

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR YEAR ENDED JUNE 30, 2024

BEAVERTON SCHOOL DISTRICT

Beaverton, Oregon

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Prepared by:
Business Services Department

Dr. Gustavo Balderas
Superintendent of Schools

Michael Schofield
Associate Superintendent for Business Services

Jason Guchereau
Finance Manager



TABLE OF CONTENTS
BEAVERTON SCHOOL DISTRICT

INTRODUCTORY SECTION:

Letter of Transmittal	1
Certificate of Achievement for Excellence in Financial Reporting Award	7
Certificate of Excellence in Financial Reporting Award	8
Organizational Chart	9
Appointed and Elected Officials	9

FINANCIAL SECTION:

<i>Independent Auditor's Report</i>	13
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<i>Management's Discussion and Analysis</i>	19
--	-----------

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	31
Statement of Activities	32

Fund Financial Statements:

Balance Sheet - Governmental Funds.....	33
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position	34
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	35
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	36
Statement of Net Position - Proprietary Funds - Internal Service Funds.....	37
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds - Internal Service Funds.....	38
Statement of Cash Flows - Proprietary Funds - Internal Service Funds.....	39

Notes to Basic Financial Statements	40
---	----

Required Supplementary Information:

Schedule of the Proportionate Share of the Net Pension Liability for PERS	75
Schedule of Contributions for PERS	75
Schedule of the Proportionate Share of the Net OPEB Liability for RHIA	76
Schedule of Contributions for RHIA	76
Schedule of Changes in the Total OPEB Liability - PHIS	77
Schedule of Total OPEB Liability and Related Ratios - PHIS	77
Reconciliation of Budgetary to Reporting Funds - Combining Schedule of Revenues, Expenditures and Changes in Fund Balance (GAAP Basis) - General Fund	78
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (GAAP Basis):	
General Fund	79
Grant Fund.....	80
Notes to the Required Supplementary Information.....	81

Other Supplementary Information:

Major Governmental Funds:

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:

Debt Service Fund	85
Capital Projects Fund.....	86
Long-term Planning Fund	89
Reconciliation of Budgetary to Reporting Funds - Combining Balance Sheet - General Fund	90

TABLE OF CONTENTS
BEAVERTON SCHOOL DISTRICT (Continued)

FINANCIAL SECTION (Continued):

Other Supplementary Information:

Nonmajor Governmental Funds:

Combining Balance Sheet - Nonmajor Governmental Funds	93
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds	94
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:	
Student Body and Special Purpose Fund.....	95
Categorical Fund.....	96
Scholarships Fund.....	97
Nutrition Services Fund	98

Internal Service Funds:

Combining Statement of Net Position - Internal Service Funds	101
Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds	102
Combining Statement of Cash Flows - Internal Service Funds	103
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:	
Insurance Reserve Fund	104
Workers' Compensation Fund.....	105

Other Financial Schedules:

Revenue Summary - All Funds	109
Expenditure Summaries:	
General Fund (100)	110
Special Revenue Funds (200)	112
Debt Service Funds (300)	114
Capital Projects Funds (400)	115
Internal Service Funds (600)	117
Supplemental Information as Required by the Oregon Department of Education	119
Supplemental Information as Required by Bond Disclosure Agreements: General Fund Adopted Budgets.....	120

STATISTICAL SECTION:

Statistical Section Overview	121
<i>Financial Trends:</i>	
Net Position by Component - Last Ten Fiscal Years Ended June 30.....	123
Changes in Net Position - Last Ten Fiscal Years Ended June 30	124
Fund Balances, Governmental Funds - Last Ten Fiscal Years Ended June 30.....	126
Changes in Fund Balance and Debt Service Ratio - Last Ten Fiscal Years Ended June 30.....	127
<i>Revenue Capacity:</i>	
Assessed Value and Real Market Value of Taxable Property - Last Ten Fiscal Years	129
Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years	130
Principal Property Taxpayers - Current and Nine Years Prior	131
Property Tax Levies and Collections - Last Ten Fiscal Years.....	132

TABLE OF CONTENTS
BEAVERTON SCHOOL DISTRICT (Continued)

STATISTICAL SECTION (Continued):

Debt Capacity:

Outstanding Debt by Type - Last Ten Fiscal Years.....	133
Direct and Overlapping Governmental Activities Debt.....	134
Legal Debt Margin Information - Last Ten Fiscal Years.....	135

Demographic and Economic Information:

Demographic and Economic Statistics - Last Ten Calendar Years.....	136
Principal Employers for the Portland Metro Area - Current and Nine Years Prior	137

Operating Information:

Full-Time Equivalent District Employees by Type - Last Ten Fiscal Years	138
Operating Statistics - Last Ten Fiscal Years	139
Capital Asset Information - Last Ten Fiscal Years.....	140

SINGLE AUDIT SECTION:

Independent Auditor's 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	141
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance with the Uniform Guidance	143
Schedule of Expenditures of Federal Awards.....	145
Notes to Schedule of Expenditures of Federal Awards.....	148
Schedule of Findings and Questioned Costs	150

COMPLIANCE SECTION:

Independent Auditor's Report Required by Oregon State Regulations

Independent Auditor's Report Required by Oregon State Regulations.....	153
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INTRODUCTORY SECTION





Beaverton School District
1260 NW Waterhouse Avenue
Beaverton, Oregon 97006
503-356-4500

November 18, 2024

To Members of the Board of Education and Citizens of the Beaverton School District:

The Annual Comprehensive Financial Report of the Beaverton School District (“District”) for the fiscal year ended June 30, 2024, is hereby submitted. State law requires that an independent audit be made of all District funds within six months following the close of the fiscal year. This report is published to fulfill the requirement for the fiscal year ended June 30, 2024, and consists of management’s representations concerning the finances of the District together with the opinions of our auditor.

This report was prepared by the District's Business Services Department. Management assumes full responsibility for the completeness and reliability of the information contained in this report. The District’s management has established and maintains a comprehensive internal control framework put in place to protect assets from loss, theft or misuse. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance the financial statements are free of any material misstatements. The internal control structure is subject to periodic evaluation by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

These financial statements are presented to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with generally accepted accounting principles (GAAP) in the United States of America.

REDW, LLC, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the Beaverton School District’s financial statements for the year ended June 30, 2024. The independent auditor’s report is located at the front of the financial section of this report.

FINANCIAL STATEMENT PRESENTATION

Designed to meet the needs of a broad spectrum of financial statement readers, this Annual Comprehensive Financial Report (ACFR) is divided into five major sections:

The *Introductory Section* includes this transmittal letter, the District’s organizational chart and copies of certificates awarded for Beaverton School District’s 2023 Annual Comprehensive Financial Report.

The *Financial Section* includes the Independent Auditor’s Report, Management’s Discussion and Analysis (MD&A), the basic financial statements including notes to the basic financial statements, required supplementary information, and supplementary information including the combining and individual fund financial statements.

The *Statistical Section* includes selected financial and demographic information, generally presented on a multi-year basis.

The *Single Audit Section* includes reports from the independent auditor regarding compliance requirements of the U.S. Office of Management and Budget (OMB) Uniform Guidance Compliance Supplement for major federal programs.

The *Compliance Section* contains the independent auditor’s report required by the Minimum Standards for Audits of Oregon Municipal Corporations.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the MD&A. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District’s MD&A can be found immediately following the independent auditor’s report.

PROFILE OF THE DISTRICT

Beaverton School District, a kindergarten through twelfth grade district, was formed July 1, 1960, following a successful vote for unification of twelve elementary school districts and one high school district.

The 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 of America, all significant activities and organizations have been included in the financial statements.

The District is located predominantly in Washington County, approximately 10 miles west of Portland, Oregon, and encompasses over 57 square miles of land. It serves the residents of the City of Beaverton and various outlying towns and municipalities and is the third largest school district in Oregon.

Student enrollment in the fall of 2023 was 38,076. October 1 enrollment counts are reported to the state in November of each year, allowing time for data entry and confirmation of student records. An enrolled student is defined as a student who attends one or more schools or programs within the District. Regardless of the number of schools or programs attended, each student is counted only once.

ENROLLMENT AND FACILITIES

<u>Grade Level</u>	<u>Number of Programs</u>	<u>Enrollment</u>
Elementary School Programs	35	15,712
Middle School Programs	14	8,440
High School Programs	11	11,863
Special Education Programs	-	1,264
Charter School Programs	2	797
Total Programs and Enrollment	62	38,076

The District has experienced a 1.8 percent decline in enrollment since the prior fiscal year and a 4.6 percent decline in enrollment over the past ten years from 39,910 in the fall of fiscal year 2015. The District had experienced a higher growth rate through the fall of fiscal year 2020, but is now experiencing declining enrollment due demographic changes. The District expects relatively flat to declining enrollment over the next few years with projected enrollment of 35,843 in 2026-27 based on cohort survival history, current and projected housing development, and overall regional economics.

The demographics of our school district reflect our rich cultural diversity. Our students speak more than 97 languages and dialects and the District’s enrollment includes 57.5 percent of students of color. While the area has approximately 10.7 percent poverty, there were many schools that qualified for the Community Eligibility Provision to receive access to free breakfast and lunch each school day. For the 2024-25 school year, all of Beaverton School District’s school sites will provide students with meals through the Community Eligibility Provision.

The Beaverton School District Board (“Board”), elected by a majority of the voting electorate, is the governing body responsible for the District’s policy decisions. The seven-member Board has oversight responsibility and control over all activities related to the District. The Board is accountable for all fiscal matters that significantly influence operations.

District management includes a superintendent, two deputy superintendents, an associate superintendent, four chief officers, and 133 principals, vice-principals and district administrators. The District employs 4,143 full-time

equivalent personnel, including principals, vice-principals, administrators, teachers, supervisors, secretarial staff, bus drivers, maintenance personnel, cafeteria staff and other support staff. The District has over 60 buildings and facilities, with an average age of 48 years.

Under Oregon State law, school districts are independent municipal corporations empowered to provide elementary and secondary educational services for the children residing within their boundaries. The District discharges this responsibility by building, operating and maintaining school facilities, developing and maintaining approved educational programs and courses of study, including career/technical educational programs and programs for English language learners and special needs students, and providing for transportation and feeding of students in accordance with District, State and Federal programs. This report includes all funds of the District.

DISTRICT PROMISE, MISSION STATEMENT AND PRIORITIES

District Promise: Belong. Believe. Achieve.

District Mission: Beaverton School District promises a deep sense of belonging while supporting, challenging and inspiring all students to explore their passions, achieve their goals and graduate ready to thrive in their learning and life after high school.

District Vision: In Beaverton School District, we envision every student saying:

- I belong, and I matter.
- I believe in myself, and my community believes in me.
- I am an informed and engaged member of my community.
- I am challenged, supported and successful in my learning.
- I feel connected to my learning, to my peers and to the adults in my school.
- I see a future I want, and I know how to achieve it.

District Values:

- Academic Excellence
- Belonging and Dignity
- Community Connections

The strategic plan identifies four main goal areas to support student success, as well as target outcomes and actions to achieve them:

- Safe & Thriving
- Foundations of Success
- Progress on Standards
- College & Career Ready

Foundational building blocks for the District's efforts are:

- Engaging and Effective Teaching and Learning Systems
- Authentic Engagement with Students, Families and Community
- Facilities and Programs for World-Class Learning
- Effective Systems and Structures for Student Success

Equity, engagement, and excellence underpin all these foundations and goals.

FINANCIAL INFORMATION

Accounting Policies. Governmental funds are used to account for the District's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available".) "Measurable" means the amount of the transaction can

be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period.

Expenditures are recognized when the liability is incurred, except for in a few cases. Unmatured interest on general long-term debt is recognized when due. Interfund transactions, certain compensated absences, and certain claims and judgments are recognized in the fiscal year as expenditures because they will be liquidated with expendable financial resources.

The financial transactions for the proprietary fund type are recorded on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned, and expenses are recorded at the time liabilities are incurred.

The accrual and modified accrual basis of accounting as utilized by Beaverton School District are in accordance with generally accepted accounting principles.

Budgetary Controls. The District is required by the State of Oregon to adopt an annual budget for all funds subject to the requirements of Local Budget Law as outlined in the Oregon Revised Statutes 294.305 through 294.565, inclusive. The Oregon Local Budget Law requires the appointment of a budget committee to review and approve the budget. The budget committee consists of seven members of the Board and seven electors of the District who are appointed by the Board. The administration proposes a budget to the budget committee, and the budget committee may modify or approve the proposed budget.

A summary of the approved budget, together with a notice of public hearing, is published on the District website and in a newspaper having general circulation in the District. A public hearing is held to receive comments from the public concerning the approved budget. The Board adopts the budget, makes appropriations, and levies taxes after the public hearing and before the beginning of the year for which the budget has been prepared. After adoption, the budget may be revised through procedures specified in State statute and Board policy.

Charter Schools. Oregon statute provides state funding for charter schools that flows through the district for schools that local boards of education have granted a charter. The District has two charter schools, Arco Iris Spanish Immersion Charter School and Hope Chinese Charter School, in operation during the 2023-24 fiscal year. Arco Iris has completed its fourteenth year of operations. The school educates 457 full-time students in grades K-8 and has renewed its charter through 2026-27. Hope Chinese has completed its twelfth year of operations. The school educates 379 full time students in grades K-8, and has renewed its charter through 2027-28.

INDEPENDENT AUDIT

The Beaverton School District’s financial statements have been audited by REDW, LLC, 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, 2024, 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 their audit, that there was a reasonable basis for rendering an unmodified (“clean”) opinion that the District’s basic financial statements for the fiscal year ended June 30, 2024, are fairly presented in all material respects in conformity with U.S. GAAP. The independent auditor’s report is presented as the first component of the Financial Section of this report.

The independent audit of the District’s basic financial statements includes a 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 District’s internal control over financial reporting and on compliance and other matters, and on compliance related to the administration of federal awards. These reports are available in the Single Audit Section of this report.

ECONOMIC CONDITION

Located in northwestern Oregon, Washington County is one of the six counties that comprise the Portland-Vancouver-Hillsboro Primary Metropolitan Statistical Area (PVH-PMSA). The six counties are Washington, Multnomah, Clackamas, Yamhill and Columbia in Oregon, and Clark in Washington. According to the Population Research Center of Portland State University, Multnomah and Washington counties together have one-third of the State of Oregon's population. Washington County's three largest cities are Beaverton, Hillsboro and Tigard. Because the District lies within the PVH-PMSA, economic and demographic data is not available specifically for the District. Data is generally available for Washington County and for the PVH-PMSA.

Washington County covers 727 square miles and includes sixteen incorporated cities such as Beaverton, Hillsboro, Tigard and Tualatin, as well as a portion of the City of Portland.

Currently, manufacturing accounts for 18 percent of the total non-farm employment in the PVH-PMSA, while trade, transportation and utilities account for 18 percent, government jobs 7 percent, professional and business services 19 percent, education and health services 13 percent, and leisure and hospitality 8 percent. A major manufacturing employer in the Beaverton area is Nike, an athletic footwear and apparel manufacturer with its 286-acre world headquarters campus located in Washington County.

The PVH-PMSA relies heavily on the manufacturing, high technology industries, wholesale trade and financial activities. According to the Oregon Employment Department, at the end of June 2023, the PVH-PMSA unemployment rate was 3.4 percent, compared to the Oregon unemployment rate of 3.5 percent and to the nation's rate of 3.6 percent.

LONG-TERM FINANCIAL PLANNING

The District's unrestricted general fund balance (the total of the committed, assigned and unassigned components of fund balance) at year-end was \$188.7 million, or 32.7 percent of total General Fund revenues. This is composed of two parts - \$24.7 million in committed long-term reserves and \$164.1 million in unassigned ending fund balance. This amount is above the policy guidelines set by Board policy for budgetary and planning purposes of a minimum 5.0 percent of total actual revenues, although the committed long-term reserves is less than the Board policy of an additional 5.0 percent committed in a sustainability fund. The reserves are maintained to absorb economic downturns, state revenue-sharing reductions and other revenue shortfalls, and will prudently be used when needed to provide stability of core programs and legally required activities. Over the next several years, the District plans to spend down a portion of the unassigned ending fund balance to allow a gradual transition at the end of the one-time ESSER funds as it responds to the needs of students and the continuing declining enrollment.

The District issued general obligation bonds in 2016-17 as part of the \$680 million bond measure passed by voters in May 2014 and issued general obligations bonds in 2022-23 as part of the \$723 million bond measure passed by voters in May 2022. These funds were still being used to complete construction on school remodels and building improvements in 2023-24 and into 2024-25. The \$723 million bond measure for additional school remodels and capital construction projects was based on the most recent facilities condition assessment. As the average age of the District's buildings is in excess of 40 years, the District will continue to utilize and update the facilities condition assessment to guide the future needs for the District.

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 the Beaverton School District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the forty-third consecutive year that the District has achieved this 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 legal requirements.

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

In addition, the Association of School Business Officials International (ASBO) awarded its Certificate of Excellence in Financial Reporting to the Beaverton School District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. The District has achieved this prestigious award for forty-second consecutive year.

The Certificate of Excellence is recognition that the District has met the highest standards for financial reporting and accountability as adopted by ASBO. The District believes that the current Annual Comprehensive Financial Report continues to conform to these standards and will be submitting it to ASBO for review.

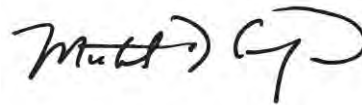
The preparation of the Annual Comprehensive Financial Report would not have been possible without the efficient and dedicated services of the entire staff of the Business Services Department. We would like to express our appreciation to all members of the department who assisted in and contributed to the preparation of this report.

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

Respectfully submitted,



Dr. Gustavo Balderas
Superintendent of Schools



Michael Schofield
Associate Superintendent of Business Services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Beaverton School District
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Beaverton School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2023.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

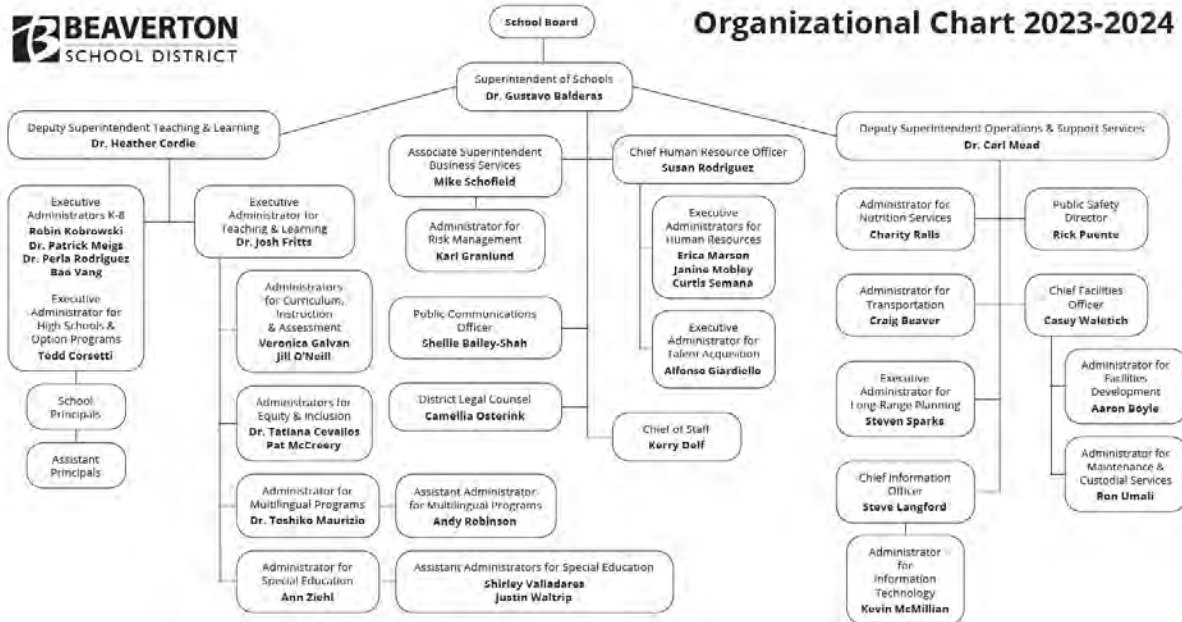
Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director



Organizational Chart 2023-2024



(effective July 27, 2023)

Beaverton School District Appointed and Elected Officials as of June 30, 2024

Administrative Office:
1260 NW Waterhouse Avenue
Beaverton, OR 97006

<u>Name</u>	<u>Position</u>
Dr. Gustavo Balderas	Superintendent
Dr. Heather Cordie	Deputy Superintendent
Dr. Carl Mead	Deputy Superintendent
Michael Schofield	Associate Superintendent

School Board

<u>Name and Title</u>	<u>Term Expires</u>
Dr. Karen Pérez, Chair	June 30, 2025
Sunita Garg, Vice Chair	June 30, 2025
Susan Greenberg	June 30, 2025
Dr. Melissa Potter	June 30, 2027
Ugonna Enyinnaya	June 30, 2025
Justice Rajee	June 30, 2027
Dr. Tammy Carpenter	June 30, 2027

The Board Members receive mail at the address below:

Beaverton School District
1260 NW Waterhouse Avenue
Beaverton, OR 97006



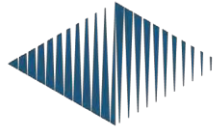


FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT





GROVE, MUELLER & SWANK

redw
Advisors & CPAs

INDEPENDENT AUDITOR'S REPORT

School Board
Beaverton School District
Beaverton, Oregon

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Beaverton School District, Washington County, Oregon (the District) as of and for the year ended June 30, 2024, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Beaverton School District, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *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 GAAS 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (MD&A) and required supplementary information, as listed in the table of contents, 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 (except as mentioned in the following paragraph) because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The combining schedule and budgetary comparison information presented as required supplementary 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, other supplementary information, and statistical section as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The other supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Comprehensive Financial Report (ACFR)

Management is responsible for the other information included in the ACFR. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's 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 materially 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 Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District'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 issued our report dated November 18, 2024, on our consideration of the District'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.



Larry E. Grant, Principal
For REDW LLC
Salem, Oregon
November 18, 2024



MANAGEMENT'S DISCUSSION AND ANALYSIS



**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024**

As management of the Beaverton School District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Transmittal Letter, which can be found on pages 1 - 6 of this report.

NEW ACCOUNTING STANDARDS IMPLEMENTED

The District implemented Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62* (GASB No. 100). The District has also implemented the final portions of Statement No. 99, *Omnibus 2022* (GASB No. 99) in fiscal year 2023-24. The District anticipates no financial impact as a result of implementing these statements. Additional information can be found in Footnote 20 of the financial statements.

FINANCIAL HIGHLIGHTS

- In the government-wide statements, the assets and deferred outflows of resources exceeded the liabilities and deferred inflows of resources by \$117.1 million (net position). This is an increase of \$65.4 million from the net position for 2023.
- The District's governmental funds report combined ending fund balance of \$476.0 million, a decrease of \$72.8 million from the prior year, primarily due to the utilization of bond funds issued in previous years for capital projects including new school construction. Approximately 34.5 percent of this ending amount, \$164.1 million, was unassigned, available for appropriation at the District's discretion. The remaining fund balances are either nonspendable, restricted or committed: \$261.9 million for use on capital projects, \$8.8 million for debt service and the balance of \$41.2 million for other purposes.
- At the end of the current fiscal year, the unrestricted fund balance (the total of the committed and unassigned components of fund balance) for the General Fund was \$188.7 million, or about 32.7 percent of total General Fund revenue.
- Total cost of all the District's programs was \$732.0 million for the fiscal year, an increase of \$65.9 million (9.9 percent) from the prior year.
- The District's total outstanding long-term debt and equipment financing decreased by \$91.3 million (7.7 percent) during the 2023-24 fiscal year due to the debt service payments and amortization of premiums.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)

The Statement of Net Position. The *Statement of Net Position* focuses on resources available for future operations. In simple terms, this statement presents a snapshot view of what the District owns (assets), what it owes (liabilities), and the net difference (net position). Net position may be further separated into amounts restricted for specific purposes and unrestricted amounts. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities. The *Statement of Activities* presents information showing how the net position of the District changed over the year by tracking revenues, expenses and other transactions that increase or reduce net position. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes that will be collected in future years).

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

The government-wide financial statements can be found on pages 31 - 32 of this report.

Fund financial statements. The *fund financial statements* provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Beaverton School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds. To be considered a major fund, the fund must meet criteria established by generally accepted accounting principles.

Governmental funds. The *governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year (e.g., uncollected taxes are not recognized as they are not resources yet available at the end of the fiscal year). Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are reconciled to the government-wide Statements of Net Position and Activities.

The District maintains eight 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, Grant, Debt Service, and Capital Projects Funds, all of which are considered to be major funds. The General Fund has two types of subfunds included as a separate presentation, which can be found following the notes to the basic financial statements. Data from the other four of the governmental funds are combined into a single, aggregated presentation, as they are considered to be non-major funds. Additional information and individual fund data for each of these non-major governmental funds is provided as *Other Supplementary Information* on pages 91 - 98.

**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

Additionally, the District adopts an annual appropriated budget for all funds as required by Oregon budget law. Budgetary comparison statements / schedules have been provided to demonstrate compliance elsewhere in this report.

The basic governmental fund financial statements can be found on pages 33 - 36.

Proprietary funds. The District maintains one proprietary fund type (internal service fund). The internal service fund is an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service funds to account for insurance claims and premiums. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The District maintains two individual internal service funds. These funds are combined into a single, aggregated presentation in the basic financial statements. Individual fund data for the internal service funds is provided as *Other Supplementary Information* in this report.

The basic proprietary fund financial statements are provided on pages 37 - 39 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 40 - 72 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *Required Supplementary Information (RSI)* including budget to actual presentations for required major funds. This information can be found on pages 75 - 81 of this report. *Other Supplementary Information*, presented on pages 85 - 120, includes combining statements for the nonmajor governmental funds, budgetary comparison for nonmajor and other funds, and other financial schedules.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position. 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, its assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$117.1 million at June 30, 2024.

Capital assets, which consist of the District's land, buildings, building improvements, construction in progress, vehicles and equipment, represent 64.9 percent of total assets. The remaining assets consist mainly of cash and investments, grants and property taxes receivable.

The District's largest liability (85.1 percent) is for the repayment of long-term debt and obligations due in more than one year, including all general obligation and limited tax pension obligation bonds as well as post-employment benefit obligations, the Public Employees Retirement System (PERS) net pension obligation, leases, and subscriptions. Other liabilities, representing about 14.9 percent of the District's total liabilities, consist principally of the debt and obligations due within one year, including payables on accounts, accrued salaries and benefits, leases, and subscriptions.

Most of the District's net position (\$403.1 million) reflects its investment in capital assets (e.g., land, buildings, vehicles and equipment), less any related debt used to acquire those assets that is still outstanding and unspent bond proceeds. 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

**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

related debt, it should be noted that the resources needed to repay this debt must be provided from other sources (generally property taxes), since the capital assets themselves cannot be used to liquidate these liabilities.

The District's restricted net position (\$16.3 million) reflects resources that are subject to external restrictions on how they may be used. The remaining balance in net position (negative \$302.3 million) is unrestricted.

The breakdown of the Beaverton School District Net Position for Governmental Activities is as follows:

Governmental Activities	June 30, 2023	June 30, 2024	Increase / (Decrease)
Capital assets	\$ 1,083,068,259	\$ 1,136,820,857	\$ 53,752,598
Current and other assets	663,066,771	616,344,404	(46,722,367)
Total assets	<u>1,746,135,030</u>	<u>1,753,165,261</u>	<u>7,030,231</u>
Deferred outflows of resources	149,066,480	126,604,340	(22,462,140)
Total assets and deferred outflows of resources	<u>1,895,201,510</u>	<u>1,879,769,601</u>	<u>(15,431,909)</u>
Long-term liabilities	1,462,412,769	1,418,279,598	(44,133,171)
Other liabilities	221,796,648	248,520,397	26,723,749
Total liabilities	<u>1,684,209,417</u>	<u>1,666,799,995</u>	<u>(17,409,422)</u>
Deferred inflows of resources	159,320,625	95,871,945	(63,448,680)
Total liabilities and deferred inflows of resources	<u>1,843,530,042</u>	<u>1,762,671,940</u>	<u>(80,858,102)</u>
Net position:			
Net investment in capital assets	398,543,911	403,131,976	4,588,065
Restricted	13,192,030	16,258,068	3,066,038
Unrestricted	(360,064,473)	(302,292,383)	57,772,090
Total net position	<u>\$ 51,671,468</u>	<u>\$ 117,097,661</u>	<u>\$ 65,426,193</u>

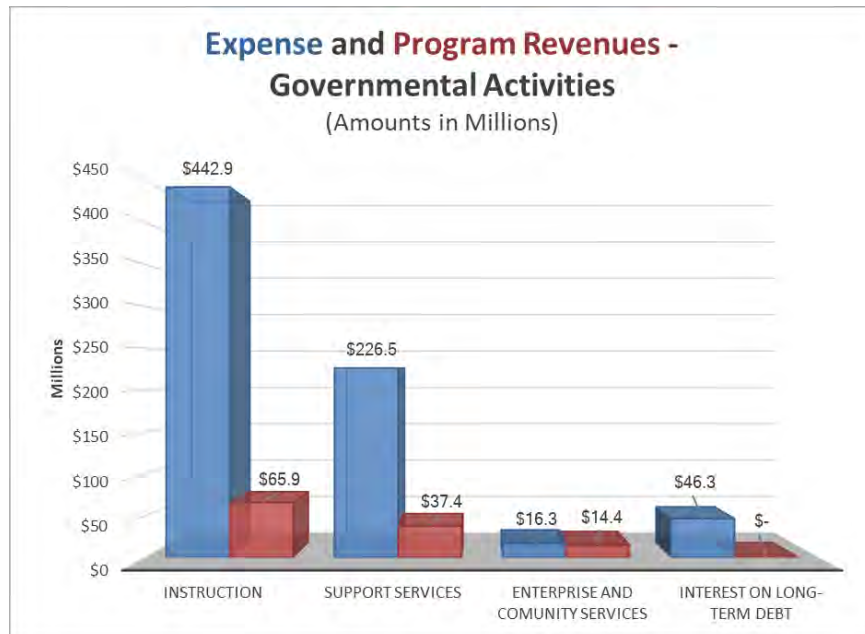
The District's overall financial position changed as indicated by an increase of \$65.4 million in net position. Unrestricted net position increased by \$59.1 million due mainly to the PERS deferred revenues from prior period's improved asset performance that were recognized in the current year. These were offset by a higher PERS net pension liability in the current year. At the same time, the District's investment in capital assets, net of related debt, increased by \$4.6 million due principally to the continued implementation of the construction bond and payment of related debt during the year.

Governmental activities. During the 2023-24 fiscal year, the District's net position increased by \$65.4 million from the previous net position.

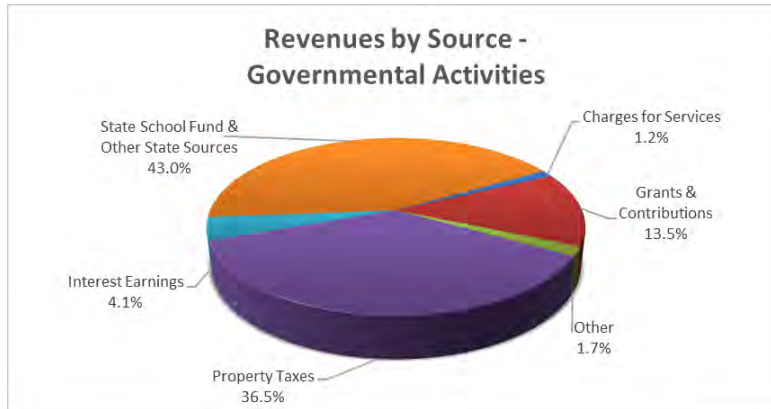
**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

The key elements in this change are the following:

Governmental Activities	June 30, 2023	June 30, 2024	Increase / (Decrease)
Revenues:			
Program revenues:			
Charges for services	\$ 10,213,599	\$ 9,790,040	\$ (423,559)
Operating grants and contributions	111,459,940	107,552,055	(3,907,885)
Capital grants and contributions	424,236	411,960	(12,276)
General revenues:			
Property taxes	240,957,024	249,247,731	8,290,707
Local option taxes	39,826,733	41,616,152	1,789,419
Construction excise tax	2,653,813	2,095,531	(558,282)
State school fund	302,330,272	316,554,927	14,224,655
Other state and local sources	26,345,773	25,900,270	(445,503)
Earnings on investments	15,826,123	33,000,324	17,174,201
Miscellaneous	5,613,712	11,238,029	5,624,317
Total revenues	755,651,225	797,407,019	41,755,794
Expenses:			
Instruction	372,637,322	442,899,268	70,261,946
Support services	221,182,702	226,469,020	5,286,318
Enterprise and community services	15,136,766	16,309,755	1,172,989
Interest on long-term debt	57,134,616	46,302,783	(10,831,833)
Total expenses	666,091,406	731,980,826	65,889,420
Increase (decrease) in net position	89,559,819	65,426,193	(24,133,626)
Net position – July 1	(37,888,351)	51,671,468	89,559,819
Net position – June 30	\$ 51,671,468	\$ 117,097,661	\$ 65,426,193



**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**



- General revenues increased by \$46.1 million in 2023-24 largely due to increased property tax revenues from much higher property valuations, an increase in the state school fund rate that increased revenues even with declining enrollment at the District, and continued high earnings on investments as a result of the high interest rates that continued in the fiscal year.
- Expenses increased by \$65.9 million in 2023-24, with the most significant increase instruction expenses that are a combination of higher salaries and benefits and the construction of replacement school buildings.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

At June 30, 2024, the District's governmental funds reported combined ending fund balances of \$476.0 million, a decrease of \$72.8 million in comparison with the prior year. The majority of this decrease was due to an increase in construction utilizing the bond funds that were issued in 2022. Approximately \$311.9 million (65.5 percent) of the ending fund balances constitutes nonspendable, restricted or committed balances. Restricted or committed ending fund balances are constrained to specific purposes by bondholders or the governing body. Another \$164.1 million (34.5 percent) of the ending fund balances are unassigned and available for spending at the District's discretion. Of the fund overall balance, \$261.9 million (55.0 percent) is designated for capital projects, as authorized by voters and the Board, and an additional \$8.8 million (1.9 percent) is dedicated for debt service obligations.

General Fund. The General Fund is the chief operating fund of the District. As of June 30, 2024, committed fund balance was \$24.7 million to fund long-term planning needs and a stability fund. As a measure of the fund's liquidity, it may be useful to compare total fund balance to total fund revenues. At the end of the fiscal year, the General Fund balance was 32.7 percent of General Fund revenues. The fund balance increased by \$33.3 million, as revenues continue to outpace expenditures partially due to the short-term state and federal resources received through the Grant Fund related to the COVID-19 response, increased revenues from the state through the State School Fund above projections, and challenges in 2023-24 with filling positions in the schools.

**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

Grant Fund. The Grant Fund has zero fund balance, consistent with prior years. Both revenues and expenditures did not have significant changes from the prior year as the District continued utilization of significant grants that were part of the COVID-19 response.

Debt Service Fund. The Debt Service Fund has a total fund balance of \$8.8 million, all of which is set aside for the payment of debt service. Both revenues and expenditures did not have significant changes from the prior year or from budget expectations.

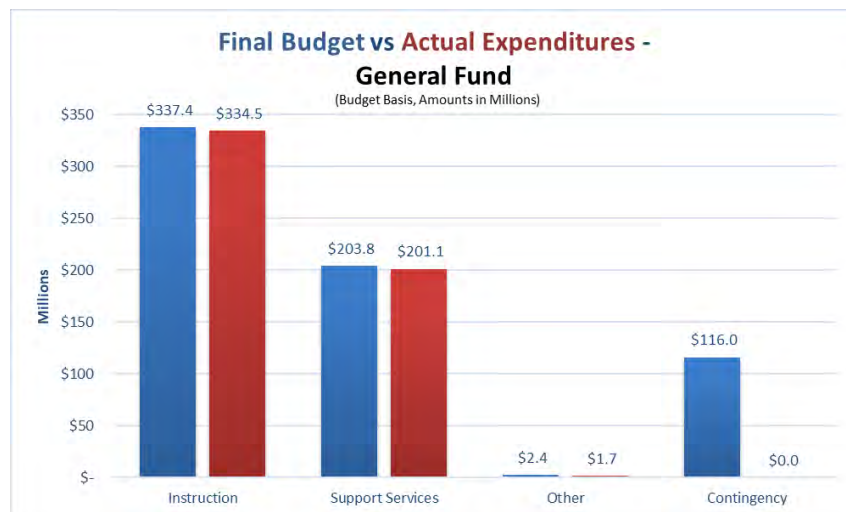
Capital Projects Fund. The Capital Projects Fund has a total fund balance of \$261.9 million, all of which is dedicated for ongoing capital projects. The fund balance decreased primarily due to the utilization of funds for new building construction associated with the 2022 Bond Measure for capital construction, especially the Raleigh Hills Elementary and the Beaverton High School rebuilds. Capital expenditures reflect costs incurred as part of the Long-Range Facilities Plan. All of the Capital Projects Fund balance being restricted or committed for capital improvements and repairs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund adopted budget for the fiscal year ended June 30, 2024, had one appropriation change and all expenditures were within budgeted appropriations at year-end.

The most significant differences between estimated revenue and actual revenue were State Sources. State Sources were estimated to be \$312.4 million and actual revenue was \$328.4 million, a difference of \$16.0 million. While the District's actual enrollment was consistent with its forecasts, the District received additional State School Fund revenue due to total enrollment across the state being lower than the State initially estimated resulting in a larger per pupil funding amount.

The most significant difference between estimated expenditures and actual expenditures were in Instruction and Support Services, both which were affected by challenges filling multiple positions and the additional costs associated with filling those positions mid-year.



**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The District's investment in capital assets includes land, buildings and improvements, vehicles and equipment, intangible right-to-use assets, and construction in progress. As of June 30, 2024, the District had approximately \$1,136.8 million invested in capital assets, net of depreciation/amortization, as shown in the following table:

Capital Asset	June 30, 2023	June 30, 2024	Increase / (Decrease)
Land	\$ 71,741,409	\$ 67,803,810	\$ (3,937,599)
Buildings and improvements	926,805,678	951,167,895	24,362,217
Vehicles and equipment	23,612,461	28,345,164	4,732,703
Intangible right-to-use vehicles and equipment	2,049,503	1,294,899	(754,604)
Intangible right-to-use subscriptions	2,197,682	5,228,170	3,030,488
Construction in progress	56,661,526	82,980,919	26,319,393
Total capital assets, net of related accumulated depreciation / amortization	<u>\$ 1,083,068,259</u>	<u>\$ 1,136,820,857</u>	<u>\$ 53,752,598</u>

In 2023-24, the District completed the sale of a parcel of surplus land, offsetting the increases in construction work in progress and new building improvements recognized during the year. Additional information regarding the District's capital assets can be found in Note 6 on page 51 of this report.

Long-term debt. At the end of the current fiscal year, the District had a total long-term debt outstanding of \$1,088.7 million. The debt consisted of general obligation bonds, full faith and credit obligation bonds, pension obligation bonds, equipment financing, and unamortized premium.

State statutes limit the amount of general obligation debt a school district may issue to 7.95 percent of its total real market value. The current debt limit is \$5.95 billion, which is significantly in excess of the District's outstanding general obligation debt.

The District maintains an "AA" rating from Standard & Poor's and an "Aa3" rating from Moody's for general obligation debt.

Additional information on the District's long-term debt can be found in Note 9 on pages 52 - 56 of this report.

Long-Term Debt Type	June 30, 2023	June 30, 2024	Increase / (Decrease)
General obligation bonds	\$ 978,947,418	\$ 921,574,449	\$ (57,372,969)
Pension obligation bonds	129,235,000	110,255,000	(18,980,000)
Full faith and credit obligations	29,077,845	20,667,179	(8,410,666)
Unamortized premium	40,361,588	34,982,161	(5,379,427)
Equipment financing	2,348,719	1,174,375	(1,174,344)
Total long-term debt	<u>\$ 1,179,970,570</u>	<u>\$ 1,088,653,164</u>	<u>\$ (91,317,406)</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Resources supporting District General Fund operations primarily reflect local and state revenues, with additional income representing federal, county, and other sources. The largest segment is determined by the State School Fund formula.

**BEAVERTON SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2024
(CONTINUED)**

Most of the funding provided by the State to the District is based on the District's average daily membership (ADM) of students, based on the higher of the current year or the prior year amount. Total student enrollment in 2023-24 decreased from 2022-23 by 694, a decrease of 1.8 percent. The District expects to have declining ADM in 2024-25 but will continue to receive funding based on the 2023-24 ADM.

The 2023-24 budget was based on a K-12 state funding level of \$10.2 billion for the 2023-25 biennium. It includes a local option levy that was renewed in November 2022 that will continue through June 2028. This local option provides 288 teaching positions in an effort to reduce class sizes. The budget included \$22.0 million in one-time Elementary and Secondary School Emergency Relief Fund (ESSER) II and III grant funds and \$30.3 million from the Student Investment Account funds from the State.

In June 2024, the Board adopted the District budget for the fiscal year 2024-25. The adopted budget for the General Fund for the year ending June 30, 2025, is \$740.8 million. This is an increase of \$74.5 million from the 2023-24 adopted budget. This budget was adopted with estimates assuming continuing declining enrollment, a K-12 state funding level of \$10.2 billion for the 2023-25 biennium, and a smaller financial impact of the ESSER supports that end in September 2024.

The Board has set a policy that the District will target 5.0 percent of annual operating revenues as ending fund balance and an additional 5.0 percent to a financial reserve fund. The District will also budget an annual operating contingency equal to 5.0 percent of budgeted revenues. The District policy allows additional reserves to be established for specific purposes, and the District has created a PERS Reserve account that will set aside funds to address the anticipated rate increase in the future. The District plans to spend down a portion of the unassigned fund balance over the next few years as it responds to the continuing declining enrollment and the end of the one-time ESSER funds.

REQUESTS FOR INFORMATION

This financial report is designed to present the users (citizens, taxpayers, investors and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Finance Manager at 1260 NW Waterhouse Avenue, Beaverton, Oregon 97006.



BASIC FINANCIAL STATEMENTS



BEAVERTON SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS:	
Cash and investments	\$ 569,807,352
Receivables	35,187,004
Inventories	727,805
Prepaid items	374,728
OPEB net asset - RHIA	10,247,515
Capital assets not being depreciated / amortized	150,784,729
Capital assets, net of accumulated depreciation / amortization	<u>986,036,128</u>
TOTAL ASSETS	<u>1,753,165,261</u>
DEFERRED OUTFLOWS OF RESOURCES:	
PERS deferred outflows	122,725,954
OPEB deferred outflows	<u>3,878,386</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>126,604,340</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>1,879,769,601</u>
LIABILITIES:	
Accounts payable	44,315,552
Accrued salaries and benefits	55,367,921
Compensated absences	5,967,201
Accrued interest payable	39,329,310
Unearned revenue	7,808,460
Accrued claims losses	4,320,000
Other accrued liabilities	558,842
Non-current liabilities	
Due within one year:	
Leases payable	234,550
Subscriptions liability	1,383,651
Bonds, notes, and equipment financing	89,234,910
OPEB total liability - PHIS	1,210,937
Due in more than one year:	
Leases payable	709,332
Subscriptions liability	795,678
Bonds, notes, and equipment financing	999,418,254
PERS net pension liability	393,279,003
OPEB total liability - PHIS	<u>22,866,394</u>
TOTAL LIABILITIES	<u>1,666,799,995</u>
DEFERRED INFLOWS OF RESOURCES:	
Lease deferred inflows	2,438,611
PERS deferred inflows	82,944,060
OPEB deferred inflows	<u>10,489,274</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>95,871,945</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>1,762,671,940</u>
NET POSITION:	
Net investment in capital assets	403,131,976
Restricted for student body & special programs	5,549,386
Restricted for scholarships	461,167
Restricted for OPEB	10,247,515
Unrestricted	<u>(302,292,383)</u>
TOTAL NET POSITION	<u>\$ 117,097,661</u>

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

BEAVERTON SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction:					
Regular programs	\$ 334,869,289	\$ 5,201,856	\$ 26,563,344	\$ -	\$ (303,104,089)
Special programs	104,044,773	-	29,804,495	-	(74,240,278)
Summer school programs	3,985,206	-	4,316,629	-	331,423
Total instruction	442,899,268	5,201,856	60,684,468	-	(377,012,944)
Support Services:					
Student support services	57,596,552	-	17,856,102	-	(39,740,450)
Instructional staff support	15,683,389	-	4,266,900	-	(11,416,489)
General administration support	2,485,955	-	-	-	(2,485,955)
School administration	39,315,774	-	281,322	-	(39,034,452)
Business support services	80,722,119	986,169	12,930,484	411,960	(66,393,506)
Central activities support	30,665,231	-	716,627	-	(29,948,604)
Total support services	226,469,020	986,169	36,051,435	411,960	(189,019,456)
Enterprise and Community Services:					
Food services	16,170,659	3,602,015	10,710,751	-	(1,857,893)
Community services	139,096	-	105,401	-	(33,695)
Total enterprise and community services:	16,309,755	3,602,015	10,816,152	-	(1,891,588)
Interest on long-term debt	46,302,783	-	-	-	(46,302,783)
Total governmental activities	\$ 731,980,826	\$ 9,790,040	\$ 107,552,055	\$ 411,960	(614,226,771)

General revenues:	
Property taxes levied for general purposes	169,497,235
Local option taxes levied for general purposes	41,616,152
Property taxes levied for debt service	79,750,496
Construction excise tax	2,095,531
State school fund - general support	316,554,927
Common school fund	5,295,175
Unrestricted state and local sources	20,605,095
Earnings on investments	33,000,324
Gain on sale of capital assets	6,135,746
Miscellaneous	5,102,283
Total general revenues	679,652,964
CHANGE IN NET POSITION	65,426,193
NET POSITION, July 1, 2023	51,671,468
NET POSITION, June 30, 2024	\$ 117,097,661

BEAVERTON SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Grant Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
ASSETS						
Equity in pooled cash and investments	\$ 230,453,280	\$ -	\$ 5,953,881	\$ 297,934,164	\$ 18,899,778	\$ 553,241,103
Cash with fiscal agent	-	-	592,375	300,000	-	892,375
Receivables	4,864,129	18,368,962	198,004	1,214,597	2,398,103	27,043,795
Property taxes receivable	3,363,880	-	1,268,861	-	-	4,632,741
Lease revenue receivable	2,735,318	-	-	748,698	-	3,484,016
Due from other funds	5,224,520	-	1,822,155	-	-	7,046,675
Prepaid items	374,728	-	-	-	-	374,728
Inventories	-	-	-	-	727,805	727,805
TOTAL ASSETS	\$ 247,015,855	\$ 18,368,962	\$ 9,835,276	\$ 300,197,459	\$ 22,025,686	\$ 597,443,238
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 2,932,084	\$ 3,451,534	\$ -	\$ 37,379,265	\$ 422,887	\$ 44,185,770
Accrued salaries and benefits	48,381,367	5,586,224	-	74,149	1,317,093	55,358,833
Due to other funds	2,186,207	5,074,534	-	4,933	77,859	7,343,533
Unearned revenue	-	4,256,670	-	-	3,551,790	7,808,460
Other liabilities	-	-	-	145,362	413,480	558,842
TOTAL LIABILITIES	53,499,658	18,368,962	-	37,603,709	5,783,109	115,255,438
Deferred Inflows of Resources:						
Unavailable revenue - property taxes	2,721,601	-	1,026,673	-	-	3,748,274
Unavailable revenue - leases	1,707,345	-	-	731,266	-	2,438,611
TOTAL DEFERRED INFLOWS OF RESOURCES	4,428,946	-	1,026,673	731,266	-	6,186,885
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	57,928,604	18,368,962	1,026,673	38,334,975	5,783,109	121,442,323
Fund Balances:						
Nonspendable						
General Fund - Prepayments	374,728	-	-	-	-	374,728
Nutrition Services Fund - Inventories	-	-	-	-	727,805	727,805
Restricted						
Debt Service Fund	-	-	3,027,364	-	-	3,027,364
Capital Projects Fund	-	-	-	247,832,494	-	247,832,494
Student Body & Special Purpose Fund	-	-	-	-	5,549,386	5,549,386
Scholarships Fund	-	-	-	-	461,167	461,167
Committed						
Debt Service Fund	-	-	5,781,239	-	-	5,781,239
Capital Projects Fund	-	-	-	14,029,990	-	14,029,990
Categorical Fund	-	-	-	-	5,074,060	5,074,060
Nutrition Services Fund	-	-	-	-	4,430,159	4,430,159
Long-term Planning Fund	24,651,224	-	-	-	-	24,651,224
Unassigned	164,061,299	-	-	-	-	164,061,299
TOTAL FUND BALANCES	189,087,251	-	8,808,603	261,862,484	16,242,577	476,000,915
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 247,015,855	\$ 18,368,962	\$ 9,835,276	\$ 300,197,459	\$ 22,025,686	\$ 597,443,238

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

BEAVERTON SCHOOL DISTRICT
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION
JUNE 30, 2024

TOTAL FUND BALANCES		\$ 476,000,915
Capital assets are not financial resources and therefore are not reported in the governmental funds:		
Cost	\$ 1,619,385,297	
Accumulated depreciation / amortization	<u>(482,564,440)</u>	1,136,820,857
A portion of the District's revenues are collected after year-end, but are not available soon enough to pay for the current year's operations, and therefore are not reported in the governmental funds.		
		3,748,274
Internal service funds are used by the District to charge the costs of insurance premiums and claims to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		
		11,538,314
Compensated absences are reported when earned as a liability in the Statement of Net Position while in the governmental funds only the portion that requires the use of current financial resources is reported as a liability.		
		(5,967,201)
Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt, notes, and leases is not accrued in the governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of:		
Accrued interest payable	(39,329,310)	
Bonds, notes, equipment financing, and unamortized premium	(1,088,653,164)	
Leases payable	(943,882)	
Subscriptions liability	<u>(2,179,329)</u>	(1,131,105,685)
Long-term pension assets / liabilities not payable in the current year are not reported as governmental fund liabilities. Actuarial changes create deferred outflows and inflows of resources. These consist of:		
PERS net pension liability	(393,279,003)	
PERS deferred outflow of resources	122,725,954	
PERS deferred inflows of resources	<u>(82,944,060)</u>	(353,497,109)
Long-term other postemployment benefits obligation assets / liabilities not payable in the current year are not reported as governmental fund liabilities. Actuarial changes create deferred outflows and inflows of resources. These consist of:		
Net OPEB asset	10,247,515	
Total OPEB liability	(24,077,331)	
OPEB deferred outflow of resources	3,878,386	
OPEB deferred inflows of resources	<u>(10,489,274)</u>	<u>(20,440,704)</u>
TOTAL NET POSITION		<u><u>\$ 117,097,661</u></u>

BEAVERTON SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General Fund	Grant Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
REVENUES:						
Property taxes	\$ 169,169,088	\$ -	\$ 79,750,496	\$ -	\$ -	\$ 248,919,584
Local option levy	41,616,152	-	-	-	-	41,616,152
Construction excise tax	-	-	-	2,095,531	-	2,095,531
Intermediate sources	13,383,590	203,417	70,193	-	-	13,657,200
State sources	328,371,389	53,356,370	-	-	4,232,279	385,960,038
Federal sources	-	36,648,853	-	-	10,365,100	47,013,953
Charges for services	1,196,533	-	-	-	8,731,719	9,928,252
Rentals	662,697	-	-	211,932	-	874,629
Investment earnings	12,790,816	-	2,495,542	16,664,555	556,817	32,507,730
Contributions and donations	5,847	508,057	-	200,674	1,648,643	2,363,221
Services to other funds	6,884,367	-	24,093,520	-	-	30,977,887
Recovery of prior years' expenditures	337,646	-	-	733,069	296,766	1,367,481
Other	2,910,553	-	-	281,572	759,633	3,951,758
Total revenues	577,328,678	90,716,697	106,409,751	20,187,333	26,590,957	821,233,416
EXPENDITURES:						
Current						
Instruction	335,423,821	58,005,522	-	-	6,479,822	399,909,165
Support services	200,962,673	32,108,543	-	4,702,762	4,179,514	241,953,492
Enterprise and community services	150,062	396,589	-	-	16,450,363	16,997,014
Debt Service						
Principal	2,357,082	-	84,763,635	-	-	87,120,717
Interest	106,414	-	31,752,843	-	-	31,859,257
Capital Outlay						
Facilities acquisition and construction	-	206,043	-	123,298,022	422,757	123,926,822
Total expenditures	539,000,052	90,716,697	116,516,478	128,000,784	27,532,456	901,766,467
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	38,328,626	-	(10,106,727)	(107,813,451)	(941,499)	(80,533,051)
OTHER FINANCING SOURCES (USES):						
Sale of or compensation for loss of capital assets	1,737	-	-	10,090,663	300	10,092,700
Transfers in	-	-	9,117,404	-	2,024,140	11,141,544
Transfers out	(6,734,854)	-	-	(8,261,389)	(145,301)	(15,141,544)
Issuance of subscriptions	1,676,955	-	-	-	-	1,676,955
TOTAL OTHER FINANCING SOURCES (USES)	(5,056,162)	-	9,117,404	1,829,274	1,879,139	7,769,655
NET CHANGE IN FUND BALANCES	33,272,464	-	(989,323)	(105,984,177)	937,640	(72,763,396)
FUND BALANCE, July 1, 2023	155,814,787	-	9,797,926	367,846,661	15,304,937	548,764,311
FUND BALANCE, June 30, 2024	\$ 189,087,251	\$ -	\$ 8,808,603	\$ 261,862,484	\$ 16,242,577	\$ 476,000,915

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

BEAVERTON SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

NET CHANGE IN FUND BALANCES \$ (72,763,396)

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

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

Net additions to capital assets	\$ 94,755,288	
Less current year depreciation / amortization expense	<u>(41,002,690)</u>	53,752,598

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

Net change in PERS net pension liability / asset	(44,415,128)	
Net change in deferred outflow of resources	(8,166,774)	
Net change in deferred inflow of resources	<u>62,692,392</u>	10,110,490

Long-term debt proceeds, leases, and subscriptions are reported as other financing sources in governmental funds. In the Statement of Net Position, this debt increases liabilities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position. This is the amount by which repayments exceeded proceeds:

Bond debt related	85,937,979	
Lease liability related	937,419	
Subscription liability related	<u>(1,451,135)</u>	85,424,263

In the governmental funds amortization is not recognized for bond premiums. 5,379,427

In refunding bonds, the amount of new bonds in excess of the refunded bonds is a deferred outflow of resources for the Statement of Activities, whereas it is recorded as an other financing use in the year of refunding. (13,986,251)

In the Statement of Activities, interest is accrued on long-term debt, whereas in the governmental funds it is recorded as an interest expenditure when due. (5,817,203)

Certain revenues that do not meet the measurable and available criteria are not recognized in the current year in the governmental funds. In the Statement of Activities, they are recognized as revenue when earned. 328,147

Internal service funds are used by the District to charge the costs of insurance premiums and claims to the individual funds. The net income is reported with governmental activities. 982,231

Compensated absences are recognized as an expenditure in the governmental funds when they are paid. In the Statement of Activities compensated absences are recognized as an expense when earned. (670,898)

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

Net change in OPEB liability / asset	1,787,272	
Net change in deferred outflow of resources	(309,115)	
Net change in deferred inflow of resources	<u>1,208,628</u>	<u>2,686,785</u>

CHANGE IN NET POSITION \$ 65,426,193

BEAVERTON SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
JUNE 30, 2024

ASSETS

Current assets:

Equity in pooled cash and investments	\$ 15,673,874
Receivables	26,452
Due from other funds	<u>297,115</u>

TOTAL ASSETS	<u>15,997,441</u>
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LIABILITIES

Current liabilities:

Accounts payable	129,782
Accrued claims losses	4,320,000
Accrued salaries and benefits	9,088
Due to other funds	<u>257</u>

TOTAL LIABILITIES	<u>4,459,127</u>
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NET POSITION

Unrestricted	<u>11,538,314</u>
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TOTAL NET POSITION	<u><u>\$ 11,538,314</u></u>
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BEAVERTON SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

OPERATING REVENUES:	
Services to other funds	\$ 4,035,697
Recovery of prior years' expenditures	69,192
Other	<u>125,813</u>
TOTAL OPERATING REVENUES	<u>4,230,702</u>
OPERATING EXPENSES:	
Losses and claims	2,595,909
Insurance premiums and assessments	3,181,238
Salaries and benefits	1,216,355
Services, supplies and materials	<u>747,561</u>
TOTAL OPERATING EXPENSES	<u>7,741,063</u>
OPERATING INCOME (LOSS)	(3,510,361)
NONOPERATING REVENUES:	
Investment earnings	<u>492,592</u>
TOTAL NONOPERATING REVENUES	<u>492,592</u>
INCOME (LOSS) BEFORE TRANSFERS	(3,017,769)
TRANSFERS:	
Transfers in	<u>4,000,000</u>
TOTAL TRANSFERS	<u>4,000,000</u>
CHANGE IN NET POSITION	982,231
NET POSITION, July 1, 2023	<u>10,556,083</u>
NET POSITION, June 30, 2024	<u><u>\$ 11,538,314</u></u>

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

BEAVERTON SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS - INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:	
Received from interfund services provided	\$ 4,154,688
Received from recovery of prior years' expenditures	69,192
Paid for goods and services	(3,890,633)
Paid to claimants	(2,601,660)
Paid to employees	(1,126,355)
	<hr/>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(3,394,768)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfer from other funds	4,000,000
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NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	4,000,000
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest received	492,592
	<hr/>
NET CASH FLOWS PROVIDED (USED) BY INVESTING ACTIVITIES	492,592
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,097,824
CASH AND CASH EQUIVALENTS, July 1, 2023	14,576,050
	<hr/>
CASH AND CASH EQUIVALENTS, June 30, 2024	\$ 15,673,874
	<hr/> <hr/>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating income (loss)	(3,510,361)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Changes in assets and liabilities	
Receivables	(11,416)
Due from other funds	4,952
Accounts payable	38,166
Accrued claims losses	90,000
Accrued salaries and benefits	(5,751)
Due to other funds	(358)
	<hr/>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (3,394,768)
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The notes to basic financial statements are an integral part of this statement.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Beaverton School District (the District), a consolidation of several districts, was organized under provisions of Oregon Statutes pursuant to Oregon Revised Statutes (ORS) Chapter 332 for the purpose of operating elementary and secondary schools. The District is governed by a separately elected seven-member Board which approves the administrative officials. The daily functioning of the District is under the supervision of the Superintendent. As required by generally accepted accounting principles, all activities of the District have been included in the basic financial statements.

The District qualifies as a primary government as it has a separately elected governing body, is a legally separate entity, and is fiscally independent. Various governmental agencies and special service districts provide service within the District's boundaries, however, the District is not financially accountable for any of these entities, and therefore, none of them are considered component units or included in these basic financial statements.

The District has granted charter to two public charter schools, Arco Iris Spanish Immersion Charter School and Hope Chinese Charter School. These public charter schools are legally separate, tax-exempt organizations governed by their own board of directors; their financial statements may be obtained by contacting their administrative offices.

Basis of Presentation

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District. These statements include the governmental financial activities of the overall District. Eliminations have been made to minimize the double counting of internal activities, excluding interfund services provided and used as they are not eliminated in the process of consolidation. Governmental activities are financed primarily through property taxes, intergovernmental revenues, and charges for services.

The Statement of Activities presents a comparison between direct expenses and program revenues for each of its functions or programs. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable in relation to that function. Eliminations have been made to minimize the double counting of internal activities in the Statement of Activities. Program revenues include: (1) charges to students or others for tuition, fees, rentals, material, supplies, and/or services provided, (2) operating grants and contributions and (3) capital grants and contributions. Revenues that are not classified as program revenues, including property taxes and state support, are presented as general revenues. Certain functional expenditures contain an element of indirect cost.

Separate financial statements are provided for governmental funds and proprietary funds.

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

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Fund Financial Statements

The fund financial statements provide information about the District's funds including those of a fiduciary nature. Separate statements for each fund category (governmental and proprietary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund and accounts for all revenues and expenditures excluding those required to be accounted for in another fund. This includes the long-term planning sub-fund to account for funds set aside for a specific purpose carrying over one year.

The Grant Fund accounts for revenues and expenditures of grants restricted for specific educational projects. Principal revenue sources are federal, state, and local grants.

The Debt Service Fund provides for the payment of principal and interest on long-term general obligation debt, full faith and credit obligation debt, and pension obligation debt of governmental funds. Principal revenue sources include property taxes, construction excise tax, General Fund transfer and charges to other funds.

The Capital Projects Fund accounts for activities related to the acquisition, construction and equipping of facilities. Principal revenue sources are proceeds from the sale of bonds and interest earnings.

Additionally, the District reports the following fund types:

Special Revenue Funds account for revenue sources that are restricted to expenditures for specific purposes such as supplies and equipment, capital improvements, student body activity funds, individual school activity programs, scholarships, and the revenues and expenditures for the food dispensing programs.

Internal Service Funds account for insurance services provided to other departments of the District on a cost-reimbursement basis.

Measurement Focus and Basis of Accounting

Government-wide and internal service financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District receives value without giving equal value in exchange, include state school fund support, property taxes, grants, entitlements and donations. On the accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net positions available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

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

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and accrued vacation which are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from general long-term debt and acquisitions under leases are reported as other financing sources.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for insurance services. Operating expenses for internal service funds include the cost of materials and supplies, insurance premiums, losses and claims, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Cash, Cash Equivalents, and Investments

The District's cash and cash equivalents consist of cash on hand, demand deposits and short-term investments with original maturities of three months or less. These short-term investments are stated at cost, which approximates fair value.

The District's investments consist of corporate securities, U.S. Government Treasury securities, U.S. Government Agency securities, state and local government obligations, bank deposits and savings accounts and the State of Oregon Treasurer's Local Government Investment Pool (LGIP). The District's investments are reported at fair value based upon quoted market rates. Changes in the fair value of investments are recorded as investment earnings. The LGIP is stated at cost which approximates fair value. Fair value of the LGIP is the same as the District's value in the pool shares.

The LGIP is administered by the Oregon State Treasury and is commingled with the State's short-term funds. It is an open-ended no-load diversified portfolio offered to any agency, political subdivision, or public corporation of the State that by law is made the custodian of, or has control of, any funds. In seeking to best serve local governments of Oregon, the Oregon legislature established the Oregon Short-Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury in the management and investment options of the LGIP.

Property Taxes Receivable

Property taxes are levied and become a lien on July 1. Collection dates are November 15, February 15 and May 15 following the lien date. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

Uncollected property taxes are recorded on the Statement of Net Position. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established. All property tax receivables are due from property owners within the District.

Accounts and Other Receivables

Accounts and other receivables are comprised primarily of State school support, claims for reimbursement of costs under various federal and state grants and investment interest. Amounts are periodically reviewed for collectability. At June 30, 2024, no allowance for doubtful accounts was considered necessary.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Grants

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

Inventories & Prepaid Items

Inventories consist of supplies held for sale. Inventories are charged as expenditures when consumed and are stated at cost using the first-in, first-out (FIFO) method. A portion of the inventory consists of donated United States Department of Agriculture (USDA) commodities. Commodities are recorded as expenditures when consumed and are stated at their fair value based on guidelines provided by the USDA.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments. Prepaid items are recorded using the consumption method and are recorded as an expense or expenditure at the time of consumption.

Capital Assets

Capital assets are recorded at original or estimated original cost. Donated capital assets are recorded at their acquisition value on the date donated. The District defines capital assets as assets with an initial cost of more than \$5,000 and an estimated life in excess of one year. Maintenance and repairs that do not add to the value of the asset or that do not materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives with Buildings and Improvements being 10 to 50 years and Vehicles and Equipment being 5 to 30 years.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and the Balance Sheet occasionally report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) so will *not* be recognized as an outflow of resources (expense/expenditure) until that time. The government has three items that arise only under a full accrual basis of accounting that qualify for reporting in this category. The Statement of Net Position reports one type related to the deferred amount on refunding bonds, one type related to the net OPEB liability, and one type related to the net PERS pension liability. These amounts are deferred and recognized as an outflow of resources in the period that the amounts become available.

In addition to liabilities, the Statement of Net Position and the Balance Sheet occasionally reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has multiple items that arise for reporting in this category. The Balance Sheet reports unavailable revenues from two sources: property taxes and leases. The Statement of Net Position reports one type related to leases, one type related to the net OPEB liability, and one type related to the net PERS pension liability. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Retirement Plans and Other Post-Employment Benefits

Substantially all of the District's employees are participants in the Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The 2003 Oregon Legislature passed PERS reform legislation and essentially created a new retirement plan for employees hired on or after August 29, 2003. These aforementioned employees become members of the Oregon Public Service Retirement Plan (OPSRP). OPSRP is a hybrid retirement plan with two components: the Pension Program (defined benefit plan) and the Individual Account Program (defined contribution; established and maintained as a tax-qualified governmental defined contribution plan). OPSRP is administered by PERS.

In addition, the District has other post-employment benefit plans for employees. As a member of PERS, the District contributes to the Retirement Health Insurance Accounts (RHIA) for eligible District employees. This plan was established by the Oregon Legislature. The District also has a Postemployment Health Insurance Subsidy (PHIS) plan that provides postemployment insurance for eligible employees and their spouses. This plan was established by the District in accordance with ORS 243.303.

The District offers its employees tax deferred annuity plans established pursuant to Section 403(b) and 457(b) of the Internal Revenue Code. Contributions are made through salary reductions from participating employees up to the amounts specified in the Code. The District makes contributions for active administrators as part of their benefit package but is not responsible for any amount postemployment. Employees are immediately vested in their own contributions, any District contributions, and earnings on those contributions. There are no forfeitures on any of these plans. These plans are administrated by Carruth Compliance Consulting.

Benefit terms for the active administrators, including contribution requirements, are established in the agreement with the Association of Beaverton School Administrators and may be amended in future agreements. For each administrator, the District is required to contribute \$100 per month that may be used to purchase a retirement financial product and to contribute 5 percent of salary to the 403(b) plans. For the year ended June 30, 2024, the total of these District contributions was \$1,326,726.

Compensated Absences

It is the District's policy to permit employees to accumulate earned, but unused vacation and sick pay benefits. As the District does not have a policy to pay any amounts when employees separate from service with the District, there is no liability for unpaid accumulated sick leave. All vacation pay is considered to be current as the District policy states that vacation will lapse if not taken within six months following the year end. It is accrued when earned in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only as they come due, for example, as a result of employee resignation and retirements.

Long-Term Debt

In the government-wide financial statements, long-term debt is reported as a liability in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Savings realized from advance refunding of debt are recorded as deferred outflows of resources and amortized over the remaining life of the related defeased debt.

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

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

actual debt proceeds received, are reported as debt service expenditures. All principal and interest debt payments are paid by the Debt Service Fund.

Net Position

Net position is comprised of the various net earnings from operations, nonoperating revenues, expenses, and contributions of capital. Net position is classified in the following three categories:

Net investment in capital assets – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The District has unspent bond proceeds in the form of cash and investments to fund bond expenditures in subsequent years of \$286.2 million.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. There are net positions restricted for debt service and student body.

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

Use of Estimates

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

Governmental Fund Balances

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

Governmental Fund type fund balances are classified as follows:

Nonspendable – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, prepaids and deposits, and assets held for resale. The District has a nonspendable fund balance in Nutrition Services Fund associated with inventories.

Restricted – Amounts that can be spent only for specific purposes when the constraints placed on the use of these 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. The District has a restricted fund balance in the Debt Service Fund for the payment of debt obligations, a restricted balance in the Capital Projects Fund for the payment of capital construction associated with bond measures, a restricted balance in the Student Body & Special Purpose Fund for the payment of those special programs, and a restricted balance in the Scholarship Fund for the issuance of future scholarship payments based on the scholarship agreements established.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Committed – Amounts that can be used only for specific purposes determined by a formal action of the School Board. The use of committed funds would be approved by resolution. The School Board can modify or rescind the commitment at any time through an amending resolution. The District has a committed fund balance in the Debt Service Fund for the payment of debt obligations, a committed fund balance in the Capital Projects Fund for future capital construction and projects, a committed fund balance in the Categorical Fund for the replacement of equipment and vehicles, a committed fund balance in the Nutrition Services Fund for the future nutrition services operations, and a committed fund balance in the Long-term Planning Fund for the reserves for future year expenses.

Assigned – Amounts that are constrained by the District’s intent to use them for a specific purpose, but are neither restricted nor committed, are reported as assigned fund balance. Intent is expressed when the School Board approves which resources should be “reserved” during the adoption of the annual budget. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. The Superintendent and Chief Financial Officer have been granted the authority to assign fund balances, pursuant to School Board resolution.

Unassigned – All amounts not included in other spendable classifications. This residual classification represents fund balance that has not been restricted, committed, or assigned within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are exhausted, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

Definitions of Governmental Fund Types

The General Fund is used to account for all financial resources not accounted for in another fund. In addition, certain funds budgeted as Special Revenue Funds are reported as part of the General Fund because their source of funds primarily has been transfers from the General Fund.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term “proceeds of specific revenues sources” means that the revenue sources for the fund must be from restricted or committed sources, specifically that a substantial portion of the revenue must be from these sources and be expended in accordance with those requirements.

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt Service Funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years should also be reported in Debt Service Funds.

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Fund Balance Policy

School Board policy mandates that the District budget in such a way as to ensure an ending General Fund balance of at least five percent of General Fund budgeted revenues. It also mandates an additional economic reserve of

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

5.0 percent of anticipated operating revenues is maintained to address adverse conditions which may negatively affect the District’s revenues. Additional reserves may be created by the Board for specific purposes.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budget

A budget is prepared and legally adopted for each governmental fund type, proprietary fund type and private-purpose trust fund on the modified accrual basis of accounting. The budgetary basis of accounting is the same as accounting principles generally accepted in the United States of America for the governmental fund types and private-purpose trust fund, except capital outlay expenditures, including items below the District's capitalization level which are budgeted by major function in the governmental fund types. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations.

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

Supplemental budgets less than 10 percent of a fund’s original budget may be adopted by the Board at a regular meeting. A supplemental budget greater than 10 percent of a fund’s original budget requires hearings before the public, publication in newspapers and approval by the Board. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control (major function levels) with Board approval. During the year, there was one appropriation transfer adopted for 2023-24. Appropriations lapse at the end of each fiscal year.

3. CASH AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. Each fund type’s portion of this pool is displayed on the balance sheet as “Equity in pooled cash and investments.” In addition, cash and investments are separately held by several of the District’s funds.

Cash and investments are comprised of the following at June 30, 2024:

Cash with fiscal agent	\$	892,375
Petty cash		1,775
Deposits with banks		27,141,224
Investments		541,771,978
		<u>\$ 569,807,352</u>

Cash and investments are shown on the basic financial statements Statement of Net Position as \$569,807,352.

At year-end, the District’s deposits with various financial institutions had a bank value of \$30,603,665 and a book value of \$27,141,224. All deposits not covered by FDIC insurance are covered by the Public Funds Collateralization Program (PFCP) of the State of Oregon. The PFCP is a shared liability structure for participating bank depositories, better protecting public funds though still not guaranteeing that all funds are 100 percent protected. Barring any exceptions, a bank depository is required to pledge collateral valued at 10 percent of their quarter-end public fund

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

deposits if they are well capitalized, 25 percent of their quarter-end public fund deposits if they are adequately capitalized, or 110 percent of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110 percent by the Office of the State Treasurer. In the event of a participating bank failure, the entire pool of collateral pledged by all qualified Oregon public funds bank depositories is available to repay deposits of public funds of government entities.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District’s deposits may not be returned. The Federal Depository Insurance Corporation (FDIC) provides insurance for the District’s deposits with financial institutions up to \$250,000 each for the aggregate of all demand deposits and the aggregate of all time-deposits at each institution. Deposits in excess of FDIC coverage with institutions participating in the Oregon Public Funds Collateralization Program (PFCP) are collateralized with securities held by the Federal Home Loan Bank of Seattle in the name of the institution. As of June 30, 2024, \$30,353,665 of the District’s bank balances were exposed to custodial credit risk as they were collateralized with securities held by the pledging financial institution’s agent, but not in the District’s name.

As of June 30, 2024 the District held the following investments and maturities:

Investment Type	Fair Value	Weighted Average Maturity in Years	Percent of Investment Portfolio
U.S. Treasury securities	\$ 325,632,311	0.350	60.1%
U.S. Agency securities	115,787,018	0.141	21.4%
Corporate indebtedness	62,322,442	0.326	11.5%
Local Government Investment Pool (LGIP)	38,030,207	0.003	7.0%
	<u>\$ 541,771,978</u>	<u>0.278</u>	<u>100.0%</u>

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments in U.S. Treasury securities, U.S. Agency securities, state and local government obligations, and corporate securities are valued using quoted market prices and are fair value Level 1, except for corporate commercial paper which is fair value Level 2. The LGIP is comprised of a variety of investments, characterized as a Level 2 fair value measurement in the Oregon Short Term Fund’s audited financial report.

The “weighted average maturity in years” calculation assumes that all investments are held until maturity.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the District’s investment policy limits investment as follows:

Investment Type	Maximum Percent of Portfolio	Maximum Length to Maturity
U.S. Treasury securities	100.0%	18 months for operating funds, 3 years for capital project funds
U.S. Agency securities	100.0%	18 months for operating funds, 3 years for capital project funds
State and local government obligations	30.0%	18 months for operating funds, 3 years for capital project funds
Certificate of deposits	50.0%	18 months
Repurchase agreements	25.0%	30 days
Bankers' acceptances	25.0%	6 months
Corporate indebtedness	35.0%	18 months
Bank deposits and savings accounts	10.0%	N/A
Local Government Investment Pool (LGIP)	100.0%	N/A

The maximum amount of pooled investments to be placed in the LGIP is limited by Oregon State Statutes and will increase proportionately with the Portland Consumer Price Index. The limit can be temporarily exceeded for ten

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

business days and does not apply either to pass-through funds or to funds invested on behalf of another governmental unit.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District minimizes custodial credit risk by limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the District will do business. All of the investments above, except for the investment in the LGIP which is not evidenced by securities, are held in safekeeping by U.S. Bank in the District’s account name.

The District’s credit risk policy, which adheres to State of Oregon law, is to limit its investments to the following: Issuers within Oregon must be rated “A” (bonds) or A-2 / P-2 (commercial paper) or better by Standard and Poor’s, Moody’s Investors Service or any other nationally recognized statistical rating organization, issuers not in Oregon must be rated AA / Aa (bonds) or A-1 / P-1 (commercial paper) or better.

At June 30, 2024, the District’s investments were rated by either Moody’s or Standard and Poor’s as follows:

Investment Type	Rating	Amount
U.S. Treasury securities	Exempt	\$ 325,632,311
U.S. Agency securities	Aaa/AAA	100,991,318
	Not Rated	14,795,700
Total U.S. agency securities		441,419,329
Corporate indebtedness	Aaa/AAA	57,405,342
	A/A	4,917,100
Total corporate indebtedness		62,322,442
Local Government Investment Pool (LGIP)	Not Rated	38,030,207
Total investments		\$ 541,771,978

The Oregon State Treasurer maintains the Oregon Short-Term Fund, of which the LGIP is a part, and is not registered with the U.S. Securities and Exchange Commission. Participation by local governments is voluntary. The State of Oregon investment policies are governed by statute and the Oregon Investment Council. In accordance with Oregon Statute, funds are invested as a prudent investor would do, exercising reasonable care, skill, and caution. The LGIP was created to offer a short-term investment alternative to Oregon local governments. 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 State of Oregon LGIP is unrated for credit quality. Separate financial statements for the Oregon Short-Term Fund are available from the Oregon State Treasurer and can be found here:

<https://www.oregon.gov/treasury/public-financial-services/oregon-short-term-funds/pages/default.aspx>

The District’s policy for investing in individual issuers varies depending on the type of investments. No more than 35% of the total portfolio of investments may be invested in any single U.S. government agency. No more than 10% of the total portfolio may be invested in a single issuer of bankers’ acceptances. At the time of purchase, investments in corporate securities of any one issuer may not exceed 5% of the investment portfolio. At June 30, 2024, in addition to US Treasuries and the LGIP, more than 5% of the District’s portfolio was invested in Federal Home Loan Bank and Federal Farm Credit Bank. These investments were 11.9% and 5.8% of the District’s total investments respectively.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

4. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2024 is as follows:

	Due to Other Funds	Due from Other Funds
General Fund	\$ 2,186,207	\$ 5,224,520
Grant Fund	5,074,534	-
Debt Service Fund	-	1,822,155
Capital Projects Fund	4,933	-
Other Governmental Funds	77,859	-
Internal Service Funds	257	297,115
Total	<u>\$ 7,343,790</u>	<u>\$ 7,343,790</u>

There is a \$4,703,865 interfund balance in the General Fund to fund reimbursable expenditures in the Grant Fund. The remaining \$2,639,925 interfund balances between funds are the result of payroll accruals

Interfund transfers for the year ended June 30, 2024 are as follows:

	Transfer in	Transfer out
General Fund	\$ -	\$ 6,734,854
Debt Service Fund	9,117,404	-
Capital Projects Fund	-	8,261,389
Other Governmental Funds	2,024,140	145,301
Internal Service Fund	4,000,000	-
Total	<u>\$ 15,141,544</u>	<u>\$ 15,141,544</u>

Transfers were made from the Capital Projects Funds to the Debt Service Fund totaling \$8,261,389, from the General Fund to the Debt Service Fund totaling \$726,854, and from the Equipment Replacement Fund to the Debt Service Fund totaling \$129,161 to pay principal and interest payments on the full faith and credit obligations. The General Fund also transferred \$4,000,000 into the Insurance Reserve Fund to support the internal service fund and transferred \$2,008,000 into the Equipment Replacement Fund to fund future equipment and technology purchases. Transfers were also made from the Food Service Fund to the Special Purpose Fund totaling \$1,540 for volunteer donations, from the Special Purpose Fund totaling \$14,000 for establishing scholarships, and from the Scholarship Fund to the Special Purpose Fund totaling \$600 for scholarship sponsored projects.

5. RECEIVABLES

Receivables are comprised of the following as of June 30, 2024:

Account	General Fund	Grant Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Internal Service Funds	Total
Receivables:							
Intergovernmental receivable	\$ 4,260,412	\$ -	\$ 198,004	\$ 117,632	\$ 66,080	\$ -	\$ 4,642,128
Grants receivable	-	18,368,962	-	-	1,929,265	-	20,298,227
Interest receivable	447,712	-	-	1,044,245	-	-	1,491,957
Other receivable	156,005	-	-	52,720	402,758	26,452	637,935
Total receivables	4,864,129	18,368,962	198,004	1,214,597	2,398,103	26,452	27,070,247
Property taxes receivable	3,363,880	-	1,268,861	-	-	-	4,632,741
Lease revenue receivable	2,735,318	-	-	748,698	-	-	3,484,016
	<u>\$ 10,963,327</u>	<u>\$ 18,368,962</u>	<u>\$ 1,466,865</u>	<u>\$ 1,963,295</u>	<u>\$ 2,398,103</u>	<u>\$ 26,452</u>	<u>\$ 35,187,004</u>

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

6. CAPITAL ASSETS

Capital assets activity for the year was as follows:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
Capital assets not being depreciated:				
Land	\$ 71,741,409	\$ -	\$ (3,937,599)	\$ 67,803,810
Construction in progress	56,661,526	60,909,043	(34,589,650)	82,980,919
Total capital assets not being depreciated / amortized	128,402,935	60,909,043	(38,527,249)	150,784,729
Capital assets being depreciated / amortized:				
Buildings and improvements	1,330,263,531	58,866,773	(341,125)	1,388,789,179
Vehicles and equipment	58,735,096	10,143,283	(2,012,025)	66,866,354
Intangible right-to-use vehicles and equipment	5,913,397	-	-	5,913,397
Intangible right-to-use subscriptions	3,342,107	3,689,531	-	7,031,638
Total capital assets being depreciated / amortized	1,398,254,131	72,699,587	(2,353,150)	1,468,600,568
Less accumulated depreciation / amortization for:				
Buildings and improvements	(403,457,853)	(34,504,556)	341,125	(437,621,284)
Vehicles and equipment	(35,122,635)	(5,084,487)	1,685,932	(38,521,190)
Intangible right-to-use vehicles and equipment	(3,863,894)	(754,604)	-	(4,618,498)
Intangible right-to-use subscriptions	(1,144,425)	(659,043)	-	(1,803,468)
Total accumulated depreciation / amortization	(443,588,807)	(41,002,690)	2,027,057	(482,564,440)
Total capital assets being depreciated / amortized, net	954,665,324	31,696,897	(326,093)	986,036,128
Total capital assets, net	\$ 1,083,068,259	\$ 92,605,940	\$ (38,853,342)	\$ 1,136,820,857

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

Regular programs	\$ 32,803,293
Special programs	83,198
Student support services	407,966
General administration support	742
School administration	4,279
Business support services	6,408,402
Central activities support	942,690
Food services	352,120
	<u>\$ 41,002,690</u>

7. LEASE RECEIVABLES

Lease Terms

Cell Tower Leases

The District has entered into multiple long-term leases as the lessor of land for cell tower usage. Accounting for these leases is recognized in the General Fund. The first was entered into in 1997 and expired in 2002, providing for 5 extensions of 5-years each, with lease rental increasing annually based on the percentage increase of the Consumer Price Index capped at 4.0%. It was subsequently amended in 2017 to extend the lease for a total of 11 extensions with final expiration in 2057. The second was entered into in 2000 and expired in 2005, providing for 4 extensions of 5-years each, with lease rental increasing annually based on the percentage increase of the Consumer Price Index capped at 4.0%. It was subsequently amended in 2017 to extend the lease for a total of 10 extensions with final expiration in 2055. The third was entered into in 2004 and expired in 2009, providing for 4 extensions of 5-years each, with lease rental increasing with each extension by 15.0%. It was subsequently

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

amended in 2014 to expand the area involved in the lease as well as the monthly rental amount for the remainder of the lease.

Tenant Leases

The District purchased a new administration office in October 2021. As part of the building purchase, two tenant leases were assumed by the District. These agreements were amended in 2023-24 to extend the term of the leases. Each lease has a set monthly rental schedule and renewal terms after the most recent amendment that expire in December 2027. Accounting for these leases is recognized in the Capital Projects Fund.

Future Lease Receivables

Future lease receivables are as follows:

Fiscal Year Ending June 30,	Cell Tower Leases	Tenant Leases	Total
2025	\$ 64,595	\$ 192,655	\$ 257,250
2026	68,075	209,022	277,097
2027	71,261	227,405	298,666
2028	74,557	119,616	194,173
2029	77,965	-	77,965
Thereafter	2,378,865	-	2,378,865
	<u>\$ 2,735,318</u>	<u>\$ 748,698</u>	<u>\$ 3,484,016</u>

Lease Revenues

Inflows of Resources	General Fund	Capital Projects Fund	Total
Lease Revenue	\$ 57,298	\$ 203,716	\$ 261,014
Interest Revenue	31,211	20,145	51,356
Total Revenue	<u>\$ 88,509</u>	<u>\$ 223,861</u>	<u>\$ 312,370</u>

8. LONG-TERM LIABILITIES

Long-term liabilities activity for the year ended June 30, 2024 is as follows:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 978,947,418	\$ -	\$ 57,372,969	\$ 921,574,449	\$ 63,819,820
Pension obligation bonds	129,235,000	-	18,980,000	110,255,000	20,570,000
Full faith & credit obligations	29,077,845	-	8,410,666	20,667,179	1,456,086
Unamortized premium	40,361,588	-	5,379,427	34,982,161	2,214,629
Equipment financing	2,348,719	-	1,174,344	1,174,375	1,174,375
Total bonds and equipment financing, net	1,179,970,570	-	91,317,406	1,088,653,164	89,234,910
Lease liability	1,881,301	-	937,419	943,882	234,550
Subscriptions liability	747,693	1,676,955	245,319	2,179,329	1,383,651
Net pension liability	348,863,875	44,415,128	-	393,279,003	-
OPEB total liability - PHIS	23,450,372	2,819,867	2,192,908	24,077,331	1,210,937
	<u>\$ 1,554,913,811</u>	<u>\$ 48,911,950</u>	<u>\$ 94,693,052</u>	<u>\$ 1,509,132,709</u>	<u>\$ 92,064,048</u>

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

9. LONG-TERM DEBT

Bonds Payable

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds or 30-year serial bonds with equal amounts of principal maturing each year. The Oregon State Statute establishes a legal debt limit for the District of 7.95% of real market value. The debt limit for the year ended June 30, 2024 was \$5.95 billion.

On August 7, 2014, the District issued \$20,393,784 in General Obligation Bonds, Series 2014A and \$361,755,000 in General Obligation Bonds, Series 2014B to finance the first phase of capital construction and improvements related to the \$680 million bond measure passed by voters on May 20, 2014. Interest rates on the Series 2014A Bonds ranged from 0.9% to 2.2%. Interest on the Series 2014B Bonds ranged from 2.0% to 5.0%. Interest was payable semiannually in June and December. Principal was paid annually in June, with an original final maturity in June 2020 and June 2034 for the Series 2014A Bonds and Series 2014B Bonds, respectively. The Series 2014B Bonds maturing on or after June 15, 2025 were subject to redemption prior to maturity at a price of par plus accrued interest. In June 2020, the Series 2014B Bonds maturing on or after June 15, 2025 were refunded and all remaining 2014 bonds were redeemed on their call date of June 15, 2024.

On May 11, 2017, the District issued \$38,990,000 in General Obligation Bonds, Series 2017A, \$76,483,176 in General Obligation Bonds, Series 2017B, \$32,980,000 in General Obligation Bonds, Series 2017C, and \$149,397,089 in General Obligation Bonds, Series 2017D to finance the second phase of capital construction and improvements related to the \$680 million bond measure passed by voters on May 20, 2014. Principal is paid in June, with a final maturity in June 2028 for the Series 2017A Bonds, June 2034 for the Series 2017B Bonds, June 2035 for the Series 2017C Bonds, and June 2036 for the Series 2017D Bonds.

The Series 2017A are taxable bonds with interest rates from 1.5% to 3.2%. Interest is payable semiannually in June and December for the Series 2017A Bonds. The Series 2017A Bonds maturing on June 15, 2028 are subject to redemption prior to maturity at a price of par plus accrued interest on or after June 15, 2027. The Series 2017B are deferred interest bonds with interest rates from 3.6% to 4.1%. Interest on the Series 2017B Bonds is payable only at maturity. The Series 2017B Bonds are subject to redemption prior to maturity at a price of 100% of the accreted par value on the redemption date on or after June 15, 2027. The Series 2017C are current interest bonds with an interest rate of 5.0%. Interest is payable semiannually in June and December for the Series 2017C Series Bonds. The Series 2017C Bonds maturing in 2028 and 2035 are subject to redemption prior to maturity at a price of par plus accrued interest on or after June 15, 2027. The Series 2017D are convertible deferred interest bonds with an interest rate of 5.0%. The Series 2017D Bonds converted into current interest bonds in June 2018, interest is now payable semiannually in June and December. The 2017D Series Bonds maturing in 2035 and 2036 are subject to redemption prior to maturity at a price of 100% of accreted par value plus accrued interest on or after June 15, 2027.

On June 30, 2020, the District issued \$432,745,000 in General Obligation Bonds, Series 2020, placing the proceeds of the new bonds in irrevocable trusts to provide for all future debt service payments on a portion of the Series 2012B Bonds and Series 2014B Bonds, in order to obtain a savings in total debt service requirement. The Series 2020 have an interest rate range from 0.4% to 2.1% and is payable semiannually in June and December. Principal is paid annually in June, with a final maturity in June 2034. The Series 2020 Bonds maturing on or after June 15, 2031 are subject to redemption prior to maturity at a price of par plus accrued interest on or after June 15, 2030.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

On July 12, 2022, the District issued \$142,742,153 in General Obligation Bonds, Series 2022A and \$176,670,000 in General Obligation Bonds, Series 2022B to finance the first phase of capital construction and improvements related to the \$723 million bond measure passed by voters on May 17, 2022. Principal is paid in June, with a final maturity in June 2048 for the Series 2022A Bonds and June 2052 for the Series 2022B Bonds.

The Series 2022A are deferred interest bonds with interest rates from 4.4% to 4.9%. Interest on the Series 2022A Bonds is payable only at maturity. The Series 2022A Bonds are subject to redemption prior to maturity at a price of 100% of the accreted par value on the redemption date on or after June 15, 2032. If not previously redeemed, the Term Bond maturing on June 15, 2048 is subject to mandatory redemption based on a schedule between 2043 and 2048. The Series 2022B are current interest bonds with an interest rate of 5.0%. Interest is payable semiannually in June and December for the Series 2022B Series Bonds. The Series 2022B Bonds maturing on or after June 15, 2033 are subject to redemption prior to maturity at a price of par plus accrued interest on or after June 15, 2032.

Limited Tax Pension Obligation Bonds

On June 21, 2005, the District participated with thirteen Oregon school districts and two educational service districts in a pooled issuance of taxable pension obligation bonds to finance the District's estimated PERS unfunded actuarial liability. The District issued \$189,935,000 in debt as part of a pooled issuance of \$475,205,000. Except for the payment of its pension bond payments and additional charges when due, each school district has no obligation or liability to any other participating school district's pension bonds or liabilities to PERS.

Bond proceeds were paid to the Oregon Public Employees Retirement System. An intercept agreement with the State of Oregon was required as a condition of issuance; therefore, a portion of State School Fund support is withheld on a monthly basis to repay debt. Funds are accumulated and invested by a trust officer and annual principal and interest payments are made each June 30, beginning June 2005 and ending June 2028. The bond interest rates range from 4.1% to 4.8%.

On February 26, 2015, the District issued \$79,220,000 taxable pension obligation bonds to finance District's estimated PERS unfunded actuarial liability. The bond proceeds were paid to the Oregon Public Employees Retirement System. No intercept agreement exists for the bonds issued in 2015. Annual principal and interest payments are made each June 30, beginning in June 2015 and ending June 2034. The bond interest rates range from 0.4% to 4.1%.

Full Faith and Credit Obligation Bonds

In 2009, the District issued full faith and credit obligation bonds to provide funds for the construction of the Transportation Service Center, an option school auditorium, bus particulate traps and an option school remodel. On April 27, 2016, the District issued \$16,260,000 full faith and credit obligation bonds, placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old obligations. Interest rates on the 2016 bonds range from 2.0% to 4.0% with a final maturity date of June 1, 2036.

On November 30, 2021, the District entered into a full faith and credit financing obligation of \$16,200,000 in two parts. Part A for \$9,200,000 has annual principal payments and semi-annual interest payments of 1.8% through final maturity on June 1, 2036. Part B for \$7,000,000 had semi-annual interest payments of 0.8% and a principal payment was made at final maturity of June 1, 2024.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Equipment Financing

In June 2021, the District entered into a 0% financing purchase agreement in for the acquisition of \$4.7 million of teacher computers. This financing arrangement commenced in 2021-22 with the delivery of the computers. Payments are made annually with final payment in July 2024.

Debt Activity

The following is a summary of long-term debt transactions of governmental activities for the year ended June 30, 2024:

Issue Date	Original Issue	Principal Outstanding on June 30, 2023	Additions	Reductions	Principal Outstanding on June 30, 2024	Interest Rates
General obligation bonds:						
August 7, 2014	\$ 361,755,000	\$ 10,710,000	\$ -	\$ 10,710,000	\$ -	2.0 - 5.0%
May 11, 2017	38,990,000	23,235,000	-	-	23,235,000	1.5 - 3.2%
May 11, 2017	76,483,176	76,483,176	-	-	76,483,176	3.6 - 4.1%
May 11, 2017	32,980,000	32,980,000	-	-	32,980,000	5.0%
May 11, 2017	149,397,089	149,397,089	-	6,067,969	143,329,120	5.0%
June 30, 2020	432,745,000	380,380,000	-	25,615,000	354,765,000	0.4 - 2.1%
July 12, 2022	142,742,153	142,742,153	-	-	142,742,153	4.4 - 4.9%
July 12, 2022	176,670,000	163,020,000	-	14,980,000	148,040,000	5.0%
		978,947,418	-	57,372,969	921,574,449	
Limited tax pension obligation bonds:						
June 21, 2005	189,935,000	79,905,000	-	15,060,000	64,845,000	4.1 - 4.8%
February 26, 2015	79,220,000	49,330,000	-	3,920,000	45,410,000	0.4 - 4.1%
		129,235,000	-	18,980,000	110,255,000	
Full faith and credit obligation bonds:						
April 27, 2016	16,260,000	13,725,000	-	835,000	12,890,000	2.0 - 4.0%
November 30, 2021	9,200,000	8,352,845	-	575,666	7,777,179	1.8%
November 30, 2021	7,000,000	7,000,000	-	7,000,000	-	0.8%
		29,077,845	-	8,410,666	20,667,179	
Equipment financing	4,697,408	2,348,719	-	1,174,344	1,174,375	0.0%
Total bonds and equipment financing:		1,139,608,982	-	85,937,979	1,053,671,003	
Unamortized premium		40,361,588	-	5,379,427	34,982,161	
Total		\$ 1,179,970,570	\$ -	\$ 91,317,406	\$ 1,088,653,164	

Payments on the general obligation bonds are made by the Debt Service Fund from property taxes and earnings on investments. Payments on pension bonds are made by the Debt Service Fund from revenue from charges to other funds. The payments on the full faith and credit obligation bonds and equipment financing are made by the General Fund and Capital Projects Fund. Federal arbitrage restrictions apply to substantially all debt.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

Future Debt Maturities

Future debt maturities are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 87,020,281	\$ 29,092,238	\$ 116,112,519
2026	77,430,209	26,535,126	103,965,335
2027	83,217,494	23,835,497	107,052,991
2028	78,243,490	20,855,758	99,099,248
2029	63,369,361	27,201,137	90,570,498
2030-2034	286,567,063	124,946,375	411,513,438
2035-2039	193,753,762	90,646,294	284,400,056
2040-2044	64,767,310	123,858,207	188,625,517
2045-2049	48,522,033	86,522,690	135,044,723
2050-2054	70,780,000	7,268,250	78,048,250
	<u>\$ 1,053,671,003</u>	<u>\$ 560,761,572</u>	<u>\$ 1,614,432,575</u>

10. LEASE LIABILITY

The District entered into a master equity lease agreement as lessee for financing the acquisition of vehicles. The first set of vehicles were delivered in 2017-18 with a total cost of approximately \$976,000 and were capitalized over the life of the lease. The second set of vehicles were delivered in 2018-19 with a total cost of approximately \$531,000 and were capitalized over the life of the lease. The third set of vehicles were delivered in 2019-20 with a total cost of approximately \$358,000 and were capitalized over the life of the lease. The fourth set of vehicles were delivered in 2020-21 with a total cost of approximately \$79,000 and were capitalized over the life of the lease. The fifth set of vehicles were delivered in 2021-22 with a total cost of approximately \$253,000 and were capitalized over the life of the lease. The lease obligations were paid from the General Fund.

The District entered into agreements for ethernet and dark fiber network access. The first agreement access initiated in 2017-18 with a total cost of approximately \$166,000. The second agreement access initiated in 2019-20 with a total cost of \$2,616,000. The third agreement access initiated in 2020-21 with a total cost of \$742,000. The lease obligations were paid from the General Fund.

The total net assets associated with these leases at June 30, 2024 were \$1,294,899.

The District has entered into two agreements for future dark fiber network access in 2022-23, one of approximately \$2.1 million and one of approximately \$2.5 million, with an expected commencement date in 2024-25. As these have not commenced service, no obligation has been recognized as of June 30, 2024.

Future lease obligations are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 234,550	\$ 50,275	\$ 284,825
2026	106,269	37,175	143,444
2027	133,248	31,325	164,573
2028	48,327	24,033	72,360
2029	50,985	21,375	72,360
2030-2034	300,202	61,598	361,800
2035-2039	70,301	2,059	72,360
	<u>\$ 943,882</u>	<u>\$ 227,840</u>	<u>\$ 1,171,722</u>

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

11. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The District has previously entered into multiple subscription-based information technology arrangements (SBITA) for software licenses that extend over a year. All SBITAs either had an initial payment for the entire period and no subsequent subscription liability, or have a schedule of payments over the contract period and a subscription liability. The District made payments of \$1,208,165 for the commencement of subscription contracts, and no other payments that were not included in the measurement of the subscription liability. The breakdown of the SBITAs are as follows:

<u>Commencement</u>	<u>End Date</u>	<u>Initial Asset Value</u>	<u>Net Asset Value as of June 30</u>	<u>Initial Subscription Liability</u>	<u>Associated Interest Rate</u>	<u>Subscription Liability as of June 30</u>
7/1/2020	6/30/2028	\$ 1,897,730	\$ 1,186,140	\$ -	N/A	-
4/1/2022	3/31/2027	752,536	564,435	699,976	2.3%	402,780
5/1/2022	6/30/2025	402,071	126,965	-	N/A	-
7/1/2022	6/30/2025	289,770	96,570	199,989	2.2%	99,594
7/1/2023	6/30/2028	470,777	376,625	371,909	4.5%	371,909
7/1/2023	6/30/2026	804,411	536,271	-	N/A	-
4/1/2024	3/31/2027	494,100	452,925	399,278	4.5%	399,278
6/1/2024	5/31/2029	1,920,243	1,888,239	905,768	4.8%	905,768
Total Amount			<u>\$ 5,228,170</u>			<u>\$ 2,179,329</u>

Future subscription obligations are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,383,651	\$ 37,923	\$ 1,421,574
2026	384,713	28,232	412,945
2027	308,870	16,175	325,045
2028	102,095	4,543	106,638
	<u>\$ 2,179,329</u>	<u>\$ 86,873</u>	<u>\$ 2,266,202</u>

12. PENSION PLAN

Plan Overview Description

The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to ORS Chapters 238 and 238A. Oregon PERS produces an independently audited Annual Comprehensive Financial Report which can be found at:

<http://www.oregon.gov/PERS/pages/financials/Actuarial-Financial-Information.aspx>

If the link is expired, please contact the Oregon PERS for this information.

Tier One / Tier Two Retirement Benefit Plan - ORS Chapter 238

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

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

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

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 One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

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

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

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

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 fair value equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

Oregon Public Service Retirement Plan Pension Defined Pension Program (OPSRP DB) - ORS Chapter 238A

The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.

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

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

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

General service: 1.5% 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% 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% of the member’s salary determined as of the last full month of employment before the disability occurred.

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

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2021 actuarial valuation, which became effective July 1, 2023. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments, and their rates have been reduced.

Employer contributions for the year ended June 30, 2024 were approximately \$54,755,000 excluding amounts to fund employer specific liabilities. Approximately \$24,055,000 was charged for the year ended June 30, 2024 as PERS benefits expenditures to be used for bond payments as they become due. These contributions occur in all governmental funds that have salary expenditures, which typically are the General Fund, Grant Fund, Capital Projects Fund, and the Nutrition Services Fund. Approximately (\$10,110,000) was recognized as employer pension expense during the reporting period.

At June 30, 2024, the District reported a net pension liability of \$393,279,003 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to a measurement date of June 30, 2023. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. On June 30, 2023, the District’s proportion was 2.10%, which was a decrease of approximately 0.18% from its proportion measured as of June 30, 2022.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

	Deferred Outflow of Resources	Deferred (Inflow) of Resources	Net
Differences between expected and actual experience	\$ 19,232,544	\$ (1,559,386)	
Changes of assumptions	34,936,581	(260,489)	
Net difference between projected and actual earnings on investments	7,068,834	-	
Changes in proportionate share	652,748	(51,031,758)	
Differences between employer contributions and employer's proportionate share of system contributions	6,079,961	(30,092,427)	
Subtotal - Amortized Deferrals	67,970,668	(82,944,060)	\$ (14,973,392)
District contributions subsequent to measurement date	54,755,286	-	54,755,286
Total deferred outflow (inflow) of resources	<u>\$ 122,725,954</u>	<u>\$ (82,944,060)</u>	<u>\$ 39,781,894</u>

The \$54,755,286 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. Other amounts reported as deferred outflows or inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal year ending June 30,	Amount
2025	\$ (13,322,037)
2026	(30,908,694)
2027	24,371,544
2028	5,440,790
2029	(554,995)
Total	<u>\$ (14,973,392)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system wide GASB 68 reporting summary dated February 2, 2024, which can be found at:

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

Actuarial Valuations

The employer contribution rates effective July 1, 2023 through June 30, 2025, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), and (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

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

Actuarial Methods and Assumptions:

Valuation date	December 31, 2021
Measurement date	June 30, 2023
Experience study	2020, published July 2021
Actuarial cost method	Entry Age Normal

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

Actuarial assumptions:	
Inflation rate	2.40%
Long-term expected rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Cost of living adjustments (COLA)	Blend of 2.0% COLA and graded COLA (1.25% / 0.15%) in accordance with <i>Moro</i> decision; blend based on service.
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; Table 25; page 89)

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2020 Experience Study which is reviewed for the four-year period ending December 31, 2020.

Discount Rate – The discount rate used to measure the total pension liability was 6.90% for the Defined Benefit Pension Plan, the same as in the prior fiscal year. 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.

Depletion Date Projection – GASB 67 generally requires that a blended discount rate be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan’s Fiduciary Net Position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 67 will often require that the actuary perform complex projections of future benefit payments and asset values. GASB 67 (paragraph 43) does allow for alternative evaluations of projected solvency if such evaluation can reliably be made. GASB 67 does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for Oregon PERS:

- Oregon PERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100.0% funded position by the end of the amortization period if future experience follows assumption.
- GASB 67 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan’s funded position.

Based on these circumstances, the detailed depletion date projections outlined in GASB 67 would clearly indicate that the Fiduciary Net Position is always projected to be sufficient to cover benefit payments and administrative expenses.

(Source: June 30, 2023 PERS Annual Comprehensive Financial Report; page 88)

Assumed Asset Allocation

Asset Class / Strategy	OIC Policy Range	Current Year Target
Debt Securities	20.0 – 30.0%	25.0%
Public Equity	22.5 – 32.5%	27.5%
Real Estate	9.0 – 16.5%	12.5%
Private Equity	15.0 – 27.5%	20.0%
Real Assets	2.5 – 10.0%	7.5%
Diversifying Strategies	2.5 – 10.0%	7.5%
Opportunity Portfolio	0.0 – 5.0%	0.0%
Total		100.0%

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; page 125)

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 2023 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; page 90)

Asset Class	Target Allocation	Annual Arithmetic Return	20-Year Annualized Geometric Mean	Annual Standard Deviation
Global Equity	27.50%	8.57%	7.07%	17.99%
Private Equity	25.50	12.89	8.83	30.00
Core Fixed Income	25.00	4.59	4.50	4.22
Real Estate	12.25	6.90	5.83	15.13
Master Limited Partnerships	0.75	9.41	6.02	27.04
Infrastructure	1.50	7.88	6.51	17.11
Hedge Fund of Funds - Multistrategy	1.25	6.81	6.27	9.04
Hedge Fund Equity - Hedge	0.63	7.39	6.48	12.04
Hedge Fund - Macro	5.62	5.44	4.83	7.49
Assumed Inflation - Mean			2.35%	1.41%

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; Table 31; page 92)

Sensitivity – Sensitivity of the District’s proportionate share of the net pension liability to changes in the discount rate. The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 6.90%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

	Decrease 1% 5.90%	Current Rate 6.90%	Increase 1% 7.90%
District's proportionate share of the net pension liability / (asset)	\$ 649,622,862	\$ 393,279,003	\$ 178,746,358

Additional disclosures related to Oregon PERS not applicable to specific employers are available online at the below website, or by contacting Oregon PERS at the following address: P.O. Box 23700, Tigard, OR, 97281-3700, <http://www.oregon.gov/pers/Pages/index.aspx>

OPSRP Individual Account Program (OPSRP IAP)

Plan Description – ORS Chapter 238A created the OPSRP, which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member’s IAP account. OPSRP is part of Oregon PERS and is administered by the Oregon PERS Board.

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

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

Contributions – Employees of the District pay 6% of their covered payroll. The District did not make any optional contributions to member IAP accounts for the year ended June 30, 2024.

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The District offers a postemployment health insurance subsidy and tax shelter annuity and contributes to a retirement health insurance account through Oregon PERS. The breakdown of the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB are:

	Postemployment Health Insurance Subsidy	Postemployment Health Insurance Account	Net
Total OPEB Liability	\$ 24,077,331	\$ -	\$ 24,077,331
Net OPEB Asset	-	10,247,515	10,247,515
OPEB Deferred Outflows of Resources	3,801,386	77,000	3,878,386
OPEB Deferred Inflows of Resources	9,082,038	1,407,236	10,489,274
OPEB Expense	(911,391)	(1,775,394)	(2,686,785)

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

Postemployment Health Insurance Subsidy (PHIS)

Plan Description – The District operates a single-employer defined benefit plan that provides postemployment health, dental, vision and life insurance benefits to eligible employees and their spouses. Benefits and eligibility for members are established through the collective bargaining agreements and Oregon State law. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The District’s post-retirement healthcare plan was established in accordance with ORS 243.303. ORS stipulate that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees.

Benefits Provided – Eligible retirees and their dependents under age 65 are allowed to continue to enroll in the same health care coverage as offered to active employees. The retiree’s coverage selection is available only upon retirement although coverage can continue until the retiree’s age 65. The spouse’s coverage is available until the spouse’s age 65 but also must be selected at the time of retirement. Following the retiree’s death or attainment of age 65, the retiree’s spouse can continue full coverage until the spouse’s age 65. The retiree or surviving spouse is responsible for paying the full premium at the applicable tier. The difference between retiree claims costs, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the District’s implicit employer subsidy. Eligibility is determined by:

- For administrators and classified members, the employee must retire with an immediate service or disability retirement benefit under the Oregon PERS.
- For certified members, the employee must retire with an immediate service benefit under OPERS or be eligible for a benefit under the District’s Long Term Disability program.

Employees Covered by Benefit Terms – As of June 30, 2023, the date of the most recent valuation, there were 5,425 active and 128 retired members in the plan.

Total OPEB Liability

The District’s total OPEB liability of \$24,077,331 was determined by an actuarial valuation as of July 1, 2023, adjusted to a measurement date of June 30, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability measured as of June 30, 2023 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Valuation date	July 1, 2023
Measurement date	June 30, 2023
Inflation	2.40%
Projected salary growth	2.75%
Discount rate	3.65% (previously 3.54%)
Withdrawal, retirement, and mortality rates	December 31, 2022 Oregon PERS valuation
Election and lapse rates	40.0% of eligible employees; 34.0% spouse coverage; 3.0% annual lapse rate
Actuarial cost method	Entry Age Normal
Mortality	<p>Healthy Annuitant – Pub-2010 Healthy Retiree, Sex Distinct, benefits-weighted, Generational Projection with Unisex 2019 Social Security Data Scale</p> <ul style="list-style-type: none"> • Male Beneficiary – General, set back 12 months • Male Member – Blend 80.0% Teachers and 20.0% General, no set back • Female Beneficiary – General, no set back • Female Member – Teachers, no set back <p>Disabled Retiree – Pub-2010 Disabled Retiree, Sex Distinct, benefits-weighted, Generational Projection with Unisex 2019 Social Security Data Scale</p>

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

	<ul style="list-style-type: none"> • Male Member – Non-Safety, set forward 24 months • Female Member – Non-Safety, set forward 12 months <p>Non-Annuitant – Pub-2010 Employee, Sex Distinct, headcount-weighted, Generational Projection with Unisex 2019 Social Security Data Scale</p> <ul style="list-style-type: none"> • Male Member – 125.0% of same table and set back as Healthy Annuitant assumption • Female member – 100.0% of same table and set back as Healthy Annuitant assumption
Disability	Percentage of the 1985 Class 1 Rates: 20.0% with a 0.14% cap; Ordinary Disability only; no duty disability assumed
Retirement	Based on Oregon PERS assumptions. Annual rates are based on age, Tier / ORSRP, and duration of service

Discount Rate – Under GASB 75, unfunded plans must use a discount rate that reflects a 20-year tax-exempt municipal bond yield or index rate. The discount rate in effect for the June 30, 2024 reporting date is 3.65%, reflecting the Bond Buyer 20-Year General Obligation Bond Index at the time of the valuation.

Health Care Cost Trend – The actuarial calculations used an assumption that medical costs will increase 0.5% in the first year, 6.4% in the second year, 5.7% in the third year. Over the subsequent 50 years, the trend is assumed to gradually decrease to an ultimate rate of 3.8% in 2073 and beyond. These trends are based on a model circulated by the Society of Actuaries that is built on assumed long-term relationships between certain key economic factors. It also assumes that dental costs will increase 1.6% in the first year and then increase by the lesser of the medical trend described above and 4.0% per year thereafter.

Changes in the Total OPEB Liability

	Increase (Decrease) Total OPEB Liability
Balance as of June 30, 2023	\$ 23,450,372
Changes for the year:	
Service cost	1,206,213
Interest on total OPEB liability	848,122
Effect of economic/demographic gains or losses	765,532
Effect of assumptions changes or inputs	(783,988)
Benefit payments	(1,408,920)
Balance as of June 30, 2024	<u>\$ 24,077,331</u>

The effects of assumptions changes or inputs reflect a change in the discount rate from 3.54% to 3.65%, changes in available benefits and premium levels, expected retiree and dependent costs, update to health care cost trends to reflect economic conditions, current law, and model, and assumption updates used in the Oregon PERS December 31, 2022 Actuarial Valuation.

Sensitivity

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District for the Postemployment Health Insurance Subsidy, as well as what the 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:

	Decrease 1%	Current Rate	Increase 1%
	2.65%	3.65%	4.65%
District's net OPEB liability (asset)	<u>\$ 26,157,895</u>	<u>\$ 24,077,331</u>	<u>\$ 22,157,851</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 for the Postemployment Health Insurance Subsidy, as well as what the total OPEB

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

liability would be if it were calculated using a health care cost trend rates that are 1-percentage-point lower (-0.5% adjusting to 2.8%) or 1-percentage-point higher (1.5% adjusting to 4.8%) than the current trend rates:

	Decrease 1%	Current Trend Rate	Increase 1%
District's net OPEB liability (asset)	\$ 21,493,981	\$ 24,077,331	\$ 27,118,181

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

For the year ended June 30, 2024, the District recognized an OPEB expense of (\$911,391) related to the PHIS OPEB. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow of Resources	Deferred (Inflow) of Resources	Net
Differences between expected and actual experience	\$ 1,042,216	\$ -	
Changes of assumptions	1,548,233	(9,082,038)	
Subtotal - Amortized Deferrals	2,590,449	(9,082,038)	\$ (6,491,589)
District contributions subsequent to measurement date	1,210,937	-	1,210,937
Total deferred outflow (inflow) of resources	\$ 3,801,386	\$ (9,082,038)	\$ (5,280,652)

The \$1,210,937 reported as deferred outflows of resources related to PHIS OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to PHIS OPEB will be recognized in OPEB expense as follows:

Fiscal year ending June 30,	Amount
2025	\$ (1,754,789)
2026	(1,586,259)
2027	(1,446,685)
2028	(686,864)
2029	(759,875)
Thereafter	(257,117)
Total	\$ (6,491,589)

Retirement Health Insurance Account (RHIA)

Plan Description - As a member of Oregon PERS, the District contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA resides with the Oregon Legislature. The plan is closed to new entrants hired on or after August 29, 2003. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700.

Benefits Provided - RHIA pays a \$60 monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees.

Contributions - Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in 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. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.04% of Tier 1 and Tier 2 payroll and 0.00% of OPSRP of annual covered payroll. These contributions occur in all governmental funds that have salary expenditures, which typically are the General Fund, Grant Fund, Capital Projects Fund, and the Nutrition Services Fund. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution (ARC) of the employers, an amount actuarially determined. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The District's contributions to RHIA for the years ended June 30, 2024, 2023, and 2022 were approximately \$5,000, \$55,000, and \$54,000 which equaled the required contributions each year.

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

At June 30, 2024, the District reported an asset of \$10,247,515 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date. The District's proportion of the net OPEB liability was based on the District's actual, legally required contributions made during the fiscal year being compared to the total actual contributions made in the fiscal year by all employers. The District's proportionate share as of the measurement date is 2.80%, changed from 2.20% at the prior measurement date.

For the year ended June 30, 2024, the District recognized OPEB expense reduction of (\$1,775,394) related to the RHIA OPEB. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to the RHIA OPEB from the following sources:

	Deferred Outflow of Resources	Deferred (Inflow) of Resources	Net
Differences between expected and actual experience	\$ -	\$ (257,267)	
Changes of assumptions	-	(110,492)	
Net difference between projected and actual earnings on investments	29,062	-	
Changes in proportionate share	42,617	(1,039,477)	
Subtotal - Amortized Deferrals	71,679	(1,407,236)	\$ (1,335,557)
District contributions subsequent to measurement date	5,321	-	5,321
Total deferred outflow (inflow) of resources	\$ 77,000	\$ (1,407,236)	\$ (1,330,236)

The \$5,321 reported as deferred outflows of resources related to RHIA OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the next fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to RHIA OPEB will be recognized in OPEB expense as follows:

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

Fiscal year ending June 30,	Amount
2025	\$ (1,224,854)
2026	(625,237)
2027	378,711
2028	135,823
Total	<u>\$ (1,335,557)</u>

Actuarial Assumptions and Other Inputs

The net OPEB liability measured as of June 30, 2023, was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Valuation date	December 31, 2021
Measurement date	June 30, 2023
Experience Study	2020, published July 20, 2021
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40%
Long-term expected rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Retiree healthcare participation	Healthy retirees: 27.5%; Disabled retirees: 15.0%
Healthcare cost trend rate	Not applicable. Statute stipulates \$60 monthly payment for healthcare insurance.
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Pub-2010 Employees, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Pub-2010 Disabled retirees, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; Table 28; page 91)

Discount Rate

The discount rate used to measure the net OPEB liability at June 30, 2023 was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in January 2023 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. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustments for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model. For more information on the long-term expected rate of return for each major asset class, calculated using both the arithmetic and geometric means, see the breakdown in Footnote 12.

(Source: June 30, 2023 Oregon PERS Annual Comprehensive Financial Report; page 90)

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

Sensitivity Analysis

Sensitivity of the District's proportionate share of net OPEB liability to changes in the discount rate. The following presents the District's proportionate share of net OPEB liability for the Retirement Health Insurance Account, as well as what the proportionate share of net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current discount rate:

	Decrease 1% 5.90%	Current Rate 6.90%	Increase 1% 7.90%
District's proportionate share of net OPEB liability (asset)	\$ (9,315,010)	\$ (10,247,515)	\$ (11,047,595)

Sensitivity of the District's proportionate share of net OPEB liability to changes in the healthcare cost trend rates. The District's proportionate share of net OPEB asset for the Retirement Health Insurance Account is \$10,247,515. The ORS stipulates a \$60 monthly payment, so there would be no change to the proportionate share of net OPEB liability if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rates.

14. COMPENSATED ABSENCES

The General Fund is the primary fund where the compensated absences liability is liquidated. Activity for compensated absences for the year ended June 30, 2024, all of which are considered due within one year, as follows:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
Compensated Absences	\$ 5,296,303	6,345,209	\$ (5,674,311)	\$ 5,967,201

15. PREPAID EXPENSES

The District has various prepaid expenses throughout the year that consists of conferences, professional development, and utilities. Total prepaid expenses year ended June 30, 2024 were \$374,728 and were all associated with the General Fund.

16. RISK MANAGEMENT

Self-Insurance

Internal Service Funds (Insurance Reserve and Workers' Compensation Funds) account for the costs incurred for workers' compensation claims, general liability claims, and property and fire losses.

The District provides for estimated losses to be incurred from pending claims and for claims incurred but not reported (IBNR). IBNR claims are claims that are incurred through the end of the fiscal year, but not reported until after that date. These liabilities are based on actuarial valuations or District estimates.

The District is self-insured for costs up to policy deductible limits as follows:

- General Liability and School Board errors and omissions – \$500,000 per occurrence

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2024

- Fire loss, property damage, all risk (theft, vandalism, etc.) – \$500,000 per occurrence
- Workers' compensation claims – \$500,000 per claim

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. The District does not engage in risk financing activities where the risk is greater than the self-insurance amounts. Settlements did not exceed insurance coverage for the years ended June 30, 2024, 2023, or 2022. There have also been no reductions to the District's insurance coverage during the year. The District anticipates that all accrued claims losses will be paid within twelve months.

Changes in the balances of claims liabilities at the end of the year are as follows:

	2024	2023	2022
Accrued claims losses, July 1	\$ 4,230,000	\$ 4,140,000	\$ 4,140,000
Incurred claims, including an estimate of claims incurred but not reported (IBNR)	2,685,909	1,869,683	1,569,164
Claims payments	(2,595,909)	(1,779,683)	(1,569,164)
Accrued claim losses, June 30	<u>\$ 4,320,000</u>	<u>\$ 4,230,000</u>	<u>\$ 4,140,000</u>

17. SCHOOL FUNDING

The District is dependent on the State of Oregon for a substantial portion of its operating funds. Due to funding fluctuations at the State level, future funding for school districts is impacted by the economic growth statewide and the statewide student growth rates. The ultimate effect of this on future operations is not yet determinable.

The largest segment of funding is determined by the State School Fund formula, with the majority of funding provided by the State to the District based on the District's average daily membership of students (ADM_r). The State gives additional weightings for certain categories of individuals including students in poverty, students in ESL programs, and students on Individual Education Plans. The State then proportions the State School Fund based on the resulting weighted average daily membership (ADM_w) of the District compared to that of the State totals, using either the current year ADM_w or the prior year ADM_w (if higher) for each District. For 2023-24, the District had estimated ADM_w of 45,485 and an extended ADM_w of 46,019. The Statewide estimated ADM_w is 669,631. For 2022-23, the District had a finalized ADM_w of 46,019 and an extended ADM_w of 46,463 within the Statewide ADM_w of 670,278.

18. TAX ABATEMENTS

Washington County Tax Abatements

The District's property tax revenues were reduced by approximately \$741,000 under agreements entered into by Washington County for the fiscal year ended June 30, 2024. The estimate is based on certified tax roll values on 10/04/2023.

Exemption Type	Tax Abatement Amount
Enterprise Zone (ORS 285C.175)	\$ 11,000
Housing for Low Income Rental (ORS 307.517)	10,000
Nonprofit Corporation Low Income Housing (ORS 307.541)	376,000
Vertical Housing (ORS 307.864)	344,000
	<u>\$ 741,000</u>

BEAVERTON SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
JUNE 30, 2024

19. COMMITMENTS AND CONTINGENCIES

The District is committed, under various accepted bid agreements and contracts, for approximately \$365.3 million for goods, services, and construction of facilities.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the District. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time, although District management expects such amounts, if any, to be immaterial.

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

20. NEW ACCOUNTING STANDARDS IMPLEMENTED

For the fiscal year ended June 30, 2024, the District implemented the following new accounting standards:

GASB Statement No. 100 *“Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62.”* This Statement provides guidance and accounting related to accounting changes and error corrections.

For the fiscal year ended June 30, 2024, the District completed implementation of the following new accounting standards that had multiple implementation dates:

GASB Statement No. 99 *“Omnibus 2022.”* This Statement clarifies requirements and accounting related to use of LIBOR, SNAP distribution, nonmonetary transactions, pledges of future revenues, terminology updates, derivative instruments, and requirements related to leases and PPPs. These aspects were implemented in the prior fiscal year. This Statement also clarifies requirements related to SBITA, which were implemented in the current fiscal year. Additionally, this Statement also clarifies the requirements related to financial guarantees.

21. NEW PRONOUNCEMENTS

The District implements new GASB pronouncements no later than the required fiscal year. Management has not determined the effect on the financial statements from implementing any of the following pronouncements.

GASB Statement No. 101 *“Compensated Absences.”* This Statement provides for accounting and financial reporting for compensated absences, including the definition of leave and guidance for measuring the liability for leave that has not been used. The Statement is effective for fiscal years beginning after December 15, 2023.

GASB Statement No. 102 *“Certain Risk Disclosures.”* This Statement provides guidance for reporting information related to the entity’s vulnerability due to concentration or constraint risks, including definition of the types, assessing for the previous and future period, and disclosure requirements. The Statement is effective for fiscal years beginning after June 15, 2024.



REQUIRED SUPPLEMENTARY INFORMATION



BEAVERTON SCHOOL DISTRICT
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY FOR PERS
JUNE 30, 2024

Year ended June 30	Employer's proportion of the net pension liability (NPL)	Employer's proportionate share of the net pension liability (NPL) ¹	Covered payroll ²	NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	2.10%	\$ 393,279,003	\$ 349,436,569	112.5%	81.7%
2023	2.28%	348,863,875	329,524,511	105.9%	84.5%
2022 ⁷	2.38%	284,738,427	288,434,472	98.7%	87.6%
2021	2.62%	571,876,034	279,841,650	204.4%	75.8%
2020	2.60%	450,146,458	293,949,194	153.1%	80.2%
2019 ⁶	2.60%	393,909,116	281,116,984	140.1%	82.1%
2018	2.44%	328,358,025	266,160,397	123.4%	83.1%
2017 ⁵	2.24%	336,425,374	243,813,517	138.0%	80.5%
2016 ⁴	2.05%	117,982,257	219,944,988	53.6%	91.9%
2015 ³	2.72%	(61,675,451)	200,544,298	-30.8%	103.6%

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF CONTRIBUTIONS FOR PERS
JUNE 30, 2024

Year ended June 30	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency / (excess)	Covered payroll	Contributions as a percentage of covered payroll
2024	\$ 54,755,286	\$ 54,755,286	\$ -	\$ 358,393,464	15.3%
2023	55,689,407	55,689,407	-	349,436,569	15.9%
2022	48,742,675	48,742,675	-	329,524,511	14.8%
2021	53,786,853	53,786,853	-	288,434,742	18.6%
2020	53,400,012	53,400,012	-	279,841,650	19.1%
2019	40,289,531	40,289,531	-	293,949,194	13.7%
2018	37,341,000	37,341,000	-	281,116,984	13.3%
2017	21,355,242	21,355,242	-	266,160,397	8.0%
2016	20,427,165	20,427,165	-	243,813,517	8.4%
2015	29,448,081	29,448,081	-	219,944,988	13.4%

Notes:

¹ The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

² Amounts for covered payroll use the prior year's data to match the measurement date used by the pension plan.

³ The June 30, 2015 NPL reflects benefit changes from the Senate Bills 822 and 861.

⁴ The June 30, 2016 NPL reflects benefit changes from the Oregon Supreme Court's ruling in Moro v. State of Oregon, which overturned portions of Senate Bills 822 and 861.

⁵ The June 30, 2017 NPL reflects assumption changes reducing inflation rate from 2.75% to 2.50%, the long-term expected rate of return from 7.75% to 7.50%, the discount rate from 7.75% to 7.50% and the projected salary increases from 3.75% to 3.50%.

⁶ The June 30, 2019 NPL reflects assumption changes reducing the long-term expected rate of return from 7.50% to 7.20% and the discount rate from 7.50% to 7.20%.

⁷ The June 30, 2022 NPL reflects assumption changes reducing the inflation rate from 2.50% to 2.40%, the long-term expected rate of return from 7.20% to 6.90%, the discount rate from 7.20% to 6.90% and the projected salary increases from 3.50% to 3.40%.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY FOR RHIA
JUNE 30, 2024

Year ended June 30	District's proportion of the net OPEB liability	District's proportionate share of the net OPEB liability (NOL) ¹	Covered payroll ²	NOL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2024	2.80%	\$ (10,247,515)	\$ 349,436,569	-2.9%	201.6%
2023	2.20%	(7,833,284)	329,524,511	-2.4%	194.7%
2022	2.29%	(7,858,410)	288,434,472	-2.7%	183.9%
2021	2.56%	(5,207,786)	279,841,650	-1.9%	150.1%
2020	2.59%	(4,996,093)	293,949,194	-1.7%	144.4%
2019	2.54%	(2,835,569)	281,116,984	-1.0%	124.0%
2018	2.44%	(1,017,705)	266,160,397	-0.4%	108.9%
2017	2.39%	648,737	243,813,517	0.3%	94.1%

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF CONTRIBUTIONS FOR RHIA
JUNE 30, 2024

Year ended June 30	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency / (excess)	Covered payroll	Contributions as a percent of covered payroll
2024	\$ 5,321	\$ 5,321	\$ -	\$ 358,393,464	0.0%
2023	55,151	55,151	-	349,436,569	0.0%
2022	54,334	54,334	-	329,524,511	0.0%
2021	70,588	70,588	-	288,434,742	0.0%
2020	67,000	67,000	-	279,841,650	0.0%
2019	1,282,000	1,282,000	-	293,949,194	0.4%
2018	1,225,000	1,225,000	-	281,116,984	0.4%
2017	1,216,000	1,216,000	-	266,160,397	0.5%

Notes:

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

¹ The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

² Amounts for covered payroll use the prior year's data to match the measurement date used by the pension plan for each fiscal year.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY - PHIS

JUNE 30, 2024

(DOLLAR AMOUNTS IN THOUSANDS)

Year ended June 30 ¹	Service cost	Interest	Change of benefit terms	Difference between expected and actual results	Changes of assumptions or other inputs	Benefit payments	Net change in total OPEB liability
2024	\$ 1,206	\$ 848	\$ -	\$ 766	\$ (784)	\$ (1,409)	\$ 627
2023	1,502	570	-	-	(2,788)	(1,406)	(2,122)
2022	1,879	671	-	411	(5,175)	(1,404)	(3,618)
2021	1,455	909	-	-	3,060	(1,511)	3,913
2020	1,847	1,215	-	334	(6,913)	(1,485)	(5,002)
2019	1,894	1,099	-	-	(798)	(1,447)	748
2018	2,102	894	-	-	(1,998)	(1,460)	(462)

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF TOTAL OPEB LIABILITY AND RELATED RATIOS - PHIS

JUNE 30, 2024

(DOLLAR AMOUNTS IN THOUSANDS)

Year ended June 30	Total OPEB liability beginning	Net change in total liability	Total OPEB liability ending	Covered employee payroll ²	Total OPEB liability as percentage of covered payroll	Discount rate
2024	\$ 23,450	\$ 627	\$ 24,077	\$ 349,437	6.9%	3.65%
2023	25,572	(2,122)	23,450	329,525	7.1%	3.54%
2022	29,190	(3,618)	25,572	288,435	8.9%	2.16%
2021	25,277	3,913	29,190	279,842	10.4%	2.21%
2020	30,279	(5,002)	25,277	293,949	8.6%	3.50%
2019	29,531	748	30,279	281,117	10.8%	3.87%
2018	29,993	(462)	29,531	266,160	11.1%	3.58%
2017	-	-	29,993	243,814	12.3%	2.85%

Notes:

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

There are no assets accumulated in a trust to pay related benefits for this plan.

Changes of assumptions. Changes of assumptions and other inputs reflect the effects of changes to the discount rate each period.

¹ The amounts presented for each fiscal year were actuarially determined at July 1 of odd years and rolled forward to the measurement date.

² Amounts for covered employee payroll use the prior year's data to match the measurement date used by the pension plan for each fiscal year.

BEAVERTON SCHOOL DISTRICT
RECONCILIATION OF BUDGETARY TO REPORTING FUNDS - COMBINING SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE (GAAP BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgetary Funds: General Fund	Budgetary Funds: Long-Term Planning	Total (reported as General Fund)
REVENUES:			
Property taxes	\$ 169,169,088	\$ -	\$ 169,169,088
Local option levy	41,616,152	-	41,616,152
Intermediate sources	13,383,590	-	13,383,590
State sources	328,371,389	-	328,371,389
Charges for services	1,196,533	-	1,196,533
Rentals	662,697	-	662,697
Investment earnings	12,186,627	604,189	12,790,816
Contributions and donations	5,847	-	5,847
Services to other funds	-	6,884,367	6,884,367
Recovery of prior years' expenditures	337,646	-	337,646
Other	2,910,553	-	2,910,553
TOTAL REVENUES	569,840,122	7,488,556	577,328,678
EXPENDITURES:			
Current:			
Instruction	335,423,821	-	335,423,821
Support services	200,962,673	-	200,962,673
Enterprise and community services	150,062	-	150,062
Debt service:			
Principal	2,357,082	-	2,357,082
Interest	106,414	-	106,414
TOTAL EXPENDITURES	539,000,052	-	539,000,052
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	30,840,070	7,488,556	38,328,626
OTHER FINANCING SOURCES (USES):			
Sale of or compensation for loss of capital assets	1,737	-	1,737
Transfers out	(6,734,854)	-	(6,734,854)
Issuance of subscriptions	1,676,955	-	1,676,955
TOTAL OTHER FINANCING SOURCES (USES)	(5,056,162)	-	(5,056,162)
NET CHANGE IN FUND BALANCES	25,783,908	7,488,556	33,272,464
FUND BALANCE, July 1, 2023	138,652,119	17,162,668	155,814,787
FUND BALANCE, June 30, 2024	\$ 164,436,027	\$ 24,651,224	\$ 189,087,251

See additional information in the Notes to the Required Supplementary Information.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
(GAAP BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual Budget Basis	Variance with Final Budget	Adjustments to GAAP	Actual GAAP Basis
REVENUES:						
Property taxes	\$ 167,500,000	\$ 167,500,000	\$ 169,169,088	\$ 1,669,088	\$ -	\$ 169,169,088
Local option levy	40,500,000	40,500,000	41,616,152	1,116,152	-	41,616,152
Intermediate sources	12,994,240	12,994,240	13,383,590	389,350	-	13,383,590
State sources	312,412,345	312,412,345	328,371,389	15,959,044	-	328,371,389
Charges for services	1,362,000	1,362,000	1,196,533	(165,467)	-	1,196,533
Rentals	680,000	680,000	662,697	(17,303)	-	662,697
Investment earnings	4,000,000	4,000,000	12,186,627	8,186,627	-	12,186,627
Contributions and donations	-	-	5,847	5,847	-	5,847
Recovery of prior years' expenditures	50,000	50,000	337,646	287,646	-	337,646
Other	2,822,817	2,822,817	2,910,553	87,736	-	2,910,553
Total revenues	542,321,402	542,321,402	569,840,122	27,518,720	-	569,840,122
EXPENDITURES:						
Instruction	336,087,293	336,087,293	334,518,053	1,569,240	905,768	335,423,821
Support services	205,337,710	205,137,710	201,145,300	3,992,410	(182,627)	200,962,673
Enterprise and community services	250,000	250,000	150,062	99,938	-	150,062
Facilities acquisition and construction	100,000	100,000	-	100,000	-	-
Debt service:	1,814,352	2,014,352	1,509,682	504,670	(1,509,682)	-
Principal	-	-	-	-	2,357,082	2,357,082
Interest	-	-	-	-	106,414	106,414
Contingencies	115,997,193	115,997,193	-	115,997,193	-	-
Total expenditures	659,586,548	659,586,548	537,323,097	122,263,451	1,676,955	539,000,052
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(117,265,146)	(117,265,146)	32,517,025	149,782,171	(1,676,955)	30,840,070
OTHER FINANCING SOURCES (USES):						
Sale of or compensation for loss of capital assets	-	-	1,737	1,737	-	1,737
Transfers out	(6,734,854)	(6,734,854)	(6,734,854)	-	-	(6,734,854)
Issuance of subscriptions	-	-	-	-	1,676,955	1,676,955
TOTAL OTHER FINANCING SOURCES (USES)	(6,734,854)	(6,734,854)	(6,733,117)	1,737	1,676,955	(5,056,162)
NET CHANGE IN FUND BALANCE	(124,000,000)	(124,000,000)	25,783,908	149,783,908	-	25,783,908
FUND BALANCE, July 1, 2023	124,000,000	124,000,000	138,652,119	14,652,119	-	138,652,119
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 164,436,027	\$ 164,436,027	\$ -	\$ 164,436,027

See additional information in the Notes to the Required Supplementary Information.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
(GAAP BASIS)
GRANT FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual Budget Basis	Variance with Final Budget
REVENUES:				
Intermediate sources	\$ 771,654	\$ 771,654	\$ 203,417	\$ (568,237)
State sources	70,373,912	70,373,912	53,356,370	(17,017,542)
Federal sources	70,400,158	70,400,158	36,648,853	(33,751,305)
Contributions and donations	3,102,516	3,102,516	508,057	(2,594,459)
Total revenues	144,648,240	144,648,240	90,716,697	(53,931,543)
EXPENDITURES:				
Instruction	83,678,227	83,678,227	58,005,522	25,672,705
Support services	54,835,217	54,835,217	32,108,543	22,726,674
Enterprise and community services	3,626,796	3,626,796	396,589	3,230,207
Facilities acquisition and construction	2,508,000	2,508,000	206,043	2,301,957
Total expenditures	144,648,240	144,648,240	90,716,697	53,931,543
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, July 1, 2023	-	-	-	-
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ -	\$ -

See additional information in the Notes to the Required Supplementary Information.

BEAVERTON SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1: BUDGET BASIS OF ACCOUNTING

The schedule of revenues, expenditures, and changes in fund balances – budget and actual have been prepared on the prescribed budget basis of accounting for the District. All District Funds were budgeted on a generally accepted accounting principles (GAAP) basis. Normal adjustments were made to budgeted expenses to accommodate operational needs of the District that were within functions required by Oregon Budget Law.

The District accounts for certain transactions on a budgetary basis which differs from GAAP basis. A description of the principal differences between the budgetary basis and GAAP in recording and reporting transactions follows:

Summary	Budgetary Basis	GAAP Basis
Properties acquired by long-term financing such as leases or subscriptions	Only the current year’s payment is recorded as an expenditure of the fund in which the payments are budgeted.	The net present value of the total stream of payments is recorded in the fund from which payments will be made as an expenditure in the year of acquisition with a corresponding offset to other financing sources. Subsequent payments on the obligations are recorded as debt service expenditures.
Classification of expenditures by character	Budgets and appropriations are made at the major function.	Expenditures are classified and reported by character within the financial statements. For some expenditures such as debt service, the character of expenditures is at the object level.



OTHER SUPPLEMENTARY INFORMATION



BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual Budget Basis	Variance with Final Budget	Adjustments to GAAP	Actual GAAP Basis
REVENUES:						
Property taxes	\$ 79,291,120	\$ 79,291,120	\$ 79,750,496	\$ 459,376	\$ -	\$ 79,750,496
Intermediate sources	-	-	70,193	70,193	-	70,193
Investment earnings	1,050,000	1,050,000	2,495,542	1,445,542	-	2,495,542
Services to other funds	19,807,960	19,807,960	24,093,520	4,285,560	-	24,093,520
Total revenues	100,149,080	100,149,080	106,409,751	6,260,671	-	106,409,751
EXPENDITURES:						
Debt service:	116,516,484	116,516,484	116,516,478	6	(116,516,478)	-
Principal	-	-	-	-	84,763,635	84,763,635
Interest	-	-	-	-	31,752,843	31,752,843
Total expenditures	116,516,484	116,516,484	116,516,478	6	-	116,516,478
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(16,367,404)	(16,367,404)	(10,106,727)	6,260,677	-	(10,106,727)
OTHER FINANCING SOURCES (USES):						
Transfers in	9,117,404	9,117,404	9,117,404	-	-	9,117,404
TOTAL OTHER FINANCING SOURCES (USES)	9,117,404	9,117,404	9,117,404	-	-	9,117,404
NET CHANGE IN FUND BALANCE	(7,250,000)	(7,250,000)	(989,323)	6,260,677	-	(989,323)
FUND BALANCE, July 1, 2023	7,250,000	7,250,000	9,797,926	2,547,926	-	9,797,926
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 8,808,603	\$ 8,808,603	\$ -	\$ 8,808,603

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
Construction excise tax	\$ 2,625,000	\$ 2,625,000	\$ 2,095,531	\$ (529,469)
Rentals	225,000	225,000	211,932	(13,068)
Investment earnings	2,027,000	2,027,000	16,664,555	14,637,555
Contributions and donations	50,000	50,000	200,674	150,674
Recovery of prior years' expenditures	50,000	50,000	733,069	683,069
Other	-	-	281,572	281,572
Total revenues	4,977,000	4,977,000	20,187,333	15,210,333
EXPENDITURES:				
Support services	15,581,118	15,581,118	4,702,762	10,878,356
Facilities acquisition and construction	511,119,493	511,119,493	123,298,022	387,821,471
Total expenditures	526,700,611	526,700,611	128,000,784	398,699,827
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(521,723,611)	(521,723,611)	(107,813,451)	413,910,160
OTHER FINANCING SOURCES (USES):				
Sale of or compensation for loss of capital assets	10,200,000	10,200,000	10,090,663	(109,337)
Transfers out	(8,261,389)	(8,261,389)	(8,261,389)	-
TOTAL OTHER FINANCING SOURCES (USES)	1,938,611	1,938,611	1,829,274	(109,337)
NET CHANGE IN FUND BALANCE	(519,785,000)	(519,785,000)	(105,984,177)	413,800,823
FUND BALANCE, July 1, 2023	519,785,000	519,785,000	367,846,661	(151,938,339)
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 261,862,484	\$ 261,862,484

GENERAL FUND

These funds account for the accumulation of resources for particular activities or functions from designated sources. The following funds included in this category combine into the General Fund in the combined basic financial statements:

General Fund – accounts for the basic financial operations of the District.

Long-Term Planning Fund – accounts for funds for capital equipment replacement and sustainability. Principal resources are transfers from other funds and state grants.



BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LONG-TERM PLANNING FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 604,189	\$ 604,189
Services to other funds	7,100,000	7,100,000	6,884,367	(215,633)
Total revenues	7,100,000	7,100,000	7,488,556	388,556
EXPENDITURES:				
Contingencies	22,600,000	22,600,000	-	22,600,000
Total expenditures	22,600,000	22,600,000	-	22,600,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(15,500,000)	(15,500,000)	7,488,556	22,988,556
NET CHANGE IN FUND BALANCE	(15,500,000)	(15,500,000)	7,488,556	22,988,556
FUND BALANCE, July 1, 2023	15,500,000	15,500,000	17,162,668	1,662,668
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 24,651,224	\$ 24,651,224

BEAVERTON SCHOOL DISTRICT
RECONCILIATION OF BUDGETARY TO REPORTING FUNDS - COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2024

	Budgetary Funds: General Fund	Budgetary Funds: Long-Term Planning	Total (reported as General Fund)
ASSETS			
Equity in pooled cash and investments	\$ 206,322,711	\$ 24,130,569	\$ 230,453,280
Receivables	4,864,129	-	4,864,129
Property taxes receivable	3,363,880	-	3,363,880
Lease rental receivable	2,735,318	-	2,735,318
Due from other funds	4,703,865	520,655	5,224,520
Prepaid items	374,728	-	374,728
TOTAL ASSETS	\$ 222,364,631	\$ 24,651,224	\$ 247,015,855
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,932,084	\$ -	\$ 2,932,084
Accrued salaries and benefits	48,381,367	-	48,381,367
Due to other funds	2,186,207	-	2,186,207
TOTAL LIABILITIES	53,499,658	-	53,499,658
Deferred Inflows of Resources:			
Unavailable revenue - property taxes	2,721,601	-	2,721,601
Unavailable revenue - leases	1,707,345	-	1,707,345
TOTAL DEFERRED INFLOWS OF RESOURCES	4,428,946	-	4,428,946
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	57,928,604	-	57,928,604
Fund Balances:			
Nonspendable	374,728	-	374,728
Committed	-	24,651,224	24,651,224
Unassigned	164,061,299	-	164,061,299
TOTAL FUND BALANCES	164,436,027	24,651,224	189,087,251
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 222,364,631	\$ 24,651,224	\$ 247,015,855

NONMAJOR GOVERNMENTAL FUNDS

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

Student Body & Special Purpose Fund – accounts for the receipts and disbursements of the various schools' student body activity funds, as well as the District's individual school. Principal revenue sources are fundraising and donations.

Categorical Fund – accounts for resources reserved for expenditures on classroom supplies and equipment, capital improvements and replacements. Principal revenue source is the State of Oregon facility grant.

Scholarships Fund – accounts for fundraising and scholarship resources received and held by the District. Disbursements from this fund are made in accordance with the trust and fundraising agreements.

Nutrition Services Fund – accounts for revenues and expenditures for the food dispensing programs. Principal revenue sources are sales of food and subsidies under the National School Lunch and Breakfast Programs and other federal grants received through the State of Oregon.



BEAVERTON SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Student Body & Special Purpose	Categorical	Scholarships	Nutrition Services	Total
ASSETS					
Equity in pooled cash and investments	\$ 5,441,925	\$ 8,620,112	\$ 475,752	\$ 4,361,989	\$ 18,899,778
Receivables	440,923	9,458	915	1,946,807	2,398,103
Inventories	-	-	-	727,805	727,805
TOTAL ASSETS	\$ 5,882,848	\$ 8,629,570	\$ 476,667	\$ 7,036,601	\$ 22,025,686
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 164,307	\$ 3,720	\$ 15,500	\$ 239,360	\$ 422,887
Accrued salaries and benefits	149,672	-	-	1,167,421	1,317,093
Due to other funds	9,382	-	-	68,477	77,859
Unearned revenue	-	3,551,790	-	-	3,551,790
Other liabilities	10,101	-	-	403,379	413,480
TOTAL LIABILITIES	333,462	3,555,510	15,500	1,878,637	5,783,109
Fund Balances:					
Nonspendable	-	-	-	727,805	727,805
Restricted	5,549,386	-	461,167	-	6,010,553
Committed	-	5,074,060	-	4,430,159	9,504,219
TOTAL FUND BALANCES	5,549,386	5,074,060	461,167	5,157,964	16,242,577
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,882,848	\$ 8,629,570	\$ 476,667	\$ 7,036,601	\$ 22,025,686

BEAVERTON SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	Student Body & Special Purpose	Categorical	Scholarships	Nutrition Services	Total
REVENUES:					
State sources	\$ 66,080	\$ 2,652,622	\$ -	\$ 1,513,577	\$ 4,232,279
Federal sources	-	-	-	10,365,100	10,365,100
Charges for services	4,873,263	256,441	-	3,602,015	8,731,719
Investment earnings	167,381	251,687	13,170	124,579	556,817
Contributions and donations	1,594,181	-	54,462	-	1,648,643
Recovery of prior years' expenditures	5,545	291,221	-	-	296,766
Other	562,841	193,503	-	3,289	759,633
Total revenues	7,269,291	3,645,474	67,632	15,608,560	26,590,957
EXPENDITURES:					
Instruction	6,470,117	9,705	-	-	6,479,822
Support services	715,558	3,446,446	-	17,510	4,179,514
Enterprise and community services	20,472	-	67,865	16,362,026	16,450,363
Facilities, acquisition and construction	104,043	318,714	-	-	422,757
Total expenditures	7,310,190	3,774,865	67,865	16,379,536	27,532,456
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(40,899)	(129,391)	(233)	(770,976)	(941,499)
OTHER FINANCING SOURCES (USES):					
Sale of or compensation for loss of capital assets	-	300	-	-	300
Transfers in	2,140	2,008,000	14,000	-	2,024,140
Transfers out	(14,000)	(129,161)	(600)	(1,540)	(145,301)
TOTAL OTHER FINANCING SOURCES (USES)	(11,860)	1,879,139	13,400	(1,540)	1,879,139
NET CHANGE IN FUND BALANCES	(52,759)	1,749,748	13,167	(772,516)	937,640
FUND BALANCE, July 1, 2023	5,602,145	3,324,312	448,000	5,930,480	15,304,937
FUND BALANCE, June 30, 2024	\$ 5,549,386	\$ 5,074,060	\$ 461,167	\$ 5,157,964	\$ 16,242,577

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STUDENT BODY AND SPECIAL PURPOSE FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
State sources	\$ -	\$ -	\$ 66,080	\$ 66,080
Charges for services	4,075,000	4,075,000	4,873,263	798,263
Investment earnings	-	-	167,381	167,381
Contributions and donations	3,475,000	3,475,000	1,594,181	(1,880,819)
Recovery of prior years' expenditures	-	-	5,545	5,545
Other	500,000	500,000	562,841	62,841
Total revenues	8,050,000	8,050,000	7,269,291	(780,709)
EXPENDITURES:				
Instruction	10,832,612	10,832,612	6,470,117	4,362,495
Support services	1,371,388	1,371,388	715,558	655,830
Enterprise and community services	350,000	350,000	20,472	329,528
Facilities acquisition and construction	1,000,000	1,000,000	104,043	895,957
Total expenditures	13,554,000	13,554,000	7,310,190	6,243,810
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,504,000)	(5,504,000)	(40,899)	5,463,101
OTHER FINANCING SOURCES (USES):				
Transfers in	19,000	19,000	2,140	(16,860)
Transfers out	(15,000)	(15,000)	(14,000)	1,000
TOTAL OTHER FINANCING SOURCES (USES)	4,000	4,000	(11,860)	(15,860)
NET CHANGE IN FUND BALANCE	(5,500,000)	(5,500,000)	(52,759)	5,447,241
FUND BALANCE, July 1, 2023	5,500,000	5,500,000	5,602,145	102,145
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 5,549,386	\$ 5,549,386

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CATEGORICAL FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
State sources	\$ 1,975,000	\$ 1,975,000	\$ 2,652,622	\$ 677,622
Charges for services	325,000	325,000	256,441	(68,559)
Investment earnings	10,000	10,000	251,687	241,687
Recovery of prior years' expenditures	-	-	291,221	291,221
Other	900,000	900,000	193,503	(706,497)
Total revenues	3,210,000	3,210,000	3,645,474	435,474
EXPENDITURES:				
Instruction	50,000	50,000	9,705	40,295
Support services	7,442,839	7,442,839	3,446,446	3,996,393
Facilities acquisition and construction	2,310,000	2,310,000	318,714	1,991,286
Total expenditures	9,802,839	9,802,839	3,774,865	6,027,974
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(6,592,839)	(6,592,839)	(129,391)	6,463,448
OTHER FINANCING SOURCES (USES):				
Sale of or compensation for loss of capital assets	-	-	300	300
Transfers in	2,008,000	2,008,000	2,008,000	-
Transfers out	(129,161)	(129,161)	(129,161)	-
TOTAL OTHER FINANCING SOURCES (USES)	1,878,839	1,878,839	1,879,139	300
NET CHANGE IN FUND BALANCE	(4,714,000)	(4,714,000)	1,749,748	6,463,748
FUND BALANCE, July 1, 2023	4,714,000	4,714,000	3,324,312	(1,389,688)
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 5,074,060	\$ 5,074,060

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SCHOLARSHIPS FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 13,170	\$ 13,170
Contributions and donations	85,000	85,000	54,462	(30,538)
Total revenues	85,000	85,000	67,632	(17,368)
EXPENDITURES:				
Enterprise and community services	535,000	535,000	67,865	467,135
Total expenditures	535,000	535,000	67,865	467,135
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(450,000)	(450,000)	(233)	449,767
OTHER FINANCING SOURCES (USES):				
Transfers in	15,000	15,000	14,000	(1,000)
Transfers out	(15,000)	(15,000)	(600)	14,400
TOTAL OTHER FINANCING SOURCES (USES)	-	-	13,400	13,400
NET CHANGE IN FUND BALANCE	(450,000)	(450,000)	13,167	463,167
FUND BALANCE, July 1, 2023	450,000	450,000	448,000	(2,000)
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 461,167	\$ 461,167

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NUTRITION SERVICES FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
State sources	\$ 771,000	\$ 771,000	\$ 1,513,577	\$ 742,577
Federal sources	9,070,471	9,070,471	10,365,100	1,294,629
Charges for services	4,076,564	4,076,564	3,602,015	(474,549)
Investment earnings	4,000	4,000	124,579	120,579
Contributions and donations	4,000	4,000	-	(4,000)
Recovery of prior years' expenditures	1,200	1,200	-	(1,200)
Other	5,000	5,000	3,289	(1,711)
Total revenues	13,932,235	13,932,235	15,608,560	1,676,325
EXPENDITURES:				
Support services	18,462	18,462	17,510	952
Enterprise and community services	18,309,773	18,309,773	16,362,026	1,947,747
Total expenditures	18,328,235	18,328,235	16,379,536	1,948,699
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,396,000)	(4,396,000)	(770,976)	3,625,024
OTHER FINANCING SOURCES (USES):				
Transfers out	(4,000)	(4,000)	(1,540)	2,460
TOTAL OTHER FINANCING SOURCES (USES)	(4,000)	(4,000)	(1,540)	2,460
NET CHANGE IN FUND BALANCE	(4,400,000)	(4,400,000)	(772,516)	3,627,484
FUND BALANCE, July 1, 2023	4,400,000	4,400,000	5,930,480	1,530,480
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 5,157,964	\$ 5,157,964

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one District department to other District departments, on a cost reimbursement basis. Included are:

Insurance Reserve Fund – accounts for costs incurred by the District under its self-insurance programs, except workers' compensation, up to insurance policy deductible limits.

Workers' Compensation Fund – accounts for workers' compensation claims relating to on-the-job injuries up to insurance policy deductible limits.



BEAVERTON SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2024

	Insurance Reserve	Workers' Compensation	Total
ASSETS			
Current assets:			
Equity in pooled cash and investments	\$ 10,509,612	\$ 5,164,262	\$ 15,673,874
Receivables	24,355	2,097	26,452
Due from other funds	164,222	132,893	297,115
	<u>10,698,189</u>	<u>5,299,252</u>	<u>15,997,441</u>
TOTAL ASSETS			
LIABILITIES			
Current liabilities:			
Accounts payable	92,182	37,600	129,782
Accrued claims losses	2,375,000	1,945,000	4,320,000
Accrued salaries and benefits	1,479	7,609	9,088
Due to other funds	67	190	257
	<u>2,468,728</u>	<u>1,990,399</u>	<u>4,459,127</u>
TOTAL LIABILITIES			
NET POSITION			
Unrestricted	<u>8,229,461</u>	<u>3,308,853</u>	<u>11,538,314</u>
	<u>\$ 8,229,461</u>	<u>\$ 3,308,853</u>	<u>\$ 11,538,314</u>
TOTAL NET POSITION			

BEAVERTON SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

	Insurance Reserve	Workers' Compensation	Total
OPERATING REVENUES:			
Services to other funds	\$ 2,249,753	\$ 1,785,944	\$ 4,035,697
Recovery of prior years' expenditures	22,100	47,092	69,192
Other	88,280	37,533	125,813
TOTAL OPERATING REVENUES	2,360,133	1,870,569	4,230,702
OPERATING EXPENSES:			
Losses and claims	1,027,352	1,568,557	2,595,909
Insurance premiums and assessments	2,965,608	215,630	3,181,238
Salaries and benefits	570,157	646,198	1,216,355
Services, supplies and materials	561,999	185,562	747,561
TOTAL OPERATING EXPENSES	5,125,116	2,615,947	7,741,063
OPERATING INCOME (LOSS)	(2,764,983)	(745,378)	(3,510,361)
NONOPERATING REVENUES:			
Investment earnings	331,387	161,205	492,592
TOTAL NONOPERATING REVENUES	331,387	161,205	492,592
INCOME (LOSS) BEFORE TRANSFERS	(2,433,596)	(584,173)	(3,017,769)
TRANSFERS:			
Transfers in	4,000,000	-	4,000,000
TOTAL TRANSFERS	4,000,000	-	4,000,000
CHANGE IN NET POSITION	1,566,404	(584,173)	982,231
NET POSITION, July 1, 2023	6,663,057	3,893,026	10,556,083
NET POSITION, June 30, 2024	\$ 8,229,461	\$ 3,308,853	\$ 11,538,314

BEAVERTON SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

	Insurance Reserve	Workers' Compensation	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Received from interfund services provided	\$ 2,312,627	\$ 1,842,061	\$ 4,154,688
Received from recovery of prior years' expenditures	22,100	47,092	69,192
Paid for goods and services	(3,493,591)	(397,042)	(3,890,633)
Paid to claimants	(1,027,751)	(1,573,909)	(2,601,660)
Paid to employees	(570,157)	(556,198)	(1,126,355)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(2,756,772)	(637,996)	(3,394,768)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfer from other funds	4,000,000	-	4,000,000
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	4,000,000	-	4,000,000
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	331,387	161,205	492,592
NET CASH FLOWS PROVIDED (USED) BY INVESTING ACTIVITIES	331,387	161,205	492,592
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,574,615	(476,791)	1,097,824
CASH AND CASH EQUIVALENTS, July 1, 2023	8,934,997	5,641,053	14,576,050
CASH AND CASH EQUIVALENTS, June 30, 2024	\$ 10,509,612	\$ 5,164,262	\$ 15,673,874
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (2,764,983)	\$ (745,378)	\$ (3,510,361)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Changes in assets and liabilities			
Receivables	(9,477)	(1,939)	(11,416)
Due from other funds	(15,846)	20,798	4,952
Accounts payable	34,016	4,150	38,166
Accrued claims losses	-	90,000	90,000
Accrued salaries and benefits	(399)	(5,352)	(5,751)
Due to other funds	(83)	(275)	(358)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (2,756,772)	\$ (637,996)	\$ (3,394,768)

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
INSURANCE RESERVE FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
Investment earnings	\$ 50,000	\$ 50,000	\$ 331,387	\$ 281,387
Services to other funds	2,088,624	2,088,624	2,249,753	161,129
Recovery of prior years' expenditures	-	-	22,100	22,100
Other	100,000	100,000	88,280	(11,720)
Total revenues	2,238,624	2,238,624	2,691,520	452,896
EXPENDITURES:				
Support services	7,181,548	7,181,548	5,125,116	2,056,432
Facilities acquisition and construction	160,308	160,308	-	160,308
Contingencies	3,696,768	3,696,768	-	3,696,768
Total expenditures	11,038,624	11,038,624	5,125,116	5,913,508
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,800,000)	(8,800,000)	(2,433,596)	6,366,404
OTHER FINANCING SOURCES (USES):				
Transfers in	4,000,000	4,000,000	4,000,000	-
TOTAL OTHER FINANCING SOURCES (USES)	4,000,000	4,000,000	4,000,000	-
NET CHANGE IN FUND BALANCE	(4,800,000)	(4,800,000)	1,566,404	6,366,404
FUND BALANCE, July 1, 2023	4,800,000	4,800,000	6,663,057	1,863,057
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 8,229,461	\$ 8,229,461

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WORKERS' COMPENSATION FUND
YEAR ENDED JUNE 30, 2024

	Budget Adopted	Budget Final	Actual	Variance with Final Budget
REVENUES:				
Investment earnings	\$ 25,000	\$ 25,000	\$ 161,205	\$ 136,205
Services to other funds	1,776,772	1,776,772	1,785,944	9,172
Recovery of prior years' expenditures	50,000	50,000	47,092	(2,908)
Other	-	-	37,533	37,533
Total revenues	1,851,772	1,851,772	2,031,774	180,002
EXPENDITURES:				
Support services	3,887,690	3,887,690	2,615,947	1,271,743
Contingencies	1,964,082	1,964,082	-	1,964,082
Total expenditures	5,851,772	5,851,772	2,615,947	3,235,825
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,000,000)	(4,000,000)	(584,173)	3,415,827
NET CHANGE IN FUND BALANCE	(4,000,000)	(4,000,000)	(584,173)	3,415,827
FUND BALANCE, July 1, 2023	4,000,000	4,000,000	3,893,026	(106,974)
FUND BALANCE, June 30, 2024	\$ -	\$ -	\$ 3,308,853	\$ 3,308,853



OTHER FINANCIAL SCHEDULES

Reference

The Oregon Program Budgeting and Accounting Manual (PBAM) defines the following major fund numbers and major objects numbers:

Fund Numbers

100 – General Fund
200 – Special Revenue Funds
300 – Debt Service Funds
400 – Capital Project Funds
500 – Enterprise Funds¹
600 – Internal Service Funds
700 – Trust and Agency Funds¹

Object Numbers

100 – Salaries
200 – Associated Payroll Costs
300 – Purchased Services
400 – Supplies and Materials
500 – Capital Outlay
600 – Other Objects
700 – Transfers
800 – Other Uses of Funds

¹ Beaverton School District did not have any Enterprise Funds or Trust and Agency Funds in the fiscal year.



BEAVERTON SCHOOL DISTRICT
REVENUE SUMMARY - ALL FUNDS
YEAR ENDED JUNE 30, 2024

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 600	Total
Local Sources						
1111 Current year taxes	\$ 167,818,869	\$ -	\$ 79,118,932	\$ -	\$ -	\$ 246,937,801
1112 Prior year taxes	1,312,868	-	617,295	-	-	1,930,163
1114 Payments in lieu of property taxes	37,351	-	14,269	-	-	51,620
1121 Current year local option levy	41,298,017	-	-	-	-	41,298,017
1122 Prior year local option levy	318,135	-	-	-	-	318,135
1130 Construction excise tax	-	-	-	2,095,531	-	2,095,531
1312 Tuition from other districts within the state	247,241	-	-	-	-	247,241
1330 Summer school tuition	156,800	-	-	-	-	156,800
1411 Transportation fees from individuals	111,540	-	-	-	-	111,540
1500 Earnings on investments	12,186,627	1,161,007	2,495,543	16,664,555	492,592	33,000,324
1600 Food service	-	3,602,015	-	-	-	3,602,015
1700 Extracurricular activities	680,952	5,129,703	-	-	-	5,810,655
1910 Rentals	662,697	-	-	211,932	-	874,629
1920 Contributions & Donations	5,847	2,156,699	-	200,674	-	2,363,220
1950 Textbook sales	-	22,345	-	-	-	22,345
1960 Recovery of prior years' expenditures	337,646	296,766	-	733,069	69,192	1,436,673
1970 Services to other funds	-	6,884,368	24,093,519	-	4,035,697	35,013,584
1980 Fees charged to grants	2,188,032	-	-	-	-	2,188,032
1990 Miscellaneous	722,520	737,287	-	281,571	125,813	1,867,191
Total Local Sources	228,085,142	19,990,190	106,339,558	20,187,332	4,723,294	379,325,516
Intermediate Sources						
2101 County school fund	707,008	-	-	-	-	707,008
2102 ESD apportionment	11,685,687	-	-	-	-	11,685,687
2199 Other intermediate sources	990,896	-	70,193	-	-	1,061,089
2200 Restricted revenue	-	203,417	-	-	-	203,417
Total Intermediate Sources	13,383,591	203,417	70,193	-	-	13,657,201
State Sources						
3101 State school fund	316,554,927	-	-	-	-	316,554,927
3102 State school fund match	-	130,024	-	-	-	130,024
3103 Common school fund	5,295,175	-	-	-	-	5,295,175
3199 Other unrestricted grants-in-aid	6,521,287	500,000	-	-	-	7,021,287
3222 State school fund - transportation equipment	-	2,052,622	-	-	-	2,052,622
3299 Other restricted grants-in-aid	-	54,906,004	-	-	-	54,906,004
Total State Sources	328,371,389	57,588,650	-	-	-	385,960,039
Federal Sources						
4300 Restricted direct from federal	-	56,520	-	-	-	56,520
4500 Restricted through state	-	45,956,049	-	-	-	45,956,049
4700 Federal grants	-	39,765	-	-	-	39,765
4910 Commodities	-	961,619	-	-	-	961,619
Total Federal Sources	-	47,013,953	-	-	-	47,013,953
Other Sources						
5200 Transfers in	-	2,024,140	9,117,404	-	4,000,000	15,141,544
5300 Sale of/or compensation for loss of capital assets	1,737	300	-	10,090,663	-	10,092,700
Total Other Sources	1,737	2,024,440	9,117,404	10,090,663	4,000,000	25,234,244
Beginning Fund Balance						
5400 Beginning Fund Balances	138,652,119	32,467,605	9,797,926	367,846,661	10,556,083	559,320,394
TOTAL REVENUES	\$ 708,493,978	\$ 159,288,255	\$ 125,325,081	\$ 398,124,656	\$ 19,279,377	\$ 1,410,511,347

BEAVERTON SCHOOL DISTRICT
GENERAL FUND (100) EXPENDITURE SUMMARY
YEAR ENDED JUNE 30, 2024

	Object 100	Object 200	Object 300	Object 400
Instruction				
1110 Elementary programs	\$ 70,416,520	\$ 41,000,548	\$ 1,014,412	\$ 1,370,033
1120 Middle school programs	32,575,554	18,314,898	713,050	827,822
1130 High school programs	52,621,875	28,226,130	1,437,117	1,523,023
1140 Pre-kindergarten programs	1,228,762	947,412	-	71,149
1210 Talented and gifted programs	125,654	48,855	280	62,822
1220 Restrictive programs	16,441,363	11,981,894	2,941,246	36,339
1250 Resource rooms	9,432,475	5,283,950	515,186	3,632
1280 Alternative education	2,167,239	1,194,116	9,204,402	127,477
1290 Designated programs	13,975,364	8,030,151	201,150	113,860
1430 Summer school - high school	14,000	5,027	-	-
Total Instruction	198,998,806	115,032,981	16,026,843	4,136,157
Support Services				
2110 Attendance and social work services	2,790,842	2,091,118	668,459	125,079
2120 Guidance services	11,940,227	7,237,331	1,340	23,053
2130 Health services	730,592	548,039	92,188	30,092
2140 Psychological services	3,338,804	1,846,819	3,615	16,444
2150 Speech pathology and audiology services	4,851,515	2,620,105	487,638	23,939
2160 Other student treatment services	299,156	166,157	3,249	13,202
2190 Service direction - student support services	2,824,921	1,605,688	374,909	77,810
2210 Improvement of instruction services	923,584	501,627	48,525	4,833
2220 Educational media services	3,470,936	2,690,588	7,993	455,080
2230 Assessment and testing	87,685	54,880	-	217,509
2240 Instructional staff development	1,826,390	1,297,684	375,499	223,134
2310 Board of education services	3,586	313	143,360	6,169
2320 Executive administration services	1,570,116	781,015	49,062	39,107
2410 Office of the principal services	23,197,192	14,386,122	87,477	349,931
2490 Other support services - school administration	2,249,223	1,378,411	144,679	96,136
2510 Direction of business support services	331,836	171,209	13,532	226
2520 Fiscal services	1,828,609	1,014,167	106,384	39,781
2540 Operation and maintenance of plant services	16,537,035	10,760,948	12,892,586	2,378,377
2550 Student transportation services	13,056,731	10,196,621	978,446	2,632,620
2570 Internal services	834,710	546,234	360,949	30,309
2620 Planning and development services	375,521	209,578	129,001	3,321
2630 Information services	706,484	433,348	9,902	43,210
2640 Staff services	2,726,401	1,851,663	401,911	269,997
2660 Technology services	6,544,673	3,981,107	1,608,027	1,925,696
2680 Interpretation and translation services	989,690	732,925	113,999	-
Total Support Services	104,036,459	67,103,697	19,102,730	9,025,055
Enterprise and Community Services				
3110 Food services	-	-	-	-
Total Enterprise and Community Services	-	-	-	-
Other Uses				
5110 Debt Service	-	-	-	-
5200 Transfers of funds	-	-	-	-
Total Other Uses	-	-	-	-
TOTAL EXPENDITURES	\$ 303,035,265	\$ 182,136,678	\$ 35,129,573	\$ 13,161,212

Continued on next page.

BEAVERTON SCHOOL DISTRICT
GENERAL FUND (100) EXPENDITURE SUMMARY (Continued)
YEAR ENDED JUNE 30, 2024

	Object 500	Object 600	Object 700	Total
Instruction				
1110 Elementary programs	\$ 10,675	\$ 62,203	\$ -	\$ 113,874,391
1120 Middle school programs	3,670	4,199	-	52,439,193
1130 High school programs	15,508	92,823	-	83,916,476
1140 Pre-kindergarten programs	-	-	-	2,247,323
1210 Talented and gifted programs	-	5,382	-	242,993
1220 Restrictive programs	-	80	-	31,400,922
1250 Resource rooms	-	-	-	15,235,243
1280 Alternative education	-	1,006	-	12,694,240
1290 Designated programs	-	127,720	-	22,448,245
1430 Summer school - high school	-	-	-	19,027
Total Instruction	29,853	293,413	-	334,518,053
Support Services				
2110 Attendance and social work services	43,566	5,700	-	5,724,764
2120 Guidance services	-	422	-	19,202,373
2130 Health services	-	-	-	1,400,911
2140 Psychological services	-	-	-	5,205,682
2150 Speech pathology and audiology services	-	-	-	7,983,197
2160 Other student treatment services	-	-	-	481,764
2190 Service direction - student support services	-	42,317	-	4,925,645
2210 Improvement of instruction services	-	86,005	-	1,564,574
2220 Educational media services	-	85	-	6,624,682
2230 Assessment and testing	-	-	-	360,074
2240 Instructional staff development	-	96,324	-	3,819,031
2310 Board of education services	-	18,940	-	172,368
2320 Executive administration services	-	46,661	-	2,485,961
2410 Office of the principal services	-	31,411	-	38,052,133
2490 Other support services - school administration	-	9,294	-	3,877,743
2510 Direction of business support services	-	7,276	-	524,079
2520 Fiscal services	-	109,030	-	3,097,971
2540 Operation and maintenance of plant services	291,892	29,554	-	42,890,392
2550 Student transportation services	579,310	196,183	-	27,639,911
2570 Internal services	-	6,099	-	1,778,301
2620 Planning and development services	264,686	85	-	982,192
2630 Information services	-	425	-	1,193,369
2640 Staff services	-	6,874	-	5,256,846
2660 Technology services	-	5,220	-	14,064,723
2680 Interpretation and translation services	-	-	-	1,836,614
Total Support Services	1,179,454	697,905	-	201,145,300
Enterprise and Community Services				
3110 Food services	-	150,062	-	150,062
Total Enterprise and Community Services	-	150,062	-	150,062
Other Uses				
5110 Debt Service	-	1,509,682	-	1,509,682
5200 Transfers of funds	-	-	6,734,854	6,734,854
Total Other Uses	-	1,509,682	6,734,854	8,244,536
TOTAL EXPENDITURES	\$ 1,209,307	\$ 2,651,062	\$ 6,734,854	\$ 544,057,951

BEAVERTON SCHOOL DISTRICT
SPECIAL REVENUE FUNDS (200) EXPENDITURE SUMMARY
YEAR ENDED JUNE 30, 2024

	Object 100	Object 200	Object 300	Object 400
Instruction				
1110 Elementary programs	\$ 6,361,228	\$ 3,785,646	\$ 1,566,220	\$ 1,415,472
1120 Middle school programs	1,645,095	894,905	2,402,976	531,374
1130 High school programs	3,151,505	1,540,984	1,877,796	2,776,780
1140 Pre-kindergarten programs	891,524	546,392	2,440	81,273
1220 Restrictive programs	967,342	582,823	386	32,876
1250 Resource rooms	1,451,928	950,227	-	-
1270 Educationally disadvantaged	3,788,015	2,196,809	250,978	379,564
1280 Alternative education	84,329	48,961	175,816	5,204
1290 Designated programs	11,607,604	6,544,433	399,153	369,350
1410 Summer school - elementary school	1,295,329	389,965	4,830	188,639
1420 Summer school - middle school	321,768	99,459	4,037	23,286
1430 Summer School - high school	480,926	154,830	23,690	150,874
1460 Special programs summer school	44,286	14,699	24,275	11,697
1490 Other summer school	552,881	178,519	108,730	246,282
	<u>32,643,760</u>	<u>17,928,652</u>	<u>6,841,327</u>	<u>6,212,671</u>
Total Instruction				
Support Services				
2110 Attendance and social work services	4,648,443	2,859,690	643,921	79,005
2120 Guidance services	968,006	508,352	202,751	4,397
2130 Health services	1,856,174	1,079,410	23,500	-
2140 Psychological services	599,345	383,460	-	-
2150 Speech pathology and audiology services	376,742	215,755	-	2,593
2160 Other student treatment services	-	-	1,862,288	-
2190 Service direction - student support services	734,737	424,884	41,523	322,760
2210 Improvement of instruction services	1,052,048	582,325	271,539	10,411
2220 Educational media services	26,368	14,855	87,514	235,466
2230 Assessment and testing	1,006	350	-	-
2240 Instructional staff development	964,648	453,909	660,860	43,272
2410 Office of the principal services	18,391	18,266	13,273	456,517
2490 Other support services - school administration	155,199	90,975	-	-
2520 Fiscal services	11,415	5,972	72	-
2540 Operation and maintenance of plant services	461,316	327,631	311,992	19,059
2550 Student transportation services	79,528	30,926	88,137	10,636
2620 Planning and development services	13,957	4,959	-	-
2630 Information services	-	-	629	66,967
2640 Staff services	457,945	252,132	-	1,355
2660 Technology services	7,789	2,556	76,117	630,526
2680 Interpretation and translation services	-	-	-	15,434
	<u>12,433,057</u>	<u>7,256,407</u>	<u>4,284,116</u>	<u>1,898,398</u>
Total Support Services				
Enterprise and Community Services				
3110 Service area direction	1,074,395	635,420	66,092	976,854
3120 Food preparation and dispensing services	4,539,055	3,421,702	89,099	5,454,711
3140 Food services - summer school	71,525	23,158	1,144	61,394
3390 Other community services	2,751	951	90,811	43,852
	<u>5,687,726</u>	<u>4,081,231</u>	<u>247,146</u>	<u>6,536,811</u>
Total Enterprise and Community Services				
Facilities Acquisition and Construction				
4150 Building acquisition, construction and improvement services	-	-	115,101	23,363
	<u>-</u>	<u>-</u>	<u>115,101</u>	<u>23,363</u>
Total Facilities Acquisition and Construction				
Other Uses				
5200 Transfers of funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Uses				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>\$ 50,764,543</u>	<u>\$ 29,266,290</u>	<u>\$ 11,487,690</u>	<u>\$ 14,671,243</u>

Continued on next page.

BEAVERTON SCHOOL DISTRICT
SPECIAL REVENUE FUNDS (200) EXPENDITURE SUMMARY (Continued)
YEAR ENDED JUNE 30, 2024

	Object 500	Object 600	Object 700	Total
Instruction				
1110 Elementary programs	\$ 29,036	\$ 245	\$ 290,095	\$ 13,447,942
1120 Middle school programs	-	13,997	-	5,488,347
1130 High school programs	40,874	425,153	48,716	9,861,808
1140 Pre-kindergarten programs	-	-	-	1,521,629
1220 Restrictive programs	-	60	-	1,583,487
1250 Resource rooms	-	-	-	2,402,155
1270 Educationally disadvantaged	-	-	-	6,615,366
1280 Alternative education	-	10,000	-	324,310
1290 Designated programs	-	-	-	18,920,540
1410 Summer school - elementary school	-	762	-	1,879,525
1420 Summer school - middle school	-	-	-	448,550
1430 Summer School - high school	-	-	-	810,320
1460 Special programs summer school	-	-	-	94,957
1490 Other summer school	-	-	-	1,086,412
	<u>69,910</u>	<u>450,217</u>	<u>338,811</u>	<u>64,485,348</u>
Total Instruction				
Support Services				
2110 Attendance and social work services	-	-	-	8,231,059
2120 Guidance services	-	490	-	1,683,996
2130 Health services	30,440	-	-	2,989,524
2140 Psychological services	-	-	-	982,805
2150 Speech pathology and audiology services	-	-	-	595,090
2160 Other student treatment services	-	-	-	1,862,288
2190 Service direction - student support services	-	-	-	1,523,904
2210 Improvement of instruction services	-	-	-	1,916,323
2220 Educational media services	-	170	-	364,373
2230 Assessment and testing	-	-	-	1,356
2240 Instructional staff development	-	1,180	-	2,123,869
2410 Office of the principal services	6,419	200	-	513,066
2490 Other support services - school administration	-	-	-	246,174
2520 Fiscal services	-	2,170,947	-	2,188,406
2540 Operation and maintenance of plant services	5,162,143	150,332	-	6,432,473
2550 Student transportation services	2,893,756	-	-	3,102,983
2620 Planning and development services	-	-	-	18,916
2630 Information services	-	-	-	67,596
2640 Staff services	-	-	-	711,432
2660 Technology services	-	-	-	716,988
2680 Interpretation and translation services	-	-	-	15,434
	<u>8,092,758</u>	<u>2,323,319</u>	<u>-</u>	<u>36,288,055</u>
Total Support Services				
Enterprise and Community Services				
3110 Service area direction	115,229	1,641	-	2,869,631
3120 Food preparation and dispensing services	175,526	730	-	13,680,823
3140 Food services - summer school	-	-	-	157,221
3390 Other community services	-	910	-	139,275
	<u>290,755</u>	<u>3,281</u>	<u>-</u>	<u>16,846,950</u>
Total Enterprise and Community Services				
Facilities Acquisition and Construction				
4150 Building acquisition, construction and improvement services	485,040	5,295	-	628,799
	<u>485,040</u>	<u>5,295</u>	<u>-</u>	<u>628,799</u>
Total Facilities Acquisition and Construction				
Other Uses				
5200 Transfers of funds	-	-	145,301	145,301
	<u>-</u>	<u>-</u>	<u>145,301</u>	<u>145,301</u>
Total Other Uses				
	<u>\$ 8,938,463</u>	<u>\$ 2,782,112</u>	<u>\$ 484,112</u>	<u>\$ 118,394,453</u>
TOTAL EXPENDITURES				

BEAVERTON SCHOOL DISTRICT
DEBT SERVICE FUNDS (300) EXPENDITURE SUMMARY
 YEAR ENDED JUNE 30, 2024

	<u>Object 600</u>	<u>Total</u>
Other Uses		
5110 Debt service	<u>\$ 116,516,478</u>	<u>\$ 116,516,478</u>
Total Other Uses	<u>116,516,478</u>	<u>116,516,478</u>
TOTAL EXPENDITURES	<u><u>\$ 116,516,478</u></u>	<u><u>\$ 116,516,478</u></u>

BEAVERTON SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS (400) EXPENDITURE SUMMARY
YEAR ENDED JUNE 30, 2024

	Object 100	Object 200	Object 300	Object 400
Support Services				
2510 Direction of business support services	\$ -	\$ -	\$ 4,250	\$ -
2540 Operation and maintenance of plant services	32,753	14,432	30,040	-
2550 Student transportation services	-	-	-	-
2620 Planning and development services	178,458	100,786	-	-
Total Support Services	<u>211,211</u>	<u>115,218</u>	<u>34,290</u>	<u>-</u>
Facilities Acquisition and Construction				
4110 Service area direction	3,564,438	1,903,878	61,777	194,661
4150 Building acquisition, construction and improvement services	123	44	16,067,573	3,041,821
4180 Other capital items	-	-	46,177	12,502,436
Total Facilities Acquisition and Construction	<u>3,564,561</u>	<u>1,903,922</u>	<u>16,175,527</u>	<u>15,738,918</u>
Other Uses				
5200 Transfers of funds	-	-	-	-
Total Other Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u><u>\$ 3,775,772</u></u>	<u><u>\$ 2,019,140</u></u>	<u><u>\$ 16,209,817</u></u>	<u><u>\$ 15,738,918</u></u>

Continued on next page.

BEAVERTON SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS (400) EXPENDITURE SUMMARY (Continued)
YEAR ENDED JUNE 30, 2024

	Object 500	Object 600	Object 700	Total
Support Services				
2510 Direction of business support services	\$ -	\$ 29,020	\$ -	\$ 33,270
2540 Operation and maintenance of plant services	8,611	39,103	-	124,939
2550 Student transportation services	4,265,309	-	-	4,265,309
2620 Planning and development services	-	-	-	279,244
	<u>4,273,920</u>	<u>68,123</u>	<u>-</u>	<u>4,702,762</u>
Facilities Acquisition and Construction				
4110 Service area direction	-	19,576,760	-	25,301,514
4150 Building acquisition, construction and improvement services	54,074,220	9,611,506	-	82,795,287
4180 Other capital items	2,652,608	-	-	15,201,221
	<u>56,726,828</u>	<u>29,188,266</u>	<u>-</u>	<u>123,298,022</u>
Other Uses				
5200 Transfers of funds	-	-	8,261,389	8,261,389
	<u>-</u>	<u>-</u>	<u>8,261,389</u>	<u>8,261,389</u>
TOTAL EXPENDITURES	<u>\$ 61,000,748</u>	<u>\$ 29,256,389</u>	<u>\$ 8,261,389</u>	<u>\$ 136,262,173</u>

BEAVERTON SCHOOL DISTRICT
INTERNAL SERVICE FUNDS (600) EXPENDITURE SUMMARY
YEAR ENDED JUNE 30, 2024

	<u>Object 100</u>	<u>Object 200</u>	<u>Object 300</u>	<u>Object 400</u>
Support Services				
2320 Executive administration services	\$ 24,413	\$ 12,550	\$ 90	\$ -
2520 Fiscal services	104,216	56,372	720	5
2640 Staff services	-	-	55,000	-
2690 Other support services	689,255	329,548	436,207	192,004
	<u>817,884</u>	<u>398,470</u>	<u>492,017</u>	<u>192,009</u>
Total Support Services				
	<u>817,884</u>	<u>398,470</u>	<u>492,017</u>	<u>192,009</u>
TOTAL EXPENDITURES	<u>\$ 817,884</u>	<u>\$ 398,470</u>	<u>\$ 492,017</u>	<u>\$ 192,009</u>

Continued on next page.

BEAVERTON SCHOOL DISTRICT
INTERNAL SERVICE FUNDS (600) EXPENDITURE SUMMARY (Continued)
 YEAR ENDED JUNE 30, 2024

	<u>Object 500</u>	<u>Object 600</u>	<u>Total</u>
Support Services			
2320 Executive administration services	\$ -	\$ -	\$ 37,053
2520 Fiscal services	-	-	161,313
2640 Staff services	-	-	55,000
2690 Other support services	<u>61,720</u>	<u>5,778,963</u>	<u>7,487,697</u>
Total Support Services	<u>61,720</u>	<u>5,778,963</u>	<u>7,741,063</u>
TOTAL EXPENDITURES	<u><u>\$ 61,720</u></u>	<u><u>\$ 5,778,963</u></u>	<u><u>\$ 7,741,063</u></u>

BEAVERTON SCHOOL DISTRICT
SUPPLEMENTAL INFORMATION AS REQUIRED BY THE OREGON DEPARTMENT OF EDUCATION
YEAR ENDED JUNE 30, 2024

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	\$ 9,166,712
Function 2550	-

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

\$	-
----	---

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

BEAVERTON SCHOOL DISTRICT
SUPPLEMENTAL INFORMATION AS REQUIRED BY BOND DISCLOSURE AGREEMENTS
GENERAL FUND ADOPTED BUDGETS
FOR FISCAL YEARS 2023-24 AND 2024-25

	Fiscal Year	Fiscal Year
	2023-24	2024-25
<u>Resources</u>		
Local Sources	\$ 216,914,817	\$ 228,111,540
Intermediate Sources	12,994,240	15,131,298
State Sources	312,412,345	337,182,005
Miscellaneous	124,000,000	160,400,000
Total Resources	<u>\$ 666,321,402</u>	<u>\$ 740,824,843</u>
<u>Expenditures</u>		
Salaries	\$ 304,463,573	\$ 330,001,803
Associated Payroll Costs	181,201,161	198,724,893
Purchased Services	37,527,365	40,643,909
Supplies and Materials	16,687,560	18,698,746
Capital Outlay	376,300	858,496
Other Objects	3,333,396	2,685,885
Transfers	6,734,854	6,136,854
Other Uses of Funds	115,997,193	143,074,257
Total Expenditures	<u>\$ 666,321,402</u>	<u>\$ 740,824,843</u>



Statistical Section

STATISTICAL SECTION



STATISTICAL SECTION OVERVIEW

This section provides further details as a context for a better understanding of the financial statements.

<u>Contents</u>	<u>Page</u>
<i>Financial Trends</i> These schedules contain trend information to help the reader understand how financial performance has changed over time.	123
<i>Revenue Capacity</i> These schedules contain information to help the reader assess the Beaverton School District's most significant local revenue sources, state school fund and property taxes.	129
<i>Debt Capacity</i> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the ability to issue additional debt in the future.	133
<i>Demographic and Economic Information</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.	136
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	138

Sources: The information in these schedules is derived from the comprehensive annual financial reports for fiscal years ended June 30, 2015-24, unless otherwise noted.



BEAVERTON SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS ENDED JUNE 30
(accrual basis of accounting)

	2024	2023	2022 ^a	2021 ^b	2020 ^c
Governmental activities					
Net investment in capital assets	\$ 403,131,976	\$ 398,543,911	\$ 375,051,879	\$ 363,941,382	\$ 356,573,540
Restricted for:					
Debt Service	-	-	-	-	-
Student Body & Special Programs	5,549,386	5,602,145	5,052,084	4,480,627	3,622,843
Scholarships	461,167	448,000	453,416	433,033	377,129
OPEB	10,247,515	7,141,885	-	-	-
Unrestricted	(302,292,383)	(360,064,473)	(418,445,730)	(487,831,183)	(443,644,322)
Total primary government net position	\$ 117,097,661	\$ 51,671,468	\$ (37,888,351)	\$ (118,976,141)	\$ (83,070,810)

	2019	2018	2017 ^d	2016	2015
Governmental activities					
Net investment in capital assets	\$ 307,682,555	\$ 290,846,498	\$ 268,188,162	\$ 262,579,965	\$ 263,555,013
Restricted for:					
Debt Service	1,172,594	-	569,986	1,881,023	2,063,774
Student Body & Special Programs	3,628,068	3,532,119	3,178,608	3,379,994	2,866,864
Scholarships	-	-	-	-	-
OPEB	-	-	-	-	-
Unrestricted	(385,553,862)	(324,030,095)	(270,093,399)	(215,261,216)	(119,174,972)
Total primary government net position	\$ (73,070,645)	\$ (29,651,478)	\$ 1,843,357	\$ 52,579,766	\$ 149,310,679

Note:

- ^a Fiscal year 2022 was restated due to GASB 96.
- ^b Fiscal year 2021 was restated due to GASB 87.
- ^c Fiscal year 2020 was restated due to GASB 84.
- ^d Fiscal year 2017 was restated due to GASB 75.

BEAVERTON SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS ENDED JUNE 30
(accrual basis of accounting)

	2024	2023	2022 ^a	2021	2020
Expenses					
Governmental activities:					
Instruction:					
Regular programs	\$ 334,869,289	\$ 274,772,314	\$ 270,132,377	\$ 301,704,813	\$ 288,892,592
Special programs	104,044,773	92,581,067	94,507,464	93,251,469	90,491,175
Summer school programs	3,985,206	5,283,941	5,782,132	1,708,621	1,109,484
Total instruction	442,899,268	372,637,322	370,421,973	396,664,903	380,493,251
Support Services:					
Student support services	57,596,552	57,801,237	59,059,795	58,409,842	51,821,053
Instructional staff support	15,683,389	19,180,891	17,218,227	16,446,478	17,777,675
General administration support	2,485,955	2,699,951	2,500,741	2,676,096	2,693,105
School administration	39,315,774	35,950,118	37,832,998	43,089,145	40,686,686
Business support services	80,722,119	76,991,747	68,600,645	66,107,841	67,425,522
Central activities support	30,665,231	28,558,758	26,176,314	30,977,881	29,615,964
Supplemental retirement	-	-	-	-	-
Total support services	226,469,020	221,182,702	211,388,720	217,707,283	210,020,005
Enterprise and Community Services:					
Food services	16,170,659	14,873,615	14,940,601	13,225,696	14,989,398
Community services	139,096	263,151	138,439	210,475	77,473
Custody and care of children services	-	-	-	2,376,891	-
Total enterprise and community services:	16,309,755	15,136,766	15,079,040	15,813,062	15,066,871
Interest on long-term debt	46,302,783	57,134,616	37,716,601	42,847,357	9,742,394
Total primary government expenses	731,980,826	666,091,406	634,606,334	673,032,605	615,322,521
Program Revenues					
Governmental activities:					
Charges for services					
Instruction	5,201,856	5,136,729	4,598,960	1,693,119	4,499,211
Support Services	986,169	985,807	1,021,684	566,836	1,321,345
Enterprise and community services	3,602,015	4,091,063	131,072	-	3,633,227
Operating grants and contributions	107,552,055	111,459,940	118,995,924	63,896,255	38,950,024
Capital grants and contributions	411,960	424,236	1,180,349	312,280	314,535
Total primary government program revenues	117,754,055	122,097,775	125,927,989	66,468,490	48,718,342
Net (Expense)/Revenue					
Total primary government net expense	\$ (614,226,771)	\$ (543,993,631)	\$ (508,678,345)	\$ (606,564,115)	\$ (566,604,179)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Property taxes levied for general purposes	\$ 169,497,235	\$ 162,671,593	\$ 156,112,692	\$ 150,517,521	\$ 143,814,106
Local option taxes levied for general purposes	41,616,152	39,826,733	37,407,459	35,807,436	34,194,060
Property taxes levied for debt service	79,750,496	78,285,431	70,141,350	67,493,267	60,651,036
Construction excise tax	2,095,531	2,653,813	2,110,725	2,780,732	2,465,595
State school fund - general support	316,554,927	302,330,272	287,550,313	285,817,276	281,611,303
Common school fund	5,295,175	5,165,459	4,613,181	4,534,297	4,036,355
Unrestricted state and local sources	20,605,095	21,180,314	16,850,583	16,099,070	15,954,525
Earnings on investments	33,000,324	15,826,123	706,117	1,028,129	6,728,554
Gain on sale of capital asset	6,135,746	(141,436)	79,088	487,858	382,800
Miscellaneous	5,102,283	5,755,148	11,310,623	6,093,198	6,388,551
Total primary government	679,652,964	633,553,450	586,882,131	570,658,784	556,226,885
Change in Net Position					
Total primary government	\$ 65,426,193	\$ 89,559,819	\$ 78,203,786	\$ (35,905,331)	\$ (10,377,294)

^a Fiscal year 2022 was restated due to GASB 96.

Continued on the next page.

BEAVERTON SCHOOL DISTRICT
CHANGES IN NET POSITION (Continued)
 LAST TEN FISCAL YEARS ENDED JUNE 30
(accrual basis of accounting)

	2019	2018	2017	2016	2015
Expenses					
Governmental activities:					
Instruction:					
Regular programs	\$ 279,440,871	\$ 261,781,198	\$ 251,640,423	\$ 278,194,402	\$ 151,695,546
Special programs	95,302,554	90,816,316	81,559,619	85,436,319	52,710,940
Summer school programs	1,350,107	1,599,044	1,202,441	1,446,450	823,881
Total instruction	376,093,532	354,196,558	334,402,483	365,077,171	205,230,367
Support Services:					
Student support services	48,475,828	43,245,977	38,745,667	39,284,776	21,318,056
Instructional staff support	21,880,138	21,579,054	20,507,887	20,225,200	10,122,238
General administration support	2,293,158	2,233,419	2,144,094	2,325,564	1,453,617
School administration	38,378,126	36,716,727	33,442,147	34,893,849	19,465,092
Business support services	65,984,943	62,356,966	56,468,112	55,384,931	41,631,222
Central activities support	27,475,179	24,743,049	21,562,471	22,841,783	13,373,047
Supplemental retirement	-	9,830	39,736	38,011	100,893
Total support services	204,487,372	190,885,022	172,910,114	174,994,114	107,464,165
Enterprise and Community Services:					
Food services	15,965,965	14,889,225	14,006,876	15,413,542	11,736,797
Community services	7,829	15,453	4,571	12,273	47,469
Custody and care of children services	-	-	-	-	-
Total enterprise and community services:	15,973,794	14,904,678	14,011,447	15,425,815	11,784,266
Interest on long-term debt	36,313,634	34,035,456	30,307,560	36,159,370	34,413,599
Total primary government expenses	632,868,332	594,021,714	551,631,604	591,656,470	358,892,397
Program Revenues					
Governmental activities:					
Charges for services					
Instruction	5,428,180	5,270,449	6,031,333	6,964,291	10,217,286
Support Services	1,251,795	1,562,046	1,428,741	860,873	877,606
Enterprise and community services	5,478,412	4,884,146	4,431,211	4,426,767	4,190,202
Operating grants and contributions	41,978,368	37,291,667	30,565,670	28,805,495	28,314,126
Capital grants and contributions	622,611	472,169	361,917	1,226,334	-
Total primary government program revenues	54,759,366	49,480,477	42,818,872	42,283,760	43,599,220
Net (Expense)/Revenue					
Total primary government net expense	\$ (578,108,966)	\$ (544,541,237)	\$ (508,812,732)	\$ (549,372,710)	\$ (315,293,177)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Property taxes levied for general purposes	\$ 137,034,319	\$ 128,140,820	\$ 125,870,990	\$ 120,530,968	\$ 114,933,952
Local option taxes levied for general purposes	33,330,338	31,005,163	28,882,071	26,192,500	24,213,931
Property taxes levied for debt service	62,457,809	58,897,201	52,900,525	51,502,850	51,440,929
Construction excise tax	3,391,946	3,217,459	3,829,430	3,069,069	2,997,116
State school fund - general support	257,695,444	258,157,569	231,739,269	228,865,870	216,460,563
Common school fund	4,499,398	4,191,413	5,011,850	4,691,786	3,796,074
Unrestricted state and local sources	15,218,199	17,260,645	14,767,326	13,006,206	15,770,697
Earnings on investments	12,172,451	4,943,574	2,351,393	3,198,636	2,541,728
Gain on sale of capital asset	284,741	298,016	139,540	15,250	200
Miscellaneous	8,605,154	6,934,542	2,377,106	1,568,662	4,114,307
Total primary government	534,689,799	513,046,402	467,869,500	452,641,797	436,269,497
Change in Net Position					
Total primary government	\$ (43,419,167)	\$ (31,494,835)	\$ (40,943,232)	\$ (96,730,913)	\$ 120,976,320

^a Fiscal year 2022 was restated due to GASB 96.

BEAVERTON SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS ENDED JUNE 30
(modified accrual basis of accounting)

	2024	2023	2022	2021 ^a	2020 ^a
General Fund					
Nonspendable	\$ 374,728	\$ -	\$ -	\$ -	\$ -
Committed	24,651,224	17,162,668	10,128,224	6,644,557	6,149,838
Unassigned	164,061,299	138,652,119	109,645,221	85,626,331	56,424,054
Total General Fund	\$ 189,087,251	\$ 155,814,787	\$ 119,773,445	\$ 92,270,888	\$ 62,573,892
All Other Governmental Funds					
Nonspendable, reported in:					
Nutrition Services Fund	\$ 727,805	\$ 604,134	\$ 782,432	\$ 759,225	\$ 836,651
Restricted, reported in:					
Debt Service Fund	3,027,364	4,022,499	3,849,042	2,711,616	2,276,890
Capital Projects Fund	247,832,494	354,853,965	55,276,427	79,487,229	132,786,906
Student Body Fund	5,549,386	5,602,145	5,052,084	4,480,627	3,622,843
Scholarship Fund	461,167	448,000	453,416	433,033	377,129
Committed, reported in:					
Debt Service Fund	5,781,239	5,775,427	3,198,029	1,172,355	44,730
Capital Projects Fund	14,029,990	12,992,696	12,522,993	11,409,466	8,783,219
Special Purpose Fund	-	-	-	-	926,859
Categorial Fund	5,074,060	3,324,312	4,564,663	1,333,208	1,566,476
Nutrition Services Fund	4,430,159	5,326,346	4,696,887	706,459	463,041
Total Other Governmental Funds	\$ 286,913,664	\$ 392,949,524	\$ 90,395,973	\$ 102,493,218	\$ 151,684,744
Total Governmental Funds	\$ 476,000,915	\$ 548,764,311	\$ 210,169,418	\$ 194,764,106	\$ 214,258,636

	2019	2018	2017	2016	2015
General Fund					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	24,369,523	22,852,024	21,717,173	20,852,418	1,599,028
Unassigned	16,915,100	29,660,002	38,054,174	42,979,287	55,398,731
Total General Fund	\$ 41,284,623	\$ 52,512,026	\$ 59,771,347	\$ 63,831,705	\$ 56,997,759
All Other Governmental Funds					
Nonspendable, reported in:					
Nutrition Services Fund	\$ 493,950	\$ 515,050	\$ 287,514	\$ 287,230	\$ 290,613
Restricted, reported in:					
Debt Service Fund	3,363,872	561,085	3,380	764,450	1,245,261
Capital Projects Fund	205,728,055	288,305,160	382,060,011	261,642,449	407,078,800
Student Body Fund	3,628,068	3,532,119	3,178,608	3,379,994	2,866,864
Scholarship Fund	-	-	-	-	-
Committed, reported in:					
Debt Service Fund	73,778	1,638,504	2,153,717	2,766,289	2,160,737
Capital Projects Fund	6,771,418	8,258,658	4,854,576	3,218,712	3,110,890
Special Purpose Fund	1,754,025	1,110,005	1,247,371	838,734	670,848
Categorial Fund	2,726,046	2,705,099	2,534,954	688,591	631,280
Nutrition Services Fund	2,758,146	3,247,047	3,381,526	2,961,635	2,816,392
Total Other Governmental Funds	\$ 227,297,358	\$ 309,872,727	\$ 399,701,657	\$ 276,548,084	\$ 420,871,685
Total Governmental Funds	\$ 268,581,981	\$ 362,384,753	\$ 459,473,004	\$ 340,379,789	\$ 477,869,444

Note:

^a Fiscal year 2021 was restated due to GASB 87. Fiscal year 2020 was restated due to GASB 84.

BEAVERTON SCHOOL DISTRICT
CHANGES IN FUND BALANCE AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS ENDED JUNE 30
(modified accrual basis of accounting)

	2024	2023	2022	2021	2020
Revenues					
Local sources:					
Property taxes	\$ 248,919,584	\$ 240,617,353	\$ 226,320,171	\$ 218,119,523	\$ 204,311,973
Local option levy	41,616,152	39,826,733	37,407,459	35,807,436	34,194,060
Construction excise tax	2,095,531	2,653,813	2,110,725	2,780,732	2,465,595
Investment earnings	32,507,730	15,440,468	692,551	1,010,187	6,691,430
Charges for services	9,928,252	10,188,363	5,381,268	2,246,850	8,790,501
Services to other funds	30,977,887	32,868,534	31,520,626	23,677,219	21,762,753
Contributions and donations	2,363,221	3,233,951	2,202,549	2,292,311	3,535,013
Other local revenues	6,193,868	6,762,011	13,137,710	6,469,648	8,227,334
Intermediate sources	13,657,200	14,914,019	14,449,154	12,620,904	12,372,470
State sources	385,960,038	376,492,112	348,415,517	319,547,604	300,638,138
Federal sources	47,013,953	44,579,891	62,302,556	35,643,161	22,747,867
Total Revenues	821,233,416	787,577,248	743,940,286	660,215,575	625,737,134
Expenditures					
Current:					
Instruction	399,909,165	381,198,473	374,168,649	328,538,575	314,700,334
Support services	241,953,492	232,713,531	212,531,656	181,404,463	179,375,571
Enterprise and community services	16,997,014	15,699,894	15,273,022	14,403,671	13,557,428
Debt service					
Principal	87,120,717	75,025,852	68,538,565	62,646,686	44,306,137
Interest	31,859,257	33,270,695	27,211,564	28,953,628	42,405,921
Other debt service	-	-	-	-	2,156,275
Capital outlay					
Facilities acquisition and construction	123,926,822	42,787,492	50,236,212	59,552,327	83,951,295
Total Expenditures	901,766,467	780,695,937	747,959,668	675,499,350	680,452,961
Excess (deficiency) of Revenues over (under) Expenditures	(80,533,051)	6,881,311	(4,019,382)	(15,283,775)	(54,715,827)
Other Financing Sources (Uses)					
Sale of or compensation for loss of capital assets	10,092,700	(141,436)	79,088	487,858	380,835
Transfers in	11,141,544	2,127,133	4,529,334	2,308,355	19,760,266
Transfers out	(15,141,544)	(6,521,932)	(7,556,546)	(7,085,567)	(22,644,914)
Issuance of equipment financing	-	-	4,697,408	-	-
Issuance of subscriptions and leases	1,676,955	199,989	253,309	78,599	358,390
Issuance of long-term debt	-	319,412,153	16,200,000	-	432,745,000
Premium on long-term debt issued	-	16,637,675	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	(430,584,224)
PERS UAL lump sum payment	-	-	-	-	-
Total Other Financing Sources (Uses)	7,769,655	331,713,582	18,202,593	(4,210,755)	15,353
Net Change in Fund Balances	\$ (72,763,396)	\$ 338,594,893	\$ 14,183,211	\$ (19,494,530)	\$ (54,700,474)
Expenditures for capital assets	\$ 99,018,980	\$ 54,441,865	\$ 48,768,475	\$ 55,715,500	\$ 82,221,446
Debt service as a percentage of noncapital expenditures	14.82%	14.91%	13.69%	14.78%	14.49%

Continued on the next page.

BEAVERTON SCHOOL DISTRICT
CHANGES IN FUND BALANCE AND DEBT SERVICE RATIO (Continued)

LAST TEN FISCAL YEARS ENDED JUNE 30

(modified accrual basis of accounting)

	2019	2018	2017	2016	2015
Revenues					
Local sources:					
Property taxes	\$ 202,636,212	\$ 189,669,800	\$ 177,968,233	\$ 171,027,470	\$ 166,521,730
Local option levy	33,330,338	31,005,163	28,882,071	26,192,500	24,213,931
Construction excise tax	3,391,946	3,217,459	3,829,430	3,069,069	2,997,116
Investment earnings	12,046,450	4,843,830	2,279,583	3,153,780	2,512,389
Charges for services	11,767,575	11,407,264	7,467,920	6,261,873	8,208,884
Services to other funds	19,535,532	20,374,626	19,795,795	20,272,819	15,993,367
Contributions and donations	5,355,478	5,212,260	3,243,358	2,954,499	2,437,253
Other local revenues	11,113,001	8,933,422	7,814,013	9,097,126	11,377,538
Intermediate sources	12,491,150	12,114,483	10,102,679	10,454,984	14,746,576
State sources	273,870,719	273,744,443	243,417,143	237,573,946	222,399,682
Federal sources	25,888,701	24,170,167	24,406,856	23,887,298	24,331,919
Total Revenues	611,427,102	584,692,917	529,207,081	513,945,364	495,740,385
Expenditures					
Current:					
Instruction	322,031,311	310,493,539	287,283,072	272,408,774	252,459,576
Support services	180,658,052	170,779,264	155,791,952	142,452,087	131,991,858
Enterprise and community services	14,886,084	14,045,480	13,160,253	13,664,440	13,341,410
Debt service					
Principal	39,783,743	44,497,060	41,157,802	36,742,349	33,850,765
Interest	44,274,820	37,526,453	35,381,003	36,726,785	33,567,947
Other debt service	-	-	-	158,054	544,615
Capital outlay					
Facilities acquisition and construction	103,489,877	105,693,226	208,045,840	147,718,421	42,591,476
Total Expenditures	705,123,887	683,035,022	740,819,922	649,870,910	508,347,647
Excess (deficiency) of Revenues over (under) Expenditures	(93,696,785)	(98,342,105)	(211,612,841)	(135,925,546)	(12,607,262)
Other Financing Sources (Uses)					
Sale of or compensation for loss of capital assets	272,873	277,750	138,684	8,325	200
Transfers in	4,375,321	3,228,905	3,427,609	22,002,909	3,121,052
Transfers out	(5,285,321)	(3,228,905)	(4,427,609)	(23,737,909)	(5,351,052)
Issuance of equipment financing	-	-	-	-	-
Issuance of subscriptions and leases	531,140	976,104	3,447,000	-	-
Issuance of long-term debt	-	-	297,850,265	16,260,000	461,368,784
Premium on long-term debt issued	-	-	30,270,107	1,766,329	63,295,961
Payment to refunded bond escrow agent	-	-	-	(17,863,763)	-
PERS UAL lump sum payment	-	-	-	-	(78,670,639)
Total Other Financing Sources (Uses)	(105,987)	1,253,854	330,706,056	(1,564,109)	443,764,306
Net Change in Fund Balances	\$ (93,802,772)	\$ (97,088,251)	\$ 119,093,215	\$ (137,489,655)	\$ 431,157,044
Expenditures for capital assets	\$ 98,911,794	\$ 107,103,467	\$ 203,724,073	\$ 131,532,269	\$ 35,461,753
Debt service as a percentage of noncapital expenditures	13.87%	14.24%	14.25%	14.17%	14.26%

BEAVERTON SCHOOL DISTRICT
ASSESSED VALUE AND REAL MARKET VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Assessed Value - Residential Property	Assessed Value - Personal Property	Total Taxable Value	Total Direct Rate^a
2024	\$ 35,522,238,160	\$ 1,112,052,828	\$ 36,634,290,988	\$ 8.128
2023	33,968,012,020	1,029,707,284	34,997,719,304	8.191
2022	32,541,176,670	1,060,372,187	33,601,548,857	8.030
2021	31,401,604,280	1,020,110,727	32,421,715,007	8.026
2020	29,995,416,298	1,024,494,382	31,019,910,680	7.908
2019	28,627,341,458	917,599,262	29,544,940,720	8.021
2018	27,980,980,946	892,997,589	28,873,978,535	8.053
2017	26,724,297,636	852,885,982	27,577,183,618	7.921
2016	25,474,574,888	827,083,328	26,301,658,216	7.957
2015	24,377,039,678	766,409,601	25,143,449,279	8.037

Fiscal Year	Real Market Value^b - Residential Property	Real Market Value^b - Personal Property	Total Real Market Value	Assessed Value as a Percentage of RMV
2024	\$ 74,876,945,440	\$ 1,144,144,900	\$ 76,021,090,340	48.19%
2023	72,083,520,102	1,060,016,786	73,143,536,888	47.85
2022	61,241,234,050	1,091,118,801	62,332,352,851	53.91
2021	57,414,555,588	1,086,109,144	58,500,664,732	55.42
2020	50,975,076,237	1,024,494,382	51,999,570,619	59.65
2019	49,251,421,850	917,814,310	50,169,236,160	58.89
2018	45,500,522,954	892,997,589	46,393,520,543	62.24
2017	40,875,891,989	852,885,982	41,728,777,971	66.09
2016	36,434,229,379	827,083,328	37,261,312,707	70.59
2015	33,933,616,189	766,409,601	34,700,025,790	72.46

^a Per \$1,000 of assessed value.

^b Real Market Value is the actual value, based on what a property would sell for in a competitive market if the property were used in its highest and best use.

Source: Washington County Dept. of Assessment & Taxation

**BEAVERTON SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES**

LAST TEN FISCAL YEARS

(rate per \$1,000 of assessed value)

District Direct Rates:

Fiscal Year	General Purpose	Local Option	Bonds	Total
2024	\$ 4.693	\$ 1.250	\$ 2.185	\$ 8.128
2023	4.693	1.250	2.248	8.191
2022	4.693	1.250	2.087	8.030
2021	4.693	1.250	2.083	8.026
2020	4.693	1.250	1.965	7.908
2019	4.693	1.250	2.078	8.021
2018	4.693	1.250	2.110	8.053
2017	4.693	1.250	1.978	7.921
2016	4.693	1.250	2.014	7.957
2015	4.693	1.250	2.094	8.037

Overlapping Rates:

Fiscal Year	Portland Community College	Tualatin Hills			Tualatin Valley	
	City of Hillsboro	City of Portland	City of Tigard	Park & Recreation	Fire & Rescue	
2024	\$ 0.639	\$ 5.387	\$ 8.818	\$ 3.139	\$ 1.576	\$ 2.109
2023	0.670	5.387	8.878	3.141	1.585	2.113
2022	0.663	5.387	9.171	3.146	1.598	2.116
2021	0.680	5.387	8.165	3.134	1.594	2.117
2020	0.685	5.387	7.883	2.852	1.614	2.073
2019	0.687	5.387	7.980	2.863	1.624	2.084
2018	0.605	5.387	7.884	2.871	1.611	2.078
2017	0.679	5.387	7.971	4.967	1.619	2.098
2016	0.586	5.387	7.763	6.283	1.625	2.108
2015	0.722	5.387	7.892	4.178	1.717	1.891

Fiscal Year	City of Beaverton	Washington County	Metro Service District	Port of Portland	Multnomah County	NW Regional ESD
	2024	\$ 4.804	\$ 3.005	\$ 0.575	\$ 0.070	\$ 4.969
2023	4.415	3.005	0.566	0.070	4.985	0.154
2022	4.417	3.006	0.570	0.701	4.989	0.154
2021	4.408	2.956	0.590	0.070	4.393	0.154
2020	4.419	2.958	0.663	0.070	4.393	0.154
2019	4.426	2.958	0.473	0.070	4.393	0.154
2018	4.345	2.958	0.409	0.070	4.393	0.154
2017	4.375	2.959	0.397	0.070	4.393	0.154
2016	4.377	2.838	0.388	0.070	4.487	0.154
2015	4.377	2.838	0.459	0.070	4.491	0.154

The permanent and local option tax rates are determined by the State of Oregon Constitution and State Statutes. Existing districts cannot increase their permanent rate authority. Local option levies are limited to five years for operations and ten years for capital projects. Elections for local option levies must meet the double majority election test, except in the November general election in even numbered years. Rates for debt service are set based on each year's requirements.

Source: Washington Co. and Multnomah Co. Departments of Assessment and Taxation.

**BEAVERTON SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND NINE YEARS PRIOR**

Principal Property Taxpayers - Beaverton School District

Taxpayer	June 2024		% of Total Taxable	June 2015		% of Total Taxable
	Taxable Assessed			Taxable Assessed		
	Value	Rank	Value	Value	Rank	Value
Nike, Inc.	\$ 1,456,916,765	1	4.3%	\$ 448,011,063	1	1.9%
Maxim Intergrated Products Inc.	348,935,270	2	1.0	116,922,300	8	0.5
PPR Washington Square LLC	134,958,611	6	0.4	119,009,428	5	0.5
Beaverton LLC	128,064,820	7	0.4	90,898,710	9	0.4
Providence Health & Services-Oregon	87,787,640	9	0.3			
Portland 2 LLC	76,887,722	10	0.2			
PS Business Parks LP				103,695,691	7	0.4
Bernard Properties LLC				63,502,480	10	0.3
<u>Public Utilities</u>						
Portland General Electric Co.	263,780,840	3	0.8	141,762,266	3	0.6
Northwest Natural Gas	199,883,000	5	0.6	134,736,800	4	0.6
Comcast Corporation	182,206,340	4	0.5	165,841,300	2	0.7
Northwest Fiber LLC	120,752,240	8	0.4			
Frontier Communications				114,366,000	6	0.5
Subtotal of Ten Largest Taxpayers	3,000,173,248		8.9	1,498,746,038		6.4
All Other Taxpayers	30,601,375,609		91.1	21,822,416,742		93.6
Total Assessed Value of Tax District	\$ 33,601,548,857		100.0%	\$ 23,321,162,780		100.0%

Principal Property Taxpayers - Washington County

Taxpayer	June 2024		% of Total Taxable	June 2015		% of Total Taxable
	Taxable Assessed			Taxable Assessed		
	Value	Rank	Value	Value	Rank	Value
Intel Corporation	\$ 1,943,426,395	1	2.4%	\$ 1,268,747,218	1	2.4%
Nike, Inc.	1,493,386,339	2	1.8	588,016,502	2	1.1
Pacific Realty Associates	452,136,083	5	0.5	323,845,870	5	0.6
Genentech Inc.	388,963,760	7	0.5	156,283,590	8	0.3
Maxim Intergrated Products Inc.	348,935,270	8	0.4			
PPR Washington Square LLC				138,610,228	10	0.3
<u>Public Utilities</u>						
Portland General Electric Co.	1,224,054,160	3	1.5	438,565,853	3	0.8
Northwest Natural Gas	486,389,960	4	0.6	313,709,270	6	0.6
Comcast Corporation	413,757,290	6	0.5	305,716,500	4	0.6
Verizon Communications Inc.	296,776,860	9	0.4	147,694,000	9	0.3
Norhwest Fiber LLC	264,086,950	10	0.3			
Frontier Communications				242,410,000	7	0.5
Subtotal of Ten Largest Taxpayers	7,311,913,067		8.9	3,923,599,031		7.3
All Other Taxpayers	75,307,363,093		91.1	49,592,262,919		92.7
Total Assessed Value of Tax District	\$ 82,619,276,160		100.0%	\$ 53,515,861,950		100.0%

Note: Ranked based on taxes levied.

Source: Washington County Department of Assessment & Taxation

BEAVERTON SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Collected within the		Percentage of Levy	Collections in Subsequent Years ²	Total Collections to Date	Percentage of Levy
	Taxes Levied for the Fiscal Year ¹	Fiscal Year of the Levy				
2024	\$ 296,047,277	\$ 287,206,441	97.01%	-	\$ 287,206,441	97.01%
2023	288,608,667	276,652,985	95.86	1,974,367	278,627,352	96.54
2022	269,943,032	259,650,108	96.19	2,689,574	262,339,682	97.18
2021	260,249,429	250,062,137	96.09	2,893,391	252,955,528	97.20
2020	245,096,035	235,142,094	95.94	2,842,244	237,984,338	97.10
2019	237,745,442	228,218,302	95.99	3,043,917	231,262,219	97.27
2018	227,729,017	217,437,442	95.48	2,643,162	220,080,604	96.64
2017	213,119,699	203,451,291	95.46	2,724,909	206,176,200	96.74
2016	202,813,119	193,825,317	95.57	3,268,463	197,093,780	97.18
2015	195,294,087	186,692,754	95.60	3,758,920	190,451,674	97.52

¹ Amounts are based upon the tax collection year July 1 to June 30, without adjustments for uncollectable or settlements that occur subsequently.

² Collections in subsequent years includes current year revenue received for taxes levied in prior years.

Source: Washington County Department of Assessment and Taxation and Beaverton School District financial records.

**BEAVERTON SCHOOL DISTRICT
OUTSTANDING DEBT BY TYPE**

LAST TEN FISCAL YEARS

(dollars in thousands, except per capita)

Fiscal Year				Net General Bonded Debt			
	General Obligation Bonds	Un-amortized Premium	Less Amount Available for Repayment	General Bonded Debt	As Percentage of Actual Value of		Per Capita ^a
					Property		
2024	\$ 921,574	\$ 34,982	\$ -	\$ 956,557	1.308%		\$ 3,226
2023	978,947	40,362	-	1,019,309	1.635		3,443
2022	713,350	29,576	-	742,926	1.270		2,610
2021	763,195	36,426	-	799,621	1.367		2,687
2020	809,975	43,276	-	853,251	1.641		2,898
2019	775,436	87,985	(1,193)	862,228	1.719		2,963
2018	800,970	94,836	-	895,806	1.931		3,132
2017	832,135	101,044	(570)	932,609	2.235		3,329
2016	563,109	78,037	(1,881)	639,265	1.716		2,334
2015	589,344	82,057	(2,064)	669,337	1.929		2,488

Fiscal Year				Total Debt				
	Pension Obligation Bonds ^b	FFC Obligation Bonds	Other Debt	Primary Government	As Percentage of Taxable Value	As Percentage of Personal Income ^a	Per Capita ^a	
2024	\$ 110,255	\$ 20,667	\$ 4,298	\$ 1,091,776	3.249%	n/a	\$ 3,682	
2023	129,235	29,078	4,978	1,182,600	3.648	n/a	3,995	
2022	146,725	30,448	5,257	925,356	2.983	2.101%	3,251	
2021	162,825	15,305	1,054	978,805	3.155	2.277	3,289	
2020	177,630	16,050	1,292	1,048,223	3.379	2.599	3,560	
2019	191,240	16,765	2,079	1,073,505	3.633	2.786	3,689	
2018	203,740	17,455	2,607	1,119,608	3.878	3.072	3,915	
2017	215,470	18,115	2,574	1,169,338	4.240	3.463	4,174	
2016	226,295	18,750	-	886,191	3.369	2.805	3,236	
2015	236,040	18,935	197	926,573	3.685	3.108	3,444	

n/a - Information not available as of printing.

^a See Demographic and Economic Statistics for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

^b Pension Obligation Bonds are not included in the Net General Bonded Debt since they are not repaid directly with property tax dollars.

BEAVERTON SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023

Governmental Unit	Net Property-Tax Backed Debt Outstanding ^a	Percent Within School District	Estimated Share of Direct and Overlapping Debt ^b
Portland Community College	\$ 617,155,000	20.74%	\$ 127,996,096
Metro	765,485,443	16.47	126,053,253
Washington County	134,636,465	47.13	63,460,628
Tualatin Hills Park and Recreation District	40,267,598	97.04	39,076,080
City of Beaverton	28,850,000	98.33	28,366,878
Tualatin Valley Fire and Rescue	48,930,000	48.37	23,666,365
City of Hillsboro	70,920,000	11.07	7,848,220
Northwest Regional ESD	13,060,000	37.26	4,866,078
City of Tigard	14,077,519	17.30	2,435,467
Multnomah County	509,757,429	0.11	566,850
City of Portland	401,515,000	0.12	475,795
Subtotal, overlapping debt			<u>424,811,710</u>
Beaverton School District, direct debt ^c			<u>1,091,776,375</u>
Total direct and overlapping debt			<u><u>\$ 1,516,588,085</u></u>

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

^a Net Property-tax Backed Debt is Gross Property-tax Backed Debt less Self-supporting Unlimited-tax GO debt and less Self-supporting Full Faith & Credit debt.

^b Overlapping Debt is calculated by using Net Property-tax Backed Debt times Percent Overlapping that are provided by Oregon State Treasury, Debt Management Division.

^c Direct Debt includes all outstanding long-term debt instruments including bonds, notes, loans, and capital leases.

Source: State of Oregon - Office of the Treasurer

BEAVERTON SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

Fiscal Year	Debt Limit	Total Net Debt		Legal Debt Margin	Total Net Debt
		Applicable to Limit			Applicable to the Limit as a Percentage of Debt Limit
2024	\$ 5,952,717,162	\$ 921,574,000	\$ 5,031,143,162		15.48%
2023	5,814,911,183	978,947,000	4,835,964,183		16.84
2022	4,955,422,052	713,350,000	4,242,072,052		14.40
2021	4,650,802,846	763,195,000	3,887,607,846		16.41
2020	4,133,965,864	809,975,000	3,323,990,864		19.59
2019	3,988,454,275	775,436,000	3,213,018,275		19.44
2018	3,688,284,883	800,970,000	2,887,314,883		21.72
2017	3,317,437,849	832,135,000	2,485,302,849		25.08
2016	2,962,274,360	563,109,000	2,399,165,360		19.01
2015	2,758,652,050	589,344,000	2,169,308,050		21.36

Legal Debt Margin Calculation for Fiscal Year 2024

Real Market Value	\$ 74,876,945,440
Debt Limit (7.95% of Real Market Value ¹)	\$ 5,952,717,162
Debt Applicable to Limit	921,574,000
Legal Debt Margin	<u><u>\$ 5,031,143,162</u></u>

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

For each grade from kindergarten to eighth for which the District operates schools, fifty-five one-hundredths of one percent (0.0055) of the real market value. ^a

For each grade from ninth to twelfth for which the District operates schools, seventy-five one-hundredths of one percent (0.0075) of the real market value. ^b

Allowable Percentage of Real Market Value:

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

BEAVERTON SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

Calendar Year	Population ^a	Personal Income ^b	Per Capita	Unemployment Rate ^c
	<i>Estimated</i>	<i>(in thousands)</i>	Personal Income	<i>(Washington County)</i>
2024	296,537	n/a	n/a	n/a
2023	296,038	n/a	n/a	3.7%
2022	284,669	\$ 44,040,389	\$ 73,380	3.5
2021	297,638	42,980,422	71,537	4.4
2020	294,437	40,333,177	66,831	6.5
2019	291,014	38,527,576	64,043	3.0
2018	286,013	36,442,209	60,971	3.5
2017	280,126	33,765,596	57,331	3.5
2016	273,845	31,588,397	54,203	4.2
2015	269,023	29,812,561	51,909	4.8

n/a - Information not available as of printing.

^a Bureau of Economic and Business Research and BSD estimates based on PSU Population Research Center data.

^b U.S. Department of Commerce, Bureau of Economic Analysis.

^c Oregon Labor Market, Labor Force Data for Washington County. Not seasonally adjusted.

**BEAVERTON SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS FOR THE PORTLAND METRO AREA
 CURRENT AND NINE YEARS PRIOR**

<u>Employer</u>	Employees as of			Employees as of		
	December 31, 2023	Rank	% of Total Employment	December 31, 2014	Rank	% of Total Employment
Ten Largest Employers						
Providence Health Services	23,100	1	1.78%	15,239	3	1.36%
Intel	22,328	2	1.72	17,500	1	1.56
Oregon Health & Science University	19,603	3	1.51	14,616	4	1.30
Nike Inc.	15,522	4	1.19	8,000	10	0.71
Legacy Health	13,087	5	1.01	10,436	6	0.93
Kaiser Permanente	12,514	6	0.96	11,881	5	1.06
Fred Meyer Stores	9,000	7	0.69	10,237	7	0.91
Portland Public Schools	7,111	8	0.55	6,266	10	0.56
City of Portland	6,753	9	0.52	8,558	9	0.76
Multnomah County	6,317	10	0.49			
US Federal Government				17,500	1	1.56
<hr/>						
Subtotal of Ten Largest Employers	135,335		10.41	120,233		10.69
All Other Employers	1,164,282		89.59	1,004,084		89.31
Total Portland PMSA¹ Employment	1,299,617		100.00%	1,124,317		100.00%

¹ Portland PMSA is the Portland-Vancouver-Hillsboro Metropolitan Statistical Area which includes Multnomah, Washington, Clackamas, Columbia and Yamhill counties in Oregon, as well as Clark and Skamania counties in Washington.

Source: Portland Business Journal Book of Lists and Oregon Employment Department QualityInfo.org

BEAVERTON SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
 LAST TEN FISCAL YEARS
 AS OF JUNE 30

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>Instruction</u>										
Certified	1,679.1	1,702.8	1,690.9	1,712.4	1,717.9	1,728.7	1,767.5	1,763.5	1,730.9	1,569.6
Support	136.2	121.5	121.1	113.4	118.0	125.0	136.1	131.7	127.3	103.0
<u>Special Programs</u>										
Certified	486.9	482.5	478.8	403.9	394.3	448.7	456.2	442.9	420.9	413.0
Support	242.6	220.3	206.1	190.0	216.0	249.2	258.9	260.8	236.1	228.2
Administration	0.5	0.1	0.1	-	-	-	-	-	-	-
<u>Student Support Services</u>										
Certified	326.0	326.6	324.3	245.2	237.3	235.3	222.7	219.9	213.8	192.6
Support	104.4	131.4	129.0	120.8	115.1	120.7	112.6	98.2	85.9	73.6
Administration	7.9	7.7	8.8	6.9	6.9	7.0	7.0	6.0	5.0	4.0
<u>Instructional Staff Support</u>										
Certified	40.3	69.7	53.3	45.6	47.7	68.3	62.3	67.8	52.1	32.0
Support	46.2	50.2	44.3	43.4	45.8	48.1	45.9	47.0	47.8	45.5
Administration	2.8	3.8	3.0	3.0	3.0	3.0	4.0	3.8	2.9	3.0
<u>General Administration Support</u>										
Support	5.3	5.6	4.6	5.2	5.4	5.0	5.3	5.7	5.3	5.3
Administration	3.8	3.7	3.8	3.8	3.8	3.8	3.5	3.6	3.7	2.8
<u>School Administration</u>										
Certified	12.7	10.3	10.3	10.7	8.7	9.7	11.7	11.3	9.4	9.2
Support	124.3	120.9	120.4	119.5	119.4	121.1	122.4	120.3	110.2	103.8
Administration	112.8	112.4	112.5	109.8	108.3	113.2	112.4	109.5	103.7	97.3
<u>Business Support Services</u>										
Support										
General Business	23.5	22.2	21.0	20.5	19.2	20.3	17.7	16.8	16.9	16.4
Facilities	260.2	260.1	258.1	254.3	262.8	265.5	257.3	228.8	214.5	208.9
Transportation	183.1	168.8	160.1	164.4	174.6	187.7	185.1	173.1	165.6	167.6
Other Support	12.0	11.3	9.7	10.3	10.3	9.9	10.6	9.8	8.4	7.7
Administration	4.3	4.0	4.0	4.3	4.0	4.7	5.2	5.2	5.3	5.3
<u>Central Activities Support</u>										
Certified	4.7	6.3	6.1	5.1	5.1	5.2	4.8	4.6	5.0	4.5
Support	120.6	106.5	102.5	99.9	99.2	100.2	101.7	99.1	87.7	69.5
Administration	10.0	10.9	10.3	10.6	10.0	9.7	9.9	9.0	8.1	7.8
<u>Food Services</u>										
Support	100.8	94.6	97.3	95.7	103.6	109.4	107.9	101.5	101.2	100.5
Administration	1.0	1.0	1.0	1.0	0.9	1.0	1.0	1.0	1.0	1.0
<u>Community Services & Custody and Care of Children Services</u>										
Certified	-	-	-	-	-	-	-	-	-	0.4
<u>Facilities Acquisition and Construction</u>										
Certified	-	-	4.7	4.8	4.8	5.0	5.0	5.0	4.2	1.0
Support	33.4	28.6	26.0	31.6	27.9	31.0	29.4	33.6	29.5	17.1
Administration	1.0	1.5	1.0	1.0	1.0	1.1	1.0	1.0	1.0	1.0
Total	4,086.4	4,085.3	4,013.1	3,837.1	3,871.0	4,037.5	4,064.9	3,980.5	3,803.2	3,491.4

	Low	High	Number of Teachers
Bachelor's Range	\$ 54,620	\$ 97,172	342
Master's Range	57,136	105,470	2,337
Average Teacher Salary	\$ 89,161		

Full-time certified employees of the district are employed for 194 days, at 8 hours per day or 1,552 hours per year. Total work hours by certified employees are divided by 1,552 to obtain full-time-equivalent employment. Full-time-

Source: Beaverton School District records.

BEAVERTON SCHOOL DISTRICT
OPERATING STATISTICS
 LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	ADMw	Operating Expenditures ^a			Expenses ^b			Cert. Staff ^c	Student-Certified Staff Ratio	% of Students Receiving Free or Reduced-Price Meals ^d
			(in thousands)	Cost per Student	% Change	(in thousands)	Cost per Student	% Change			
2024	37,046	45,640	\$ 658,860	17,785	7.57%	\$ 901,766	24,342	18.74%	2,679	13.83	38.70%
2023	38,081	46,463	629,611	16,533	8.15	780,696	20,501	7.93	2,709	14.06	30.76
2022	39,376	47,987	601,973	15,288	15.78	747,960	18,995	11.67	2,709	14.54	26.03
2021	39,711	49,141	524,347	13,204	6.86	675,499	17,010	3.43	2,539	15.64	25.77
2020	41,374	48,843	511,254	12,357	-1.87	680,453	16,446	-4.14	2,523	16.40	33.14
2019	41,101	48,350	519,863	12,593	4.28	705,124	17,156	3.02	2,501	16.43	31.89
2018	41,016	48,493	495,318	12,076	8.29	683,035	16,653	-8.03	2,530	16.21	35.70
2017	40,912	48,743	456,235	11,152	5.98	740,820	18,108	13.47	2,515	16.27	34.50
2016	40,725	48,669	428,525	10,522	5.57	649,871	15,958	25.28	2,436	16.72	37.30
2015	39,910	45,797	397,793	9,967	9.87	508,348	12,737	14.36	2,222	17.96	39.25

^a Operating expenditures are all governmental fund expenditures less debt service and capital outlays.

^b Expenses include capital projects and debt service activity.

^c Includes classroom, music, physical education, special education teachers, and counselors.

^d In 2021, as a part of COVID-19 response, all students received free lunches. Percentage is based on student eligible to receive free or reduced priced meals based on normal guidelines.

Source: Beaverton School District records.

**BEAVERTON SCHOOL DISTRICT
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	Average Age of Buildings (in years)
SCHOOLS											
Elementary											
Buildings	34	34	34	34	34	34	34	33	33	33	47
Square feet ^a	2,225	2,225	2,214	2,214	2,214	2,214	2,173	2,040	2,012	2,012	
Capacity	22,532	22,532	21,438	21,438	22,757	22,795	22,609	21,417	21,377	21,312	
Enrollment ^b	15,688	16,113	15,611	16,147	18,129	18,193	18,326	18,604	18,345	18,017	
Percent used	70%	72%	73%	75%	80%	80%	81%	87%	86%	85%	
Middle											
Buildings	9	9	9	9	9	9	9	8	8	8	45
Square feet ^a	1,194	1,194	1,192	1,192	1,192	1,192	1,183	1,017	1,017	1,017	
Capacity	9,494	9,494	8,258	8,258	8,373	8,373	8,366	8,394	8,520	8,394	
Enrollment	8,388	7,004	7,060	7,015	7,656	7,663	7,623	7,660	8,043	9,067	
Percent used	88%	74%	85%	85%	91%	92%	91%	91%	94%	108%	
High											
Buildings	10	10	10	10	10	10	10	9	9	9	43
Square feet ^a	2,000	2,094	2,025	2,025	1,929	1,929	1,999	1,669	1,653	1,653	
Capacity	15,630	15,630	15,110	15,110	14,994	14,994	15,508	12,428	12,322	12,306	
Enrollment ^c	11,844	13,003	13,011	13,126	13,302	13,035	12,904	12,694	12,416	11,405	
Percent used	76%	83%	86%	87%	89%	87%	83%	102%	101%	93%	
Other											
Buildings	3	2	2	2	2	2	2	2	2	2	38
Square feet ^a	112	127	41	41	41	41	41	41	41	41	
ADMINISTRATIVE											
Buildings	2	2	1	1	1	1	1	1	1	1	40
Square feet ^a	111	111	36	36	36	36	36	36	36	36	
TRANSPORTATION											
Garages/Buildings	4	4	4	4	4	4	4	4	4	4	46
Buses	306	305	284	291	284	291	299	310	311	357	

^a Square feet in thousands.

^b Elementary enrollment included all K-8.

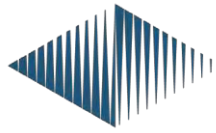
^c High school enrollment includes all 6-12 and options schools, and excludes Early College.

Source: Adopted Budget 2023-24 and District Facilities



SINGLE AUDIT SECTION





GROVE, MUELLER & SWANK

redw
Advisors & CPAs

***INDEPENDENT AUDITOR'S 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***

School Board
Beaverton School District
Beaverton, 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 (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beaverton School District, Washington County, Oregon (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 18, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 District'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

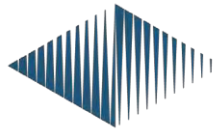
As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

REDW LLC

Salem, Oregon
November 18, 2024



GROVE, MUELLER & SWANK

redw
Advisors & CPAs

***INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE
UNIFORM GUIDANCE***

School Board
Beaverton School District
Beaverton, Oregon

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Beaverton School District (the District)'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 the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Beaverton School District complied, in all material respects, with the 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, 2024.

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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Beaverton School District 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 the District'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 the District's federal programs.

Auditor's 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 the District'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 GAAS, *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 the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, 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 the District'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 the District'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 the District'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 a 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 Auditor's 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 over compliance 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.

REDW LLC

Salem, Oregon

November 18, 2024

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Program Title	Federal Assisted Listing Number	Pass Through Entity Number	Period Covered	Grant Amount	2023-24 Revenue and Expenditures
U.S. Department of Education					
Direct:					
Indian Education Grants to Local Education Agencies	84.060A	S060A232500	07/01/23 - 06/30/24	\$ 38,159	\$ 27,940
Total Indian Education Grants to Local Education Agencies					<u>27,940</u>
Total Direct					<u><u>27,940</u></u>
Passed through Oregon Department of Education:					
Title I					
Title I Grants to Local Educational Agencies	84.010	72464	07/01/22 - 09/30/24	5,865,148	1,318,623
Title I Grants to Local Educational Agencies	84.010	66924	09/01/21 - 09/30/23	6,267,968	2,669
Title I Grants to Local Educational Agencies	84.010	76429	07/01/23 - 09/30/24	7,781,702	5,425,696
Total Title I					<u>6,746,988</u>
Migrant Education					
Migrant Education State Grant Program	84.011	70933	07/01/21 - 09/30/24	197,811	23,253
Migrant Education State Grant Program	84.011	73252	07/01/22 - 09/30/24	34,631	29,439
Migrant Education State Grant Program	84.011	73270	07/01/22 - 09/30/24	657,579	64,531
Migrant Education State Grant Program	84.011	77030	07/01/23 - 09/30/24	707,346	596,102
Migrant Education State Grant Program	84.011	76947	07/01/23 - 09/30/24	37,343	26,185
Migrant Education State Grant Program	84.011	75607	07/01/22 - 09/30/24	197,396	169,970
Migrant Education State Grant Program	84.011	80378	07/01/23 - 09/30/24	73,955	303
Total Migrant Education Program					<u>909,783</u>
Supporting Effective Instruction					
Supporting Effective Instruction State Grants	84.367	67357	07/01/21 - 09/30/23	997,704	51,036
Supporting Effective Instruction State Grants	84.367	72661	07/01/22 - 09/30/24	949,133	289,835
Supporting Effective Instruction State Grants	84.367	76626	07/01/23 - 09/30/24	1,021,801	780,275
Total Supporting Effective Instruction					<u>1,121,146</u>
English Language Acquisition					
English Language Acquisition State Grants	84.365	58454	07/01/20 - 09/30/23	695,939	116,434
English Language Acquisition State Grants	84.365	67119	07/01/21 - 09/30/24	655,223	301,261
English Language Acquisition State Grants	84.365	73077	07/01/22 - 09/30/24	704,493	436,362
English Language Acquisition State Grants	84.365	75552	07/01/22 - 09/30/24	49,133	49,133
English Language Acquisition State Grants	84.365	76965	07/01/23 - 09/30/24	700,340	335,313
English Language Acquisition State Grants	84.365	79710	07/01/23 - 09/30/24	116,430	17,596
Total English Language Acquisition					<u>1,256,099</u>
Career and Technical Education					
Career and Technical Education - Basic Grants to States	84.048	76380	07/01/23 - 09/30/24	372,105	228,818
Career and Technical Education - Basic Grants to States	84.048	72321	07/01/22 - 09/30/23	366,366	12,887
Total Career and Technical Education					<u>241,705</u>
COVID 19 - Education Stabilization Fund					
COVID 19 - Education Stabilization Fund (ESSER)	84.425D	64531	03/13/20 - 09/30/23	20,656,919	2,800,143
COVID 19 - Education Stabilization Fund (ESSER)	84.425D	64836	03/13/20 - 09/30/24	46,425,044	13,135,626
COVID 19 - Education Stabilization Fund (ESSER)	84.425	69279	04/23/21 - 09/30/24	100,453	31,334
COVID 19 - Education Stabilization Fund (ESSER)	84.425	69319	04/23/21 - 09/30/24	365,730	296,564
COVID 19 - Education Stabilization Fund (ESSER)	84.425	75936	03/01/23 - 09/30/24	250,000	248,498
COVID 19 - Education Stabilization Fund (ESSER)	84.425U	81399	05/01/22 - 09/30/24	1,138,905	512,839
COVID 19 - Education Stabilization Fund (ESSER)	84.425U	80397	02/15/24 - 09/30/24	26,000	1,731
Total COVID 19 - Education Stabilization Fund					<u>17,026,735</u>
Special Education Cluster (IDEA)					
Special Education Grants to States	84.027	73969	07/01/22 - 09/30/24	6,488,949	3,082,932
Special Education Grants to States	84.027	75280	07/01/22 - 09/30/23	473,202	202,630
Special Education Grants to States	84.027	77920	07/01/23 - 09/30/25	5,701,388	4,505,422
Special Education Grants to States	84.027	79750	07/01/23 - 06/30/24	9,341	9,341
Special Education Grants to States	84.027	79917	07/01/23 - 06/30/24	9,891	4,365
Total Special Education					<u>7,804,690</u>

See additional information in the Notes to Schedule of Expenditures of Federal Awards.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2024

Program Title	Federal Assisted Listing Number	Pass Through Entity Number	Period Covered	Grant Amount	2023-24 Revenue and Expenditures
U.S. Department of Education (continued)					
Passed through Oregon Department of Education (continued)					
Special Education Cluster (IDEA) (continued)					
Special Education Preschool Grants	84.173	77734	07/01/23 - 09/30/25	\$ 28,379	\$ 1,597
Total Special Education Preschool					<u>1,597</u>
Total Special Education Cluster (IDEA)					<u>7,806,287</u>
Student Support and Academic Enrichment Program					
Student Support and Academic Enrichment Program	84.424	66713	07/01/21 - 09/30/23	453,489	147,900
Student Support and Academic Enrichment Program	84.424	72858	07/01/22 - 09/30/24	487,587	128,475
Student Support and Academic Enrichment Program	84.424	77059	07/01/23 - 09/30/24	429,879	303,911
Total Student Support and Academic Enrichment Program					<u>580,286</u>
Twenty-First Century Community Learning Centers					
Twenty-First Century Community Learning Centers	84.287	75186	07/01/22 - 09/30/23	374,952	123,754
Twenty-First Century Community Learning Centers	84.287	77599	07/01/23 - 09/30/24	425,000	245,057
Total Twenty-First Century Community Learning Centers					<u>368,811</u>
Education for Homeless Children and Youths					
McKinney-Vento Homeless Education	84.196	79852	07/01/23 - 09/30/25	50,000	1,810
Total Education for Homeless Children and Youths					<u>1,810</u>
Total Passed through Oregon Department of Education:					
					<u>36,059,650</u>
Total U.S. Department of Education					
					<u>36,087,590</u>
U.S. Department of Health & Human Services					
Passed through Administration for Children and Families					
CCDF Cluster					
Child Care and Development Block Grant	93.575	33168	07/01/23 - 06/30/25	287,568	55,021
Total CCDF Cluster					<u>55,021</u>
Passed through Oregon Department of Education					
Foster Care Title IV-E	93.658	81296	07/01/21 - 09/30/24	85,890	85,890
Total U.S. Department of Health & Human Services					
					<u>140,911</u>
U.S. Department of Agriculture					
Passed through Oregon Department of Education:					
Child Nutrition Cluster					
School Breakfast Program	10.553	N/A	07/01/23 - 06/30/24	1,720,185	1,720,185
National School Lunch Program	10.555	N/A	07/01/23 - 06/30/24	7,359,591	7,359,591
National School Lunch Program Commodities	10.555	N/A	07/01/23 - 06/30/24	960,506	960,506
Summer Food Service Program for Children	10.559	N/A	07/01/23 - 06/30/24	182,043	182,043
Summer Food Service Program for Children Commodities	10.559	N/A	07/01/23 - 06/30/24	1,113	1,113
Fresh Fruits and Vegetable Program	10.582	74944	10/01/22 - 09/30/23	30,850	1,339
Fresh Fruits and Vegetable Program	10.582	74946	10/01/22 - 09/30/23	27,300	14
Fresh Fruits and Vegetable Program	10.582	78548	10/01/23 - 09/30/24	35,121	29,593
Fresh Fruits and Vegetable Program	10.582	78549	10/01/23 - 09/30/24	50,853	48,839
Fresh Fruits and Vegetable Program	10.582	78550	10/01/23 - 09/30/24	39,192	35,684
Total Child Nutrition Cluster					<u>10,338,907</u>
Child and Adult Care Food Program					
Child and Adult Care Food Program	10.558	3402006	10/01/23 - 09/30/24	3,597	3,597
Child and Adult Care Food Program	10.558	N/A	07/01/23 - 06/30/24	135,482	135,482
Total Child and Adult Food Care Program					<u>139,079</u>

See additional information in the Notes to Schedule of Expenditures of Federal Awards.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2024

Program Title	Federal Assisted Listing Number	Pass Through Entity Number	Period Covered	Grant Amount	2023-24 Revenue and Expenditures
U.S. Department of Agriculture (continued)					
Passed through Oregon Department of Education (continued)					
COVID 19 - Pandemic EBT Administrative Funds	10.649	N/A	07/01/23 - 06/30/24	\$ 6,180	\$ 6,180
Local Food for Schools Cooperative Agreement Program	10.185	76060	03/01/23 - 08/31/24	84,008	84,008
Total U.S. Department of Agriculture					<u><u>10,568,174</u></u>
U.S. Department of Transportation					
Passed through Metro					
Federal Transit Cluster					
Federal Transit - Formula Grants (Urbanized Area)	20.507	938609	07/01/23 - 06/30/26	240,000	<u>54,921</u>
Total Federal Transit Cluster					<u>54,921</u>
Passed through Oregon Department of Transportation					
Highway Planning and Construction	20.205	HU-23-10-25	10/01/22 - 09/30/24	87,718	47,754
Total U.S. Department of Transportation					<u><u>102,675</u></u>
U.S. Department of Treasury					
Passed through Washington County					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	23-1691	07/01/22 - 06/30/25	214,823	39,765
Total U.S. Department of Treasury					<u><u>39,765</u></u>
U.S. Environmental Protection Agency					
Direct:					
Clean School Bus Program	66.045	02J61101	04/01/24 - 03/31/26	19,750,000	28,580
Passed through Oregon Department of Education:					
Voluntary School and Child Care Lead Testing and Reduction Grant Program	66.444	79744	07/01/19 - 06/30/24	54,000	46,258
Total U.S. Environmental Protection Agency					<u><u>74,838</u></u>
Total Federal Awards					<u><u>\$ 47,013,953</u></u>

See additional information in the Notes to Schedule of Expenditures of Federal Awards.

BEAVERTON SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

PURPOSE OF THE SCHEDULE

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2024. 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"). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Indirect Cost Rate

Beaverton School District has a negotiated indirect cost rate with Oregon Department of Education. The District is thus not allowed to use the ten percent de minimus indirect rate as otherwise allowed under the Uniform Guidance.

Federal Financial Assistance

Pursuant to Uniform Guidance, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance or direct appropriations. Accordingly, non-monetary federal assistance, including federal surplus property, is included in federal financial assistance and, therefore, is reported on the Schedule, if applicable. Federal financial assistance does not include direct federal cash assistance to individuals. Solicited contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

Major Programs

Uniform Guidance establishes criteria to be used in defining major federal financial assistance programs. Major programs for the District are those programs selected for testing by the auditor using a risk-assessment model, as well as certain minimum expenditure requirements, as outlined in Uniform Guidance. Programs with similar requirements may be grouped into a cluster for testing purposes.

Reporting Entity

The reporting entity is fully described in notes to the financial statements. The Schedule includes all federal programs administered by the District for the year ended June 30, 2024.

BEAVERTON SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2024

Revenue and Expenditure Recognition

The receipt and expenditure of federal awards are accounted for under the modified accrual basis of accounting. Revenues are recorded when measurable and available, which is at the time eligible expenditures are incurred. Unreimbursed expenditures due from grantors agencies are reflected in the basic financial statements as receivables, while grant monies received prior to the occurrence of qualifying expenditures are recorded as unearned revenue. Donated commodities are valued at their estimated fair value.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	No

Identification of major federal programs:

<u>Assistance Listing Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.553, 10.555, 10.559, 10.582	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs:	\$1,410,419
Auditee qualified as low-risk auditee?	Yes

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

PRIOR YEAR FINANCIAL STATEMENT FINDINGS

None.

PRIOR YEAR FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.



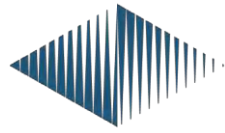
COMPLIANCE SECTION



INDEPENDENT AUDITOR’S REPORT
REQUIRED BY OREGON STATE REGULATIONS

Oregon Administrative Rules 162-10-000 through 162-10-320 incorporated in the *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy; enumerate the financial statements, schedules, and comments and disclosures required in all audit reports. The required statements and schedules are set forth in the preceding sections of this report. Required independent auditor’s report and comments and disclosures related to the audit of such statements and schedules are set forth in the following pages.





GROVE, MUELLER & SWANK

redw
Advisors & CPAs

***INDEPENDENT AUDITOR'S REPORT
REQUIRED BY OREGON STATE REGULATIONS***

School Board
Beaverton School District
Beaverton, Oregon

We have audited, 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, the basic financial statements of Beaverton School District, Washington County, Oregon (the District) as of and for the year ended June 30, 2024, and have issued our report thereon dated November 18, 2024.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

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

Internal Control

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

Restriction on Use

This report is intended solely for the information and use of the school board and management of the Beaverton School District and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

A handwritten signature in black ink, appearing to read "Larry E. Grant", with a long horizontal flourish extending to the right.

Larry E. Grant, Principal
For REDW LLC
Salem, Oregon
November 18, 2024