



**Newberg School District 29J**  
**Board of Directors Agenda**  
**January 14, 2025 - 6:00 PM**  
**Executive Session**  
**followed by Regular Session**

**Board Meeting – Regular & Executive Session Agenda**

I.	Call to Order	Deb Bridges	6:00 pm
II.	Flag Salute	Trevor Dehart	
III.	<b>RECESS TO EXECUTIVE SESSION AS PER:</b> ORS 192.660 (2)(h): To consult with legal counsel regarding the legal rights and duties of the public body with regard to current litigation or likely to be filed.	Lisa Freiley	
IV.	Review Agenda: Additions and/or Deletions	Deb Bridges	
V.	Consent Agenda: <ul style="list-style-type: none"><li>• New hires &amp; resignations</li><li>• Board Minutes 12.10.24</li><li>• Approval of fee changes at NHS 25/26</li><li>• Approval of New Courses NHS<ul style="list-style-type: none"><li>◦ Intro to Accounting</li><li>◦ Medical Sciences 3</li></ul></li><li>• Donations:<ul style="list-style-type: none"><li>◦ Wurlitzer Conservatory Console Studio Upright Piano w/bench and delivery to Edwards Elementary - from David &amp; Jeanne Beck.</li><li>◦ \$5500 - from Northwest Christian Church - (\$1500 to Edwards, Dundee and Joan Austin Elementary and \$1000 to Ewing Young Elementary)</li></ul></li></ul>		
VI.	Public Forum: <b>Individuals who are onsite:</b> During this portion of the Board Meeting, members of the public are specifically invited to present items of commendation and/or concerns. <b>Personnel matters may not be discussed in public at a School Board meeting.</b> <b>Members of the public who have personnel concerns or commendations should share them directly with the district superintendent.</b>		
VII.	Student Representative Comments		
VIII.	Reports, Presentations and Discussion Items: <ul style="list-style-type: none"><li>• Monthly Count</li><li>• Financial Report</li><li>• Audit Update - Pauly, Rogers and Co., PC</li><li>• Residual Bond List Update</li></ul>	Dave Parker Gayellyn Jacobson David Bledsoe Larry Hampton	
IX.	Board Action Items: <ul style="list-style-type: none"><li>• Accept Settlement Agreement - Case 21CV41198</li><li>• Joan Austin ES SU 2025 Roof Project - Bid Award to McDonald &amp; Wetle</li><li>• Nutrition Services- Adult Meal Price Increase</li><li>• Plan of Action - State of Oregon Audits Division</li></ul>	Lisa Freiley Larry Hampton Tina Senz Gayellyn Jacobson	

X.	Board & Superintendent Comments		
XI.	<p>Future Agenda Items:</p> <ul style="list-style-type: none"> <li>• Academic Calendar 25/26</li> <li>• Youth Truth Survey</li> <li>• Teaching &amp; Learning Update</li> <li>• Edwards Parent Group</li> </ul>		
XII.	<p>Future Board Meeting:</p> <p>Work Session: January 28<sup>th</sup>, 2025</p> <p>Regular Session: February 11<sup>th</sup>, 2025</p>		
	Adjourn Meeting		

**PUBLIC COMMENTS** - Thirty (30) minutes has been allotted for public comments, with a three (3) minute limit per person. Public comments will be processed in the order received. Name and city of residence are required for all comments.

Comments may be submitted via email until 4 pm the Monday before regular session board meetings to: [publiccomment@newberg.k12.or.us](mailto:publiccomment@newberg.k12.or.us) (If you do NOT receive a response of receipt of your public comment, please reach out to Tabitha at 503.554.5041). Those submitted via email will be read by a board member or Superintendent, unless otherwise noted. We will also accept comment cards, in person, from those wishing to speak on the evening of regular session meetings. NO Public comment during Work Sessions. Executive Session is closed to the public.

[Link to January 14, 2025 Board Meeting](#) To listen to the meeting, call one of these numbers and follow the prompts:

1-253-215-8782 or 1-301-715-8592 or login via Zoom, using Meeting ID: **839 2291 5273**; Passcode: **515128**

**\*\*MEDIA & EXECUTIVE SESSION\*\***

Representatives of the news media and designated staff shall be allowed to attend the executive session. We will hold our executive session in the superintendent's office for the duration. Representatives of the news media are specifically directed not to report on or otherwise disclose any of the deliberations or anything said about these subjects during the executive session, except to state the general subject of the session as previously announced. No decision may be made in executive session. At the end of the executive session, we will return to open session.

Media can be excluded for the following reasons:

- When the board meets with labor negotiations to discuss bargaining strategies;
- When the board meets to consider expelling a student;
- When the board discusses a student's confidential records; and
- When the board discusses litigation against the district or community college in which the reporter or the reporter's media organization is involved.



## Newberg School District 29J

### Board Meeting Date: January 14, 2025

ITEM: Consent Agenda

PRESENTER: Board Chair Bridges

**ACTION**

#### 1) Personnel Recommendations:

##### **Accept Temporary Teacher Contract: Effective January 7, 2025**

Olivia Dirks — Teacher, Newberg High School

Trevor Wilber — Teacher, Newberg High School

##### **Accept Licensed Retirement: Effective January 1, 2024**

Paul Schierholtz — Teacher, Newberg High School

Christy Smith — Teacher, Newberg High School

Jenny Thorsell — Teacher, Antonia Crater Elementary School

##### **Accept Licensed Probationary Teacher Contract Working Back: Effective January 7, 2024**

Paul Schierholtz — Teacher, Newberg High School

Christy Smith — Teacher, Newberg High School

Jenny Thorsell — Teacher, Antonia Crater Elementary School

##### **Accept Licensed Teacher Resignation: Effective December 13, 2025**

Kaylee Tolley — Teacher, Newberg High School

##### **Accept Licensed Teacher Resignation: Effective December 5, 2025**

Dylan Stacy — Teacher, Newberg High School

#### 2) Approval of Board Minutes – 12.10.24

#### 3) Approve the fee changes for Newberg High School 2025-2026 school year.

#### 4) Approve the two (2) new courses for Newberg High School

- Medical Sciences 3 (Medical Assistant Program)
- Intro to Accounting

#### 5) Donations:

Wurlitzer Conservatory Console Studio Upright Piano w/bench and delivery to Edwards Elementary - from David & Jeanne Beck.

\$5500 - from Northwest Christian Church - (\$1500 to Edwards, Dundee and Joan Austin Elementary and \$1000 to Ewing Young Elementary)

#### **RECOMMENDATION:**

Move that the Newberg School District Board of Directors approve the consent agenda, as presented.



**Newberg-Dundee Public Schools 29J**

**DRAFT: Board of Directors Minutes December 10, 2024**

**Executive Session 5:00 p.m. followed by Regular Work Session**

**BOARD MEMBERS PRESENT**

Sol Allen  
Deb Bridges  
Trevor DeHart  
Aubrey Nichols  
James Wolfer  
Nancy Woodward

**STAFF PRESENT**

Dave Parker, Interim Superintendent

**STUDENT REPRESENTATIVES**

Oliver Kolbet

**I. REGULAR SESSION CALL TO ORDER**

A Duly called and noticed Regular Session of the Board of Directors of Newberg-Dundee Public Schools 29J was called to order by Chair, Deb Bridges at 5:00 p.m. on December 10, 2024. Board members, staff, and public were present in person and via Zoom session.

This video session was recorded and posted on the Newberg-Dundee Public Schools District website via YouTube.

**II. FLAG SALUTE**

The flag salute was led by Director DeHart.

**III. EXECUTIVE SESSION**

The Board recessed to the Superintendent's Office for Executive Session per:

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

**REGULAR SESSION RESUMED AT 6:14 p.m.**



#### **IV. REVIEW AGENDA**

Director Hayden requests to an update on the cell phone policy as a discussion item.

**Move to add a discussion item on the agenda regarding an update on the cell phone policy.**

Motion: Director Hayden

Second: Director Wolfer

**MOTION PASSED: 7 YES - 0 NO**

#### **V. CONSENT AGENDA**

- a) New hires & resignations
- b) Approval of Board Minutes – 11.19.24
- c) Donations:
  - i) \$5000 – from Newberg Charitable Organization (Newberg Thrift Store) to the Life Skills class for an updated Patio Area
  - ii) \$1000 – from Mark and Elizabeth Moisan (La Bastide Bed & Breakfast) to NHS – Jane Eilert's Culinary Program
  - iii) \$375 – Amazon wish list dollars, Deb Bridges Brother from Virgina to Antonia Crater Elementary School Library

**Move that the Newberg School District Board of Directors approve the consent agenda, as modified with the additional recognition of the \$375 donation.**

Motion: Director DeHart

Second: Director Woodward

**MOTION PASSED: 7 YES - 0 NO**

#### **VI. PUBLIC FORUM**

No public comment

#### **VII. REPORTS, PRESENTATIONS, AND DISCUSSIONS**

- a) New Class Proposals – Presented by Tami Erion
- b) Student Fees 25/26 – Presented by Tami Erion
- c) Cell Phone Policy – Discussion with Board
- d) Budget Committee Applications – Presented by Deb Bridges
  - i) Zone 1: Debra Buerkle
  - Zone 5: Meghan Rogers-Czarnecki, Austin Gacraft, Sarah Staples-Kelley
  - Zone 6: Steve Sherwood, Gregg Koskela, Katie Teslow, Judy Brown
- e) Financial Report – Presented by Gayellyn Jacobson



**VIII. BOARD ACTION ITEM(S):**

- a) Budget Calendar

**Move that the Newberg Dundee Public Schools Board of Directors approve the amended Budget Calendar for 2025-26.**

Motion: Director Woodward  
Second: Director Nichols

**MOTION PASSED: 7 YES - 0 NO**

- b) André Schellhaas – Contract Extension & Amendment

**Move that the Newberg School District board of Directors amend Ms. Schellhaas's Personal Services Contract to February 28th, 2025, and increase the Maximum Total Payment Amount from \$25,000.00 to \$40,000.00.**

Motion: Director Hayden  
Second: Director Wolfer

**MOTION PASSED: 7 YES - 0 NO**

- c) Gayellyn Jacobson – Contract Amendment

**Move that the Newberg School district Board of Directors amend Ms. Jacobson's Personal Services Contract by increasing the Maximum Total Payment Amount from \$90,000.00 to \$120,000.00.**

Motion: Director Woodward  
Second: Director Nichols

**MOTION PASSED: 7 YES - 0 NO**

**BREAK: 7:36 p.m.**

**REGULAR SESSION RESUMED: 7:40 p.m.**

- d) Appoint Budget Committee Members
  - i) Zone 1: Debra Buerkle

**Move that the Newberg School District Board of Directors recommend Debra Buerkle as Zone 1 Budget Committee Member.**

Motion: Director DeHart  
Second: Director Allen

**MOTION PASSED: 7 YES - 0 NO**



ii) Zone 5: Meghan Rogers-Czarnecki, Austin Gacraft, Sarah Staples-Kelley

**Move that the Newberg School District Board of Directors recommend Meghan Rogers-Czarnecki as Zone 5 Budget Committee Member.**

Motion: Director Nichols  
Second: Director Allen

**MOTION PASSED:**

**DIRECTORS' ALLEN, WOLFER, BRIDGES, WOODWARD, NICHOLS, HAYDEN (6)**  
**- YES**  
**DIRECTOR DEHART (1) - NO**

iii) Zone 6: Steve Sherwood, Gregg Koskela, Katie Teslow, Judy Brown

**Move that the Newberg School District Board of Directors recommend Gregg Koskela as Zone 6 Budget Committee Member.**

Motion: Director Wolfer  
Second: Director Woodward

**MOTION PASSED:**

**DIRECTORS' ALLEN, WOLFER, BRIDGES, WOODWARD, NICHOLS (5) - YES**  
**DIRECTORS' DEHART, HAYDEN (2) - NO**

- e) Board & Superintendent Agreements
  - i) Board Goals

**Move that the Newberg Dundee Public Schools Board of Directors approve the Board Goals, as presented.**

Motion: Director Allen  
Second: Director Wolfer

**MOTION PASSED: 7 YES - 0 NO**



**ii) Board & Superintendent Operating Agreement**

**Move that the Newberg Dundee Public Schools Board of Directors approve the Board & Superintendent Operating Agreement, as presented.**

Motion: Director Wolfer

Second: Director Woodward

**MOTION PASSED: 7 YES - 0 NO**

**iii) Board Governance Agreement**

**Move that the Newberg Dundee Public Schools Board of Directors approve the Board Governance Agreement, as presented.**

Motion: Director DeHart

Second: Director Wolfer

**MOTION PASSED: 7 YES - 0 NO**

**iv) Board's Expectations of the Superintendent**

**Move that the Newberg Dundee Public Schools Board of Directors approve the Board's Expectations of the Superintendent outline, as presented.**

Motion: Director Wolfer

Second: Director Nichols

**MOTION PASSED: 7 YES - 0 NO**

**f) Proclamation**

**IX. FUTURE AGENDA ITEMS**

- a) Academic Calendars – 25/26**
- b) Youth Truth Survey**

**X. FUTURE BOARD MEETING**

- a) Regular Session: January 14, 2025**
- b) Work Session: January 28, 2025**

**ADJOURN MEETING**

Meeting adjourned at 8:10 p.m.

Approved by Board of Directors on \_\_\_\_\_

---

Vice-Chair Director James Wolfer



## 2025-26 NEWBERG HIGH SCHOOL FEES

COURSE	Fee	COURSE	Fee
ANATOMY & PHYSIOLOGY LAB	\$20	MEDICAL SCIENCE 1 & 2	\$20
AP STUDIO ART	\$30	INTEGRATED WOOD DESIGN	\$35
AP TEST (PER TEST)	\$99	KEY CLUB	\$16
ART - DRAWING & PAINTING 1, 2 & 3	\$30	MAKERSPACE 1, 2 & 3	\$30
ASB CARD	\$30	MUSICAL THEATER	\$20
AUDIO/VISUAL PRODUCTION 1 & 2	\$25	MULTIMEDIA STORYTELLING	\$20
BAND/SYMPHONIC & STRING ORCHESTRA + CLEANING/REPAIR	\$20	NATIONAL HONOR SOCIETY	\$20
BUILDING CONSTRUCTION TRADES	\$30	PARKING PARKING - AFTER MARCH 15TH	\$45 \$25
CALLIGRAPHY	\$30	PERCUSSION	\$15
CERAMICS 1, 2 & 3	\$30	PHOTOGRAPHY 1 & 2	\$20
CHAMBER ORCHESTRA/WIND ENSEMBLE + CLEANING/REPAIR	\$60	PHYSICS LAB	\$20
CHEMISTRY/ALLIED, HONORS & AP LAB	\$20	STAGECRAFT 1, 2 & 3	\$25
CHOIR/VOCAL ENSEMBLE + CLEANING/REPAIR	\$30	VETERINARY SCIENCE	\$20
CULINARY/FOOD & NUTRITION	\$35	WEBSTORE - PER TRANSACTION	3%
EXPLORING COMPUTER SCIENCE	\$10	WELDING 1, 2, 3 & 4	\$35
FORENSICS LAB	\$20	WILLAMETTE PROMISE*	\$30
GRAPHIC DESIGN 1 & 2	\$20	WOODS 1 & 2	\$30
GUITAR	\$15	YEARBOOK - FOR PURCHASE	\$65
INSTRUMENT RENTAL	\$135		
		* Fee covers all college credits for the school year, regardless of the number of credits earned	



## 2025-26 NEWBERG HIGH SCHOOL FEES

HIGH SCHOOL ATHLETIC RATES	FEE	PE UNIFORMS	
FIRST SPORT	\$200	T-SHIRT ONLY	\$12
SECOND SPORT	\$200	SHORTS/T-SHIRT/LOCK	\$28
F/R LUNCH - PER SPORT	\$25	SHORTS ONLY	\$12
INDIVIDUAL MAX PER YEAR	\$400	LOCK	\$10
FAMILY MAX PER YEAR	\$600		
NON NHS STUDENT ATHLETE - ADDITIONAL ADMINISTRATIVE FEE	\$25		
DANCE TEAM - ALL LEVELS	\$275 min		
VARSITY CHEER + CAMP & UNIFORM	\$1200 min		
OHSET MEMBERSHIP	\$250		



# High School Level New or Change of Course Proposal

(Updated January, 2020)



Content Area	CTE/Business
Proposed Course Title	Intro to Accounting
<a href="#">Oregon Course Codes 23-24</a>	12104
Graduation Requirement fulfilled	Elective
Length of Course	One Trimester
Grade Level(s)	9-12
Prerequisite(s)	Algebra, Intro to Business
Fee	None

## 1. Provide a course description of the course (this will be used for the Course Guide).

Introduction to Accounting is a foundational course that equips students with essential financial literacy and accounting skills, preparing them for future studies in business and post-secondary success. In this course, students will explore the basics of accounting principles, including the accounting equation, double-entry bookkeeping, and the preparation of financial statements such as the balance sheet and income statement. Through hands-on activities and the use of accounting software, students will learn to record and classify financial transactions, analyze financial data, and develop budgeting skills.

## 2. How does the addition of or change to this course support elements of our [Strategic Plan 2023-28](#)?

The addition of *Intro to Accounting* contributes directly to Goal #3 ("Ensure access to all students desiring CTE pathway as measured by student participation and increased graduation rates") in the district's strategic plan. In 2025-26, this course will expand our Marketing Pathway offering, providing students with a course focused on technical and quantitative skills. In 2026-27 and beyond, the goal would be to offer an Accounting 2 and possibly Accounting 3 course as a dual-credit option, which will require *Intro to Accounting* as a prerequisite. This will not only provide more access to affordable college credit, but will allow us to open an Accounting/Finance pathway in addition to our current Marketing option.

## 3. What do data and evidence suggest as the needs for this new course or change?

Of the 125 seniors who have currently taken at least one business class, only 42% have taken more than one course in the pathway and only 19% have taken three or more courses. Adding quantitative courses to the pathway will allow students to gain even more job skills prior to graduation. According to the Bureau of Labor Statistics, employment for auditors and accountants is expected to grow faster than average between 2023 and 2033, adding about 130,000 jobs each year over the next decade.

#### 4. What standards will be addressed and what will be the outcomes for this course?

The course will address the following standards:

- Students will understand fundamental accounting principles, including the accounting equation, double-entry bookkeeping, and the purpose of financial statements
- Students will be able to prepare and interpret essential financial statements, including the balance sheet, income statement, and statement of cash flows
- Students will learn to record, classify, and summarize financial transactions accurately
- Students will understand the importance of ethics and legality in accounting practices
- Students will be introduced to accounting software and tools commonly used in the industry
- Students will understand and be able to calculate financial ratios to assess business performance
- Students will explore various career paths in accounting, finance, and related fields

By the end of the course, students will be able to apply display the following skills:

- Students can explain and apply the accounting equation ( $\text{Assets} = \text{Liabilities} + \text{Equity}$ ) and understand its significance in financial transactions
- Students can create basic financial statements and analyze them to determine a company's financial health and profitability
- Students can journalize transactions, post them to the general ledger, and summarize them in trial balances and financial statements
- Students can identify ethical issues in accounting and understand the role of regulatory bodies, like the IRS and SEC, in enforcing standards
- Students can use basic functions of accounting software (e.g., Excel, QuickBooks) to record transactions and generate reports
- Students can calculate ratios (e.g., liquidity, profitability, debt-to-equity) and interpret what these ratios indicate about a company's financial health
- Students can identify different accounting career opportunities and understand the qualifications, certifications, and skills required

#### 5. How might the addition or change of this course affect the following?

##### a. Staffing

The course will be taught by an NHS teacher. Two to three sections of *Intro to Business* will be reduced or consolidated in order to offer *Intro to Accounting*.

## b. Financial impact

Due to the reduction in *Intro to Business* courses, the net budget impact should be neutral.

## c. Equity and access — what are the equity impacts and what barriers might exist to accessing this course?

*Algebra* and *Intro to Business* will be prerequisites for the course. Due to the complexity of financial terminology, some additional language support may be required for English language learners. Fortunately, the peer-reviewed text is available online through Rice University. Students may access free-of-charge and use translation tools as needed.

## 6. What additional resources would be required for the success of each student in this course?

Resource	Description	Estimated Cost
Written Curricular Materials or Texts	Principle of Accounting Volume One by	This text is offered as a free, open source resource
Technology	Google Sheets, Quickbooks	Available to educators and students for free
Professional Development	Occasional training	If planned in advance, professional development may be covered by Federal Perkins funding.
Other		

## 7. Approvals

Role	Name(s)	Initial/Date
Content Area Instructional Leader	Kaylee Tolley	KT 11/15/24
NEA School Representative	Andrew Gallagher	AG 11/15/24
School Administrator(s)	Tami Erion	TE 11/18/24
Teaching & Learning Coordinator (confirm NCES code and staff licensure with HR)	Holly Miele	HM 12/2/24

INSPIRE. INNOVATE. SUCCEED.



# High School Level New or Change of Course Proposal

(Updated January, 2020)



Content Area	CTE
Proposed Course Title	Medical Sciences 3 (Medical Assistant Program)
<a href="#"><u>Oregon Course Codes 23-24</u></a>	14151
Graduation Requirement fulfilled	Medical Sciences CTE Pathway Capstone
Length of Course	2 trimesters
Grade Level(s)	12
Prerequisite(s)	Medical Sciences 1&2 and/or Medical Sciences 1 & Anatomy
Fee	\$25 + \$119 Test fee

## **1. Provide a course description of the course (this will be used for the Course Guide).**

This course is the CTE capstone for the NHS Medical Sciences program. In this course students will work toward attaining skills through classroom coursework, labs and clinical hours at an approved clinical site. Successful completion of this course qualifies individuals to take the National Medical Assistant Competency Evaluation test for certification as a Medical Assistant. Course subjects include: clinical procedures, administrative procedures, interpersonal skills and communication, and employability skills. Admission into this course will be an application process.

## **2. How does the addition of or change to this course support elements of our [Strategic Plan 2023-28](#)?**

Goal 2: Increase overall student graduation rate to 95% for all demographic groups.

Goal 3: Ensure access to all students desiring CTE pathway as measured by student participation and increased graduation rates.

This course will allow for students to have real-world experience by not only learning professional level skills, but will also allow students who pass the course, clinical and exam to have their Medical Assistant certification upon graduation. For seniors, this course will draw continuous engagement, especially for

students looking to go into the medical field. It will allow our students to get ahead by providing them with direct patient contact hours. This will also help students who are not necessarily college-bound on a traditional timeline or at all, enter the workforce ahead of many of their peers.

### **3. What do data and evidence suggest as the needs for this new course or change?**

It has been 4 years since we have been able to offer the BNA (Basic Nursing Assistant) Program that we used to. With the updated requirements for the instructor and the lingering effects COVID left on the medical field, it has been continuously challenging to find someone who can facilitate the course.

### **4. What standards will be addressed and what will be the outcomes for this course?**

By the end of this course, students will be able to:

1. Understand and apply the National Healthcare Association (NHA) Certified Clinical Medical Assisting curriculum.
2. Perform clinical procedures in compliance with NHA standards.
3. Execute administrative tasks in a healthcare setting as per NHA guidelines.
4. Comprehend and adhere to ethical and legal responsibilities in healthcare.
5. Communicate effectively with patients and healthcare professionals.
6. Exhibit professionalism and empathy in patient interactions.
7. Prepare for the NHA Certified Clinical Medical Assistant (CCMA) certification exam.

### **5. How might the addition or change of this course affect the following?**

#### **a. Staffing**

This shouldn't necessarily change staffing. We may need to condense another Biology course or condense the Medical Sciences 1 course, but this is one of the benefits of offering this course over the BNA course, in that we don't need to hire someone externally to teach the course.

## **b. Financial impact**

This course does have a curriculum cost of \$180/ student. I am hoping we can utilize the measure 98 funds that we used for the BNA course in this course, as it will provide access to an industry-level course to individuals who may not be able to afford it post- high school. In addition, there are numerous, industry-level supplies needed in order to complete the skill labs. The medical sciences pathway has been collecting supplies over the years through various avenues, so we have most of the supplies needed in order to complete the labs. Our partners at Virginia Grace Medical Center have also offered some support in this area, and I will continue to write grants to fill the needs.

## **c. Equity and access — what are the equity impacts and what barriers might exist to accessing this course?**

This course will be open to any student, who has completed the prerequisites, to apply. The application process may be intimidating for some, but we would be sure to provide support for students applying.

Students may also have a challenge paying for the certification fee at the end, and if this is a barrier, the Medical Sciences account does have some funds that can aid in some or all of this need for a few students.

## **6. What additional resources would be required for the success of each student in this course?**

<b>Resource</b>	<b>Description</b>	<b>Estimated Cost</b>
Written Curricular Materials or Texts	NHA Online Curriculum	\$180/student
Technology	Chromebooks Calculator	\$0
Professional Development	Clinical Procedures - VDMC will provide this	\$0
Other		

## 7. Approvals

Role	Name(s)	Initial/Date
Content Area Instructional Leader	Kaylee Tolley	KRT 12/5/24
NEA School Representative	Patrick Verdun	PV 12/5/24
School Administrator(s)		TE 12/5/24
Teaching & Learning Coordinator (confirm NCES code and staff licensure with HR)	Holly Miele	HM 12/5/24

NEWBERG SCHOOL DISTRICT											PRIOR YEAR DATA	
	reg adm	reg adm	reg adm	reg adm	reg adm	share time calc adm	college co enrolled	adm from oasis to Newberg	student count (not fte)	student fte - ADM	student count (not fte)	student fte - ADM
SCHOOLS	REG ENROLL	ILC/SLC	LIFE SKILLS	TRANS	COA	HOME SCH	PCC ONLY	OASIS	1/1/2025	1/1/2025	6/1/2024	6/1/2024
CRATER	295								295	295	310	310
DUNDEE	215							1	216	216	213	213
EDWARDS	416								416	416	455	455
EWING YOUNG	137				33	1			171	170	190	189.5
JOAN AUSTIN	198								198	198	188	187
MABEL RUSH	376								376	376	387	387
CVMS	393		1		26	1			421	420	434	432
MVMS	494					2			496	494	490	489
NHS	1184	7		10				2	1203	1199	1170	1155.5
CATALYST	91				92				183	181.5	181	179.5
<b>TOTAL</b>	<b>3799</b>	<b>7</b>	<b>1</b>	<b>10</b>	<b>151</b>	<b>4</b>	<b>0</b>	<b>3</b>	<b>3975</b>	<b>3965.5</b>	<b>4018</b>	<b>3997.5</b>

SUMMER ENROLLMENT CHANGE -43 -32

NO ADM OR FTE FOR THESE STUDENTS THESE STUDENTS ARE NOT IN THE COUNTS ABOVE				
SCHOOLS	PRESCHOOL	SPED SVC	CONCURRENT	
	NO ADM/FTE	NO ADM/FTE	NO ADM/FTE	TOTAL
CRATER		1		1
DUNDEE			2	2
EDWARDS		2	1	3
EY - EY COA				0
JOAN AUSTIN		1		1
MABEL RUSH				0
CVMS-CV COA		1	10	11
MVMS			5	5
NHS		2	57	59
CATALYST			1	1
<b>TOTAL</b>	<b>0</b>	<b>7</b>	<b>76</b>	<b>83</b>

CONCURRENT: ENROLLED IN TWO BUILDINGS COUNTED AT HOME BLDG
SPED SVCS: SPED SERVICES ONLY NOT EDUCATION
VIRTUAL: ATTENDING A VIRTUAL SCH, TAKING ELECTIVES ETC

ADM AND FTE ARE IN COUNT ABOVE / WCA SALEM PROGRAM						
SCHOOLS	wcac	wcad	wcam	wcah	wcai	TOTAL
NHS	6	4	2	4	2	18
CATALYST						0
<b>TOTAL</b>	<b>6</b>	<b>4</b>	<b>2</b>	<b>4</b>	<b>2</b>	<b>18</b>

BOARD INFORMATION						
SCHOOL	WHITE	BIPOC	TOTAL COUNT	ESL	SPED	
1/1/2025						
CRATER	221	75	296	4	61	
DUNDEE	162	54	216	16	35	
EDWARDS	186	233	419	137	87	
EWING YOUNG	133	38	171	7	23	
JOAN AUSTIN	124	75	199	15	36	
MABEL RUSH	256	120	376	25	59	
CVMS	323	99	422	17	75	
MVMS	303	193	496	56	79	
NHS	820	384	1204	69	188	
CATALYST	132	51	183	5	25	
<b>TOTAL</b>	<b>2660</b>	<b>1322</b>	<b>3982</b>	<b>351</b>	<b>668</b>	

3982 check

This number includes student count  
from J14 +Virtual B32 + Sped Svcs  
C32



SCHOOL	TEACHER	GRADE	CLASS SIZE
CRATER	GESER	KG	16.00
	KNIGHT	KG	16.00
DUNDEE	BOHANAN	KG	16.00
	MILLAGE	KG	17.00
EDWARDS	BARNES	KG	21.00
	JONES	KG	21.00
	WHEELOCK	KG	26.00
EWING YOUNG	ESTEVEZ	KG	19.00
JOAN AUSTIN	GRAY	KG	23.00
MABEL RUSH	HAMMER	KG	20.00
	PREAP	KG	19.00
	RUHNKE	KG	19.00
<b>TOTAL KG COUNT</b>			<b>233.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>19.42</b>
	TEACHER	GRADE	CLASS SIZE
CRATER	SOUMOKIL	1	18.00
	THORSELL	1	19.00
EDWARDS	AUST	1	23.00
	PEREZ	1	26.00
EWING YOUNG	STEPHENSON	1	25.00
JOAN AUSTIN	BOTENHAGEN	1	19.00
	HAUPT	1	19.00
MABEL RUSH	FELIZARTA	1	27.00
	PETERSEN	1	26.00
<b>TOTAL 1ST COUNT</b>			<b>202.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>22.44</b>
	TEACHER	GRADE	CLASS SIZE
DUNDEE	COWLTHORP	1	9.00
		2	12.00
	CROCKER	1	9.00
		2	14.00
	SENFF LOOP (job share)	1	11.00
		2	12.00
EDWARDS	ADAMS	1	3.00
		2	19.00
	FODGE	1	12.00
		2	10.00
<b>TOTAL 1/2 COUNT</b>			<b>111.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>22.20</b>
	TEACHER	GRADE	CLASS SIZE
CRATER	GILL	2	22.00
	VAIL	2	22.00
EDWARDS	BICKEL	2	23.00
	ROLDAN PORTUGAL	2	24.00
EWING YOUNG	TAYLOR	2	21.00
JOAN AUSTIN	FORREST	2	20.00
	UNDERHILL	2	20.00
MABEL RUSH	ALBRIGHT	2	23.00
	BOWER	2	21.00
	VILLA AGUILAR	2	23.00
<b>TOTAL 2ND COUNT</b>			<b>219.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>21.90</b>
	TEACHER	GRADE	CLASS SIZE
CRATER	FITZPATRICK	3	29.00
	RIERSON	3	28.00
DUNDEE	ISON	3	18.00
	KARABINUS-CULBERTSON	3	18.00

EDWARDS	ERICKSON	3	21.00
	MCNAIR SAPITAN (JOB SHARE)	3	22.00
	ORTIZ FROYLAN	3	23.00
EWING YOUNG	WIARD	3	24.00
JOAN AUSTIN	BUCK	3	20.00
	GALLAGHER	3	19.00
MABEL RUSH	RAINEY	3	23.00
	SMITH	3	23.00
	THOMAS	3	21.00
<b>TOTAL 3RD COUNT</b>			<b>289.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>22.23</b>
	<b>TEACHER</b>	<b>GRADE</b>	<b>CLASS SIZE</b>
CRATER	PAYTON	4	28.00
	SMITH	4	28.00
DUNDEE	SCHNEIDER	4	19.00
	WILSON	4	19.00
EDWARDS	LALLY	4	21.00
	PENA GAMEZ	4	29.00
JOAN AUSTIN	HINSON	4	33.00
MABEL RUSH	NICOL	4	24.00
	STIFTER	4	22.00
	TODA	4	23.00
<b>TOTAL 4TH COUNT</b>			<b>246.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>24.60</b>
	<b>TEACHER</b>	<b>GRADE</b>	<b>CLASS SIZE</b>
EDWARDS	MAYORGA LOPEZ	4	14.00
		5	12.00
EWING YOUNG	LAMPKIN	4	14.00
		5	9.00
	NOBLE	4	14.00
		5	11.00
<b>TOTAL 4/5 COUNT</b>			<b>74.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>24.67</b>
CRATER	DANIELSON	5	22.00
	LOVE	5	24.00
	ROBERTS	5	23.00
DUNDEE	BACHMEIER	5	21.00
	SMYTH	5	20.00
EDWARDS	WOODRUFF	5	27.00
	MCGEEVER	5	20.00
	WEAVER	5	19.00
JOAN AUSTIN	SAYLES	5	25.00
MABEL RUSH	STERNER	5	30.00
	STONE	5	32.00
<b>TOTAL 5TH COUNT</b>			<b>263.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>23.91</b>
<b>TOTAL ELEMENTARY</b>			<b>1637.00</b>
<b>AVERAGE CLASS SIZE</b>			<b>22.42</b>
<b>TOTAL ELEMENTARY FTE</b>			<b>1637.00</b>

SCHOOL	GRADE	COUNT	FTE
CHEHALEM VALLEY	6	129.00	129.00
MOUNTAIN VIEW	6	159.00	159.00
<b>TOTAL 6TH COUNT</b>		<b>288.00</b>	<b>288.00</b>
CHEHALEM VALLEY	7	130.00	130.00
MOUNTAIN VIEW	7	159.00	159.00
<b>TOTAL 7TH COUNT</b>		<b>289.00</b>	<b>289.00</b>
CHEHALEM VALLEY	8	134.00	134.00
MOUNTAIN VIEW	8	176.00	176.00
<b>TOTAL 8TH COUNT</b>		<b>310.00</b>	<b>310.00</b>
<b>NHS / CATALYST</b>			
NHS 9TH	9	286.00	286.00
CATALYST 9TH	9	6.00	6.00
<b>TOTAL 9TH COUNT</b>	<b>9</b>	<b>292.00</b>	<b>292.00</b>
NHS 10TH	10	326.00	326.00
CATALYST 10TH	10	15.00	15.00
<b>TOTAL 10TH COUNT</b>	<b>10</b>	<b>341.00</b>	<b>341.00</b>
NHS 11TH	11	294.00	294.00
CATALYST 11TH	11	34.00	34.00
<b>TOTAL 11TH COUNT</b>	<b>11</b>	<b>328.00</b>	<b>328.00</b>
NHS 12TH	12	278.00	274.00
CATALYST 12TH	12	36.00	36.00
<b>TOTAL 12TH</b>	<b>12</b>	<b>314.00</b>	<b>310.00</b>
<b>TOTAL NHS</b>		<b>1184.00</b>	<b>1180.00</b>
<b>TOTAL CATALYST</b>		<b>91.00</b>	<b>91.00</b>
<b>TOTAL SECONDARY</b>		<b>2162.00</b>	<b>2158.00</b>
<b>SCHOOL COUNT</b>		<b>3799.00</b>	<b>3795.00</b>
<b>SPECIAL PROGRAMS COUNT</b>	remove non res/sharetime	<b>176.00</b>	<b>170.50</b>
			remove nonres/shared time/ .5 coa
<b>TOTAL DISTRICT</b>	student count/fte	<b>3975.00</b>	<b>3965.50</b>
NON RESIDENT, SPED SVCS, VIRTUAL SCHOOL STUDENTS NOT IN ABOVE COUNTS AS WE DO NOT RECEIVE REGULAR ADM OR FTE FOR THESE STUDENTS			
CONCURRENTLY ENROLLED STUDENTS ARE NOT IN ABOVE COUNT			

Newberg School District  
General Fund Revenue - 2024-25

Source	2024-25 Budget	Actual	Projected	Total Estimated 2024-25	(Over)/Under Budget	2023-24 Budget	Actual YTD Rev. 6/30/2024
		YTD Rev. 12/31/2024	through 6/30/2025				
<b>SSF Funding</b>							
1111 Current Year Property Taxes	20,645,716	19,678,501	1,436,499	21,115,000	(469,284)	19,980,000	20,210,090
1112 Prior Year's Property Taxes	275,000	245,992	29,008	275,000	-	320,000	269,653
1114 Payments in Lieu of Property Tax	8,000	3,523	6,477	10,000	(2,000)	-	10,393
1190 Penalties & Interest on Investments	75,000	29,125	50,000	79,125	-	75,000	92,084
2101 County School Funds	17,500	483	17,017	17,500	-	15,000	18,603
3101 State School Support Funds	32,497,636	18,552,810	15,394,991	33,947,801	(1,450,165)	32,939,862	27,965,203
3103 Common School Fund	543,875	-	545,123	545,123	(1,248)	580,000	592,919
<b>Total SSF Funding</b>	<b>54,062,727</b>	<b>38,510,434</b>	<b>17,479,115</b>	<b>55,989,549</b>	<b>(1,922,697)</b>	<b>53,909,862</b>	<b>49,158,945</b>
<b>Total SSF Revenue</b>	<b>\$ 54,062,727</b>	<b>\$ 38,510,434</b>	<b>\$ 17,479,115</b>	<b>\$ 55,989,549</b>	<b>\$ (1,922,697)</b>	<b>\$ 53,909,862</b>	<b>49,158,945</b>
<b>Non State School Support Formula Sources</b>							
<b>Local Sources</b>							
1310 Tuition	1,000	-	1,000	1,000	-	-	22,667
1510 Earnings on Investments	100,000	199,527	150,000	349,527	(249,527)	125,000	536,496
1740 HS Athletic Participation	75,000	27,810	50,000	77,810	(2,810)	100,000	96,082
1910 Rentals	13,000	1,740	15,000	16,740	(3,740)	40,000	19,379
1940 Serv Provided to Other districts	105,000	-	-	-	105,000	40,000	-
1960 Recovery of Prior Year Expenditures	50,000	57,302	125,000	182,302	(132,302)	300,000	114,477
1980 Fees Charged to Grants	139,368	-	-	-	139,368	175,000	893
1990 Miscellaneous Local Revenue	130,000	96,803	30,000	126,803	3,197	55,000	76,905
<b>Total Non Formula Local Sources</b>	<b>613,368</b>	<b>383,182</b>	<b>371,000</b>	<b>754,182</b>	<b>(140,814)</b>	<b>835,000</b>	<b>866,899</b>
<b>Intermediate Sources</b>							
2102 Education Service District Apportionment	1,800,000	-	1,600,000	1,600,000	200,000	1,009,500	1,128,131
2199 - Other Inter. Sources (HERT)	-	356	500	856	-	-	40
<b>Total Intermediate Sources</b>	<b>1,800,000</b>	<b>356</b>	<b>1,600,500</b>	<b>1,600,000</b>	<b>200,000</b>	<b>1,009,500</b>	<b>1,128,171</b>
<b>State/Federal Sources</b>							
3299 Other State Grants (High Cost Disability)	-	-	800,000	800,000	(800,000)	25,000	1,014,546
4210 Medicaid	50,000	-	-	-	-	-	-
<b>Total State/Federal Sources</b>	<b>50,000</b>	<b>-</b>	<b>800,000</b>	<b>800,000</b>	<b>(800,000)</b>	<b>25,000</b>	<b>1,014,546</b>
<b>Other Sources</b>							
5200 Interfund Transfers	-	-	-	-	-	700,000	1,000,000
5300 Sale/Loss of Fixed Assets	-	-	-	-	-	50,000	760
5400 Beginning Fund Balance	-	(1,233,379)	-	(1,233,379)	1,233,379	8,500,000	7,725,209
<b>Total Other Sources</b>	<b>-</b>	<b>(1,233,379)</b>	<b>-</b>	<b>(1,233,379)</b>	<b>1,233,379</b>	<b>9,250,000</b>	<b>8,725,969</b>
<b>Total Non SSF Revenue</b>	<b>\$ 2,463,368</b>	<b>\$ (849,841)</b>	<b>\$ 2,771,500</b>	<b>\$ 1,920,803</b>	<b>\$ 492,565</b>	<b>\$ 11,119,500</b>	<b>\$ 11,735,585</b>
<b>Total Resources</b>	<b>\$ 56,526,095</b>	<b>\$ 37,660,593</b>	<b>\$ 20,250,615</b>	<b>\$ 57,910,352</b>	<b>\$ (1,430,132)</b>	<b>\$ 65,029,362</b>	<b>\$ 60,894,530</b>
Less Estimated Requirements						<b>\$ 57,326,628</b>	
<i>Estimated Ending Fund Balance</i>						<b>\$ 583,723</b>	

Newberg School District  
General Fund Expenditures by Object and Major Function  
2024-25

	<b>YTD Rev. Budget</b>	<b>Actual YTD EXP 12/31/2024</b>	<b>Projected through 6/30/2025</b>	<b>Total Estimated Expenditures</b>	<b>(Over)/ Under Budget</b>	<b>% Committed</b>	<b>2023-24 Budget</b>	<b>Actual YTD Exp. 6/30/2024</b>
100 Salaries	<b>26,722,616</b>	<b>10,588,792</b>	18,806,086	29,394,878	(2,672,262)	110.00%	31,668,457	32,625,471
200 Associated Payroll Costs	<b>17,912,272</b>	<b>6,173,030</b>	11,022,751	17,195,781	716,491	96.00%	20,332,307	16,767,613
300 Purchased Services	<b>8,546,292</b>	<b>3,709,781</b>	5,178,363	8,888,144	(341,852)	104.00%	6,975,885	10,722,930
400 Supplies and Materials	<b>1,129,300</b>	<b>578,109</b>	438,261	1,016,370	112,930	90.00%	1,394,375	1,246,721
500 Capital Outlay	<b>5,000</b>	<b>7,024</b>	7,024	14,048	(9,048)	280.96%	19,048	-
600 Other Objects	<b>739,658</b>	<b>772,200</b>	1,079	773,279	(33,621)	104.55%	648,060	734,173
700 Transfers and Contingency	<b>1,470,957</b>	-	44,129	44,129	1,426,828	3.00%	1,161,000	31,000
800 Reserved for Next Year	-	-					2,830,230	-
Grand Total	<b>56,526,095</b>	<b>21,828,936</b>	<b>35,497,692</b>	<b>57,326,628</b>	<b>57,326,628</b>		<b>65,029,361</b>	<b>62,127,909</b>

\$ (800,533)

1000 Instruction	<b>31,581,703</b>	<b>10,888,491</b>	21,996,422	32,884,913	(1,303,210)	104.13%	36,994,262	36,655,421
2000 Support Services	<b>23,473,435</b>	<b>10,940,444</b>	13,501,270	24,441,714	(968,279)	104.13%	24,043,870	25,441,488
5000 Transfers	<b>70,500</b>	-	-	-	70,500	0.00%	31,000	31,000
6000 Contingency	<b>1,400,457</b>	-	-	-	1,400,457	0	3,960,230	
Grand Total	<b>56,526,095</b>	<b>21,828,936</b>	<b>35,497,692</b>	<b>57,326,627</b>	<b>57,326,627</b>		<b>65,029,361</b>	<b>62,127,909</b>

Newberg School District  
Appropriations  
2024-25

General Fund	Appropriations		YTD	Encumbrances/Projections		Totals	Resolutions	(Over)/Under Budget
1000 Instruction	\$ 31,581,703	\$ 10,888,491	\$ 21,996,422	\$ 32,884,913				\$ (1,303,210)
2000 Support Services	\$ 23,473,435	\$ 10,940,444	\$ 13,501,270	\$ 24,441,714				\$ (968,279)
5200 Transfers	\$ 70,500	\$ -	\$ -	\$ -				\$ 70,500
6000 Contingency	\$ 1,400,457	\$ -	\$ -	\$ -				\$ 1,400,457
Sub Total	<b>\$ 56,526,095</b>	<b>\$ 21,828,935</b>	<b>\$ 35,497,692</b>	<b>\$ 57,326,627</b>				<b>\$ (800,532)</b>
<b>Special Revenue Funds</b>								
1000 Instruction	\$ 8,321,922	\$ 2,072,799	\$ 3,330,916	\$ 5,403,715				\$ 2,918,207
2000 Support Services	\$ 2,630,717	\$ 1,012,912	\$ 1,029,176	\$ 2,042,088				\$ 588,629
3000 Community Services	\$ 2,303,621	\$ 833,694	\$ 739,880	\$ 1,573,574				\$ 730,047
5200 Transfers	\$ 250,000	\$ -	\$ -	\$ -				\$ 250,000
Sub Total	<b>\$ 13,506,260</b>	<b>\$ 3,919,405</b>	<b>\$ 5,099,972</b>	<b>\$ 9,019,377</b>				<b>\$ 4,486,883</b>
<b>PERS &amp; Bond Debt Service</b>								
5100 Debt Service	\$ 11,482,924	\$ 2,313,963	\$ 9,101,788	\$ 11,415,751				\$ 67,173
Sub Total	<b>\$ 11,482,924</b>	<b>\$ 2,313,963</b>	<b>\$ 9,101,788</b>	<b>\$ 11,415,751</b>				<b>\$ 67,173</b>
<b>Facilities</b>								
2000 Support Services	\$ 612,133	\$ 115,888	\$ 136,624	\$ 252,512				\$ 359,621
4000 Facilities Acquisition	\$ 12,102,719	\$ 7,084,285	\$ 8,389,667	\$ 15,473,952				\$ (3,371,233)
Sub Total	<b>\$ 12,714,852</b>	<b>\$ 7,200,173</b>	<b>\$ 8,526,291</b>	<b>\$ 15,726,464</b>				<b>\$ (3,011,612)</b>
<b>Total Appropriations</b>	<b>\$ 94,230,131</b>	<b>\$ 35,262,476</b>	<b>\$ 58,225,743</b>	<b>\$ 93,488,219</b>	<b>\$ -</b>			<b>\$ 741,912</b>
<b>Total Unappropriated</b>	<b>\$ 4,764,065</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>				<b>\$ 4,764,065</b>
<b>TOTAL</b>	<b>\$ 98,994,196</b>	<b>\$ 35,262,476</b>	<b>\$ 58,225,743</b>	<b>\$ 93,488,219</b>				<b>\$ 5,505,977</b>

FY24/25 SSF Estimate									
	SSF Estimate	3/4/2024	6/20/2024	G Estimate 11-13-24	5/2025		YTD & Projected		
Local Revenue									
Property Taxes		23,500,000	20,645,716	21,400,000	21,400,000		21,400,000		
Common School		533,569	545,123	545,123	545,123		545,123		
County School		17,500	17,500	17,500	17,500		17,500		
<b>Total</b>		<b>\$ 24,051,069</b>	<b>\$ 21,208,339</b>	<b>\$ 21,962,623</b>	<b>\$ 21,962,623</b>		<b>\$ 21,962,623</b>		
Transportation		\$ 4,500,000	\$ 4,500,000	\$ 5,100,000	\$ 4,208,000		\$ 5,100,000		
%		70%	70%	70%	70%		70%		
<b>Grant Total</b>		<b>\$ 3,150,000</b>	<b>\$ 3,150,000</b>	<b>\$ 3,570,000</b>	<b>\$ 2,945,600</b>		<b>\$ 3,570,000</b>		
District Average Teacher Experience		11.93	13.02	13.02	13.02		13.02		
State Average		12.04	11.85	11.85	11.85		11.85		
<b>Experience Adjustment</b>		<b>-0.11</b>	<b>1.17</b>	<b>1.17</b>	<b>1.17</b>		<b>1.17</b>		
ADMw		4850.225	4706.0337	4706.0337	4706.0337		4706.0337		
General Purpose Grant		\$ 21,812,674	\$ 21,314,803	\$ 21,314,803	\$ 21,314,803		\$ 21,314,803		
Funding Ratio		2.337981391057	2.339708390420	2.339708390420	2.339708390420		2.339708390420		
<b>Total General Purpose Grant</b>		<b>\$ 50,997,627</b>	<b>\$ 49,870,424</b>	<b>\$ 49,870,424</b>	<b>\$ 49,870,424</b>		<b>\$ 49,870,424</b>		
Total Formula Revenue		\$ 54,147,627	\$ 53,020,424	\$ 53,440,424	\$ 52,816,024		\$ 53,440,424		
<b>24/25 State School Fund Grant</b>		<b>\$ 30,096,558</b>	<b>\$ 31,812,085</b>	<b>\$ 31,477,801</b>	<b>\$ 30,853,401</b>		<b>\$ 31,477,801</b>		
GP Per Extended ADMw		\$ 10,514	\$ 10,597	\$ 10,597	\$ 10,597		\$ 10,597		
Amount Received YTD from State			\$ 18,552,810.00	\$ 18,552,810.00				\$ 33,947,801.00	
<b>Difference</b>								<b>\$ (2,470,000)</b>	

**NEWBERG SCHOOL DISTRICT  
YAMHILL COUNTY, OREGON**

**COMMUNICATION TO THE GOVERNING BODY  
FOR THE YEAR ENDED JUNE 30, 2024**



**12700 SW 72<sup>nd</sup> Ave.  
Tigard, OR 97223**



**PAULY, ROGERS AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. ♦ Tigard, OR 97223  
(503) 620-2632  
[www.paulyrogersandcpcpas.com](http://www.paulyrogersandcpcpas.com)

December 31, 2024

To the Board of Directors  
Newberg School District  
Yamhill County, Oregon

We have audited the basic financial statements of the governmental activities and each major fund of Newberg School District (the District) for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards and the Uniform Guidance*, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit.

### **Purpose of the Audit**

Our audit was conducted using sampling, inquiries and analytical work to opine on the fair presentation of the basic financial statements and compliance with:

- generally accepted accounting principles and auditing standards
- the Oregon Municipal Audit Law and the related administrative rules
- federal, state and other agency rules and regulations related to expenditures of federal awards

### **Our Responsibility under U.S. Generally Accepted Auditing Standards and the Uniform Guidance**

As stated in our engagement letter, our responsibility, as described by professional standards, is to express opinions about whether the basic financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the basic financial statements does not relieve you or management of your responsibilities. Our engagement letter details our nonaudit services we provide; these services do not constitute an audit under Government Auditing Standards.

In planning and performing our audit, we considered the system of internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and not to provide assurance on the system of internal control over financial reporting. We also considered the system of internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance.

As part of obtaining reasonable assurance about whether the basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of the basic financial statement amounts. However, providing an opinion on compliance with those provisions is not an objective of our audit. Also in accordance with the Uniform Guidance, we examined, on a test basis, evidence about compliance with the types of compliance requirements described in the OMB's Compliance Supplement applicable to each of the major federal programs for the purpose of expressing an opinion on compliance with those requirements. While our audit provided a reasonable basis for our opinion, it does not provide a legal determination on compliance with those requirements.

Our responsibility for the supplementary information accompanying the basic financial statements, as described by professional standards, is to evaluate the presentation of the supplementary information in relation to the basic financial statements as a whole and to report on whether the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Planned Scope and Timing of the Audit**

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements; therefore, our audit involved judgment about the number of transactions examined and the areas to be tested.

Our audit included obtaining an understanding of the District and its environment, including the system of internal control, sufficient to assess the risks of material misstatement of the basic financial statements and to design the nature, timing, and extent of further audit procedures. Material misstatements may result from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the District or to acts by management or employees acting on behalf of the District. We also communicated any control related matters that are required to be communicated under professional standards.

### **Results of Audit**

1. Audit opinion letter - an unmodified opinion on the basic financial statements has been issued. This means we have given a “clean” opinion with no reservations.
2. State minimum standards – We found no exceptions or issues requiring comment, except as noted on page 58 of the financial report.
3. Federal Awards - We found no issues of non-compliance and no questioned costs, except for one issue of non-compliance noted on Page 66. We have responsibility to review these programs and give our opinion on the schedule of expenditures of federal awards, and tests of the internal control system, compliance with laws and regulations, and general and specific requirements mandated by the various awards.

### **Significant Audit Matters**

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used are described in Note 1 to the basic financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2024, except for the implementation of GASB Statement No. 100 *Accounting Changes and Error Corrections*. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the basic financial statements in the proper period.

Accounting estimates are an integral part of the basic financial statements prepared by management and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the basic financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most significant estimates in the basic financial statements are Management’s estimates of receivables, PERS pension liabilities and deferrals, OPEB Health Insurance, RHIA liabilities/assets and deferrals, capital asset depreciation, and fair market value of investments, which are based on estimated collectability of receivables, actuarial assumptions, useful lives of assets, and active market values or significant observable inputs. We have evaluated the methods, assumptions, and data used to develop these estimates in determining that they were reasonable in relation to the basic financial statements taken as a whole.

Certain basic financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

*Difficulties Encountered in Performing the Audit*

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

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements or determined that their effects are immaterial. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, taken as a whole. There were immaterial uncorrected misstatements noted during the audit which were discussed with management. The uncorrected misstatements or the matters underlying them could potentially cause future period basic financial statements to be materially misstated, even if, in our judgment, such uncorrected misstatements are immaterial to the basic financial statements under audit.

*Disagreements with Management*

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

*Management Representations*

We have requested certain representations from management that are included in the management representation letter.

*Management Consultations with Other Independent Accountants*

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

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards with management each year prior to our retention as the auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

*Required Supplementary Information*

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

*Supplementary Information*

We were engaged to report on the supplementary information, which accompany the basic financial statements but are not required supplementary information. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the basic financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves.

*Other Information*

We were not engaged to report on the other information as listed in the table of contents as other financial information, and the list of board members listed before the table of contents. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

## **Other Matters – Future Accounting and Auditing Issues**

In order to keep you aware of new auditing standards issued by the American Institute of Certified Public Accountants and accounting statements issued by the Governmental Accounting Standards Board (GASB), we have prepared the following summary of the more significant upcoming issues:

### **GASB 101 – COMPENSATED ABSENCES**

The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.

This Statement requires that a liability for certain types of compensated absences—including parental leave, military leave, and jury duty leave—not be recognized until the leave commences. This Statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used.

This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. A liability for leave that has been used but not yet paid or settled should be measured at the amount of the cash payment or noncash settlement to be made. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities.

With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources.

This Statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (as long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences.

## **Other Matters – Future Accounting and Auditing Issues (Continued)**

### **GASB 102 – CERTAIN RISK DISCLOSURES**

The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition.

State and local governments face a variety of risks that could negatively affect the level of service they provide or their ability to meet obligations as they come due. Although governments are required to disclose information about their exposure to some of those risks, essential information about other risks that are prevalent among state and local governments is not routinely disclosed because it is not explicitly required. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending.

This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued.

If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The disclosure should include descriptions of the following:

- The concentration or constraint
- Each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements
- Actions taken by the government prior to the issuance of the financial statements to mitigate the risk.

## **Other Matters – Best Practices**

### **1. Fidelity Insurance Coverage**

In reviewing fidelity (employee honesty) insurance coverage we found that the District often carries cash and investment balances in excess of the insurance coverage amount. We recommend that the Board examine this exposure risk and make a determination as to the amount of insurance coverage they feel is prudent in regard to their oversight.

### **2. Governing Body Monitoring**

An integral part of internal controls is the monitoring of financial activities by those charged with the governance. This can be accomplished by 1.) asking specifically designed questions to senior staff, 2.) by reviewing financial statements and projections, and 3.) by comparing financial results to pre-established benchmarks. While elected officials participate in the budget adoption process and receive staff prepared financial statements, these only partially fulfill the monitoring function. We recommend that the District articulate their monitoring practices and record in the minutes when those activities occur.

### **3. Stale Dated Checks**

During our testing of bank reconciliations, we noted numerous uncleared checks were still included in the bank reconciliations. Although immaterial in total, we recommend that all stale dated checks be cleared in a timely manner or turned over to the state as unclaimed property in compliance with Oregon Unclaimed Property Law.

### **4. Segregation of Duties**

Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records or to all phases of a transaction. Specifically, The Director and Coordinator both have access to print checks, create new vendors, have the ability to deposit paychecks, and have keys to the office where paycheck blank check stock is stored. The Director also has the ability to approve purchases, print checks containing electronic signatures, and create new employees. Consequently, the possibility exists that unintentional or intentional errors or irregularities could exist and not be promptly detected. We recommend that the Board continually monitor the financial activities to mitigate this risk and consider obtaining additional fidelity (employee honesty) insurance coverage to compensate for this risk.

### **5. 403(b) Compliance Requirements**

The District has contracted with a third party services for educational and clerical substitute services. The service provider does not have a SSAE 18 (service provider) report or internal control report covering their operations, accounting processing and informational technology controls. The possibility exists that errors or irregularities could exist and not be detected. While nothing came to our attention during our testing, we recommend the Governing Body review the risks regarding this matter and consider getting assurance from the service provider that will reduce risks, including being named on their insurance policies.

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



ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**FINANCIAL REPORT**

**For the Year Ended June 30, 2024**



**12700 SW 72<sup>nd</sup> Ave.  
Tigard, OR 97223**

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**BOARD OF DIRECTORS 2023-24**

Nancy Woodward, Chair	June 30, 2025
Deb Bridges, Vice Chair	June 30, 2027
Trevor DeHart	June 30, 2025
Jeremy Hayden	June 30, 2027
James Wolfer	June 30, 2027
Sol Allen	June 30, 2027
Aubrey Nichols	June 30, 2025

**ADMINISTRATION**

David Parker, Superintendent (Registered Agent)  
Gayellyn Jacobson, Interim Director of Fiscal Services

Board members receive mail at the District address listed below.

Newberg School District  
714 E Sixth Street  
Newberg, Oregon 97132

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**TABLE OF CONTENTS**  
\*\*\*\*\*

	<u>PAGE</u>
<b>Independent Auditors' Report</b>	<i>i</i>

**REQUIRED SUPPLEMENTARY INFORMATION**

<b>Management's Discussion and Analysis</b>	<i>iv</i>
---	-----------

**BASIC FINANCIAL STATEMENTS**

<b>Government-wide Basic Financial Statements:</b>	
Statement of Net Position	1
Statement of Activities	2
<b>Fund Basic Financial Statements:</b>	
Balance Sheet – Governmental Funds	3
Reconciliation of the Governmental Funds Balance Sheet	
To the Statement of Net Position	4
Statement of Revenues, Expenditures and Changes in Fund	
Balances - Governmental Funds	5
Reconciliation of the Governmental Funds Statement of Revenues,	
Expenditures and Changes in Fund Balances to the Statement of Activities	6
and Changes in Net Position	
Notes to Basic Financial Statements	7

**REQUIRED SUPPLEMENTARY INFORMATION**

<b>Schedule of Proportionate Share of the Net Pension Liability – PERS</b>	<i>41</i>
<b>Schedule of Contributions – PERS</b>	<i>41</i>
<b>Schedule of Proportionate Share of the Net Pension Liability – RHIA</b>	<i>42</i>
<b>Schedule of Contributions – RHIA</b>	<i>42</i>
<b>Schedules of Revenues, Expenditures, and Changes in</b>	
<b>Schedule of Changes in Total OPEB Liability and Related Ratios –</b>	
Other Post-Employment Benefits (Health Insurance)	<i>43</i>
<b>Fund Balances – Actual and Budget – Budgetary Basis:</b>	
Major Funds:	
General Fund	<i>44</i>
Special Revenue Fund	<i>45</i>

**SUPPLEMENTARY INFORMATION**

<b>Schedules of Revenues, Expenditures, and Changes in</b>	
<b>Fund Balances – Actual and Budget – Budgetary Basis:</b>	
Debt Service Fund	<i>46</i>
Capital Projects Fund	<i>47</i>
<b>Schedule of Property Tax Transactions and Balances of Taxes</b>	
Uncollected – General Fund	<i>48</i>
<b>Schedule of Property Tax Transactions and Balances of Taxes</b>	
Uncollected – Debt Service Fund	<i>49</i>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**TABLE OF CONTENTS (CONTINUED)**  
\*\*\*\*\*

	<u>PAGE</u>
<b><u>OTHER INFORMATION</u></b>	
Supplemental Information – Form 3211-C, 2023-2024	50
District Audit Revenue Summary – All Funds	51
Expenditures by Function/Object – General Fund	52
Expenditures by Function/Object – Special Revenue Fund	53
Expenditures by Function/Object – Debt Service Fund	54
Expenditures by Function/Object – Capital Projects Fund	55
Continuing Disclosure Requirements for Bonded Debt	56
<b><u>REPORTS ON LEGAL AND OTHER REGULATORY REQUIREMENTS</u></b>	
Independent Auditors' Report Required by Oregon State Regulations	58
<b><u>GRANT COMPLIANCE REVIEW</u></b>	
Schedule of Expenditures of Federal Awards (Supplementary Information)	60
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards	61
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	63
Schedule of Findings and Questioned Costs	66



**PAULY, ROGERS, AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. Tigard, OR 97223  
(503) 620-2632  
[www.paulyrogersandcoapas.com](http://www.paulyrogersandcoapas.com)

December 31, 2024

### **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Newberg School District  
Yamhill County, Oregon

#### **Opinions**

We have audited the accompanying basic financial statements of the governmental activities and each major fund of Newberg School District, (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 these basic financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of the system of internal control relevant to the preparation and fair presentation of basic financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the basic 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 basic financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the basic financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of controls. 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 basic financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the basic 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 basic financial statements.
- Obtain an understanding of the District's system 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 system of 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 basic 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 control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, 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 because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance, except for budgetary statements included in the required supplementary information.

## **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Information

Management is responsible for the other information included in the annual report. The other information comprises the other information, as listed in the table of contents and the list of board members before the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be 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.

## Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our reports dated December 31, 2024 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of these reports are to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting or on compliance. The reports are an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 31, 2024, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.

**NEWBERG SCHOOL DISTRICT  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

As management of Newberg 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.

**Financial Highlights**

In the government-wide statements, the assets and deferred outflow of resources of the District exceeded its liabilities and deferred inflows of resources on June 30, 2024, by \$29,882,975. Of this amount, \$77,968,733 represents the District's net investment in capital assets; \$5,062,745 is restricted for grant programs, debt service, capital projects, RHIA asset, OPEB, food service, and the District's total net position increased by \$8,859,372. Reporting of other post-employment benefits, land acquisition, general obligation bonds and notes payable are reflected in the unrestricted net position of (\$53,148,503).

The District's governmental funds report displays a combined ending fund balance of 21,811,150, a decrease of \$65,844,125 when compared to the prior year.

At the end of the fiscal year, the unassigned fund balance for the General Fund was a deficit of \$1,407,998 (-2.4% of the General Fund Revenues) and a non-spendable fund balance of \$174,619.

**Overview of the Financial Statements**

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

**Government-Wide Financial Statements** - The Government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector businesses. The statements include:

**The Statement of Net Position** - The Statement of Net Position presents information on all the assets and liabilities of the District at year-end. Net position is what remains after the liabilities have been paid or otherwise satisfied. Overtime 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 the net position. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave.)

In the government-wide financial statements, the District's activities are shown in one category:

**NEWBERG SCHOOL DISTRICT  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**Governmental Activities** - Most of the District's basic functions are shown here, such as regular and special education, child nutrition services, transportation, administration and facilities acquisition and construction. The 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 1 and 2 of this report.

**Fund Financial Statements** - The fund financial statements provide 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 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 are Governmental Funds.

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

The District maintains four 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, Special Revenue, Debt Services and Capital Projects Funds.

The basic governmental fund financial statements are listed on pages 1 to 6 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 are listed on pages 7 to 40 of this report.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide pension and other post-employment benefits to its employees. Required supplementary information can be found on pages 41 to 45 of this report.

**Government-Wide Financial Analysis**

The net position may serve over time as a useful indicator of the District's financial position. In the case of the District, as of June 30, 2024, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$29,882,975.

Capital assets consist of the District's land, buildings and building improvements, construction in progress, vehicles and equipment and represent about 89% of total assets. The remaining assets consist mainly of cash, investments and receivables.

**NEWBERG SCHOOL DISTRICT**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

The District's largest liabilities are for the repayment of General Obligation and Pension Bonds (81%) and the Net Pension Liability (16%). The remaining liabilities (4%) consist primarily of payables on account, salaries and benefits, unearned revenue and accrued interest payable.

The District's Deferred Inflows of Resources consist of net deferred pension costs of \$11,889,762 and OPEB of \$1,147,075.

A portion (\$77,968,733) of the District's Net position reflects its net investment in capital assets (e.g. land, buildings, vehicles and equipment), less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students and other District residents. Consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources 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.

**Condensed Statement of Net Position**

	<b>Governmental Activities</b>		<b>Increase (Decrease)</b>
	<b>June 30, 2024</b>	<b>June 30, 2023</b>	
<b>Assets</b>			
Current and Other Assets	\$ 27,225,951	\$ 101,123,620	\$ (73,897,669)
Non-Current Assets	<u>223,622,090</u>	<u>155,934,536</u>	<u>67,687,554</u>
Total Assets	250,848,041	257,058,156	(6,210,115)
<b>Deferred Outflows of Resources</b>	12,085,315	14,377,458	(2,292,143)
<b>Liabilities</b>			
Long-term obligations	208,145,415	213,981,753	(5,836,338)
Current Liabilities	<u>11,868,129</u>	<u>19,510,548</u>	<u>(7,642,419)</u>
Total Liabilities	220,013,544	233,492,301	(13,478,757)
<b>Deferred Inflows of Resources</b>	13,036,837	16,919,710	(3,882,873)
<b>Net Position</b>			
Net Invested in capital Assets	77,968,733	60,950,912	17,017,821
Restricted	5,062,745	8,298,098	(3,235,353)
Unrestricted	<u>(53,148,503)</u>	<u>(48,225,407)</u>	<u>(4,923,096)</u>
<b>Total Net Position</b>	<u><u>\$ 29,882,975</u></u>	<u><u>\$ 21,023,603</u></u>	<u><u>\$ 8,859,372</u></u>

During the current fiscal year, the District's net position increased by \$8,859,372. Net investment in capital assets increased by \$17,017,821, restricted and unrestricted decreased by \$3,235,353 and \$4,923,096 respectively. The overall increase in Net Position is due to a net decrease in Current and other assets of \$73,897,669, an increase of non-current assets of \$67,687,554, a decrease in Long Term Obligations of \$5,836,338 (as related to the annual payment obligations), and a decrease in liabilities of \$7,642,419.

**NEWBERG SCHOOL DISTRICT**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

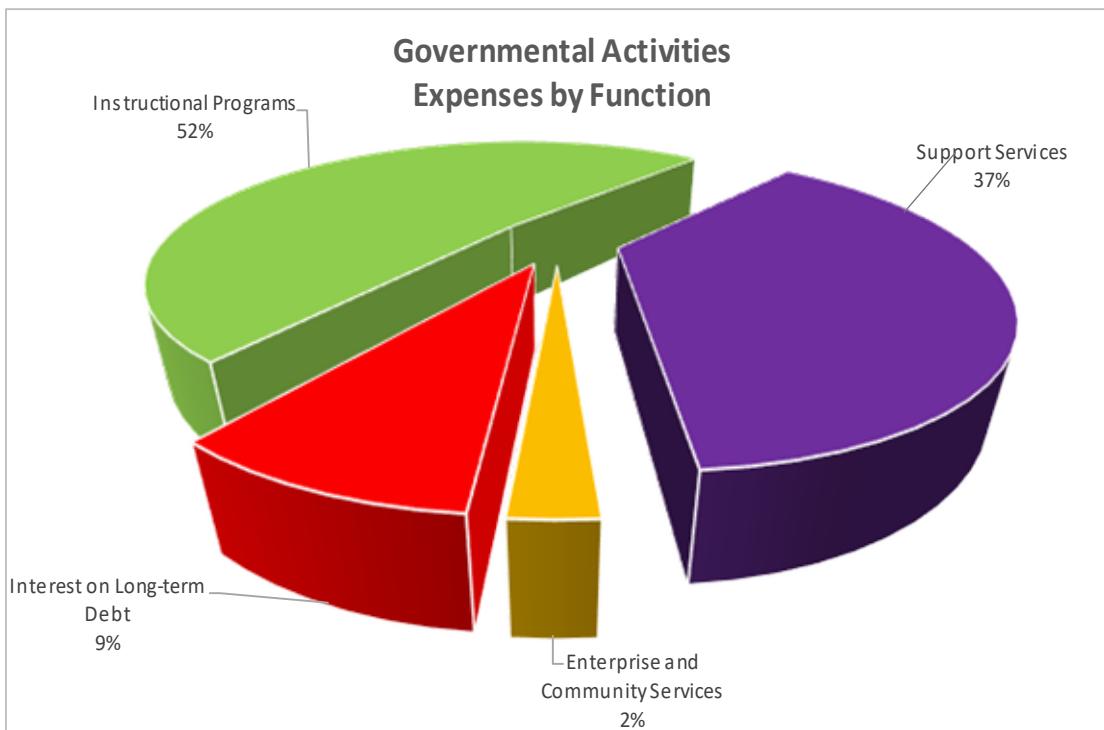
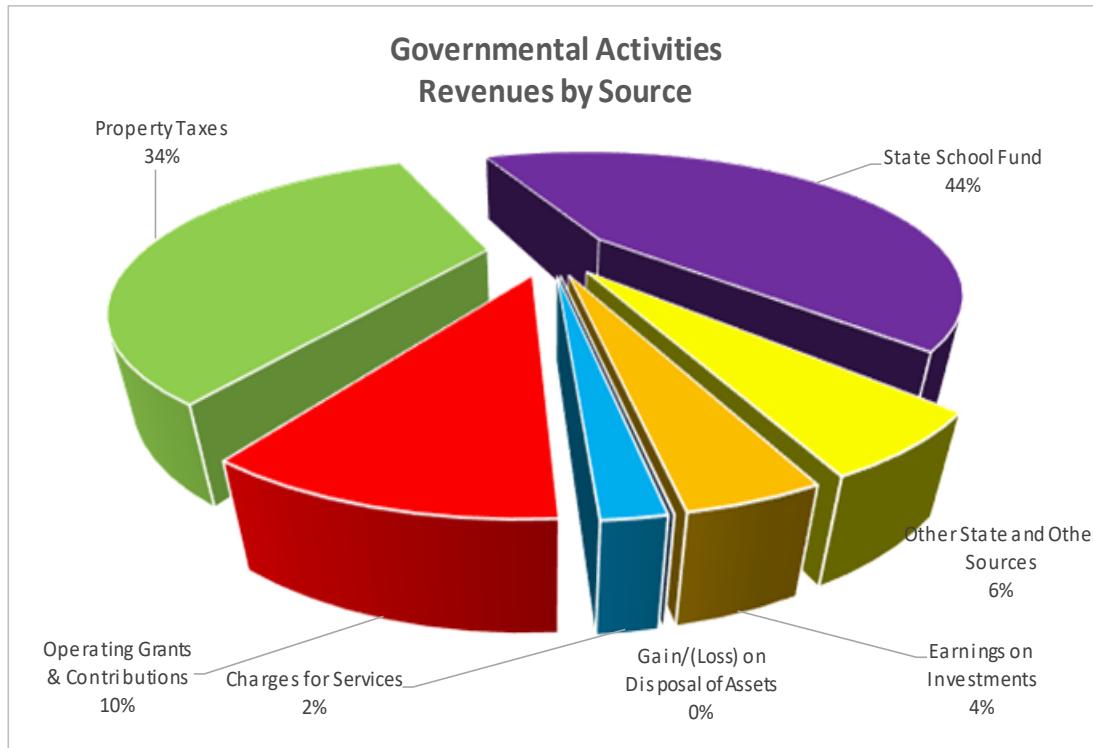
**Changes in Net Position**

	<b>Governmental Activities</b>		<b>Increase (Decrease)</b>
	<b>June 30, 2024</b>	<b>June 30, 2023</b>	
<b>Revenues</b>			
Program Revenues			
Charges for Services	\$ 1,418,046	\$ 1,168,797	\$ 249,249
Operating Grants & Contributions	<u>7,911,891</u>	<u>9,118,062</u>	<u>(1,206,171)</u>
Total Program Revenues	<u>9,329,937</u>	<u>10,286,859</u>	<u>(956,922)</u>
General Revenues			
Property Taxes	27,057,685	25,861,076	1,196,609
State Support	34,727,615	44,673,233	(9,945,618)
Other Sources	4,527,421	5,800,901	(1,273,480)
Earnings on Investments	3,093,124	1,525,434	1,567,690
Gain/(Loss) on Disposal of Assets	<u>759</u>	<u>(101,441)</u>	<u>102,200</u>
Total General Revenues	<u>69,406,604</u>	<u>77,759,203</u>	<u>(8,352,599)</u>
Total Revenues	<u>78,736,541</u>	<u>88,046,062</u>	<u>(9,309,521)</u>
<b>Expenses</b>			
Instructional Programs	44,124,247	51,652,347	(7,528,100)
Support Services	31,774,355	34,111,723	(2,337,368)
Enterprise and Community Services	2,056,596	2,515,962	(459,366)
Interest on Long-term Debt	<u>7,444,710</u>	<u>5,291,268</u>	<u>2,153,442</u>
Total Expenses	<u>85,399,908</u>	<u>93,571,300</u>	<u>(8,171,392)</u>
Change in net Position	<u>(6,663,367)</u>	<u>(5,525,238)</u>	<u>(1,138,129)</u>
<b>Net Position, July 1, as restated</b>	<u>36,546,342</u>	<u>26,548,841</u>	<u>9,997,501</u>
<b>Net Position, End of Year</b>	<u><u>\$ 29,882,975</u></u>	<u><u>\$ 21,023,603</u></u>	<u><u>\$ 8,859,372</u></u>

During the current fiscal year, the District's net position showed an increase of \$8,917,962. Key elements of the change in net position for the year ended June 30, 2024, are as follows:

- Total revenues decreased by \$8,352,599 or 11% less than the prior year, mainly due to an increase in interest investment revenue of \$1,567,690, an increase in property taxes of \$1,196,609 and offset by a decrease in state support revenue of \$9,945,618.
- Governmental program revenues decreased by \$956,922.
- Governmental program expenses decreased by \$8,171,392 or 9% under the prior year.

**NEWBERG SCHOOL DISTRICT  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**



**NEWBERG SCHOOL DISTRICT  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**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 the District's net resources available for spending at the end of a fiscal year.

As of June 30, 2024, the District's governmental funds reported combined ending fund balances of \$21,811,150, a decrease of \$65,844,125 in comparison with the prior year. Of this balance, \$(1,407,998) (-6%) constitutes *unassigned ending fund balance* that is available for spending at the District's discretion. An additional \$174,619 (1%) non-spendable fund balance for prepaid expenses, \$1,594,993 (7%) of fund balance is specifically identified for debt service obligations, \$18,941,646 (87%) for Construction related activities (Constriction Excise Tax and Bond Funds), \$2,507,890 (11%) related to grant programs.

General Fund - The General Fund is the chief operating fund of the District. As of June 30, 2024, the fund balance was a deficit of \$(1,233,379). Of this amount (\$1,407,998) of the ending fund balance is unassigned, the remaining \$174,619 is non-spendable. As a measure of the fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. The fund balance represents -2% of the total General Fund expenditures. The total fund balance decreased by \$8,958,589 during the current fiscal year as compared to the prior fiscal year 2022-2023. The decrease was due to decreased revenues and increased expenses during the fiscal year.

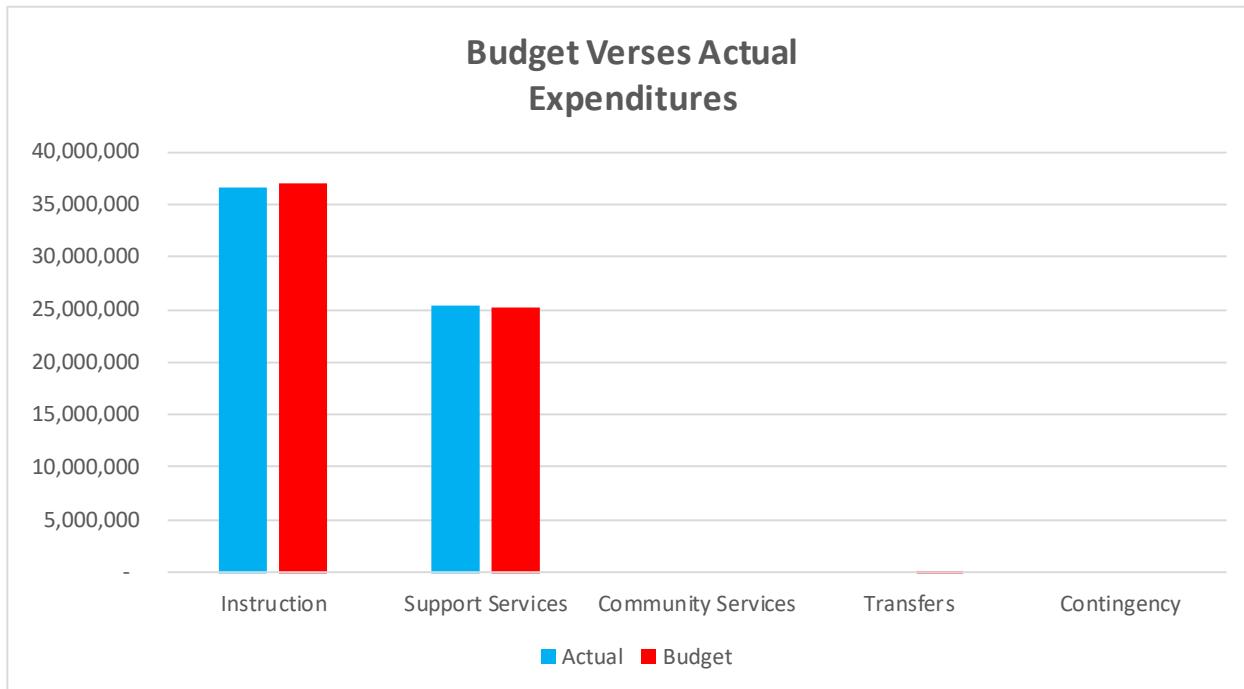
Special Revenue Fund – The fund has a total fund balance of \$2,507,890, all of which is restricted. The decrease is due to the end of state and federal grant spending coming out of pandemic and federal grant rollover budgets.

Debt Service Fund - The Debt Service Fund has a total fund balance of \$1,594,993 all of which is for the payment of debt service. The decrease in the fund balance during the current year was due to a prior year adjustment offset by increased property tax collections.

Capital Projects Fund - The Capital projects Fund has a total fund balance of \$18,941,646. The decrease was due to bond-related construction work during the current year.

**NEWBERG SCHOOL DISTRICT**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**General Fund Budgetary Highlights** - During the year, as shown in the chart, all Fund expenditures were within budget.



**Capital Assets** - The District's investment in capital assets includes land, buildings, building improvements and equipment. As of June 30, 2024, the District invested \$220,982,300 in capital assets net of depreciation. This increased by \$68,197,598 during the year as shown in the following table:

**Capital Assets (Net of Depreciation)**

	<b>Governmental Activities</b>		<b>Increase (Decrease)</b>
	<b>June 30, 2024</b>	<b>June 30, 2023</b>	
Construction in Progress	\$ 34,373,554	\$ 81,720,384	\$ (47,346,830)
Land	8,783,856	8,737,396	46,460
Improvements	505,707	505,707	-
Buildings Improvements	240,890,137	110,010,961	130,879,176
Equipment	4,734,042	2,016,296	2,717,746
Accumulated Depreciation	<u>(68,304,996)</u>	<u>(50,206,042)</u>	<u>(18,098,954)</u>
<b>Total Assets</b>	<b><u>\$ 220,982,300</u></b>	<b><u>\$ 152,784,702</u></b>	<b><u>\$ 68,197,598</u></b>

**NEWBERG SCHOOL DISTRICT  
MANAGEMENT DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**Long Term Debt** - At the end of the year, the District's total debt outstanding was \$177,292,025, consisting of general obligation debt, limited tax pension bonds, a full faith and credit financing agreement, and a small-scale energy loan.

During the current fiscal year, the District's total debt decreased by \$5,858,851 as the result of scheduled payments made during the year. Please see note 8, Long Term Debt in the *Notes to the Basic Financial Statements* for further information.

**Economic Factors and Next Year's Budget**

The most significant economic factors for the District are the State of Oregon's State School Fund and the assessed value growth of Property Taxes. For the year ended June 30, 2024, the State School Fund - General Support provided 49% of the District's general fund resources. This is consistent with the prior year. While the State school fund has increased over the last several years, the district expects a decrease in its overall share of the State School Fund due to a reduction of enrollment.

The 2024-2025 budget relies on K-12 funding level of \$10.2 billion for the 2023-2025 biennium, a projected average daily membership weighted (ADMw) of approximately 4,706 and a beginning fund balance of \$0. The enrollment projections were based on the District's historical growth experience rates over the past several years and the District's OSU population study both are critical to our revenue projections. The battle with COVID-19 has impacted our growth and has changed the trajectory of our enrollment estimates.

The education of students is labor intensive, as reflected in the allocation of the financial resources of the district. For the 2024-25 budget, salaries and fringe benefits represent approximately 79% of the General Fund operating budget. The expenditures for salaries and fringe benefits are determined by contractual agreements and staffing policies and guidelines of the board, on the basis of projected enrollment, special student needs, and the conditions of employment established by collective bargaining agreements. The budget anticipates an ending fund balance of \$1,400,457.

The District continues to monitor local, state and federal economic factors and resources along with continual increases in salary and benefits costs (as associated benefit costs are expected to increase again in the next biennium). In addition, the district continues to analyze the ever-changing enrollment numbers to prepare and plan for the next biennium.

The District's Budget Committee and School Board will consider these factors while preparing the District's budget for the 2025-2026 fiscal year budget.

**Requests for Information**

The financial report is designed to present the user (citizens, taxpayers, investors and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the District's Director of Finance at 714 E. Sixth Street, Newberg, Oregon, 97132.

David Parker  
Superintendent  
Newberg Public Schools

Gayellyn Jacobson  
Interim Director of Finance  
Newberg Schools

**NEWBERG SCHOOL DISTRICT**

**BASIC FINANCIAL STATEMENTS**

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**STATEMENT OF NET POSITION  
June 30, 2024**

	<b>GOVERNMENTAL ACTIVITIES</b>
<b>ASSETS</b>	
<b>Current:</b>	
Cash and Investments	\$ 23,288,532
Receivables - Taxes	1,370,715
Accounts Receivable	2,392,085
Prepays	174,619
Total Current	<u>27,225,951</u>
<b>Non-current:</b>	
Net OPEB Asset - RHIA	959,862
Capital Assets, Non-Depreciable	43,157,410
Capital Assets, Depreciable, Net	177,824,890
Lease Right-to-Use Asset, Net	58,703
Subscription Right-to-Use Asset, Net	<u>1,621,225</u>
Total Non-current	<u>223,622,090</u>
<b>Total Assets</b>	<b>250,848,041</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>	
OPEB Related Deferrals - RHIA	7,976
OPEB Related Deferrals - Implicit Health Subsidy	302,598
Pension Related Deferrals - PERS	<u>11,774,741</u>
<b>TOTAL ASSETS AND PENSION RELATED DEFERRALS</b>	<b><u>262,933,356</u></b>
<b>LIABILITIES</b>	
<b>Current:</b>	
Accounts Payable	793,695
Unearned Revenue	145,574
Payroll Liabilities	3,215,130
Current Lease Liability (right-to-use assets)	73,176
Current Subscription Liability (right-to-use assets)	708,500
Current portion of Long-term Liabilities	<u>6,932,054</u>
Total Current	<u>11,868,129</u>
<b>Non-current:</b>	
Accrued Compensated Absences	138,566
Interest Payable	221,474
Long-Term Liabilities:	
Due in more than one year (including Premium and Accreted Interest)	170,359,971
Long-Term Lease Liability (right-to-use assets)	14,103
Long-Term Subscription Liability (right-to-use assets)	877,156
Net OPEB Liability - Implicit Health Subsidy	1,838,044
Net Pension Liability - PERS	<u>34,696,101</u>
Total Non-current	<u>208,145,415</u>
<b>Total Liabilities</b>	<b><u>220,013,544</u></b>
<b>DEFERRED INFLOW OF RESOURCES</b>	
OPEB Related Deferrals - RHIA	87,245
OPEB Related Deferrals - Implicit Health Subsidy	1,059,830
Pension Related Deferrals - PERS	<u>11,889,762</u>
<b>TOTAL LIABILITIES AND PENSION RELATED DEFERRALS</b>	<b><u>233,050,381</u></b>
<b>NET POSITION</b>	
Net Investment in Capital Assets	77,968,733
Restricted for:	
Debt Service	1,594,993
Grants	2,381,641
Student Activities	95,696
Food Service	30,553
OPEB - RHIA Asset	959,862
Unrestricted	<u>(53,148,503)</u>
Total Net Position	<b><u>\$ 29,882,975</u></b>

See accompanying notes to the basic financial statements.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2024

FUNCTIONS	EXPENDITURES	PROGRAM REVENUES		CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS		
Instruction	\$ 44,124,247	\$ 1,417,556	\$ 5,310,159	\$ -	\$ (37,396,532)
Supporting Services	31,774,355	-	2,220,535	-	(29,553,820)
Community Services	2,056,596	490	381,197	-	(1,674,909)
Interest on Long-Term Debt	7,444,710	-	-	-	(7,444,710)
Total Governmental Activities	<u>\$ 85,399,908</u>	<u>\$ 1,418,046</u>	<u>\$ 7,911,891</u>	<u>\$ -</u>	<u>(76,069,971)</u>
General Revenues					
Property Taxes for General Purposes					20,730,678
Property Taxes for Debt Service					6,327,007
Earnings on Investment					3,093,124
Local Sources					4,448,795
State Support					34,727,615
Intermediate Sources					78,626
Gain/(Loss) on Disposal of Assets					759
Total General Revenues					<u>69,406,604</u>
Changes in Net Position					
Net Position - Beginning, As Restated					<u>36,546,342</u>
Net Position - Ending					<u>\$ 29,882,975</u>

See accompanying notes to the basic financial statements.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**BALANCE SHEET - GOVERNMENTAL FUNDS  
June 30, 2024**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTALS
<b>ASSETS</b>					
Cash and Investments	\$ 9,347,163	\$ 1,190,120	\$ 411,313	\$ 12,339,936	\$ 23,288,532
Accounts Receivable	592,467	1,711,706	49,888	38,024	2,392,085
Property Taxes Receivables	1,038,572	-	332,143	-	1,370,715
Prepays	174,619	-	-	-	174,619
Due From Other Funds	-	-	1,109,669	6,712,130	7,821,799
<b>Total Assets</b>	<b><u>11,152,821</u></b>	<b><u>2,901,826</u></b>	<b><u>1,903,013</u></b>	<b><u>19,090,090</u></b>	<b><u>35,047,750</u></b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 593,201	\$ 52,050	\$ -	\$ 148,444	\$ 793,695
Payroll Liabilities	3,215,130	-	-	-	3,215,130
Due to Other Funds	7,560,889	260,910	-	-	7,821,799
Unearned Revenue	64,598	80,976	-	-	145,574
<b>Total Liabilities</b>	<b><u>11,433,818</u></b>	<b><u>393,936</u></b>	<b><u>-</u></b>	<b><u>148,444</u></b>	<b><u>11,976,198</u></b>
<b>DEFERRED INFLOW OF RESOURCES</b>					
Unavailable Property Tax Revenue	952,382	-	308,020	-	1,260,402
<b>Total Deferred Inflow of Resources</b>	<b><u>952,382</u></b>	<b><u>-</u></b>	<b><u>308,020</u></b>	<b><u>-</u></b>	<b><u>1,260,402</u></b>
<b>FUND BALANCES</b>					
Nonspendable	174,619	-	-	-	174,619
Restricted for:					
Debt Service	-	-	1,594,993	-	1,594,993
Grants	-	2,381,641	-	-	2,381,641
Capital Projects	-	-	-	18,941,646	18,941,646
Student Activities	-	95,696	-	-	95,696
Food Service	-	30,553	-	-	30,553
Unassigned	(1,407,998)	-	-	-	(1,407,998)
<b>Total Fund Balances</b>	<b><u>(1,233,379)</u></b>	<b><u>2,507,890</u></b>	<b><u>1,594,993</u></b>	<b><u>18,941,646</u></b>	<b><u>21,811,150</u></b>
<b>Total Liabilities, Deferred Inflow, and Fund Balances</b>	<b><u>\$ 11,152,821</u></b>	<b><u>\$ 2,901,826</u></b>	<b><u>\$ 1,903,013</u></b>	<b><u>\$ 19,090,090</u></b>	<b><u>\$ 35,047,750</u></b>

See accompanying notes to the basic financial statements.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
June 30, 2024**

Total Fund Balances - Governmental Funds	\$ 21,811,150
--	---------------

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in government accounting. The Statement of Net Position includes those capital assets among the assets of the District as a whole.

Net Capital Assets	220,982,300
--------------------	-------------

The Net Pension and OPEB Asset (Liability) is the difference between the total liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.

Net Pension Liability - PERS	\$ (34,696,101)
Net OPEB Liability - Implicit Health Subsidy	(1,838,044)
Net OPEB Asset - RHIA	<u>959,862</u>
	(35,574,283)

Deferred Inflows and Outflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date.

Deferred Outflows - PERS	11,774,741
Deferred Inflows - PERS	(11,889,762)
Deferred Outflows - OPEB Implicit Health Subsidy	302,598
Deferred Inflows - OPEB Implicit Health Subsidy	(1,059,830)
Deferred Outflows - OPEB RHIA	7,976
Deferred Inflows - OPEB RHIA	<u>(87,245)</u>
	(951,522)

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.

Long-Term Liabilities	
Accrued Compensated Absences	(138,566)
Accrued Interest	(221,474)
Bonds Payable	(149,557,978)
Loans Payable	(3,709,819)
Premium	(19,208,095)
Accreted Interest	<u>(4,816,133)</u>
	(177,652,065)

Unearned revenue related to property taxes	1,260,402
--	-----------

Right-to-use assets are not financial resources and therefore are not reported in the governmental funds.

Lease Right-to-use asset, Net	58,703
Subscription Right-to-use asset, Net	<u>1,621,225</u>
	1,679,928

Long-term liabilities applicable to the right to use assets are not due and payable in the current period and accordingly are not reported as fund liabilities, both current and long-term, are reported in the statements of Net Position

Lease Payable (right-to-use assets)	(87,279)
Subscription Payable (right-to-use assets)	<u>(1,585,656)</u>
	(1,672,935)

Ending Net Position	<u><u>\$ 29,882,975</u></u>
---------------------	-----------------------------

See accompanying notes to the basic financial statements.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2024**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTALS
<b>REVENUES</b>					
Local Sources	\$ 21,449,120	\$ 1,979,394	\$ 10,418,488	\$ 2,243,423	\$ 36,090,425
Intermediate Sources	1,146,774	78,586	-	-	1,225,360
State Sources	29,572,668	5,925,422	-	-	35,498,090
Federal Sources	-	5,635,117	-	-	5,635,117
<b>Total Revenues</b>	<b>52,168,562</b>	<b>13,618,519</b>	<b>10,418,488</b>	<b>2,243,423</b>	<b>78,448,992</b>
<b>EXPENDITURES</b>					
Instruction	36,655,412	6,621,822	-	-	43,277,234
Support Services	25,441,498	4,825,229	-	233,387	30,500,114
Enterprise and Community Services	-	2,017,117	-	-	2,017,117
Facilities Acquisition	-	-	-	57,427,840	57,427,840
Debt Service	-	-	11,071,571	-	11,071,571
<b>Total Expenditures</b>	<b>62,096,910</b>	<b>13,464,168</b>	<b>11,071,571</b>	<b>57,661,227</b>	<b>144,293,876</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(9,928,348)</b>	<b>154,351</b>	<b>(653,083)</b>	<b>(55,417,804)</b>	<b>(65,844,884)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds From Sale of Capital Assets	759	-	-	-	759
Transfers In	1,000,000	-	31,000	-	1,031,000
Transfers Out	(31,000)	(1,000,000)	-	-	(1,031,000)
<b>Total Other Financing Sources (Uses)</b>	<b>969,759</b>	<b>(1,000,000)</b>	<b>31,000</b>	<b>-</b>	<b>759</b>
<b>Net Change in Fund Balance</b>	<b>(8,958,589)</b>	<b>(845,649)</b>	<b>(622,083)</b>	<b>(55,417,804)</b>	<b>(65,844,125)</b>
<b>Prior Period Adjustment</b>	<b>-</b>	<b>-</b>	<b>(1,919,440)</b>	<b>1,919,440</b>	<b>-</b>
<b>Beginning Fund Balance</b>	<b>7,725,210</b>	<b>3,353,539</b>	<b>4,136,516</b>	<b>72,440,010</b>	<b>87,655,275</b>
<b>Ending Fund Balance</b>	<b>\$ (1,233,379)</b>	<b>\$ 2,507,890</b>	<b>\$ 1,594,993</b>	<b>\$ 18,941,646</b>	<b>\$ 21,811,150</b>

See accompanying notes to the basic financial statements.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2024**

Total Net Changes in Fund Balances - Total Governmental Funds	\$ (65,844,125)
---	-----------------

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeds depreciation.

Capital Asset Additions	\$ 57,774,918
Depreciation Expense	<u>(5,100,059)</u>
	52,674,859

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

387,947	
---------	--

The OPEB expense represents the changes in Net OPEB Liability from year to year due to changes in total OPEB liability and the fair value of OPEB plan net position available to pay OPEB benefits.

2,311	
-------	--

The OPEB RHIA Income represents the changes in Net OPEB - RHIA Asset from year to year due to changes in total OPEB - RHIA assets and the fair value of RHIA plan net position available to pay OPEB - RHIA benefits.

43,933	
--------	--

Repayment of long term & short term obligations is an expenditure in the governmental funds, but the repayment reduces debt obligations in the government-wide statements.

Amortization of Bond Premium	1,067,117
Change in Accrued Interest	<u>(1,444,840)</u>
Payments on Long term obligations	6,234,574
Accrued Vacation (compensated absences)	<u>(42,978)</u>
	5,833,608

Property taxes that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds. In the Statement of Activities property taxes are recognized as revenue when levied.

General Fund	240,542
Debt Service Fund	<u>46,248</u>
	286,790

Capital outlays related to Lease and Subscription Right to Use Assets are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as amortization expense. Related Liabilities are reported in the governmental funds as other financing sources. However, in the Statement of Activities, the revenue from financing is allocated directly to the liabilities and payments are expensed as incurred.

Adjustment to Right to Use Lease Assets	58,590
Subscription Right to Use Asset Addition	37,931
Subscription Liability Addition	<u>(37,931)</u>
Adjustment to Subscription Right to Use Assets	136,448
Adjustment to Subscription Liabilities	<u>(138,495)</u>
	56,543

Payment on Lease and Subscription Liabilities for right to use assets decreases liabilities in the Statement of Net Position.

Payment on Lease Liability	72,741
Payment on Subscription Liability	<u>716,858</u>
	789,599

Amortization Expense for right to use assets increases the expenses on the Statement of Activities.

Lease Amortization Expense	(158,942)
Subscription Amortization Expense	<u>(735,890)</u>
	(894,832)

Change in Net Position of Governmental Activities	<u><u>\$ (6,663,367)</u></u>
---	------------------------------

See accompanying notes to the basic financial statements.

**NEWBERG SCHOOL DISTRICT**

**NOTES TO BASIC FINANCIAL STATEMENTS**

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. The Financial Reporting Entity**

Newberg School District (the District) is a municipal corporation governed by an elected Board of Directors. Administration officials are approved by the Board. The daily functioning is under the supervision of the Superintendent-Clerk. As required by generally accepted accounting principles, all activities have been included in these basic financial statements.

The District was organized for the purpose of educating children residing within the boundaries of the District in assuring excellent and equitable educational opportunities and outcomes for all students. In carrying out this mission, the District provides programs and services that reflect documented educational needs and that are most cost-effectively delivered on a regional basis.

The District qualifies as a primary government since it has a separately elected governing body, is a legally separate entity, and is fiscally independent. There are various governmental agencies and special service districts which provide services. 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, in accordance with GASB 61.

**B. Government-wide and Fund Financial Statements**

The Statement of Net Position and Statement of Activities display information as a whole.

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

Program Revenues included in the Statement of Activities derive directly from the program itself or from parties outside taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the general revenues.

All direct expenses are reported by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities. The accounts are organized and operated on the basis of funds. A fund is an independent self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**GOVERNMENTAL FUND TYPES**

Governmental funds are used to account for 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 which is 60 days. Property tax revenue and proceeds from sale of property are not considered available and, therefore, are not recognized until received. Expenditures are recorded when the liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, interfund transactions, and compensated absences, claims and judgments, and pension and OPEB expenses, which are not recognized as expenditures because they will be liquidated with future expendable financial resources.

Revenues susceptible to accrual are interest, state, county and local shared revenue and federal and state grants. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Financial operations are accounted for in the following major funds:

**1. General Fund**

This fund accounts for all financial resources and expenditures, except those required to be accounted for in another fund. The principal revenue sources are property taxes and an apportionment from the State of Oregon School Support Fund. Expenditures in this fund are made for instruction, supporting services, community services and interest.

**2. Special Revenue Fund**

This fund accounts for revenue and expenditures restricted for specific education projects or programs. The principal revenue source is federal grants and other local sources.

**3. Debt Service Fund**

This fund accounts for the repayment of the Districts long-term debt. The primary source of revenue is property taxes. The primary use of revenue is payment of principal and interest due on long-term debt.

**4. Capital Projects Fund**

This fund provides the capital construction expenditures related to the bond. The principal revenue source is bond proceeds.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

Governmental funds are accounted for on a spending measurement focus. Only current assets and current liabilities are generally included in their balance sheet. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position.

The government-wide basic financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund basic financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, revenues are considered to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and pensions and OPEB costs are recorded only when payment is due.

Property taxes associated with the current fiscal period, are considered to be susceptible to accrual, if received in cash by the District or a County collecting such taxes within 60 days after year-end. All other revenue items are recognized in the accounting period when they become both measurable and available.

**D. Assets, Liabilities, and Net Position**

**Cash and Investments**

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of ninety days or less from the date of acquisition. At June 30, 2024, short-term investments consist of the local government investment pool and U.S Treasury Notes & Bonds. Investments are stated at cost, which approximates market. The local government investment pool and U.S Treasury Notes & Bonds operate in accordance with appropriate state laws and regulations.

**Property Taxes**

Property taxes are levied on all taxable property as of July 1, the beginning of the fiscal year, and become a lien on that date. Property taxes are payable on November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 15 are considered delinquent and interest is assessed.

Uncollected property taxes are shown in the balance sheet. Uncollected taxes are deemed to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established by management. The balance of taxes receivable is recorded as unavailable revenue because it is not deemed available to finance operations of the current period.

**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. Cash received from grantor agencies in excess of related grant expenditures is recorded as a liability in the balance sheet and statement of net position.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the government-wide basic financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital outlays that significantly extend the useful life of capital assets are capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land is not depreciated. Capital Assets are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	100
Building Improvements	15-50
Vehicle Equipment	4-10
Film, Equipment and Video	5-10
Office Equipment	5
Computer Equipment	5

**Compensated Absences**

It is policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since there is not a policy to pay any amounts when an employee separates from service. All vacation pay is accrued when incurred in the government-wide basic financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Policy permits employees who work a twelve-month schedule and at least one-half time on either a weekly or monthly basis, and employees that work 9 months to earn vacation.

**Long Term Obligations**

In the government-wide basic financial statements long-term obligations are 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 bonds outstanding method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund basic financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deferred Outflows/Inflows of Resources**

In addition to assets, the basic financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. At June 30, 2024, there were deferred outflows representing PERS pension related deferrals, OPEB-Health Care related deferrals, and OPEB-RHIA related deferrals reported in the Statement of Net Position.

In addition to liabilities, the basic financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of items which qualify for reporting in this category. The first, unavailable revenue, is in the governmental funds balance sheet for property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. At June 30, 2024, there also were deferred inflows representing PERS pension related deferrals, OPEB-Health Care related deferrals and OPEB-RHIA related deferrals in the Statement of Net Position.

**Retirement Plans**

Substantially all of the District's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Net Position**

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

Net investment in capital assets – consists of all capital assets, 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, including the Lease Right to Use Asset, net of amortization and reduced by the Lease Liability and Subscription Right to Use Asset, net of amortization and reduced by Subscription Liability.

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.

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

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance**

GASB Statement No. 54, Fund Balance Reporting and Governmental Fund-type Definitions is followed. The objective of this statement is to enhance the usefulness of the fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications are non-spendable, restricted, committed, assigned, and unassigned.

- Non-spendable represents amounts that are not in a spendable form. This non-spendable fund balance represents inventories and prepaid items.
- Restricted represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.
- Assigned represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. The authority to classify portions of ending fund balance as Assigned is granted to the Superintendent and Business Manager.
- Unassigned is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

There are no committed or assigned fund balances at June 30, 2024.

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 spent, the order of spending is committed (if applicable), assigned (if applicable), and unassigned.

**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, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

**Fair Value Inputs and Methodologies and Hierarchy**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based upon the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Level 1** – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

**Level 2** – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market–corroborated inputs)

**Level 3** – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund’s own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

**Lease Assets**

Lease assets are assets which the government leases for a term of more than one year. The value of the leases at the District’s incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

**Leases Payable**

In the government-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

**Subscription Assets**

Subscription assets are assets in which the government obtains control of the right to use the underlying IT asset. The value of the subscription asset is initially measured as the sum of the initial subscription liability amount, any payments made to the IT software vendor before commencement of the subscription term, and any capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. The subscription asset is amortized in a straight-line manner over the course of the subscription term.

**Subscription Liabilities**

In the government-wide financial statements, subscription liabilities are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of subscription payments expected to be made during the subscription term is reported as other financing sources. The subscription liability should be initially measured at the present value of subscription payments expected to be made during the subscription term. Future subscription payments should be discounted using the interest rate the SBITA vendor charges the government, which may be implicit, or the government’s incremental borrowing rate if the interest rate is not readily determinable. A government should recognize amortization of the discount on the subscription liability as an outflow of resources (for example, interest expense) in subsequent financial reporting periods.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgetary Information**

A budget is prepared and legally adopted for all funds on the modified accrual basis of accounting in the main program categories required by the Oregon Local Budget Law.

Expenditure budgets are appropriated at the following levels for each fund:

**LEVEL OF CONTROL**

Instruction

Support Services

Community Services

Facilities Acquisition and Construction

Interfund Transactions

Debt Service

Operating Contingency

Expenditures cannot legally exceed the above appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year end. Management may amend line items in the budget without Board approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Board approves them due to a need which exists which was not determined at the time the budget was adopted.

For the year ended June 30, 2024, expenditures of the various funds were within authorized appropriation levels, except for General Fund – Support Services, which was over expended by \$281,557.

**3. BUDGETARY BASIS OF ACCOUNTING**

The budgetary (modified accrual) basis of accounting differs from generally accepted accounting principles. The budgetary statements provided as part of supplementary information elsewhere in this report are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The budgetary basis of accounting is substantially the same as generally accepted accounting principles in the United States of America with the exceptions that capital outlay expenditures are expensed when purchased, depreciation is not calculated, property taxes are recorded as revenue when received instead of when levied, OPEB and compensated absences expenses are recorded when paid instead of when incurred, inventories of supplies are expensed when purchased, pension costs are not recorded until paid, and principal payments and proceeds on long term debt are recorded as revenues when received and expenditures when paid.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**4. CASH AND INVESTMENTS**

Cash management policies are governed by state statutes. Statutes authorize investing in banker's acceptances, time certificates of deposit, commercial paper, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool.

A cash pool is maintained that is available for use by all funds. Each fund type's portion of this pool is reported on the combined balance sheet as Cash and Investments or amounts Due to Other Funds.

In addition, cash is separately held by some of the funds.

Cash and Investments (recorded at cost) consisted of:

Deposit with Financial Institutions:	
Investments	\$ 21,392,317
Demand Deposits	<u>1,896,215</u>
Total Cash and Investments	<u><u>\$ 23,288,532</u></u>

**DEPOSITS**

Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the treasury. The total bank balance per the bank statements as of June 30, 2024 was \$8,790,743 of which \$498,502 is covered by federal depository insurance and the remainder was collateralized by the Oregon Public Funds Collateralization Program (PFPCP).

**Credit Risk – Deposits**

In the case of deposits, there is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. All deposits were either FDIC insured or collateralized.

**INVESTMENTS**

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments.

The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2024. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it materially approximates fair value.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**4. CASH AND INVESTMENTS (CONTINUED)**

**INVESTMENTS (CONTINUED)**

The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2024, the fair value of the position in the LGIP is 100.39% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

The audited financial reports of the Oregon Short Term Fund can be found here:

[http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-\(OSTF\).aspx](http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-(OSTF).aspx)

If the link has expired please contact the Oregon Short Term Fund directly.

At year-end, investment balances were as follows:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-18	18-59
U.S. Treasury Notes & Bonds	\$ 8,850,596	\$ 8,850,596	\$ -	\$ -
State Treasurer's Investment Pool	12,541,721	12,541,721	-	-
Total	<u>\$ 21,392,317</u>	<u>\$ 21,392,317</u>	<u>\$ -</u>	<u>\$ -</u>

**Interest Rate Risk- Investments**

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB.

**Credit Risk – Investments**

Oregon Revised Statutes do not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

**Concentration of Credit Risk**

At June 30, 2024, 58.63% of total investments were in the State Treasurer's Investment Pool and 41.37% of total investments were in U.S. Treasury Notes & Bonds. State statutes do not limit the percentage of investments in these instruments.

**5. RECEIVABLES**

Special revenue fund grants receivable are comprised of claims for reimbursement of costs under various federal and state grant programs. Property taxes are levied and become a lien on all taxable property as of July 1. Taxes unpaid and outstanding on May 16 are considered delinquent. No allowance for uncollectible accounts has been recorded because all receivables are considered by management to be collectible at year end.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**6. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Net Adjustments	Additions	(Deletions)	Balance June 30, 2024
<b>Non-depreciable:</b>					
Land	\$ 8,737,396	\$ -	\$ 46,460	\$ -	\$ 8,783,856
Construction in Progress	81,720,384	(47,346,830)	-	-	34,373,554
<b>Total</b>	<b>90,457,780</b>	<b>(47,346,830)</b>	<b>46,460</b>	<b>-</b>	<b>43,157,410</b>
<b>Depreciable:</b>					
Land Improvements	505,707	-	-	-	505,707
Buildings and Improvements	110,010,961	11,374,558	119,504,618	-	240,890,137
Machinery and Equipment	2,016,296	1,624,337	1,093,409	-	4,734,042
<b>Total</b>	<b>112,532,964</b>	<b>12,998,895</b>	<b>120,598,027</b>	<b>-</b>	<b>246,129,886</b>
<b>Accumulated Depreciation:</b>					
Land Improvements	480,075	-	12,550	-	492,625
Buildings and Improvements	49,139,894	11,374,558	4,696,560	-	65,211,012
Machinery and Equipment	586,073	1,624,337	390,949	-	2,601,359
<b>Total</b>	<b>\$ 50,206,042</b>	<b>\$ 12,998,895</b>	<b>\$ 5,100,059</b>	<b>\$ -</b>	<b>\$ 68,304,996</b>
<b>Government Activities:</b>					
<b>Capital Assets, Net</b>	<b>\$ 152,784,702</b>				<b>\$ 220,982,300</b>

Adjustments represent the correction for assets incorrectly disposed of during prior years, as well as the transfer of completed capital projects from Construction in Progress to Buildings and Improvements.

Depreciation expense was charged to functions/programs of the primary government for governmental activities as follows:

Depreciation was allocated to the following functions:

**Governmental Activities**

Instruction	\$ 2,912,039
Support Services	2,052,292
Community Services	135,728
<b>Total Depreciation Expense</b>	<b>\$ 5,100,059</b>
<b>Governmental Activities</b>	<b>\$ 5,100,059</b>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**7. INTERFUND TRANSFERS & DUE TO/DUE FROM OTHER FUNDS**

Interfund receivables/payables are used as a pooling of cash between various funds. Transfers were made to fund operations. Amounts during 2023-24 were as follows:

	Due From Other Funds	Due To Other Funds	Transfers In	Transfers Out
General Fund	\$ -	\$ 7,560,889	\$ 1,000,000	\$ 31,000
Special Revenue Fund	- -	260,910	- -	1,000,000
Debt Service Fund	1,109,669	- -	31,000	- -
Capital Projects Fund	6,712,130	- -	- -	- -
<b>Totals</b>	<b>\$ 7,821,799</b>	<b>\$ 7,821,799</b>	<b>\$ 1,031,000</b>	<b>\$ 1,031,000</b>

**8. LONG-TERM OBLIGATIONS**

The following are changes in long-term obligations during the year ended June 30, 2024:

	Outstanding July 1, 2023	Additions	Reductions	Outstanding June 30, 2024	Due Within One Year
GO Bonds	\$ 137,232,978	\$ -	\$ (2,745,000)	\$ 134,487,978	\$ 3,030,000
PERS Bond	18,485,000	- -	(3,415,000)	15,070,000	3,825,000
Full Faith & Credit	3,450,000	- -	- -	3,450,000	- -
Other Loans	334,393	- -	(74,574)	259,819	77,054
<b>Subtotal</b>	<b>159,502,371</b>	- -	(6,234,574)	153,267,797	6,932,054
Premium	20,275,212	- -	(1,067,117)	19,208,095	- -
Bond Interest Accretion	3,371,293	1,444,840	- -	4,816,133	- -
<b>Total</b>	<b>\$ 183,148,876</b>	<b>\$ 1,444,840</b>	<b>\$ (7,301,691)</b>	<b>\$ 177,292,025</b>	<b>\$ 6,932,054</b>

**General Obligation Bonds**

The District issued Series 2021 bonds to provide funds for the acquisition and construction of major capital facilities. Total Series 2021 A bonds issued were \$43,547,978, at a variable interest rate between 2.54% and 2.71% and a maturity date in June 2051.

The District issued Series 2021 bonds to provide funds for the acquisition and construction of major capital facilities. Total Series 2021 B bonds issued were \$97,450,000, with an interest rate of 4.00% and a maturity date in June 2042.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**8. LONG-TERM OBLIGATIONS (CONTINUED)**

**Pension Bonds**

During 2002-03 the District issued \$34,639,019 in Limited Tax Pension Bonds to finance the lump sum payment to reduce the District's unfunded actuarial liability. These bonds have an interest rate of 4.12% and a maturity date in June 2028.

Future maturities of bonds payable are as follows:

Fiscal Year Ending June 30,	Bonds	
	Principal	Interest
2025	\$ 6,855,000	\$ 4,493,576
2026	7,600,000	4,155,116
2027	8,395,000	3,779,464
2028	6,235,000	3,364,032
2029	4,355,000	3,077,000
2030-34	20,955,000	12,849,800
2035-39	28,775,000	8,189,600
2040-44	32,717,166	9,606,434
2045-49	24,117,506	24,343,861
2050-52	9,553,306	11,745,112
	<u>\$149,557,978</u>	<u>\$85,603,995</u>

**Full Faith and Credit Obligation**

The District issued Series 2021 Full Faith and Credit bond to provide funds for the acquisition of major capital facilities. The total Series 2021 bond issued was \$3,450,000, with an interest rate of 1.45% and a maturity date in June 2026.

Future maturities of loans payable are as follows:

Fiscal Year Ending June 30,	FF&C	
	Principal	Interest
2025	\$ -	\$ 50,026
2026	3,450,000	50,026
	<u>\$ 3,450,000</u>	<u>\$ 100,052</u>

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**8. LONG-TERM OBLIGATIONS (CONTINUED)**

**Small Scale Energy Loan**

The District also took out a \$1,001,591 loan payable for energy conservation. The loan was issued in September 2012 with an interest rate of 3.25% and a maturity date in June 2028.

Future maturities of the settlement payable are as follows:

Fiscal Year Ending June 30,	Small Scale Energy Loan	
	Principal	Interest
2025	\$ 77,054	\$ 7,269
2026	79,587	4,736
2027	82,207	2,116
2028	20,971	109
	<hr/> \$ 259,819	<hr/> \$ 14,230

There are no significant default clauses noted in any of the long-term obligation agreements that would impact the financial statements or require disclosure under GASB 88.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**9. DEFINED BENEFIT PENSION PLAN**

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

<https://www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf>

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

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
  - i. **Pension Benefits.** The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results.  
A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier 1 general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier 2 members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.
  - ii. **Death Benefits.** Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following contributions are met:
    - member was employed by PERS employer at the time of death,
    - member died within 120 days after termination of PERS covered employment,
    - member died as a result of injury sustained while employed in a PERS-covered job, or
    - member was on an official leave of absence from a PERS-covered job at the time of death.
  - iii. **Disability Benefits.** A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

- iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
  - i. **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:  
*Police and fire:* 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.  
*General service:* 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.  
A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.
  - ii. **Death Benefits.** Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.
  - iii. **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

**Contributions** – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other 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 \$6,029,498, excluding amounts to fund employer specific liabilities. In addition, approximately \$2,129,473 in employee contributions were paid or picked up by the District in 2023-2024.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**Pension Asset or Liability** – At June 30, 2024, the District reported a net pension liability of \$34,696,101 for its proportionate share of the net pension liability. The 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 dated December 31, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement dates of June 30, 2023 and 2022, the District's proportion was 0.19 percent and 0.21 percent, respectively. Pension income for the year ended June 30, 2024 was \$387,947.

The rates in effect for the year ended June 30, 2024 were:

- (1) Tier 1/Tier 2 – 9.61%
- (2) OPSRP general services – 6.77%

	Deferred Outflow of Resources	Deferred Inflow of Resource
Difference between expected and actual experience	\$ 1,696,745	137,573
Changes in assumptions	3,082,196	22,981
Net difference between projected and actual earnings on pension plan investments	623,631	-
Net changes in proportionate share	3,698,139	
Differences between District contributions and proportionate share of contributions	-	5,749,439
		5,979,769
Subtotal - Amortized Deferrals (below)	9,100,711	11,889,762
District contributions subsequent to measurement date	2,674,030	-
Deferred outflow (inflow) of resources	<u>\$ 11,774,741</u>	<u>\$ 11,889,762</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2025.

Subtotal amounts related to pension as deferred outflows of resources \$9,100,711, and deferred inflows of resources, (\$11,889,762), net to (\$2,789,051) and will be recognized in pension expense as follows:

Year Ending		
June 30,		Amount
2025	\$ (2,067,704)	
2026	(2,733,728)	
2027	2,313,330	
2028	90,847	
2029	(391,796)	
Thereafter		-
Total	<u>\$ (2,789,051)</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. Oregon PERS produces an independently audited ACFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/ACFR/2023-ACFR.pdf>

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**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), (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 Report	2020, Published July 20, 2021
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll
Asset valuation method	Fair value
Inflation rate	2.40 percent
Investment rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increase	3.40 percent
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service
Mortality	<p><u>Healthy retirees and beneficiaries:</u></p> <p>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><u>Active members:</u></p> <p>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><u>Disabled retirees:</u></p> <p>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>

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.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**Assumed Asset Allocation:**

<b>Asset Class/Strategy</b>	<b>Low Range</b>	<b>High Range</b>	<b>OIC Target</b>
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	17.5%	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%
<b>Total</b>			<b>100.0%</b>

*(Source: June 30, 2023 PERS ACFR; p. 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 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. 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.

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Compound Annual (Geometric) Return</b>
Global Equity	27.50%	7.07%
Private Equity	25.50%	8.83%
Core Fixed Income	25.00%	4.50%
Real Estate	12.25%	5.83%
Master Limited Partnerships	0.75%	6.02%
Infrastructure	1.50%	6.51%
Hedge Fund of Funds - Multistrategy	1.25%	6.27%
Hedge Fund of Equity - Hedge	0.63%	6.48%
Hedge Fund - Macro	5.62%	4.83%
<i>Assumed Inflation - Mean</i>		<i>2.35%</i>

*(Source: June 30, 2023 PERS ACFR; p. 92)*

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

**Discount Rate** – The discount rate used to measure the total pension liability as of the measurement dates of June 30, 2023 and 2022 was 6.90 percent, for both years, for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate – the following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	\$ 57,311,426	\$ 34,696,101	\$ 15,769,471

**Changes Subsequent to the Measurement Date**

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

There are no changes subsequent to the June 30, 2023, Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

**OPSRP Individual Account Program (OPSRP IAP)**

*Plan Description:*

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

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**9. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

*Pension Benefits:*

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

*Death Benefits:*

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

*Contributions:*

Employees of the District pay six (6) percent of their covered payroll. Effective July 1, 2020, currently employed Tier 1/Tier 2 and OPSRP members earning \$2,500 or more per month (increased to \$3,333 per month in 2022) will have a portion of their 6 percent monthly IAP contributions redirected to an Employee Pension Stability Account. The Employee Pension Stability Account will be used to pay part of the member's future benefit. Of the 6 percent monthly IAP contribution, Tier 1/Tier 2 will have 2.5 percent redirected to the Employee Pension Stability Account and OPSRP will have 0.75 percent redirected to the Employee Pension Stability Account, with the remaining going to the member's existing IAP account. Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full 6 percent contribution to the IAP. The District did not make any optional contributions to member IAP accounts for the year ended June 30, 2024.

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

<http://www.oregon.gov/pers/EMP/Pages/GASB.aspx>

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**10. OTHER POST-EMPLOYMENT BENEFIT PLAN - RHIA**

**Plan Description:**

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

**Funding Policy:**

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

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the District currently contributes 0.05% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2024. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The District's contributions to RHIA are included with PERS and equaled the required contributions for the year.

At June 30, 2024, the District reported a net OPEB asset of \$959,862 for its proportionate share of the net OPEB asset. The OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2021. Consistent with GASB Statement No. 75, paragraph 59(a), the District's proportion of the net OPEB asset is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement dates of June 30, 2023 and 2022, the District's proportion was 0.26 percent and 0.23 percent, respectively. OPEB income for the year ended June 30, 2024 was \$43,933.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**10. OTHER POST-EMPLOYMENT BENEFIT PLAN – RHIA – (CONTINUED)**

**Components of OPEB Expense/(Income):**

Employer's proportionate share of collective system OPEB Expense/(Income)	\$ (111,094)
Net amortization of employer-specific deferred amounts from:	
Changes in proportionate share (per paragraph 64 of GASB 75)	80,743
Differences between employer contributions and employer's proportionate share of system contributions (per paragraph 65 of GASB 75)	-
<b>Employer's Total OPEB Expense/(Income)</b>	<b><u>\$ (30,351)</u></b>

**Components of Deferred Outflows/Inflows of Resources:**

	Deferred Outflow of Resources	Deferred Inflow of Resource
Difference between expected and actual experience	\$ -	\$ 24,098
Changes in assumptions	- -	10,350
Net difference between projected and actual earnings on pension plan investments	2,722	-
Net changes in proportionate share	5,254	60,773
Differences between District contributions and proportionate share of contributions	- -	-
<b>Subtotal - Amortized Deferrals (below)</b>	<b>7,976</b>	<b>95,221</b>
District contributions subsequent to measurement date	- -	-
<b>Deferred outflow (inflow) of resources</b>	<b><u>7,976</u></b>	<b><u>\$ 95,221</u></b>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB asset in the fiscal year ended June 30, 2025.

Subtotal amounts related to OPEB as deferred outflows of resources, \$7,976, and deferred inflows of resources, (\$95,221), net to (\$87,245) and will be recognized in OPEB expense as follows:

Year Ending	
June 30,	Amount
2025	\$ (85,319)
2026	(50,121)
2027	35,473
2028	12,722
2029	-
Thereafter	- -
<b>Total</b>	<b><u>\$ (87,245)</u></b>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost-Sharing Multiple-Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2023. That independently audited report was dated February 2, 2024 and can be found at:

<https://www.oregon.gov/pers/emp/Documents/GASB/2023/Oregon%20Public%20Employees%20Retirement%20System%20-%20GASB%2075%20RHIA%20-%20YE%206.30.2023%20-%20SECURED.pdf>

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**10. OTHER POST-EMPLOYMENT BENEFIT PLAN – RHIA – (CONTINUED)**

**Actuarial Methods and Assumptions:**

Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience Study Report	2020, Published July 20, 2021
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Investment rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increase	3.40 percent
Retiree healthcare participation	Healthy retirees: 27.5 %; Disabled retirees: 15%
Mortality	<p><u>Healthy retirees and beneficiaries:</u> 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><u>Active members:</u> 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><u>Disabled retirees:</u> 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>

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 OPEB liability as of the measurement date of June 30, 2023 was 6.90 percent. 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.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**10. OTHER POST-EMPLOYMENT BENEFIT PLAN – RHIA – (CONTINUED)**

**Long-Term Expected Rate of Return:**

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in 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. 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.

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Compound Annual (Geometric) Return</b>
Global Equity	27.50%	7.07%
Private Equity	25.50%	8.83%
Core Fixed Income	25.00%	4.50%
Real Estate	12.25%	5.83%
Master Limited Partnerships	0.75%	6.02%
Infrastructure	1.50%	6.51%
Hedge Fund of Funds - Multistrategy	1.25%	6.27%
Hedge Fund Equity - Hedge	0.63%	6.48%
Hedge Fund - Macro	5.62%	4.83%
<i>Assumed Inflation - Mean</i>		2.35%

(Source: June 30, 2023 PERS ACFR; p. 92)

Sensitivity of the District's proportionate share of the net OPEB asset to changes in the discount rate – The following presents the District's proportionate share of the net OPEB asset calculated using the discount rate of 6.90 percent, as well as what the District's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	\$ (872,516)	\$ (959,862)	\$ (1,034,803)

**Changes Subsequent to the Measurement Date**

There are no changes subsequent to the June 30, 2023 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

## **11. OTHER POST EMPLOYMENT HEALTH CARE BENEFITS**

### **Plan Description**

The District offers a single-employer defined benefit healthcare plan per the requirements of collective bargaining agreements. The plan provides postretirement healthcare benefits for eligible retirees and their dependents through the District's group health insurance plans. The plan covers both active and retired participants. As of the actuarial valuation date, there were 534 active participants and 37 retirees in the ORS allowed plan 243.303 which states, in part, that for the purposes of establishing healthcare premiums, the calculated rate must be based on the cost of all plan members, including both active employees and retirees. Because claim costs are generally higher for retiree groups than for active employees, the premium amount does not represent the full cost of coverage for retirees. The resulting additional cost, or implicit subsidy, is required to be valued under GASB Statement 75 related to Other Post-Employment Benefits (OPEB). Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point.

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

### **Funding Policy**

The District has not established a trust fund to finance the cost of Post-employment Health Care Benefits related to implicit rate subsidies. Premiums are paid by retirees based on the rates established for active employees. Additional costs related to an implicit subsidy are paid by the District on a pay-as-you go basis in all funds. There is no obligation on the part of the District to fund these benefits in advance.

Actuarial Methods and Assumptions - The District's total other post employment benefits (OPEB) liability was measured as of June 30, 2023 and determined by an actuarial valuation as of July 1, 2023. The total other post employment benefit liability in the June 30, 2023 actuarial valuation was calculated based on the discount rate and actuarial assumptions below, and was then projected forward/backward to the measurement date. Discount Rate 3.65%, Inflation 2.40%, Salary Increases 3.40%, Healthy Mortality, Turnover, Disability, and Retirement Rates: Based on Oregon PERS valuation assumptions as of December 31, 2022, Actuarial Cost Method is Entry Age Normal Level Percent of Pay. Election and lapse rate - 35% of eligible employees, 50% of male members, and 35% of females members will elect spouse coverage, 5% annual lapse rate.

At July 1, 2023, the following employees were covered by the benefit terms:

Active participants	534
Inactive participants or beneficiaries receiving benefits	37
	<hr/>
	571
	<hr/>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**11. OTHER POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)**

**Changes in the Net Other Post-employment Benefit Liability**

	<u>Total OPEB Liability</u>
Total OPEB Liability Balance 6/30/2023	\$ 2,471,902
Changes for the Year	
Service Cost	226,378
Interest	91,784
Changes of benefit terms	-
Differences between expected and actual experience	(566,015)
Changes of Assumptions or other input	(173,126)
Benefit payments	(212,879)
Net Change in total OPEB liability	(633,858)
Total OPEB Liability Balance 6/30/2024	<u><u>\$ 1,838,044</u></u>

**Sensitivity of the Net Other Post-employment Benefit Liability to changes in the discount and trend rates**

The following presents the net other post-employment benefit liability (NOL) of the District, calculated using the discount rate of 3.65 percent, as well as what the District's NOL would be if it was calculated using a discount rate that is 1-percentage-point lower (2.65 percent) or 1-percentage-point higher (4.65 percent) than the current rate:

	Current		
	1% Lower	Discount Rate	1% Higher
	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 1,994,066	\$ 1,838,044	\$ 1,698,843

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

	Current		
	1% Decrease	Trend Rates	1% Increase
	\$ 1,641,441	\$ 1,838,044	\$ 2,074,094
Total OPEB Liability			

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**11. OTHER POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)**

Other Post-employment benefits Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Post-employment Benefits

For the year ended June 30, 2024, the District recognized Other Post-employment Benefit expense of \$2,311.

At June 30, 2024, the District reported deferred outflows and deferred inflows of resources, related to Other Postemployment benefits from the following sources:

Deferral Source	Deferred Inflows of resources	Deferred Outflows of resources
Differences between expected & actual experience	\$ (653,014)	\$ -
Changes of assumptions or other inputs	(406,816)	139,006
Subtotal - Amortized Deferrals (Below)	(1,059,830)	139,006
Benefit Payments	-	163,592
Total as of June 30, 2024	<u><u>\$ (1,059,830)</u></u>	<u><u>\$ 302,598</u></u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability in the fiscal year ending June 30, 2025.

Subtotal amounts reported as deferred inflows (\$1,059,830), and deferred outflows of resources \$139,006, related to Other Post-employment benefits net to (\$920,824), and will be recognized in OPEB expense as follows:

Year ended June 30,		
2025	\$ (143,701)	
2026	(135,068)	
2027	(139,385)	
2028	(157,952)	
2029	(157,183)	
Thereafter	<u>(187,535)</u>	
Total	<u><u>\$ (920,824)</u></u>	

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**12. LEASE LIABILITY (RELATED TO RIGHT-TO-USE ASSETS)**

For the year ended 6/30/2024, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

As of 06/30/2024, the District had 2 active leases. The leases have payments that range from \$14,048 to \$59,521 and an interest rate of 0.5950%. As of 06/30/2024, the total combined value of the lease liability is \$87,279, the total combined value of the short-term lease liability is \$73,176. The combined value of the right to use asset, as of 06/30/2024 of \$362,837 with accumulated amortization of \$304,134 is included within the Lease Class activities table found below.

Total lease liability for the year ended June 30, 2024 was as follows:

**Changes in Lease Liability**

	Balance at July 1, 2023	Reductions	Balance at June 30, 2024	Due within a Year
Kubota Tractor	\$ 41,858	\$ 13,836	\$ 28,022	\$ 13,919
Pacific Automation Copier	118,162	58,905	59,257	59,257
<b>Total</b>	<b>\$ 160,020</b>	<b>\$ 72,741</b>	<b>\$ 87,279</b>	<b>\$ 73,176</b>

Future lease liability payments are as follows:

**Principal and Interest Requirements to Maturity**

<b>Fiscal Year Ending</b> <hr/> <b>June 30,</b>	<b>Governmental Activities</b>		
	<b>Equipment</b>		
	<b>Principal Payments</b>	<b>Interest Payments</b>	<b>Total Payments</b>
2025	\$ 73,176	\$ 394	\$ 73,570
2026	14,103	46	14,149
<b>Total</b>	<b>\$ 87,279</b>	<b>\$ 440</b>	<b>\$ 87,719</b>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**13. RIGHT-TO-USE LEASE ASSET**

Right-to-use assets are for the leases in Note 12.

The District reviewed their GASB 87 records and booked adjustments during the year.

Total right-to-use asset activity for the year ended June 30, 2024 was as follows:

**Amount of Lease Assets by Major Classes of Underlying Asset (Right-to-Use Asset)**

Asset Class	At June 30, 2024		
	Accumulated		
	Lease Asset Value	Amortization	Net Value
Kubota Tractor	\$ 69,319	\$ 69,319	\$ -
Pacific Automation Copier	293,518	234,815	58,703
<b>Total</b>	<b>\$ 362,837</b>	<b>\$ 304,134</b>	<b>\$ 58,703</b>

**Changes in Right-to-Use Asset**

	Changes in Right-to-Use Asset				Balance at June 30, 2024
	Balance at July 1, 2023	Adjustments	Additions	Reductions	
Kubota Tractor	\$ 69,319	\$ -	\$ -	\$ -	\$ 69,319
Pacific Automation Copier	234,928	58,590	-	-	293,518
<b>Total Lease Assets, Net</b>	<b>\$ 159,055</b>	<b>\$ 58,590</b>	<b>\$ (158,942)</b>	<b>\$ -</b>	<b>\$ 58,703</b>

**Accumulated Amortization**

Kubota Tractor	(27,728)	-	(41,591)	-	(69,319)
Pacific Automation Copier	(117,464)	-	(117,351)	-	(234,815)
<b>Total Lease Assets, Net</b>	<b>\$ 159,055</b>	<b>\$ 58,590</b>	<b>\$ (158,942)</b>	<b>\$ -</b>	<b>\$ 58,703</b>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**14. SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS) LIABILITY**

For the year ended 6/30/2024, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

As of 06/30/2024, the District had 47 active subscriptions. The subscriptions have payments that range from \$0 to \$119,180 and interest rates that range from 2.1940% to 3.5290%. As of 06/30/2024, the total combined value of the subscription liability is \$1,585,656, and the total combined value of the short-term subscription liability is \$559,597. The combined value of the right to use asset, as of 06/30/2024 of \$2,715,582 with accumulated amortization of \$1,094,357 is included within the Subscription Class activities table found below.

The District reviewed their GASB 96 records and booked adjustments during the year.

Total Subscription liability for the year ended June 30, 2024 was as follows:

Changes in Software Liability						
	Balance at			Balance at		
	July 1, 2023	Additions	Adjustments	Reductions	June 30, 2024	Due within a Year
Software	<u>\$ 2,126,088</u>	<u>\$ 37,931</u>	<u>\$ 138,495</u>	<u>\$ 716,858</u>	<u>\$ 1,585,656</u>	<u>\$ 559,597</u>
Total	<u>\$ 2,126,088</u>	<u>\$ 37,931</u>	<u>\$ 138,495</u>	<u>\$ 716,858</u>	<u>\$ 1,585,656</u>	<u>\$ 559,597</u>

Future subscription liability payments are as follows:

Fiscal Year Ending	Principal and Interest Requirements to Maturity			
	Governmental Activities			
	June 30,	Software		Total
	June 30,	Principal Payments	Interest Payments	Payments
	2025	\$ 559,597	\$ 42,181	\$ 601,778
	2026	353,586	27,687	381,273
	2027	350,627	18,339	368,966
	2028	170,899	9,115	180,014
	2029	150,947	4,302	155,249
	Total	<u>\$ 1,585,656</u>	<u>\$ 101,624</u>	<u>\$ 1,687,280</u>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

**15. SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs) ASSET**

Right-to-use assets are for the subscriptions in Note 14.

The District reviewed their GASB 96 records and booked adjustments during the year.

Total right-to-use asset activity for the year ended June 30, 2024 was as follows:

Amount of Subscription Assets by Major Classes of Underlying Asset (Right-to-Use Asset)			
Asset Class	At June 30, 2024		
	Subscription Asset	Accumulated	Net Value
	Value	Amortization	
Software	\$ 2,715,582	\$ 1,094,357	\$ 1,621,225
Total	\$ 2,715,582	\$ 1,094,357	\$ 1,621,225

Changes in Subscription Right-to-Use Asset					
	Balance at				Balance at
	July 1, 2023	Adjustments	Additions	Reductions	June 30, 2024
Software	\$ 2,873,528	\$ 136,448	\$ 37,931	\$(332,325)	\$ 2,715,582
Accumulated Amortization					
Software	(690,792)	-	(735,890)	332,325	(1,094,357)
Total Software Assets, Net	\$ 2,182,736	\$ 136,448	\$ (697,959)	\$ -	\$ 1,621,225

**16. PROPERTY TAX LIMITATION**

The voters of the State of Oregon approved ballot measure 5, a constitutional limit on property taxes for schools and non-school government operations, in November, 1990. School operations include community colleges, local school districts, and education service districts.

The limitation provides that property taxes for school operations are limited to \$5.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The result of this initiative has been that school districts have become more dependent upon state funding and less dependent upon property tax revenues as their major source of operating revenue. The State voters passed ballot measure 50 in May, 1997 to further reduce property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit.

Measure 50 reduced the amount of operating property tax revenues available for the 1998-99 fiscal year and thereafter. This reduction is accomplished by rolling property values back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the property tax limitations. The measure also sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State of Oregon to minimize the impact of the tax cuts to the school districts. The ultimate impact to the District as a result of the measure has been greater reliance on state funding and less reliance on local funding.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

NOTES TO THE FINANCIAL STATEMENTS

---

**17. RISK MANAGEMENT**

There is exposure to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which commercial insurance is purchased. There were no significant reductions in insurance coverage from coverage in prior years in any of the major categories of risk. Also, the amounts of any settlements have not exceeded insurance coverage for any of the past three fiscal years.

Management of the District believes that the total amount of liability, if any, which may arise from claims and lawsuits pending against the District beyond that which is covered by insurance would not have a material effect on the District's financial statements.

**18. COMMITMENTS AND CONTINGENCIES**

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

A substantial portion of operating funding is received from the State of Oregon. State funding is determined through state wide revenue projections that are paid to individual school districts based on pupil counts and other factors in the state school fund revenue formula. Since these projections and pupil counts fluctuate they can cause either increases or decreases in revenue. Due to these future uncertainties at the state level, the future effect on the operations cannot be determined.

The COVID-19 outbreak in the United States has caused substantial disruption to business and local governments due to mandated and voluntary suspension of operations and stay at home orders. There is considerable uncertainty around the duration of the outbreak and the long-term impact to the overall economy. The ultimate impact on the District's finances is not determinable.

The District in the course of normal operations is involved in litigation. As of the financial statement issuance date there are pending litigation cases. Any potential financial responsibility of the District is not determinable.

**19. TAX ABATEMENTS**

As of June 30, 2024, the District had tax abatements of \$39,399 through various state allowed programs that impacted levied taxes. Based on the information available from the county as of the date of issuance of these basic financial statements, the amount of abatements for the year ended June 30, 2024 is deemed immaterial by management.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**NOTES TO THE FINANCIAL STATEMENTS**

---

**14. CORRECTION OF AN ERROR IN PREVIOUSLY ISSUED FINANCIAL STATEMENTS**

During fiscal year 2023-2024, the District determined that principal and interest payments on debt were coded to the incorrect governmental fund during fiscal year 2022-2023. Therefore, Debt Service expenditures were understated in the Debt Service Fund and overstated in the Capital Projects Fund for fiscal year ended June 30, 2023. The effect of correcting that error is shown in column A of the note disclosure chart in below.

During fiscal year 2023-2024, the District also determined that disposals on the capital asset register were overstated during fiscal year ended June 20, 2023. Therefore, capital assets, net of depreciation, were understated by \$15,522,739 for fiscal year 2022-2023. The effect of correcting that error is shown in column B of the note disclosure chart below.

Total prior period adjustments were as follows:

	6/30/2023			6/30/2023	
	Net Position		Error Correction (A)		
	As Previously Reported	Net Position Restated			
<b>Government-Wide</b>					
Governmental Activities	\$ 21,023,603	<u>\$ -</u>	<u>\$ 15,522,739</u>	<u>\$ 36,546,342</u>	
<b>Governmental Funds</b>					
Debt Service Fund	\$ 4,136,516	\$ (1,919,440)	\$ -	\$ 2,217,076	
Capital Projects Fund	\$ 72,440,010	\$ 1,919,440	\$ -	\$ 74,359,450	
<b>Total Governmental Funds</b>	<u>\$ 76,576,526</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,576,526.00</u>	

**NEWBERG SCHOOL DISTRICT**

**REQUIRED SUPPLEMENTARY INFORMATION**

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2024**

---

**PERS**

**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) Employer's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	0.19 %	\$ 34,696,101	\$ 34,072,286	101.8 %	81.7 %
2023	0.21	32,753,885	34,794,206	94.1	84.5
2022	0.18	21,443,499	31,764,334	67.5	87.6
2021	0.19	41,899,289	29,981,030	139.8	75.8
2020	0.22	38,643,277	27,363,476	141.2	80.2
2019	0.26	38,774,786	29,387,985	131.9	82.1
2018	0.23	31,179,701	28,611,077	109.0	83.1
2017	0.20	29,584,266	28,122,605	105.2	80.5
2016	0.17	10,004,093	25,226,359	39.7	91.9
2015	0.16	(3,580,180)	24,424,906	(14.7)	103.6

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

These schedules are presented to illustrate the requirements to show information for 10 years.

**SCHEDULE OF CONTRIBUTIONS**

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2024	\$ 2,674,030	\$ 2,674,030	\$ -	\$ 38,635,699	6.9 %
2023	2,255,103	2,255,103	-	34,072,286	6.6
2022	6,708,083	6,708,083	-	34,794,206	19.3
2021	3,778,493	3,778,493	-	31,764,334	11.9
2020	3,547,512	3,547,512	-	29,981,030	29.3
2019	2,288,536	2,288,536	-	27,363,476	8.4
2018	2,506,331	2,506,331	-	29,387,985	8.5
2017	784,807	784,807	-	28,611,077	2.7
2016	904,981	904,981	-	28,122,605	3.2
2015	1,869,367	1,869,367	-	25,226,359	7.4

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

These schedules are presented to illustrate the requirements to show information for 10 years.

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2024

---

**OPEB - RHIA**

**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB ASSET/(LIABILITY) FOR RHIA**

Year Ended June 30,	(a) Employer's proportion of the net OPEB asset/ (liability) (NOA/(L))	(b) Employer's proportionate share of the net OPEB asset/ (liability) (NOA/(L))	(c) Employer's covered payroll	(b/c) NOA/(L) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2024	0.2621 %	\$ 959,862	\$ 34,072,286	2.82 %	201.6 %
2023	0.2274	808,043	34,794,206	2.32	194.6
2022	0.2378	816,438	31,764,334	2.57	183.9
2021	0.4694	956,514	29,981,030	3.19	150.1
2020	0.2474	478,229	27,363,476	1.75	144.4
2019	0.2766	308,739	29,387,985	1.05	124.0
2018	0.2765	114,464	28,611,077	0.40	108.9

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

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

Amounts for covered payroll (c) use the prior year's data to match the measurement data used by the OPEB plan for each year.

**SCHEDULE OF CONTRIBUTIONS FOR RHIA**

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2024	\$ N/A	\$ N/A	\$ N/A	\$ 38,635,699	N/A %
2023	N/A	N/A	N/A	34,072,286	N/A
2022	N/A	N/A	N/A	34,794,206	N/A
2021	133,921	133,921	-	31,764,334	0.42
2020	122,658	122,658	-	29,981,030	0.41
2019	33,523	33,523	-	27,363,476	0.12
2018	6,361	6,361	-	29,387,985	N/A

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date of 6/30 for each year presented.

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

All statutorily required contributions were made and are included within PERS contributions (see p. 41).

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS  
June 30, 2024

**Annual OPEB Cost and Net OPEB Obligation relating to Early Retirement Plan: Healthcare**

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Year Ended June 30,							Differences		Total OPEB Liability - End of Year	Estimated Covered Payroll	Total OPEB Liability as a % of Covered Payroll
	Total OPEB Liability - Beginning	Service Cost	Interest	Changes of Benefit Terms	Changes of Assumptions	Between Expected and Actual	Benefit Payments				
2024	\$ 2,471,902	\$ 226,378	\$ 91,784	\$ -	\$ (173,126)	\$ (566,015)	\$ (212,879)	\$ 1,838,044	\$ 38,635,699	5%	
2023	2,580,021	262,716	59,332	-	(237,384)	-	(192,783)	2,471,902	34,072,286	7%	
2022	2,811,072	258,458	65,038	-	(111,085)	(188,815)	(254,647)	2,580,021	34,794,206	7%	
2021	2,621,125	221,152	94,379	-	168,406	-	(293,990)	2,811,072	31,764,334	9%	
2020	2,514,707	204,404	100,300	-	199,556	(140,638)	(257,204)	2,621,125	29,981,030	9%	

The above table presents the most recent actuarial valuations for the District's post-retirement benefit.

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

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET  
For the Year Ended June 30, 2024**

**GENERAL FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FROM FINAL BUDGET
<b>REVENUES</b>				
Local Sources	\$ 21,210,000	\$ 21,210,000	\$ 21,449,120	\$ 239,120
Intermediate Sources	1,024,500	1,024,500	1,146,774	122,274
State Sources	<u>33,544,861</u>	<u>33,544,861</u>	<u>29,572,668</u>	<u>(3,972,193)</u>
Total Revenue	<u>55,779,361</u>	<u>55,779,361</u>	<u>52,168,562</u>	<u>(3,610,799)</u>
<b>EXPENDITURES</b>				
Instruction	36,994,262	36,994,262	(1)	36,655,412
Support Services	24,043,870	25,159,941	(1)	25,441,498
Operating Contingency	<u>1,130,000</u>	<u>-</u>	<u>(1)</u>	<u>-</u>
Total Expenditures	<u>62,168,131</u>	<u>62,168,131</u>	<u>62,096,910</u>	<u>57,292</u>
Excess of Revenues Over (Under) Expenditures	(6,388,770)	(6,388,770)	(9,928,348)	(3,553,507)
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds From Sale of Fixed Assets	-	-	759	759
Transfers In	-	-	1,000,000	1,000,000
Transfers Out	<u>(31,000)</u>	<u>(44,929)</u>	<u>(1)</u>	<u>(31,000)</u>
Total Other Financing Sources (Uses)	<u>(31,000)</u>	<u>(44,929)</u>	<u>969,759</u>	<u>1,014,688</u>
Net Change in Fund Balance	(6,419,770)	(6,433,699)	(8,958,589)	(2,524,890)
Beginning Fund Balance	<u>8,500,000</u>	<u>8,500,000</u>	<u>7,725,210</u>	<u>(774,790)</u>
Ending Fund Balance	<u>\$ 2,080,230</u>	<u>\$ 2,066,301</u>	<u>\$ (1,233,379)</u>	<u>\$ (3,299,680)</u>

(1) Appropriation level

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET  
For the Year Ended June 30, 2024**

**SPECIAL REVENUE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FROM FINAL BUDGET
<b>REVENUES</b>				
Local Sources	\$ 2,313,100	\$ 2,313,100	\$ 1,979,394	\$ (333,706)
Intermediate Sources	-	-	78,586	78,586
State Sources	10,145,291	10,145,291	5,925,422	(2) (4,219,869)
Federal Sources	1,414,196	1,414,196	5,635,117	4,220,921
<b>Total Revenues</b>	<b>13,872,587</b>	<b>13,872,587</b>	<b>13,618,519</b>	<b>(254,068)</b>
<b>EXPENDITURES</b>				
Instruction	7,811,690	7,811,690	(1) 6,621,822	1,189,868
Support Services	5,745,370	5,445,370	(1) 4,825,229	620,141
Enterprise and Community Services	2,432,304	2,432,304	(1) 2,017,117	415,187
<b>Total Expenditures</b>	<b>15,989,364</b>	<b>15,689,364</b>	<b>13,464,168</b>	<b>2,225,196</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(700,000)	(1,000,000)	(1) (1,000,000)	-
<b>Total Other Financing Sources</b>	<b>(700,000)</b>	<b>(1,000,000)</b>	<b>(1,000,000)</b>	<b>-</b>
Net Change in Fund Balance	(2,816,778)	(3,116,778)	(845,649)	2,271,129
Beginning Fund Balance	3,487,230	3,487,230	3,353,539	(133,691)
<b>Ending Fund Balance</b>	<b>\$ 670,452</b>	<b>\$ 370,452</b>	<b>\$ 2,507,890</b>	<b>\$ 2,137,438</b>

(1) Appropriation level

(2) Included in this transfer from the General Fund is the required state revenue match the District must transfer \$13,929 for National School Lunch Support in order to meet the general cash assistance match.

**NEWBERG SCHOOL DISTRICT**

**SUPPLEMENTARY INFORMATION**

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET  
For the Year Ended June 30, 2024**

**DEBT SERVICE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FROM FINAL BUDGET
<b>REVENUES</b>				
Local Sources	\$ 10,327,570	\$ 10,327,570	\$ 10,418,488	\$ 90,918
Total Revenue	<u>10,327,570</u>	<u>10,327,570</u>	<u>10,418,488</u>	<u>90,918</u>
<b>EXPENDITURES</b>				
Debt Services	<u>11,182,591</u>	<u>11,182,591</u>	<u>(1)</u>	<u>111,020</u>
Total Expenditures	<u>11,182,591</u>	<u>11,182,591</u>	<u>11,071,571</u>	<u>111,020</u>
Excess of Revenues Over (Under) Expenditures	(855,021)	(855,021)	(653,083)	201,938
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	<u>31,000</u>	<u>31,000</u>	<u>31,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>31,000</u>	<u>31,000</u>	<u>31,000</u>	<u>-</u>
Net Change in Fund Balance	(824,021)	(824,021)	(622,083)	201,938
Prior Period Adjustment	-	-	(1,919,440)	(1,919,440)
Beginning Fund Balance	<u>2,407,841</u>	<u>2,407,841</u>	<u>4,136,516</u>	<u>1,728,675</u>
Ending Fund Balance	<u>\$ 1,583,821</u>	<u>\$ 1,583,821</u>	<u>\$ 1,594,993</u>	<u>\$ 11,173</u>

(1) Appropriation level

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
ACTUAL AND BUDGET  
For the Year Ended June 30, 2024**

**CAPITAL PROJECTS FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FROM FINAL BUDGET
<b>REVENUES</b>				
Local Sources	\$ 1,310,000	\$ 1,310,000	\$ 2,243,423	\$ 933,423
State Sources	-	-	-	-
<b>Total Revenue</b>	<b>1,310,000</b>	<b>1,310,000</b>	<b>2,243,423</b>	<b>933,423</b>
<b>EXPENDITURES</b>				
Support Services	631,801	631,801 (1)	233,387	398,414
Facilities Acquisition Request	<u>77,062,062</u>	<u>77,062,062 (1)</u>	<u>57,427,840</u>	<u>19,634,222</u>
<b>Total Expenditures</b>	<b><u>77,693,863</u></b>	<b><u>77,693,863</u></b>	<b><u>57,661,227</u></b>	<b><u>20,032,636</u></b>
Excess of Revenues Over (Under) Expenditures	(76,383,863)	(76,383,863)	(55,417,804)	20,966,059
Net Change in Fund Balance	(76,383,863)	(76,383,863)	(55,417,804)	20,966,059
Prior Period Adjustment	-	-	1,919,440	1,919,440
Beginning Fund Balance	<u>76,383,863</u>	<u>76,383,863</u>	<u>72,440,010</u>	<u>(3,943,853)</u>
<b>Ending Fund Balance</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 18,941,646</u></b>	<b><u>\$ (18,941,646)</u></b>

(1) Appropriation level

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES OF TAXES UNCOLLECTED  
For the Year Ended June 30, 2024**

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED/ UNSEGREGATED
	July 1, 2023					June 30, 2024
<b>General Fund</b>						
CURRENT						
2023-24	\$ 21,085,880	\$ 560,070	\$ 119,880	\$ 7,221	\$ 20,130,012	\$ 522,899
PRIOR YEARS						
2022-23	440,269	(56)	(19,135)	14,732	260,629	175,293
2021-22	154,772	(17)	(10,886)	7,910	48,362	103,451
2020-21	101,943	6	(12,271)	12,333	47,999	54,000
2019-20	47,989	(15)	(8,718)	8,129	24,514	22,901
Prior Years	78,985	(13)	(7,302)	6,691	4,549	73,838
Total Prior	823,958	(95)	(58,312)	49,795	386,053	429,483
Total	<u>\$ 21,909,838</u>	<u>\$ 559,975</u>	<u>\$ 61,568</u>	<u>\$ 57,016</u>	<u>\$ 20,516,065</u>	<u>\$ 952,382</u>

**RECONCILIATION OF REVENUE:**

Cash Collections by County Treasurer, Above Accrual of Receivables	\$ 20,516,065
June 30, 2024	86,189
June 30, 2023	(112,118)
Changes from Prior year Unavailable Revenue, see page 6	<u>240,542</u>
Total Revenue	<u>\$ 20,730,678</u>

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES OF TAXES UNCOLLECTED  
For the Year Ended June 30, 2024**

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED July 1, 2023	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED/ UNSEGREGATED June 30, 2024
<b><u>Debt Service Fund</u></b>						
CURRENT						
2023-24	\$ 6,530,881	\$ 173,465	\$ (53,810)	\$ 2,239	\$ 6,143,764	\$ 162,081
<b>PRIOR YEARS</b>						
2022-23	142,903	(18)	(6,206)	4,783	84,600	56,898
2021-22	51,999	(3)	(3,655)	2,658	16,245	34,760
2020-21	11,028	1	(1,328)	1,335	5,191	5,843
2019-20	8,714	(2)	(1,531)	1,477	4,468	4,194
Prior Years	<u>47,439</u>	<u>(8)</u>	<u>(4,580)</u>	<u>4,056</u>	<u>2,679</u>	<u>44,244</u>
Total Prior	<u>262,083</u>	<u>(30)</u>	<u>(17,300)</u>	<u>14,309</u>	<u>113,183</u>	<u>145,939</u>
Total	<u><u>\$ 6,792,964</u></u>	<u><u>\$ 173,435</u></u>	<u><u>\$ (71,110)</u></u>	<u><u>\$ 16,548</u></u>	<u><u>\$ 6,256,947</u></u>	<u><u>\$ 308,020</u></u>

**RECONCILIATION OF REVENUE:**

Cash Collections by County Treasurer, Above Accrual of Receivables	\$ 6,256,947
June 30, 2024	24,123
June 30, 2023	(311)
Changes from Prior year Unavailable Revenue, see page 6	<u>46,248</u>
Total Revenue	<u><u>\$ 6,327,007</u></u>

**NEWBERG SCHOOL DISTRICT**

**OTHER INFORMATION**

NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON

**SUPPLEMENTAL INFORMATION  
AS REQUIRED BY THE OREGON DEPARTMENT OF EDUCATION  
For the Year Ended June 30, 2024**

#### A. ENERGY BILLS FOR HEATING - ALL FUNDS:

	Objects 325, 326 & 327
Function 2542	\$ 1,191,556
Function 2550	<hr/>
	\$ 1,191,556

B. REPLACEMENT FOR EQUIPMENT - General Fund:

\$ -

Include all General Fund expenditures in object 542, except for the following exclusions:

## Exclude These Functions

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

**NEWBERG SCHOOL DISTRICT**

Newberg, Oregon

**REVENUE SUMMARY - ALL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

<b>Revenue from Local Sources</b>	<b>Fund 100</b>	<b>Fund 200</b>	<b>Fund 300</b>	<b>Fund 400</b>	<b>TOTAL</b>
1111 Taxes - current year's levy	\$ 20,210,090	\$ -	\$ 6,214,764	\$ -	\$ 26,424,854
1112 Taxes - prior year's levies	269,653	-	65,820	-	335,473
1114 Taxes - payments in lieu of property taxes	10,393	-	175	-	10,568
1130 Construction excise tax	-	-	-	274,370	274,370
1312 Tuition from other Districts within the State	22,667	-	-	-	22,667
1510 Earnings on investments	628,580	8,324	606,392	1,969,053	3,212,349
1600 Food Service	-	171,975	-	-	171,975
1700 Extracurricular Activities	96,082	1,054,167	-	-	1,150,249
1910 Rentals	19,379	56,682	-	-	76,061
1920 Contributions and donations from private sources	-	374,682	-	-	374,682
1960 Recovery of prior year expenditures	114,477	233,557	50,555	-	398,589
1970 Services provided other funds	-	-	3,359,170	-	3,359,170
1980 Fees Charged to Grants	893	-	-	-	893
1990 Miscellaneous	76,905	80,006	121,612	-	278,523
<b>Total Revenue from Local Sources</b>	<b>21,449,119</b>	<b>1,979,393</b>	<b>10,418,488</b>	<b>2,243,423</b>	<b>36,090,422</b>
<b>Revenue from Intermediate Sources</b>					
2101 County school funds	18,603	-	-	-	18,603
2102 General Education Service District Funds	1,128,131	-	-	-	1,128,131
2199 Other intermediate sources	40	71,786	-	-	71,826
2200 Restricted Revenue	-	6,800	-	-	6,800
<b>Total Revenue from Intermediate Sources</b>	<b>1,146,774</b>	<b>78,586</b>	<b>-</b>	<b>-</b>	<b>1,225,360</b>
<b>Revenue from State Sources</b>					
3101 State School Support	27,965,203	-	-	-	27,965,203
3102 SSF School Lunch Match	-	13,929	-	-	13,929
3103 Common school fund	592,919	-	-	-	592,919
3299 Other restricted grants-in-aid	1,014,546	5,911,493	-	-	6,926,039
<b>Total Revenue from State Sources</b>	<b>29,572,668</b>	<b>5,925,422</b>	<b>-</b>	<b>-</b>	<b>35,498,090</b>
<b>Revenue from Federal Sources</b>					
4500 Restricted Rev Fed Gov through State	-	5,535,558	-	-	5,535,558
4900 USDA Donated Commodities	-	99,559	-	-	99,559
<b>Total Revenue from Federal Sources</b>	<b>-</b>	<b>5,635,117</b>	<b>-</b>	<b>-</b>	<b>5,635,117</b>
<b>Revenue from Other Sources</b>					
5200 Interfund Transfers	1,000,000	-	31,000	-	1,031,000
5300 Sale of/or Compensation for Loss of Fixed Asset	759	-	-	-	759
5400 Resources - Beginning Fund Balance	7,725,210	3,353,539	2,217,076	74,359,450	87,655,275
<b>Total Revenue from Other Sources</b>	<b>8,725,969</b>	<b>3,353,539</b>	<b>2,248,076</b>	<b>74,359,450</b>	<b>88,687,034</b>
<b>Total</b>	<b>\$ 60,894,530</b>	<b>\$ 16,972,057</b>	<b>\$ 12,666,564</b>	<b>\$ 76,602,873</b>	<b>\$ 167,136,023</b>

**NEWBERG SCHOOL DISTRICT**

Newberg, Oregon

**GENERAL FUND  
EXPENDITURE SUMMARY  
YEAR ENDED JUNE 30, 2024**

**Fund: 100 General Fund**

	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>	<b>Object 700</b>	<b>TOTAL</b>
<b>Instruction Expenditures</b>								
1111 Elementary	\$ 8,252,768	\$ 4,129,886	\$ 380,383	\$ 236,281	\$ -	\$ -	\$ -	\$ 12,999,318
1121 Middle/Junior high school programs	3,298,089	1,723,897	238,670	100,438	-	287	-	5,361,381
1122 Middle/Junior high school extracurricular	21,452	5,694	-	-	-	-	-	27,146
1131 High school programs	3,889,981	1,916,740	173,278	72,080	-	8,111	-	6,060,190
1132 High school extracurricular	604,327	177,877	104,219	20,041	-	28,170	-	934,634
1140 Pre-Kindergarten Programs	-	-	-	-	-	-	-	-
1210 Programs for Talented and Gifted	-	-	-	3,920	-	-	-	3,920
1220 Restrictive programs for student with disabilities	583,975	345,499	198,216	610	-	-	-	1,128,300
1250 Less restrictive programs for student with disabilities	3,858,273	2,037,472	809,831	1,551	-	-	-	6,707,127
1260 Treatment and Habilitation	306,997	175,901	3,402	1,462	-	-	-	487,762
1280 Alternative education	1,047,762	518,771	80,840	10,419	-	250	-	1,658,042
1291 English second language program	798,567	472,816	13,366	2,853	-	-	-	1,287,602
<b>Total Instruction Expenditures</b>	<b>22,662,191</b>	<b>11,504,553</b>	<b>2,002,205</b>	<b>449,655</b>	-	<b>36,818</b>	-	<b>36,655,422</b>
<b>Support Services Expenditures</b>								
2110 Attendance and social work services	223,287	94,356	13,756	1,182	-	-	-	332,581
2120 Guidance services	1,305,781	659,587	10,590	6,524	-	-	-	1,982,482
2130 Health services	61,135	37,218	75,563	1,615	-	-	-	175,531
2140 Psychological services	94,636	39,082	54,264	419	-	-	-	188,401
2150 Speech pathology and audiology services	414,522	205,854	206,287	66	-	-	-	826,729
2160 Other Student Treatment Services	83,851	53,753	-	-	-	-	-	137,604
2190 Service direction, student support services	148,808	73,236	-	351	-	-	-	222,395
2210 Improvement of Instruction Services	72,924	36,627	-	2,207	-	-	-	111,758
2220 Educational media services	361,002	216,469	103,169	51,605	-	85	-	732,330
2230 Assessment and testing	138,705	74,463	495	279	-	-	-	213,942
2240 Instructional staff development	20,370	126,327	8,114	-	-	-	-	154,811
2310 Board of education services	-	-	457,653	2,984	-	573,893	-	1,034,530
2320 Executive administration services	421,845	212,577	69,989	4,632	-	-	-	709,043
2410 Office of the principal services	3,075,429	1,460,561	31,284	33,984	-	844	-	4,602,102
2520 Fiscal services	411,638	204,225	84,859	20,968	-	27,476	-	749,166
2540 Operation and maintenance of plant services	2,086,867	1,312,896	2,215,460	330,887	-	19,018	-	5,965,128
2550 Student transportation services	32,100	17,205	5,203,431	31	-	-	-	5,252,767
2570 Internal Services	58,325	12,344	32,489	-	-	59,521	-	162,679
2630 Information Services	65,271	22,033	2,495	19,688	-	1,134	-	110,621
2640 Staff Services	331,076	119,160	28,854	43,885	-	15,385	-	538,360
2660 Technology services	555,708	285,087	121,973	275,759	-	-	-	1,238,527
<b>Total Support Services Expenditures</b>	<b>9,963,280</b>	<b>5,263,060</b>	<b>8,720,725</b>	<b>797,066</b>	-	<b>697,356</b>	-	<b>25,441,487</b>
<b>Other Uses Expenditures</b>								
5200 Transfers of Funds	-	-	-	-	-	-	31,000	31,000
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	-	<b>-</b>	<b>31,000</b>	<b>31,000</b>
<b>Total 100 General Fund</b>	<b>\$ 32,625,471</b>	<b>\$ 16,767,613</b>	<b>\$ 10,722,930</b>	<b>\$ 1,246,721</b>	<b>\$ -</b>	<b>\$ 734,174</b>	<b>\$ 31,000</b>	<b>\$ 62,127,909</b>

**NEWBERG SCHOOL DISTRICT**

Newberg, Oregon

**SPECIAL REVENUE FUND  
EXPENDITURE SUMMARY  
YEAR ENDED JUNE 30, 2024**

**Fund: 200 Special Revenue Fund**

**Instruction Expenditures**

	<b>Object 100</b>	<b>Object 200</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Object 600</b>	<b>Object 700</b>	<b>TOTAL</b>
1111 Primary, K-3	\$ 508,196	\$ 231,439	\$ 62,821	\$ 288,094	\$ -	\$ -	\$ -	\$ 1,090,550
1113 Elementary extracurricular	-	-	-	15,564	-	-	-	15,564
1121 Middle/Junior high school programs	153,590	84,781	10,612	111,150	-	-	-	360,133
1122 Middle/Junior high school extracurricular	-	-	-	86,417	-	-	-	86,417
1131 High school programs	422,521	218,123	4,335	122,574	47,000	-	-	814,553
1132 High school extracurricular	47,224	1,788	3,052	833,308	51,500	-	-	936,872
1140 Pre-kindergarten Programs	62,418	19,808	153	394	-	-	-	82,773
1220 Restrictive programs for students with disabilities	-	4,717	123,132	11,512	-	-	-	139,361
1250 Less restrictive programs for student with	235,378	128,171	2,777	4,151	-	-	-	370,477
1260 Treatment and Habilitation	32,712	28,151	2,517	-	-	-	-	63,380
1272 Title I	485,117	244,942	13,192	30,319	-	-	-	773,570
1280 Alternative education	468,403	219,464	38,079	103,145	-	-	-	829,091
1291 English Second Language Programs	516,369	276,325	29,867	12,405	-	-	-	834,966
1293 Migrant Education	127,465	54,170	27,943	14,536	-	-	-	224,114
<b>Total Instruction Expenditures</b>	<b>3,059,393</b>	<b>1,511,879</b>	<b>318,480</b>	<b>1,633,569</b>	<b>98,500</b>	<b>-</b>	<b>-</b>	<b>6,621,821</b>

**Support Services Expenditures**

2110 Attendance and social work services	130,776	73,066	416,465	6,586	-	-	-	626,893
2120 Guidance Services	176,198	85,231	22,687	2,704	-	-	-	286,820
2130 Health Services	40,250	31,227	106,455	22,404	-	-	-	200,336
2140 Psychological services	313,605	148,669	204,043	-	-	-	-	666,317
2150 Speech Pathology and Audiology Services	58,424	37,492	-	-	-	-	-	95,916
2190 Service Direction Student Support Services	431,164	199,236	-	-	-	-	-	630,400
2210 Improvement of Instructional Svcs	229,601	113,102	-	932,623	-	-	-	1,275,326
2220 Educational Media Services	-	-	-	3,766	-	-	-	3,766
2230 Assessment and Testing	-	-	-	3,504	-	-	-	3,504
2240 Instructional staff development	658,141	214,648	77,779	36,966	-	-	-	987,534
2320 Executive administration services	-	-	-	8,518	-	-	-	8,518
2520 Fiscal Services	-	-	1,764	-	-	6,195	-	7,959
2540 Operation and maintenance of plant services	-	-	5,449	483	-	-	-	5,932
2550 Student transportation services	-	-	20,157	-	-	-	-	20,157
2630 Information Services	-	-	-	691	-	-	-	691
2660 Technology services	9,458	5,727	-	(10,025)	-	-	-	5,160
<b>Total Support Services Expenditures</b>	<b>2,047,617</b>	<b>908,398</b>	<b>854,799</b>	<b>1,008,220</b>	<b>-</b>	<b>6,195</b>	<b>-</b>	<b>4,825,229</b>

**Enterprise and Community Services**

3100 Food services	748,158	393,258	67,901	794,062	-	9,813	-	2,013,192
3300 Community services	3,510	288	-	127	-	-	-	3,925
<b>Total Enterprise and Community Services</b>	<b>751,668</b>	<b>393,546</b>	<b>67,901</b>	<b>794,189</b>	<b>-</b>	<b>9,813</b>	<b>-</b>	<b>2,017,117</b>

**Other Uses Expenditures**

5200 Transfers of funds	-	-	-	-	-	-	1,000,000	1,000,000
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,000,000</b>	<b>1,000,000</b>

**Total 200 Special Revenue Fund**

**\$ 5,858,678 \$ 2,813,823 \$ 1,241,180 \$ 3,435,978 \$ 98,500 \$ 16,008 \$ 1,000,000 \$ 14,464,167**

**NEWBERG SCHOOL DISTRICT**

Newberg, Oregon

**DEBT SERVICE FUND  
EXPENDITURE SUMMARY  
YEAR ENDED JUNE 30, 2024**

---

**Fund: 300 Debt Service**

	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	<b>TOTAL</b>
<b>Other Uses Expenditures</b>								
5110 Debt Service	-	-	-	-	-	6,609,005	-	6,609,005
5120 Debt Service	-	-	-	-	-	4,462,566	-	4,462,566
<b>Total Other Uses Expenditures</b>	-	-	-	-	-	<b>11,071,571</b>	-	<b>11,071,571</b>
<b>Total 300 Debt Service Fund</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>
						<b>\$11,071,571</b>	<b>\$</b>	<b>-</b>
								<b>\$ 11,071,571</b>

**NEWBERG SCHOOL DISTRICT**

Newberg, Oregon

**CAPITAL PROJECTS FUND  
EXPENDITURE SUMMARY  
YEAR ENDED JUNE 30, 2024**

**Fund: 400 Capital Projects Fund**

		Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	TOTAL
<b>Support Services Expenditures</b>		\$	-	\$	-	\$	-	\$	10
2520	Fiscal services								
2630	Information services	165,765	67,614	-	-	-	-	-	233,379
	<b>Total Support Services Expenditures</b>	<b>165,765</b>	<b>67,614</b>	-	-	-	<b>10</b>	-	<b>233,389</b>
<b>Facilities Acquisition and Construction Expenditures</b>									
4150	improvement	151,637	49,413	3,465,693	2,028,483	51,191,571	541,041	-	57,427,838
	<b>Total Facilities and Construction Expenditures</b>	<b>151,637</b>	<b>49,413</b>	<b>3,465,693</b>	<b>2,028,483</b>	<b>51,191,571</b>	<b>541,041</b>	-	<b>57,427,838</b>
	<b>Total 400 Capital Projects Fund</b>	<b>\$ 317,402</b>	<b>\$ 117,027</b>	<b>\$ 3,465,693</b>	<b>\$ 2,028,483</b>	<b>\$ 51,191,571</b>	<b>\$ 541,051</b>	<b>\$ -</b>	<b>\$ 57,661,227</b>

**NEWBERG SCHOOL DISTRICT**  
**ANNUAL OPERATING DATA**  
**Ending June 30, 2024**

**Newberg School District 29J - Taxable Property Values and GO Debt Capacity**

Fiscal Year	Total Assessed Value	Urban Renewal Excess	Net Assessed Value	M5 Real Market Value
2024	\$ 4,599,482,103	\$ 61,828,485	\$ 4,537,653,618	\$ 8,921,631,726
2023	4,341,571,816	19,575,927	4,321,995,889	8,339,703,639
2022	4,199,998,152	15,322,938	4,184,675,214	7,000,490,239
2021	4,028,629,570	14,203,751	4,014,425,819	6,302,338,307
2020	3,836,503,329	9,287,775	3,827,215,554	6,022,078,239
2019	3,618,308,054	4,887,812	3,613,420,242	5,545,796,998

Fiscal Year	GO Bond Capacity (7.95% of RMV)	GO Bonds Outstanding	Remaining Capacity
2024	\$ 709,269,722	\$ 131,072,978	\$ 578,196,744
2023	663,006,439	137,232,978	525,773,461
2022	556,538,974	139,547,978	416,990,996
2021	501,035,895	140,997,978	360,037,917
2020	478,755,220	2,815,000	475,940,220
2019	440,890,861	5,475,000	435,415,861

**NEWBERG SCHOOL DISTRICT**  
**ANNUAL OPERATING DATA**  
**Ending June 30, 2024**

**Fiscal Year 2024**  
**Major Taxpayers - Yamhill County, Oregon**

<b>Taxpayer</b>	<b>Business/Service</b>	<b>Tax</b>	<b>Assessed Value</b>	<b>Percent of Value</b>
Portland General Electric	Electrical Utility	\$506,203	\$ 196,393,138	1.70%
Cascade Steel Rolling Mills Inc	Manufacturing	282,727	109,690,450	0.95%
MPT of McMinnville-Capella LLC	Healthcare	171,570	66,564,440	0.58%
Northwest Natural Gas Co.	Natural Gas Utility	157,523	61,114,708	0.53%
Stoller Vineyard Inc.	Winery	115,314	44,738,855	0.39%
Friendsview Manor Inc	Senior Living	94,685	36,735,246	0.32%
Northwest Fiber LLC DBA Ziply	Telecommunications	94,601	36,702,625	0.32%
Foxglove Properties	Nursery Stock	86,881	33,707,559	0.29%
Comcast Corporation	Telecommunications	84,281	32,698,890	0.28%
The Allison Inn & Spa LLC	Hospitality	82,768	<u>32,111,551</u>	<u>0.28%</u>
Subtotal -- Ten of County's largest taxpayers			650,457,462	5.63%
All other County's taxpayers			<u>10,907,829,766</u>	<u>94.37%</u>
Total County			\$11,558,287,228	100.00%

Representative Levy Rate				
<b>Fiscal Year</b>	<b>Permanent Rate</b>		<b>Bond Levy</b>	<b>Total</b>
2024	\$	4.6616	\$ 1.4115	\$ 6.0731
2023		4.6616	1.4837	6.1453
2022		4.6616	1.5337	6.1953
2021		4.6616	0.4716	5.1332
2020		4.6616	0.8080	5.4696
2019		4.6616	0.7200	5.3816

**NEWBERG SCHOOL DISTRICT**

**REPORTS ON LEGAL AND OTHER REGULATORY REQUIREMENTS**



**PAULY, ROGERS AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. ♦ Tigard, OR 97223  
(503) 620-2632  
[www.paulyrogersandcocpas.com](http://www.paulyrogersandcocpas.com)

December 31, 2024

### **Independent Auditors' Report Required by Oregon State Regulations**

We have audited the basic financial statements of the Newberg School District (the District) as of and for the year ended June 30, 2024, and have issued our report thereon dated December 31, 2024. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

#### **Compliance**

As part of obtaining reasonable assurance about whether the basic financial statements are free of material misstatement, we performed tests of 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 basic 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 except as follows:

1. Expenditures of the various funds were within authorized appropriations except as noted on page 14 of the report.

## **OAR 162-10-0230 Internal Control**

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

We noted a matter involving the internal control structure and its operation that we consider to be a significant deficiency under standards established by the American Institute of Certified Public Accountants, which is noted in our management letter dated December 31, 2024.

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



ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.

**NEWBERG SCHOOL DISTRICT**

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

**NEWBERG SCHOOL DISTRICT 29**  
**NEWBERG OREGON**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
As required by Oregon Department of Education  
For the Year Ended June 30, 2024

Federal Grantor/Pass Through Grantor/ Program Title	Pass Through Organization	Federal AL Number	Pass Through Number	Grant Period	Expenditures
<b>U.S. Department of Education</b>					
Title I Grants to Local Educational Agencies	ODE	84.010	72567	2022-2023	\$ 122,937
Title I Grants to Local Educational Agencies	ODE	84.010	76532	2023-2024	651,707
Title I Grants to Local Educational Agencies	ODE	84.010			
Total Title I, Part A					<u><u>774,644</u></u>
Migrant Education - Summer School	WESD	84.011	WESD	2023-2024	44,453
Migrant Education	WESD	84.011	WESD	2023-2024	130,587
Total Migrant Education ALN 84.011					<u><u>175,040</u></u>
Special Education Cluster					
Special Education Grants to States	ODE	84.027	74077	2022-2023	240,606
Special Education Grants to States	ODE	84.027	78017	2023-2024	729,755
Total Special Education Grants to States ALN 84.027					<u><u>970,361</u></u>
Special Education Preschool Grants	ODE	84.173	74261	2022-2023	6,568
Total Special Education Preschool Grants ALN 84.173					<u><u>6,568</u></u>
<b>Total Special Education (IDEA) Cluster</b>					<b><u><u>976,929</u></u></b>
Title IIA - Improving Teacher Quality State Grants	ODE	84.367	72764	2022-2023	2,689
Title IIA - Improving Teacher Quality State Grants	ODE	84.367	76729	2023-2024	124,373
Total IIA Improving Teacher Quality State Grants ALN 84.367					<u><u>127,062</u></u>
Title IV-A Student Support and Academic Enrichment	ODE	84.424	72961	2022-2023	28,137
Title IV-A Student Support and Academic Enrichment	ODE	84.424	77152	2023-2024	52,931
Total IV-A Student Support and Academic Enrichment ALN 84.424					<u><u>81,068</u></u>
Title III - English Language Acquisition	ODE	84.365	76997	2023-2024	77,777
Total Title III - English Language Acquisition					<u><u>77,777</u></u>
Elem & Secondary Sch Emergency Relief Fund II - COVID-19	ODE	84.425D	64635	2020-2023	208,242
Elem & Secondary Sch Emergency Relief Fund II - COVID-19	ODE	84.425D	64940	2020-2024	1,916,824
Elem & Secondary Sch Emergency Relief Fund II - COVID-19	ODE	84.425D	75951	2023-2024	35,816
Elem & Secondary Sch Emergency Relief Fund II - COVID-19	ODE	84.425D	69372	2021-2024	14,375
Total ESSER Federal Relief Funds - COVID-19					<u><u>2,175,257</u></u>
<b>Total, U.S. Department of Education</b>					<b><u><u>4,387,777</u></u></b>
<b>U.S. Department of Health and Human Services</b>					
Public Health Emergency Response	OHA	93.354	N/A	2023-2024	10,000
<b>Total, U.S. Department of Health and Human Services</b>					<b><u><u>10,000</u></u></b>
<b>U.S. Department of Agriculture</b>					
Child Nutrition Cluster					
School Breakfast Program	ODE	10.553	N/A	2023-2024	<u><u>248,422</u></u>
Total School Breakfast Program ALN 10.553					<u><u>248,422</u></u>
National School Lunch Program	ODE	10.555	N/A	2023-2024	827,017
National School Lunch Program Supply Chain Assistance	ODE	10.555	N/A	2023-2024	39,109
National School Lunch Program Commodities (non-cash assistance)	ODE	10.555	N/A	2023-2024	99,219
Total National School Lunch Program ALN 10.555					<u><u>965,345</u></u>
Summer Food Service Program	ODE	10.559	N/A	2023-2024	5,774
Summer Food Service Program Sponser Admin	ODE	10.559	N/A	2023-2024	599
Summer Food Service Program Commodities	ODE	10.559	N/A	2023-2024	340
Total Summer Food Service Program ALN 10.599					<u><u>6,713</u></u>
<b>Total, Child Nutrition Cluster</b>					<b><u><u>1,220,480</u></u></b>
Local Food for Schools (LFS) Cooperative	ODE	10.185	76180	2023-2024	13,604
Total Local Food for Schools (LFS) Cooperative ALN 10.558					<u><u>13,604</u></u>
PEBT Administrative Funds	ODE	10.649	N/A	2023-2024	3,256
Total PEBT Administrative Funds ALN 10.649					<u><u>3,256</u></u>
<b>Total, U.S. Department of Agriculture</b>					<b><u><u>1,237,340</u></u></b>
<b>U.S. Department of the Interior</b>					
<b>Total, U.S. Department of the Interior</b>					<b><u><u>-</u></u></b>
<b>Total, Federal Awards</b>					<b><u><u>\$ 5,635,117</u></u></b>
Reconciliation to Statement of Revenues, Expenses, and Changes in Fund Balances:					
Federal Expenditures Recognized					\$ 5,635,117
Accruals / Deferrals					-
Federal Revenue on Statement of Revenues, Expenses, and Changes in Fund Balances					<u><u>\$ 5,635,117</u></u>



**PAULY, ROGERS, AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. Tigard, OR 97223  
(503) 620-2632  
[www.paulyrogersandcocpas.com](http://www.paulyrogersandcocpas.com)

December 31, 2024

To the Board of Directors  
Newberg School District  
Yamhill County, Oregon

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the governmental activities and each major fund of Newberg School District (the District) as of and for the year ended June 30, 2024 and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 31, 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 basic 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 entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we identified two deficiencies in internal control that we consider to be material weaknesses noted as FS - 2024 -1 and FS - 2024 -2 in the following schedule. However, further material weaknesses or significant deficiencies may exist that have not been identified.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's basic 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*.

### **Entity's Response to Findings**

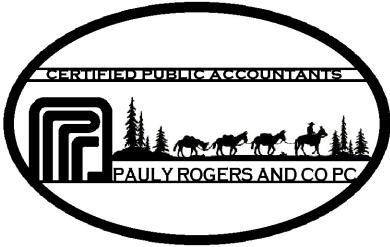
The District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The response was not subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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



ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.



**PAULY, ROGERS, AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. Tigard, OR 97223  
(503) 620-2632  
[www.paulyrogersandcoapas.com](http://www.paulyrogersandcoapas.com)

December 31, 2024

To the Board of Directors  
Newberg School District  
Yamhill County, Oregon

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

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

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

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the 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 compliance with the compliance requirements referred to above.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of compliance.

***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 its federal programs.

## ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing 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 compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of 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 internal control over compliance. Accordingly, no such opinion is expressed.

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

## **Report on Internal Control over Compliance**

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

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

A handwritten signature in black ink that reads "Roy R. Rogers". The signature is fluid and cursive, with "Roy" on the first line and "R. Rogers" on the second line.

ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

## **SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

## **For the Year Ended June 30, 2024**

## **SECTION I – SUMMARY OF AUDITORS’ RESULTS**

## ***Basic Financial Statements***

Type of Auditors' report issued: Unmodified

## Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses  Yes  None reported

Noncompliance material to basic financial statements noted? Yes  x No

Any GAGAS audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes  No

## *Federal Awards*

## Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses \_\_\_\_\_ Yes  None reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?  Yes  No

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2024**

---

**IDENTIFICATION OF MAJOR PROGRAMS**

<b>AL Number(s):</b>	<b>Name of Federal Program:</b>
84.425D	COVID-19, ESSER II
84.027, 84.173	IDEA

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

Auditee qualified as low-risk auditee?       x       Yes        No

**SECTION II – FINANCIAL STATEMENT FINDINGS**

FS – 2024 – 1

**CONDITION:** During our review of the District's capital asset register it was brought to our attention that the District failed to adequately reconcile their capital asset register used in the fiscal year June 30, 2023 audit resulting in a material misstatement of capital expenditures.

**CRITERIA:** Maintenance of the capital asset register is an area of key management responsibility of the District.

**EFFECT:** Without adequate and timely reconciliation and review, the possibility of a material misstatement of the financial statements exists.

**CAUSE:** Higher than usual activity and staff turnover created inadequate resources necessary to ensure that proper documentation was present.

**RECOMMENDATION:** We recommend that the District ensures adequate staffing are available to ensure the capital asset register is maintained.

**VIEWS OF RESPONSIBLE OFFICIALS:** The District continues to improve financial reporting controls and has continued to implement additional control practices to ensure the capital asset register is adequately maintained and reconciled.

FS – 2024 – 2

**CONDITION:** During the June 30, 2024 audit it was brought to our attention that the June 30, 2023, financial statements did not properly reflect the debt interest payment.

**CRITERIA:** Expenditures should be recorded in their proper fund to ensure accurate financial reporting.

**EFFECT:** Without adequate review and verification, the possibility of a material misstatement of the financial statements exists.

**CAUSE:** Staff turnover created inadequate resources necessary to ensure that expenditures were recorded in the correct fund.

**RECOMMENDATION:** We recommend that the District ensures adequate staffing are available to ensure expenditures are recorded in the correct fund.

**VIEWS OF RESPONSIBLE OFFICIALS:** The District continues to improve financial reporting controls and has continued to implement additional control practices to ensure that expenditures, including bond payments, are recorded in the correct governmental fund

**NEWBERG SCHOOL DISTRICT  
NEWBERG, OREGON**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2024**

---

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None

**NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS**

**1. BASIS OF PRESENTATION**

The schedule of expenditures of federal awards includes federal grant activity under programs of the federal government. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations, it is not intended to and does not present the net position, changes in net position, or cash flows of the District.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The District has not elected to use the ten percent de minimis indirect cost rate as allowed under Uniform Guidance, due to the fact that they already have a negotiated indirect cost rate with the Oregon Department of Education, and thus are not allowed to use the de minimis rate.



## Newberg School District 29J

### Board Meeting Date: January 14, 2025

ITEM:           Joan Austin ES SU 2025 Roof Project  
PRESENTER:    Larry Hampton

**ACTION**

**Joan Austin ES SU 2025 Roof Project Base with alternates 1 & 2**  
**Closing Date 12.12.2024**  
**7 Proposals Received**  
**See Attached**

#### **RECOMMENDATION:**

Move that the Newberg Dundee Public Schools Board of Directors approve the Intent to Award Joan Austin ES SU 2025 Roof Project to McDonald & Wetle, as presented.



## **NOTICE OF INTENT TO AWARD**

### **Newberg School District**

#### **Joan Austin ES SU 2025 Roof Project**

Bids due: December 12, 2024

December 16, 2024

To: All Proposers

From: Newberg School District

NSD Subject: Notice of Intent to Award

This notice states that bids were received from seven companies by the deadline on Thursday, December 12, 2024. After reviewing the bids, this notice states an intent to award the base bid contract and accept alternate 1 and alternate 2 to McDonald & Wetle.

This Notice does NOT constitute a contract between Newberg School District (NSD) and the apparent successful proposer. NSD further reserves the right to cancel this Notice of Intent to Award at any time prior to the execution of a written contract.

Thank you,

Newberg School District  
714 E 6th St., Newberg, OR 97132  
Phone: 503-554-5000



## BID TABULATION FORM

Joan Austin ES SU 2025 Roof Project

OPEN: December 12, 2024 @ 2:00pm

BID PROVIDER	Signed	Add - 2 Ack.	Bid Bond	Base Bid	Alt #1 -BUR	Total: Base +/- Alt#1 - BUR	Alt #2 -flush metal system for canopy	Total Alt 1 & Alt 2	1st Tier Discl.
Griffith Roofing	x	x	x	\$1,121,476	\$721	\$1,122,197	\$69,812	\$1,192,009	x
McDonald & Wetle	x	x	x	\$896,029	-\$4,626	\$891,403	\$79,000	\$970,403	x
ABC Roofing	x	x	x	\$1,279,406	\$296,664	\$1,576,070	\$31,144	\$1,607,214	x
Anderson Roofing	x	x	x	\$1,369,061	\$60,844	\$1,429,905	\$30,134	\$1,460,039	x
Carlson Roofing	x	x	x	\$1,020,133	-\$12,664	\$1,007,469	\$68,200	\$1,075,669	x
Snyder Roofing	x	x	x	\$1,431,240	\$109,638	\$1,540,878	\$45,973	\$1,586,851	x
Umpqua Roofing	x	x	x	\$1,591,000	\$267,000	\$1,858,000	\$33,000	\$1,891,000	x
McGilchrist & Sons	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a



OWNER Representative:



WITNESS: Larry Hampton, NSD



## Newberg Dundee Public Schools

Board Meeting Date: January 14<sup>th</sup>, 2025

ITEM: Proposed Adult Meal Increase

PRESENTER: Tina Senz

**ACTION**

**Approve the increase in adult meal prices for both breakfast and lunch.**

**Breakfast \$3.50 to \$4.00**

**Lunch \$4.50 to \$5.00 plus an additional \$0.75 for a drink if one is chosen.**

**RECOMMENDATION:**

Move that the Newberg Dundee Public Schools Board of Directors approve the adult meal price increase, as presented.



Newberg School District 29J  
Board Meeting Date: January 14, 2025

**ITEM:** Corrective Action Plan  
**PRESENTER:** Interim Finance Director Gayellyn Jacobson

## ACTION

A corrective action plan, attached, is being submitted to the Oregon Secretary of State Audits Division, in response to deficiencies reported in our audit of fiscal year ended June 30, 2024. The audit was completed by the independent auditing firm Pauly, Rogers and Co., PC.

## **RECOMMENDATION:**

Move that the Newberg School District Board of Directors approve the Corrective Action Plan for audit of fiscal year ended June 30, 2024, as presented.



January 14, 2025

Oregon Secretary of State  
Audits Division  
255 Capitol St. NE  
Suite #500  
Salem, OR 97310

**RE: Plan of Action for Newberg School District**

Newberg School District respectfully submits the following corrective action plan in response to deficiencies reported in our audit of fiscal year ended June 30, 2024. The audit was completed by the independent auditing firm Pauley, Rogers, and Co. P.C. and reported the deficiencies listed below. The plan of action was adopted by the governing body at their meeting on January 14, 2025, as indicated by signatures below.

The deficiencies are listed below, including the adopted plan of action and timeframe for each.

Deficiency FS-2024-01

- a. Condition: During our review of the District's capital asset register it was brought to our attention that the District failed to adequately reconcile their capital asset register used in the fiscal year June 30, 2023 audit resulting in a material misstatement of capital expenditures.
- b. Plan of Action: The District continues to improve financial reporting controls and has continued to implement additional control practices to ensure the capital asset register is adequately maintained and reconciled.
- c. Timeframe: Currently, the capital assets register reflects the necessary corrections from the June 30, 2023 audit and is reconciled.

Deficiency FS-2024-02

- a. Condition: During the June 30, 2024 audit it was brought to our attention that the June 30, 2023 financial statements did not properly reflect the debt interest payment.
- b. Plan of Action: The District continues to improve financial reporting controls and has continued to implement additional control practices to ensure that expenditures, including bond payments are recorded in the correct governmental fund.



- c. Timeframe: Semi-annually the scheduled debt payments will be reconciled in the general ledger.

Thank you,

---

Governing Body Chair, Deb Bridges

---

Interim Superintendent, David Parker

---

Interim Director of Finance, Gayellyn Jacobson