



December 30, 2024

To the Board of Directors
Winston-Dillard School District No. 116
Winston, Oregon

We have audited the basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Winston-Dillard School District No. 116 [the District] for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and Government Auditing Standards, 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 September 20, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note 1 to the basic financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2023-2024 fiscal year. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the basic financial statements in the proper period.

Accounting estimates are an integral part of the basic 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 basic 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 depreciation expense is based on the straight-line method over the estimated useful life. We evaluated the key factors and assumptions used to develop depreciation expense in determining that it is reasonable in relation to the financial statements taken as a whole.

The basic financial statement disclosures are neutral, consistent, and clear.

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 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 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 30, 2024.

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 the District'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 the District'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 management's discussion and analysis, budgetary comparison information, and schedule of pension amounts, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries to management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on other supplementary information other than RSI, including the Schedule of Expenditures of Federal Awards, Combining Statements, and the Budgetary Comparison, which accompany the financial statements but are 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 other supplementary information, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied to 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 use of the board of directors and management of the District and is not intended to be and should not be used by anyone other than these specified parties.

Very Truly Yours,



Vickie Rapp, CPA CIA CGMA CITP
Neuner Davidson & Co
Roseburg, Oregon

Client: **9662 - Winston-Dillard School District No. 116**
 Engagement: **Winston-Dillard School District No. 116**
 Period Ending: **6/30/2024**

Account	Description	Debit	Credit
KNOWN AND LIKELY MISSTATEMENTS IDENTIFIED DURING THE AUDIT, OTHER THAN THOSE THAT ARE TRIVIAL, THAT HAVE BEEN CORRECTED BY DISTRICT MANAGEMENT. THE ENTRIES BELOW REPRESENT FINDINGS NOT MATERIAL TO THE FINANCIAL STATEMENTS.			

Adjusting Journal Entries

PBC KS - JV 1943 - Commodities received.

250.3100.0415.116.000.000.00	USDA COMMODITIES	37,944.05	
250.0000.4900.116.000.000.00	REVENUE FOR/ON BEHALF OF THE DISTRICT		37,944.05
Total		<u>37,944.05</u>	<u>37,944.05</u>

Adjusting Journal Entries

PBC KS - JV 1944 - PSP Adjusting Entry - PO 241600

200.1140.0410.116.000.706.00	CONSUMABLE SUPPLIES & MATERIALS	448.89	
200.1140.0111.116.000.706.00	CERTIFIED SALARIES		448.89
Total		<u>448.89</u>	<u>448.89</u>

Adjusting Journal Entries

PBC KS - JV 1945 - Art Night and Book Fair Adjustment

299.1111.0410.190.000.425.00	EXPENSES - ART NIGHT	500.00	
299.1111.0410.190.000.479.00	EXPENSES - BOOK FAIR		500.00
Total		<u>500.00</u>	<u>500.00</u>