, Inc.	38,841,720	0.7%		
Smith Canning & Freezing Co			21,764,970	0.5%
<u>Utilities</u>				
Hermiston Power LLC	203,000,000	3.9%		
PacifiCorp (Pacific Power & Light)	195,649,000	3.7%	138,766,740	3.0%
Hermiston Generating	80,000,000	1.5%	128,000,000	2.8%
Lumen Technologies, Inc.	48,953,000	0.9%		
CenturyLink			27,167,200	0.6%
ANR Pipeline Company			30,456,100	0.7%
Northwest Pipeline Corp			29,775,770	0.6%
Gas Transmission NW Corp	43,375,000	0.8%		
All other taxpayers	3,751,749,962	71.3%	3,854,160,711	83.0%
Total County	<u>\$ 5,258,811,000</u>	<u>100.00%</u>	<u>\$ 4,642,000,000</u>	<u>100.00%</u>

Source: Umatilla County Assessor's Office

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
PRINCIPAL TAXPAYERS - DISTRICT
CURRENT YEAR AND NINE YEARS AGO

	<u>2022</u>		<u>2013</u>	
	<u>Assessed Value</u>	<u>Percentage of District's total Assessed Value</u>	<u>Assessed Value</u>	<u>Percentage of District's total Assessed Value</u>
<u>Private Enterprise</u>				
Shearers Foods SA Inc.	38,841,720	1.6%		
ConAgra Foods Lamb - Weston, Inc.	31,690,880	1.3%	34,529,029	2.0%
Pioneer Hi Bred	20,786,230	0.9%		
Union Pacific Railroad	19,814,240	0.8%	11,840,380	0.7%
Lamb Weston, Inc.	19,866,875	0.8%		
Teton Venture LLC & Triumph	9,555,920	0.4%		
Retail Trust # 2			8,815,560	0.5%
HD Development of Maryland, Inc.			8,424,550	0.5%
Hermiston Station, LLC			8,052,530	0.5%
Calpine Corporation			224,050,000	12.7%
KW Oregon			9,498,210	0.5%
<u>Utilities</u>				
Hermiston Power, LLC	203,000,000	8.6%		
PacifiCorp (Pacific Power & Light)	120,518,000	5.1%	101,197,000	5.7%
Hermiston Generating	80,000,000	3.4%	128,000,000	7.2%
Cascade Natural Gas Corp	15,185,000	0.6%		
ANR Pipeline Company			10,111,900	0.6%
All other taxpayers	1,805,084,123	76.3%	1,223,915,975	69.2%
Total District	<u>\$ 2,364,342,988</u>	<u>100.00%</u>	<u>\$ 1,768,435,134</u>	<u>100.00%</u>

Source: Umatilla County Assessor's Office

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS

	General Obligation Bonds	Pension Bonds	Total General Bonded Debt	Resources Restricted to Paying Principal	Net General Bonded Debt (2)
2021-2022	\$ 144,166,030	\$ 74,483,956	\$ 218,649,986	\$ 12,537,152	\$ 206,112,834
2020-2021	144,249,079	14,350,001	158,599,080	9,120,802	149,478,278
2019-2020	144,261,421	14,900,001	159,161,422	5,101,382	154,060,040
2018-2019	61,270,456	15,658,270	76,928,726	816,889	76,111,837
2017-2018	68,291,431	16,349,918	84,641,349	597,240	84,044,109
2016-2017	74,672,019	16,976,118	91,648,137	485,837	91,162,300
2015-2016	80,680,345	17,549,082	98,229,427	543,731	97,685,696
2014-2015	86,218,015	18,067,568	104,285,583	646,659	103,638,924
2013-2014	88,547,669	18,533,733	107,081,402	748,883	106,332,519
2012-2013	92,401,303	18,951,508	111,352,811	831,287	110,521,524

	Population(1) (Estimated)	Assessed Valuation	Net General Bonded Debt (2)	Per Capita	Percentage of Actual Taxable Value of Property
2021-2022	19,696	\$ 2,364,342,988	\$ 206,112,834	\$ 10,465	8.72%
2020-2021	18,775	2,300,057,189	149,478,278	7,962	6.50%
2019-2020	18,415	2,215,875,399	154,060,040	8,366	6.95%
2018-2019	18,200	2,055,557,390	76,111,837	4,182	3.70%
2017-2018	17,985	2,028,825,335	84,044,109	4,673	4.14%
2016-2017	17,730	1,942,473,923	91,162,300	5,142	4.69%
2015-2016	17,520	1,849,213,617	97,685,696	5,576	5.28%
2014-2015	17,345	1,799,934,145	103,638,924	5,975	5.76%
2013-2014	17,240	1,768,435,134	106,332,519	6,168	6.01%
2012-2013	16,995	1,706,475,761	110,521,524	6,503	6.48%

(1) Population for City of Hermiston, Source; Portland State University.

(2) Computed as total bonded debt less resources restricted to paying principal.

Source: Umatilla County Assessor and financial records of Umatilla County School District No. 8R.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
DEMOGRAPHIC STATISTICS
Last Ten Years

	<u>Population(1)</u> (Estimated)	<u>Per Capita</u> <u>Income(2)</u>	<u>Personal</u> <u>Income</u>	<u>School</u> <u>Enrollment</u>	<u>Unemployment</u> <u>Rate(3)</u>
2021-2022	19,696	N/A	N/A	5,446	3.5%
2020-2021	18,775	N/A	N/A	5,508	5.6%
2019-2020	18,415	46,209	850,938,735	5,740	11.6%
2018-2019	18,200	41,928	763,089,600	5,766	4.0%
2017-2018	17,985	39,684	713,716,740	5,710	4.0%
2016-2017	17,730	37,964	673,101,720	5,645	3.7%
2015-2016	17,520	37,715	660,766,800	5,501	4.8%
2014-2015	17,345	36,434	631,947,730	5,297	5.5%
2013-2014	17,240	34,318	591,642,320	5,241	7.4%
2012-2013	16,995	33,643	571,762,785	5,209	8.2%

- (1) Population for City of Hermiston, Source: Center for Population Research and Census, Portland State University.
- (2) Data for Umatilla County. Source: Bureau of Economic Analysis.
- (3) Seasonally Adjusted Unemployment Rate for the State of Oregon for June of each year, Source: U.S. Dept. of Labor, Bureau of Labor Statistics.

N/A- data was not available at time of publication.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer:	2022			2013		
	Number Employees	Rank	Percentage of total Employment	Number Employees	Rank	Percentage of total Employment
Amazon Web Services	2,058	1	16.7%			
Wal-Mart Distribution	1,050	2	8.5%	800	2	7.1%
Good Shepherd Medical Center	767	3	6.2%	465	4	4.1%
First Coast Security	750	4	6.1%			
Hermiston School District	631	5	5.1%	455	5	4.0%
Con-Agra Foods - Lamb Weston	625	6	5.1%	1,000	1	8.8%
Two Rivers Correctional Institution	440	7	3.6%			
Wal-Mart Supercenter	356	8	2.9%	400	6	3.5%
Union Pacific Railroad	300	9	2.4%	300	7	2.7%
Marlette Homes	250	10	2.0%			
River Point Farms				650	3	5.7%
Hermiston Foods				275	8	2.4%
Umatilla Army Depot Contractors				200	9	1.8%
Shearers				200	9	1.8%
Medelez Trucking				200	9	1.8%
Total percentage of city employment			58.5%			43.7%

Source: City of Hermiston

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
STUDENT TO TEACHER RATIO
LAST TEN YEARS

	<u>Teaching Staff (1)</u>	<u>School Enrollment</u>	<u>Ratio of Teaching Staff to Enrollment</u>
2021-2022	344	5,446	1:15.8
2020-2021	354	5,508	1:15.6
2019-2020	347	5,740	1:17.3
2018-2019	334	5,766	1:17.3
2017-2018	321	5,710	1:17.8
2016-2017	316	5,645	1:17.9
2015-2016	301	5,501	1:18.3
2014-2015	284	5,297	1:18.7
2013-2014	273	5,241	1:19.2
2012-2013	259	5,209	1:20.1

(1) Includes Classroom, Music, Physical Education, Special Education Teachers, Counselors and Librarians.

Source: Umatilla County School District No. 8R payroll and attendance records.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
CERTIFIED, CLASSIFIED AND ADMINISTRATIVE EMPLOYEES ⁽¹⁾
LAST TEN YEARS

	<u>CERTIFIED</u>	<u>CLASSIFIED</u>	<u>ADMINISTRATIVE</u>	<u>TOTAL</u>
2021-2022	367	239	25	631
2020-2021	369	223	24	616
2019-2020	347	218	23	588
2018-2019	334	213	23	570
2017-2018	321	207	22	550
2016-2017	316	201	21	538
2015-2016	301	200	19	520
2014-2015	284	197	18	499
2013-2014	273	179	18	470
2012-2013	259	174	16	449

(1) Full time equivalent (FTE) positions

Source: Umatilla County School District No. 8R payroll records

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
PER PUPIL SPENDING
LAST TEN YEARS

School Year	ADMw	School Enrollment	General Fund (1)		Governmental Activities (2)	
			Expenditures	Per Student	Expenses	Per Student
2021-2022	6,704.22	5,446	\$ 65,990,924	\$ 12,117	\$ 82,910,935	\$ 15,224
2020-2021	6,795.46	5,508	59,812,082	10,859	81,584,951	14,812
2019-2020	7,069.89	5,740	60,898,211	10,609	76,329,523	13,298
2018-2019	7,048.70	5,766	56,413,458	9,784	70,937,379	12,303
2017-2018	7,012.20	5,710	53,255,050	9,327	66,972,890	11,729
2016-2017	7,052.50	5,645	50,305,768	8,912	64,996,441	11,514
2015-2016	6,767.30	5,501	46,235,082	8,405	69,741,867	12,678
2014-2015	6,212.10	5,297	42,794,809	8,079	47,588,888	8,984
2013-2014	6,148.41	5,241	40,490,675	7,726	54,409,794	10,382
2012-2013	6,128.27	5,209	38,266,469	7,346	51,642,913	9,914

(1) General fund information provides expenditures of the District's primary operating fund.

(2) Governmental activities information provides an overview of the District's expenses in a manner similar to a private-sector business.

Source: Umatilla County School District No. 8R enrollment and financial records

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
CAPITAL ASSET INFORMATION
LAST SIX YEARS

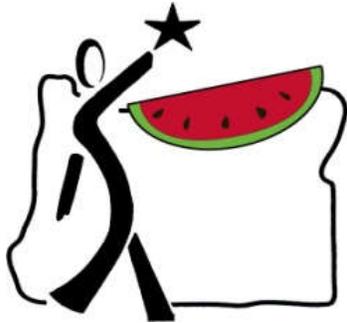
	Fiscal Year						Average Age of Buildings (in years)
	2022	2021	2020	2019	2018	2017	
<u>SCHOOLS</u>							
Elementary							
Buildings	5	5	5	5	5	5	29
Modulars	15	15	15	14	14	14	
Capacity	2,249	2,249	2,249	2,249	2,249	2,249	
Total capacity	2,849	2,849	2,849	2,809	2,809	2,809	
Enrollment	2,435	2,467	2,723	2,747	2,719	2,726	
Less: Online Students	11	2,467	0	1	0	0	
On-site Enrollment	2,424	0	2,723	2,746	2,719	2,726	
Percent Used	85%	0%	96%	98%	97%	97%	
Middle							
Buildings	2	2	2	2	2	2	19
Capacity	1,369	1,369	1,369	1,369	1,369	1,369	
Enrollment	1,314	1,340	1,378	1,363	1,354	1,294	
Less: Online Students	17	1,340	2	2	0	0	
On-site Enrollment	1,297	0	1,376	1,361	1,354	1,294	
Percent Used	95%	0%	101%	99%	99%	95%	
High							
Buildings	1	1	1	1	1	1	20
Modulars	4	4	4	3	3	3	
Capacity	1,627	1,627	1,627	1,627	1,627	1,627	
Total capacity	1,787	1,787	1,787	1,747	1,747	1,747	
Enrollment	1,697	1,703	1,638	1,655	1,637	1,625	
Less: Online Students	66	1,703	6	12	48	37	
On-site Enrollment	1,631	0	1,632	1,643	1,589	1,588	
Percent Used	91%	0%	91%	94%	91%	91%	

* - Information not available.

Note:
All students were online students in 2021 due to comprehensive distance learning implemented in response to the COVID-19 pandemic.

Source: September 2014 facility capacity study by Facility Master Planning Committee.

REPORTS OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS



Barnett & Moro, P.C.

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT **REQUIRED BY OREGON STATE REGULATIONS**

To the Board of Education of
Umatilla County School District No. 8R
Hermiston, Oregon

We have audited the basic financial statements of the Umatilla County School District No. 8R as of and for the year ended June 30, 2022, and have issued our report thereon dated December 6, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Umatilla County School District No. 8R's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

In connection with our testing nothing came to our attention that caused us to believe Umatilla County School District No. 8R was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered Umatilla County School District No. 8R's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Umatilla County School District No. 8R's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Umatilla County School District No. 8R's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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

Barnett & Moro, P.C.

By: 

Richard L. Stoddard, Shareholder
Hermiston, Oregon
December 6, 2022

Barnett & Moro, P.C.

Certified Public Accountants

DENNIS L. BARNETT, C.P.A.
KRISTIE L. SHASTEEN, C.P.A.
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CRYSTAL R. CHASE, C.P.A.

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

To the Board of Education of
Umatilla County School District No. 8R
Hermiston, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Umatilla County School District No. 8R, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Umatilla County School District No. 8R's basic financial statements, and have issued our report thereon dated December 6, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Umatilla County School District No. 8R's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Umatilla County School District No. 8R's internal control. Accordingly, we do not express an opinion on the effectiveness of Umatilla County School District No. 8R's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Umatilla County School District No. 8R’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* .

Purpose of this Report

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

Barnett & Moro, P.C.



Richard L. Stoddard, Shareholder
December 6, 2022

Barnett & Moro, P.C.

Certified Public Accountants

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

To the Board of Education of
Umatilla County School District No. 8R
Hermiston, Oregon

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Umatilla County School District No. 8R's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Umatilla County School District No. 8R's major federal programs for the year ended June 30, 2022. Umatilla County School District No. 8R's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Umatilla County School District No. 8R, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Umatilla County School District No. 8R and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Umatilla County School District No. 8R's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Umatilla County School District No. 8R's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Umatilla County School District No. 8R's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Umatilla County School District No. 8R's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Umatilla County School District No. 8R's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Umatilla County School District No. 8R's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Umatilla County School District No. 8R's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

Barnett & Moro, P.C.



Richard L. Stoddard, Shareholder
December 6, 2022

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Program Title	Federal CFDA Number	Grant Period	Original Program or Grant amount	Receivable June 30, 2021	Revenue Recognized	Expenditures	Receivable/ (Deferred Revenue) June 30, 2022
U.S. DEPARTMENT OF EDUCATION							
<u>Passed through Oregon Department of Education</u>							
<u>Special Education Cluster (IDEA)</u>							
IDEA Part B, Section 611	84.027	7/1/20 - 9/30/22	825,276	199,514	467,736	467,736	-
IDEA Part B, Section 611	84.027	7/1/21 - 9/30/23	821,324	-	511,908	511,908	212,286
IDEA Part B, Section 611, Extended Assessment	84.027	7/1/20 - 6/30/21	1,099	-	-	-	-
IDEA Part B, Section 611, Extended Assessment	84.027	7/1/21 - 9/30/22	549	-	-	-	-
Special Ed Preschool Grant	84.173	7/1/20 - 9/30/22	3,994	3,938	56	56	56
Special Ed Preschool Grant	84.173	7/1/21 - 9/30/23	4,631	-	2,173	2,173	2,173
Total Special Education Cluster (IDEA)			<u>1,656,873</u>	<u>203,452</u>	<u>981,872</u>	<u>981,872</u>	<u>214,514</u>
Title I-A	84.010	7/1/20 - 9/30/21	1,477,779	252,511	470,207	470,207	- *
Title I-A	84.010	7/1/21 - 9/30/22	1,464,591	-	966,467	966,467	243,484 *
Career and Technical Education	84.048	7/1/20 - 9/30/21	63,833	3,621	6,756	6,756	-
Career and Technical Education	84.048	7/1/21 - 9/30/22	58,221	-	51,141	51,141	1,933
Title VI B Rural and Low Income Schools	84.358	7/1/20-9/30/21	85,254	455	-	-	-
Title III - English Language Acquisition	84.365	7/1/20 - 9/30/21	175,337	15,275	100,386	100,386	-
Title III - English Language Acquisition	84.365	7/1/21 - 9/30/22	134,648	-	58,482	58,482	11,302
Title II-A Supporting Effective Instruction	84.367	7/1/20 - 9/30/21	214,563	38,635	91,375	91,375	-
Title II-A Supporting Effective Instruction	84.367	7/1/21 - 9/30/22	194,203	-	28,180	28,180	3,875
Title IV-A Student Support and Academic Enrichment	84.424	7/1/20 - 9/30/21	97,055	-	97,016	97,016	- *
Title IV-A Student Support and Academic Enrichment	84.424	7/1/21 - 9/30/22	105,963	-	96,445	96,445	15,285 *
Elementary and Secondary School Emergency Rlf Fund	84.425D	3/13/20 - 9/30/22	1,085,039	268,872	-	-	- *
Elementary and Secondary School Emergency Rlf Fund	84.425D	3/13/20 - 9/30/23	4,826,755	663,843	2,686,740	2,686,740	15,496 *
Elementary and Secondary School Emergency Rlf Fund	84.425U	3/13/20 - 9/30/24	10,840,205	48,672	1,018,579	969,906	79,662 *
Total passed through Oregon Department of Education:			<u>22,480,319</u>	<u>1,495,337</u>	<u>6,653,646</u>	<u>6,604,974</u>	<u>585,550</u>

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Continued from previous page

Program Title	Federal CFDA Number	Grant Period	Original Program or Grant amount	Receivable June 30, 2021	Revenue Recognized	Expenditures	Receivable/ (Deferred Revenue) June 30, 2022
U.S. DEPARTMENT OF EDUCATION							
<u>Passed through Local Education Service District</u>							
Title I-C Migrant Education	84.011	7/1/20 - 9/30/21	71,000	47,400	\$ 12,292	\$ 12,292	\$ 12,292
Title I-C Migrant Education	84.011	7/1/21 - 9/30/22	73,000	-	35,013	35,013	35,013
Total passed through Local Education Service District:			<u>144,000</u>	<u>47,400</u>	<u>47,304</u>	<u>47,304</u>	<u>47,304</u>
<u>Passed through Oregon Department of Human Services</u>							
Youth Transition Program (YTP)	84.126A	7/1/19 - 6/30/21	64,530	59,280	-	-	-
Youth Transition Program (YTP)	84.126A	7/1/21 - 6/30/23	103,687	-	49,406	49,406	14,056
Total passed through Oregon Department of Human Services:			<u>168,216</u>	<u>59,280</u>	<u>49,406</u>	<u>49,406</u>	<u>14,056</u>
Total U.S. Department of Education			<u>22,792,535</u>	<u>1,602,017</u>	<u>6,750,356</u>	<u>6,701,683</u>	<u>646,910</u>
U.S. DEPARTMENT OF AGRICULTURE							
<u>Passed through Oregon Department of Education</u>							
<u>Child Nutrition Cluster</u>							
USDA commodities	10.555	7/1/21 - 6/30/22	263,736	-	263,736	263,736	-
National School Lunch Program	10.555	7/1/21 - 6/30/22	-	114,985	2,200,248	1,338,215	416,702
National School Breakfast Program	10.553	7/1/21 - 6/30/22	-	47,180	473,195	288,461	86,627
Total Child Nutrition Cluster			<u>263,736</u>	<u>162,165</u>	<u>2,937,179</u>	<u>1,890,412</u>	<u>503,329</u>
State & Local P-EBT Administrative Cost Grant	10.649	7/1/21 - 6/30/22	3,063	-	3,063	3,063	-
Total passed through Oregon Department of Education			<u>266,799</u>	<u>162,165</u>	<u>2,940,242</u>	<u>1,893,475</u>	<u>503,329</u>
<u>Passed through Umatilla County, Oregon</u>							
<u>Forest Service Schools and Roads Cluster</u>							
Schools and Roads	10.665	7/1/21 - 6/30/22	-	-	11,021	11,021	-
Total U.S. Department of Agriculture			<u>266,799</u>	<u>162,165</u>	<u>2,951,263</u>	<u>1,904,496</u>	<u>503,329</u>
Total Federal Revenue and Expenditures			<u>\$ 23,059,335</u>	<u>\$ 1,764,182</u>	<u>\$ 9,701,619</u>	<u>\$ 8,606,180</u>	<u>\$ 1,150,239</u>

* Denotes major program

See note to schedule of expenditures of federal awards

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Note A - Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Umatilla County School District No. 8R and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

The District has a negotiated indirect cost rate of 5.68%, but elects to use a 1.00% rate.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R
HERMISTON, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued: unqualified opinion

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(s) identified? _____ yes X none reported

Noncompliance material to financial Statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(s) identified? _____ yes X no

Type of auditor's report issued on compliance for major program: unqualified opinion

- Any audit findings disclosed that are required to be reported in accordance with section 200.516 of Title 2 CFR Part 200? _____ yes X no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
CFDA #84.010	Title I-A
CFDA #84.424	Title IV-A Student Support and Academic Enrichment
CFDA #84.425	Education Stabilization Fund

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

Auditee qualified as low-risk auditee? X yes _____ no

Section II-Financial Statement Findings

There are no financial statement award findings for the year ended June 30, 2022.

Section III-Federal Award Findings and Questioned Costs

There are no federal award findings or questioned costs for the year ended June 30, 2022.

UMATILLA COUNTY SCHOOL DISTRICT NO. 8R

SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS

Year Ended June 30, 2022

QUESTIONED COSTS:

There were no questioned costs for the year ended June 30, 2021.

FINDINGS:

There were no findings relative to federal awards for the year ended June 30, 2021.

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

DIRECTOR OF BUSINESS SERVICES' RECOMMENDATION

8.0 ACTION ITEMS

8.1 TOPIC: Budget Committee Membership

It is recommended.

RECOMMENDATION:

. that the Board of Education announce the following vacancies on the Hermiston School District Community Budget Committee:

Position 4
Term to end 6/30/2024

Position 5
Term to end 6/30/2023

to be posted December 13 through January 6 and applications due by 4:00 p.m.

Board Members

Mon Dec 12, 2022

6:30pm - 8:30pm Board Regular Meeting

Where: Hermiston School District, 305 SW 11th St, Hermiston, OR 97838, USA
Calendar: Board Members
Created by: Briana Cortaberria

Tue Dec 13, 2022

8am - 8:30am KOHU Odds & Ends Show

Where: KOHU
Calendar: Board Members
Created by: Briana Cortaberria
Who: Tricia Mooney, kohunews@gmail.com, Dain Gardner

3pm - 5pm G Bowling vs Kamiakin

Calendar: Board Members
Created by: Briana Cortaberria

4pm - 9:30pm B & G Basketball vs Prosser

Calendar: Board Members
Created by: Briana Cortaberria

Wed Dec 14, 2022

7pm - 9pm HHS Winter Band & Choir Performance

Where: HHS Auditorium
Calendar: Board Members
Created by: Briana Cortaberria

Thu Dec 15, 2022

7am - 8am HAT Morning Meeting

Where: DO Boardroom
Calendar: Board Members
Created by: Briana Cortaberria

7:30am - 8:30am Board Meeting Debrief

Where: DO
Calendar: Board Members
Created by: Briana Cortaberria

7pm - 9pm HHS Winter Band & Choir Performance

Where: HHS Auditorium
Calendar: Board Members
Created by: Briana Cortaberria

Fri Dec 16, 2022

4pm - 9:30pm B & G Basketball vs Walla Walla

Calendar: Board Members
Created by: Briana Cortaberria

Sat Dec 17, 2022

4pm - 8pm HHS Posada

Where: HHS Commons
Calendar: Board Members
Created by: Briana Cortaberria

Mon Dec 19, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Board Members

Tue Dec 20, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

3pm - 5pm G Bowling vs Kennewick

Calendar: Board Members

Created by: Briana Cortaberria

Wed Dec 21, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Thu Dec 22, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Fri Dec 23, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Sat Dec 24, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Sun Dec 25, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Mon Dec 26, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Tue Dec 27, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Wed Dec 28, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023

Calendar: Board Members

Created by: Briana Cortaberria

Board Members

Thu Dec 29, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Fri Dec 30, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Sat Dec 31, 2022

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Sun Jan 1, 2023

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Mon Jan 2, 2023

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

Tue Jan 3, 2023

All day Winter Break - No School

Mon Dec 19, 2022 - Tue Jan 3, 2023
Calendar: Board Members
Created by: Briana Cortaberria

9am - 10am Board Finance Meeting

Where: District Office
Calendar: Board Members
Created by: Briana Cortaberria

3:30pm - 4:30pm WPES Leadership Team Meeting

Where: WP Office
Calendar: Board Members
Created by: Briana Cortaberria

4pm - 9pm B & G Basketball vs West Valley (Spokane)

Calendar: Board Members
Created by: Briana Cortaberria

Wed Jan 4, 2023

7:30am - 8:30am Board Agenda Review

Where: District Office
Calendar: Board Members
Created by: Briana Cortaberria

Sun	Mon	Tue	Wed	Thu	Fri	Sat
4	5	6	7	8	9	10
		<ul style="list-style-type: none"> 7:30am - Board Agenda Review @ 9am - Board Finance Meeting @ 	4pm - Hermiston Education Board	<ul style="list-style-type: none"> 3pm - G Bowling vs Chiawana 5pm - B & G Wrestling vs Rich/Pasco 6pm - SMS Winter Band Concert @ 7pm - ALMS Winter Band Concert @ 		
11	12	13	14	15	16	17
<ul style="list-style-type: none"> 6:30pm - Board Regular Meeting @ 	<ul style="list-style-type: none"> 8am - KOHU Odds & Ends Show @ 3pm - G Bowling vs Kamiakin 4pm - B & G Basketball vs Prosser 	<ul style="list-style-type: none"> 7pm - HHS Winter Band & Choir 	<ul style="list-style-type: none"> 7am - HAT Morning Meeting @ DO 7:30am - Board Meeting Debrief @ DO 7pm - HHS Winter Band & Choir 	4pm - B & G Basketball vs Walla Walla	4pm - HHS Posada @ HHS Commons	
18	19	20	21	22	23	24
Winter Break - No School						
		3pm - G Bowling vs Kennewick				
25	26	27	28	29	30	31
Winter Break - No School						

Sun	Mon	Tue	Wed	Thu	Fri	Sat
1 Winter Break - No School	2	3 9am - Board Finance Meeting @ 3:30pm - WPES Leadership Team 4pm - B & G Basketball vs West Valley	4 7:30am - Board Agenda Review @	5	6 4pm - B & G Basketball vs Pasco	7 12pm - B & G Basketball vs Hanford
8	9 6:30pm - Board Regular Meeting @	10 7am - ALMS Leadership Team 8am - KOHU Odds & Ends Show @ 3pm - G Bowling vs Pasco 6pm - B & G Wrestling vs Kamiakin	11 3:30pm - DVES Leadership Team 3:30pm - HHES Leadership Team 3:30pm - RHES Leadership Team 4pm - Hermiston Education Board	12 7am - HHS Leadership Team Meeting 7:30am - Board Meeting Debrief @ DO 3:30pm - LVES Leadership Team	13 5:45pm - B & G Basketball vs Chiawana	14
15	16	17 7:15am - SMS Leadership Team 3pm - G Bowling vs Southridge 3pm - SES Leadership Team Meeting 4pm - B & G Basketball vs Southridge	18 6pm - Bond Oversight Committee @	19 7am - HAT Morning Meeting @ DO 6pm - B & G Wrestling vs Hanford	20 4pm - B & G Basketball vs Kamiakin	21 12pm - B & G Basketball vs Kennewick
22 6:30pm - Board Special Meeting @	23	24	25 3:45pm - Ed Council Meeting @ DO	26	27 4pm - B & G Basketball vs Richland	28
29 6pm - Listening & Learning Session @	30 4pm - B & G Basketball vs Hanford	31	1	2	3	4 12pm - B & G Basketball vs Chiawana

Sun	Mon	Tue	Wed	Thu	Fri	Sat
29	30 6pm - Listening & Learning Session @	31 4pm - B & G Basketball vs Hanford	1	2	3	4 12pm - B & G Basketball vs Chiawana
5	6	7 9am - Board Finance Meeting @ 4pm - B & G Basketball vs Southridge	8 7:30am - Board Agenda Review @ 4pm - Hermiston Education Board	9	10	11
12	13 6:30pm - Board Regular Meeting @	14 8am - KOHU Odds & Ends Show @	15	16 7am - HAT Morning Meeting @ DO 7:30am - Board Meeting Debrief @ DO	17	18
19	20	21	22	23	24	25
26	27 6:30pm - Board Special Meeting @	28	1	2	3	4

**BOARD OF EDUCATION
UMATILLA COUNTY SCHOOL DISTRICT #8R, HERMISTON
HERMISTON, OREGON**

December 12, 2022

10.0 EXECUTIVE SESSION

The board of education will now meet in executive session pursuant to the following Oregon Revised Statute(s):

	Statutory Citation	Subject	Media Permitted?
	ORS 192.660(2)(a)	To consider the employment of a public officer, employee, staff member or individual agent.	Yes
	ORS 192.660(2)(b)	To consider the dismissal or disciplining of, or to hear complaints or charges brought against, a public officer, employee, staff member or individual agent who does not request an open hearing.	Yes
X	ORS 192.660(2)(d)	To conduct deliberations with persons designated by the governing body to carry on labor negotiations.	No
	ORS 192.660(2)(e)	To conduct deliberations with persons designated by the governing body to negotiate real property transactions.	Yes
	ORS 192.660(2)(f)	To consider information or records that are exempt by law from public inspection.	Yes
	ORS 192.660(2)(h)	To consult with counsel concerning the legal rights and duties of a public body with regard to current litigation or litigation likely to be filed.	No
X	ORS 192.660(2)(i)	To review and evaluate the employment-related performance of the chief executive officer of any public body, a public officer, employee or staff member who does not request an open hearing.	Yes
	ORS 192.660(2)(k)	To consider matters relating to school safety or a plan that responds to safety threats made toward a school.	Yes
	ORS 332.061(1)	To conduct a hearing to expel minor students or to examine confidential medical records	No

The Hermiston School District Board of Education will now meet in executive session pursuant to ORS **(per above)**. Representatives of the news media and designated staff shall be allowed to attend the executive session. All other members of the audience are asked to leave the room. Representatives of the news media are specifically directed not to report on or otherwise disclose any of the deliberations or anything said about these subjects during the executive session, except to state the general subject of the session as previously announced. No decision may be made in executive session, except for a student expulsion. At the end of the executive session, the board will return to open session and welcome the audience back into the room.

Attorney General's Public Records and Meetings Manual, p. K-9.

Board Policy BDC-AR: Executive Sessions – News Media
<http://policy.osba.org/hermiston/AB/BDC%20R%20G1.PDF>