



Northwest Regional  
Education Service District

**BOARD PACKET**  
**MATERIALES DE LA MESA**  
**DIRECTIVA**

General Session - Sesion general  
April 9, 2024 - 9 de abril de 2024  
5:00 pm

Questions?  
Contact [vwhite@nwresd.org](mailto:vwhite@nwresd.org)

# Welcome to this Public Meeting of the NWRESD Board of Directors

April 9, 2024 | 4:30 | Tillamook School District Office



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4:30 PM	<b><u>EXECUTIVE SESSION</u></b> <a href="#">Executive Session Statement</a> <b><u>1. CALL TO ORDER</u></b>	Chair Dougherty
	<a href="#">192.660(2)(h)</a> <i>To consult with counsel concerning the legal rights and duties of a public body with regard to current litigation or litigation likely to be filed.</i>	
	<a href="#">192.660(2)(i)</a> <i>To review and evaluate the employment-related performance of the chief executive officer of any public body, a public officer, employee or staff member who does not request an open hearing.</i>	
4:55 PM	<b><u>2. ADJOURN</u></b>	Chair Dougherty
	<hr/> <b><u>GENERAL SESSION</u></b> <a href="#">Virtual Meeting Registration Link</a>	
5:00 PM	<b><u>1. CALL TO ORDER</u></b>	Chair Dougherty
5:02 PM	<b><u>2. PLEDGE OF ALLEGIANCE / LAND ACKNOWLEDGEMENT</u></b>	Directors Martinez & Erickson
5:05 PM	<b><u>3. AGENDA REVIEW/REVISION</u></b>	Chair Dougherty
5:06 PM	<b><u>4. SUPERINTENDENT REPORT</u></b> A. <a href="#">April 2024 Superintendent Report</a>	Dan Goldman
5:20 PM	<b><u>5. RECOGNITION AND GOOD NEWS</u></b> A. <a href="#">NWRESD Fiscal Team - GFOA Certificate of Excellence Award</a>	Kelsey Soltysiak
5:30 PM	<b><u>6. PUBLIC COMMENT</u></b> The Northwest Regional Education Service District Board of Directors appreciates community members sharing information during public comments. <u>Members of the community wishing to address the Board must complete a <a href="#">Public Comment Request</a> prior to the beginning of the board meeting.</u> The Board requests comments be limited to three (3) minutes per speaker. Speakers will state their name and home address for the record. While the Board does not respond to public comment, following the meeting the Chair, Vice Chair, and Superintendent will together determine the appropriate level of response. Speakers may offer objective criticism of district operations or programs, but the Board will not hear complaints concerning specific district personnel.	Valerie White
5:40 PM	<b><u>7. CONSENT AGENDA</u></b> A. <a href="#">Approve March 2024 Board Meeting Minutes</a> B. <a href="#">Approve March 2024 Personnel Reports</a> C. <a href="#">Approve Network Connectivity Project</a> D. <a href="#">Approve 2024-25 Operational Calendar</a>	Chair Dougherty Valerie White Debbie Simons Stuart Long Debbie Simons
5:45 PM	<b><u>8. REPORTS AND DISCUSSION</u></b> A. <a href="#">Hillsboro Early Learning Facility</a> B. <a href="#">Northwest Regional Educator Network (NREN)</a> C. <a href="#">Administrative Reports</a>	Jordan Ely & Wenaha Group Jerome Townsend & Julie Swanson Dan Goldman
6:15 PM	<b><u>9. ACTION ITEMS</u></b> A. <a href="#">Approve Resolution #24-005 Licensed Staff Appreciation Week</a> B. <a href="#">March 2024 Financial Report</a> C. <a href="#">Approve 2022-23 Audit Report</a> D. <a href="#">Approve Resolution #24-004 Asian American &amp; Pacific Islander Heritage Month</a>	Debbie Simons Jordan Ely Jordan Ely SZ Liwaru

6:35 PM 10. BOARD MEMBER COMMENTS

Chair Dougherty

6:45 PM 11. ADJOURN

Chair Dougherty

**PUBLIC PARTICIPATION IN BOARD MEETINGS**

1. A community member may complete a 'Public Comment Request Form' and give it to the Board secretary at the Board table prior to the beginning of the meeting. After being recognized by the Board chair, the speaker will sit at the presenter's table and identify themselves with their full name and address and state their purpose in addressing the Board.
2. A group of community members with a common purpose should designate a speaker for the group.
3. Comments or statements by members of the public are limited to 3 minutes each and should be brief and concise unless otherwise authorized by the Board chair.
4. Speakers may comment on a topic not on the published agenda, however, the Board - at its discretion - may require that the proposal, inquiry, or request be submitted in writing. The Board reserves the right to refer the matter to ESD administration for action or study and to report at a subsequent meeting.
5. When meetings are large or controversial, anyone wishing to speak before the Board, either as an individual or as a member of a group, on any agenda or non-agenda item, may do so at the discretion of the Board chair. The Board chair will determine the amount of time that will be allotted for each individual.
6. Speakers may offer objective criticism of district operations or programs, however the Board will not hear complaints concerning specific district personnel. Complaints against individuals must be addressed by following the steps in Policy KL ("Public Complaints") and Procedure KL-AR ("Complaint Form").
7. These procedures will be published on the last page of every Board meeting agenda.



PLEDGE OF ALLEGIANCE



# THE LAND UPON WHICH WE STAND.

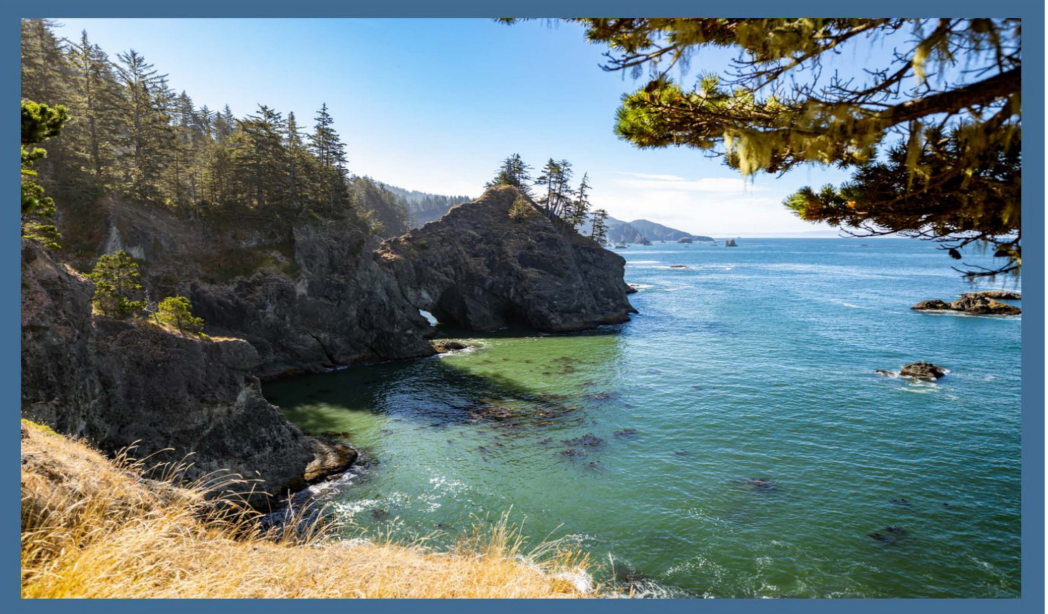


## INDIGENOUS LAND ACKNOWLEDGEMENT

"WE WANT TO ACKNOWLEDGE THAT WE GATHER AS THE NORTHWEST REGIONAL ESD ON THE TRADITIONAL LANDS OF THE **CHINOOK, CLATSKANIE, CLATSOP-NEHALEM, KALAPUYA, SILETZ AND TILLAMOOK** PEOPLES, PAST AND PRESENT, AND HONOR WITH GRATITUDE THE LAND ITSELF AND THE PEOPLE WHO HAVE STEWARDED IT THROUGHOUT THE GENERATIONS."

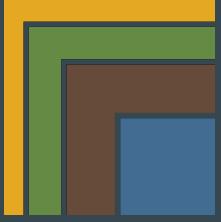
*-Adapted from Delilah Friedler*

# RECONOCIMIENTO DE TIERRAS INDÍGENAS



"QUEREMOS RECONOCER QUE NOS REUNIMOS COMO EL DISTRITO DE SERVICIOS EDUCATIVOS PARA LA REGIÓN DEL NOROESTE EN LAS TIERRAS TRADICIONALES PASADAS Y PRESENTES DE LOS PUEBLOS **CHINOOK, CLATSKANIE, CLATSOP-NEHALEM, KALAPUYA, SILETZ Y TILLAMOOK**, Y HONRAMOS CON GRATITUD LA TIERRA MISMA Y A LAS PERSONAS QUE LA HAN PROCURADO A LO LARGO DE LAS GENERACIONES."

*-Adaptado de Delilah Friedler*



# **SUPERINTENDENT REPORT**

## **Superintendent Office Report**

April 2024

### **Summer Learning Funds**

As part of a statewide effort to sustain summer programming for kids, a total of \$30 million in summer learning grants was allocated across the state by the Legislature. While \$20 million less than requested by the Governor's Office, the available resources were awarded to districts and ESDs based on community demographic factors. In our region, Hillsboro, Forest Grove, Beaverton and our ESD have been [awarded funds](#).

Our Migrant Education Program (MEP) is always busiest in the summer with supplemental programming for the students they support. Our tentative plan for the additional \$80,000 awarded to NWRESD is to expand MEP summer programs in Astoria, Warrenton-Hammond, Scappoose and Tillamook. We are currently engaged in meetings with those districts and ODE to develop allowable services.

### **Budget Development and EI/ECSE Shortfall**

It's budget development season. Our budget structure differs from typical school districts because the vast majority of our resources are in restricted funds, while 90% of our general fund goes directly to school districts in the form of core and menu services from the local service plan. We also have dozens of grant and contract programs that we execute. This structure informs our budget development process, which gets broken down into units based on these revenue and spending areas.

Importantly, we are not permitted to establish "reserve funds" with state contracts. In other words, every biennium (2-year cycle) we must spend all the resources for a state contract or return the remaining funds to the state. This means, when the Legislature changes course or fails to fully fund a state contract, there is no way for a backbone agency like NWRESD to soften the blow without taking funds from other important programs.

Also importantly, the vast majority of our program budgets are healthy, but as the Board is well-aware the Early Intervention and Early Childhood Special Education (EI/ECSE) budget faces a deficit of \$6.5 million. Since my last report to the board, I have communicated this painful outlook in [a message to staff](#) and [a follow-up message to families and partners served by our EI/ECSE educators](#).

With such a large deficit, there is no way critical services for children and families won't be impacted. Staffing reductions will be unfortunately unavoidable. Currently, our early learning leadership team is working hard and with feedback from staff to identify efficiencies and strategies that will prioritize the needs of the children in our care.

In an attempt to protect as much early learning programming as possible, I am planning to recommend a budget that spends a portion of our general fund reserve to soften the impact in EI/ECSE. Though this program is a state contract (we are subcontractors of the state for their responsibility to ensure adequate service for children requiring birth to five special education services), a primary goal of our strategic plan is to expand access for the most marginalized early learners across the region. Therefore, I will also be recommending a set of budget reductions in unrestricted areas of our budget - but again, this is a very, very small portion of our available funds. The primary reduction will be to central administrator positions.

These planned reductions are demoralizing for everyone involved and will mean a reduced opportunity to serve kids and families to the extent we had hoped for as we developed the revised strategic plan last year. It goes without saying we must fight to get this fixed in the long legislative session next year.

## **Culminating Professional Learning Opportunities: Artificial Intelligence and Student-Led Equity Summit**

I urge the Board to join us for the [AI Empowered EDU Conference](#) and the [Northwest CAFE Summit](#).

Clackamas, Multnomah and Northwest Regional ESDs have collaborated on an AI conference that will help district leaders understand how to use generative AI to enhance learning environments and administrative efficiency, while also delving into critical discussions on AI ethics and bias. The speaker lineup is truly astounding in terms of their diverse expertise and national clout in the AI world. It's a first-of-its-kind opportunity to mingle with great minds on a topic that's revolutionizing academia.

The CAFE Summit keeps it local and personal – students in our region are leading panels, seminars and discussions around equity. Flipping the dynamics, students will tell educators what really works in terms of teaching methods, curricula, student & family supports, and policies. Learn from student's success stories and their challenges and ensure that student-voice is shaping your leadership for the year ahead.

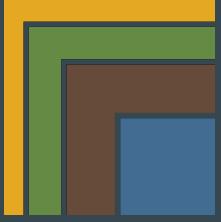
## **Good News: NWRESD People in the News!**

We've seen NWRESD students and teachers receive some positive news coverage recently. Our very own Lee Ann Banning, teacher for the deaf/hard of hearing at Groner Elementary, [was](#)



[recognized by KPTV Fox12 news on March 12](#). The Classroom of the Month recognition earned her \$1,000 in classroom supplies donated by a local chapter of the Oregon Freemasons, a fraternal organization that promotes volunteerism and community service.

And then [four-year-old Raiden Pham, who is served by our EI/ECSE educators, made news headlines](#) when his life story was included in a cargo ship that recently landed on the moon. Raiden has an ultra-rare genetic disorder called UBA5 that results in quadriplegic cerebral palsy. It's so rare in fact that only a handful of people in the world are known to have it. Through this unique moon landing opportunity, his family is fundraising for the [Raiden Science Foundation](#).



# RECOGNITION & GOOD NEWS



5825 NE Ray Circle Hillsboro,  
OR 97124-6436

April 1, 2023

To the Northwest Regional Education Service District Fiscal Services Team:

It is my pleasure to inform you that our board of directors plans to recognize you at its upcoming regular board meeting, scheduled to take place at 5 p.m. on April 9 at the Tillamook School District and over Zoom.

For the 16th year in a row, your team has snagged a top honor from the Government Finance Officers Association for its financial reporting. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment.

You carefully pore over mountains of information every year to produce a thoughtful, transparent and accurate annual comprehensive financial report, and I'm pleased you are being recognized at the highest level. I look forward to introducing you to our board of directors and celebrating this honor with you.

**Our board may ask questions to better understand this work, such as:**

- What specific criteria must be met to qualify for the GFOA Certificate of Achievement?
- How does receiving this certificate benefit individuals and organizations in the field of governmental finance?

The "Recognition and Good News" agenda item is scheduled to take place at 5:20 p.m. It typically takes 10 to 15 minutes to get through introductions and board questions. Please RSVP and send any questions to Valerie White at [vwhite@nwresd.k12.or.us](mailto:vwhite@nwresd.k12.or.us) or 503.614.1401. [Meeting information is posted at nwresd.org](http://nwresd.org). A complete agenda will be posted to this page by the Friday before the board meeting is scheduled to take place.

Sincerely,

A handwritten signature in blue ink, consisting of a large 'D' and 'G' connected by a wavy line.

Dan Goldman  
Superintendent

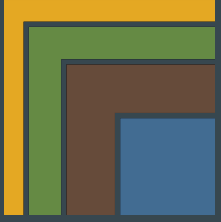
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■ Clatsop County  
503-325-2862  
785 Alameda Avenue  
Astoria, OR 97103

■ Columbia County  
503-366-4100  
800 Port Avenue  
St. Helens, OR 97051

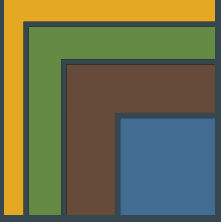
■ Tillamook County  
503-842-8423  
2515 3rd Street  
Tillamook, OR 97141

■ Washington County  
503-614-1428  
5825 NE Ray Circle  
Hillsboro, OR 97124



# **PUBLIC COMMENT**





# CONSENT AGENDA



# Northwest Regional Education Service District

April 9 , 2024

TO: NWRESD Board of Directors

FR: Valerie White, NWRESD Board Secretary

RE: March 2024 Board General Session Minutes

## EXPLANATION:

Please find your March 2024 Board Minutes attached below, prepared by Valerie White, Board Secretary.

PRESENTER(S):

Valerie White, NWRESD Board Secretary

SUPPLEMENTARY MATERIALS:

[March 2024 NWRESD General Session Minutes](#)

RECOMMENDATION:

To approve the March 2024 NWRESD General Session Minutes as presented in the consent agenda.

PROPOSED MOTION:

"I move to approve March 2024 NWRESD General Session Minutes as presented in the consent agenda."

# Meeting Minutes of the NWRESD Board of Directors

March 12, 2024 | 4:30 pm | Virtual



## **EXECUTIVE SESSION**

CALL TO ORDER - Chair Dougherty called the Executive Session to order at 4:31 pm.

**Board:** Becky Tymchuk, Chris Riley, Doug Dougherty, Ernest Stephens, Maureen Wolf, Miriam Meneses-Rios, Tony Erickson, Yadira Martinez

**Staff:** Dan Goldman, Debbie Simons, Stuart Long, Valerie White

**Guests:** Paul Jarrell, Mike Porter

ORS [192.660\(2\)\(d\)](#) *To conduct deliberations with persons you have designated to carry on labor negotiations.*

AND

ORS [192.660\(2\)\(h\)](#) *To consult with counsel concerning the legal rights and duties of a public body with regard to current litigation or litigation likely to be filed.*

ADJOURN - Chair Dougherty adjourned the Executive Session at 4:55 pm.

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## **GENERAL SESSION**

CALL TO ORDER - Chair Dougherty called the general session to order at 5:01 pm

**Board:** Becky Tymchuk, Chris Riley, Doug Dougherty, Maureen Wolf, Miriam Meneses-Rios, Tony Erickson, Yadira Martinez

**Staff:** Dan Goldman, Stuart Long, Valerie White

PLEDGE OF ALLEGIANCE / LAND ACKNOWLEDGEMENT

Director Tymchuk led the board in the pledge of allegiance and Chair Dougherty provided the land acknowledgement.

AGENDA REVIEW/REVISION

Superintendent Goldman notified the board that Contract Renewals & Extensions 2024, included in Action Items, had been revised. The revised document has been included in the revised board packet.

BOARD MEMBER APPOINTMENT

Chair Dougherty welcomed Paul Jarrell, applicant for appointed board position A: Higher Education. Paul Jarrell introduced himself and shared a bit about his background. Chair Dougherty entertained a motion by Director Riley to appoint Paul Jarrell to Position A: Higher Education. The motion was seconded by Director Tymchuk and approved unanimously by elected board directors for zones 1-5. Chair Dougherty administered the board oath to Paul Jarrell.

SUPERINTENDENT REPORT

Superintendent Goldman reviewed his March report included in the board packet. Subjects included the Classified Appreciation Week Resolution which we will hear later in this meeting, our finalized licensed collective bargaining agreement, results from Oregon's short legislative session and our funding concerns, passage of our Local Service Plan and Oregon Regional Teacher of the Year.

RECOGNITION AND GOOD NEWS

Tracey Goldner, Communications Manager, introduced the NWRESD Foundation Grant Selection Committee and detailed their work this year in funding a record number of grant requests. Foundation chair Karen Foley shared the joy which she, and the entire committee, feels in awarding grant funding to creative teachers and staff members who applied for funding for their students' unfilled needs. Director Tymchuk asked how funds are raised and how board members can support this fundraising effort to ensure all who apply can get the funding they need.

Foundation board director Joe Christy thanked the board and noted that the board is currently supporting the foundation and has for years. He continued, explaining that the upcoming foundation fundraiser in May would be another opportunity to meet foundation members and help with raising funds.

PUBLIC COMMENT

Chair Dougherty read the Public Participation in Board Meetings guidelines. Vanessa Hernandez introduced themselves, reported their home address and addressed the board for 3 minutes.

CONSENT AGENDA

Chair Dougherty entertained a motion by Vice Chair Wolf to approve the consent agenda as presented. The motion was seconded by Director Riley and approved unanimously.

## REPORTS AND DISCUSSION

**Strategic Plan Progress Report: Stocktake** - Director of Research, Evaluation and Data Brian Bain reviewed slides included in the board packet, updating the work being done by NWRES D staff this year to meet strategic plan goals. Director Tymchuk acknowledged the hard work put into this plan and asked how collective commitment ratings are decided upon. Brian Bain responded that cabinet team members make their determinations and their discussions inform placement on the rating scale. Superintendent Goldman added that reviewing information about work in all districts and the preponderance of that evidence guides this progress placement as well. The final stocktake in June will illustrate whether the state data shows student achievement, engagement, performance and outcomes have improved.

**NWRES D STEM Hub Update** - Executive Director of Instruction, John Peplinski introduced Northwest STEM Hub Director, Christopher Hesselbein who reviewed slides included in the board packet for the board. He reviewed the 13 STEM Hubs throughout the state of Oregon as well as the districts which fall under the Northwest STEM Hub's umbrella. Upcoming STEM engagement opportunities for students and instructors were reviewed. STEM funding and grant structure was briefly discussed. Director Erickson asked how long the program had been in place and which past Oregon governor had approved it. Vice Chair Wolf asked for more information about student internships in the STEM program.

**Administrative Reports** - Superintendent Goldman encouraged the board to review the administrative reports included in the board packet.

## ACTION ITEMS

**2023-26 Licensed Collective Bargaining Agreement** - CHRO Debbie Simons introduced this agreement which has been ratified by NWEA members. Chair Dougherty cited NWRES D Board Policy BBFA in recusing himself from voting on this agenda item due to a relative benefiting from the 2023-26 Licensed Collective Bargaining Agreement. Chair Dougherty entertained a motion by Director Riley to accept the 2023-26 Licensed Collective Bargaining Agreement as presented. The motion was seconded by Vice Chair Wolf and approved unanimously by the remainder of the board, with the exception of Chair Dougherty.

**March 2024 Financial Report** - CFO Jordan Ely, reviewed the March 2024 Financial Report, noting that there have not been many changes to the report from the prior month, save for results from the Oregon legislative short session and the funding shortfall for EI/ECSE which will be further addressed in a future report to the board. Vice Chair Wolf noted her appreciation for the thoroughness in CFO Ely's financial reports. Director Tymchuk asked if there was a future plan to proactively address funding for the EI/ECSE programs in the state of Oregon. Superintendent Goldman stated that special interest groups are planning some initiatives and that he, along with others, are considering an attempt to get an eboard meeting set up with legislative staff in April. He further addressed the state contract delays which affected our budgets and stated that he is working to address these delays and encouraging a law be passed to improve the timing of these funds. Chair Dougherty entertained a motion by Director Erickson to accept the March 2024 Financial Report as presented. The motion was seconded by Director Martinez and approved unanimously.

**Resolution 24-003 - Classified Appreciation Week** - HR Director Catherine Dalbey acknowledged the hard work of Classified staff and read Resolution 24-003 Classified Appreciation Week. Chair Dougherty entertained a motion by Director Erickson to adopt Resolution 24-003 Classified Appreciation Week as presented. The motion was seconded by Director Tymchuk and approved unanimously.

**Zone 1 & 3 Vacancy Declaration & Appointment Process** - Board Secretary Valerie White introduced vacancies in board zones 1 and 3. Chair Dougherty entertained a motion by Vice Chair Wolf to accept the Zone 1 & 3 Vacancy Declaration and Appointment Process as presented. The motion was seconded by Director Erickson and approved unanimously.

**2024-25 Board Meeting Calendar** - Superintendent Goldman addressed the board noting changes to the 2024-25 Board Meeting Calendar. Chair Dougherty entertained a motion by Director Tymchuk to accept the 2024-25 Board Meeting Calendar as presented. The motion was seconded by Director Martinez and approved unanimously.

## BOARD MEMBER COMMENTS

Vice Chair Wolf thanked Superintendent Goldman, CIO Stuart Long, CAO Megan McCarter and Board Secretary Valerie White for their presentation and assistance for Leadership Tigard earlier in the day. Chair Dougherty welcomed Paul Jarrell to the board and stated that he looks forward to seeing the board members in person at our April meeting at the Tillamook School District offices.

**ADJOURN** Chair Dougherty adjourned the meeting at 6:49 pm.





# Northwest Regional Education Service District

April 1, 2024

TO: Board of Directors

FR: Debbie Simons – Chief Human Resources Officer

RE: March 2024 Personnel Report

**EXPLANATION:**

Please see attached personnel report prepared by Lysie Scharpf, Human Resources Specialist.

**PRESENTER(S):**

Debbie Simons, CHRO

**SUPPLEMENTARY MATERIALS:**

[March 2024 Personnel Report](#)

**RECOMMENDATION:**

To approve the March 2024 Personnel Report as presented.

**PROPOSED MOTION:**

“I move to approve the March 2024 Personnel Report as presented.”

**Northwest Regional Education Service District**  
**PERSONNEL REPORT**  
**March 5, 2024 – April 1, 2024**

**New Hires**

<b>Name</b>	<b>Position</b>	<b>Department</b>	<b>Building</b>	<b>New Hire/ Transfer</b>	<b>Tentative Start Date</b>
Michelle Chachka	Speech Language Pathology Assistant	Special Student Services	Tigard Tualatin School District	New Hire	03/19/2024
Colleen Hampton	Applications Specialist 2	Technology	Washington Service Center	New Hire	04/01/2024
Julia Mace	Occupational Therapist	Special Student Services	St. Helens School District	Transfer	08/26/2024

## Resignations, Retirements & Separations

Name	Position	Department/ Location	Last Day of Employment	Details/Comments
Leonard Hamilton	Registered Nurse	Special Student Services – Vernonia School District	March 15, 2024	Resignation
Kelsey Moore	Eval & Intake Administrative Specialist	Early Learning – Washington Service Center	March 8, 2024	Resignation
Marina Alvarez	Diverse Educator Pathway Coordinator	Human Resources – Washington Service Center	March 20, 2024	Resignation
Juan Carlos Muniz Sandoval	Attendance Advisor	Instructional Services- Washington Service Center	June 30, 2024	Resignation
Raionnah Walk	Instructional Assistant	Early Learning – Beaverton Early Childhood Center	March 11, 2024	Resignation
Kyle Fasching	Administrative Specialist	Technology - Washington Service Center	March 8, 2024	Resignation
Mary Dorry	Early Childhood Education Specialist	Early Learning – Columbia Service Center	June 7, 2024	Retirement
Tim Umbenhower	Teacher	Social Emotional Learning Schools – Levi Anderson	June 11, 2024	Retirement

## Currently Advertised Vacancies

\*\*Currently Advertised Vacancies is a snapshot in time for jobs that are currently posted as of 4.1.24.\*\*

Open Position	Category	Department	Original Post Date	Comments
ASL Interpreter	Classified	Special Student Services	12/22/2023	0.8125 - Resignation
School Psychologist - Evaluation Team	Licensed	Early Learning	01/22/2024	1.0 FTE – Transfer – hiring for 24/25 SY
School Psychologist – Seaside School District	Licensed	Special Student Services	02/01/2024	1.0 FTE - Retirement
ASL Interpreter 1:1 – Scappoose School District	Classified	Special Student Services	02/15/2024	1.0 FTE – New Position – hiring for 24/25 SY
ASL Interpreter Floater – Multiple locations	Classified	Special Student Services	02/15/2024	1.0 FTE – New Position – hiring for 24/25 SY
Occupational Therapist – Scappoose School District	Licensed	Special Student Services	03/06/2024	1.0 FTE – Contractor Resignation
School Psychologist – Rainier School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
School Psychologist – St. Helens School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
School Psychologist – Clatskanie School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
School Psychologist – Tillamook School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
School Psychologist – Tigard High School	Licensed	Special Student Services	03/07/2024	1.0 FTE – New Position – hiring for 24/25 SY
School Psychologist – Tigard Tualatin School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – New Position – hiring for 24/25 SY



School Psychologist – Scappoose School District	Licensed	Special Student Services	03/07/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
Teacher of the Visually Impaired – WSC – FOUR OPEN POSITIONS	Licensed	Special Student Services	03/11/2024	4.0 FTE Total – Vacancy (1.0), Retirement (1.0), Resignation (1.0), Previously filled by Contractor (1.0)
Occupational Therapist – Seaside, Nestucca & Tillamook Districts	Licensed	Special Student Services	03/11/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
Occupational Therapist – Tigard Tualatin School District	Licensed	Special Student Services	03/11/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
Registered Nurse – Vernonia School District	Licensed	Special Student Services	03/13/2024	0.80 FTE - Resignation
Licensed Physical Therapist Assistant – Columbia Service Center and Coastal Communities	Licensed	Special Student Services	03/21/2024	1.0 FTE – New Position – hiring for 24/25 SY
NW Parenting Education Program Specialist – WSC	Classified	Early Learning	03/22/2024	1.0 FTE - Resignation
Physical Therapist – Hillsboro, Vernonia, Scappoose, NeahKahNie Districts	Licensed	Special Student Services	03/20/2024	1.0 FTE – For 24/25 SY, previously filled by contractor
Diverse Educator Pathway Coordinator	Licensed	Human Resources	03/20/2024	1.0 FTE - Resignation
Director of K-12 Special Education	Admin	K-12 Special Education	03/22/2024	1.0 FTE – New Position – hiring for 24/25 SY



# Northwest Regional Education Service District

April 1, 2024

TO: Board of Directors

FR: Stuart Long, Chief Information Officer

RE: RFP for District Network Improvements

## EXPLANATION:

Following a plan that was implemented for Multnomah ESD school districts, Technology released an RFP via the 2024 Federal eRate process to solicit vendors to expand the capacity and improve the resilience of network infrastructure at NWRESA. In total three (3) vendors, FatBeam Networks, Ziplly Fiber and Astound Broadband, responded with proposals for NWRESA, for three of our component districts (Astoria, Gaston, and Neah-kah-nie), and also for one of our contract, non-component districts (Yamhill-Carlton).

After scoring the pricing of the three vendors, the proposals from Astound and Ziplly scored favorably. These contracts will allow us to secure high speed affordable fiber optic connectivity at 10 to 100 gig speeds for either five (5) or ten (10) year contracts. This is the first of several years of build out in support of NWRESA's strategic plan goal 6.4 to improve connectivity and security in online educational and work environments across the region.

The total value of the multiyear contracts to be issued will not exceed \$1,516,200 (\$454,860 after discount) with the cost being 70% covered by the federal eRate program and the remainder to be paid by each agency (district costs are equal to or lower than their current rate for internet).

PRESENTER(S): Stuart Long

SUPPLEMENTARY MATERIALS: [Summary Award Sheet, Price Proposals](#)

RECOMMENDATION: Authorize award of contracts as presented.

PROPOSED MOTION: "I move that we authorize to award contracts to Ziplly Fiber & Astound Broadband as presented."

<b><u>NWRESD/CTA Network Connectivity Consortium - 2024/25 Awards</u></b>										
<b><u>District</u></b>	<b><u>Awardee</u></b>	<b><u>Contract Start Date</u></b>	<b><u>"Go Live" Date</u></b>	<b><u>Speed</u></b>	<b><u>Contract Length</u></b>	<b><u>Annual Cost</u></b>	<b><u>Total Contract Award</u></b>	<b><u>eRate Discount</u></b>		
Astoria	Astound Broadband	7/1/2024	7/1/2024	10 Gig	5 years	\$34,800	\$174,000	70%		
Astoria	Astound Broadband	7/1/2024	7/1/2025	100 Gig	10 years	\$65,940	\$659,400	70%		
Gaston	Zipty Fiber	7/1/2024	7/1/2024	100 Gig	5 Years	\$13,200	\$66,000	70%		
Forest Grove	Fat Beam Fiber	7/1/2024	7/1/2025	100 Gig	Part of network but contract executed and paid by school district from capital bond					
Neah-kah-nie	Astound Broadband	7/1/2024	7/1/2025	100 Gig	10 years	\$37,680	\$376,800	70%		
Yamhill Carlton	Zipty Fiber	7/1/2024	7/1/2024	10 Gig	5 Years	\$21,600	\$108,000	70%		
Yamhill Carlton	Zipty Fiber	7/1/2024	7/1/2024	100 Gig	5 Years	\$13,200	\$66,000	70%		
NWRESD	Zipty Fiber	7/1/2024	7/1/2024	100 Gig	5 years	\$13,200	\$66,000	70%		
					Subtotal	\$199,620	\$1,516,200			
					<b>Total</b>	<b>\$59,886</b>	<b>\$454,860</b>	<b>(after erate discount)</b>		



This E-Rate Service Order (this “Service Order”) is entered into as of the date of last signature below (the “Effective Date”), by and between WAVEDIVISION HOLDINGS, LLC, a Delaware limited liability company, having USAC SPIN# 143030836, d/b/a Astound Business Solutions (“Provider”), and NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT, an Oregon education service district (“Customer”). Except as modified by this Service Order, this Service Order is made pursuant to and will be governed by Provider’s “Standard Terms and Conditions for Enterprise Services” which are posted on Provider’s website at <http://www.astound.com/business/enterprise-terms> (the “T&Cs”). The T&Cs are incorporated into this Service Order by this reference. All capitalized terms used but not defined in this Service Order shall have the meanings given to them in the T&Cs.

CUSTOMER	DBA	CUSTOMER CONTACT NAME	CUSTOMER CONTACT INFO
Northwest Regional Education Service District (NWRES D)		Jessa Reinhardt	Office: Mobile: Email: jreinhardt@nwresd.k12.or.us
CUSTOMER BILLING ADDRESS		CUSTOMER BILLING CONTACT	CUSTOMER BILLING CONTACT INFO
5825 NE Ray Circle, Hillsboro, OR 97124		Eric Harrison	Office: (503) 257-1554 Email: eric.harrison@cascadetech.org
CUSTOMER ACCOUNT NUMBER		SERVICE ORDER REFERENCE NUMBER	ACCOUNT SALES REP
			Michael Puckett - 001171

SERVICE TERM	SEGMENT
120 months	Enterprise

Provider shall provide to Customer the services set forth below (each, a “Service”), at the location(s) set forth below (each, a “Service Site”), in exchange for the one-time, non-recurring installation charge (“NRC”), and the monthly recurring service charges (“MRC”) set forth below:

PRODUCT LINE ITEM	Z-LOC ADDRESS (PRIMARY)	Z-LOC DEMARC	A-LOC ADDRESS	A-LOC DEMARC	UNITS	MRC / UNIT	TOTAL MRC	NRC / UNIT	TOTAL NRC
Dark Fiber Pair (2 strands)	Neah-Kah-Nie High School 124705 US 101 Rockaway Beach, OR 97136	MPOE	Nearest Provider Network Meet Point	MPOE	1	\$785.00	\$785.00	\$0.00	\$0.00
Dark Fiber Pair (2 strands)	Neah-Kah-Nie High School 124705 US 101 Rockaway Beach, OR 97136	MPOE	NKN District Office 504 N 3rd Ave Rockaway Beach, OR 97136	MPOE	1	\$785.00	\$785.00	\$0.00	\$0.00
Dark Fiber Pair (2 strands)	Neah-Kah-Nie High School 124705 US 101 Rockaway Beach, OR 97136	MPOE	Gsribaldi Grade School 604 Cypress Ave Garibaldi, OR 97118	MPOE	1	\$785.00	\$785.00	\$0.00	\$0.00





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Northwest Regional Education Service District (NWRES D)		Jessa Reinhardt	Office: Mobile: Email: jreinhardt@nwresd.k12.or.us
CUSTOMER BILLING ADDRESS	CUSTOMER TECHNICAL CONTACT		CUSTOMER TECHNICAL CONTACT INFO
5825 NE Ray Circle, Hillsboro, OR 97124	Eric Harrison		Office: (503) 257-1554 Mobile: Email: eric.harrison@cascadetech.org
CUSTOMER ACCOUNT NUMBER	SERVICE ORDER REFERENCE NUMBER	ACCOUNT SALES REP	
0 -	OP350517	Michael Puckett - 001171	

SERVICE TERM	SEGMENT
60 months	Enterprise

Provider shall provide to Customer the services set forth below (each, a “Service”), at the location(s) set forth below (each, a “Service Site”), in exchange for the one-time, non-recurring installation charge (“NRC”), and the monthly recurring service charges (“MRC”) set forth below:

PRODUCT LINE ITEM	Z-LOC ADDRESS (PRIMARY)	Z-LOC DEMARC	A-LOC ADDRESS	A-LOC DEMARC	UNITS	MRC / UNIT	TOTAL MRC	NRC / UNIT	TOTAL NRC
EPL 10 Gb	5825 NE Ray Circle Hillsboro, OR 97124	MPOE	1001 W Marine Drive Astoria, OR 97103	MPOE	1	\$1,295.00	\$1,295.00	\$0.00	\$0.00
<i>NOTE: If the Demarcation Point listed above for a Service Site is the MPOE, then Customer is responsible for providing any necessary demarc extension / additional inside wiring to reach the Customer’s premises/suite.</i>							<b>TOTALS</b>	<b>\$1,295.00*</b>	<b>\$0.00</b>

Note: The charges listed above do not include applicable taxes, fees and surcharges.



This E-Rate Service Order (this “Service Order”) is entered into as of the date of last signature below (the “Effective Date”), by and between WAVEDIVISION HOLDINGS, LLC, a Delaware limited liability company, having USAC SPIN# 143030836, d/b/a Astound Business Solutions (“Provider”), and the customer specified below (“Customer”). Except as modified by this Service Order, this Service Order is made pursuant to and will be governed by Provider’s “Standard Terms and Conditions for Enterprise Services” which are posted on Provider’s website at <http://www.astound.com/business/enterprise-terms>. (the “T&Cs”). The T&Cs are incorporated into this Service Order by this reference. All capitalized terms used but not defined in this Service Order shall have the meanings given to them in the T&Cs.

CUSTOMER	DBA	CUSTOMER CONTACT NAME	CUSTOMER CONTACT INFO
Northwest Regional Education Service District (NWRES D)		Jessa Reinhardt	Office: Mobile: Email: jreinhardt@nwresd.k12.or.us
CUSTOMER BILLING ADDRESS	CUSTOMER TECHNICAL CONTACT		CUSTOMER TECHNICAL CONTACT INFO
5825 NE Ray Circle, Hillsboro, OR 97124	Eric Harrison		Office: (503) 257-1554 Mobile: Email: eric.harrison@cascadetech.org
CUSTOMER ACCOUNT NUMBER	SERVICE ORDER REFERENCE NUMBER	ACCOUNT SALES REP	
0 -		Michael Puckett - 001171	

SERVICE TERM	SEGMENT
120 months	Enterprise

Provider shall provide to Customer the services set forth below (each, a “Service”), at the location(s) set forth below (each, a “Service Site”), in exchange for the one-time, non-recurring installation charge (“NRC”), and the monthly recurring service charges (“MRC”) set forth below:

PRODUCT LINE ITEM	Z-LOC ADDRESS (PRIMARY)	Z-LOC DEMARC	A-LOC ADDRESS	A-LOC DEMARC	UNITS	MRC / UNIT	TOTAL MRC	NRC / UNIT	TOTAL NRC
Dark Fiber Pair	Astoria High School 1001 West Marine Drive Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00
Dark Fiber Pair	Transportation Department 35602 US-101 Business Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00

Dark Fiber Pair	Lewis & Clark Elementary School 92179 Lewis and Clark Road Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00	
Dark Fiber Pair	Astoria Middle School 1100 Klaskanine Avenue Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00	
Dark Fiber Pair	Astoria School District Sports 1800 Williamsport Road Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00	
Dark Fiber Pair	John Jacob Astor Elementary School 3550 Franklin Avenue Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00	
Dark Fiber Pair	Astoria District Office 785 Alameda Avenue Astoria, OR 97103	MPOE	TBD		1	\$785.00	\$785.00	\$0.00	\$0.00	
<i>NOTE: If the Demarcation Point listed above for a Service Site is the MPOE, then Customer is responsible for providing any necessary demarc extension / additional inside wiring to reach the Customer's premises/suite.</i>							<b>TOTALS</b>	<b>\$5,495.00</b>		<b>\$0.00</b>

Note: The charges listed above do not include applicable taxes, fees and surcharges.

NOTES									
Customer and Provider are in the process of determining the design of the dark fiber ring configuration for the Services provide pursuant to this Service Order. A pair of dark fiber strands will connect each Service Site to another Service Site in a ringed-configuration. Once the fiber ring configuration is determined, the parties will amend this Service Order to include the A-Location addresses and a depiction of the fiber ring design.									

**Paragraph A: Participation in E-Rate Program; Customer's Contingent Right to Cancel.** With respect to this Service Order, Customer is participating in the Federal Universal Service Discount program for schools and libraries ("E-Rate"), offered by the Federal Communications Commission via the Schools and Libraries Division (the "SLD"), which is administered by the Universal Service Administrative Company ("USAC"). Accordingly, this Service Order is conditional and subject to Customer receiving full E-Rate funding by the SLD. Customer reserves the right to cancel or in any manner reduce the scope of this Service Order in the event SLD does not completely fund the request for funding submitted by Customer with respect to the Services described in this Service Order.

**Paragraph B: E-Rate Billing Options.** Under the E-Rate program, Customer must elect one of the following methods of invoicing, both of which require the cooperation of Provider:

- (i) **SPI Method:** Under the Service Provider Invoice method (the "SPI" method) of billing, Customer receives a discount on the invoices Customer receives from Provider. Customer pays in full the invoices it receives from Provider. Provider then submits FCC form 474, the Service Provider Invoice Form, to USAC in order to receive payment from USAC for the discounts Provider provided to Customer.
- (ii) **BEAR Method:** Under the Billed Entity Applicant Reimbursement Method (the "BEAR" method) of billing, the invoices Customer receives from Provider contain the full amount of the non-discounted rates set forth in Section 1 above. Customer pays in full the invoices it receives from Provider. Customer

# Wholesail Networks

A Zply Fiber Company

Sales Rep: Katrina Schwerin  
425-563-4278

Katrina.schwerin@ziply.com

901 Pitcher Street  
Yakima, WA 98901

P. 800-800-5347  
[www.wholesailnetworks.com](http://www.wholesailnetworks.com)

# SERVICE ORDER FORM AGREEMENT

<b>Service Term</b>	60
<b>Date</b>	3/29/2024
<b>Effective Date:</b>	
Upon Installation (not prior to 7/1/24)	

Customer Billing Address	Site Address / DEMARC	Customer Contact Info
Cascade Technology Alliance 5825 NE Ray Circle Hillsboro, OR 97124	Please see site details below	Eric Harrison 503-257-1554 Eric.harrison@cascadetech.org

Recurring Monthly Fees				
QTY	Item	Description	Price	Extended Price
# 1	2 strands (1 pair) dark fiber	A loc: 300 PARK ST; GASTON, OR 97119 Z loc: 275 N Maple St; Yamhill, OR 97148	\$1,100.00	\$1,100
1	2 strands (1 pair) dark fiber	A loc: 5825 NE RAY CIRCLE; HILLSBORO, OR 97124 Z loc: 1401 NICHOLS LANE; FOREST GROVE, OR 97116	\$1,100.00	\$1,100.00
1	2 strands (1 pair) dark fiber	A loc: 1401 NICHOLS LANE; FOREST GROVE, OR 97116 Z loc: 300 PARK ST; GASTON, OR 97119	\$1,100.00	\$1,100.00
<b>Total Monthly Recurring Charges</b>			<b>\$3,300.00</b>	

Setup Fees (Non-Recurring)				
QTY	Item	Description	Price	Extended Price
1	Installation		\$0.00	\$0.00
<b>Total Setup Charges</b>			<b>\$0.00</b>	

**Total due at Agreement Execution for Recurring Monthly Fees and Setup Fees: Service+Setup] [Total \$0.00**

### Notes / Special Terms:

Wholesail Networks, a wholly owned subsidiary of Northwest Fiber, LLC d.b.a. Zply Fiber, hereby submits the above service order to Customer. It is not effective until signed by Customer. If this service order is not accepted by Customer within 30 days of the date set forth above, all pricing, dates, and terms are subject to change. All prices listed exclude any applicable taxes. Customer hereby warrants that such individual is a signatory for the Customer and authorized to accept services on their behalf.

By signing below, you agree and understand that this Service Order is subject to the terms of the Master Service Agreement Terms and Conditions for Delivery of Service as executed between Wholesail Networks and you the Customer. You agree to comply with this Service Order within 30 days of the date set forth above. All changes must be in writing. Any changes may result in a new installation date and additional charges.

Customer: Cascade Technology Alliance

Wholesail Networks, LLC

Authorized Customer Signature \_\_\_\_\_ Date \_\_\_\_\_

Wholesail Networks, LLC. Signature \_\_\_\_\_ Date \_\_\_\_\_

Print \_\_\_\_\_

Print \_\_\_\_\_

Title \_\_\_\_\_

Title \_\_\_\_\_

3/29/2024

Wholesail Networks, LLC – Service Order Form

Initial \_\_\_\_\_



Cascade Technology Alliance  
 Eric Harrison  
 5825 NE RAY CIR  
 HILLSBORO, Oregon 97124

This is **Schedule 20041422** by and between Cascade Technology Alliance (“Customer”) and Ziplly Fiber of Oregon, LLC; Ziplly Fiber Northwest, LLC; and Ziplly Fiber Pacific, LLC; Ziplly Fiber Northwest, LLC; and Ziplly Fiber Pacific, LLC; on behalf of itself and its affiliates (“Ziplly Fiber”). Customer orders and Ziplly Fiber agrees to provide the Services and Equipment identified in the Schedule below. This Schedule incorporates the Ziplly Fiber Services Agreement referenced below, as well as any Ziplly Fiber policy, terms and conditions, or tariffs referenced in the text below.

**Type/Purpose:** Order for New Services

**Term Length:** 60 Months

**Monthly Recurring Service Detail:**

Product	Term	Qty	Price	Total	Loc A	Loc Z
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	13455 SE 97TH AVE; CLACKAMAS, OR 97015	
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	275 N Maple St; Yamhill, OR 97148	
Data Center Tier 1 - 10 Gbps EPL (60 Mo)	60	1	\$ 780.00	\$ 780.00	275 N Maple St; Yamhill, OR 97148-	420 S 3rd St; Carlton, OR 97111-
Data Center Tier 1 - 10 Gbps EPL (60 Mo)	60	1	\$ 370.00	\$ 370.00	3030 NE ALOCLEK DR; HILLSBORO, OR 97214	5825 NE RAY CIRCLE; HILLSBORO, OR 97124
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	3030 NE ALOCLEK DR; HILLSBORO, OR 97214	
Data Center Tier 1 - 10 Gbps EPL (60 Mo)	60	1	\$ 720.00	\$ 720.00	420 S 3rd St; Carlton, OR 97111-	13455 SE 97TH AVE; CLACKAMAS, OR 97015
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	420 S 3rd St; Carlton, OR 97111-	
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	420 S 3rd St; Carlton, OR 97111-	
UNI Port - 10 Gb (60 Mo)	60	1	\$ 90.00	\$ 90.00	5825 NE RAY CIRCLE; HILLSBORO, OR 97124	

**Terms and Conditions.** Customer shall comply and shall cause all Service users to comply with terms and conditions as per the Ziplly Fiber Services Agreement (“ZFSA”), which Ziplly Fiber may modify at any time. The current T&C’s are available for review at the following address, subject to change: <https://zipllyfiber.com/zfsa>. Customer is responsible for maintaining awareness of the current ZFSA and adhering to the ZFSA as it may be amended from time to time.

Prior to, during and after the installation of requested services, Customer may choose to request that Ziplly Fiber augment the original Service Order to provide additional services or remove services from the Service Order. Depending on the scope of the requested changes, verbal requests from the Customer will be acceptable in which case Ziplly Fiber shall notify Customer of its acceptance of the requested changes via email. In some instances Ziplly Fiber may require additional written authorization. All applicable charges resulting from changes requested by the Customer, whether written or verbal are the responsibility of the Customer and shall be deemed to be part of the Service Order and subject to its Terms and Conditions.

**Service Level Agreement.** The Service Level Agreement for Business Services is available for review at: <https://zipllyfiber.com/sla>

**Internet Acceptable Use Policy and Security.** Customer shall comply, and shall cause all Service users to comply, with Ziplly Fiber’s Acceptable Use Policy (“AUP”), which Ziplly Fiber may modify at any time. The current AUP is available for review at the following address, subject to change: [https://zipllyfiber.com/policies/commercial\\_aup](https://zipllyfiber.com/policies/commercial_aup). Customer is responsible for maintaining awareness of the current AUP and adhering to the AUP as it may be amended from time to time. Failure to comply with the AUP is grounds for immediate suspension or termination of Ziplly Fiber Internet Service, notwithstanding any notice requirement provisions of the ZFSA. Customer is responsible for the security of its own networks, equipment, hardware,



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors

FR: Debbie Simons, Chief Human Resources Officer

RE: Approval 2024-25 Operational Calendar

## EXPLANATION:

The proposed Operational Calendar designates holidays and closures for the entire organization; which then provides the structure for individual staff group work calendars to be developed. Board members may remember the ESD used to have individual staff calendars; totalling at the time nearly 650 calendars. Over the last few years; we have been working to identify staff calendars in groups to simplify the staff planning process. From this calendar, individual staff group calendars are developed based on the number of work days staff are assigned to work.

With the implementation of Paid Leave Oregon, the clarity that surrounds when individual staff are assigned to work is even more important in order for the ESD to meet reporting requirements for that leave to be administered. This year, we have met with individual groups of staff to give input on what impacts them the most when calendars are developed; and also collected individual district calendars from each of our component districts, small and large alike, to graph when the ESD staff need to be available to provide service to students and families throughout the entire NWRESD region.

PRESENTER(S):

SUPPLEMENTARY MATERIALS:

RECOMMENDATION:

PROPOSED MOTION:

Debbie Simons, Chief Human Resources Officer

[2024-2025 Operational Calendar](#)

Approval of the 2024-25 Operational Calendar.

"I move to approve the 2024-2025 Operational Calendar as presented."





# Northwest Regional Education Service District

## 2024-2025 NWRES D OPERATIONAL CALENDAR DRAFT

July '24						
S	M	T	W	T	F	S
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

August '24						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

September '24						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

October '24						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

November '24						
S	M	T	W	T	F	S
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

December '24						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

January '25						
S	M	T	W	T	F	S
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

February '25						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	

March '25						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

April '25						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

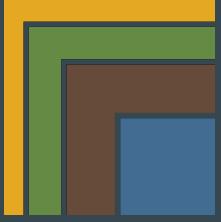
May '25						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

June '25						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

H	~ HOLIDAY/ALL SERVICES CLOSED
N	~ NON-WORK DAY
I	~ INSERVICE/CLERICAL, NON-STUDENT WORK DAY
X	~ SERVICE CENTERS CLOSED
F	~ FIRST DAY FOR STUDENTS

Note: OSEA Holidays include the Day after Thanksgiving and President's Day

MAJOR CULTURAL & RELIGIOUS HOLIDAYS OBSERVED	
Whenever possible, after hours events will not be scheduled on these days:	
OCTOBER 2*-4 Rosh Hashanah	JANUARY 29 Lunar New Year
OCTOBER 11*-12 Yom Kippur	MARCH 30*-31 Eid al-Fitr**
NOVEMBER 1 Diwali	APRIL 20 Easter
DECEMBER 25 Christmas	JUNE 6*-7 Eid al-Adha**
* Begins at sunset.	** Estimated dates. Please check calendar closer to holiday



# REPORTS & DISCUSSION



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors  
FR: Jordan Ely, Chief Financial Officer  
RE: Aloclek Project Update

## EXPLANATION:

Staff will be joined by project managers from Wenaha Group to provide an update on the Aloclek project. This project represents a significant investment in our educational infrastructure, aiming to enhance the learning environment for our young learners. Topics to be covered include schedule changes, budget update, and where we are at in the bidding process.

PRESENTER(S): Jordan Ely

SUPPLEMENTARY MATERIALS: [Aloclek Renovation Update](#)

RECOMMENDATION: N/A

PROPOSED MOTION: N/A

# Aloclek Building Renovation

Board Meeting  
April 9, 2024



# ALOCLEK BUILDING RENOVATION – SCHEDULE UPDATE

- Bids due 4/2/24.
- Construction budget is \$7.8 million (not including “soft costs”).
- Construction period – May 2024 to February 2025
- NWRESD occupies in phases – March-August 2025
- Serving children starting summer 2025



# ALOCLEK BUILDING RENOVATION – PLAYGROUND OPTIONS

In the coming weeks NWRESD Staff & Families will have an opportunity to review playground surface and equipment options.



# Questions?







# Northwest Regional Education Service District

April 9, 2024

TO: NWRESD Board of Directors

FR: Jerome Townsend, Director of Instruction

RE: NREN Update

**EXPLANATION:**

This presentation will update the NWRESD Board of Directors on where NREN work is to date and plans for the future.

PRESENTER(S): Jerome Townsend, Naheed Brown, Julie Swanson

SUPPLEMENTARY MATERIALS: [NREN Update](#)

RECOMMENDATION: N/A

PROPOSED MOTION: N/A

# NREN Update 2023-2024



NREN Team: Jerome Townsend, Naheed Brown, Anderson  
Kishlock, Bailey Weikel - Feekes & Julie Swanson



*“The more DDP in a system/process/practice, the less equitable the culture. The less DDP, the more equitable the culture.” Tamika M. Fuller, ERE (2019)*

*NREN’s guiding lens:  
limiting  
Disproportionality,  
Disparity, Predictability  
(DDP)*





# NREN Driver Diagram

Primary Drivers

## AIM Statement

By June 2025, 90% of the participating districts in the NW region will receive tiered supports and access to high quality, culturally responsive professional learning for educators to improve and change systems with the goal of dismantling and eliminating disproportionality, disparity, and predictability that get in the way of student success.

Improve the recruitment, preparation, induction, support and retention at each stage of educators' careers

Strengthen a culture of leadership and collaborative responsibility among teachers and administrators

Enhance leadership and career advancement opportunities for educators

## Secondary Drivers

Improved Systems

Culture and Climate

Staff Preparation

Differentiated Training and Support

Flexible School Systems

## Change Ideas

Equity Audits/Strategic Planning

Anti Bias Training for recruitment and retention

Community Engagement

Affinity Spaces


Equity Coaching and PD for Administrators

Mentorship and coaching Program

SEL and Trauma Informed Practices

Differentiated Professional Development for Culturally Responsive Educators

Early Learning



# 2023 - 2025 Biennium

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## What has been accomplished:

- ❖ **Grant Spending & Projects**
  - Over 80 project proposals submitted
  - 41 projects from 15 districts have been approved
  - 18 of 20 districts are regularly engaging in regional NREN funded supports
  - All 20 districts have access to regional resources from the NREN eg. the CAFE Summit organized by EFP happening in May
  - Launching Regional Mentoring Program with New Teacher Center and ICN. 16 out of 20 districts interested
  - The entirety of the \$5.2 Million of formula funding has been preliminarily allocated and is currently on track to be spent down by June 2025
- ❖ **Determining Regional Priorities**
  - The NREN Coordinating Body comprised of members from the regions including superintendents, teachers, instructional coaches, administrators, parents and community members.
  - The CB helps us to identify priorities for the NREN and develop the NREN menu for the next biennium



# 2025 - 2027 Biennium

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## Things to consider moving forward:

- Adjust process to ensure a more equitable distribution of access to NREN programing
- We effectively braid funds to supplement not supplant by ESD department projects impact a greater number of educators and have a pre-existing structure. Proposed projects show clear trends - focusing on Climate & Culture, Equity, and Preparation & Growth

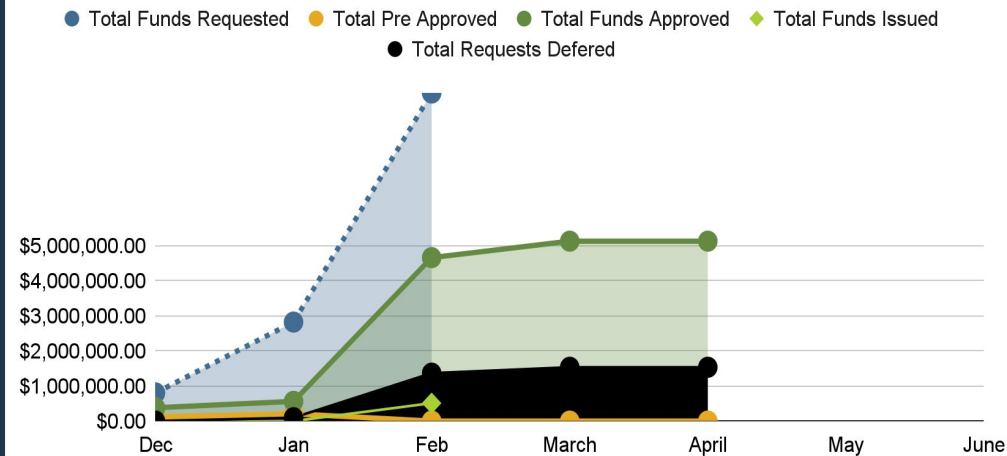
# NREN Sub Grant Snapshot



## Total Applications During Application Window:

- 80 NREN Sub Grant Applications
- Totalling \$9,358,641.28
  - All NREN Formula funds have been allocated!

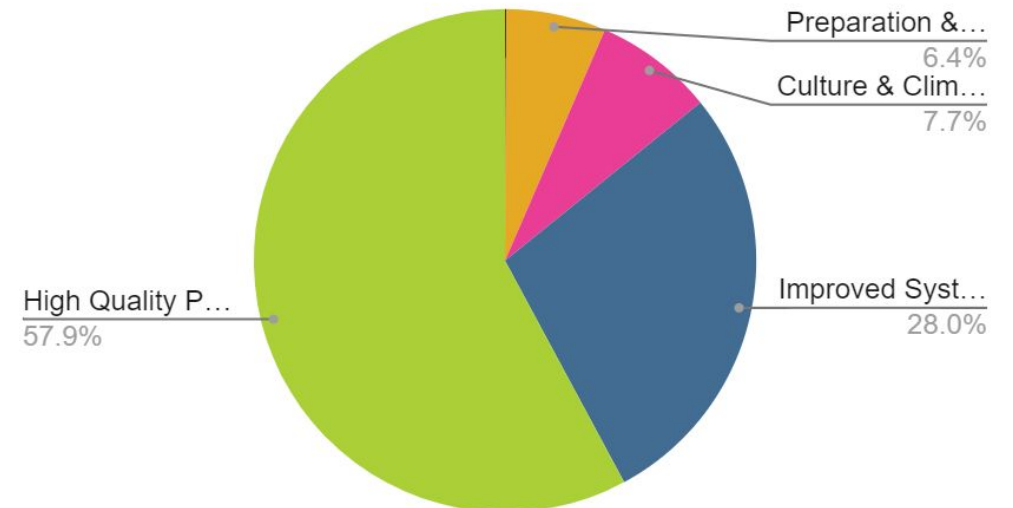
NREN Application Funding by Month



## Highlights

- ★ Application process is complete & many contracts and projects are actively underway!
- ★ Our aim is to have all 23-24 Contracts issued by mid April
- ★ We will be determining dates for the NREN team and CB to be able to visit project and view progress out in the field
- ★ Our next CB work will focus on reviewing successes and challenges to inform us on changes in how districts access supports in future bienniums

Ratio of Funds Approved by Strategy

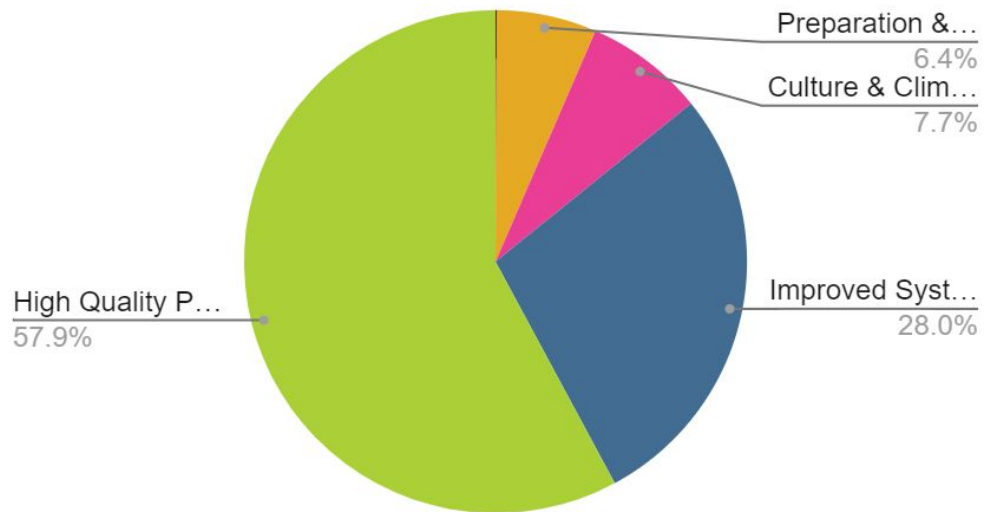


# Project Data NREN

NREN Assigned



### Ratio of Funds Approved by Strategy

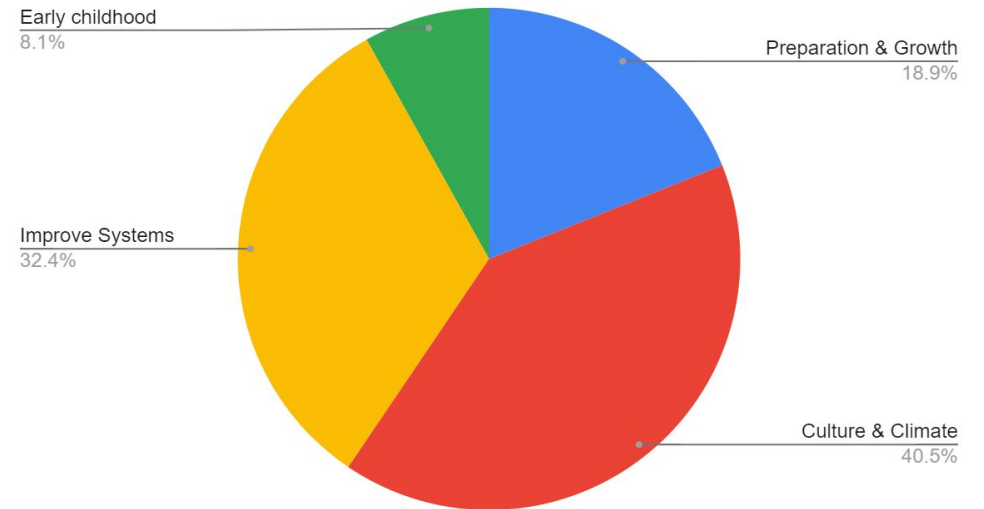


Categories assigned based on project proposal

# Convening Data

Self Assigned

### Ratio of participant selected strategy



High Quality PL removed

Participants joined the group most closely aligned to their projects

Equity was included in Culture and Climate





# The How and The What of our Planning...

<b>Districts said...</b>	<b>How it informed our plan...</b>
<p>16 districts are highly interested or potentially interested in participating in a Regional Mentoring Program. (We think this number will increase as we are presenting to the C&amp;I Directors later this month.)</p>	<p>We have created a draft plan for a Regional Mentoring Program based on this identified need!</p>
<p>15 districts expressed interest in NWRES D providing either mentors or mentor coaches to support their programs</p>	<p>NWRES D will have two dedicated Mentor Specialists next year to coach mentors at school and district sites as well as serve as mentors for districts who do not currently have mentors</p>
<p>Training for mentors has varied across the region, there a general interest in high quality training to be provided by NWRES D</p>	<p>We have created 3 strand options for participation to address the varying needs across our region</p>
<p>Most districts expressed lacking resources and protected time to support mentors</p>	<p>NTC will provide materials and resources for training and tracking mentoring program impact</p> <p>NWRES D, through the NREN, will provide substitute costs for mentors attending training, as well as mentor and new teacher stipends</p>

Here's what support will look like...

### UNIVERSAL SUPPORTS FOR ALL PROGRAM STRANDS

- Online tools for coaching, data analysis, and mentoring conversations
- NWRES D pays mentor and new teacher stipends for participants in the Regional Mentoring Program



### THREE STRANDS OF SUPPORTS

PROGRAM STRAND	WHO IS IT FOR	STRAND SPECIFIC SUPPORTS
Mentoring Foundations	Districts without mentors or a program	<ul style="list-style-type: none"><li>• Mentoring for new teachers from NWRES D Mentoring Specialists</li><li>• Support to identify funding for mentors in order to enter Comprehensive Mentoring Program Development in future years</li><li>• Support with identifying potential mentors within the school district</li></ul>
Comprehensive Mentorship Program Development	Districts with mentors looking for training, framework, and resources	<ul style="list-style-type: none"><li>• 8 Professional Learning Days over two years with NTC and NWRES D</li><li>• 8 two-three hour forums for mentors to discuss problems of practice</li><li>• On-site coaching for mentors from NWRES D's Mentoring Specialists</li></ul>
Enhancing and Sustaining Existing Mentorship Programs	Districts with an established mentorship program including mentors and training	<ul style="list-style-type: none"><li>• On-site coaching for mentors from NWRES D's Mentoring Specialists</li><li>• Side-by-side data analysis and planning using NTC's tools in order to continue to improve and enhance current mentoring program</li></ul>



1. Additional Feedback and Sign Up completed by Curriculum and Instruction Directors
2. Follow up with Superintendents later this Spring



April 2024

# Administrative Report

The Office of Equity and Family Partnerships' purpose is to deepen NWRESD's commitment to and accomplishment of equity and antiracism.

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**Professional Development Support** - Cultivate anti-racism, multiculturalism, and diverse racial perspectives in program design, continuous improvement, and decision-making

## Equity Onboarding

Across the ESD, we have 87.9% of staff that have completed the Equity Onboarding training. The training is facilitated by the Office of Equity & Family Partnerships and staff learn about the organization's commitment to equity initiatives including our equity lens; Anti racist Multicultural Continuum and Liberatory Designs to ensure they have access to the training, resources, and ongoing support they need to be help shape our organization's future.

## Mastering Crucial Conversations

The Department of Equity and Family Partnerships hosted a three-part workshop series titled Mastering Crucial Conversations. This in-person series, facilitated by Interpersonal Skills Coach Emmanuel Williams, delved into the heart of human interaction, where many complex issues stem from how we manage disagreements in emotionally charged, high-stakes situations. Participants unveiled the art of effective communication in challenging scenarios, and built their skills at holding critical conversations safely and persuasively. The series [1. Conversation Prep, 2. Safety First, and 3. Finish Strong] was attended by 34 participants across our ESD.

## Intercultural Development Inventory (IDI)

We are considering using the IDI for individual and group development to work towards a collective systemic culture that values equity and shows it through actions and outcomes. The IDI is a widely used and effective cross-culturally valid assessment for building cultural competence. Before we consider an organization-wide approach for ensuring ongoing and sustainable support that ties the IDI together with district goals regarding equity, instruction, climate, and culture, we are piloting its use with a dozen or more randomly selected staff.

Results are generated and shared with participants in a custom IDI Profile Report that provides detailed information for individuals about how they approach cultural differences. Individual respondents also receive a personalized Intercultural Development Plan (IDP) which provides a clear roadmap to increasing intercultural competence through developmentally appropriate activities.

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Submitted by:

Katie Jones, Equity Coach, [Equity and Family Partnerships](#) on behalf of the team.

# Special Student Services Board Report

Cathy Jensen, Executive Director, K-12 Special Education

April 2024

## Region 8 - Traumatic Brain Injury Team

The Regional Traumatic Brain Injury (TBI) Team, led by Malory Turner, TBI Liaison, comprises education professionals across Columbia, Clatsop, Washington, and Tillamook counties. They engage in yearly TBI-focused professional learning to enhance capacity in their region and improve practices for students with TBI and concussion. Team members consistently support The Center on Brain Injury Research and Training (CBIRT) by submitting data entries outlining their work and the support provided to students and families. The team has convened three times this year for quarterly meetings, focusing on available TBI resources and updates from the Oregon Department of Education (ODE). Most recently, Melaney Grenz, CBIRT Project Manager, attended the team meeting in March to provide support to school staff and address questions about concussion management teams and initiating them in their region.



Outside of the team meetings, pictured at the left, David Kracke, CBIRT Brain Injury Policy Coordinator came to present at the NWRESD Area Special Education Directors Meeting in February to highlight Oregon HB 4140 which mandates academic, behavioral, and social accommodations for students diagnosed with a concussion or other brain injury.

In March, David returned to NWRESD with CBIRT Director, Melissa McCart, to host a full-day training: Brain Injury in the School Setting: What You Need to Know. This training was attended by over forty school staff from NWRESD and our partner districts.

Pictured to the right: Melissa McCart (left), Malory Turner (middle), and David Kracke (right) pose after the full-day training: Brain Injury in the School Setting: What You Need to Know.







## Regional Technical Assistance Provider

For the 2023-2024 academic year, ODE provided new training materials monthly. These materials were sent out to SPED Directors and uploaded onto PDNetworks by the Regional Technical Assistance Provider (RTAP), Malory Turner, for individual and district use. Topics covered this year include:

- Abbreviated School Day Program Placements
- Specially Designed Instruction
- Informal Removals
- Tiered Behavioral Responses within an Equity-Based MTSS Framework
- Prior Written Notice
- Secondary Transition
- Present Levels of Academic Achievement and Functional Performance

The RTAP attends county special education director meetings in Columbia, Clatsop, and Tillamook counties to offer technical assistance on these topics. Additionally, technical assistance is provided through individual check-ins with staff in Washington County. At the most recent NWRESD Area Special Education Directors Meeting, SPED Directors were given the opportunity to provide feedback on the topics they hope to see supported by NWRESD and ODE for the 2024-2025 academic year.

## Professional Learning

Special Student Services has already hosted over a dozen events this year, both in-person and virtually, focusing on Assistive Technology, Autism Spectrum Disorder Evaluations, 504 Plans, Functional Behavior Assessments, Traumatic Brain Injuries, Secondary Transition, and more! We have partnered with the Oregon Department of Education, The Center on Brain Injury Research and Training, Dr. Chris Borgmeier, and our Transition Network Facilitator to bring in presenters who provide high-quality professional learning. This spring, we are looking forward to hosting Sarah Ward for her presentation, "Learn it Today, Use it Tomorrow: Practical Strategies to Develop Independent Executive Function Skills."





**Prepared by Stacy Rager, Executive Director of Early Learning  
April 2024**

Since the last board meeting, the Early Learning Department's main focus has been the budget reduction and pending reduction in force for the EI/ECSE Department. On Friday, March 15th, a cross-section of EI/ECSE providers from all four counties with representatives from each discipline convened to discuss necessary changes to the service delivery model in light of the budget reductions. Here are some of the main themes that emerged:

- Inclusion is still a priority, but more training for community partners is needed to ensure student success.
- A more robust continuum of services is necessary. There is a need to include more site-based offerings to better meet the needs of our most impacted learners, whether behavioral, developmental, motor, or other, our current model does not adequately address their needs.
- Offering more site-based services allows service providers to deliver services where there is a greater concentration of students, which helps with workload management.
- A desire for closer caseload equality is desired.

Based on the information provided, the EI/ECSE Administrator team will convene to develop a framework for services based on this feedback and will remeet with the team to review the proposal and solicit further input and feedback. Although time feels short, co-designing with those responsible for doing the work is the most respectful model for implementing change, and to do that takes time. With the encouragement and enthusiasm of the team, we will accomplish this as quickly as possible so fall planning can begin.

# BOARD REPORT | INSTRUCTIONAL SERVICES

## Career & College Readiness Partnerships

The Career & College Readiness (CCR) Team is continuing to partner with a variety of educational institutions and community partners to bring college credit and career technical opportunities to NWRESD students with a focus on those who have historically been underserved. Partnerships like:

- Junior Achievement: a nonprofit organization with a new discovery center opening in downtown Hillsboro in the 23-24 SY. There are two opportunities for districts to participate: Biztown and Finance Park. Biztown is a civics curriculum for 5th grade students where classes run a local town simulation for a day. Finance Park is a financial literacy curriculum for high school students where participants are randomly assigned lifestyle scenarios and must figure out a sustainable budget.
- Willamette Promise: a dual credit program focused on increasing equity and access in our high school career and college pathways. This program provides high schools with dual credit opportunities, serves as a resource for creating and enhancing career pathways curriculum, and also provides resources and coaching for reducing opportunity gaps to achieve more equitable access and student outcomes.



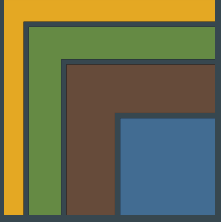
To meet their strategic plan aim of closing the gap between BIPOC student Dual Credit enrollment and regional BIPOC student enrollment the CCR team is in the process of conducting story circles with school district staff to understand their process in helping students access dual credit in their building and collaborating with community colleges about dual credit data collection and student enrollment

## School Safety & Emergency Response

The school safety and prevention system was originally established in May of 2019 by the Oregon Legislature as part of the Student Success Act and Senate Bill 52 (Adi's Act). NWRESD plays a key role by providing technical expertise, consultation, training and system development to educators, schools and community partners in several key safety and health prevention areas. To that end our School Safety and Prevention Specialist has been taking action to support this critical work around our region. This includes, but is not limited to:

- Coordinating and delivering professional development on identified topics within School Safety & Prevention.
- Creating an implementation rubric to for districts to assess progress and training needs
- Providing technical assistance, consultation, and system development support for schools and districts on safety-based crisis interventions
- Facilitating and coordinating regional teams with community partners for high acuity/complex safety needs that cannot be handled in-district

In 23-24 school year NWRESD has already hosted ASIST (Applied Suicide Intervention Skills Training), SIRC (Sexual Incident Response Committee) Training, and will host a [Behavioral Safety \(Threat\) Assessment Training in Schools training later this month on April 15th & and 16th.](#)



# ACTION ITEMS



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors

FR: Debbie Simons, Chief Human Resources Officer

RE: Resolution 24-006: Licensed Appreciation Week 2024

## EXPLANATION:

At the April meeting, in anticipation of Licensed Appreciation Week 2024, board members will have the opportunity to approve Resolution 24-005 and declare May 6-10 2024 a time to recognize our licensed educators.

The National PTA has chosen the theme, *Teachers Drive the Future* as the theme for appreciating licensed staff this year; and writes, "Teachers play a critical role in driving the success of our children's education and lives. They are the ones who inspire and guide our kids to become future leaders, innovators and problem solvers."

The Administration requests that our Board of Directors take action to formally recognize and appreciate our truly exceptional licensed staff.

PRESENTER(S):

Debbie Simons, CHRO

SUPPLEMENTARY MATERIALS:

[Resolution 24-005](#)

RECOMMENDATION:

Approve Resolution 24-005 as presented.

PROPOSED MOTION:

"I move that the NWRESD approve Resolution 24-005 as presented."



# Northwest Regional Education Service District

## RESOLUTION NO. 24-005

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT IN CLATSOP, COLUMBIA, TILLAMOOK, AND WASHINGTON COUNTIES, OREGON PROCLAIMING MAY 6-10, 2024 LICENSED EMPLOYEE APPRECIATION WEEK**

**WHEREAS**, teachers mold future citizens through guidance and education; and

**WHEREAS**, teachers encounter students of widely differing backgrounds; and

**WHEREAS**, our country's future depends upon providing quality education to all students; and

**WHEREAS**, teachers spend countless hours preparing lessons, evaluating progress, counseling and coaching students and performing community service; and

**WHEREAS**, our community recognizes and supports its teachers in educating the children of this community.

**NOW, THEREFORE, BE IT RESOLVED** that the NWRESD Board of Directors proclaims May 6-10, 2024 to be LICENSED EMPLOYEE APPRECIATION WEEK; and

**BE IT FURTHER RESOLVED** that the NWRESD Board of Directors strongly encourages all members of our community to join in personally expressing appreciation to our teachers for their dedication and devotion to their work.

This Resolution is effective immediately upon adoption this 9th day of April, 2024

By: \_\_\_\_\_  
Doug Dougherty, 2023-24 Board Chair

**ATTEST:**

By: \_\_\_\_\_  
Dan Goldman, Superintendent



April 9, 2024

TO: Board of Directors

FR: Jordan Ely, CFO

RE: April 2024 Financial Report as of March 31, 2024

EXPLANATION:

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## **FINANCIAL REPORT:**

### **Introduction**

This report provides an overview of the fiscal health of NW Regional Educational Service District (ESD) for the period ended March 31, 2024. Projections remain relatively stable from the last report.

The purpose of the report is to provide the board with a summary and an analysis of the district's financial activities by fund classification, highlighting key trends, revenues, expenditures, and fund balances. Projections are becoming more reliable, but the special revenue fund continues to be a challenging fund to forecast.

Expenditure projections are coming into focus now that all employee groups have settled contracts. However, the payroll to pay retro payments ran the same day that data was pulled to prepare this report, so staff have not had an opportunity to analyze the impacts and update those projections. The impacts will be recognized primarily in the special revenue fund, due to the majority of licensed staff being funded by grants and contracts.

Revenue projections have seen material improvement as some grant agreements and contracts have been received. While in a typical year, we would have better data to inform projections, this has not been a typical year. Analysis of historical regression is still relied upon for several of the projections provided, but the grant agreements we have received so far have not been consistent with historical trends, making it difficult to ascertain the accuracy of a regression model.

2022-23 numbers are now audited, so beginning fund balance information and prior year-to-date comparison figures are final.

### **General Fund**

The general fund has not seen material changes in real or anticipated performance since the last report. The blurb from that report is included below for reference.

The main change in the general fund is that increased expenditure projections for transfers of service credits are now included to offer a clearer understanding of the impact of increased State School Fund (SSF) revenue. The fund is projected to operate at a deficit for the current fiscal year but rebound in the next year, due to the 49%/51% split used by ODE for distributing SSF payments throughout the two years of the biennium.

PRESENTER(S):

Jordan Ely

SUPPLEMENTARY MATERIALS:

[April 2024 Financial Report](#)

RECOMMENDATION:

To approve the April 2024 financial report as presented.

PROPOSED MOTION:

"I move to approve the April 2024 financial report as presented."

### **Special Revenue Fund**

March saw little change for the special revenue fund, other than the aforementioned changes expected to be seen once the licensed retro impacts can be fully analyzed. Forecasts remain unstable but are improving.

### **Debt Service Fund**

The Debt Service Fund covers principal and interest payments on the district's long-term debts. The fund is new this year and has not yet seen any activity.

### **Capital Projects Fund**

The Capital Projects Fund is used for construction, renovation, and major equipment purchases. There remains very little activity in this fund, as planning is still underway. Bids were opened on April 2, 2024, and staff will provide an update on those bids in the Aloclek update report.

Blurb from prior reports: During the budget process, it was not clear whether the loan for this project would close prior to June 30, so the revenues were budgeted in the "other sources" category, rather than as fund balance and the full cost of the building was also appropriated. However, the loan and the sale of the property both closed prior to year end, leaving the revenue and the expense side of this fund much lower than the budgeted amounts.

### **Enterprise Fund**

Enterprise Funds are used when NW Regional ESD operates revenue-generating services; for example, Cascade Technology Alliance or business management services. Similar to the special revenue fund, this fund experiences delayed revenue, but the delays are normal and expected. The performance of this fund has not changed materially since the March report.

### **Trust & Agency Fund**

Trust & Agency funds are those held by the ESD on behalf of other parties. The ESD does not control these funds, but instead serves in a custodial capacity. This fund has also not experienced material changes in performance since the last report. Staff will process interfund transfers closer to the end of the year to cover activities in this fund.

### **Conclusion**

Consistent with prior reports, the ESD's ability to satisfy its current and long term liabilities remains strong, and grant reimbursement claims have begun. Cash flow is sufficient for this fiscal year, despite the disappointing overall funding levels for our early learning programs.

# NW REGIONAL ESD MONTHLY FINANCIAL REPORT

For the Period Ended March 31, 2023

GENERAL FUND	Prior YTD	Current YTD	Add: Projections	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
<b>Beginning Fund Balance</b>	\$ 6,291,285	\$ 7,261,823	\$ -	\$ 7,261,823	\$ 6,979,639	\$ 282,184
<b>REVENUES</b>						
Local Sources	\$ 17,300,449	\$ 18,046,685	\$ 2,034,938	\$ 20,081,623	\$ 20,648,229	\$ (566,606)
Intermediate Sources	\$ 7,564	\$ 2,759	\$ (20)	\$ 2,739	\$ -	\$ 2,739
State Sources	\$ 23,296,037	\$ 24,625,487	\$ 17,232,414	\$ 41,857,901	\$ 41,052,805	\$ 805,096
Federal Sources	-	-	-	-	-	-
Other Sources	\$ 275,000	-	-	\$ 425,000	\$ 425,000	-
<b>TOTAL REVENUE</b>	<b>\$ 40,879,050</b>	<b>\$ 42,674,931</b>	<b>\$ 19,267,332</b>	<b>\$ 62,367,263</b>	<b>\$ 62,126,034</b>	<b>\$ 241,229</b>
<b>EXPENDITURES</b>						
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Services	\$ 6,848,995	\$ 7,859,209	\$ 2,622,713	\$ 10,481,922	\$ 12,265,319	\$ 1,783,397
Enterprise and Community Services	-	-	-	-	-	-
Facilities Acquisition and Construction	-	-	-	-	-	-
Other Uses	\$ 49,194,754	\$ 4,735,710	\$ 49,382,091	\$ 54,117,801	\$ 50,556,886	\$ (3,560,915)
Contingencies	-	-	-	-	\$ 700,000	\$ 700,000
<b>TOTAL EXPENDITURES</b>	<b>\$ 56,043,749</b>	<b>\$ 12,594,919</b>	<b>\$ 52,004,804</b>	<b>\$ 64,599,723</b>	<b>\$ 63,522,205</b>	<b>\$ (1,077,518)</b>
<b>SURPLUS / (DEFICIT)</b>	<b>\$ (15,164,699)</b>	<b>\$ 30,080,012</b>		<b>\$ (2,232,460)</b>		
<b>Period End Fund Balance</b>	<b>\$ (8,873,414)</b>	<b>\$ 37,341,835</b>				
<b>Projected Year End Fund Balance</b>				<b>\$ 5,029,363</b>		
<b>SPECIAL REVENUE FUND</b>						
<b>Beginning Fund Balance</b>	\$ 19,465,785	\$ 21,262,451	\$ -	\$ 21,262,451	\$ 9,256,392	\$ 12,006,059
<b>REVENUES</b>						
Local Sources	\$ 19,465,785	\$ 17,379,526	\$ 19,460,314	\$ 36,839,840	\$ 41,694,061	\$ (4,854,221)
Intermediate Sources	-	\$ 1,002	-	\$ 1,002	-	\$ 1,002
State Sources	\$ 32,795,064	\$ 16,102,778	\$ 13,365,028	\$ 29,467,806	\$ 52,009,612	\$ (22,541,806)
Federal Sources	\$ 8,349,227	\$ 3,832,751	\$ 5,986,847	\$ 9,819,598	\$ 18,298,422	\$ (8,478,824)
Other Sources	\$ 3,583,518	\$ 2,006,535	\$ 170,002	\$ 2,176,537	\$ 3,343,624	\$ (1,167,087)
<b>TOTAL REVENUE</b>	<b>\$ 64,193,594</b>	<b>\$ 39,322,592</b>	<b>\$ 38,982,191</b>	<b>\$ 78,304,783</b>	<b>\$ 115,345,719</b>	<b>\$ (37,040,936)</b>
<b>EXPENDITURES</b>						
Instruction	\$ 27,252,085	\$ 28,682,640	\$ 34,972,943	\$ 63,655,583	\$ 70,807,394	\$ 7,151,811
Support Services	\$ 15,631,569	\$ 14,276,230	\$ 20,741,608	\$ 35,017,838	\$ 41,768,359	\$ 6,750,521
Enterprise and Community Services	\$ 1,067,735	\$ 1,134,824	\$ 1,256,744	\$ 2,391,568	\$ 2,732,053	\$ 340,485
Facilities Acquisition and Construction	-	-	-	-	-	-
Other Uses	\$ 816,266	\$ 1,153,443	\$ 3,078,680	\$ 4,232,123	\$ 9,294,305	\$ 5,062,182
Contingencies	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 44,767,654</b>	<b>\$ 45,247,137</b>	<b>\$ 60,049,975</b>	<b>\$ 105,297,112</b>	<b>\$ 124,602,111</b>	<b>\$ 19,304,999</b>
<b>SURPLUS / (DEFICIT)</b>	<b>\$ 19,425,940</b>	<b>\$ (5,924,545)</b>		<b>\$ (26,992,329)</b>		
<b>Period End Fund Balance</b>	<b>\$ 38,891,725</b>	<b>\$ 15,337,906</b>				
<b>Projected Year End Fund Balance</b>				<b>\$ (5,729,878)</b>		



# NW REGIONAL ESD MONTHLY FINANCIAL REPORT

For the Period Ended March 31, 2023

DEBT SERVICE FUND	Prior YTD	Current YTD	Add: Projections	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
<b>Beginning Fund Balance</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>REVENUES</b>						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intermediate Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Sources	\$ -	\$ -	\$ 1,321,979	\$ 1,321,979	\$ 1,750,000	\$ (428,021)
<b>TOTAL REVENUE</b>	\$ -	\$ -	\$ 1,321,979	\$ 1,321,979	\$ 1,750,000	\$ (428,021)
<b>EXPENDITURES</b>						
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Enterprise and Community Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Facilities Acquisition and Construction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Uses	\$ -	\$ -	\$ 1,321,979	\$ 1,321,979	\$ 1,750,000	\$ 428,021
Contingencies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL EXPENDITURES</b>	\$ -	\$ -	\$ 1,321,979	\$ 1,321,979	\$ 1,750,000	\$ 428,021
<b>SURPLUS / (DEFICIT)</b>	\$ -	\$ -		\$ -		
<b>Period End Fund Balance</b>	\$ -	\$ -				
<b>Projected Year End Fund Balance</b>				\$ -		
CAPITAL PROJECTS FUND	Prior YTD	Current YTD	Add: Projections	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
<b>Beginning Fund Balance</b>	\$ 2,209,287	\$ 11,793,837	\$ -	\$ 11,793,837	\$ 2,070,150	\$ 9,723,687
<b>REVENUES</b>						
Local Sources	\$ -	\$ 24	\$ -	\$ 24	\$ 50,000	\$ (49,976)
Intermediate Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	\$ -	\$ (237,552)	\$ -	\$ (237,552)	\$ -	\$ (237,552)
Other Sources	\$ 50,000	\$ -	\$ -	\$ -	\$ 15,388,850	\$ (15,388,850)
<b>TOTAL REVENUE</b>	\$ 50,000	\$ (237,528)	\$ -	\$ (237,528)	\$ 15,438,850	\$ (15,676,378)
<b>EXPENDITURES</b>						
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Services	\$ 268,852	\$ -	\$ -	\$ -	\$ 650,000	\$ 650,000
Enterprise and Community Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Facilities Acquisition and Construction	\$ -	\$ 913,061	\$ 786,317	\$ 1,699,378	\$ 16,314,500	\$ 14,615,122
Other Uses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contingencies	\$ -	\$ -	\$ -	\$ -	\$ 544,500	\$ 544,500
<b>TOTAL EXPENDITURES</b>	\$ 268,852	\$ 913,061	\$ 786,317	\$ 1,699,378	\$ 17,509,000	\$ 15,809,622
<b>SURPLUS / (DEFICIT)</b>	\$ (218,852)	\$ (1,150,589)		\$ (1,936,906)		
<b>Period End Fund Balance</b>	\$ 1,990,435	\$ 10,643,248				
<b>Projected Year End Fund Balance</b>				\$ 9,856,931		

# NW REGIONAL ESD MONTHLY FINANCIAL REPORT

For the Period Ended March 31, 2023

ENTERPRISE FUND	Prior YTD	Current YTD	Add: Projections	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
<b>Beginning Fund Balance</b>	\$ 1,386,420	\$ 1,309,076	\$ -	\$ 1,309,076	\$ 1,704,094	\$ (395,018)
<b>REVENUES</b>						
Local Sources	\$ 4,521,951	\$ 4,602,948	\$ 1,642,140	\$ 6,245,088	\$ 5,394,222	\$ 850,866
Intermediate Sources	-	-	-	-	-	-
State Sources	\$ 32,745	\$ 92,335	\$ 112,793	\$ 205,128	\$ 295,000	\$ (89,872)
Federal Sources	-	-	-	-	-	-
Other Sources	\$ 3,587,178	\$ 2,886,020	\$ 502,081	\$ 3,388,101	\$ 2,799,587	\$ 588,514
<b>TOTAL REVENUE</b>	<b>\$ 8,141,874</b>	<b>\$ 7,581,303</b>	<b>\$ 2,257,014</b>	<b>\$ 9,838,317</b>	<b>\$ 8,488,809</b>	<b>\$ 1,349,508</b>
<b>EXPENDITURES</b>						
Instruction	\$ 108,514	\$ 201,224	\$ 152,574	\$ 353,798	\$ 328,503	\$ (25,295)
Support Services	\$ 6,817,531	\$ 6,967,635	\$ 2,483,464	\$ 9,451,099	\$ 9,864,400	\$ 413,301
Enterprise and Community Services	-	-	-	-	-	-
Facilities Acquisition and Construction	-	-	-	-	-	-
Other Uses	-	-	-	-	-	-
Contingencies	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 6,926,045</b>	<b>\$ 7,168,859</b>	<b>\$ 2,636,038</b>	<b>\$ 9,804,897</b>	<b>\$ 10,192,903</b>	<b>\$ 388,006</b>
<b>SURPLUS / (DEFICIT)</b>	<b>\$ 1,215,829</b>	<b>\$ 412,444</b>		<b>\$ 33,420</b>		
<b>Period End Fund Balance</b>	<b>\$ 2,602,249</b>	<b>\$ 1,721,520</b>				
<b>Projected Year End Fund Balance</b>				<b>\$ 1,342,496</b>		
<b>TRUST &amp; AGENCY FUND</b>						
<b>Beginning Fund Balance</b>	\$ 12,286,975	\$ 8,408,285	\$ -	\$ 8,408,285	\$ 9,007,234	\$ (598,949)
<b>REVENUES</b>						
Local Sources	\$ 18,040	-	-	-	-	-
Intermediate Sources	-	-	-	-	-	-
State Sources	\$ 500	\$ 500	\$ (500)	-	-	-
Federal Sources	-	-	-	-	-	-
Other Sources	\$ 43,040,288	-	\$ 44,546,941	\$ 44,546,941	\$ 44,546,941	-
<b>TOTAL REVENUE</b>	<b>\$ 43,058,828</b>	<b>\$ 500</b>	<b>\$ 44,546,441</b>	<b>\$ 44,546,941</b>	<b>\$ 44,546,941</b>	<b>\$ -</b>
<b>EXPENDITURES</b>						
Instruction	\$ 7,965,220	\$ 6,517,802	\$ 7,817,460	\$ 14,335,262	\$ 16,290,493	\$ 1,955,231
Support Services	\$ 7,861,821	\$ 6,881,971	\$ 3,467,232	\$ 10,349,203	\$ 8,957,231	\$ (1,391,972)
Enterprise and Community Services	\$ 4,610	-	\$ 41,551	\$ 41,551	\$ 124,653	\$ 83,102
Facilities Acquisition and Construction	-	-	-	-	-	-
Other Uses	\$ 16,394,668	\$ 14,004,854	\$ 6,168,119	\$ 20,172,973	\$ 28,181,798	\$ 8,008,825
Contingencies	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 32,226,319</b>	<b>\$ 27,404,627</b>	<b>\$ 17,494,362</b>	<b>\$ 44,898,989</b>	<b>\$ 53,554,175</b>	<b>\$ 8,655,186</b>
<b>SURPLUS / (DEFICIT)</b>	<b>\$ 10,832,509</b>	<b>\$ (27,404,127)</b>		<b>\$ (352,048)</b>		
<b>Period End Fund Balance</b>	<b>\$ 23,119,484</b>	<b>\$ (18,995,842)</b>				
<b>Projected Year End Fund Balance</b>				<b>\$ 8,056,237</b>		

# NW REGIONAL ESD MONTHLY FINANCIAL REPORT

For the Period Ended March 31, 2023

ALL FUNDS	Prior YTD	Current YTD	Add: Projections	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
<b>Beginning Fund Balance</b>	\$ 41,639,752	\$ 50,035,472	\$ -	\$ 50,035,472	\$ 29,017,509	\$ 21,017,963
<b>REVENUES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Local Sources	\$ 41,306,225	\$ 40,029,183	\$ 23,137,392	\$ 63,166,575	\$ 67,786,512	\$ (4,619,937)
Intermediate Sources	\$ 7,564	\$ 3,761	\$ (20)	\$ 3,741	\$ -	\$ 3,741
State Sources	\$ 56,124,346	\$ 40,821,100	\$ 30,709,735	\$ 71,530,835	\$ 93,357,417	\$ (21,826,582)
Federal Sources	\$ 8,349,227	\$ 3,595,199	\$ 5,986,847	\$ 9,582,046	\$ 18,298,422	\$ (8,716,376)
Other Sources	\$ 50,535,984	\$ 4,892,555	\$ 46,966,003	\$ 51,858,558	\$ 68,254,002	\$ (16,395,444)
<b>TOTAL REVENUE</b>	<b>\$ 156,323,346</b>	<b>\$ 89,341,798</b>	<b>\$ 106,799,957</b>	<b>\$ 196,141,755</b>	<b>\$ 247,696,353</b>	<b>\$ (51,554,598)</b>
<b>EXPENDITURES</b>						
Instruction	\$ 35,325,819	\$ 35,401,666	\$ 42,942,977	\$ 78,344,643	\$ 87,426,390	\$ 9,081,747
Support Services	\$ 37,428,768	\$ 35,985,045	\$ 29,315,017	\$ 65,300,062	\$ 73,505,309	\$ 8,205,247
Enterprise and Community Services	\$ 1,072,345	\$ 1,134,824	\$ 1,298,295	\$ 2,433,119	\$ 2,856,706	\$ 423,587
Facilities Acquisition and Construction	\$ -	\$ 913,061	\$ 786,317	\$ 1,699,378	\$ 16,314,500	\$ 14,615,122
Other Uses	\$ 66,405,688	\$ 19,894,007	\$ 59,950,869	\$ 79,844,876	\$ 89,782,989	\$ 9,938,113
Contingencies	\$ -	\$ -	\$ -	\$ -	\$ 1,244,500	\$ 1,244,500
<b>TOTAL EXPENDITURES</b>	<b>\$ 140,232,619</b>	<b>\$ 93,328,603</b>	<b>\$ 134,293,475</b>	<b>\$ 227,622,078</b>	<b>\$ 271,130,394</b>	<b>\$ 43,508,316</b>
<b>SURPLUS / (DEFICIT)</b>	<b>\$ 16,090,727</b>	<b>\$ (3,986,805)</b>		<b>\$ (31,480,323)</b>		
<b>Period End Fund Balance</b>	<b>\$ 57,730,479</b>	<b>\$ 46,048,667</b>				
<b>Projected Year End Fund Balance</b>				<b>\$ 18,555,149</b>		



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors  
FR: Jordan Ely, Chief Financial Officer  
RE: Aloclek Project Update

EXPLANATION: Enclosed in your packet is a copy of the 2022-2023 Annual Comprehensive Financial Report (ACFR). The auditors' report begins on PDF page 136 (document page 131). The auditors have issued an unmodified opinion and did not note any material weaknesses, deficiencies, or noncompliances related to the financial statements and federal awards.

PRESENTER(S): Jordan Ely

SUPPLEMENTARY MATERIALS: [2022-2023 Annual Comprehensive Financial Report](#)

RECOMMENDATION: To approve the 2022-2023 Annual Comprehensive Financial Report as presented.

PROPOSED MOTION: "I move to approve the 2022-2023 Annual Comprehensive Financial Report as presented."



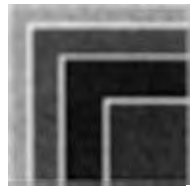
Northwest Regional  
Education Service District

# Annual Comprehensive Financial Report

*For the Fiscal Year Ended June 30, 2023*

Dan Goldman, Superintendent • Jordan Ely, Chief Financial Officer

5825 NE Ray Circle Hillsboro, OR 97124



**Northwest Regional**  
Education Service District

## **Annual Comprehensive Financial Report**

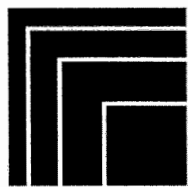
For the Fiscal Year Ended June 30, 2023

Dan Goldman, Superintendent

Jordan Ely, Chief Financial Officer

Prepared by: Fiscal Services Department

Hillsboro, Oregon



**Northwest Regional**  
Education Service District



**Northwest Regional Education Service District**  
**Annual Comprehensive Financial Report**  
**For the Fiscal Year Ended June 30, 2023**

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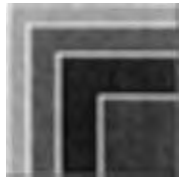




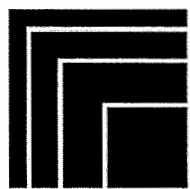
**Northwest Regional Education Service District**  
**Annual Comprehensive Financial Report**  
**For the Fiscal Year Ended June 30, 2023**

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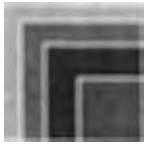
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# **Introductory Section**



**Northwest Regional**  
Education Service District



# Northwest Regional Education Service District

December 29, 2023

**To the Board of Directors of  
Northwest Regional Education Service District  
Hillsboro, Oregon**

Oregon Municipal Audit Law requires that an independent audit be made of all district funds within six months following the close of the fiscal year. Pursuant to this requirement, hereby submitted is the Annual Comprehensive Financial Report of Northwest Regional Education Service District (District; ESD, NWRES D) for the fiscal year ended June 30, 2023.

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

**Financial Statement Presentation**

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

1. The *Introductory Section* includes this transmittal letter, the District’s organizational chart, the Certificate of Achievement awarded for the District’s 2022 ACFR and the District’s Board of Directors.
2. The *Financial Section* includes the Independent Auditor’s Report, Management’s Discussion and Analysis (MD&A), the basic financial statements including notes to the basic financial statements, required supplementary information, and other supplementary information including the combining and individual fund financial statements.

---

■ Clatsop County  
503-325-2862  
1120 Broadway  
Seaside, OR 97138

■ Columbia County  
503-366-4100  
800 Port Avenue  
St. Helens, OR 97051

■ Tillamook County  
503-842-8423  
2515 3rd Street  
Tillamook, OR 97141

■ Washington County  
503-614-1428  
5825 NE Ray Circle  
Hillsboro, OR 97124



3. The *Other Financial Schedules Section* includes financial schedules for the Oregon Department of Education.
4. The *Statistical Section* includes selected financial and demographic information, generally presented on a multi-year basis.
5. The *Single Audit Section* includes reports from the independent auditor regarding compliance requirements of the U.S. Office of Management and Budget (OMB) Uniform Guidance Compliance Supplement for major federal programs.
6. The *Compliance Section* contains the independent auditor's report required by the Minimum Standards for Audits of Oregon Municipal Corporations.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement, and should be read in conjunction with, the MD&A. The district's MD&A can be found immediately following the report of the independent auditors, beginning on page 7.

### **Profile of the District**

The Northwest Regional ESD is the largest and most diverse education service district in the state. Two of Oregon's largest school districts - Beaverton and Hillsboro - reside in the urban parts of Washington County while many smaller, more rural districts reside along the Columbia River, Coast Range Mountains and Pacific Ocean. The district's service area includes 20 component school districts and more than 180 public schools in Clatsop, Columbia, Tillamook, and Washington counties - spanning approximately 3,500 square miles across the northwest corner of Oregon. The regional office is located in Hillsboro, with additional service centers located in Seaside, St. Helens, and Tillamook.

Education service districts (ESDs) originated in Oregon's first laws establishing a system of public schools, and throughout the history of the state, governance and statutes concerning the mission of ESDs has remained constant: "Education Service Districts assist school districts and the State of Oregon achieving Oregon's education goals by providing excellent and equitable educational opportunities for all Oregon public school students." Today, there are 19 ESDs serving Oregon's 36 counties.

The ESD is governed by a nine-member board consisting of five elected directors, each representing a specific geographic zone in the region, and four appointed directors from each of the following regional groups: higher education, social services, the business community, and one at-large member. Together, these volunteer community members work closely with the ESD's superintendent to determine district policies and ensure the highest quality programs and services are being delivered to schools in the region.

The Board of Directors has legal authority transacting all business coming within the jurisdiction of the education service district within the framework set by the State Legislature and State Board of Education. The Board also acts to provide a Local Service Plan of programs and services that are identified to meet the needs of the component school districts. The daily functioning of the



ESD is under the supervision of the Superintendent. The Board is responsible for employing the Superintendent to administer the ESD.

### **Local Service Plan**

Every Oregon ESD, working with its component school districts, must annually develop a Local Service Plan (LSP) which determines how the State School Funds (SSF) will be used. Ninety percent of the SSF revenue received by an ESD is subject to this process. The Local Service Plan determines programs and services that the ESD will offer its component districts for the following fiscal year.

The LSP must include services from at least the following categories: special education, technology, school improvement and administration. The LSP must also include any "entrepreneurial services" that the ESD intends to offer to any entity either outside of the ESD boundary or inside the ESD boundary but not a component school district.

Under the Resolution Process, at least two-thirds of the school districts in an ESD, representing more than one-half of the student population, must approve the Local Service Plan. Northwest Regional ESD uses the following methodology to distribute SSF revenues to component school districts (other Oregon ESDs may use different models):

- 10% of the ESD's state support goes to operating the agency, and the remaining 90% is reserved for programs and services provided to our component school districts.
- 25% of the 90% goes to Core Services - those services agreed upon by the districts that are offered by the ESD. In 2022-23 Core Services included:
  - Professional Development
  - Specific Technology Services
  - Home School Registration
  - Emergency Closure Network
- The remaining 75% of the 90% is allocated in Service Credits based on each component school district's enrollment. The ESD offers a menu of services that districts may purchase using their Service Credits. In 2022-2023, the Local Service Plan Menu included:

#### *Instruction and School Services*

- Cascade Education Corps
- Diverse Educator Pathway Program
- Equity Professional Development
- NW Promise
- Outdoor School
- Attendance Services
- Willamette Promise

#### *Special Student Services*

- Deaf and Hard of Hearing Classroom
- Social and Emotional Learning Schools
- EI/ECSE Evaluations



- Translators
- Youth Transition Program (Clatsop County)
- School Age ASD Evaluations

*Staffing Services*

- Contracts for Classified Personnel
  - ASL
  - Certified Occupational Therapists
  - Educational Assistants
  - Licensed Physical Therapy Assistants
  - Nursing Services
  - Speech Language Pathologist Assistant
- Contracts for Licensed Personnel
  - Audiologist
  - Brailist
  - Occupational Therapist
  - Physical Therapist
  - Registered Nurse
  - Aug Comm/Assistive Technology Specialist
  - Autism Spectrum Disorder Teacher
  - Special Education Teacher
  - School Psychologist
  - Speech Language Pathologist
  - Vision Teacher

*Technology Support Services (not Core)*

- Application Development Services
- District Level Technology Support
- Infinite Visions
- Learn 360
- TEC Membership

*Miscellaneous Services*

- Business/Payroll Services
- Human Resources Consultation
- Medicaid Reimbursement Support
- Spanish Language Interpretation & Translation
- Substitute Services

**State, Federal, Private Contracts and Grants**

While the majority of funding for ESD services comes through the State School Fund via the Local Service Plan, the ESD also procures funding from other sources to support the mission of the agency.



State, federal, and private contracts and grants for services listed below were a major source of funding in 2022–2023.

#### Early Intervention/Early Childhood Special Education Services (EI/ECSE) — State Contract

Our Early Intervention/Early Childhood Special Education program (EI/ECSE) offers special services and support to families with children who have developmental delays or disabilities. All children ages birth to five can be referred for a free screening or evaluation. Once a child is referred, our EI/ECSE evaluation team conducts an evaluation to determine whether the child qualifies for services.

Every year, the Oregon Department of Education determines eligibility requirements. Our EI/ECSE evaluation team includes early childhood education specialists, speech-language pathologists, occupational therapists, physical therapists and school psychologists. The team reviews the child’s medical history and assesses development, speech, language and behavior. They also conduct a psychological assessment if needed. Three types of evaluations are conducted. The first is a review of existing records only (File Review), the second assesses one developmental area (Partial Review) and the third assesses two or more developmental areas (Full Review). We provide interpreters for families who are not fluent in English.

During 2022–2023, the EI/ECSE team provided the following services:

- 2,644 children received evaluations
- Average number of children served each month:
  - Astoria: 42
  - Banks: 12
  - Beaverton: 824
  - Clatskanie: 29
  - Forest Grove: 166
  - Gaston: 12
  - Hillsboro: 523
  - Knappa: 14
  - Neah-Kah-Nie: 19
  - Nestucca Valley: 6
  - Rainier: 23
  - Scappoose: 63
  - Seaside: 30
  - Sherwood: 58
  - St. Helens: 100
  - Tigard-Tualatin: 249
  - Tillamook: 36
  - Vernonia: 7
  - Warrenton-Hammond: 34





### Regional Inclusive Services — State Contract

Regional services serving students with high intensity, low-incidence disabilities are provided as part of Oregon’s Regional Inclusive Services contract. Low-Incidence Disabilities represent less than 1% of the population. Regionally eligible disabilities include:

- Autism Spectrum Disorders (ASD)
- Blind / Vision Impairment (BVI)
- Deaf / Hard of Hearing (D/HH)
- Deaf-Blind
- Orthopedic Impairment (OI)
- Traumatic Brain Injury (TBI)

Because schools encounter these students infrequently, it may be challenging to offer the highly specialized training and support needed. The Regional Inclusive Services model offers high quality services to every part of the state, no matter how big, small, or remote the district. NWRESD is the contractor for Region 8, which includes Washington, Columbia, Clatsop, and Tillamook Counties. We partner with our 20 component districts to provide specialists, training, and resources to students, educators, and families.

In 2022–2023, Regional Inclusive Services reached the following number of students:

- 2,427 students received autism services
- 246 students received hearing services
- 176 students received services for severe orthopedic impairment
- 133 students received vision services
- 14 students received deafblind services
- 17 students received traumatic brain injury services
- 9 students were served through the Groner Deaf and Hard of Hearing Program

### Migrant Education & English Language Learners (ELL) — Federal Title Grants

Our Migrant and English Language Learners (ELL) team supports and collaborates with school districts to develop and implement ELL and migrant education plans that are compliant with state and federal guidelines. Our team also makes sure every student has equitable access to education.

Our English Language Learner program is the hub for a network of districts that work collaboratively in order to strengthen core instructional programs for English Learners. With a heavy emphasis on training teachers in research-based teaching strategies, the consortium also supports efforts aimed at parent engagement.

Major areas of focus for the Migrant Education program include parent engagement, student empowerment and graduation, and partnering with families to prepare children for kindergarten. We are proud to collaborate with partner districts in serving children and families throughout our region.

Children whose parents work in agriculture, fishing and timber industries may be eligible for the Migrant Education program. Recruiters work directly with families to determine eligibility and to



explain program benefits such as parent training, youth leadership development, access to no cost meals and free accident insurance.

#### Northwest Early Learning Hub — State Contract

Our Northwest Early Learning Hub collaborates with community-based partners to support child care that is child-centered, family-friendly and culturally and linguistically appropriate. This program supports child care providers, families and children in Clatsop, Columbia, and Tillamook counties.

#### Northwest Parenting — Private Grant

Northwest Parenting is a regional collaborative that delivers parenting education programs, educational workshops, family engagement opportunities and support for school success to families in Clatsop, Columbia, and Tillamook counties.

#### Northwest Regional Child Care Resource and Referral — State Grant

Our Northwest Regional Child Care Resource and Referral program exists to support child care and education providers in Clatsop, Columbia, and Tillamook counties. We help child care providers to access training opportunities and advance their careers. We also assist with licensing and help providers who want to improve the quality of their services through the Spark program.

#### Northwest STEM Hub — State and Private Grants

Our Northwest STEM Hub works in Clatsop, Columbia, and Tillamook counties to create and elevate science, technology, engineering and math (STEM) opportunities throughout the region. The hub partners with K–12 and higher educators, staff from community-based organizations, families and industry collaborators to promote authentic in-school and out-of-school STEM experiences.

#### Professional Learning Network — LSP and Private Grants

Using the strengths of our team and educators in our region, we facilitate deep and culturally sustaining learning through a collective process that supports transformative teaching in the service of equitable outcomes for each student. This year, we are supporting cohorts of educators on three topics. These include 9th grade success, early learning, and school culture and climate.

#### Regional Educator Network — State Grant

The Oregon legislature created the Educator Advancement Council (EAC) in 2017 to provide support to Oregon's educator workforce. The council launched 10 Regional Educator Networks (RENs) across Oregon, including the Northwest Regional Educator Network (NREN). NREN focuses support for NWRESA districts through facilitating processes that center voices of educators to operationalize meaningful, systematic changes to improve recruitment, retention, and professional learning through networked continuous improvement. Improvement teams throughout the region receive coaching from the NREN to create change ideas that are approved for funding through the NREN's coordinating body and BIPoC partner committee. NWRESA receives \$2.5 million per year to fund engagement in improvement teams and participation in



the coordinating body and BIPOC partner committee, as well as fund change ideas from district improvement teams.

### **Vision for the Future: The 2020–25 Strategic Plan**

After hundreds of conversations with community members, staff, school district partners and our students, our agency has developed a 2020–25 strategic plan. A 28-member strategic plan work group outlined a vision and the six collective commitments for our staff to collaborate on to achieve that vision. These include:

1. Cultivate anti-racism, multiculturalism, and diverse racial perspectives in program design, continuous improvement, and decision-making;
2. Create culturally sustaining learning environments that ensure each student is safe, known, and connected;
3. Establish high expectations for achievement and personal growth for each student;
4. Utilize culturally sustaining, research-based practices for designing and delivering instruction;
5. Develop authentic, reciprocal, and inclusive partnerships with our diverse students, families, and community partners;
6. Seek, organize, and allocate resources towards achieving these commitments.

The plan also defines the strategies and metrics that we believe will help us track our progress and accomplish success. In the months and years ahead, we will define specific activities and projects, create a metrics dashboard, and communicate about our agency’s strategic plan work.

### Mission, Vision, and Values

- *Mission.* In partnership with the communities we serve, Northwest Regional Education Service District improves student learning by providing equitable access to high-quality services and support.
- *Vision.* Every student educated, equipped, and inspired to achieve their full potential and enrich their communities.
- *Values.* Student Success, Partnership, Equity, Innovative Service

### Collective Commitments

Every student will be educated, equipped, and inspired to achieve their full potential and enrich their communities, when all NWRESD staff work in collaborative teams to:

1. Cultivate anti-racism, multiculturalism, and diverse racial perspectives in program design, continuous improvement, and decision-making;
2. Create culturally sustaining learning environments that ensure each student is safe, known, and connected;
3. Establish high expectations for achievement and personal growth for each student;
4. Use culturally sustaining, research-based practices for designing and delivering instruction;
5. Develop authentic, reciprocal, and inclusive partnerships with our diverse students, families, and community partners;
6. Seek, organize, and allocate resources toward achieving these commitments.



## Key Accomplishments from 2022–23

### Strategic Plan Milestones Reached

*Collective Commitment 1:* Cultivate anti-racism, multiculturalism, and diverse racial perspectives in program design, continuous improvement, and decision-making:

- National Equity Project completed a ten-workshop series for 15 NWRESD Equity Learning Teams (ELTs)
- The Board Equity Policy Committee was created during the 22-23 school year and reviewed policies and procedures; as well as developed a common process for looking at policies using the NWRESD Equity Lens. The group will have new members during the 22-23 school year; and the processes in place have supported a positive transition as the team moves forward. Nearly 30 proposed policies were released in August 2023 that are in process to be reviewed by this racially, regionally, and linguistically diverse advisory committee in advance of the fall legislative session.
- Grew the diverse educator's pathways program through enrollment of over 300% more potential educators this year, with the addition of district connectors and through funding from the Educator Advancement Council's Grow Your Own Fund and the Meyer Memorial Trust
- Began implementing best practices for recruiting and retaining a diverse workforce by partnering with Workplace Change to roll out an anti-bias training module for interview teams and development of an exit interview process to learn how to improve working conditions and retain staff
- Began work on building a partnership with Western Oregon University to support staff who already hold Bachelor's degrees.
- Created and launched a comprehensive equity onboarding workshop. The workshops are held monthly and are required for all new hires.

*Collective Commitment 2:* Create culturally sustaining learning environments that ensure each student is safe, known, and connected:

- Increased family coaching provided to families to support their children's learning needs to all enrolled families.
- The Speech Language Pathology, Autism Spectrum Disorder and School Psychology Teams administered over 1,400 virtual sub-tests to diagnose students' needs while in comprehensive distance learning.
- Strengthened positive behavior and intervention supports as evidenced by all NWRESD schools surpassing minimum standards on the School-wide Evaluation Tool (SET).
- EI/ECSE connected 100% of their families to comprehensive distance learning through utilization of 364 iPads and 139 Wi-Fi hotspots
- Initial average rating on the current EI/ECSE parent survey is 4.2 (1 to 5 scale) in response to a question asking parents if they can identify one or more EI/ECSE educators who know their children's strengths and needs.



*Collective Commitment 3:* Establish high expectations for achievement and personal growth for each student:

- Sustained a regional network for graduation by supporting 35 high schools teams in the adoption of a more equitable and motivating grading policy.
- Increased MTSS software access from 20% of districts to 55% of districts in the region. MTSS software allows for the development of individual student plans and the frequent monitoring of student progress.

*Collective Commitment 4:* Use culturally sustaining, research-based practices for designing and delivering instruction:

- Collaborated in professional learning communities: Teacher teams worked together in professional learning communities to refine practice and support students in the areas of math, language arts, social emotional learning and equity. A new team was formed in 21-22 to focus on Multi-Tiered Systems of Support (MTSS), using data collected throughout the year and School-Wide Assessment Tools to create an implementation plan for 22-23. The MTSS implementation plan expands on tiered interventions for academic and behavioral instruction. Schools have adopted MTSS as the umbrella framework that includes Response to Intervention and Positive Behavioral Support.
- Equity Learning Teams: With support from the Equity and Family Partnerships department and the National Equity Project, Educators collaborated within site-based Equity Learning Teams to consider strategies to bring culturally sustaining instructional practices to their classrooms.

*Collective Commitment 5:* Develop authentic, reciprocal, and inclusive partnerships with our diverse students, families, and community partners:

- Launched a new multi-lingual website
- Implemented a mail SMS/Email bulletin tool for communication.
- Expanded parenting education: NWRESD is the facilitator of Northwest Parenting with funding from Oregon Community Foundation. NW Parenting delivers education and family support across Clatsop, Columbia, and Tillamook counties.
- Created a Community Partners Database and a corresponding Community Based Organizations roundtable that meets bi-monthly to support engagement of culturally-specific organizations.

*Collective Commitment 6:* Seek, organize, and allocate resources toward achieving these commitments:

- Fund balance was increased to 10.26% through cost reductions and planning efforts.

#### Support through the COVID-19 Pandemic

NWRESD continued its role as an intergovernmental regional coordinator as COVID-19 continued to impact our communities. NWRESD leadership has played a central role in connecting our region's leaders in public education, public health, parks & recreation, early learning and regional and local governing bodies as public policy vacillated in response to the impacts of the virus. The superintendent's office facilitated weekly meetings between school district superintendents and public health leaders, with the aim of protecting students and staff while increasing face-to-face



learning time for students and teachers. These meetings focused on coordinating decision-making, communications, government affairs, legal advising, and more. NWRESD continued to serve on Governor Brown's education task force to coordinate policy responses for Oregon's students.

In the prior school year, the NWRESD coordinated vaccinations for over 70,000 educators in the Portland Metro area in conjunction with major hospital entities. In 2022-23, the NWRESD continued to assist county public health agencies in localized vaccination efforts, policy development and communication, as well as coordinating efforts with school districts within each of its four counties to connect families to health services.

Educationally, the NWRESD expanded its staffing to support school districts in best practice in re-engaging students, increasing data-based decision making in identifying and intervening with students who had been most impacted throughout the pandemic, and in increasing access points for early learning services (from home-visiting services from licensed professionals, to connecting families to day care, to accessing preschool in one's community).

### **Economic Condition and Outlook**

The headquarters of Northwest Regional ESD is located in Washington County on the western edge of the City of Portland. Washington County is the second largest and fastest growing urban county in Oregon, with approximately 600,000 citizens. The community is Oregon's most ethnically diverse, drawing immigrants from Europe, Central and South America, Asia, Indo-China, the Pacific nations, and Africa. The result of that diversity is that residents and institutions alike reflect a global perspective.

The County is 727 square miles and includes a portion of the City of Portland and fifteen other incorporated cities including Hillsboro, Beaverton, Tigard, and Tualatin.

The County is part of the Portland-Vancouver Metropolitan Statistical Area (Portland PMSA), which includes Clackamas, Columbia, Multnomah, Washington, and Yamhill Counties in Oregon and Clark and Skamania Counties in Washington. The economy of the Portland metropolitan area is broad and widely diversified. The Portland PMSA includes the State's largest employers, including Intel, Providence Health System, Oregon Health & Sciences University, Legacy Health System, Fred Meyer, Kaiser Foundation Health Plan, and Nike.

The area's current economic base includes electronics, manufacturing, construction, food processing, agriculture, and timber. Washington County accounts for approximately 75 percent of the high-tech industry jobs in Oregon. These employers include Intel, Tektronix, and Genentech. Intel is currently the largest employer in the Portland PMSA with over 22,000 employees.

Two decades of explosive population and employment growth prompted various sectors to focus much of their energy and resources on meeting physical infrastructure needs. New and expanded roads, bridges, rails, schools, churches, high-tech manufacturing facilities, hospitals, and other "brick-and-mortar" projects continue to help define this increasingly urban community.

During fiscal year 2022-23, we continued to face unprecedented public health, economic, and educational challenges at the local, national, and global levels. The economic impacts of the



pandemic are only just beginning to be seen; the short- and long-term effects remain a mystery. According to the Bureau of Labor Statistics, at the end of June 2023, the Portland-Vancouver-Hillsboro unemployment rate was 3.5%, which was the same as the Oregon unemployment rate. The nation's unemployment rate for that same time period was 3.6%. By comparison, the June 2021 Portland-Vancouver-Hillsboro Unemployment Rate was 5.6%.

Even with improving unemployment rates, with a public education system funded primarily through income tax revenue, education funding is beholden to appropriations decisions made by the Oregon legislature. For the past two biennia, the growth of income tax revenue has not resulted in commensurate growth of education funding. Economic forecasts remain uncertain, and this added layer of variability renders education funding forecasts even more unreliable.

### **Long-term Financial Planning**

General operations of Northwest Regional Education Service District are funded primarily through local property taxes and by the State of Oregon based on the State School Fund formula. State funding is heavily dependent on personal income tax collections, and is subject to fluctuation based on the overall economic status of the state. To help the ESD weather these fluctuations, Board policy requires an unrestricted ending fund balance in the General Fund that is equal to at least 8 percent of total adopted expenditures, less the amount allocated for transfer to component school districts.

The ESD also receives significant funding through a large number of grants. In the 2022–2023 school year, the ESD received nearly \$50 million in revenue from a variety of grant funding sources — the most significant being over \$30 million in state funding for the Early Intervention/Early Childhood Special Education (EI/ECSE) programs.

The ESD will continue to communicate with its districts and other state agencies in preparation for the 2023 Legislative Session. The budget process for the 2023–24 fiscal year will begin in January 2023.

### **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Northwest Regional Education Service District for its comprehensive annual financial report for the year ended June 30, 2021. This was the fifteenth consecutive year that the ESD has received this prestigious award. In order to be awarded a Certificate of Achievement, the ESD must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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



**Acknowledgements**

We would like to express our appreciation to all ESD staff that assisted and contributed to this report. In particular, to our Fiscal Services Department, Communications Team, Executive Leadership, and our Board Members for their unfailing support for maintaining the highest standards of professionalism in the management of the Northwest Regional Education Service District.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Dan Goldman'.

Dan Goldman  
Superintendent

A handwritten signature in black ink, appearing to read 'Jordan Ely'.

Jordan Ely  
Chief Financial Officer





**Certificate of Achievement**



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Northwest Regional Education Service District  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

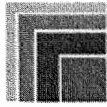
June 30, 2022

*Christopher P. Morill*

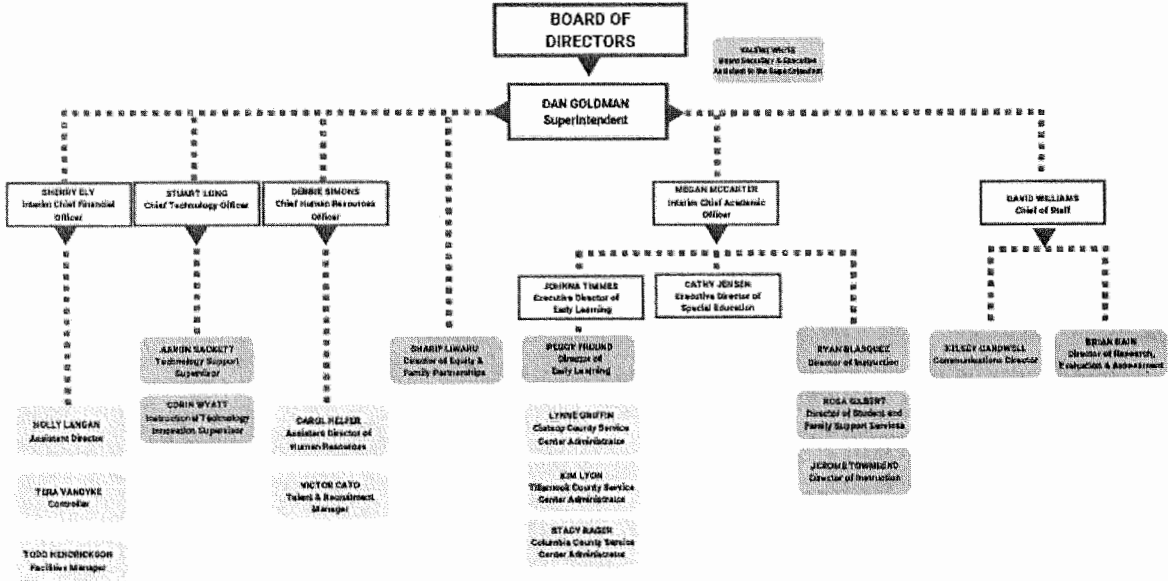
Executive Director/CEO



# Organizational Chart 2022–2023



## Northwest Regional Education Service District



### 2022-23 ORGANIZATIONAL CHART



**Northwest Regional Education Service District**  
5825 NE Ray Circle Hillsboro, OR 97124

**Board of Directors as of June 30, 2023**

**Chair**

Ross Tomlin - Higher Ed  
Term expires: June 30, 2025

Christine Riley - Zone 1  
Gaston, OR 97119  
Term expires: June 30, 2024

Doug Dougherty - Zone 2  
Tillamook, OR 97141  
Term expires: June 30, 2027

Ernest Stephens - Business  
Term expires: June 30, 2027

Diane Wilkinson - Social Service  
Term expires: June 30, 2023

**Vice Chair**

Tony Erickson - Zone 4  
Term expires: June 30, 2025

Yadira Martinez - Zone 3  
Sherwood, OR 97140  
Term expires: June 30, 2024

Karen Cunningham - Zone 5  
Portland, OR 97225  
Term expires: June 30, 2023

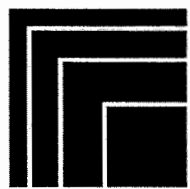
Maureen Wolf - At-Large  
Hillsboro, OR 97124  
Term expires: June 30, 2026

**Executive Leadership as of June 30, 2023**

- Dan Goldman, Superintendent
- David Williams, Chief of Staff
- Sherry Ely, Chief Financial Officer
- Debbie Simons, Chief Human Resource Officer
- Stuart Long, Chief Information Officer
- Megan McCarter, Chief Academic Officer

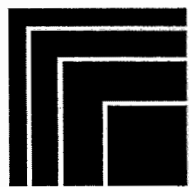


## **Financial Section**

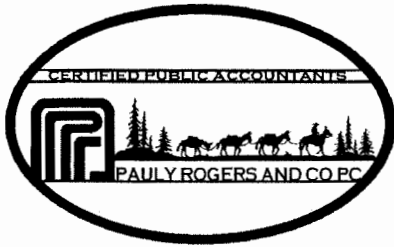


**Northwest Regional**  
Education Service District

# **Independent Auditor's Report**



**Northwest Regional**  
Education Service District



**PAULY, ROGERS, AND CO., P.C.**  
12700 SW 72<sup>nd</sup> Ave. Tigard, OR 97223  
(503) 620-2632 (503) 684-7523 FAX  
www.paulyrogersandcocpas.com

December 19, 2023

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Northwest Regional Education Service District  
Washington County, Oregon

### **Opinion**

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Northwest Regional Education Service District (the District) as of and for the year ended June 30, 2023 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, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds 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 Northwest Regional Education Service 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 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 Districts' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

Our objectives are to obtain reasonable assurance about whether the 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 internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the 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 internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the 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 internal control-related matters that we identified during the audit.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, 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.

### **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 (CFR) 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**

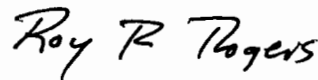
Management is responsible for the other information included in the annual report. The other information comprises the other information, as listed in the table of contents, and the introductory, statistical, and the compliance and other reports sections, as listed in the table of contents, but does 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.

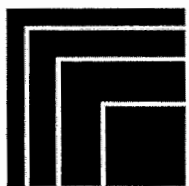
### **Report on Other Legal and Regulatory Requirements**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2023 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 that report is 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. That report is 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 19, 2023 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.

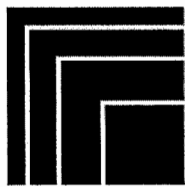


ROY R. ROGERS, CPA  
PAULY, ROGERS AND CO., P.C.



**Northwest Regional**  
Education Service District

# **Management's Discussion and Analysis**



**Northwest Regional**  
Education Service District



## **Management’s Discussion and Analysis For the Year Ended June 30, 2023**

The Management’s Discussion and Analysis (MD&A) section of this Annual Comprehensive Financial Report provides to readers a narrative overview and analysis of Northwest Regional Education Service District (ESD) financial activities for the fiscal year ended June 30, 2023. The MD&A intends to serve as an introduction to the ESD’s basic financial statements by providing an overview of the ESD’s financial activities and identifying any material changes from the prior year or original budget. While this provides a highly summarized presentation, a thorough understanding may be gained by reviewing the report in its entirety, including the financial statements, notes, and required supplemental information—along with the transmittal letter beginning on page 3 of this report.

### **FINANCIAL HIGHLIGHTS**

In the government-wide statements, the assets and deferred outflows of resources of the ESD exceeded its liabilities and deferred inflows of resources at June 30, 2023 by \$.638 million. Of this amount, \$4.33 million represents the ESD’s investment in capital assets net of related debt; \$32.04 million is restricted for grants, contracts, capital projects, component school district activities, and OPEB Asset (RHIA); and the deficit of \$35.74 million is unrestricted.

The ESD’s total net position increased by \$15.3 million for the fiscal year, a 92.35% increase in the ESD’s financial position as compared to the prior year, mainly due to increased grant funding received to cover costs related to the COVID-19 pandemic.

The ESD’s governmental funds report combined ending fund balance of \$40.3 million, an increase of \$18.1 million in comparison with the prior year. Approximately 17.9% of the \$40.3 million, \$7.2 million, constitutes unassigned ending fund balance, which is available for spending at the ESD’s discretion.

At the end of the current fiscal year, the unrestricted fund balance for the General Fund was \$7.2 million, or about 12.9% of total General Fund expenditures.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The Financial Section of this annual report contains the basic financial statements, notes to the basic financial statements, required supplementary information, and other supplementary information. Supporting the financial section are the Other Financial Schedules Section and Statistical Section.

#### *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.

#### **Government-wide Financial Statements**

Government-wide financial statements are designed to provide readers with a broad overview of the ESD’s finances, in a manner similar to a private-sector business. These statements include:

- a. **Statement of Net Position.** The *Statement of Net Position* presents information on all ESD assets and liabilities with the difference between the two reported as net position. Over

time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the ESD is improving or deteriorating.

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

In the government-wide financial statements, the ESD's activities are shown in two categories, governmental and business-type.

- a. **Governmental Activities.** Most of the ESD's basic functions are shown here, such as regular and special education, administration, and facilities acquisition and construction. These activities are primarily financed through property taxes, Oregon's State School Fund, and other intergovernmental revenues.
- b. **Business-type Activities.** These are functions that intend to recover all or a significant portion of their costs through user fees and charges. The primary business-type activity is technology services.

The government-wide financial statements begin on page 39 of this report.

### **Fund Financial Statements**

The *fund financial statements* provide more detailed information about the ESD's funds, focusing on its most significant or "major" funds – not the ESD 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. Northwest Regional ESD, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

All ESD funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- a. **Governmental Funds** (*General, Special Revenue, and Capital Projects Funds*)  
*Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of 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 a government's near-term financing requirements. The minimum number of funds is maintained consistent with legal and managerial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The governmental fund

*Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances* both are reconciled to the government-wide *Statements of Net Position and Activities*.

The ESD maintains three individual governmental funds (*General, Special Revenue, and Capital Projects Funds*), all of which are considered to be major funds. Information is presented separately for each in the governmental fund *Balance Sheet* and the *Statement of Revenues, Expenditures, and Changes in Fund Balances*

The basic governmental fund financial statements begin on page 41 of this report.

**b. Proprietary Funds**

Entrepreneurial services for which the ESD charges customers a fee, similar to a business operation, are generally reported in proprietary funds. Entrepreneurial activities primarily consist of contracted technology services. These funds are combined into a single, aggregated presentation in the basic financial statements.

The ESD maintains one proprietary fund type (enterprise fund).

The basic proprietary fund financial statements begin on page 467 of this report.

**c. Fiduciary Fund**

The fiduciary fund is used to account for resources held for the benefit of parties outside of the ESD. These funds are mostly held for the ESD's component school districts. Fiduciary funds been excluded from the ESD's government-wide financial statements because the ESD cannot use these assets to finance its operations.

The basic fiduciary fund financial statement begin on page 490 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 begin on page 512 of this report.

**Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information (RSI)* including the PERS and Other Post Employment Benefit (OPEB) schedules detailing ten years of (assets) liabilities and contributions.

Required Supplementary information begin on page 81 of this report.

**Other Supplementary Information**

*Other supplementary information* includes budgetary comparison for non-major and other funds, and begins on page 86 of this report.

*Other Financial Schedules Section*

The Other Financial Schedules Section provides additional details to better understand the financial statements, including summaries for all revenue and all expenditures, property tax transactions, and supplemental information required by the State of Oregon Department of Education.

The Other Financial Schedules Section begins on page 935 of this report.



*Statistical Section*

The statistical section presents detailed information as a context for understanding the information in the financial statements, note disclosures, and required supplementary information about the overall financial health.

The Statistical Section begins on page 1057 of this report.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted previously, net position may serve over time as a useful indicator of a government's financial position. In the case of the ESD, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$16.6 million at June 30, 2023.

The table below provides key changes in the ESD's net position for the year ended June 30, 2023.

#### *Northwest Regional ESD's Statement of Net Position*

	Statement of Net Position			
	June 30, 2023		June 30, 2022	
	Governmental Activities	Business-type Activities	Governmental Activities	Business-type Activities
Current and other assets	\$ 45,926,127	\$ 1,797,889	\$ 29,768,389	\$ 1,845,905
Capital assets	21,033,968	-	12,821,881	-
Total Assets	<u>66,960,095</u>	<u>1,797,889</u>	<u>42,590,270</u>	<u>1,845,905</u>
Deferred outflows of resources	26,753,751	(3,061,213)	25,424,152	2,139,659
Total assets and deferred outflows of resources	<u>93,713,846</u>	<u>(1,263,324)</u>	<u>68,014,422</u>	<u>3,985,564</u>
Other liabilities	6,563,450	488,813	7,048,403	459,485
Long-term liabilities	70,319,399	119,268	44,881,866	3,028,497
Total Liabilities	<u>76,882,849</u>	<u>608,081</u>	<u>51,930,269</u>	<u>3,487,982</u>
Deferred inflows of resources	16,182,039	35,115	30,832,511	2,334,302
Total liabilities and deferred inflows of resources	<u>93,064,888</u>	<u>643,196</u>	<u>82,762,780</u>	<u>5,822,284</u>
Net position				
Net investment in capital assets	4,332,765	-	8,573,189	-
Restricted	32,011,368	-	16,348,770	-
Unrestricted	(35,695,175)	(1,906,520)	(39,670,317)	(1,836,720)
Total Net Position	<u>\$ 648,958</u>	<u>\$ (1,906,520)</u>	<u>\$ (14,748,358)</u>	<u>\$ (1,836,720)</u>

Capital assets, which consist of the ESD's land, buildings, and building improvements, construction in progress, vehicles, and equipment, represent about 30.6% of total assets. The remaining assets consist mainly of cash and grants and accounts receivable.

The ESD's long-term liability for the repayment of full faith and credit obligations due in more than one year, other post-employment pension obligation, and PERS net pension obligation represents 90.9% of total liabilities. Current liabilities, representing the remaining 9.1% of the ESD's total liabilities, consist almost entirely of payables on accounts, salaries and benefits, and debt obligations due within one year.

The ESD's overall financial position, including both governmental and business activities, increased by \$15.3 million in net position. Unrestricted net position decreased by \$3.8 million due mainly to increased grant funding related to the COVID-19 pandemic.

- *Governmental Activities.* The ESD's net position increased about \$15.3 million as a result of governmental activities. Program revenues increased by \$5.2 million, mainly due to increased operating grants and operations revenue. Overall expenses increase by \$20.6 million due to increases in contractual services provided.
- *Business-type activities.* The ESD's net position decreased by \$.07 million as a result of business-type activities, due to a reduction of technology and human resource services expenses.

The table below provides key changes in the ESD's net position for the year ended June 30, 2023.

*Northwest Regional ESD's Statement of Activities*

	Statement of Activities		June 30, 2022	
	June 30, 2023		June 30, 2022	
	Governmental	Business-type	Governmental	Business-type
	Activities	Activities	Activities	Activities
<b>Revenues</b>				
Program revenues:				
Charges for services	\$ 39,418,211	\$ 8,964,003	\$ 34,133,347	\$ 8,907,121
Operating grants and operations	66,970,180	-	48,286,564	-
General revenue:				
Property taxes	14,406,476	-	13,705,399	-
Timber revenue	518,676	-	474,680	-
State school fund - general support	39,237,698	-	37,490,661	-
Earnings on investments	805,514	-	165,377	-
Proceeds from sale of capital assets	-	-	-	-
Total Revenues	<u>\$ 161,356,755</u>	<u>\$ 8,964,003</u>	<u>\$ 134,256,028</u>	<u>\$ 8,907,121</u>
<b>Expenses</b>				
Instruction	55,221,671	-	43,323,492	-
Support services	87,990,833	-	80,322,533	-
Enterprise and community services	2,426,794	-	1,422,535	-
Interest on long-term debt	93,608	-	229,236	-
Facility services	226,533	-	-	-
Fiscal services	-	783,383	-	554,216
Staff services	-	590,507	-	369,403
Technology services	-	7,659,913	-	7,993,754
Total Expenses	<u>145,959,439</u>	<u>9,033,803</u>	<u>125,297,796</u>	<u>8,917,373</u>
<b>Change in net position</b>	<u>15,397,316</u>	<u>(69,800)</u>	<u>8,958,232</u>	<u>(10,252)</u>
<b>Net Position, Beginning</b>	<u>(14,748,358)</u>	<u>(1,836,720)</u>	<u>(23,706,590)</u>	<u>(1,826,468)</u>
<b>Net Position, Ending</b>	<u>\$ 648,958</u>	<u>\$ (1,906,520)</u>	<u>\$ (14,748,358)</u>	<u>\$ (1,836,720)</u>

**FINANCIAL ANALYSIS OF THE ESD'S FUNDS**

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

**Governmental Funds.** The focus of the ESD’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 ESD’s financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government’s net resources available at the end of a fiscal year.

At the end of the fiscal year 2023, the ESD’s governmental funds reported combined ending fund balances of \$40.3 million, an increase of \$18.1 million in comparison with the prior year. Of the ending fund balance, \$33.0 million (about 82.0%) of the ending fund balances constitutes restricted ending fund balance, amounts that are legally restricted by outside parties for a specific purpose (such as grants). The remaining 17.9% of the ending fund balances, \$7.2 million, is unassigned and available for spending at the ESD’s discretion.

**General Fund.** The ESD’s chief operating fund, the General Fund, ended at June 30, 2023 with an unassigned fund balance of \$7.2 million. As a measure of fund liquidity, it may be useful to compare total fund balance to total fund expenditures. Unassigned fund balance represents 12.9% of total General Fund expenditures. The total fund balance increased by \$.93 million from the prior year, primarily due to support services and debt service reductions.

**Special Revenue Fund.** The Special Revenue Fund has a total fund balance of \$21.3 million. This is an increase of \$7.6 million over the prior year, primarily due to increased federal grant funding.

**Capital Projects.** The Capital Projects Fund changes reflect technology replacement needs, with an ending fund balance of \$11.8 million, an increase of \$9.5 million from the prior year.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

**Original budget compared to final budget.** During the year, there were two amendments to the original general fund adopted expenditure appropriations for 2022–23.

**Final budget compared to actual results.** Actual revenues exceeded budget by about \$2.2 million as a result of higher than anticipated property tax collections and charges for services, and increased investment earnings. Actual expenditures were about \$.96 million less than estimated.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets.** The ESD’s investment in capital assets includes land, buildings and improvements, and vehicles and equipment. As of June 30, 2023, the ESD’s investment in capital assets net of depreciation and debt was approximately \$21 million, an increase of \$8.2 million, primarily due to the purchase of a new building currently being renovated.

#### *Northwest Regional ESD’s Capital Assets, Net of Depreciation*

	June 30, 2023	June 30, 2022
Land	\$ 467,500	\$ 467,500
Construction in progress	8,003,295	-
Buildings and Improvements	8,522,487	8,156,205
Leasehold improvements	136,783	156,822
Vehicles and equipment	1,522,048	1,140,628
Leased Buildings right to use	2,381,855	2,862,216
Leased Equipment right to use	-	38,510
	\$ 21,033,968	\$ 12,821,881

Additional information about the ESD’s capital assets can be found in Note 4 on page 60.

**Long-Term Obligations.** At the end of the fiscal year 2023, the ESD had bonds payable debt outstanding of \$14.4 million, consisting of full faith and credit obligations net of unamortized discount. This is a increase of about \$13.1 million, due to additional debt.

Additional information on the ESD’s long-term obligations can be found in Note 6 on page 60.

### **ECONOMIC FACTORS AND NEXT YEAR’S BUDGET**

During the fiscal year ended June 30, 2023, the ESD continued to be faced with unprecedented public health, economic, social and educational challenges due to the COVID-19 pandemic. There were significant needs across the state in all facets of social service and state government that simply could not be addressed in full by the state budget. The economy, instructional strategies, curricula, family connection, and collegial relations in a virtual environment required educators to adapt, reinvent and grow in substantial ways.

In relation to the state’s economic challenges, the most significant economic factor for the ESD is the financial condition of Oregon’s State School Fund (SSF). For the year ended June 30, 2023, the State School Fund-General Support provided about 70% of the ESD’s General Fund resources with property tax receipts providing about 24%. The Oregon Legislature passed a statewide education budget of \$9.3 billion for the 2021–23 biennium. SSF support payments are made to ESDs based on that budget. However, the budget is contingent upon a forecast of Oregon’s continued economic recovery and the projected tax receipts associated with that forecast.

Employer rates for the Public Employees Retirement System (PERS) declined for the 2021–23 biennium (26.78% for Tier 1 and Tier 2 employees and 23.72% for OPSRP employees) and then increased in the 2023–25 biennium. Market performance through the end of 2019 was used to set the 2021–23 rates and therefore does not include the financial impact of the COVID-19 pandemic. The contribution rates for the 2023–2025 biennium show that Tier I/Tier II rates will be increasing by 3.88% to 27.87%; OPSRP rates will be increasing by 5.52% to 25.03%.

Budget development for the 2022–23 fiscal year continued to focus on financial recovery and sustainability resulting from the COVID-19 pandemic, and alignment of the budget with the collaboratively developed five-year Strategic Plan. This visioning process, formally adopted by the Board of Directors on August 12, 2020, resulted in the Mission, Vision, Values, and Collective Commitments to which budget requests and resource allocations were aligned.

The ESD’s Budget Committee and Board of Directors have considered all these factors while preparing the 2023–24 budget.

### **Requests for Information**

This financial report is designed to present the user (citizens, taxpayers, investors, and creditors) with a general overview of the ESD’s finances and to demonstrate the ESD’s accountability. Questions or requests for additional information may be submitted to:

Northwest Regional ESD  
Jordan Ely, Chief Financial Officer  
5825 NE Ray Circle, Hillsboro, Oregon 97124

# **Basic Financial Statements**

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Government-wide Financial Statement  
Statement of Net Position  
June 30, 2023**

	Governmental Activities	Business-type Activities	Total
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 21,365,252	\$ 1,411,754	\$ 22,777,006
Receivables	25,605,793	386,135	25,991,928
Total OPEB asset (RHIA)	(1,044,918)	-	(1,044,918)
Tangible, Right-to-use Capital assets:			
Not being depreciated	8,470,795	-	8,470,795
Being depreciated, net of accumulated depreciation	12,563,173	-	12,563,173
<b>TOTAL ASSETS</b>	<b>66,960,095</b>	<b>1,797,889</b>	<b>68,757,984</b>
Deferred Outflows of Resources			
Pension Related Deferred Outflows (PERS)	26,435,369	(3,061,213)	23,374,156
OPEB Related Deferred Outflows (PHIS)	180,868	-	180,868
OPEB Related Deferred Outflows (RHIA)	108,330	-	108,330
Deferred amount on refunding	29,184	-	29,184
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>26,753,751</b>	<b>(3,061,213)</b>	<b>23,692,538</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>93,713,846</b>	<b>(1,263,324)</b>	<b>92,450,522</b>
<b><u>LIABILITIES</u></b>			
Accounts payable	1,267,088	488,813	1,755,901
Accrued payroll and related liabilities	5,120,969	-	5,120,969
Accrued interest payable	1,537	-	1,537
Accrued compensated absences payable	117,856	-	117,856
Unearned revenue	56,000	-	56,000
Long-term debt obligations:			
Bonds			
Within one year	1,198,432	-	1,198,432
In more than one year	13,268,337	-	13,268,337
Leases			
Within one year	557,225	-	557,225
In more than one year	1,706,393	-	1,706,393
Total OPEB liability (PHIS)	1,265,369	-	1,265,369
Net pension liability (PERS)	52,323,643	119,268	52,442,911
<b>TOTAL LIABILITIES</b>	<b>76,882,849</b>	<b>608,081</b>	<b>77,490,930</b>
Deferred Inflows of Resources			
Pension Related Deferred Inflows (PERS)	15,405,199	35,115	15,440,314
OPEB Related Deferred Inflows (PHIS)	417,063	-	417,063
OPEB Related Deferred Inflows (RHIA)	359,777	-	359,777
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>16,182,039</b>	<b>35,115</b>	<b>16,217,154</b>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<b>93,064,888</b>	<b>643,196</b>	<b>93,708,084</b>
<b><u>NET POSITION</u></b>			
Net investment in Capital Assets	4,332,765	-	4,332,765
Restricted			
Grants, contracts and projects	21,262,450	-	21,262,450
Capital projects	11,793,836	-	11,793,836
OPEB Asset - RHIA	(1,044,918)	-	(1,044,918)
Unrestricted	(35,695,175)	(1,906,520)	(37,601,695)
<b>TOTAL NET POSITION</b>	<b>\$ 648,958</b>	<b>\$ (1,906,520)</b>	<b>\$ (1,257,562)</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Government-wide Financial Statement  
Statement of Activities  
For the Year Ended June 30, 2023**

Functions/Programs	Program Revenues			Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business- type Activities	Total
<b>Governmental activities:</b>						
Instruction:						
Regular programs	\$ 5,077,007	\$ 6,685,621	\$ 907,771	\$ 2,516,385	\$ -	\$ 2,516,385
Special programs	50,144,664	27,217,197	59,126,989	36,199,522	-	36,199,522
Support services:						
Students services	23,335,580	-	4,903,330	(18,432,250)	-	(18,432,250)
Instructional staff services	49,901,725	-	1,897,234	(48,004,491)	-	(48,004,491)
General administration	1,562,078	-	-	(1,562,078)	-	(1,562,078)
School administration	142,601	-	-	(142,601)	-	(142,601)
Business services	4,369,461	5,512,027	13,279	1,155,845	-	1,155,845
Central activities	8,679,388	3,366	-	(8,676,022)	-	(8,676,022)
Enterprise and community services	2,426,794	-	121,577	(2,305,217)	-	(2,305,217)
Facility acquisition & construction	226,533	-	-	(226,533)	-	(226,533)
Interest on long-term debt	93,608	-	-	(93,608)	-	(93,608)
<b>Total governmental activities</b>	<b>145,959,439</b>	<b>39,418,211</b>	<b>66,970,180</b>	<b>(39,571,048)</b>	<b>-</b>	<b>(39,571,048)</b>
<b>Business-type activities:</b>						
Facility services	-	-	-	-	-	-
Fiscal services	783,383	602,878	-	-	(180,505)	(180,505)
Staff services	590,507	400,255	-	-	(190,252)	(190,252)
Technology services	7,659,913	7,960,870	-	-	300,956	300,956
<b>Total business-type activities</b>	<b>9,033,803</b>	<b>8,964,003</b>	<b>-</b>	<b>-</b>	<b>(69,801)</b>	<b>(69,801)</b>
<b>Total governmental and business-type activities</b>	<b>\$ 154,993,242</b>	<b>\$ 48,382,214</b>	<b>\$ 66,970,180</b>	<b>(39,571,048)</b>	<b>(69,801)</b>	<b>(39,640,849)</b>
<b>GENERAL REVENUES:</b>						
Property taxes levied for general purposes				14,406,476	-	14,406,476
Timber revenue				518,676	-	518,676
State school fund - general support				39,237,698	-	39,237,698
Earning on investments				805,514	-	805,514
Gain on sale of capital asset				-	-	-
Total general revenues				54,968,364	-	54,968,364
<b>CHANGE IN NET POSITION</b>				15,397,316	(69,801)	15,327,515
<b>NET POSITION - Beginning</b>				(14,748,358)	(1,836,720)	(16,585,078)
<b>NET POSITION - Ending</b>				\$ 648,958	\$ (1,906,521)	\$ (1,257,563)

The Notes to the Basic Financial Statements are an integral part of this statement.



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Governmental Funds  
Balance Sheet  
June 30, 2023**

	General Fund	Special Revenue Fund	Capital Projects Fund	Total
<b>ASSETS</b>				
Cash and investments	12,136,631	-	9,228,621	21,365,252
Receivables:				
Taxes	272,526	-	-	272,526
Accounts	1,400,556	-	2,596,226	3,996,782
Grants	-	21,336,526	-	21,336,526
Due from other funds	(1,187,690)	-	-	(1,187,690)
<b>TOTAL ASSETS</b>	<b>\$ 12,622,023</b>	<b>\$ 21,336,526</b>	<b>\$ 11,824,847</b>	<b>\$ 45,783,396</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 30,414	\$ 1,205,664	\$ 31,010	\$ 1,267,088
Due to other funds	-	(1,187,690)	-	(1,187,690)
Payroll liabilities	5,120,969	-	-	5,120,969
Unearned revenue	-	56,000	-	56,000
<b>TOTAL LIABILITIES</b>	<b>5,151,383</b>	<b>73,974</b>	<b>31,010</b>	<b>5,256,367</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - property taxes	208,917	-	-	208,917
<b>FUND BALANCES</b>				
Restricted:				
Grants, contracts and projects	-	21,262,450	-	21,262,450
Capital Projects	-	-	11,793,836	11,793,836
Unassigned:				
General Fund	7,261,823	-	-	7,261,823
<b>TOTAL FUND BALANCES</b>	<b>7,261,823</b>	<b>21,262,450</b>	<b>11,793,836</b>	<b>40,318,109</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 12,622,123</b>	<b>\$ 21,336,424</b>	<b>\$ 11,824,846</b>	<b>\$ 45,783,393</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Governmental Funds**

**Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position  
June 30, 2023**

<b>TOTAL FUND BALANCES</b>		\$ 40,318,110
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:		
Right to use asset		
Cost	\$ 33,244,981	
Accumulated depreciation	<u>(12,211,008)</u>	21,033,973
A portion of the District's property taxes are collected after year-end but are not available soon enough to pay for the current year's operations, and therefore are not reported as revenue in the governmental funds.		
Unavailable revenue - property taxes		208,917
Short term and 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.		
Short term and long term obligations		
Accrued interest payable	\$ (1,537)	
Compensated absences	(117,856)	
Other post employment pension liability (PHIS)	(1,265,369)	
Other post employment pension asset (RHIA)	(1,044,918)	
Leased Buildings	(2,263,618)	
Leased Equipment	-	
Bonds payable	(14,508,041)	
Bond discount/premiums, net of a mortization	<u>41,230</u>	(19,160,109)
In 2016-17 bond refunding, a larger amount paid to the escrow agent than the premiums of the bonds being refunded that was recorded as interest expenses. This deferred outflow of resources is recognized based on the schedule of maturities of the refunded bonds.		
		29,183
The Net Pension Asset (Liability) is the difference between the total PERS pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries.		
		(52,323,643)
Deferred Inflows and Outflows of resources related to the pension plan and OPEB include differences between expected and actual experience, changes of assumptions, differences between projected and actual earnings, and contributions subsequent to the measurement date.		
Deferred Outflows - Pension (PERS)	\$ 26,435,369	
Deferred Outflows - OPEB (PHIS)	180,868	
Deferred Outflows - OPEB (RHIA)	108,330	
Deferred Inflows - Pension (PERS)	(15,405,199)	
Deferred Inflows - OPEB (PHIS)	(417,063)	
Deferred Inflows - OPEB (RHIA)	<u>(359,777)</u>	<u>10,542,528</u>
<b>NET POSITION - GOVERNMENTAL ACTIVITIES</b>		<u>\$ 648,958</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Governmental Funds  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended June 30, 2023**

<b>REVENUES</b>	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Capital Projects Fund</b>	<b>Total</b>
Local sources:				
Property taxes	\$ 14,387,382	\$ -	\$ -	\$ 14,387,382
Charges for services	4,134,395	37,116,896	-	41,251,291
Earnings on investments	805,514	-	-	805,514
Loan Receipts	-	-	15,037,739	15,037,739
Intermediate sources	13,279	-	-	13,279
State sources	39,756,374	48,125,612	1,867,563	89,749,549
Federal sources	-	14,401,985	728,662	15,130,647
<b>Total revenues</b>	<b>59,096,944</b>	<b>99,644,493</b>	<b>17,633,964</b>	<b>176,375,401</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	56,103,450	-	56,103,450
Support services	54,967,342	32,697,077	268,852	87,933,271
Enterprises and community services	-	2,404,958	-	2,404,958
Apportionment of funds	-	1,525,787	-	1,525,787
Facilities acquisition and construction	-	-	77,109	77,109
Capital outlay	-	1,491,998	8,003,454	9,495,452
Debt service:				
Principal	583,738	-	-	583,738
Interest	52,814	-	-	52,814
Bond issuance costs	-	-	-	-
<b>Total expenditures</b>	<b>55,603,894</b>	<b>94,223,270</b>	<b>8,349,415</b>	<b>158,176,579</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>3,493,050</b>	<b>5,421,223</b>	<b>9,284,549</b>	<b>18,198,822</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Capital Assets	-	-	-	-
Issuance of bonds	-	-	-	-
Payment to refunded bond escrow age	-	-	-	-
Transfers in	275,000	2,529,416	300,000	3,104,416
Transfers out	(2,797,511)	(306,905)	-	(3,104,416)
<b>Total other financing sources (uses)</b>	<b>(2,522,511)</b>	<b>2,222,511</b>	<b>300,000</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>970,539</b>	<b>7,643,734</b>	<b>9,584,549</b>	<b>18,198,822</b>
<b>Beginning Fund Balance</b>	<b>6,291,285</b>	<b>13,618,716</b>	<b>2,209,287</b>	<b>22,119,288</b>
<b>Ending Fund Balance</b>	<b>\$ 7,261,824</b>	<b>\$ 21,262,450</b>	<b>\$ 11,793,836</b>	<b>\$ 40,318,110</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
RECONCILIATION OF  
GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
TO STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2023**

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<b>NET CHANGE IN FUND BALANCES</b>		<b>\$ 18,198,822</b>
<p>Governmental funds report capital outlays as expenditures while government-wide statements report depreciation expense to allocate those expenditures over the life of the assets. The difference between these two amounts is:</p>		
Net additions to capital assets	\$ 9,322,701	
Less current year depreciation expense	<u>(1,226,374)</u>	8,096,327
<p>Repayment of long term &amp; short term obligations is an expenditure in the governmental funds, but the repayment reduces debt obligations in the government-wide statements.</p>		
Debt issued		(13,670,000)
Debt principal repaid Leases		695,192
Debt principal repaid Bonds		583,738
Expenditures for Capital Assets		(1,435,166)
Premium amortization		(21,181)
<p>In refunding bonds, the amount of new bonds in excess of the refunded bonds is a deferred outflow of resources for the Statement of Activities, whereas it is recorded as an interest expense in the year of refunding.</p>		
		(20,794)
<p>In the Statement of Activities interest is accrued on long-term debt whereas in the governmental funds it is recorded as an expenditure when paid.</p>		
		1,181
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds as follows:</p>		
Property taxes		19,094
<p>Some expenses reported in the statements do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.</p>		
Change in the accumulated unpaid vacation		(10,682)
<p>In the Statement of Activities, other postemployment benefits expense is adjusted based on the actuarially determined contribution changes:</p>		
Net change in total OPEB liability / asset	\$ 519,796	
Net change in deferred outflows of resources	(167,013)	
Net change in deferred inflows of resources	<u>(209,965)</u>	142,818
<p>The 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.</p>		
		<u>2,817,967</u>
<b>CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES</b>		<u><b>\$ 15,397,316</b></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual  
For the Year Ended June 30, 2023**

	Budget		Actual	Variance to Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
Local sources:				
Property taxes	\$ 13,606,000	\$ 13,606,000	\$ 14,387,382	\$ 781,382
Charges for services	3,405,904	3,405,904	4,134,395	728,491
Earnings on investments	300,000	300,000	805,514	505,514
Intermediate sources	-	-	13,279	13,279
State sources	39,532,745	39,532,745	39,756,374	223,629
<b>Total revenues</b>	<b>56,844,649</b>	<b>56,844,649</b>	<b>59,096,944</b>	<b>2,252,295</b>
<b>EXPENDITURES</b>				
Current:				
Support services	8,845,340	8,895,340 (1)	8,790,002	105,338
Debt service *	638,000	638,000 (1)	636,552	1,448
Contingency	720,000	24,961 (1)	-	24,961
<b>Total expenditures</b>	<b>10,203,340</b>	<b>9,558,301</b>	<b>9,426,554</b>	<b>131,747</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>46,641,309</b>	<b>47,286,348</b>	<b>49,670,390</b>	<b>2,384,042</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	425,000	425,000	275,000	(150,000)
Transfers out *	(2,168,847)	(2,168,847) (1)	(2,797,511)	(628,664)
Transfers to enterprise funds *	3,314,803	3,959,842 (1)	\$3,087,052	872,790
Transfers to fiduciary funds *	43,090,289	43,090,289 (1)	43,090,289	-
<b>Total other financing uses</b>	<b>(48,148,939)</b>	<b>(48,793,978)</b>	<b>(48,699,852)</b>	<b>94,126</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,507,630)</b>	<b>(1,507,630)</b>	<b>970,538</b>	<b>2,478,168</b>
<b>BEGINNING FUND BALANCE</b>	<b>5,850,000</b>	<b>5,850,000</b>	<b>6,291,285</b>	<b>441,285</b>
<b>ENDING FUND BALANCE</b>	<b>\$ 4,342,370</b>	<b>\$ 4,342,370</b>	<b>\$ 7,261,823</b>	<b>\$ 2,919,453</b>

\* Appropriated as other uses.

(1) Appropriation level

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Special Revenue Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual  
For the Year Ended June 30, 2023**

	Budget		Actual	Variance to Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Local sources:				
Charges for services	\$ 35,322,515	\$ 35,322,515	\$ 36,087,794	\$ 765,279
Intermediate sources	62,727	62,727	-	(62,727)
State sources	51,266,624	51,266,624	48,125,612	(3,141,012)
Federal sources	19,130,196	19,130,196	14,401,985	(4,728,211)
<b>Total revenues</b>	<b>105,782,062</b>	<b>105,782,062</b>	<b>98,615,391</b>	<b>(7,166,671)</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	63,392,589	60,892,589 (1)	56,432,490	4,460,099
Support services	41,722,465	41,722,465 (1)	33,703,035	8,019,430
Enterprise and community services	2,433,047	2,433,047 (1)	2,404,958	28,089
Facilities acquisition and construction	-	2,500,000 (1)	-	2,500,000
<b>Total expenditures</b>	<b>107,548,101</b>	<b>107,548,101</b>	<b>92,540,483</b>	<b>15,007,618</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,766,039)</b>	<b>(1,766,039)</b>	<b>6,074,908</b>	<b>7,840,947</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	3,608,519	3,608,519	3,558,518	(50,001)
Transfers out *	(514,905)	(514,905) (1)	(306,905)	208,000
Transfers to enterprise funds	-	-	(107,000)	(107,000)
Transfers to fiduciary funds	-	-	(50,000)	(50,000)
Transits to other agencies *	(6,215,603)	(6,215,603) (1)	(1,525,787)	4,689,816
<b>Total other financing sources (uses)</b>	<b>(3,121,989)</b>	<b>(3,121,989)</b>	<b>1,568,826</b>	<b>4,690,815</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,888,028)</b>	<b>(4,888,028)</b>	<b>7,643,734</b>	<b>12,531,762</b>
<b>BEGINNING FUND BALANCE</b>	<b>4,888,028</b>	<b>4,888,028</b>	<b>13,618,716</b>	<b>8,730,688</b>
<b>ENDING FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,262,450</b>	<b>\$ 21,262,450</b>

\* Appropriated as other uses.

(1) Appropriation level

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Enterprise Fund  
Statement of Net Position  
June 30, 2023**

<b>ASSETS</b>	
Current:	
Cash and cash equivalents	\$ 1,411,754
Receivables	386,135
Net pension asset	-
<b>Total Assets</b>	<u>1,797,889</u>
Deferred outflows of resources	
Net pension related deferred outflows	(3,061,213)
<b>LIABILITIES</b>	
Current:	
Accounts payable	488,813
Non-current:	
Net pension liability	119,268
<b>Total Liabilities</b>	<u>608,081</u>
Deferred inflows of resources	
Net pension related deferred inflows	<u>35,115</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$ (1,906,520)</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Enterprise Fund**

**Statement of Revenues, Expenditures, and Changes in Net Position  
For the Year Ended June 30, 2023**

<b>REVENUE</b>	
Charges for services	\$ 5,682,479
Charges from interfund services	3,194,052
State sources	<u>87,471</u>
<b>Total Revenue</b>	<u><b>8,964,002</b></u>
<b>EXPENSES</b>	
Salaries	3,339,405
Employee benefits	1,674,091
Pension expense (see pension footnote)	(7,544)
Purchases	802,116
Supplies	3,166,345
Miscellaneous	<u>59,390</u>
<b>Total Expenses</b>	<u><b>9,033,803</b></u>
<b>Operating Income</b>	(69,801)
<b>CHANGE IN NET POSITION</b>	(69,801)
<b>NET POSITION - Beginning</b>	<u>(1,836,720)</u>
<b>NET POSITION - Ending</b>	<u><u><b>\$ (1,906,521)</b></u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Enterprise Fund  
Statement of Cash Flows  
For the Year Ended June 30, 2023**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received for services	\$ 5,760,332
Cash received from interfund services provided	3,194,052
Cash received from state sources	87,471
Cash paid to suppliers for goods and services	(3,998,522)
Cash paid to employees for services	<u>(5,013,496)</u>
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<b>29,837</b>
<b>Net Change In Cash and Cash Equivalents</b>	<b>29,837</b>
<b>BEGINNING CASH AND CASH EQUIVALENTS</b>	<u>1,381,917</u>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<u><u>\$ 1,411,754</u></u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income	\$ (69,801)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
Accounts receivable	77,854
Accounts payable	29,328
Net pension related items	<u>(7,544)</u>
<b>Net Cash from Operating Activities</b>	<u><u>\$ 29,837</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Fiduciary Fund  
Statement of Net Position  
June 30, 2023**

<b>ASSETS</b>	
Cash and cash equivalents	\$ 8,409,654
Accounts Receivable	-
<b>Total Assets</b>	<u>8,409,654</u>
<b>LIABILITIES</b>	
Accounts payable	1,369
Due to school districts	<u>8,408,287</u>
<b>Total Liabilities</b>	<u>8,409,656</u>
<b>NET POSITION</b>	
Restricted for school districts	<u><u>\$ 8,409,654</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Fund Financial Statements  
Fiduciary Fund  
Statement of Additions, Deductions, and Changes in Net Position  
For the Year Ended June 30, 2023**

<b>ADDITIONS</b>	
Charges for services	\$ -
Intermediate sources	-
State sources	500
Miscellaneous	18,040
Transfers in	43,140,288
<b>Total Additions</b>	<u>43,158,828</u>
<b>DEDUCTIONS</b>	
Purchased services	23,682,258
Supplies	129,793
Miscellaneous	-
Service credits transfers	1,029,102
Transits	22,196,365
<b>Total Deductions</b>	<u>47,037,518</u>
<b>Net increase (decrease) in fiduciary net position</b>	(3,878,690)
<b>Net Position—beginning</b>	<u>12,286,975</u>
<b>Net Position—ending</b>	<u>\$ 8,408,285</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Notes to Basic Financial Statements  
For the Year Ended June 30, 2023**

**1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

In 1996, Clatsop, Columbia, Tillamook, and Washington Educational Service Districts (ESDs) officially consolidated to become the Northwest Regional Education Service District (ESD). The ESD was formed in accordance with ORS 334.020 and Section 25, Chapter 784 Oregon Laws 1993. It provides educational services to school districts in Clatsop, Columbia, Tillamook, and Washington Counties. The ESD is a municipal corporation governed by a nine-member Board of Directors consisting of five elected and four appointed members. Administrative officials are approved by the Board. The daily functioning of the ESD is under the supervision of the Superintendent-Clerk. As required by accounting principles generally accepted in the United States of America, all activities of the ESD have been included in these basic financial statements.

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

**B. Basis of Presentation**

1) Government-wide Financial Statements

The *Statement of Net Position* and the *Statement of Activities* display information about the ESD. These statements include the governmental financial activities of the ESD overall, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities, except that interfund services provided and used are not eliminated in the process of consolidation. Governmental activities are financed through property taxes, intergovernmental revenues, and other non-exchange transactions.

The *Statement of Activities* presents a comparison between direct expenses and program revenues for each of its functions or programs. Direct expenses are those that are specifically associated with a function. Program revenues include operating grants and contributions, as well as charges for tuition, fees, rentals, materials, supplies, or services provided. Revenues not classified as program revenues, including property taxes, are presented as general revenues.

Separate financial statements are provided for governmental, proprietary, and fiduciary funds, even though the latter is excluded from the government-wide financial statements.

2) Fund Financial Statements

The fund financial statements provide information about the ESD's funds including those of a fiduciary nature. Separate statements for each fund category—governmental, business-type, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds,

each displayed in a separate column. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

The ESD reports the following major governmental funds:

- **General Fund.** Provides for those programs and services authorized by local school districts through the resolution process or by service agreements. Major sources of revenue are property taxes, state reimbursements, and charges to other agencies.
- **Special Revenue Fund.** Accounts for revenues and expenditures that are restricted and committed for specific projects, such as instructional and support services to local school districts through contracts and reimbursements. Major revenue sources are charges to other education districts and federal and state grants.
- **Capital Projects Fund.** Accounts for resources to replace or acquire new facilities and capital equipment. The principal resources are transfers from the General Fund and interest earnings.

Additionally, the ESD reports the following fund types:

- **Proprietary Fund.** Accounts for services, primarily technology, provided to other governmental agencies. The principal revenue sources are charges for services and supplies.
- **Fiduciary Fund.** Comprises custodial funds and account for pass through money received from local and county sources to be distributed to school districts; accounted for using the full accrual basis of accounting

### **C. *Measurement Focus and Basis of Accounting***

Government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of when related cash flows occur. Non-exchange transactions, in which the ESD receives value without giving equal value in exchange, include property taxes, grants, entitlements, and donations. Property tax revenue is recognized in the fiscal year for which the taxes are levied. Grant, entitlement, and donation revenue is recognized in the fiscal year in which all eligibility requirements have been satisfied. ESD programs may be funded by a combination of cost-reimbursement grants and general revenues. It is the ESD's policy to apply cost-reimbursement grant resources to such programs, then general revenues.

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Revenue reported in governmental funds are considered to be available if collected within sixty days after fiscal year-end. Property taxes and interest are considered to be susceptible to accrual if received in cash by the ESD or a county collecting such taxes within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt and claims and judgments, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from long-term debt and acquisitions under leases are reported as other financing sources.

Proprietary fund type revenues and expenses generally result from providing goods and services in connection with ongoing operations. Revenue is primarily charges for goods and services, and expenses generally reflect the cost of sales and service, and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**D. 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 certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**E. Cash and Cash Equivalents**

The cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less. Short-term investments are stated at cost, which approximates fair value. Investments in the State of Oregon Treasurer's Local Government Investment Pool (LGIP) are stated at cost, which approximates fair value. Fair value in the LGIP is the same as the value of its pool shares.

**F. 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 fair value. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. 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.

**G. Property Taxes**

Property taxes are levied and become a lien on all taxable property as of July 1. Property taxes are payable on November 15, February 15, and May 15, with allowed discount if received by November 15 or February 15. Taxes outstanding on May 16 are considered delinquent. Uncollected taxes are deemed to be substantially collectible by management decision; therefore, no allowance for uncollectible taxes has been established. All property taxes receivable are due from property owners within the ESD.

**H. Receivables**

Receivables represent amounts due from the sale of services or materials to local education agencies and un-reimbursed expenditures due from grantor agencies. Grant revenues are recorded at the time eligible expenditures are incurred. Grant revenues received prior to the occurrence of qualifying expenditures are recorded as unavailable revenue.

**I. Grants**

Unreimbursed expenditures due from grantor agencies are recorded in the financial statements as receivables and revenues. Cash received from grantor agencies prior to the occurrence of qualifying expenditures are recorded as unearned revenue on the Statement of Net Position and Balance Sheet.

**J. Capital Assets**

Capital assets are recorded at historical cost if purchased or constructed, or estimated historical cost when original cost is not available. Donated capital assets are recorded at the estimated acquisition value at the date of donation. Capital assets are defined as assets with an initial cost of more than \$5,000 and an estimated life in excess of three years. Upon disposal of capital assets, the accounts are relieved of the related amounts, and any proceeds accounted for as revenue. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements 40–50 years	Leasehold improvements 5–15 years	Vehicles and equipment 5–15 years
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**K. Lease Assets**

Lease assets are property, equipment, and vehicles leased by the ESD for a term of more than one year but are not owned at the end of the lease period. The value of leased assets is determined by the net present value of leases at the incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement. Financed lease assets (those owned at the end of the lease term) are treated as capital assets.

**L. 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 assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The ESD has three items that arise only under a full accrual basis of accounting that qualify for reporting in this category. The statement of net position reports outflows related to the net PERS and RHIA pension liability, deferred charge on refunding bonds, and the ESD’s Other Post-Employment Benefits (OPEBs). These amounts are deferred and recognized as an outflow of resources in the period that the amounts become available.

In addition to liabilities, the basic financial statements will report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has two items that arise for reporting in this category. The balance sheet reports unavailable revenues from one source: property taxes. The statement of net position reports inflows related to the net PERS and RHIA pension liability and the ESD’s OPEB plans. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**M. Risk Management**

The ESD is exposed to various loss risks related to torts; theft of, damage to or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The ESD purchases commercial insurance for claims in excess of self-insured retention limits. Limits are \$25,000 for property per occurrence and \$50,000 for general liability. There have been no significant reductions in insurance coverage from the prior year. Losses have not exceeded insurance coverage for the past three years.

**N. Retirement Plans**

Substantially all of the ESD’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.

**O. *Compensated Absences***

It is the ESD's 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 no policy to pay any amounts when employees separate from service with the ESD. All unused vacation pay and related payroll taxes are accrued when earned in the government-wide financial statements. Accrued vacation balances must be used by the end of the calendar year for those employees who have a carryover balance at the end of the fiscal year. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

**P. *Long-term Debt***

In the government-wide financial statements long-term debt is reported as a liability in the *Statement of Net Position*. Bond discounts are deferred and amortized over the life of the certificates of participation using the straight-line method, which approximates the effective interest method. Savings realized from advance refunding of debt are recorded as deferred outflows of resources and amortized over the remaining life of the related defeased debt.

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

**Q. *Fund Equity***

The difference between assets, deferred outflows, liabilities, and deferred inflows of resources is labeled "Net Position" on the government-wide, proprietary fund, and fiduciary fund financial statements and "Fund Balance" on the governmental fund financial statements.

1) Net Position

Net position comprises 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.
- 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. The ESD has net positions restricted for debt service.
- Unrestricted net position – consists of all other assets that are not included in the other categories previously mentioned.

2) Fund Balance

Governmental fund balances are reported in hierarchical classifications based on the extent to which the ESD is required to honor spending restrictions, as listed below from most to least restrictive:



1. *Non-spendable.* Non-spendable fund balance represents amounts that are not in a spendable form. The non-spendable fund balance represents inventories and prepaid items.
2. *Restricted.* Restricted fund balance 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).
3. *Committed.* Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The Board may commit fund balance by resolution. The Board may also modify or rescind commitments by resolution.
4. *Assigned.* Assigned fund balance 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. Both the Superintendent and the Chief Financial Officer have been given this authority by the Board.
5. *Unassigned.* Unassigned fund balance 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 were no non-spendable, committed, or assigned fund balances at June 30, 2023.

The Board of Directors 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. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable), and lastly, unassigned fund balance.

To preserve a sound financial system and to provide a stable financial base, the governing body has adopted a minimum ending fund balance policy to be an unrestricted ending fund balance of at least 8% of total general fund adopted revenues, less the amount allocated for transfer to component school districts.

#### **R. Appropriations and Budget**

In accordance with Local Budget Law, a budget is prepared and legally adopted for all funds on the modified accrual basis of accounting. The budgetary basis of accounting for governmental fund types is the same basis as accounting principles generally accepted in the United States of America except capital outlay expenditures are budgeted by function. Proprietary fund type budgetary basis is the same as the accounting principles generally accepted in the United States of America basis except that service charges to other funds are budgeted as operating transfers in.

The budgeting process begins by appointing budget committee members in early fall of each year. Budget recommendations are developed through early spring and both the Budget Committee and Board of Directors approve the budget in late spring. Public notices of the budget hearing are generally published in early June and the public hearing is held in late June. The budget is adopted, appropriations are made, and the tax levy is declared not later than June 30.

Expenditure budgets are appropriated for each fund at the major function level (instruction, support services, enterprise and community services, facility acquisition, construction, and contingency).

With the exception for grant receipts which may be unable to be reasonably estimated at the time of budget adoption, appropriations may not be over expended legally. Management must obtain

Board of Directors authorization for all appropriation transfers and supplemental budgets. Supplemental budgets less than 10% of the fund's original budget may be adopted by the Board of Directors at a regular Board meeting. A supplemental budget greater than 10% of the fund's original budget requires public hearings, publication in newspapers, and approval by the Board of Directors.

A supplemental budget and appropriation transfer with additional appropriations was adopted for 2022-23. Expenditures of the various funds were within authorized appropriations except for in the Fiduciary Fund that was over-expended by \$454,608. Appropriations lapse at the end of each fiscal year.

**S. *New Accounting Standards Implemented***

The ESD implemented GASB Statement No. 96, which requires recognition of certain subscription-based information technology arrangements (SBITAs) as capital assets and liabilities. The requirement is based on the length of the contract and certain termination rights. It is based on the foundational principle that certain subscription contracts are financings of the right to use an underlying asset. The ESD currently has minimal contracts that qualify.

**2. *Deposits and Investments***

The ESD maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the balance sheet as "Cash and cash equivalents."

Cash and investments comprised the following at June 30, 2023:

Oregon Local Government Investment Pool	\$ 31,510,375
Demand Deposits	<u>(323,614)</u>
	<u>\$ 31,186,660</u>

Cash and cash equivalents are shown on the basic financial statements as:

Governmental funds	\$ 21,365,252
Proprietary funds	1,411,754
Fiduciary funds	<u>8,409,654</u>
	<u>\$ 31,186,660</u>

**A. *Deposits with Financial Institutions***

Deposits with financial institutions consist of bank demand deposits and time deposits. The ESD's deposits with financial institutions are fully insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC).

To provide additional security required and authorized by Oregon Revised Statutes, Chapter 295, deposits above insurance limits are covered by collateral held in a multiple financial institution collateral pool administered by the State of Oregon Treasury Collateral Pool. The ESD has no exposure to custodial credit risk for deposits with financial institutions.

Public funds are collateralized in the Oregon Public Funds Collateralization Program (PFCP). Oregon Revised Statutes and District policy require depository institutions to maintain on deposit, with the collateral pool manager, securities having a value not less than 10% of their quarter-end public fund deposits if they are well capitalized, 25% of their quarter-end public fund deposits if they are adequately capitalized, or 110% of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110% by the Office of the State Treasurer.

**B. 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, 2023.

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 approximates fair value. 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, 2023, the fair value of the position in the LGIP is 99.63% 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.

**C. Interest Rate Risk**

The ESD has a formal investment policy that limits investment maturities to 18 months or less as a means of managing its exposure to fair value losses arising from increasing interest rates.

**D. Custodial Credit Risk**

Custodial risk is the risk that, in the event of failure of counterparty, the ESD will not be able to recover the value of its investments that are in the possession of an outside party. At June 30, 2023, the ESD does not have investments exposed to custodial credit risk.

**E. Concentration of Credit Risk**

At June 30, 2023, 100% was invested in the Local Government Investment Pool. State statutes do not limit the percentage of investments in this instrument.

**3. Receivables**

Accounts and other receivables consist primarily of claims for reimbursements of costs under various federal and state grant programs and services provided to local component school districts. All receivables are considered current and deemed collectable by management.

Receivables comprise as follows:

Property taxes	\$ 272,526
Grants	21,336,526
Trade and other	4,382,917
	<u>\$ 25,991,969</u>

Receivables are reported as follows:

Governmental funds	\$ 25,605,834
Proprietary funds	386,135
	<u>\$ 25,991,969</u>

#### 4. Capital Assets

##### A. Capital asset activity

Capital assets activity for the year was as follows:

	Balance June 30, 2022	Increase	Decrease	Balance June 30, 2023
Capital assets not being depreciated:				
Land	\$ 467,500		\$ -	\$ 467,500
Construction in Progress	-	8,003,295	-	8,003,295
Total capital assets not being depreciated	<u>467,500</u>	<u>8,003,295</u>	<u>-</u>	<u>8,470,795</u>
Capital assets being depreciated:				
Buildings and Improvements	14,722,120	825,413	-	15,547,533
Leasehold improvements	355,251	-	-	355,251
Vehicles and equipment	4,245,240	606,132	-	4,851,372
Leased Buildings right to use - asset	4,019,437	588	-	4,020,025
Leased Equipment right to use - asset	112,727	3,033	(115,760)	-
Total capital assets being depreciated	<u>23,454,775</u>	<u>1,435,166</u>	<u>(115,760)</u>	<u>24,774,181</u>
Less accumulated depreciation for:				
Buildings and Improvements	(6,565,915)	(459,131)	-	(7,025,046)
Leasehold improvements	(198,429)	(20,039)	-	(218,468)
Vehicles and equipment	(3,104,612)	(224,712)	-	(3,329,324)
Leased Buildings right to use - depr	(1,157,221)	(480,949)	-	(1,638,170)
Leased Equipment right to use - depr	(74,217)	(41,543)	115,760	-
Total accumulated depreciation	<u>(11,100,394)</u>	<u>(1,226,374)</u>	<u>115,760</u>	<u>(12,211,008)</u>
Total capital assets being depreciated, net	<u>12,354,381</u>	<u>208,792</u>	<u>-</u>	<u>12,563,173</u>
Total capital assets, net	<u>\$ 12,821,881</u>	<u>\$ 8,212,087</u>	<u>\$ -</u>	<u>\$ 21,033,968</u>

##### B. Depreciation expense

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

Instruction:	
Regular programs	\$ 58,616
Special programs	\$ 647,000
Support services:	
Student Services	\$ 241,288
Instructional staff services	\$ 69,427
General administration	\$ 20,807
Business services	\$ 41,228
Central activities	\$ 128,963
Enterprise and community services:	
Community services	\$ 19,050
	<u>\$ 1,226,379</u>

## 5. Compensated Absences

The ESD does not liquidate liability for compensated absences until leave is actually taken by the employee in the governmental funds. Accrued vacation leave is considered a compensated absence. The fund used to liquidate the liability is the fund where the employee's salary was charged. The liability is considered a current liability as vacation is given at the beginning of the fiscal year and must either be taken within the fiscal year or up to 80 hours can be used by the end of the calendar year. The liability balance reflects the maximum carryover up to the 80-hour limitation. Of the balance, 40% reflects vacation salary charged to the General Fund, 25% to Special Revenue Funds and 35% to the Enterprise Funds.

Compensated absences activity for the year ended June 30, 2023, considered due within one year:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Compensated Absences	\$ 107,174	\$ 117,856	\$ (107,174)	\$ 117,856

## 6. Long-Term Obligations

### A. Bonds payable

#### Full Faith and Credit Obligation Bonds

On June 27, 2005 the ESD issued \$4,175,000 full faith and credit refunding obligation bonds, Series 2005B to refund the Series 1999 and obtain a savings in total debt service requirement. Interest rates on the bonds range from 3.5% to 4.15% and the final maturity date is June 15, 2024.

On October 13, 2016, the ESD issued \$2,354,000 full faith and credit obligation bonds, Series 2016 to refund the Series 2005, partially fund the Washington Service Center roofing project, and obtain savings of \$122,642 in total debt service requirement. Interest rates on the bonds range from 2.1% to 2.43% and the final maturity date is June 15, 2025. In the Event of Default occurring for the Determination of Taxability, interest on this financing agreement shall accrue at the rate of 3.66%, effective as of the effective date of the applicable Determination of Taxability. Upon the occurrence and continuance of an Event of Default other than Determination of Taxability, the Lender may, in addition to pursuing other remedies, increase the Interest Rate by 3.00 percentage points. All rights, powers, and remedies of the Lender may be exercised at any time after the occurrence of an Event of Default, are cumulative and shall not be exclusive, and shall be in addition to any other rights

powers or remedies provided by law or equity. The Lender may waive any Event of Default, but no such waiver shall extend to a subsequent Event of Default.

On May 16, 2023 the ESD issued \$13,670,000 full faith and credit obligations bonds, series 2023. The final maturity date is June 1, 2038. The interest rate range, terms of default, rights, powers, and remedies of the lender are all the same as described above.

**B. Debt Activity**

Payments on the full faith and credit obligation bonds are made by the General Fund. Pension and other postemployment liabilities for governmental activities are incurred in the fund in which the related salary are expensed, and are liquidated through the general fund.

Debt activity for the year ended June 30, 2023 is as follows:

Governmental activities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Bonds payable</b>					
Full Faith & Credit obligation bonds	\$ 1,400,556	\$ 13,670,000	\$ 816,818	\$ 14,253,738	\$ 1,218,481
Unamortized discount	(41,230)	-	(21,181)	(20,049)	(20,049)
<b>Total bonds payable, net</b>	<b>1,359,326</b>	<b>13,670,000</b>	<b>795,637</b>	<b>14,233,689</b>	<b>1,198,432</b>
<b>Other Debt</b>					
Leased Buildings	2,900,239	137,042	792,289	2,244,992	557,225
Leased Equipment	39,105	-	39,105	-	-
<b>Total Other Debt</b>	<b>2,939,344</b>	<b>137,042</b>	<b>831,394</b>	<b>2,244,992</b>	<b>557,225</b>
<b>Total Long Term Debt</b>	<b>\$ 4,298,670</b>	<b>\$ 13,807,042</b>	<b>\$ 1,627,031</b>	<b>\$ 16,478,681</b>	<b>\$ 1,755,657</b>

The following is a summary of long-term debt transactions of governmental activities for the year ended June 30, 2023:

Issue Date	Original Issue	Principal			Ending Balance	Interest Rates
		Beginning Balance	Additions	Reductions		
<b>Full Faith and Credit Obligation Bonds:</b>						
June 27, 2005	\$4,175,000	\$ 790,000	\$ -	\$ 385,000	\$ 405,000	3.50 - 4.15%
October 13, 2016	2,354,000	610,556	-	198,738	411,818	2.10 - 2.43%
June 30, 2023	13,670,000	-	13,670,000	-	13,670,000	5%
Subtotal		1,400,556	13,670,000	583,738	14,486,818	
Unamortized Discount		(41,230)	-	(21,181)	(20,049)	
Total		<u>\$ 1,359,326</u>	<u>\$ 13,670,000</u>	<u>\$ 562,557</u>	<u>\$ 14,466,769</u>	

During fiscal year, the ESD secured a loan for \$13.67 million to finance a new building. This building will be primarily used to expand daycare, preschool, and parenting programs. It is secured by the series 2023 bond described above.

**C. Debt Maturities**

Future bond maturities are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	1,218,481	740,800	1,959,281
2025	873,338	656,715	1,530,053
2026	700,000	619,750	1,319,750
2027	735,000	584,750	1,319,750
2028	770,000	548,000	1,318,000
2029	810,000	509,500	1,319,500
2030	850,000	469,000	1,319,000
2031	895,000	426,500	1,321,500
2032	940,000	381,750	1,321,750
2033	985,000	334,750	1,319,750
2034	1,035,000	285,500	1,320,500
2035	1,085,000	233,750	1,318,750
2036	1,140,000	179,500	1,319,500
2037	1,195,000	122,500	1,317,500
2038	1,255,000	62,750	1,317,750
	<u>\$ 14,486,819</u>	<u>\$ 6,155,515</u>	<u>\$ 20,642,334</u>

Future lease maturities are as follows:

Fiscal Year Ending June 30	Buildings		Equipment		Total
	Principal Payments	Interest Payments	Principal payments	Interest Payments	Payments
2024	\$ 557,225	\$ 75,160	\$ -	\$ -	\$ 632,385
2025	568,580	55,049	-	-	623,629
2026	611,012	33,751	-	-	644,763
2027	200,793	18,848	-	-	219,641
2028	215,261	10,969	-	-	226,230
Thereafter	170,747	2,715	-	-	173,462
	<u>\$ 2,323,618</u>	<u>\$ 196,492</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,520,110</u>

**7. Interfund Balances and Transfers**

The following is a reconciliation of interfund balances and transfers:

	Transfers In	Transfers Out	Due to Other Funds	Due from Other Funds
General Fund	\$ 275,000	\$ (48,974,851)	\$ -	\$ (1,187,690)
Special Revenue Fund	3,558,518	(463,905)	(1,187,690)	-
Capital Projects Fund	300,000	-	-	-
Enterprise Fund	3,194,052	-	-	-
Agency Fund	43,140,288	(1,029,102)	-	-
	<u>\$ 50,467,858</u>	<u>\$ (50,467,858)</u>	<u>\$ (1,187,690)</u>	<u>\$ (1,187,690)</u>

General Fund

- Transfers In: Support to programs

- Transfers Out: Support to programs, distribution of county allocations
- Special Revenue Fund
- Transfers In: Support to programs, distribution of county allocations
  - Transfers Out: Support to programs
- Capital Projects Fund
- Transfers In: General and special revenue funds support for capital projects
  - Transfer Out: No activity during the fiscal year

There is a -\$1,187,690 interfund balance in the General Fund to fund reimbursable expenditures in the Special Revenue Fund.

Interfund transfers between funds of the primary government are presented in the *Statements of Revenues, Expenditure and Changes in Fund Balance* – comparison schedules for General Fund, Special Revenue Fund, Enterprise Fund, and Fiduciary Governmental Funds. The budgetary comparison schedules for General Fund, Special Revenue Fund, Enterprise Fund, and Fiduciary Fund include transfers between fiduciary activities and the primary government, which have been treated as revenues and expenditures in the combining fund financial statements, and additions and deductions in the fiduciary fund statements, in accordance with accounting principles generally accepted in the United States of America. The net effect of this treatment on all fund balances is zero.

## **8. Leases**

### **A. Operating Leases**

The ESD has entered into various agreements that are accounted for as operating leases because the agreements do not meet the criteria to be classified as capital leases. Operating lease payments are chargeable as rent expense and reported in services and supplies. Rental cost for operating leases for the year ended June 30, 2023 were \$0.69 million. Future minimal rental payments under operating leases are not stated as these costs are for one-time or infrequent lease or rental agreements.

### **B. Capital Leases**

A capital lease is accounted for similar to a purchases on a long-term contract. The underlying property is capitalized at an amount equal to the present value of the minimum lease payments and a corresponding liability is recorded. The liability for capital leases is reported as obligations under capital lease on the government-wide statement of net position. The expense resulting from the amortization of assets recorded under capital leases is included in depreciation expense.

The total capital lease payments for leased property and equipment were approximately \$792,289 for the year ended June 30, 2023.

Below is the carrying value of assets subject to an outstanding capital lease or lease purchase contract as of June 30, 2023.



Asset Class	Asset Value	Accumulated Depreciation	Net Asset
Leased Buildings	\$ 4,020,025	\$ (1,638,170)	\$ 2,381,855
Leased Equipment	-	-	-
	<u>\$ 4,020,025</u>	<u>\$ (1,638,170)</u>	<u>\$ 2,381,855</u>

Approximate future minimum lease payments for capital leases and the related net present value as of June 30, 2023 are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2024	\$ 654,322
2025	\$ 643,740
2026	\$ 606,061
2027	\$ 234,544
2028	\$ 234,109
Thereafter	\$ 184,431
	<u>\$ 2,557,207</u>

## 9. Pension Plan

### A. 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. Summarized below is the plan description provided on page 141 of the Oregon PERS Annual Comprehensive Financial Report which can be found at (if the link is expired please contact Oregon PERS for this information):

<https://www.oregon.gov/das/financial/acctng/pages/pub.aspx>

#### 1) Public Employees Retirement Plan (PERS)

- 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% for police and fire employees, and 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results.
  - ii. 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.
  - 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 cap on 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% 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% 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% 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 70 ½ 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% of the member's salary determined as of the last full month of employment before the disability occurred.

**B. 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 subdivisions have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2023 were approximately \$10,684,297, excluding amounts to fund employer specific liabilities. The ESD recognized \$3,309,759 in governmental funds and \$7,544 in enterprise funds as employer pension expense during the reporting period.

**C. Pension Asset or Liability**

At June 30, 2023, the ESD reported a net pension liability of \$52,442,911 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 as of December 31, 2021, rolled forward to a measurement date of June 30, 2023. The ESD's proportion of the net pension liability was based on a projection of the ESD'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 date of June 30, 2022 and 2021, the ESD's proportion was .3424% and .3534% respectively.

The PERS rates in effect for the year ended June 30, 2023 were (1) Tier 1/Tier 2 – 26.83% and (2) OPSRP general services – 23.72%.

At June 30, 2023, the ESD reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources	Net
Difference between expected and actual experience	\$ 2,545,680	\$ 327,044	\$ 2,218,636
Changes in assumptions	8,228,576	75,176	8,153,400
Net difference between projected and actual earnings on pension plan investments	-	9,375,778	(9,375,778)
Changes in proportionate share	168,319	2,162,004	(1,993,685)
Differences between employer contributions and employer's proportionate share of system contributions	1,747,284	3,500,312	(1,753,028)
Subtotal - Amortized Deferrals (below)	<u>12,689,859</u>	<u>15,440,314</u>	<u>(2,750,455)</u>
District contributions subsequent to measurement date	<u>10,684,297</u>	<u>-</u>	<u>10,684,297</u>
Net deferred outflow (inflow) of resources	<u>23,374,156</u>	<u>15,440,314</u>	<u>7,933,842</u>

Deferred outflows of resources related to pensions of \$10,684,297 resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2023. Other amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Fiscal Year	Amount
2024	\$ 12,631
2025	(1,500,075)
2026	(4,445,792)
2027	3,622,029
2028	(439,247)
Total	<u>\$ (2,750,455)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated January 20, 2023 which can be found at: <http://www.oregon.gov/pers/EMP/Pages/GASB.aspx>.

Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at: <https://www.oregon.gov/pers/emp/pages/annual-reports.aspx>

**D. Actuarial Valuations**

The employer contribution rates effective July 1, 2021 through June 30, 2023, 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 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.

1) Actuarial Methods and Assumptions

Valuation date	December 31, 2020 rolled forward to June 30, 2022
Experience Study Report	2020, Published July 20, 2021
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Fair value of assets
Discount rate	6.9 percent

Inflation rate	2.40%
Investment rate of return	6.90 percent
Projected salary increase	3.40%
Cost of Living Adjustment	Blend of 2.0% COLA and graded COLA (1.25/0.15 percent) in accordance with <i>Moro</i> decision, blend based on service.
Mortality	<p><u>Healthy retirees and beneficiaries:</u> Pub-2010 Healthy Retiree, sex-distinct, generational projection with Unisex, Social Security Data Scale, 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 Disable 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.

## 2) Discount Rate

The discount rate used to measure the total pension liability as of the measurement date June 30, 2022 was 6.90 percent, and at June 30, 2021 was 6.90 percent, 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.* Below is the ESD's proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the ESD's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point 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	\$ 93,002,967	\$ 52,442,911	\$ 18,496,018

3) Assumed Asset Allocation

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	25.0%	35.0%	30.0%
Real Estate	7.5%	17.5%	12.5%
Private Equity	15.0%	27.5%	20.0%
Risk Parity	0.0%	3.5%	2.5%
Real Assets	2.5%	10.0%	7.5%
Diversifying Strategis	2.5%	10.0%	7.5%
Opportunity Portfolio	0.0%	5.0%	0.0%
		Total	100.0%

Source: June 30, 2022 PERS Comprehensive Annual Financial Report; p. 104

4) Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at 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.

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

Source: June 30, 2022 PERS Comprehensive Annual Financial Report; p. 74

5) 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, 2022 Measurement Date.

6) OPSRP Individual Account Program (OPSRP IAP)

*Plan Description.* Employees of the ESD are provided with pensions through Oregon Public Retirement System (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.

*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 ESD pay six (6)% of their covered payroll. The ESD did not make any optional contributions to member IAP accounts for the year ended June 30, 2023.

Additional disclosures related to Oregon PERS not applicable to specific employers are available online at <http://www.oregon.gov/pers/EMP/Pages/GASB.aspx>, or by contacting PERS at the following address: PO BOX 23700 Tigard, OR 97281-3700.

## 10. Other Post-Employment Benefits (OPEB)

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

	Postemployment Health Insurance Subsidy (PHIS)	Retirement Health Insurance Account (RHIA)	Net
Total OPEB Liability	\$ 1,265,369	\$ -	\$ 1,265,369
Total OPEB Asset	-	(1,044,918)	(1,044,918)
OPEB Deferred Outflows of Resources	180,868	108,330	289,198
OPEB Deferred Inflows of Resources	417,063	359,777	776,840
OPEB Expense(Income)	(5,740)	(192,963)	(198,703)

### A. *Postemployment Health Insurance Subsidy (PHIS)*

#### 1) Plan description

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

#### 2) Benefits Provided

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

Eligibility is determined by:

- Employees of the ESD are covered under medical benefits at the time of retirement.
- Employees must retire with an active service while eligible for a pension benefit payable immediately under the Oregon Public Employees Retirement System (OPERS).

#### 3) Employees covered by benefit terms

As of June 30, 2023, there are 580 active and 13 retired members in the plan.



4) Total OPEB Liability

The ESD's total OPEB liability of \$1,265,369 was determined by an actuarial valuation as of July 1, 2021, adjusted to a measurement date of June 30, 2022.

5) Actuarial assumptions and other inputs

The total OPEB liability in the July 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Valuation date	July 1, 2021 rolled forward to June 30, 2022
Measurement date	June 30, 2022
Inflation	2.40%
Projected salary growth	3.40%
Discount rate	3.54%
Withdrawal, retirement, and mortality rates	December 31, 2020 Oregon PERS valuation
Election and lapse rates	30% of eligible employees 60% of male members and 35% of female members will elect spouse coverage 5% annual lapse rate
Actuarial cost method	Entry Age Normal
Demographic Assumptions:	
Mortality	Pub-2010 Teacher Employee and Healthy Retiree tables, sex distinct for members and dependents. Future mortality improvement is not projected, as it would be immaterial to the valuation.
Disability	Not used
Retirement	Based on Oregon PERS assumptions. Annual rates are based on age, Tier / ORSRP, and duration of service

*Discount Rate.* Under GASB 75, unfunded plans must use a discount rate that reflects a 20-year tax-exempt municipal bond yield or index rate. The discount rate in effect for the June 30, 2023 reporting date is 3.54%, reflecting the Bond Buyer 20-Year General Obligation Bond Index.

*Health Care Cost Trend.* The actuarial calculations used an assumption that medical costs will increase 5.0% in the first year and second year, 4.75% in the third and fourth year, and varying from 4.5% to 3.75% over the remainder of the projection period. These trends are based on a model circulated by the Society of Actuaries that considers current trends in health care costs, the potential impacts of certain well-defined aspects of the Affordable Care Act, and long-term constraints on trend such as growth in per capita income. It also assumes that dental and vision costs will increase by 4.0% in each year.

6) Changes in the Total OPEB Liability

	<u>Increase (Decrease)</u>
Balance as of June 30, 2022	\$ 1,316,899
Changes for the year:	
Service cost	170,130
Interest on total OPEB liability	30,806
Effect of economic/demographic gains or losses	-
Effect of assumptions changes or inputs	(130,193)
Benefit payments	<u>(122,273)</u>
Balance as of June 30, 2023	<u>\$ 1,265,369</u>

The effects of assumption changes or inputs reflect a change in the discount rate from 2.16% in 2022 to 3.54% in 2023.

7) Sensitivity

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the total OPEB liability of the ESD for the Postemployment Health Insurance Subsidy, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
	<u>(1.16%)</u>	<u>(2.16%)</u>	<u>(3.16%)</u>
Total OPEB liability	\$ 1,354,421	\$ 1,265,369	\$ 1,182,220

*Sensitivity of total OPEB liability to changes in the healthcare cost trend rates.* The following presents the total OPEB liability of the ESD for the Postemployment Health Insurance Subsidy, as well as what the total OPEB liability would be if it were calculated using a health care cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current discount rates:

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
	<u>(4.5%)</u>	<u>(5.5%)</u>	<u>(6.5%)</u>
Total OPEB liability	\$ 1,137,764	\$ 1,265,369	\$ 1,416,527

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

For the year ended June 30, 2023, the ESD recognized an OPEB expense of -\$5,740 related to the PHIS OPEB. At June 30, 2023, the ESD reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources	Net
Difference between expected and actual experience	\$ (181,286)	\$ -	\$ (181,286)
Changes of assumptions or inputs	(235,777)	51,329	(184,448)
Subtotal - Amortized Deferrals	(417,063)	51,329	(365,734)
Benefit Payments	-	129,539	129,539
Total as of June 30, 2023	<u>\$ (417,063)</u>	<u>\$ 180,868</u>	<u>\$ (236,195)</u>

Subtotal amounts reported as deferred outflows of resources and deferred inflows of resources related to the PHIS OPEB will be recognized in OPEB expense as follows:

Year ending June 30,	Amount
2024	\$ (84,848)
2025	(76,534)
2026	(73,612)
2027	(56,627)
2028	(35,605)
Thereafter	(38,508)
Total	<u>\$ (365,734)</u>

## **B. Retirement Health Insurance Account (RHIA)**

### **1) Plan description**

As a member of Oregon Public Employees Retirement System (OPERS), the ESD 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. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA resides with the Oregon Legislature. The plan is closed to new entrants hired on or after August 29, 2003. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700.

### **2) Benefits**

RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees.

### **3) Contributions**

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this

monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.06% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2023. 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 ESD's contributions to RHIA for the years ended June 30, 2023, 2022, 2021 and 2020, were approximately \$7,230, \$4,494, \$4,058, and \$24,994 respectively, which equaled the required contributions each year.

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

At June 30, 2023, the ESD reported an asset of -\$1,044,918 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2020, rolled forward to the measurement date. The ESD's proportion of the net OPEB asset was based on the ESD's actual, legally required contributions made during the fiscal year being measured compared to the total actual contributions made in the fiscal year of all employers. The ESD's proportionate share as of the measurement date is 0.29406535 % changed from 0.15165001% for the prior measurement date.

For the year ended June 30, 2023, the ESD recognized OPEB expense reduction of (\$192,963) related to the RHIA OPEB. At June 30, 2023, the ESD reported deferred outflows of resources and deferred inflows of resources related to the RHIA OPEB from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources	Net
Difference between expected and actual experience	\$ -	\$ (28,316)	(28,316)
Changes of assumptions	8,182	(34,830)	(43,012)
Net difference between projected and actual earnings on investment	-	(79,688)	(79,688)
Changes in proportionate share	100,148	(216,943)	(317,091)
Differences between employer contribution and employer's proportionate share of system contributions	-	-	-
Subtotal - Amortized Deferrals	<u>108,330</u>	<u>(359,777)</u>	\$ (251,447)
District contributions subsequent to measurement date	<u>4,763</u>	<u>-</u>	<u>4,763</u>
Total deferred outflow (inflow) of resources	<u>\$ 113,093</u>	<u>\$ (359,777)</u>	<u>\$ (246,684)</u>

Deferred outflows of resources related to pensions of \$4,763 resulting from District contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ending June 30, 2023. Subtotal amounts reported as deferred outflows of resources and deferred inflows of resources related to the RHIA OPEB will be recognized in OPEB expense as follows:

Fiscal Year	Amount
2024	\$ (105,856)
2025	(120,828)
2026	(50,287)
2027	25,522
2028	-
Thereafter	-
Total	<u>\$ (251,449)</u>

#### 5) Actuarial assumptions and other inputs

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Valuation date	December 31, 2020
Measurement date	June 30, 2022
Experience Study	2020, published July 20, 2021
Actuarial assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40%
Long-term expected rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Retiree healthcare participation	Healthy retirees: 27.5% Disabled retirees: 15.0%

Healthcare cost trend rate	No applicable
Mortality	<p><b>Healthy retirees and beneficiaries:</b>  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><b>Active members:</b>  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><b>Disabled retirees:</b>  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 2018 Experience Study which is reviewed for the four-year period ending December 31, 2018.

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, 2022. This independently audited report was dated February 2, 2023 and can be found at:

<..\GASB\GASB 75 Retiree Employee count\GASB-75-RHIA-2022 Audit Report Schedule of Employer Allocations.pdf>

**Discount Rate**

The discount rate used to measure the total OPEB liability at June 30, 2022 and 2021 was 6.90. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Long-Term Expected Rate of Return**

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. 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. For more information on the long-term expected rate of return for each major asset class, calculated using both the arithmetic and geometric means.

*(Source: June 30, 2022 Oregon PERS Comprehensive Annual Financial Report; page 74 Footnote 1)*

**Sensitivity Analysis**

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Total OPEB liability	\$ (941,765)	\$ (1,044,918)	\$ (1,133,343)

**Changes Subsequent to 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.

**11. Commitments and Contingencies**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies, principally the federal government. The amount, if any, of costs that may be disallowed by the grantor cannot be determined at this time, although management expects such amounts, if any, to be immaterial.

The ESD is involved in certain legal actions currently pending. Although their outcome cannot be determined, it is the opinion of management that settlement of these matters will not have a material effect on the financial position and results of operations.

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.

As public employees retire, the PERS system reviews their complete employment history to verify that all of their previous public employers have contributed the correct amount to their pensions. When PERS becomes aware of unpaid pension amounts by an employer from previous years, the amount owed becomes due immediately and the total liability (plus interest) is added to the next invoice. The ESD is not currently aware of any material unpaid pension contributions from previous years.

**12. Tax Abatements**

As of June 30, 2023, Northwest Regional Education Service District had tax abatements through five programs entered into by other governments that impacted their levied taxes and require disclosure under GASB 77.

**Vertical Housing (ORS 307.864):**

The partial property tax exemption for vertical housing development projects exempts the property from a portion of ad valorem property taxes imposed by local districts, other than districts electing not to participate in the vertical housing development zone.

The exemption percentage is equal to 20% of the taxes for one equalized floor allocated to residential housing, 40% for two equalized floors, 60% for three equalized floors, and 80% for four or more equalized floors. The exemption begins in the first tax year the project is occupied or ready for occupancy following certification under the program and for the next nine consecutive tax years.

**Enterprise Zone (ORS 285C.175):**

The Oregon Enterprise Zone program is a State of Oregon economic development program established, that allows for property tax exemptions for up to five years. In exchange for receiving property tax exemption, participating firms are required to meet the program requirements set by state statute and the local sponsor.

The Enterprise Zone program allows industrial firms that will be making a substantial new capital investment a waiver of 100% of the amount of real property taxes attributable to the new investment for a 5-year period after completion. Land or existing machinery or equipment is not tax exempt; therefore, there is no loss of current property tax levies to local taxing jurisdiction.

**Construction in Process in Enterprise Zone (ORS 285C.170):**

The Oregon Enterprise Zone program is a State of Oregon economic development program established, that allows for property tax exemptions. A Construction-in-Process exemption is available for qualifying properties currently under construction in an Enterprise Zone.

To qualify, the property must be owned or leased by an authorized business that is contractually obligated to own or lease the property until placed in service, it may not be previously subject to exemption as a commercial facility (ORS 307.330), and may not be operated, in all or part, as a hotel, motel, or destination resort.

Property may be exempt for no more than two tax years, which must be consecutive, and is not dependent on the property already receiving or being qualified to receive the Enterprise Zone exemption.

**Strategic Key Investment Zone (ORS 307.123):**

Real or personal property that the Oregon Business Development Commission, acting pursuant to ORS 285C.606, has determined is an eligible project under ORS 285C.600 to 285C.635 shall be subject to assessment and taxation up to that portion of the real market value of the eligible project that equals the minimum cost of the project under ORS 285C.606 (1)(c), increased annually for growth at the rate of three percent, shall be taxable at the taxable portion's assessed value under ORS 308.146. The taxable portion of real market value, as adjusted, shall be allocated as follows until the entire amount is assigned: first to land, second to buildings, third to real property machinery and equipment and last to personal property. The remainder of the real market value shall be exempt from taxation for a period of 15 years from the beginning of the tax year after the date the property is certified for occupancy.

**Strategic Investment (ORS 285C.600):**

The purpose of the Strategic Investment program is to improve employment in areas where eligible projects are to be located and urges business firms that will benefit from an eligible project to hire employees from the region in which the eligible project is to be located whenever practicable.



In order to be eligible for the SIP exemption:

- 1) The project must be an eligible project
- 2) Benefit a traded sector industry as defined in ORS 285B.280, and
- 3) The total cost of the project equals or exceeds:
  - a. \$100 million; or
  - b. \$25 million, for rural areas

For the fiscal year ended June 30, 2023, the ESD abated property taxes as follows under these programs:

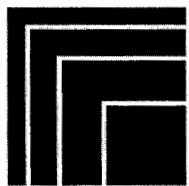
Columbia County Enterprise Zone	\$ 11,491
Columbia County Strategic Investment Program	38,960
Clatsop County Enterprise Zone	1,113
Clatsop County Strategic Investment Program	49,957
Tillamook County Enterprise Zone	199
Washington County Construction in Process Enterprise Zone	31,000
Washington County Enterprise Zone	190,000
Washington County Housing for Low Income Rental	170
Washington County Nonprofit Corporation Low Income Housin	18,000
Washington County Strategic Investment Program	2,448,000
Washington County Vertical Housing	19,000
	<u>\$ 2,807,890</u>

### 13. Restatement Fiduciary Net Position

During the year ended June 30, 2023, NWRES D has not adopted new accounting guidance that would result in changing the presentation of the financial statements.

	<u>Fiduciary Fund</u>
Net position - July 1, 2023 as originally reported \$	-
GASB 84 implementation, restating net position	<u>12,286,975</u>
Net Position - July 1, 2023 as restated	<u>\$ 12,286,975</u>

## **Required Supplementary Information**



**Northwest Regional**  
Education Service District

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Required Supplementary Information**  
**June 30, 2023**

**Schedule of the Proportionate Share of the Net Pension Liability**  
**Oregon Public Employee Retirement Pension Plan (PERS)**

Year Ended June 30, <sup>1,3</sup>	(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 <sup>2</sup>	(b/c) NPL as a percentage of employer's covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2023	0.34 %	\$ 52,442,911	\$ 48,434,905	108.3 %	84.5 %
2022	0.35	42,294,794	40,008,527	105.7	87.6
2021	0.35	76,793,770	35,757,044	214.8	75.8
2020	0.36	62,667,430	34,752,100	180.3	80.2
2019	0.36	54,917,814	34,070,383	161.2	82.1
2018	0.36	48,934,385	30,866,789	158.5	83.1
2017	0.41	61,372,959	28,759,150	213.4	80.5
2016	0.50	28,887,403	26,086,298	110.7	91.9
2015	0.53	(11,973,053)	25,079,363	(47.7)	103.6

**Schedule of Contributions**  
**Oregon Public Employee Retirement Pension Plan (PERS)**

Year Ended June 30, <sup>1,3</sup>	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll <sup>2</sup>	Contributions as a percent of employer's covered payroll
2023	\$ 10,684,297	\$ 10,684,297	\$ -	\$ 48,434,905	22.1 %
2022	9,577,788	9,577,788	-	40,008,527	23.9
2021	9,374,528	9,374,528	-	35,757,044	26.2
2020	8,934,533	8,934,533	-	34,752,100	25.7
2019	7,096,234	7,096,234	-	34,070,383	20.8
2018	6,328,967	6,328,967	-	30,866,789	20.5
2017	5,053,661	5,053,661	-	28,759,150	17.6
2016	4,762,074	4,762,074	-	26,086,298	18.3
2015	4,982,087	4,982,087	-	24,976,750	19.9

**Notes:**

<sup>1</sup>The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date.

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

<sup>3</sup>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.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Required Supplementary Information**  
**June 30, 2023**

**Schedule of Change in the Total OPEB Liability—PHIS**

*Dollar Amounts in Thousands*

Year Ended June 30, <sup>1,3</sup>	Service Cost	Interest	Change of Benefit Terms	Difference between expected and actual results	Changes of assumptions or other inputs	Benefit payments	Net change in total OPEB liability
2023	\$ 170	\$ 31	\$ -	\$ -	\$ (130)	\$ (122)	\$ (51)
2022	184	34	-	(145)	(42)	(121)	(90)
2021	160	46	-	-	85	(105)	186
2020	147	59	-	(158)	(164)	(108)	(224)
2019	145	53	-	-	(27)	(108)	63

**Schedule of Total OPEB Liability and Related Ratios—PHIS**

*Dollar Amounts in Thousands*

Year Ended June 30, <sup>1,3</sup>	Total OPEB liability beginning	Net change in total OPEB liability	Total OPEB liability ending	Covered employee payroll <sup>2</sup>	Total OPEB liability as percentage of covered- employee payroll	Discount Rate
2023	\$ 1,317	\$ (51)	\$ 1,266	\$ 48,435	2.6%	3.54%
2022	1,407	(90)	1,317	40,009	3.3%	2.16%
2021	1,221	186	1,407	35,757	3.9%	2.21%
2020	1,445	(224)	1,221	34,752	3.5%	3.50%
2019	1,382	63	1,445	34,070	4.2%	3.87%
2018	1,351	32	1,383	30,867	4.5%	3.58%

**Notes:**

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

There are no assets accumulated in trust to pay related benefits for the district's OPEB plan.

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

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

<sup>3</sup>These schedules are required to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Required Supplementary Information**  
**June 30, 2023**

**Schedule of the Proportionate Share of the Net OPEB Liability for RHIA**

Year Ended June 30, <sup>1,3</sup>	District's proportion of the net OPEB liability	District's proportionate share of the net OPEB liability (NOL) <sup>1</sup>	District's covered- employee payroll <sup>2</sup>	NOL as a percentage of covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2023	0.29%	\$ (1,044,918)	\$ 48,434,905	-2.2%	194.7%
2022	0.15%	(520,767)	\$ 40,008,527	-1.3%	183.9%
2021	0.35%	(713,143)	\$ 35,757,044	-2.0%	150.1%
2020	0.28%	(538,147)	\$ 34,752,100	-1.5%	144.4%
2019	0.26%	(291,967)	\$ 34,070,383	-0.9%	124.0%
2018	0.26%	(106,738)	\$ 30,866,789	-0.3%	108.9%

**Schedule of Contributions for RHIA**

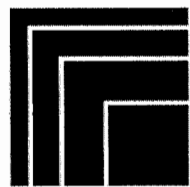
Year Ended June 30, <sup>1,3</sup>	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll <sup>2</sup>	Contributions as a percent of covered payroll
2023	\$ 7,230	\$ 7,230	\$ -	\$ 48,434,905	0.0%
2022	4,494	4,494	-	40,008,527	0.0%
2021	4,058	4,058	-	35,757,044	0.0%
2020	24,994	24,994	-	34,752,100	0.1%
2019	138,026	138,026	-	34,070,383	0.4%
2018	126,646	126,646	-	30,866,789	0.4%

**Notes:**

<sup>1</sup>The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date.

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

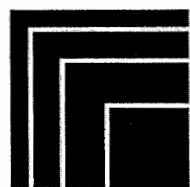
<sup>3</sup>These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.



**Northwest Regional**  
Education Service District

## **Other Supplementary Information**





**Northwest Regional**  
Education Service District

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Capital Projects Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual**  
**For the Year Ended June 30, 2023**

	Budget		Actual	Variance to
	Original	Final		Final Budget
				Positive
<b>REVENUES</b>				<b>(Negative)</b>
Charges for services	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Rentals	-	-	-	-
Loan Receipts	-	15,030,000	15,037,739	7,739
State Sources	-	-	1,867,563	1,867,563
Federal Sources	-	-	728,662	728,662
<b>Total revenues</b>	<b>50,000</b>	<b>15,080,000</b>	<b>17,633,964</b>	<b>2,553,964</b>
<b>EXPENDITURES</b>				
Support Services				
Purchased services				
Supplies and materials				
Capital outlay	650,000	650,000 (1)	268,852	381,148
Facilities acquisition and construction				
Capital outlay	958,729	8,958,729 (1)	8,080,563	878,166
Other uses	741,271	7,771,271 (1)	-	7,771,271
<b>Total expenditures</b>	<b>2,350,000</b>	<b>17,380,000</b>	<b>8,349,415</b>	<b>9,030,585</b>
<b>EXPENDITURES</b>	<b>(2,300,000)</b>	<b>(2,300,000)</b>	<b>9,284,549</b>	<b>11,584,549</b>
<b>OTHER FINANCING SOURCE</b>				
Sale of capital assets	-	-	-	-
Transfers in	300,000	300,000	300,000	-
<b>Total other financing sources (uses)</b>	<b>300,000</b>	<b>300,000</b>	<b>300,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(2,000,000)</b>	<b>(2,000,000)</b>	<b>9,584,549</b>	<b>11,584,549</b>
<b>BEGINNING FUND BALANCE</b>	<b>2,000,000</b>	<b>2,000,000</b>	<b>2,209,287</b>	<b>209,287</b>
<b>ENDING FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11,793,836</b>	<b>\$ 11,793,836</b>

(1) Appropriation level

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Enterprise Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual**  
**For the Year Ended June 30, 2023**

	Budget		Actual	Variance to
	Original	Final		Final Budget
<b>REVENUES</b>				<b>(Negative)</b>
<b>Local sources:</b>				
Charges for services	\$ 5,360,941	\$ 5,360,941	\$ 5,682,474	\$ 321,533
<b>State sources:</b>				
Other restricted grants-in-aid	295,000	295,000	87,471	(207,529)
<b>Total revenues</b>	<u>5,655,941</u>	<u>5,655,941</u>	<u>5,769,945</u>	<u>114,004</u>
<b>EXPENDITURES:</b>				
<b>Instructional services</b>				
Technology services	444,367	444,367	168,203	276,164
<b>Support services</b>				
Fiscal services	1,140,600	1,140,600	784,038	356,562
Staff services	572,000	572,000	591,000	(19,000)
Technology services	7,600,751	7,600,751	7,498,107	102,644
<b>Total expenditures</b>	<u>9,757,718</u>	<u>9,757,718 (1)</u>	<u>9,041,348</u>	<u>716,370</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(4,101,777)</u>	<u>(4,101,777)</u>	<u>(3,271,403)</u>	<u>830,374</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,894,139	2,894,139	3,194,051	299,912
Transfers out	(250,000)	(250,000) (1)	-	250,000
<b>Total other financing sources (uses)</b>	<u>2,644,139</u>	<u>2,644,139</u>	<u>3,194,051</u>	<u>549,912</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(1,457,638)</u>	<u>(1,457,638)</u>	<u>(77,352)</u>	<u>1,380,286</u>
<b>BEGINNING FUND BALANCE</b>	<u>1,457,638</u>	<u>1,457,638</u>	<u>1,386,420</u>	<u>(71,218)</u>
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,309,068</u>	<u>\$ 1,309,068</u>

(1) Appropriation level

**RECONCILIATION TO GAAP BASIS:**

FUND BALANCE, June 30, 2023	\$ 1,309,068
Net pension asset	
Net pension liability	(119,268)
Net pension related deferrals (net)	<u>(3,096,328)</u>
NET POSITION, June 30, 2023	<u>\$ (1,906,528)</u>

**RECONCILIATION TO GAAP BASIS:**

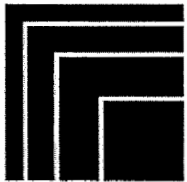
<b>NET CHANGE IN FUND BALANCE (above)</b>	\$ (77,352)
Pension income(expense)	<u>7,544</u>
<b>NET CHANGE IN NET POSITION</b>	<u>\$ (69,808)</u>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Fiduciary Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Year Ended June 30, 2023**

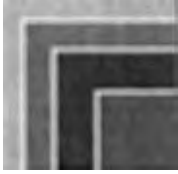
	Budget			Variance to Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
<b>Local sources</b>				
Charges for services	\$ 118,040	\$ 118,040	\$ 18,040	\$ (100,000)
<b>Intermediate sources</b>				
General ESD funds	941,921	941,921	-	(941,921)
<b>State sources</b>				
Other restricted grants-in-aid	-	-	500	500
<b>Total revenues</b>	1,059,961	1,059,961	18,540	(1,041,421)
<b>EXPENDITURES</b>				
Instruction	14,529,894	14,529,894	(1)	12,462,473
Support services	10,890,361	10,890,361	(1)	11,344,969
Community services	200,000	200,000	(1)	4,610
<b>Total expenditures</b>	25,620,255	25,620,255		23,812,052
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(24,560,294)	(24,560,294)		(23,793,512)
<b>OTHER FINANCING SOURCE</b>				
Transfers in	43,140,288	43,140,288		-
Transfers out *	(1,029,102)	(1,029,102)	(1)	-
Transits to other agencies *	(26,030,892)	(26,030,892)	(1)	(22,196,370)
<b>Total other financing sources (uses)</b>	16,080,294	16,080,294		19,914,816
<b>Net Change in Fund Balance</b>	(8,480,000)	(8,480,000)		(3,878,696)
<b>Beginning Fund Balance</b>	8,480,000	8,480,000		12,286,975
<b>Ending Fund Balance</b>	\$ -	\$ -		\$ 8,408,279

\* Appropriated as other uses.

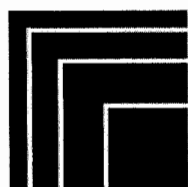
(1) Appropriation level



**Northwest Regional**  
Education Service District



## **Other Financial Schedule Section**



**Northwest Regional**  
Education Service District

## Other Financial Schedules Section Overview

This section provides further details as context for better understanding the financial statements required by the State of Oregon Department of Education.

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**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Revenue Summary—All Funds  
For the Year Ended June 30, 2023**

Revenue from Local Sources	Fund 100	Fund 200	Fund 400	Fund 500	Fund 700	Total
1111 Taxes - current year's levy	\$ 14,221,092	\$ -	\$ -	\$ -	\$ -	\$ 14,221,092
1112 Taxes - prior year's levies	148,071	-	-	-	-	148,071
1114 Tax offsets	4,952	-	-	-	-	4,952
1190 Penalties and interest on taxes	13,267	-	-	-	-	13,267
1311 Tuition from individuals	-	-	-	-	-	-
1312 Tuition from regional districts	-	4,361,700	-	119,030	-	4,480,730
1313 Tuition from districts out of state	-	-	-	395	-	395
1314 Tuition from IN/ST Out/Regional	-	2,323,921	-	59,110	-	2,383,031
1315 LIRP Evaluations	-	-	-	-	-	-
1332 Summer School Tuition	-	-	-	-	-	-
1410 Transportation fees	-	-	-	-	-	-
1510 Earnings on investments	805,514	-	-	-	-	805,514
1620 Nonreimbursable daily meals	-	-	-	-	-	-
1629 Visitor's meals	-	-	-	-	-	-
1700 Extracurricular activities	-	-	-	-	-	-
1811 GED fees	-	-	-	-	-	-
1910 Rentals	-	-	-	-	-	-
1920 Contributions and donations from private	29,500	770,477	-	-	18,040	818,017
1922 Grants from private sources	-	4,000	-	128,048	-	132,048
1940 Services provided other local education	229,113	26,988,084	-	3,149,990	-	30,367,187
1960 Recovery of prior year expenditures	30,297	7,318	-	4	-	37,619
1961 Recouping current expenses	-	158,978	-	3,870	-	162,848
1962 HR recouping current expenses	3,366	-	-	-	-	3,366
1966 Medicaid Administrative Claiming (MAC)	-	-	-	-	-	-
1970 Services provided other funds	1,007,841	-	-	-	-	1,007,841
1980 Fees charged to grants	2,800,974	-	-	-	-	2,800,974
1990 Miscellaneous	31,931	45,896	-	52,240	-	130,067
1992 District support	-	-	-	-	-	-
1993 Services to other agencies	-	90,305	-	2,169,792	-	2,260,097
1994 NWRES D third-party billing	-	461,954	-	-	-	461,954
1995 District third-party billing	-	-	-	-	-	-
1996 MAC revenue	1,373	875,161	-	-	-	876,534
1997 ERATE	-	-	-	-	-	-
<b>Total Revenue from Local Sources</b>	<b>19,327,291</b>	<b>36,087,794</b>	<b>-</b>	<b>5,682,479</b>	<b>18,040</b>	<b>61,115,604</b>
<b>Revenue from Intermediate Sources</b>						
2102 General ESD Funds	-	-	-	-	-	-
2105 Natural gas, oil and mineral receipts	1,298	-	-	-	-	1,298
2199 Other intermediate sources	11,981	-	-	-	-	11,981
2200 Other intermediate sources	-	-	-	-	-	-
<b>Total Revenue from Intermediate Sources</b>	<b>13,279</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,279</b>
<b>Revenue from State Sources</b>						
3101 State school support fund - general support	39,237,698	-	-	-	-	39,237,698
3102 SSF - school lunch match	-	-	-	-	-	-
3104 State timber revenue	518,676	-	-	-	-	518,676
3199 Other unrestricted sources	-	-	-	-	-	-
3202 Special ed reimbursement	-	2,748,704	-	-	-	2,748,704
3223 Early intervention	-	28,241,614	503,477	-	-	28,745,091
3225 Private Agency Funds	-	-	-	-	-	-
3250 Oregon youth conservation corp.	-	9,000	-	-	-	9,000
3260 State support assessment	-	-	-	-	-	-
3270 Committee on children and families	-	-	-	-	-	-
3299 Other restricted grants-in-aid	-	16,346,107	225,185	87,471	500	16,659,263
3301 SIF grant revenue	-	-	-	-	-	-
3990 Other state sources	-	780,187	-	-	-	780,187
3999 Other	-	-	-	-	-	-
<b>Total Revenue from State Sources</b>	<b>39,756,374</b>	<b>48,125,612</b>	<b>728,662</b>	<b>87,471</b>	<b>500</b>	<b>88,698,619</b>

**Revenue from Federal Sources**

4311 Indian Education	-	-	-	-	-	-
4312 Implementation of Mental Health/Children	-	-	-	-	-	-
4325 US Fish & Wildlife	-	-	-	-	-	-
4500 Restricted rev fed gov through state	-	1,871,862	-	-	-	1,871,862
4504 National School Breakfast Program	-	27,794	-	-	-	27,794
4505 National School Lunch Program	-	68,208	-	-	-	68,208
4506 National School Snack Program	-	7,792	-	-	-	7,792
4508 IDEA	-	7,802,796	54,021	-	-	7,856,817
4512 Title I Neglected / Delinquent	-	181,557	-	-	-	181,557
4514 Title III NCLB Grant	-	17,747	-	-	-	17,747
4515 Title IC Migrant Project	-	1,098,203	-	-	-	1,098,203
4516 Title III NCLB ADEPT	-	-	-	-	-	-
4517 Youth Transition	-	121,577	-	-	-	121,577
4525 State Imp ESD Assess Supp	-	-	-	-	-	-
4526 Alternate Assessment Training	-	-	-	-	-	-
4529 IDEA Part B	-	41,346	-	-	-	41,346
4530 Preschool Grants	-	30,521	-	-	-	30,521
4534 IDEA Part C	-	1,073,677	24,411	-	-	1,098,088
4539 Title I Grants	-	65,805	-	-	-	65,805
4540 Oregon Deaf/Blind Project	-	-	-	-	-	-
4546 Section 619 ECSE	-	227,831	6,552	-	-	234,383
4560 ESSER I&II	-	1,397,057	1,782,579	-	-	3,179,636
4563 Governors Emergency Ed	-	50,070	-	-	-	50,070
4564 ARP ESSER	-	245,774	-	-	-	245,774
4570 ESSA Preschool Development	-	57,056	-	-	-	57,056
4571 Title IV B2	-	7,687	-	-	-	7,687
4580 Vocational Education Technology Prep	-	-	-	-	-	-
4910 USDA donated commodities	-	7,625	-	-	-	7,625
4999 Revenue for/on behalf of the district	-	-	-	-	-	-
<b>Total Revenue from Federal Sources</b>	-	<b>14,401,985</b>	<b>1,867,563</b>	-	-	<b>16,269,548</b>
<b>Revenue from Other Sources</b>						
5150 Loan receipts	-	-	15,037,739	-	-	15,037,739
5200 Interfund transfers	275,000	3,558,518	300,000	3,194,052	43,140,288	50,467,858
5202 Service Credits Transfers	-	-	-	-	-	-
5210 Intrafund Transfers	-	-	-	-	-	-
5300 Sale/compensation fixed assets	-	-	-	-	-	-
5400 Resources - beginning fund balance	6,291,285	13,618,716	2,209,287	1,386,420	12,286,975	35,792,683
<b>Total Revenue from Other Sources</b>	<b>6,566,285</b>	<b>17,177,234</b>	<b>17,547,026</b>	<b>4,580,472</b>	<b>55,427,263</b>	<b>101,298,280</b>
<b>Total Revenue—All Funds</b>	<b>\$ 65,663,229</b>	<b>\$ 115,792,625</b>	<b>\$ 20,143,251</b>	<b>\$ 10,350,422</b>	<b>\$ 55,445,803</b>	<b>\$ 267,395,330</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Expenditure Summary  
General Fund  
For the Year Ended June 30, 2023**

	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	Total
<b>Support Services</b>								
2110 Attendance and social work services	\$ 582	\$ 191	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 773
2130 Health service	-	-	2,595	13,386	-	-	-	15,981
2190 Service direction, student support	-	-	138	-	-	-	-	138
2210 Improvement of instruction services	139,126	66,831	45,428	21,397	-	2,803	-	275,585
2240 Instructional staff development	-	-	-	-	-	-	-	-
2310 Board of education services	-	-	91,695	26,505	-	38,802	-	157,002
2320 Executive administration services	825,068	474,828	68,193	47,151	21,644	17,812	-	1,454,696
2510 Direction of business support services	918,649	460,959	256,893	23,641	-	374,993	-	2,035,135
2520 Fiscal services	-	(35,422)	-	-	-	65,034	-	29,612
2540 Operation & maintenance of plant services	145,251	85,749	571,705	32,911	105,558	3,698	-	944,872
2570 Internal services	63,150	43,546	193,290	15,113	-	3,780	-	318,879
2630 Information services	263,643	135,004	51,828	62,269	-	7,057	-	519,801
2640 Staff services	573,378	569,009	80,020	75,573	-	62,676	-	1,360,656
2660 Technology services	382,378	229,597	14,606	1,029,649	-	18,197	-	1,674,427
2700 Employee Benefits	1,800	645	-	-	-	-	-	2,445
<b>Total Support Services Expenditures</b>	<b>3,313,025</b>	<b>2,030,937</b>	<b>1,376,391</b>	<b>1,347,595</b>	<b>127,202</b>	<b>594,852</b>	<b>-</b>	<b>8,790,002</b>
<b>Other Uses</b>								
5110 Debt Service	-	-	-	-	-	636,552	-	636,552
5200 Transfers of Funds	-	-	-	-	-	-	48,974,852	48,974,851
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>636,552</b>	<b>48,974,852</b>	<b>49,611,403</b>
<b>Total General Funds</b>	<b>\$ 3,313,025</b>	<b>\$ 2,030,937</b>	<b>\$ 1,376,391</b>	<b>\$ 1,347,595</b>	<b>\$ 127,202</b>	<b>\$ 1,231,404</b>	<b>\$ 48,974,852</b>	<b>\$ 58,401,405</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Expenditure Summary**  
**Special Revenue Fund**  
**For the Year Ended June 30, 2023**

Instruction	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	Total
1121 Middle / Junior high programs	\$ 2,286,385	\$ 677,388	\$ 1,497,750	\$ 609,351	\$ 14,543	\$ 51,736	\$ -	\$ 5,137,153
1131 High school programs	(120)	-	-	-	-	3,694	-	3,574
1220 Restrictive programs for students with disabilities	1,801,640	1,146,575	1,277,713	189,626	1,945	128,790	-	4,546,289
1250 Less restrictive programs for students with disabilities	5,390,244	3,233,431	2,712,153	287,581	89,504	132,440	-	11,845,353
1260 Treatment and habilitation	17,872,668	10,418,398	5,171,172	667,366	223,048	430,689	-	34,783,346
1281 Alternative education	67,849	40,009	739	5,917	-	2,260	-	116,774
1294 Youth corrections education	-	-	-	-	-	-	-	-
1299 Other programs	-	-	-	-	-	-	-	-
<b>Total Instruction Expenditures</b>	<b>27,418,666</b>	<b>15,515,801</b>	<b>10,659,527</b>	<b>1,759,841</b>	<b>329,040</b>	<b>749,609</b>	<b>-</b>	<b>56,432,489</b>
<b>Support Services</b>								
2110 Attendance and social work services	745,146	406,503	284,471	91,696	-	89,173	-	1,616,989
2130 Health service	2,296,626	1,232,180	453,161	52,799	12,449	46,329	-	4,093,544
2140 Psychological services	1,213,030	661,188	121,052	25,369	-	20,609	-	2,041,248
2150 Speech pathology and audiology services	1,370,345	796,968	1,471,886	17,964	-	36,358	-	3,693,521
2160 Other student treatment services	508,845	274,457	23,063	93,104	-	49,068	-	948,537
2190 Service direction, student support services	3,231,701	1,712,221	333,079	115,384	-	1,968,168	-	7,360,553
2210 Improvement of instruction services	1,989,884	1,083,980	1,861,696	14,527	-	335,467	-	5,285,554
2230 Assessment and testing	76,802	55,843	25,474	-	-	1,260	-	159,379
2240 Instructional staff development	502,081	252,964	365,951	30,250	-	26,446	-	1,177,692
2320 Office of the superintendent	-	-	-	-	-	-	-	-
2490 Other support services - school administration	-	-	139,416	3,185	-	-	-	142,601
2529 Other fiscal services	19,968	12,905	120	-	-	939,500	-	972,493
2540 Operation and maintenance of plant services	-	24	-	-	969,132	-	-	969,156
2620 Plan, research and development	1,691,919	829,618	1,447,096	265,859	173,730	95,811	-	4,504,033
2660 Technology services	-	-	202,218	263,523	7,647	164,346	-	637,734
2999 Other support services	-	-	100,000	-	-	-	-	100,000
<b>Total Support Services Expenditures</b>	<b>13,646,347</b>	<b>7,318,851</b>	<b>6,828,683</b>	<b>973,660</b>	<b>1,162,958</b>	<b>3,772,535</b>	<b>-</b>	<b>33,703,034</b>
<b>Enterprise and Community Services</b>								
3300 Community services	672,281	380,340	976,788	96,887	-	89,127	-	2,215,423
3370 Other community services	-	-	1,064	-	-	-	-	1,064
3390 Other community services	70,755	39,753	71,224	290	-	6,451	-	188,473
<b>Total Enterprise and Community Services</b>	<b>743,036</b>	<b>420,093</b>	<b>1,049,076</b>	<b>97,177</b>	<b>-</b>	<b>95,578</b>	<b>-</b>	<b>2,404,960</b>
<b>Other Uses</b>								
5200 Transfers of funds	-	-	-	-	-	-	463,905	463,905
5300 Apportionment of funds	-	-	-	-	-	-	1,525,787	1,525,787
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,989,692</b>	<b>1,989,692</b>
<b>Total Special Revenue Funds</b>	<b>\$ 41,808,049</b>	<b>\$ 23,254,745</b>	<b>\$ 18,537,286</b>	<b>\$ 2,830,678</b>	<b>\$ 1,491,998</b>	<b>\$ 4,617,722</b>	<b>\$ 1,989,692</b>	<b>\$ 94,530,175</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon  
Expenditure Summary  
Capital Projects  
For the Year Ended June 30, 2023**

<b>Support Services</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 500</b>	<b>Total</b>
2540 Operation Maintenance Plant Services	-	-	-	-
2660 Technology services	-	268,852	-	268,852
<b>Total Support Services Expenditures</b>	<b>-</b>	<b>268,852</b>	<b>-</b>	<b>268,852</b>
<b>Facilities Acquisition and Construction Expenditures</b>				
4150 improvement	\$ 77,109	\$ -	\$ 8,003,454	\$ 8,080,563
<b>Total Facilities and Construction Expenditures</b>	<b>77,109</b>	<b>-</b>	<b>8,003,454</b>	<b>8,080,563</b>
<b>Total Capital Projects Funds</b>	<b>\$ 77,109</b>	<b>\$ 268,852</b>	<b>\$ 8,003,454</b>	<b>\$ 8,349,415</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Expenditure Summary**  
**Enterprise Funds**  
**For the Year Ended June 30, 2023**

	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700	Total
<b>Instruction Expenditures</b>								
1280 Alternative Education	\$ 116,961	\$ 31,160	\$ -	\$ 20,082	\$ -	\$ -	\$ -	\$ 168,203
<b>Total Instruction Expenditures</b>	<b>116,961</b>	<b>31,160</b>	<b>-</b>	<b>20,082</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>168,203</b>
<b>Support Services Expenditures</b>								
2190 Service direction, student support services	82,830	44,476	-	68,579	-	1,260	-	197,145
2520 Fiscal services	492,491	269,484	4,759	4,790	-	12,514	-	784,038
2540 Operation and maintenance of plant services	-	-	-	-	-	-	-	-
2640 Staff services	390,381	144,543	15,121	32,169	-	8,786	-	591,000
2660 Technology services	2,256,742	1,184,428	782,236	3,040,726	-	36,830	-	7,300,962
<b>Total Support Services Expenditures</b>	<b>3,222,444</b>	<b>1,642,931</b>	<b>802,116</b>	<b>3,146,264</b>	<b>-</b>	<b>59,390</b>	<b>-</b>	<b>8,873,145</b>
<b>Other Uses Expenditures</b>								
5100 Debt Service	-	-	-	-	-	-	-	-
5200 Transfers of Funds	-	-	-	-	-	-	-	-
5300 Apportionment of Funds	-	-	-	-	-	-	-	-
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Enterprise Funds</b>	<b>\$ 3,339,405</b>	<b>\$ 1,674,091</b>	<b>\$ 802,116</b>	<b>\$ 3,166,346</b>	<b>\$ -</b>	<b>\$ 59,390</b>	<b>\$ -</b>	<b>\$ 9,041,348</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Expenditure Summary**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2023**

<b>Instruction</b>	<b>Object 300</b>	<b>Object 400</b>	<b>Object 700</b>	<b>Total</b>
1121 Middle / Junior high programs	\$ 16,800	\$ -	\$ -	\$ 16,800
1122 Middle/Junior High School Extracurricular	-	-	-	-
1131 High school programs	228,711	-	-	228,711
1220 Restrictive programs for students with disabilities	1,794,693	-	-	1,794,693
1250 Less restrictive programs for students with disabilities	8,253,251	5,674	-	8,258,925
1260 Treatment and habilitation	2,083,765	5,059	-	2,088,824
1280 Alternative Education	74,520	-	-	74,520
1299 Other programs	-	-	-	-
<b>Total Instruction Expenditures</b>	<b>12,451,740</b>	<b>10,733</b>	<b>-</b>	<b>12,462,473</b>
<b>Support Services</b>				
2110 Attendance and social work services	342,010	-	-	342,010
2130 Health services	2,970,475	-	-	2,970,475
2140 Psychological services	1,588,964	-	-	1,588,964
2150 Speech pathology and audiology services	2,805,028	-	-	2,805,028
2160 Other student treatment services	1,050,167	-	-	1,050,167
2190 Service direction student support services	-	2,132	-	2,132
2210 Improvement of instruction services	-	-	-	-
2240 Instructional staff development	-	-	-	-
2520 Fiscal services	339,449	-	-	339,449
2540 Operation and maintenance of plant services	-	-	-	-
2620 Plan, research and development	119,413	-	-	119,413
2630 Information services	-	-	-	-
2660 Technology Services	2,015,012	112,318	-	2,127,330
<b>Total Support Services Expenditures</b>	<b>11,230,518</b>	<b>114,450</b>	<b>-</b>	<b>11,344,968</b>
<b>Enterprise and Community Services</b>				
3300 Community services	-	4,610	-	4,610
<b>Total Enterprise and Community Services</b>	<b>-</b>	<b>4,610</b>	<b>-</b>	<b>4,610</b>
<b>Other Uses</b>				
5200 Transfers of Funds	-	-	1,029,102	1,029,102
5300 Apportionment of funds	-	-	22,196,365	22,196,365
<b>Total Other Uses Expenditures</b>	<b>-</b>	<b>-</b>	<b>23,225,467</b>	<b>23,225,467</b>
<b>Total Fiduciary Funds</b>	<b>\$ 23,682,258</b>	<b>\$ 129,793</b>	<b>\$ 23,225,467</b>	<b>\$ 47,037,518</b>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Schedule of Property Tax Transactions  
For the Year Ended June 30, 2023**

Tax Year	Uncollected July 1, 2022	Levy as Extended by Assessor	Discounts Allowed	Interest	Adjustments	Collections	Uncollected June 30, 2023
Current:							
2022-2023	\$ -	\$ 14,817,033	\$ (396,941)	\$ 3,604	\$ (65,419)	\$ (14,200,437)	\$ 157,840
Prior:							
2021-2022	156,075	-	166	6,941	(6,478)	(97,902)	58,802
2020-2021	55,538	-	32	4,943	(36)	(30,082)	30,395
2019-2020	30,028	-	20	5,401	1,212	(23,593)	13,068
2018-2019	10,638	-	17	2,635	4,816	(14,563)	3,543
2017-2018	2,184	-	-	470	(260)	(1,224)	1,170
2016-2017 and prior	<u>9,102</u>	<u>-</u>	<u>-</u>	<u>746</u>	<u>(698)</u>	<u>(1,442)</u>	<u>7,708</u>
Total Prior	<u>263,565</u>	<u>-</u>	<u>235</u>	<u>21,136</u>	<u>(1,444)</u>	<u>(168,806)</u>	<u>114,686</u>
Total Taxes	<u>\$ 263,565</u>	<u>\$ 14,817,033</u>	<u>\$ (396,706)</u>	<u>\$ 24,740</u>	<u>\$ (66,863)</u>	<u>\$ (14,369,243)</u>	<u>\$ 272,526</u>

**Reconciliation to Revenue:**

Collections	\$ 14,369,243
June 30, 2022 accrual	(73,643)
June 30, 2023 accrual	63,609
Tax offsets and other	<u>18,221</u>
Property tax revenue	<u>\$ 14,377,430</u>

**Reconciliation to Statement of Activities:**

Property tax revenue	\$ 14,377,430
June 30, 2022 accrual	(189,822)
June 30, 2023 accrual	<u>208,917</u>
Property tax revenue	<u>\$ 14,396,525</u>



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Supplemental Information Required by the State of Oregon Department of Education  
For the Year Ended June 30, 2023**

School District Business Managers and Auditors:

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

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

**A. Energy Bill for Heating - All Funds:**

Please enter your expenditures for electricity  
& heating fuel for these Functions & Objects.

	Objects 325, 326 & 327
Function 2540	\$ 117,610
Function 2550	\$ -

**B. Replacement of Equipment – General Fund:**

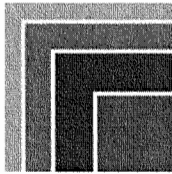
Include all General Fund expenditures in object 542, except for the following exclusions:

\$	34,705
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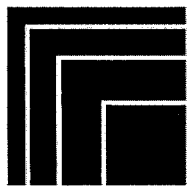
Exclude these functions:

Exclude these functions:

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



## **Statistical Section**



**Northwest Regional**  
Education Service District

## Statistical Section Overview

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

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how financial performance has changed over time.	108
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue sources, state school fund and property taxes.	116
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the ability to issue additional debt in the future.	120
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	121
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	123

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Financial Trends**  
**Condensed Statement of Net Position—Last Ten Fiscal Years**  
**(Accrual basis of accounting)**

	Fiscal Years				
	2013-14	2014-15	2015-16	2016-17	2017-18
<b>Governmental Activities</b>					
<b>Assets</b>					
Cash and cash equivalents	\$ 6,559,333	\$ 7,705,775	\$ 9,085,411	\$ 7,281,334	\$ 4,967,300
Property taxes and other receivables	10,520,541	9,335,979	9,219,449	9,483,748	10,285,447
Net Pension asset	-	11,181,741	-	-	106,738
Bond issuance costs, net of accumulated amortization	-	-	-	-	-
Land	467,500	467,500	467,500	467,500	467,500
Capital assets, net of depreciation	10,257,300	10,142,605	9,873,914	10,435,453	10,162,038
<b>Total Assets</b>	<b>27,804,674</b>	<b>38,833,600</b>	<b>28,646,274</b>	<b>27,668,035</b>	<b>25,989,023</b>
<b>Deferred outflows of resources</b>					
Pension Related Deferred Outflows (PERS)	-	-	-	30,901,082	18,582,022
OPEB Related Deferred Outflows (PHIS)	-	-	-	-	107,603
OPEB Related Deferred Outflows (RHIA)	-	-	-	-	128,008
Deferred amount on refunding	-	-	-	-	107,429
<b>Total Deferred Outflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,901,082</b>	<b>18,925,062</b>
<b>Liabilities</b>					
Accounts payable	1,307,066	873,486	381,697	574,349	400,133
Accrued payroll, taxes, and employee withholdings	3,861,988	4,113,111	3,740,354	3,422,579	3,343,811
Accrued interest payable	13,576	12,579	11,520	8,996	7,758
Accrued compensated absences payable	54,648	58,071	58,661	52,100	64,055
Unearned revenue	-	-	-	-	-
Proportionate share of PERS net pension liability	-	-	26,945,280	57,440,382	45,791,786
Net other post employment pension obligation	2,268,654	2,203,927	2,152,485	2,116,210	1,382,361
Long-term debt:					
Due within one year	389,955	409,955	424,955	585,466	607,665
Due in more than one year	4,689,591	4,279,634	3,854,679	3,802,536	3,194,871
<b>Total Liabilities</b>	<b>12,585,478</b>	<b>11,950,763</b>	<b>37,569,631</b>	<b>68,002,618</b>	<b>54,792,440</b>
<b>Deferred inflows of resources</b>					
Pension Related Deferred Inflows (PERS)	-	-	5,919,193	5,273,627	6,917,518
OPEB Related Deferred Outflows (PHIS)	-	-	-	-	57,525
OPEB Related Deferred Outflows (RHIA)	-	-	-	-	49,435
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>5,919,193</b>	<b>5,273,627</b>	<b>7,024,478</b>
<b>Net Position</b>					
Net invested in capital assets	5,645,252	5,920,516	6,061,780	6,514,951	6,827,002
Restricted for special revenues	3,536,356	5,621,114	8,186,894	7,781,177	6,637,453
Restricted for capital projects	403,540	453,540	481,880	49,886	72,888
Restricted for PERS RHIA OPEB asset	-	-	-	-	-
Unrestricted	5,639,265	(2,016,069)	(24,071,335)	(29,053,142)	(30,440,176)
<b>Total Net Position Governmental Activities</b>	<b>\$ 15,224,413</b>	<b>\$ 9,979,101</b>	<b>\$ (9,340,781)</b>	<b>\$ (14,707,128)</b>	<b>\$ (16,902,833)</b>
<b>Business Activities</b>					
<b>Assets</b>	\$ 1,545,953	\$ 3,216,003	\$ 1,406,956	\$ 2,178,428	\$ 3,207,304
<b>Liabilities</b>	5,219	7,012	1,942,123	4,328,992	3,397,208
<b>Deferred outflows of resources</b>	-	-	404,035	2,024,227	1,189,104
<b>Deferred inflows of resources</b>	-	1,196,247	426,635	361,052	474,736
<b>Total Net Position Business Activities - Unrestricted</b>	<b>\$ 1,540,734</b>	<b>\$ 2,012,744</b>	<b>\$ (557,767)</b>	<b>\$ (487,389)</b>	<b>\$ 524,464</b>
<b>Total Net Position</b>	<b>\$ 16,765,147</b>	<b>\$ 11,991,845</b>	<b>\$ (9,898,548)</b>	<b>\$ (15,194,517)</b>	<b>\$ (16,378,369)</b>

Source: Statement of Net Position Northwest Regional ESD

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Financial Trends**  
**Condensed Statement of Net Position—Last Ten Fiscal Years (continued)**  
**(Accrual basis of accounting)**

	Fiscal Years				
	2018-19	2019-20	2020-21	2021-22	2022-23
<b>Governmental Activities</b>					
<b>Assets</b>					
Cash and cash equivalents	\$ 3,110,193	\$ 392,374	\$ 7,019,852	\$ 4,002,843	\$ 21,365,252
Property taxes and other receivables	8,019,179	10,848,910	15,658,451	25,244,779	25,605,793
Net Pension asset	291,967	538,147	713,143	520,767	(1,044,918)
Bond issuance costs, net of accumulated amortization	-	-	-	-	-
Land	467,500	467,500	846,221	467,500	8,470,795
Capital assets, net of depreciation	10,486,400	9,763,432	9,041,827	12,354,381	12,563,173
<b>Total Assets</b>	<b>22,375,239</b>	<b>22,010,363</b>	<b>33,279,494</b>	<b>42,590,270</b>	<b>66,960,095</b>
<b>Deferred outflows of resources</b>					
Pension Related Deferred Outflows (PERS)	22,799,711	21,603,884	25,304,329	184,760	26,435,369
OPEB Related Deferred Outflows (PHIS)	107,536	105,075	194,671	260,713	180,868
OPEB Related Deferred Outflows (RHIA)	138,883	25,346	83,365	49,978	108,330
Deferred amount on refunding	93,456	81,539	64,170	25,424,152	29,184
<b>Total Deferred Outflows of Resources</b>	<b>23,139,586</b>	<b>21,815,844</b>	<b>25,646,535</b>	<b>25,919,603</b>	<b>26,753,751</b>
<b>Liabilities</b>					
Accounts payable	1,378,797	839,799	1,431,303	2,718	1,267,088
Accrued payroll, taxes, and employee withholdings	3,288,813	3,451,143	3,811,697	107,174	5,120,969
Accrued interest payable	6,476	5,157	3,859	1,307,782	1,537
Accrued compensated absences payable	67,707	104,356	102,990	-	117,856
Unearned revenue	-	4,402	113,119	-	56,000
Proportionate share of PERS net pension liability	51,641,978	58,422,295	70,900,585	2,209,740	52,323,643
Net other post employment pension obligation	1,445,032	1,221,132	1,407,086	729,604	1,265,369
Long-term debt:					
Due within one year	635,037	657,584	542,924	796,770	1,755,657
Due in more than one year	2,559,834	1,902,250	1,359,326	-	14,974,730
<b>Total Liabilities</b>	<b>61,023,674</b>	<b>66,608,118</b>	<b>79,672,889</b>	<b>5,153,788</b>	<b>76,882,849</b>
<b>Deferred inflows of resources</b>					
Pension Related Deferred Inflows (PERS)	7,339,562	4,744,940	2,490,532	-	15,405,199
OPEB Related Deferred Outflows (PHIS)	71,210	337,238	280,507	30,265,636	417,063
OPEB Related Deferred Outflows (RHIA)	81,325	114,531	188,691	385,903	359,777
<b>Total Deferred Inflows of Resources</b>	<b>7,492,097</b>	<b>5,196,709</b>	<b>2,959,730</b>	<b>180,972</b>	<b>16,182,039</b>
<b>Net Position</b>					
Net invested in capital assets	7,852,485	7,752,637	8,049,968	8,573,189	4,332,765
Restricted for special revenues	2,186,131	2,036,936	9,924,425	13,618,716	21,262,450
Restricted for capital projects	122,888	147,613	1,656,674	2,209,287	11,793,836
Restricted for PERS RHIA OPEB asset	291,967	538,147	713,143	520,767	(1,044,918)
Unrestricted	(33,454,417)	(38,453,953)	(44,050,800)	(39,670,317)	(35,695,175)
<b>Total Net Position Governmental Activities</b>	<b>\$ (23,000,946)</b>	<b>\$ (27,978,620)</b>	<b>\$ (23,706,590)</b>	<b>\$ (14,748,358)</b>	<b>\$ 648,958</b>
<b>Business Activities</b>					
<b>Assets</b>					
	\$ 3,069,416	\$ 1,604,614	\$ 2,012,962	\$ 1,845,905	\$ 1,797,889
<b>Liabilities</b>					
	3,441,834	4,558,265	6,240,799	-	608,081
<b>Deferred outflows of resources</b>					
	1,182,853	1,640,321	2,608,380	-	(3,061,213)
<b>Deferred inflows of resources</b>					
	465,575	344,781	207,011	-	35,115
<b>Total Net Position Business Activities - Unrestricted</b>	<b>\$ 344,860</b>	<b>\$ (1,658,111)</b>	<b>\$ (1,826,468)</b>	<b>\$ 1,845,905</b>	<b>\$ (1,906,520)</b>
<b>Total Net Position</b>	<b>\$ (22,656,086)</b>	<b>\$ (29,636,731)</b>	<b>\$ (25,533,058)</b>	<b>\$ (12,902,453)</b>	<b>\$ (1,257,562)</b>

Source: Statement of Net Position Northwest Regional ESD

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends  
Changes in Net Position—Last Ten Fiscal Years  
(Accrual basis of accounting)**

	Fiscal Years				
	2013-14	2014-15	2015-16	2016-17	2017-18
<b>Governmental Activities</b>					
<b>Expenses</b>					
Instruction	\$ 29,810,073	\$ 21,269,568	\$ 44,825,008	\$ 37,274,240	\$ 37,864,732
Support services	52,680,242	51,670,311	64,729,187	64,551,436	65,108,713
Community services	101,164	172,702	701,111	1,939,873	1,568,636
Interest on long-term debt	267,982	267,988	248,914	216,756	84,440
<b>Total Expenses</b>	<u>82,859,461</u>	<u>73,380,569</u>	<u>110,504,220</u>	<u>103,982,305</u>	<u>104,626,521</u>
<b>Program Revenues</b>					
Charges for services					
Instruction	23,769,023	18,160,074	17,660,248	18,114,578	19,567,245
Support services	6,339,345	7,411,572	7,913,009	8,843,769	5,330,516
Community services	-	-	-	-	-
Operating grants and contributions					
Instruction	16,998,045	23,365,229	23,543,815	28,481,665	29,640,082
Support services	458,064	555,226	650,855	667,635	929,866
Community services	92,010	103,585	102,694	100,946	82,977
<b>Total Program Revenues</b>	<u>47,656,487</u>	<u>49,595,686</u>	<u>49,870,621</u>	<u>56,208,593</u>	<u>55,550,686</u>
<b>Net (Expenses)</b>	(35,202,974)	(23,784,883)	(60,633,599)	(47,773,712)	(49,075,835)
<b>General Revenues</b>					
Property taxes, levied for general purposes	9,700,133	9,964,922	10,615,752	11,021,073	11,507,748
Federal aid not restricted to specific purposes	-	-	-	-	-
Timber revenue	318,010	333,621	550,070	534,034	593,795
State school fund for general support	26,789,365	28,519,652	29,983,504	30,571,838	33,448,065
Interest and investment earnings	117,380	121,909	164,391	280,420	412,219
Gain on sale of capital asset	-	-	-	-	-
<b>Total General Revenues</b>	<u>36,924,888</u>	<u>38,940,104</u>	<u>41,313,717</u>	<u>42,407,365</u>	<u>45,961,827</u>
<b>Change in Net Position Governmental Activities</b>	<u>\$ 1,721,914</u>	<u>\$ 15,155,221</u>	<u>\$ (19,319,882)</u>	<u>\$ (5,366,347)</u>	<u>\$ (3,114,008)</u>
<b>Business Activities</b>					
<b>Expenses - Support Services</b>	\$ 2,362,466	\$ 4,830,962	\$ 7,729,595	\$ 6,926,950	\$ 6,360,392
<b>Revenues - Charges for Services</b>	<u>2,088,802</u>	<u>6,746,682</u>	<u>5,159,084</u>	<u>6,997,328</u>	<u>7,372,245</u>
<b>Change in Net Position Business Activities</b>	<u>\$ (273,664)</u>	<u>\$ 1,915,720</u>	<u>\$ (2,570,511)</u>	<u>\$ 70,378</u>	<u>\$ 1,011,853</u>
<b>Total Change in Net Position</b>	<u>\$ 1,448,250</u>	<u>\$ 17,070,941</u>	<u>\$ (21,890,393)</u>	<u>\$ (5,295,969)</u>	<u>\$ (2,102,155)</u>

Source: Statement of Activities Northwest Regional ESD

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends**

**Changes in Net Position—Last Ten Fiscal Years (continued)  
(Accrual basis of accounting)**

	Fiscal Years				
	2018-19	2019-20	2020-21	2021-22	2022-23
<b>Governmental Activities</b>					
<b>Expenses</b>					
Instruction	\$ 41,873,604	\$ 45,333,537	\$ 45,592,922	\$ 43,323,492	\$ 55,221,671
Support services	71,375,987	72,659,636	80,047,571	80,441,590	87,990,833
Community services	2,518,433	2,204,578	1,692,742	1,422,535	2,426,794
Facility Acquisition & Construction	-	-	-	-	226,533
Interest on long-term debt	182,877	156,940	137,866	110,179	93,608
<b>Total Expenses</b>	<u>115,950,901</u>	<u>120,354,691</u>	<u>127,471,101</u>	<u>125,297,796</u>	<u>145,959,439</u>
<b>Program Revenues</b>					
Charges for services					
Instruction	21,872,171	23,590,071	28,120,200	27,487,898	33,902,818
Support services	8,954,399	5,692,603	6,855,132	6,645,449	5,515,393
Community services	-	-	-	-	-
Operating grants and contributions					
Instruction	31,136,217	34,935,491	41,098,955	43,934,287	60,034,760
Support services	1,146,575	1,369,469	2,880,555	4,269,650	6,813,843
Community services	107,648	106,818	129,865	82,627	121,577
<b>Total Program Revenues</b>	<u>63,217,010</u>	<u>65,694,452</u>	<u>79,084,707</u>	<u>82,419,911</u>	<u>106,388,391</u>
<b>Net (Expenses)</b>	(52,733,891)	(54,660,239)	(48,386,394)	(42,877,885)	(39,571,048)
<b>General Revenues</b>					
Property taxes, levied for general purposes	11,944,629	12,559,594	13,140,690	13,705,399	14,406,476
Federal aid not restricted to specific purposes	-	-	-	-	-
Timber revenue	546,449	444,751	462,827	474,680	518,676
State school fund for general support	33,505,792	36,252,194	37,732,900	37,490,661	39,237,698
Interest and investment earnings	638,908	426,026	190,722	165,377	805,514
Gain on sale of capital asset	-	-	1,131,285	-	-
<b>Total General Revenues</b>	<u>46,635,778</u>	<u>49,682,565</u>	<u>52,658,424</u>	<u>51,836,117</u>	<u>54,968,364</u>
<b>Change in Net Position Governmental Activities</b>	<u>\$ (6,098,113)</u>	<u>\$ (4,977,674)</u>	<u>\$ 4,272,030</u>	<u>\$ 8,958,232</u>	<u>\$ 15,397,316</u>
<b>Business Activities</b>					
<b>Expenses - Support Services</b>	\$ 7,369,087	\$ 8,779,181	\$ 10,328,818	\$ 8,917,373	\$ 9,033,804
<b>Revenues - Charges for Services</b>	<u>7,189,483</u>	<u>6,776,210</u>	<u>10,160,461</u>	<u>8,907,121</u>	<u>8,964,002</u>
<b>Change in Net Position Business Activities</b>	<u>\$ (179,604)</u>	<u>\$ (2,002,971)</u>	<u>\$ (168,357)</u>	<u>\$ (10,252)</u>	<u>\$ (69,801)</u>
<b>Total Change in Net Position</b>	<u>\$ (6,277,717)</u>	<u>\$ (6,980,645)</u>	<u>\$ 4,103,673</u>	<u>\$ 8,947,980</u>	<u>\$ (1,257,563)</u>

Source: Statement of Activities Northwest Regional ESD

\* The transits and transfer has been distributed to Instruction and Support Services functions.



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends**

**Fund Balances of Governmental Funds –Last Ten Fiscal Years  
(accrual basis of accounting)**

	Fiscal Years				
	2013-14	2014-15	2015-16	2016-17	2017-18
<b>Fund Balances</b>					
Unassigned					
General fund	\$ 7,479,489	\$ 5,565,060	\$ 5,053,069	\$ 4,438,900	\$ 4,509,775
<b>All Other Governmental Funds, reported in</b>					
Restricted:					
Special Revenue Fund					
Grants, contracts and projects	3,536,356	5,621,114	8,186,894	7,781,177	6,637,453
Capital Projects	403,540	453,540	481,880	49,886	72,888
<b>Total Fund Balances</b>	<u>\$ 11,419,385</u>	<u>\$ 11,639,714</u>	<u>\$ 13,721,843</u>	<u>\$ 12,269,963</u>	<u>\$ 11,220,116</u>

Note: GASB 54 was implemented in fiscal year 2011.

Source: Northwest Regional ESD financial records

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends**

**Fund Balances of Governmental Funds—Last Ten Fiscal Years (continued)  
(accrual basis of accounting)**

	Fiscal Years				
	2018-19	2019-20	2020-21	2021-22	2022-23
<b>Fund Balances</b>					
Unassigned					
General fund	\$ 3,928,173	\$ 4,535,509	\$ 5,537,027	\$ 6,291,285	\$ 7,261,823
<b>All Other Governmental Funds, reported in</b>					
Restricted:					
Special Revenue Fund					
Grants, contracts and projects	2,186,131	2,036,936	9,924,425	13,618,716	21,299,060
Capital Projects	122,888	147,613	1,656,674	2,209,287	11,793,836
<b>Total Fund Balances</b>	<u>\$ 6,237,192</u>	<u>\$ 6,720,058</u>	<u>\$ 17,118,126</u>	<u>\$ 22,119,288</u>	<u>\$ 40,318,109</u>

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends**

**Changes in Fund Balances of Governmental Funds –Last Ten Fiscal Years  
(accrual basis of accounting)**

	Fiscal Years				
	2013-14	2014-15	2015-16	2016-17	2017-18
<b>Revenues</b>					
Property Taxes	\$ 9,622,759	\$ 10,046,129	\$ 10,570,229	\$ 10,983,848	\$ 11,717,252
Charges for services	25,085,295	25,648,076	25,836,847	27,654,138	26,306,778
Earnings from investments	117,380	121,909	164,391	280,420	412,219
Intermediate sources	-	-	2,007	2,139	1,230
State sources	43,803,242	46,314,693	48,584,287	53,140,508	56,260,659
Federal Sources	5,875,325	6,486,190	5,981,054	6,517,680	7,023,879
<b>Total Revenues</b>	<b>84,504,001</b>	<b>88,616,997</b>	<b>91,138,815</b>	<b>98,578,733</b>	<b>101,722,017</b>
<b>Expenditures</b>					
<b>Current Operating</b>					
Instruction	29,728,085	30,745,136	30,623,200	33,963,440	36,096,559
Support services	48,288,362	40,596,729	40,057,200	57,407,399	61,570,834
Community services	100,714	206,394	426,006	1,909,285	1,543,686
Building acquisition and improvement	-	-	31,660	29,166	98,472
Apportionment of funds	3,792,330	16,149,834	16,956,384	5,478,583	2,327,765
Capital outlay	198,910	39,635	302,308	1,102,028	355,975
<b>Debt Service</b>					
Principal	390,000	410,000	430,000	583,863	606,647
Interest	267,015	248,940	229,928	206,049	171,926
Bond issuance costs	-	-	-	29,800	-
<b>Total Expenditures</b>	<b>82,765,416</b>	<b>88,396,668</b>	<b>89,056,686</b>	<b>100,709,613</b>	<b>102,771,864</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,738,585</b>	<b>220,329</b>	<b>2,082,129</b>	<b>(2,130,880)</b>	<b>(1,049,847)</b>
<b>Other Financing Sources (Uses)</b>					
Bond proceeds	-	-	-	679,000	-
Sale of capital assets	-	-	-	-	-
Operating transfers in	2,926,480	1,312,906	2,060,203	1,904,951	2,825,245
Operating transfers out	(2,926,480)	(1,312,906)	(2,060,203)	(1,904,951)	(2,825,245)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>679,000</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,738,585</b>	<b>\$ 220,329</b>	<b>\$ 2,082,129</b>	<b>\$ (1,451,880)</b>	<b>\$ (1,049,847)</b>
<b>Debt Services as a percentage of noncapital expenditures</b>	<b>0.80%</b>	<b>0.75%</b>	<b>0.74%</b>	<b>0.79%</b>	<b>0.76%</b>

Source: Northwest Regional ESD financial records

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Financial Trends**

**Changes in Fund Balances of Governmental Funds –Last Ten Fiscal Years (continued)  
(accrual basis of accounting)**

	Fiscal Years				
	2018-19	2019-20	2020-21	2021-22	2022-23
<b>Revenues</b>					
Property Taxes	\$ 12,008,746	\$ 12,558,282	\$ 13,162,514	\$ 13,719,634	\$ 14,387,382
Charges for services	32,705,823	30,632,817	37,722,702	35,923,294	41,251,291
Earnings from investments	638,908	426,026	190,722	165,377	805,514
Intermediate sources	1,644	5,160	48,203	79,255	13,279
State sources	57,349,833	64,381,349	70,674,982	71,224,380	89,749,549
Federal Sources	7,211,951	7,372,071	8,834,547	13,158,324	15,130,647
Other	-	-	-	-	15,037,739
<b>Total Revenues</b>	<u>109,916,905</u>	<u>115,375,705</u>	<u>130,633,670</u>	<u>134,270,264</u>	<u>176,375,401</u>
<b>Expenditures</b>					
Current Operating					
Instruction	40,705,662	40,806,278	41,739,981	44,265,082	56,103,450
Support services	64,384,199	67,277,352	71,566,087	77,393,017	87,933,271
Community services	2,498,772	2,119,105	1,563,512	1,449,005	2,404,958
Building acquisition and improvement	-	25,275	42,224	4,704,741	77,109
Apportionment of funds	6,437,536	3,883,450	5,115,906	-	1,525,787
Capital outlay	95,809	-	559,798	817,205	9,495,452
Debt Service					
Principal	628,846	656,218	678,765	564,105	583,738
Interest	149,005	125,161	100,614	75,947	52,814
Bond issuance costs	-	-	-	-	-
<b>Total Expenditures</b>	<u>114,899,829</u>	<u>114,892,839</u>	<u>121,366,887</u>	<u>129,269,102</u>	<u>158,176,579</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(4,982,924)	482,866	9,266,783	5,001,162	18,198,822
<b>Other Financing Sources (Uses)</b>					
Bond proceeds	-	-	-	-	-
Sale of capital assets	-	-	1,131,285	-	-
Operating transfers in	3,175,393	2,553,539	2,787,968	2,752,932	3,104,416
Operating transfers out	(3,175,393)	(2,553,539)	(2,787,968)	(2,752,932)	(3,104,416)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>1,131,285</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ (4,982,924)</u>	<u>\$ 482,866</u>	<u>\$ 10,398,068</u>	<u>\$ 5,001,162</u>	<u>\$ 18,198,822</u>
<b>Debt Services as a percentage of noncapital expenditures</b>	0.68%	0.68%	0.65%	1.46%	0.43%

Source: Northwest Regional ESD financial records

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon  
Revenue Capacity  
Assessed Values of Taxable Property Within District Boundaries—Last Ten Fiscal Years**

<b>Fiscal Year Ending</b>	<b>Market Value</b>			
	<b>Real Property</b>	<b>Manufactured Property</b>	<b>Personal Property</b>	<b>Public Utility</b>
<b>June 30</b>				
2014	71,092,444,170	93,100,240	2,065,489,040	1,698,870,768
2015	80,630,168,714	102,415,020	2,225,713,012	1,800,309,807
2016	86,522,025,559	124,145,430	2,392,098,055	1,909,199,612
2017	95,849,466,057	156,151,230	2,588,566,681	1,877,245,692
2018	107,074,452,648	173,142,260	2,975,486,177	2,013,572,822
2019	111,717,553,111	230,103,810	2,716,554,462	1,836,621,552
2020	115,226,945,931	262,433,250	2,883,649,045	1,853,150,322
2021	132,451,286,868	275,815,900	3,427,839,585	2,200,722,682
2022	142,768,099,634	299,073,010	3,737,808,673	2,422,324,893
2023	169,125,202,472	336,609,040	3,890,250,222	2,693,902,798

Note:  
Represents Washington County only of the District's assessed value.

Source: Washington County Department of Assessment and Taxation  
Summary of Assessment & Tax Roll  
- Real Market Value, M5 Value, and Assessed Value  
- Taxes Imposed by District and Category (Education)  
- Detail of taxing District Levies

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Revenue Capacity**

**Assessed Values of Taxable Property Within District Boundaries—Last Ten Fiscal Years  
(continued)**

Assessed Value (not including exempt property)

<u>Total Market Value</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Amount tax rate will raise</u>	<u>Less: Reduction and Adjustments</u>	<u>Total Taxes Imposed (Net Levy)</u>
\$ 74,949,904,218	50,608,860,179	0.154	7,739,549	(93,692)	7,367,845
84,758,606,553	53,515,861,950	0.154	8,086,123	(71,467)	8,014,656
90,947,468,656	56,910,892,240	0.154	8,607,421	(77,640)	8,529,781
100,471,429,660	58,797,355,521	0.154	8,958,239	(69,921)	8,888,318
112,236,653,907	62,340,647,387	0.154	9,378,807	(67,949)	9,310,858
116,500,832,935	64,974,312,732	0.154	9,753,896	(64,625)	9,689,271
120,226,178,548	68,032,356,127	0.154	10,187,652	(61,051)	10,126,601
138,355,665,035	70,524,044,771	0.154	10,652,066	(55,171)	10,596,895
149,227,306,210	73,595,886,457	0.154	11,084,900	(52,661)	11,032,239
176,045,964,532	77,510,677,710	0.154	11,605,579	(29,263)	11,576,316

Note:

Represents Washington County only of the District's assessed value.

Source: Washington County Department of Assessment and Taxation  
Summary of Assessment & Tax Roll

- Real Market Value, M5 Value, and Assessed Value
- Taxes Imposed by District and Category (Education)
- Detail of taxing District Levies

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Revenue Capacity**

**Property Tax Levies and Collections—Last Ten Fiscal Years**

Fiscal Year Ending June 30	Net Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	9,824,737	9,288,574	94.54	270,715	9,559,289	97.30
2015	10,193,523	9,712,654	95.28	248,159	9,960,813	97.72
2016	10,615,752	10,277,626	96.81	201,385	10,479,011	98.71
2017	11,021,073	10,797,436	97.97	179,761	10,977,197	99.60
2018	11,858,440	11,309,827	95.37	169,552	11,479,379	96.80
2019	12,354,441	11,824,190	95.71	387,786	12,211,976	98.85
2020	12,908,172	12,355,742	95.72	175,599	12,531,341	97.08
2021	13,476,202	12,943,581	96.05	201,873	13,145,454	97.55
2022	14,068,243	13,512,753	96.05	197,802	13,710,555	97.46
2023	14,817,033	14,200,437	95.84	168,806	14,369,243	96.98

Source: Washington, Tillamook, Clackamas and Columbia County Departments of Assessment and Taxation and Northwest Regional ESD financial records

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Revenue Capacity**

**Principal Property Tax Payers for Washington County—Current Year and Nine Years Ago**

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
<b>Ten Largest Taxpayers</b>						
Intel Corporation	\$ 1,895,002,799	1	2.46%	\$ 1,269,464,924	1	2.60%
Nike, Inc	1,464,501,430	2	1.89%	566,111,038	2	1.16%
Portland General Electric	1,124,597,930	3	1.45%	412,348,330	3	0.84%
Pacific Realty Associates	440,231,557	4	0.57%	308,313,428	4	0.63%
Northwest Natural Gas Co	468,313,450	5	0.60%	299,588,240	6	0.61%
Verizon Communications	360,262,000	6	0.46%			0.00%
Genentech Inc	328,238,530	7	0.42%			0.00%
Comcast Corporation	274,530,000	8	0.35%	267,863,300	5	0.55%
Northwest Fiber LLC	223,356,900	9	0.29%			0.00%
LAM Research Corporation	230,442,558	10	0.30%			0.00%
Frontier Communications				249,585,000	7	0.51%
Maxim Integrated Products				142,394,136	9	0.29%
Fred Meyer Stores, Inc				149,478,380	8	0.31%
PPR Wasington Square LLC				134,845,690	10	0.28%
Subtotal of Ten Largest Taxpayers	6,809,477,154		8.79%	3,799,992,466		7.78%
All Other Taxpayers	70,701,200,556		91.20%	45,084,809,076		92.23%
Total All Taxpayers	<u>\$ 77,510,677,710</u>		<u>99.99%</u>	<u>\$ 48,884,801,542</u>		<u>100.01%</u>

Note: Represents Washington County only. Multnomah and Yamhill County portions of the District comprise less than .02% of the District's assessed value.

Source: Washington County Department of Assessment and Taxation.



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT**  
**Hillsboro, Oregon**  
**Debt Capacity**  
**Last Ten Fiscal Years**

Fiscal Year Ending June 30	Long Term Obligations	Unamortized Bond Discount	Long term obligation, net of Unamortized Bond Discount	Total Taxable Assessed Value	Percentage of Actual Assessment Value	Percentage of Personal Income
2014	5,280,000	200,452	\$ 5,079,548	\$ 50,608,860,179	0.010%	0.02%
2015	4,870,000	180,411	4,689,589	53,515,861,950	0.009%	0.02%
2016	4,440,000	160,366	4,279,634	56,910,892,240	0.008%	0.01%
2017	4,535,137	147,135	4,388,002	58,797,355,521	0.008%	0.01%
2018	3,928,490	125,954	3,802,536	62,340,647,387	0.006%	0.01%
2019	3,299,644	104,773	3,194,871	64,974,312,732	0.005%	0.01%
2020	2,643,426	83,592	2,559,834	68,032,356,127	0.004%	0.01%
2021	1,964,661	62,411	1,902,250	70,524,044,771	0.003%	0.00%
2022	1,400,556	41,230	1,359,326	73,595,886,457	0.002%	N/A*
2022	14,253,738	20,049	14,233,689	77,510,677,710	0.018%	N/A*

Source: ESD's Financial Records, specifically Tables Fin Stmt's June 30, 20XX tabl NOTE 6. Long-Term Debt

\* Data unavailable for time period specified

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Demographic and Economic Information  
Demographic and Economic Statistics—Last Ten Calendar Years**

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate</u>
2014	562,998	\$ 23,206,777,560	41,220	6.9%
2015	574,326	29,812,688,334	51,909	5.7%
2016	582,779	31,588,370,137	54,203	5.0%
2017	588,957	33,765,493,767	57,331	3.7%
2018	597,695	36,442,061,845	60,971	3.8%
2019	601,592	38,527,756,456	64,043	3.5%
2020	600,372	40,123,461,132	66,831	7.8%
2021	600,811	42,980,216,507	71,537	5.1%
2022	600,176	44,040,914,880	73,380	3.1%
2023	N/A	N/A*	N/A*	N/A*

Notes:

1. United States Census Bureau for Washington County in its entirety.
2. U.S. Department of Commerce, Bureau of Economic Analysis  
Source: Oregon Employment Department/Labor Market Information/qualityinfo.org

\* Data unavailabe for time period specified

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Demographic and Economic Information  
Principal Employers for the Portland Metro Area –2021 and Nine Years Prior**

Employer	December 31, 2022			December 31, 2013		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
<b>Ten Largest Employers</b>						
Intel Corp	22,328	1	25.17%	15,636	2	1.56%
Providence Health System	19,687	2	22.19%	14,089	3	1.40%
Oregon Health & Science University	18,497	3	20.85%	12,000	5	1.20%
Nike Inc.	15,125	4	17.05%	7,000	10	0.70%
Legacy Health System	13,087	5	14.75%	9,732	7	0.97%
Kaiser Permanente		6	0.00%	9,039	8	0.90%
Fred Meyer Stores		7	0.00%	9,858	6	0.98%
City of Portland		8	0.00%	8,876	9	0.88%
Portland Public Schools		9	0.00%			
Beaverton School District		10	0.00%			
US Federal Government				13,900	4	1.39%
State of Oregon				18,400	1	1.83%
<b>Subtotal of Ten Largest Employers</b>	<b>88,724</b>		<b>100.00%</b>	<b>118,530</b>		<b>11.81%</b>
<b>All Other Employers</b>			<b>0.00%</b>	<b>884,873</b>		<b>88.19%</b>
<b>Total Portland MSA Employment</b>	<b>88,724</b>		<b>100.00%</b>	<b>1,003,403</b>		<b>100.00%</b>

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

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Operating Information**

**Count of Licensed, Classified, and Administrative Employees—Last Ten Fiscal Years**

<b>Count of Filled Positions by Category at June 30</b>				
<u>Fiscal Year</u>	<u>Licensed</u>	<u>Classified</u>	<u>Administration</u>	<u>Total</u>
2014	190	273	45	508
2015	202	255	44	501
2016	249	258	50	557
2017	247	241	50	538
2018	214	291	49	554
2019	231	322	55	608
2020	280	259	63	602
2021	261	240	50	551
2022	284	237	54	575
2023	339	284	52	675

Source: Northwest Regional ESD payroll records.

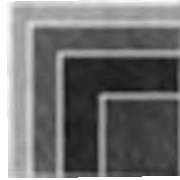
**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Operating Information**

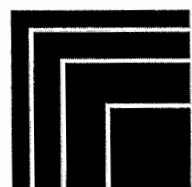
**School Districts Participation in Programs and Services—Last Ten Fiscal Years**

Fiscal Year Ending June 30	Special Students Services	Instructional Services	Technology Services	Other Support Services	Total
2014	16,361,387	17,074	1,115,276	302,552	17,796,289
2015	15,311,250	815,899	1,056,450	228,350	17,411,949
2016	15,962,169	1,020,053	1,750,788	460,259	19,193,269
2017	15,870,878	1,960,014	2,202,770	283,648	20,317,310
2018	16,538,700	2,957,917	2,207,083	347,802	22,051,502
2019	18,780,387	2,793,215	2,337,300	512,059	24,422,961
2020	20,133,183	2,653,826	2,475,576	547,145	25,809,730
2021	22,750,711	3,823,495	2,419,761	1,084,970	30,078,937
2022	23,881,054	3,828,937	2,557,707	725,012	30,992,710
2023	24,944,285	3,969,533	2,812,690	1,062,685	32,789,193

Source: Northwest Regional ESD Annual Reports



# Single Audit Section



**Northwest Regional**  
Education Service District

**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2023**

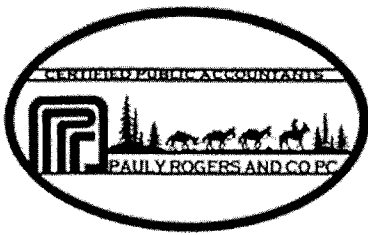
FEDERAL GRANTOR	Pass-Through			Fiscal Year
Federal Program/Cluster and Program Title	ALN	Entity Number	Grant Period	Expenditures
<b>U.S. DEPARTMENT OF EDUCATION</b>				
<i>Passed through Oregon Department of Education</i>				
<b>Title ID School Programs</b>				
Title ID - Basic Grant to LEA's	84.01	73306	7/1/2021-9/30/2023	\$ 10,500
			<i>ALN 84.01 Subtotal</i>	<u>10,500</u>
<b>Migrant Education, State Grant Program</b>				
Migrant Education, State Grant Program	84.011	68125	7/1/2021-9/30/2022	355,128
		68136	7/1/2021-9/30/2022	807
		70943	7/1/2021-9/30/2022	101,321
		73280	7/1/2022-9/30/2023	390,946
		74904	7/1/2022-6/30/2023	250,000
			<i>ALN 84.011 Subtotal</i>	<u>1,098,203</u>
<b>Title I State Agency Program for Neglected and Delinquent Children and Youth</b>				
Title ID Neglected and Delinquent Children and Youth Programs	84.013	15623	7/1/2021-6/30/2023	177,755
			<i>ALN 84.013 Subtotal</i>	<u>177,755</u>
<b>Special Education Cluster</b>				
Special Education Grants to States	84.027	11048	7/1/2021-6/30/2023	444,019
		70586	7/1/2021-6/30/2023	73,783
Special Education Grants to States (IDEA Part B 611)	84.027	11048	7/1/2021-6/30/2023	3,694,846
		11117 A8	7/1/2017-6/30/2023	2,492,454
		15623	7/1/2021-6/30/2023	87,820
Special Education Grants to States (IDEA Part B 611 ARP)	84.027	11048	7/1/2021-6/30/2023	464,714
		15623	7/1/2021-6/30/2023	10,588
			<i>ALN 84.027 Subtotal</i>	<u>7,268,224</u>
Special Education Grants to States	84.027A	22073	7/1/2021-6/30/2023	827,866
			<i>ALN 84.027A Subtotal</i>	<u>827,866</u>
Special Education Preschool Grants	84.173	11048	7/1/2021-6/30/2023	39,087
		11117 A7	7/1/2017-6/30/2023	299,699
			<i>ALN 84.173 Subtotal</i>	<u>338,785</u>
			<i>Special Education Cluster Subtotal</i>	<u>8,434,874</u>
<b>Special Education - Grants for Infants and Families</b>				
Special Education - Grants for Infants and Families (IDEA Part C)	84.181	11117 A7	7/1/2017-6/30/2023	1,073,677
			<i>ALN 84.181 Subtotal</i>	<u>1,073,677</u>
<b>English Language Acquisition State Grants</b>				
Title III - English Language Acquisition	84.365	58516	7/1/2020-9/30/2023	17,747
			<i>ALN 84.365 Subtotal</i>	<u>17,747</u>
<b>Education Stabilization Fund</b>				
ESD ESSER II Fund (COVID-19)	84.425D	65033	3/13/2020-11/14/2023	4,107,573
ESD Technical Assistance (COVID 19)	84.425	73306	7/1/2021-6/30/2023	266,025
School Safety Specialist (COVID-19)	84.425	75266	7/1/2022-9/30/2024	50,070
			<i>ALN 84.425 Subtotal</i>	<u>4,423,668</u>
<b>Total of Passed-through funds from Oregon Department of Education</b>				<u><u>15,236,425</u></u>



**NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
Hillsboro, Oregon**

**Schedule of Expenditures of Federal Awards (continued)  
For the Year Ended June 30, 2023**

FEDERAL GRANTOR	Pass-Through			Fiscal Year
Federal Program/Cluster and Program Title	ALN	Entity Number	Grant Period	Expenditures
<i>Passed through Oregon Department of Human Services</i>				
Rehabilitation Services Vocational Rehabilitation Grants to States				
Youth Transition Program	84.126	160734	7/1/2021–6/30/2023	121,577
			<i>ALN 84.126 Subtotal</i>	<u>121,577</u>
<i>Total of Passed-through funds from Oregon Department of Human Services</i>				<u>121,577</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION PROGRAMS</b>				<b><u>15,358,002</u></b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
<i>Passed through Oregon Department of Education</i>				
<b>Child Nutrition</b>				
School Breakfast Program	10.553	N/A	7/1/2022–6/30/2023	27,794
National School Lunch Program Commodities	10.555	N/A	7/1/2022–6/30/2023	7,625
National School Lunch Program	10.555	N/A	7/1/2022–6/30/2023	76,000
			<i>ALN 10.555 Subtotal</i>	<u>111,419</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>				
<i>Passed through Oregon Department of Education</i>				
<b>Every Student Succeeds Act/Preschool Development Grants</b>				
Early Learning Hub - Coordinated Enrollment	93.434	66173	7/1/2021–6/30/2023	43,027
Early Learning Hub - Preschool Development Grant	93.434	70566	10/1/2021–12/30/2023	39,913
	93.434	74925	7/1/2022-6/30/2023	30,000
			<i>ALN 94.434 Subtotal</i>	<u>112,940</u>
<b>MaryLee Allen Promoting Safe and Stable Families Program</b>				
Early Learning Family Support Services (Title IV-B2)	93.556	70534	10/1/2021–6/30/2023	12,386
EL Hub Family Preservation - Title IV-B2	93.556	70550	10/1/2021–6/30/2023	3,139
			<i>ALN 93.556 Subtotal</i>	<u>15,525</u>
<b>Child Care and Development Fund Cluster</b>				
Child Care and Development Block Grant	93.575	68038	7/1/2021–6/30/2023	93,472
			<i>ALN 93.575 Subtotal</i>	<u>93,472</u>
<b>Child Care and Development Fund Cluster</b>				
Child Care and Development Block Grant	93.596	68038	7/1/2021–6/30/2023	85,592
Child Care and Development Block Grant	93.596	70185	10/1/2021–6/30/2023	475,075
			<i>ALN 93.575 Subtotal</i>	<u>560,667</u>
			<i>Child Nutrition Cluster Subtotal</i>	<u>111,419</u>
			<i>Child Care and Development Fund Cluster Subtotal</i>	<u>654,139</u>
<i>Total of Pass-through funds from Oregon Department of Education</i>				<u>894,022</u>
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PROGRAMS</b>				<b><u>894,022</u></b>
<b>TOTAL FEDERAL PROGRAMS</b>				<b><u>\$ 16,252,024</u></b>



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December 19, 2023

To the Board of Directors  
Northwest Regional Education Service District  
Washington County, Oregon

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

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, business-type activities, each major fund and the remaining fund information of North West Regional Education Service District (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 19, 2023.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the 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 internal control. Accordingly, we do not express an opinion on the effectiveness of 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 basic financial statements will not be prevented, or detected and corrected, on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Report on Compliance and Other Matters**

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

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the 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  
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December 19, 2023

To the Board of Directors  
Northwest Regional Education Service District  
Washington 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 North West Regional Education Service District (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, 2023. 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, 2023.

***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.

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

NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
PORTLAND, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2023

---

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

**FINANCIAL STATEMENTS**

Type of auditors’ report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified?  yes  no

Significant deficiency(s) identified that are not considered to be material weaknesses?  yes  none reported

Noncompliance material to financial statements noted?  yes  no

Any GAGAS audit findings disclosed that are required to be reported in accordance with section 515(d)(2) of the Uniform Guidance?  yes  no

**FEDERAL AWARDS**

Internal control over major programs:

Material weakness(es) identified?  yes  no

Significant deficiency(s) 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 section 200.516(a) of the Uniform Guidance?  yes  no

**IDENTIFICATION OF MAJOR PROGRAMS**

<b><u>AL NUMBER</u></b>	<b><u>NAME OF FEDERAL PROGRAM CLUSTER</u></b>
84.425	ESSER
84.181	Early Intervention

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

Auditee qualified as low-risk auditee?  yes  no

NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT  
PORTLAND, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2023

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**SECTION II – FINANCIAL STATEMENT FINDINGS**

NONE

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

NONE

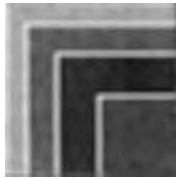
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL EXPENDITURES**

1. BASIS OF PRESENTATION

The accompanying 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.

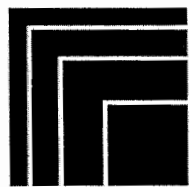
2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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, if any, 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 Oregon Department of Education, and thus is not allowed to use the de minimis rate.

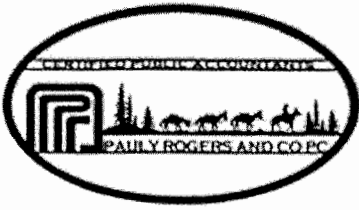


## **Compliance Section**





**Northwest Regional**  
Education Service District



PAULY, ROGERS AND CO., P.C.  
12700 SW 72<sup>nd</sup> Ave. ♦ Tigard, OR 97223  
(503) 620-2632 ♦ (503) 684-7523 FAX  
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December 19, 2023

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

We have audited the basic financial statements of the Northwest Regional Education Service District (the District) as of and for the year ended June 30, 2023, and have issued our report thereon dated December 19, 2023. 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 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 the 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:

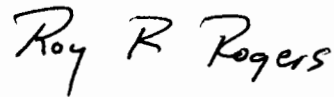
- **Deposit of public funds with financial institutions (ORS Chapter 295)**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Authorized 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.

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

In planning and performing our audit, we considered the internal controls 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 controls over financial reporting.

This report is intended solely for the information and use of the Board of Directors 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.

A handwritten signature in black ink that reads "Roy R Rogers". The signature is written in a cursive style with a large, prominent "R" in the middle.

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



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors

FR: Sharif Liwaru, Director of Equity and Family Partnerships

RE: Resolution #24-004: Asian American and Pacific Islander Heritage Month

**EXPLANATION:**

At this April meeting, in anticipation of Asian American and Pacific Islander Heritage Month 2024, board members will have the opportunity to approve Resolution 24-004 and declare recognition of May 2024 as "Asian American and Pacific Islander Heritage Month" for Northwest Regional Education Service District.

PRESENTER(S):

Sharif Liwaru, Director of Equity and Family Partnerships

SUPPLEMENTARY MATERIALS:

[Resolution #24-004](#)

RECOMMENDATION:

Approve Resolution #24-004: Asian American and Pacific Islander Heritage Month as presented.

PROPOSED MOTION:

"I move that the NWRESD approve Resolution #24-004 as presented."



# Northwest Regional Education Service District

## RESOLUTION NO. 24-004

**THIS RESOLUTION OF THE BOARD OF DIRECTORS OF THE NORTHWEST REGIONAL EDUCATION SERVICE DISTRICT IN CLATSOP, COLUMBIA, TILLAMOOK, AND WASHINGTON COUNTIES, OREGON RECOGNIZES MAY 1ST TO MAY 31ST 2024 AS “ASIAN AMERICAN AND PACIFIC ISLANDER HERITAGE MONTH” CELEBRATING THE HERITAGES, CULTURES, AND HISTORY OF BOTH ASIAN AND PACIFIC ISLAND AMERICANS.**

**WHEREAS**, May is recognized as Asian American and Pacific Islander Heritage Month, celebrating the diverse cultures, traditions, and contributions by generations of Asian Americans and Pacific Islanders to the United States; and

WHEREAS, this recognition traces back to the establishment of Asian-Pacific Heritage Week in 1978, later expanded to a month-long observance in 1990, and officially designated as Asian American and Pacific Islander Heritage Month in May 1992, honoring the significant historical milestones such as the arrival of the first Japanese immigrant on May 7, 1843, and the completion of the transcontinental railroad on May 10, 1869, built with the labor of Chinese immigrants; and

WHEREAS, the history of Asian Americans and Pacific Islanders in the United States is marked by perseverance and resilience in the face of adversity, including experiences of racism, discrimination, internment camps, impacts of weapons testing, and the recent COVID-19 pandemic that brought on a wave of anti-Asian hate, particularly against those “who look Chinese,” because of misattributed blame for the spread of the pandemic; and

WHEREAS, to combat this discrimination, the Asian Gold Ribbon (AGR) campaign was established with the purpose to drive social change and to raise awareness of anti-Asian hate and racism on a large scale; The campaign also offers mental health support programs and advocates for social justice through educational activities; and

WHEREAS, despite these challenges, Asian Americans and Pacific Islanders have made invaluable contributions to all facets of American society, including education, healthcare, science, technology, economy, arts, culture, and the defense of our nation, enriching the fabric of our communities for generations; and

WHEREAS, the more than 20 million strong members of communities of Americans with Asian and Pacific Islander descent are incredibly diverse, representing over 48 ethnicities, speaking more than 300 languages, and encompassing various socioeconomic backgrounds, immigration histories, cultures, and religions, with a significant presence in our schools and communities; These communities make up 10.7% of our students, 3.6% of

our faculty and staff, and 16.8% of Clatsop, Columbia, Tillamook, and Washington County residents; In 1788, the first Native Hawaiian arrived on the continental United States, in Oregon; and

WHEREAS, our commitment as a school district board is to actively identify and implement policies that support Asian American and Pacific Islander students, staff, and families, ensuring equity and inclusion in all aspects of education and programs, and advocating for meaningful reforms to address systemic inequalities;

**NOW, THEREFORE, BE IT RESOLVED**, that the members of the Northwest Regional Education Service District Board of Directors proudly recognizes May 2024 as Asian American and Pacific Islander Heritage Month and reaffirms our dedication to fostering an inclusive and equitable environment where the contributions and experiences of Asian Americans and Pacific Islanders are celebrated, valued, and uplifted.

**FURTHERMORE**, the Northwest Regional Education Service District —

(1) Urges every individual to actively listen to the voices of Asian American and Pacific Islander communities; to educate ourselves about the rich and diverse experiences, histories, and cultures within this group; to confront and dismantle biases, racism, and anti-Asian hate; and to take decisive action within ourselves, our educational institutions, and our communities to eradicate the injustices and inequities that continue to impact Americans of Pacific Islander and Asian descent today.

(2) Urges every individual to participate actively in commemorating and joining communities that celebrate the accomplishments and invaluable contributions of Asian and Pacific Islander Americans through appropriate activities, programs, ceremonies, educational initiatives for students, community festivals, and engagements focused on learning, growth, and advocacy.

This Resolution is effective immediately upon adoption this 9th day of April, 2024

NORTHWEST REGIONAL EDUCATION SERVICE  
DISTRICT, CLATSOP, COLUMBIA, TILLAMOOK, AND  
WASHINGTON COUNTIES, OREGON

By: \_\_\_\_\_  
Chair

**ATTEST:**

By: \_\_\_\_\_  
Superintendent



# Northwest Regional Education Service District

## Resources to Support Action

### **Support Organizations**

[IRCO Pacific Islander and Asian Family Center \(PIAFC\)](https://irco.org/who-we-are/asian-family-center.html), established in 1994, the very first culturally and linguistically specific community center in Portland focused on the diverse needs of Pacific Islanders and Asians. (<https://irco.org/who-we-are/asian-family-center.html>)

The [Asian Pacific American Network of Oregon \(APANO\)](https://www.apano.org/) is a community based organization that unites Asians and Pacific Islanders to build power, develop leaders, and advance equity through organizing, advocacy, community development, and cultural work. (<https://www.apano.org/>)

[The Asian Health & Services Center](https://www.ahscpdx.org/) is a great resource offering social support, wellness groups, mental health care and education to the Asian Community. (<https://www.ahscpdx.org/>)

[API Forward](https://apiforward.org/) is an education foundation that aims to to develop, through education and professional development, civically-engaged, socially-responsible Asian American and Pacific Islander leaders and professionals in Oregon and Southwest Washington (<https://apiforward.org/>)

### **Online Classroom Resources**

Visit the Library of Congress Asian Pacific American Heritage Month webpage to put the power of primary sources to work in the classroom. Browse ready-to-use lesson plans, student activities, collection and guides. (<https://cdn.loc.gov/project/lcnet/AsianPacificAmerMonth>)

This Teacher's Guide to Asian American and Pacific Islander Heritage and History in the U.S. offers a collection of lessons and resources for K-12 social studies, literature, and arts classrooms that center around the experiences, achievements, and perspectives of Asian Americans and Pacific Islanders across U.S. history. Visit the site (<https://edsitement.org/teachers-guides/asian-american-and-pacific-islander-heritage-and-history-us>)

### **Activities/Further Learning**

Visit the [Japanese American Museum of Oregon](http://www.oregonnikkei.org/) and discover the history of Japanese Americans in Oregon. ([www.oregonnikkei.org/](http://www.oregonnikkei.org/))

Hillsboro Parks & Recreation recognized the many countries of cultural heritage where people with Asian and Pacific Islander heritage descend or emigrate from. This short video (<https://youtu.be/EkfXRLIRmJs>) lists all of the countries in Asia and Pacific Island nations. For the upcoming events and celebrations in Hillsboro, visit (<https://www.hillsboro-oregon.gov/our-city/departments/parks-recreation/events/festivals-celebrations>)

Spring is a great time to stop by the [Lan Su Chinese Garden](http://lansugarden.org/). It features a beautiful pond, Chinese architectural features and a tea shop. They offer ongoing programs all year such as Tai Chi Fundamental, Music on the Garden, Calligraphy Demonstrations, and also have [upcoming programming](#) to celebrate AAPI Heritage Month including the Portland Chinese Dance Troupe and Ka Lei Hali'a O Ka Lokelani. ([https://lansugarden.org/](http://lansugarden.org/))

Ka Lei Hali'a O Ka Lokelani - Hula school in Aloha/Beaverton/Hillsboro, Oregon. Their purpose is to perpetuate and educate the community about Hawaiian culture through song, dance, and language. (<https://www.klhoki.org/>)

Go now to [Portland Chinatown Museum](http://www.portlandchinatownmuseum.org/virtual-programs/) which has the **Re:Generation – Manifesting at the Peach Blossom Spring** exhibit (until May 4), as well as their permanent exhibition *Beyond the Gate: A Tale of Portland's Historic China Town*. PCM offers recordings of their [past virtual programs](#) that highlight early Chinese American history in Oregon, cultural and community traditions, and the work of contemporary Asian American artists living in the Pacific Northwest as a teaching and learning resource. ([www.portlandchinatownmuseum.org/virtual-programs/](http://www.portlandchinatownmuseum.org/virtual-programs/))



# Northwest Regional Education Service District

April 9, 2024

TO: Board of Directors

FR: Jordan Ely, CFO

RE: Budget Committee Applicant

EXPLANATION: Attached is the application we received for position 5 (Clatskanie, Jewell, Rainier) Budget Committee membership.

PRESENTER(S): Jordan Ely, CFO

SUPPLEMENTARY MATERIALS: Budget Committee Applicant Information

RECOMMENDATION: To approve Shannon Emerson as position 5 budget committee member.

PROPOSED MOTION: I move to approve Shannon Emerson as position5 budget committee member.



\* Full Name  
Ms Shannon L. Emerson

\* **Occupation**  
Board Secretary

\* Full Address  
91206 Douma Rd  
Westport OR 97016

\* **Email**  
emersonshannon91@gmail.com

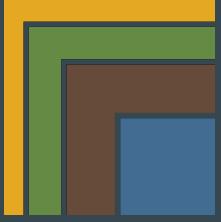
\* Phone  
(503) 329-2779

\* **Which school district do you reside in?**  
Clatskanie School District

\* **How long have you resided within the district?**  
11 years

\* **Why do you want to join the Northwest Regional ESD board budget committee?**  
I understand the how the budget process works within education. Additional exposure to other educational institutions budgets, will allow me to gain knowledge in budgeting. My 5 year professional goal is to gain experience and learn more about the budgeting process, this opportunity would allow me to do so and support the ESD, as they do so much to support me in my role at the school district. I am also interested in the ESD 3-year Business Manager cohort program.

\* I am willing to serve a three-year term on the NWRESD Budget Committee:  
Yes



# **BOARD COMMENTS**



Northwest Regional  
Education Service District

# **END OF PACKET** **FIN DEL PAQUETE**

General Session - Sesion general

April 9, 2024 - 9 de abril de 2024

5:00 pm

Questions?  
Contact [vwhite@nwresd.org](mailto:vwhite@nwresd.org)