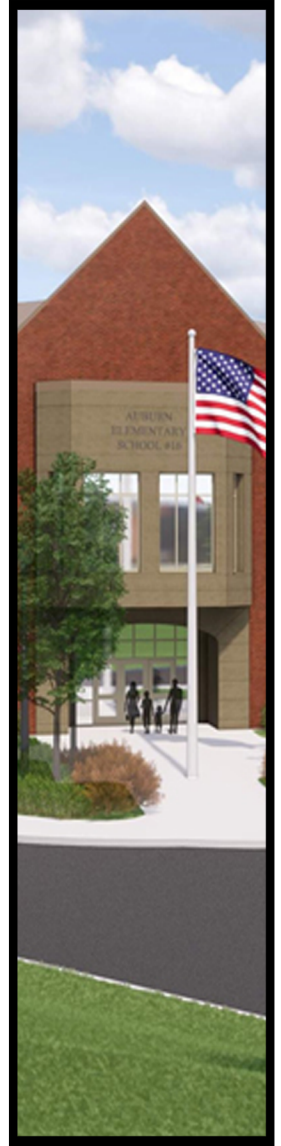




Annual Financial Report



**For the Fiscal Year Ended
August 31, 2019**

**Auburn School District No. 408
915 4th Street NE, Auburn WA 98002**

Auburn School District complies with all federal rules and regulations and does not illegally discriminate on the basis of age; gender; race; color; creed; religion; national origin (including language); sex; sexual orientation including gender expression or identity; honorably discharged veteran or military status; the presence of any sensory, mental, or physical disability; the use of a trained dog guide or service animal; and provides equal access to the Boy Scouts and other designated youth groups.

Inquiries regarding compliance procedures may be directed to: Daman Hunter at (253) 931-4932, Title IX Officer and Section 504, ADA, and Civil Rights Compliance Coordinator.



Auburn School District No. 408
Comprehensive Annual Financial Report
For the Fiscal Year Ended August 31, 2019

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Financial Section

- **Management's Discussion and Analysis**
- **Government-Wide Financial Statements**
- **Governmental Fund Financial Statements**
- **Fiduciary Fund Financial Statements**
- **Notes to the Financial Statements**
- **Required Supplementary Information**
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MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Auburn School District No. 408, we offer readers of the district's generally accepted accounting principles (GAAP) this narrative overview and analysis of the financial activities of the district for the fiscal year ended August 31, 2019.

FINANCIAL HIGHLIGHTS

- The district's net position of governmental activities as of August 31, 2019 was \$204,185,470.
- During the year, the district had revenues that were \$8.6 million greater than the \$268.5 million in expenses incurred for all governmental activities.
- The general fund revenues exceeded expenditures by \$17,257,022.
- In November 2016, the Auburn community passed a \$456,056,000 bond to construct and equip two new elementary schools; rebuild and equip Chinook Elementary, Dick Scobee Elementary, Lea Hill Elementary, Pioneer Elementary, Terminal Park Elementary schools and Olympic Middle School. The funds may also be used to acquire sites as needed to accomplish these capital projects.
- The District has issued bonds in 2017 with a total value of \$95,096,000 and a second issue in 2018 with a total value of \$156,510,000. These issues reduced the Authorized Bond Authority to \$204,450,000.
- Subsequent to the District's fiscal year end on August 31, 2019, Bonds were issued on December 3, 2019 with a value of \$80,000,000. Following the sale of the 2019 Bonds, the District has \$124,450,000 of unissued Bond Authorization, from the original Bonds Authorized, \$456,056,000 on Resolution No. 1291.

OVERVIEW OF THE FINANCIAL STATEMENTS

This report consists of three parts: an introductory section, a financial section, and a statistical section. The financial section includes the independent auditor's report, management's discussion and analysis, the basic financial statements and related notes to the financial statements.

The basic financial statements consist of a series of statements that present different financial views of the district:

- The first two statements are *district-wide financial statements* that provide both short-term and long-term information about the district's overall financial status and activities. For district activities, these statements tell how these services were financed in the short term as well as what remains for future spending.
- All of the remaining statements are *fund financial statements* that report district operations in more detail by providing information about the district's most significant funds. Information is also provided about activities for which the district acts solely as a trustee for the benefit of those outside of the government.

DISTRICT-WIDE FINANCIAL STATEMENTS

The district-wide financial statements are designed to provide a broad overview of district finances, similar to a private-sector business. The *statement of net position* presents information on all of the assets and liabilities of the district. The difference between the two is 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 district is improving or deteriorating.

The statement of activities presents information showing how the district's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying financial event takes place, regardless of when the cash is actually received or disbursed. Thus, revenues and expenses are reported in this statement for some items that will result in cash receipts or disbursements in future fiscal periods. Earned but unused vacation leave and uncollected taxes are examples of these types of items.

FUND FINANCIAL STATEMENTS

A fund is a group of related accounts used to maintain control over resources segregated for specific activities or objectives. The district uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All district funds can be divided into two categories: governmental funds and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds account for essentially the same functions reported as governmental activities in the *district-wide financial statements*. However, unlike these statements, *governmental fund financial statements* focus on how money flows into and out of the funds and the balances left at year-end that are available to spend. These funds use an accounting method called *modified accrual accounting* which measures cash and all other financial assets that can easily be converted to cash. Such information may be useful in evaluating the district's ability to finance the district's educational programs and support operations in the near future.

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the *district-wide financial statements*. By doing so, readers may better understand the long-term impact of the district's near-term financing decisions. Both the governmental fund *balance sheet* and the governmental fund *statement of revenues, expenditures, and changes in fund balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the *governmental fund statement of revenues, expenditures and changes in fund balance* for the General Fund, Associated Student Body (ASB) Fund, Capital Projects Fund, Transportation Vehicle Fund and the Debt Service Fund, all of which are considered major funds.

FIDUCIARY FUNDS

The district is the trustee or fiduciary, for individuals, private organizations and other governments for scholarships. All of the district's fiduciary activities are reported in a separate *statement of fiduciary net position and changes in fiduciary net position* under the fiduciary financial statement section. These activities are excluded from the district's other financial statements because the district cannot use these assets to finance its operations. The district is responsible for ensuring that the assets reported in this fund are used for their intended purposes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

STATEMENT OF NET POSITION

The financial statements of the district present an increased financial position as reflected in the statement of net position. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash was received or paid.

These statements report the district's net position and changes in them. The district's net position (the difference between assets and liabilities/deferred inflows) may be viewed as one way to measure the district's financial health or financial position.

Auburn School District's assets exceeded liabilities by \$204,185,470 at the end of the fiscal year, August 31, 2019.

The **INCREASE** in total net position for the year was \$8,673,281. Key elements of this increase are as follows:

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Auburn School District's Net Position
August 31, 2019 and 2018

	Governmental Activities		
	2019	2018	Change
Current and other assets	\$298,468,003	\$371,161,570	\$ (72,693,567)
Capital assets	404,608,502	343,202,679	61,405,823
Deferred charges on refunding	2,412,046	2,921,059	(509,013)
Deferred outflows on pensions	16,671,431	8,703,640	7,967,791
Deferred outflows on OPEB	10,040,300	3,572,896	6,467,404
Total Assets & Deferred Outflows	<u>\$732,200,282</u>	<u>\$729,561,844</u>	<u>\$ 2,638,438</u>
			-
Other liabilities	18,384,371	8,755,254	9,629,117
Long-term debt outstanding	490,344,379	509,413,783	(19,069,404)
Deferred inflows on pensions	19,286,062	15,880,618	3,405,444
Total Liabilities & Deferred Inflows	<u>528,014,812</u>	<u>534,049,655</u>	<u>(6,034,843)</u>
			-
Net Position			-
Net investment in capital assets	35,352,990	(47,361,735)	82,714,725
Restricted	219,491,755	292,378,466	(72,886,711)
Unrestricted	(50,659,276)	(49,504,543)	(1,154,733)
Total Net Position	<u><u>\$204,185,470</u></u>	<u><u>\$195,512,189</u></u>	<u><u>\$8,673,281</u></u>

The Auburn School District reflects a large positive change in the net position for investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure, less any related outstanding debt that was used to acquire those assets). This increase is the result Olympic Middle School's reconstruction being completed and added to the balance sheet as a Capital Asset of the District. The District continues to work on similar large projects authorized on the November 2016 ballot.

An additional portion of the Auburn School District's net position represents resources that are subject to external restrictions on how they may be used. Of the \$219,491,755 reported as Restricted District wide, \$171,312,146 is for Capital Projects.

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STATEMENT OF ACTIVITIES

Governmental activities improved the district's overall financial position, increasing the district's net position by \$8,673,281. Key elements of the increase are as follows:

AUBURN SCHOOL DISTRICT'S Changes in Net Position Governmental Activities For the Fiscal Years Ended August 31, 2019 and 2018			
<u>Revenues</u>	2019	2018	Changes
Program Revenues			
Charges for services	\$6,273,007	\$ 6,270,762	\$ 2,245
Operating grants and contributions	62,972,092	57,208,464	5,763,628
Capital grants and contributions	2,540,934	1,240,097	1,300,837
General revenues			
Property taxes for levies for educational programs	6,693,690	43,188,067	(36,494,377)
Property taxes for levies for debt service	25,233,353	32,437,563	(7,204,210)
Property taxes for levies for capital improvements and technology	3,177,908	3,563,321	(385,413)
	-	-	-
Unallocated state apportionment and other	160,058,986	124,595,613	35,463,373
Interest and investment earnings	10,268,998	657,913	9,611,085
Total Revenues	277,218,968	269,161,800	8,057,168
<u>Expenses</u>			
Regular instruction	143,726,820	129,967,809	13,759,011
Special instruction	31,460,671	28,800,007	2,660,664
Vocational instruction	8,490,337	7,686,692	803,645
Compensatory education	21,730,074	17,654,659	4,075,415
Other instructional programs	2,092,081	1,359,020	733,061
Community services	1,241,258	1,199,914	41,344
Support services	27,537,174	23,979,112	3,558,062
Child nutrition services	7,227,766	7,089,551	138,215
Pupil transportation services	9,190,569	8,770,315	420,254
Extracurricular activities (ASB)	2,198,321	2,272,830	(74,509)
Interest on long-term debt	13,650,616	8,181,353	5,469,263
Bond issuance costs	-	657,417	(657,417)
Total Expenses	268,545,687	237,618,679	30,927,008
Increase (decrease) in Net Position	8,673,281	31,543,121	(22,869,840)
Beginning Net Position	195,512,189	182,201,400	13,310,789
Cumulative Change in Accounting Principle OPEB	-	(18,232,332)	18,232,332
Ending Net Position	\$ 204,185,470	\$ 195,512,189	\$ 8,673,281

The largest revenue increase of \$35,463,373 million was in general apportionment. This increase was a result of an increase in enrollment, and changes to levy and State funding for school districts, as a result of “McCleary” funding bills (EHB 2242/ESSB 6614/ESSB 6362). Subsequently, the largest revenue decrease of \$36,494,377 was a result from the same legislation that resulted in a significant reduction in taxing levy authority.

The second largest revenue decrease of slightly over \$7.2 million is in property taxes collected for debt service, keeping our tax rates consistent with collecting revenues to meet Debt obligations.

GOVERNMENTAL FUNDS FINANCIAL ANALYSIS

The focus of the district’s *governmental funds* is to provide information on short-term cash inflows, outflows, and balances of spendable resources. Such information is useful in assessing the district’s net resources available for spending at the end of the fiscal year.

As the district completed the fiscal year, its governmental funds (as presented in the balance sheets in the Governmental Fund Financial Statement section) reported a combined fund balance of \$260,207,188 and decrease in fund balance of \$53,728,953 over the prior year combined fund balance of \$313,936,141. This change is primarily the result of the District accelerating with several Capital Projects, reducing their Fund Balance by \$66,381,643. The increase in enrollment helped revenues exceed expenditures in the general fund, which offset the decrease in the levy collections.

GENERAL FUND

The General Fund is the major operating fund of the district, providing the majority of the resources for educational programs and support operations.

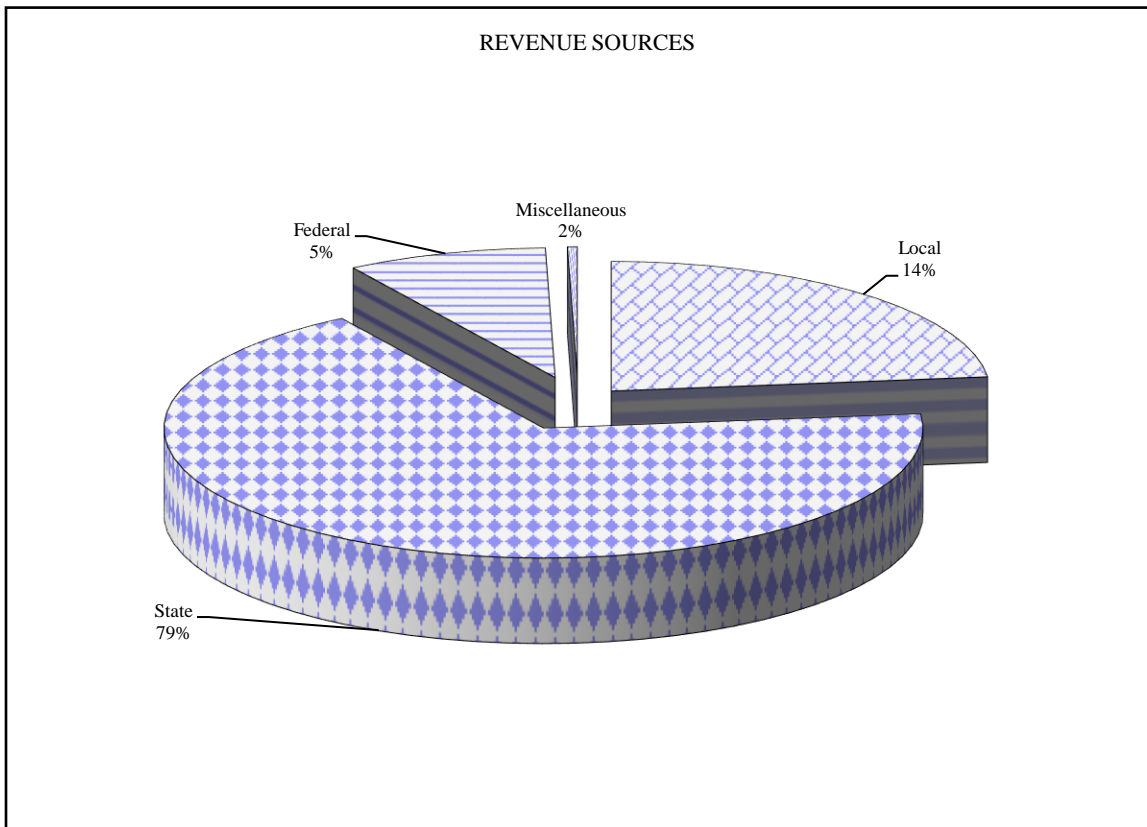
GENERAL FUND REVENUES

Revenues for the General Fund totaled \$258,984,890 in the fiscal year ending August 31, 2019. This was \$38,490,734 or 14.86% more than the prior year. The State of Washington provides over 79% or the largest portion of the District’s revenue. Local revenues from local property taxes, and local fees and charges account for over 14% of total revenues. Federal grants provide just over 5% of revenue.

GENERAL FUND REVENUES

<u>Revenue Source</u>	2018-19	2017-18	Increase (Decrease) Amount	Increase (Decrease) Percent
Local Taxes & Non-taxes	\$36,879,752	\$46,584,681	\$ (9,704,929)	-20.83%
State Revenues	205,310,314	157,611,735	47,698,579	30.26%
Federal Revenues	15,064,111	15,200,585	(136,474)	-0.90%
Other Revenues	1,730,714	1,097,156	633,558	57.75%
Totals	\$258,984,890	\$ 220,494,157	\$ 38,490,734	17.46%

The increase of \$47,698,579 state revenues is due to an increase in enrollment, additional MSOC funding, along with the “McCleary” legislation that increased State Apportionment funding and reduced local levy tax funds.



GENERAL FUND EXPENDITURES

Expenditures in the General Fund totaled \$241,727,868 for the fiscal year. This represents an increase of \$26,098,984 or 12.1% over the prior year.

<u>GENERAL FUND EXPENDITURES</u>	2018-19	2017-18	Increase (Decrease) Amount	Increase (Decrease) Percent
Current				
Regular Instruction	\$137,108,206	\$123,474,719	\$ 13,633,487	11.04%
Special Education	29,994,918	27,385,339	2,609,579	9.53%
Vocational Instruction	7,928,434	7,184,605	743,829	10.35%
Compensatory Education	20,608,434	16,665,093	3,943,341	23.66%
Other Instructional Programs	1,978,922	1,212,921	766,001	63.15%
Community Services	1,171,710	1,167,512	4,198	0.36%
Support Services	26,851,151	23,462,431	3,388,720	14.44%
Child Nutrition Services	7,098,480	6,646,862	451,618	6.79%
Pupil Transportation Services	8,244,242	7,801,675	442,567	5.67%
Capital Outlay				
Equipment	743,371	627,727	115,644	18.42%
Totals	\$241,727,868	\$ 215,628,884	\$ 26,098,984	12.10%

Increases of \$13.6 million in state funded regular instructional expenditures and \$743,829 in vocational instruction were the result of increased student enrollments.

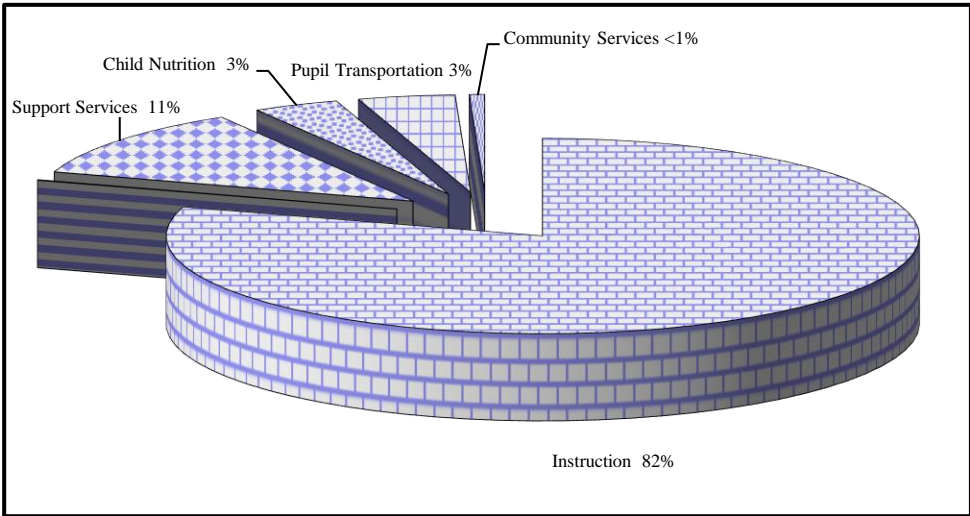
Compensatory education expenditures increased by \$3,943,341 due to increased federal dollars for Title I programs and increased state dollars for the state counterpart of Title I known as Learning Assistance (LAP). In addition, a continuing growing enrollment of students for whom English is not their first language generated additional state assistance to meet their educational needs.

Child Nutrition cost's increased by \$451,618 last year due to the new federal nutrition guidelines. New guidelines define what types of ingredients the District can purchase, and ultimately serve for student meals.

Pupil Transportation costs increased by 5.67% or \$442,567 during the year. The increase was due to hiring additional staff to transport increasing enrollment.

Special Education expenditures increase by \$2,609,579 during the year. Increased costs occurred due to an increased need to provide services for a growing special needs student population.

EXPENDITURE USES



MAJOR FUND BUDGETARY HIGHLIGHTS

Appropriations are a prerequisite to expenditures in the governmental funds. Appropriations lapse at the end of the fiscal year. The fiscal year 2018-19 budget adopted by the Board of Directors for the district totaled \$405,703,979 including General Fund appropriations of \$247,818,777, Special Revenue Fund (ASB) appropriations of \$5,063,369, Debt Service Fund appropriations of \$33,016,833 Capital Projects Fund appropriations of \$118,855,000 and Transportation Vehicle Fund appropriations totaling \$950,000.

Reasons for the significant variances in the general fund between the budget and actual results include:

- Total actual general fund revenues were \$479,870 less than budgeted. Almost all of that decrease was due to an over estimation of local non tax revenue received.
 - This total includes \$222,429 of NBN premiums from plan members and \$3,604 in NBN interest earnings, as well as the net fair market value adjustments of positive \$431,147.
- Total actual general fund expenditures were \$6,644,313 less than budgeted as a result of conservative budget practices.
 - This total includes \$276,702 of NBN expenses

Reasons for the significant variances in the capital projects fund between the budget and actual results include:

- Due to the large fund balance of the Capital Projects fund, the District received a significant increase in interest income, \$3,478,936 more than budgeted.
- Expenditures were \$36,379,067 less than budgeted. Expenditures are largely based on the progress of several projects of the District's facilities that span over multiple fiscal periods.
- Revenues were less than projected in the Associated Study Body Fund by approximately \$2.9 million and expenditures were less than projected by \$2.8 million. Students and their adult advisors did an outstanding job of spending within their budget.
- Transportation Vehicle expenditures were \$168,346 less than projected due to delayed plans to replace aging buses.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

The District's investment in capital assets for its governmental type activities as of August 31, 2019 amounted to \$404,608,502 (net of accumulated depreciation of \$143,632,004). This investment in capital assets includes land, buildings, land and building improvements, furniture and equipment.

During the fiscal year, \$63,693,440 was added to buildings for improvements that met the capitalization policy of \$100,000. In addition, \$1,586,601 was added to equipment that met the capitalization policy of \$5,000 per unit, and \$71,637,138 was taken out from construction in progress primarily for projects finalized.

See Note 4, Changes in Capital Assets, for more information.

CAPITAL ASSETS			
	Capital Assets	Accumulated Depreciation	Net
Land	\$45,119,405	\$ (463,631)	44,655,774
Building & Improvements	454,549,172	(125,862,984)	328,686,188
Equipment	23,041,423	(17,305,389)	5,736,034
Construction In Progress	25,530,506	-	25,530,506
Total	\$548,240,506	\$ (143,632,004)	\$ 404,608,502

DEBT ADMINISTRATION

At the end of the current fiscal year, the district had \$335,825,000 in unlimited general obligation bonds outstanding. This debt is secured by a pledge of the full faith and credit of the district. \$12,830,000 of that debt is due within the next twelve months.

The Washington State Constitution and the Revised Code of Washington 39.36.015 and 39.36.020 limit the amount of general obligation (GO) debt that may be issued. With a vote of the people, debt cannot be incurred in excess of 5% of the value of the taxable property of the district, provided the indebtedness in excess of 2.5% is for capital outlay. For the fiscal year ended August 31, 2019, the maximum GO debt authorized by statutory limit was \$650 million. The district had \$335,825,000 of debt outstanding at August 31, 2019, which was subject to that limitation. With \$7.790 million of assets in the Debt Service Fund available for payment of principal, there is a legal debt margin of \$322 million.

The district's most recent underlying bond rating from Moody's is Aa2.

See Note 8, Long-Term Liabilities, for more information.

NEXT YEAR'S APPROPRIATIONS AND BUDGET RATES

The 2018-19 appropriations for governmental funds of the district were approved at \$405,703,979, an increase of 20% from total appropriations of \$324,379,915 million last year.

Property tax rates of \$4.30 per \$1,000 were projected for 2020, consistent with the 2019 actual tax rates of \$3.81 per \$1,000.

REQUESTS FOR INFORMATION

This financial report is designed to provide the district's citizens, taxpayers, customers, investors and creditors with a general overview of the district's finances and to demonstrate the district's accountability for the money it receives. If you have questions about this report or need additional financial information, visit www.auburn.wednet.edu or contact

Troy Dammel
Executive Director of Business Services
Auburn School District No. 408
915 4th Street NE
Auburn, WA 98002

Government-Wide Financial Statements

The government-wide financial statements consist of the Statement of Net Assets and the Statement of Activities.

These statements report all financial and capital resources of the primary government as a whole, except for the fiduciary funds of the primary government.

The Statement of Activities presents governmental activities by function, at the level of detail required in the governmental fund statement of revenues, expenditures and changes in fund balances.

The government-wide financial statements were prepared using the economic resources measurement focus and the accrual basis of accounting.

AUBURN SCHOOL DISTRICT NO. 408
STATEMENT OF NET POSITION
August 31, 2019

		Primary Government
	Note #	Governmental Activities
ASSETS		
Cash and cash equivalents	1.E.1 and 2	\$ 271,189,021
Property tax receivable	1.E.2	23,070,465
Receivables, net	1.E.3	888,785
Due from other governments	1.E.5	2,385,723
Inventories	1.E.6	934,009
Capital assets, net of accumulated depreciation, where applicable:		
Land	4	44,655,774
Buildings & Improvements		328,686,188
Equipment		5,736,034
Construction in Progress	5	25,530,506
TOTAL ASSETS		703,076,505
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on refunding		2,412,046
Deferred charge on Pension Plans	6	16,671,431
Deferred charge on OPEB Plans	7	10,040,300
TOTAL DEFERRED OUTFLOWS OF RESOURCES		29,123,777
LIABILITIES		
Accounts payable		13,226,824
Accrued wages and benefits payable		800,043
Due to other governments		627,724
Accrued interest		3,538,223
Unearned revenue	1.E.9	191,557
Net Pension Liability	8	62,446,192
OPEB Liability due within one year	8	1,261,069
OPEB Liability due in more than one year	8	52,219,299
Long-Term liabilities		
Due within one year	8	15,260,009
Due in more than one year		359,157,810
TOTAL LIABILITIES		508,728,750
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow on Pension Plans	6	19,286,062
TOTAL DEFERRED INFLOWS OF RESOURCES		19,286,062
NET POSITION		
Net investment in capital assets		35,352,990
Restricted for:		
Child nutrition services		4,140,813
Carryovers		2,723,432
Student activities		1,728,797
Debt service		7,789,823
Capital projects		171,312,146
State Proceeds		29,069,660
Acquisition of school buses		2,727,083
Unrestricted		(50,659,276)
TOTAL NET POSITION		\$ 204,185,470

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

AUBURN SCHOOL DISTRICT NO. 408
STATEMENT OF ACTIVITIES
For the Year Ended August 31, 2019

					NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
					PRIMARY GOVERNMENT
Functions/Programs	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary Government:					
Governmental Activities:					
Regular Instruction	\$ 143,726,820	\$ 583,478	\$ -	\$ 1,710,211	\$ (141,433,131)
Special Instruction	31,460,671	-	21,740,135	-	(9,720,536)
Vocational Instruction	8,490,337	11,078	110,786	-	(8,368,472)
Compensatory Education	21,730,074	-	22,290,006	-	559,932
Other Instructional Programs	2,092,081	19,241	2,663,341	-	590,501
Community Services	1,241,258	672,124	-	-	(569,134)
Support Services	27,537,174	840,727	-	-	(26,696,447)
Child Nutrition Services	7,227,766	1,951,767	6,485,327	-	1,209,327
Pupil Transportation Services	9,190,569	-	9,682,496	830,724	1,322,651
Extracurricular Activities (ASB)	2,198,321	2,194,593	-	-	(3,728)
Interest Expense on Long-Term Debt	13,650,616	-	-	-	(13,650,616)
Bond Issuance Costs	-	-	-	-	-
Total Governmental Activities	\$ 268,545,688	\$ 6,273,007	\$ 62,972,092	\$ 2,540,934	\$ (196,759,655)
General Revenues:					
Taxes:					
Property taxes, levies for educational and other programs					6,693,690
Property taxes, levies for debt service					25,233,353
Property taxes, levies for capital improvements and technology					3,177,908
Unallocated State Apportionment & Others					160,058,986
Interest and Investment earnings					10,268,998
Total General Revenues and Special Items					205,432,936
Changes in Net Position					8,673,281
Net Position - Beginning					195,512,189
Net Position - Ending					\$ 204,185,470

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

Governmental Fund Financial Statements

The governmental fund financial statements consist of major governmental funds:

1. General Fund
2. Special Revenue Fund
(Associated Student Body)
3. Debt Service Fund (Bond Fund)
4. Capital Projects Fund
5. Transportation Vehicle Fund

The governmental funds focus primarily on the sources, uses and balances of current financial resources and the modified accrual basis of accounting.

AUBURN SCHOOL DISTRICT NO. 408
BALANCE SHEET
GOVERNMENTAL FUNDS
August 31, 2019

	GENERAL FUND	SPECIAL REVENUE FUND (ASB)	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TRANSPORTATION VEHICLE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:						
Cash and Cash Equivalents	\$ 38,965,922	\$ 1,977,551	\$ 7,779,235	\$ 219,742,899	\$ 2,723,415	\$ 271,189,021
Property Tax Receivable	9,881,555	-	13,045,742	1,662,164	(50)	24,589,411
Accounts Receivable, Net	381,711	-	-	-	-	381,711
Interest Receivable	69,455	3,190	14,315	416,117	3,997	507,074
Interfund Receivable	108,043	-	-	-	-	108,043
Due From Other Government Units	2,078,798	-	-	306,926	-	2,385,723
Inventories at Cost	934,009	-	-	-	-	934,009
TOTAL ASSETS	52,419,492	1,980,741	20,839,292	222,128,105	2,727,362	300,094,992
LIABILITIES:						
Accounts Payable	2,315,990	59,937	3,727	10,847,169	-	13,226,824
Accrued Liabilities	800,043	-	-	-	-	800,043
Due to Other Governments	615,360	543	-	11,493	328	627,724
Interfund Payable	-	4,820	-	103,223	-	108,043
Unearned Revenue-Other	1,110	186,643	-	3,804	-	191,557
TOTAL LIABILITIES	3,732,503	251,943	3,727	10,965,689	328	14,954,191
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue-Property Taxes	9,881,555	-	13,045,742	1,662,164	(50)	24,589,411
Unavailable Revenue - Other	344,203	-	-	-	-	344,203
TOTAL DEFERRED INFLOWS OF RESOURCES	10,225,757	-	13,045,742	1,662,164	(50)	24,933,614
FUND BALANCES:						
Nonspendable: Inventories	933,968.64	-	-	-	-	933,969
Restricted:						
Child Nutrition Federal Grant	4,140,813.34	-	-	-	-	4,140,813
Carryovers	2,723,431.73	-	-	-	-	2,723,432
Student Activities	-	1,728,797.41	-	-	-	1,728,797
Debt Service	-	-	7,789,823.00	-	-	7,789,823
Bond Issue Project	-	-	-	171,054,835.39	-	171,054,835
Impact Fee Projects	-	-	-	257,310.63	-	257,311
State Proceeds	-	-	-	29,069,659.96	-	29,069,660
Acquisition of School Buses	-	-	-	-	2,727,083.34	2,727,083
Committed:						
Capital Levy Projects	-	-	-	879,031.16	-	879,031
Technology Levy Projects	-	-	-	1,631,813.67	-	1,631,814
Held for Employee Benefits	159,581.66	-	-	-	-	159,582
Assigned:						
Other Capital Projects	-	-	-	6,607,601.45	-	6,607,601
Other Purposes	8,000,000.00	-	-	-	-	8,000,000
Unassigned	22,503,436.27	-	-	-	-	22,503,436
TOTAL FUND BALANCES	38,461,232	1,728,797	7,789,823	209,500,252	2,727,083	260,207,188
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 52,419,492	\$ 1,980,741	\$ 20,839,292	222,128,105	\$ 2,727,362	\$ 300,094,993

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

AUBURN SCHOOL DISTRICT NO. 408
RECONCILIATION
BALANCE SHEET WITH THE STATEMENT OF NET POSITION
August 31, 2019

	Total Governmental Funds	Long-Term Assets, Liabilities *	Reclassifications and Eliminations*	Statement of Net Position Totals
ASSETS				
Cash and Cash Equivalents	\$ 271,189,021	\$ -	\$ -	\$ 271,189,021
Property Tax Receivable	24,589,411	(1,518,946)	-	23,070,465
Receivables, Net	381,711	-	-	381,711
Interest Receivable	507,074	-	-	507,074
Interfund Receivable	108,043	-	(108,043)	-
Due from Other Governments	2,385,723	-	-	2,385,723
Inventories	934,009	-	-	934,009
Capital Assets, Net	-	404,608,502	-	404,608,502
TOTAL ASSETS	300,094,992	403,089,556	(108,043)	703,076,505
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charge on Refunding	-	2,412,046	-	2,412,046
Pension Plan Experience Difference	-	8,851,423	-	8,851,423
Pension Plan Assumption Changes	-	3,736,521	-	3,736,521
Pension Plan Changes in Proportions	-	359,521	-	359,521
Pension Plan Contributions	-	3,723,967	-	3,723,967
OPEB Plan Experience Difference	-	1,764,576	-	1,764,576
OPEB Plan Assumption Changes	-	8,275,724	-	8,275,724
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	29,123,777	-	29,123,777
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	300,094,992	432,213,333	(108,043)	732,200,282
LIABILITIES				
Accounts Payable	13,226,824	-	-	13,226,824
Accrued Liabilities	800,043	-	-	800,043
Due to Other Governments	627,724	-	-	627,724
Interfund Payable	108,043	-	(108,043)	-
Accrued Interest	-	3,538,223	-	3,538,223
Unearned Revenue-Other	191,557	-	-	191,557
Long-Term Liabilities - Pension	-	62,446,192	-	62,446,192
Long-Term Liabilities - OPEB	-	53,480,368	-	53,480,368
Long-Term Liabilities - Non Pension/OPEB	-	374,417,818	-	374,417,818
TOTAL LIABILITIES	14,954,191	493,882,602	(108,043)	508,728,750
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue-Property Taxes	24,933,614	(24,933,614)	-	-
Pension Plan Investment Earnings & Charges in Proportion (net difference)	-	14,913,177	-	14,913,177
Pension Plan Experience Difference	-	309,981	-	309,981
Pension Plan Assumption Changes	-	3,286,355	-	3,286,355
Pension Plan Changes in Proportions	-	776,550	-	776,550
TOTAL DEFERRED INFLOWS OF RESOURCES	24,933,614	(5,647,552)	-	19,286,062
FUND BALANCES				
Total Fund Balances	260,207,188	(56,021,717)	-	204,185,470
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 300,094,993	\$ 432,213,333	\$ (108,043)	\$ 732,200,282

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

* See Note 10A

AUBURN SCHOOL DISTRICT NO. 408
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED AUGUST 31, 2019

	GENERAL FUND	SPECIAL REVENUE FUND (ASB)	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TRANSPORTATION VEHICLE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES						
Local Taxes	\$ 30,845,645	\$ -	\$ 27,881,378	\$ 3,532,985	\$ -	\$ 62,260,008
Local Non-Tax	6,034,107	2,259,471	328,355	10,289,702	85,625	18,997,261
State, General Purpose	159,142,670	-	-	-	-	159,142,670
State, Special Purpose	46,167,644	-	-	180,895	830,724	47,179,263
Federal, General Purpose	122,020	-	-	-	-	122,020
Federal, Special Purpose	14,942,091	-	-	-	-	14,942,091
Revenues From Other Sources	1,664,122	-	-	-	-	1,664,122
TOTAL REVENUES	258,918,298	2,259,471	28,209,733	14,003,583	916,349	304,307,434
EXPENDITURES						
Current:						
Regular Instruction	137,108,206	-	-	-	-	137,108,206
Special Instruction	29,994,918	-	-	-	-	29,994,918
Vocational Instruction	7,928,434	-	-	-	-	7,928,434
Compensatory Education	20,608,434	-	-	-	-	20,608,434
Other Educational Programs	1,978,922	-	-	-	-	1,978,922
Community Services	1,171,710	-	-	-	-	1,171,710
Support Services	26,851,151	-	-	-	-	26,851,151
Child Nutrition Services	7,098,480	-	-	-	-	7,098,480
Pupil Transportation Services	8,244,242	-	-	-	-	8,244,242
Extracurricular Activities (ASB)	-	2,196,400	-	-	-	2,196,400
Debt Service:						
Principal	-	-	19,370,000	-	-	19,370,000
Interest and Other Charges	-	-	13,641,831	-	-	13,641,831
Bond Issuance Costs	-	-	-	-	-	-
Capital Outlay:						
Sites	-	-	-	3,857,362	-	3,857,362
Buildings	-	-	-	72,925,933	-	72,925,933
Equipment	743,371	-	-	3,601,930	781,654	5,126,955
Energy	-	-	-	-	-	-
TOTAL EXPENDITURES	241,727,868	2,196,400	33,011,831	80,385,225	781,654	358,102,979
Excess of Revenues Over						
(Under) Expenditures	17,190,430	63,071	(4,802,098)	(66,381,643)	134,695	(53,795,545)
OTHER FINANCING SOURCES (USES)						
Proceeds of Long-Term Debt	-	-	-	-	-	-
Issuance of Bonds	-	-	-	-	-	-
Issuance Premium	-	-	-	-	-	-
Payment to Refunded Bonds Escrow Agent	-	-	-	-	-	-
Sale of Equipment	66,592	-	-	-	-	66,592
TOTAL OTHER FINANCING SOURCES (USES)	66,592	-	-	-	-	66,592
NET CHANGE IN FUND BALANCE	17,257,021	63,071	(4,802,098)	(66,381,643)	134,695	(53,728,953)
Fund Balances - September 1	21,204,210	1,665,726	12,591,921	275,881,895	2,592,388	313,936,140
Fund Balances - August 31	\$ 38,461,232	\$ 1,728,797	\$ 7,789,823	\$ 209,500,252	\$ 2,727,083	\$ 260,207,187

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

AUBURN SCHOOL DISTRICT NO. 408
RECONCILIATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
STATEMENT OF ACTIVITIES
August 31, 2019

	Total Governmental Funds	Long-Term Revenue, Expenses *	Capital Related items *	Long-Term Debt Transactions *	Statement of Activities Totals
REVENUES AND OTHER SOURCES					
Property Taxes	\$ 62,260,008	\$ (27,155,057)	\$ -	\$ -	\$ 35,104,951
Local Non-Taxes	18,997,261	-	66,592	-	19,063,853
State, General Purpose	159,142,670	-	-	-	159,142,670
State, Special Purpose	47,179,263	-	-	-	47,179,263
Federal, General Purpose	122,020	-	-	-	122,020
Federal, Special Purpose	14,942,091	-	-	-	14,942,091
Revenues From Other Sources	1,664,122	-	-	-	1,664,122
TOTAL	304,307,434	(27,155,057)	66,592	-	277,218,969
EXPENDITURES/EXPENSES					
Current:					
Regular Instruction	137,108,206	(10,573,828)	12,740,046	-	139,274,424
Special Instruction	29,994,918	529,396	936,357	-	31,460,671
Vocational Instruction	7,928,434	130,402	431,501	-	8,490,337
Compensatory Education	20,608,434	338,040	783,600	-	21,730,074
Other Instructional Programs	1,978,922	29,931	83,228	-	2,092,081
Community Services	1,171,710	69,547	-	-	1,241,258
Support Services	26,851,151	390,611	295,411	-	27,537,174
Child Nutrition Services	7,098,480	88,223	41,064	-	7,227,766
Pupil Transportation Services	8,244,242	207,426	738,901	-	9,190,569
Extracurricular Activities (ASB)	2,196,400	-	1,921	-	2,198,321
Debt Service:					
Principal	19,370,000	-	-	(19,370,000)	-
Interest and Other Charges	13,641,831	-	-	8,785	13,650,616
Bond Issuance Cost	-	-	-	-	-
Capital Outlay:					
Sites	3,857,362	-	(3,857,362)	-	-
Buildings	72,925,933	-	(68,885,838)	-	4,040,095
Equipment	5,126,955	-	(4,714,654)	-	412,301
Energy	-	-	-	-	-
TOTAL EXPENDITURES/EXPENSES	358,102,979	(8,790,252)	(61,405,824)	(19,361,215)	268,545,688
EXCESS OF REVENUES OVER UNDER EXPENDITURES					
	(53,795,545)	(18,364,805)	61,472,416	19,361,215	8,673,281
OTHER FINANCING SOURCES (USES)					
Proceeds of Long-Term Debt	-	-	-	-	-
Issuance Premium	-	-	-	-	-
Sale of Equipment	66,592	-	(66,592)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	66,592	-	(66,592)	-	-
NET CHANGE FOR THE YEAR	\$ (53,728,953)	\$ (18,364,805)	\$ 61,405,824	\$ 19,361,215	\$ 8,673,281

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

* See Note 10B

Fiduciary Funds Financial Statements

The fiduciary funds financial statements consist of the Private-Purpose Trust Fund. The fiduciary funds financial statements focus on net assets and changes in net assets.

The Private-Purpose Trust Fund reports all trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

AUBURN SCHOOL DISTRICT NO. 408
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
August 31, 2019

Private Purpose Trust Fund		
ASSETS		
Cash and Cash Equivalents	\$	616,100
Due From Other Funds		-
Interest Receivable		1,309
TOTAL ASSETS	\$	617,409
LIABILITIES		
Accounts Payable		698
Due to Other Funds		
TOTAL LIABILITIES		698
NET POSITION		
Held in Trusts for Scholarships and Student Aid		616,711
NET POSITION	\$	616,711

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

AUBURN SCHOOL DISTRICT NO. 408
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Fiscal Year Ended August 31, 2019

	Private Purpose Trust Fund
ADDITIONS	
Donations	\$ 216,227
Investment Earnings	22,245
Total Additions	238,472
DEDUCTIONS	
Scholarships	215,396
Loss On Investments	-
Total Deductions	215,396
Change in Net Position	23,076
Net Position, Beginning of the year	593,635
Net Position, End of the year	\$ 616,711

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

Notes to the Financial Statements



AUBURN SCHOOL DISTRICT NO. 408
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Auburn School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principals. The more significant accounting policies of the District are described below:

A. REPORTING ENTITY

The Auburn School District is a municipal corporation organized pursuant to Title 28A *Revised Code of Washington* (RCW) for the purpose of providing public school services to students in grades P-12. Auburn School District operates under an independently elected board of directors. Management of the district is appointed by and is accountable to the board of directors. Fiscal responsibility, including budget authority, the power to set fees, levy property taxes and issue debt consistent with provisions of state statutes, also rests with the board of directors.

B. BASIS OF PRESENTATION

The accounts of the district are organized on the basis of funds in governmental fund financial statements, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The district's basic financial statements in this report consist of:

1). Government – Wide Financial Statements

Overall governmental activities are reported here without displaying individual funds or fund types and display information about the district as a whole. The Government-Wide financial statements do not include Fiduciary Funds. The government-wide financial statements consist of the following:

a. Statement of Net Position

The *Statement of Net Position* reports all financial and capital resources. Capital assets (land, land improvements, buildings, building improvements, vehicles, and equipment) are reported at historical cost, net of accumulated depreciation.

b. Statement of Activities

The operations of the district are presented net of the applicable program revenues. General revenues are divided into property taxes, interest and investment earnings, and special and extraordinary items. The expenses and revenues are reported as follows:

I). Expenses - Expenses are reported by function/program that includes direct and indirect expenses. Depreciation expenses are allocated to direct expenses if they can be specifically identified with a function or program. Interest expenses may be considered direct expenses when borrowing is essential to the creation or continuing existence of a program. Otherwise, interest on long-term liabilities is considered an indirect expense.

II). Revenues – Revenues are divided into program revenues and general revenues. Program revenues are derived directly from the program itself or from parties outside the district’s taxpayers, as a whole. These revenues reduce the net cost of the function to be financed from the district’s general revenue. Program-specific grants and contributions include revenues arising from mandatory and voluntary non-exchange transactions with federal or state governments, organizations, or individuals. These revenues are restricted for use in a particular program.

General revenues are revenues that are not required to be reported as program revenues, such as property tax levies for a specific purpose and all non-tax revenue such as interest and investment earnings.

2). Fund Financial Statements

a. Governmental Funds

Governmental fund reporting focuses primarily on the sources, uses, and balances of current financial resources and often has a budgetary orientation. It includes general fund, special revenue fund (associated student body fund), capital projects fund, transportation vehicle fund, and debt service fund. The district considers all governmental funds to be “major funds”.

I). General Fund - This fund is the general operating fund of the district. It accounts for all financial resources of the district, except those required to be accounted for in another fund. In keeping with the principle of as few funds as necessary, child nutrition, maintenance, information services, printing and pupil transportation activities are included in the fund.

II). Special Revenue Fund (Associated Student Body Fund) - This fund is used to account for the extracurricular fees and resources collected in fund-raising events for students. Disbursements require the joint approval of the appropriate student body organization and the district's board of directors. This fund is accounted for as a special revenue fund since the financial resources legally belong to the district.

III). Debt Service Fund - This fund is used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related expenditures. All of the district's issues are serial bonds rather than term bonds and do not require sinking funds for each issue. Therefore, the district maintains one debt service fund for all bond issues. Also, there are no legal requirements that mandate a separate fund for each bond issue.

IV). Capital Projects Fund – This fund is used to account for the financial resources to be used for the construction or acquisition of major capital assets. This fund must be used when projects are financed wholly or in part by bond issues, intergovernmental resources, major private donations, special levies or insurance recoveries. This fund is also used to account for energy capital improvements.

V). Transportation Vehicle Fund – This fund is used to account for the purchase, major repair, rebuilding and debt service expenditures related to pupil transportation equipment. The major sources of revenue in this fund include the state reimbursement for pupil transportation equipment and special levies.

b. Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. Fiduciary Funds such as the private-purpose trust fund is used by a district in its fiduciary capacity as trustee for assets held for individuals, private organizations, and other governments.

D). Private-Purpose Trust Fund - All of the income and principal in the private-purpose trust may be disbursed in the course of its operation. It includes money for scholarships donated by community supporters and funds for student aid provided by InvestED, a public charity formerly known as the Saul Haas Foundation.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The *government-wide financial statements* measure and report all financial and capital assets, liabilities, revenues, expenses, gains and losses using the economic resources measurement focus and accrual basis of accounting. The accounting objectives of this measurement focus are the determination of operating income, changes in net position or cost recovery, and financial position. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements include the General Fund, Special Revenue Fund, Debt Service Fund, Capital Projects Fund and Transportation Vehicle Fund. They are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the district considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Property taxes and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

Fiduciary fund financial statements include the Private-Purpose Trust Fund. This fund is reported on the accrual basis of accounting.

1). Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances are liquidated at the end of the year; therefore, there are no outstanding encumbrances at year-end.

2). Eliminations and Reclassifications

In the process of aggregating data for the government-wide *statements of net position* and the *statement of activities*, the inter-fund receivables and payables within governmental funds, except those with fiduciary funds, were eliminated.

D. BUDGETS AND BUDGETARY ACCOUNTING

1). General Budget Policies

The Auburn School District budgets its funds in accordance with the Revised Code of Washington Chapter 28A.505 and Chapter 392-123 of the Washington Administrative Code (WAC). The School District Board adopts the budget after a public hearing. An appropriation is a prerequisite to expenditure. Appropriations lapse at the end of the fiscal period. Annual appropriated budgets are adopted at the fund level. Each governmental fund's total expenditures cannot, by law, exceed its formal fund appropriation. Management is authorized to modify specific accounts within the overall fund appropriation. However, only the Board has the authority to increase or decrease a given fund's annual budget. The Board may adopt a revised or supplemental budget appropriation after a public hearing at any time during the fiscal year.

2). Budgetary Basis of Accounting

For budget purposes, revenues and expenditures are accounted for on a modified accrual basis of accounting as prescribed in law for all governmental funds. Beginning fund balance is budgeted as available resources and, pursuant to law; the budgeted ending fund balance cannot be negative.

Formal budgetary accounting is employed as a management control for all governmental funds. Budgets are adopted on the same basis of accounting used to reflect actual revenues and expenditures on a generally accepted accounting principles basis.

E. ASSETS, LIABILITIES, NET POSITION AND FUND BALANCES

1). Cash and Cash Equivalents

The district's cash and cash equivalents consist of cash balances, net of warrants outstanding, and cash equivalents with original maturities of three months or less. At August 31, 2019, total district cash and cash equivalents were \$271,805,122. Of that amount, \$271,189,021 was in the governmental funds and \$616,100 was in the fiduciary funds. At August 31, 2019 total district imprest funds were \$88,975, total district cash on hand was \$0, total district warrants outstanding were \$4,571,296 and the fair market value of the districts funds in the King County Investment Pool was \$271,805,122. In accordance with authorized investment laws, the district's cash equivalents are deposited in the King County Investment Pool. The Pool invests in U.S. Agency mortgage-backed securities to enhance yield. As of August 31, 2019, such securities comprised 0.1% of the Pool's portfolio. As of August 31, 2019, the district's funds invested in the Pool comprised 3.97% of the Pool's portfolio. (See Note 2)

2). Property Taxes

Property tax revenues are collected as the result of special levies passed by the voters in the district. Per Revised Code of Washington 84.60.020, the tax assessment date is January 1 of the calendar year of collection. The tax lien date is January 1 of the year of collection and taxes receivable are recognized as of that date. Current year taxes are due in full as of April 30, and are delinquent after that date. However, without incurring penalty, the taxpayer may elect to pay one half of taxes due by April 30, with the remaining one half taxes due October 31, and are delinquent after that date. Typically, a little more than half of taxes due are collected on the April 30 date. King County forecloses on property following the third year of delinquency. In *governmental fund financial statements*, property tax revenue that is measurable but not available (taxes that are not expected to be collected within the current period) is recorded as receivable and deferred revenue. In *government-wide financial statements*, property tax revenue, net of estimated uncollectible amounts, is accrued at year-end.

a) Tax Abatements

The Auburn School District independently has entered into agreements that affect the levy rate assessed by the District:

Tax Abatement Program	Total Amount of Taxes Abated
Current Use	\$164,629
Home Improvement	\$2,218

Current Use: State law provides for agricultural land, timber land and other open space to be assessed at its current use, rather than its highest and best use. For farm and agricultural land, and designated forest land, call the assessor at 206-263-2374. For Open space and Timber Lands, contact the Department of Natural Resources and Parks – Water and Land Resource Division at 206-296-8351 or 206-296-1470. For more information regarding Current Use Program visit <https://www.kingcounty.gov/environment/stewardship/sustainable-building/resource-protection-incentives.aspx>.

Home Improvement: All owners of detached single family dwellings (including mobile homes on fee-owned land) may be eligible for relief from tax increases caused by major additions or remodels. Claims for exemption must be filed with the assessor BEFORE construction is complete. For more information, call 206-263-2338.

3). Accounts Receivable

This account represents amounts due for services rendered by the district, net of allowance for doubtful accounts.

4). Due From/To Other Funds

Interfund receivables and payables and the associated revenues and expenditures/expenses are recorded in the respective funds in *governmental fund financial statements*. Interfund receivables and payables are eliminated in *government-wide financial statements*, except those with fiduciary funds.

5). Due From Other Governments

This account represents \$2,385,723 of receivables for federal grants of \$2,078,798, and local government impact fees of \$306,926. Grant revenues are recorded in the year in which the related expenditures are incurred.

6). Inventories

Inventories of instructional materials are valued at cost using the first-in first-out method. Warehoused inventories of food and maintenance and food service supplies are valued at cost using the weighted average method perpetual inventory system. Inventory is charged as an expenditure when it is issued for consumption

7). Bond Discounts, Premiums, Issuance Costs and Refunding Losses

In governmental fund types, bond discounts, premium, issuance costs and refunding losses are recognized in the period of issuance.

8). Capital Assets

Capital Assets, which include property, buildings and improvements, and equipment are reported in the applicable governmental activities in the *government-wide financial statements*. Capital assets are defined by the district as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year for land, furniture, equipment, vehicles and school buses and \$100,000 for buildings, building improvements and depreciable land improvements with an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized, but are charged to expenditures in the current period. In *governmental fund financial statements*, there is no depreciation for capital assets. However, depreciation is charged to expenses and allocated to various functions/programs in *government-wide financial statements* in compliance with *GASB Statement No. 34* (See Note 4).

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful life using the straight- line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	50 years
Building Improvements	20 years
Depreciable Land Improvements	20 years
School Buses	8-18 years
Equipment and Vehicles	4-10 years

9). Deferred Outflows/Inflows of Resources

The district has adopted the provisions of GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and GASB Statement No. 65 *Items Previously Reported as Assets and Liabilities*. The objective of these statements is to enhance the usefulness of financial reporting as described below.

In addition to assets, the statement of financial position will report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The district has three items that qualifies for reporting in this category; deferred charge on refunding, deferred charge on pension plans, and deferred charge on OPEB plans. All three are reported in the government-wide statement of net position.

In addition to liabilities, the statement of financial position will report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The district has two types of items; deferred inflows on pension plans and unavailable revenue, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

10). Net Position (Government-wide Financial Statements)

In government-wide financial statements, the “Invested in Capital Assets, Net of Related Debt” component consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The “Restricted Net Position” component reports the net position where constraints have been placed on net position by external laws, regulations, or legislation. Therefore, they are available for disbursements only for specific purposes such as debt service and capital projects. The “Unrestricted Net Position” are assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements.

11). Fund Balances (Governmental Fund Financial Statements)

The District has adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing government fund type definitions. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54 are Nonspendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds,

but also provide clarity to the level of restriction placed upon fund balance. Fund balance can have different levels of constraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. In accordance with GASB 54, the District classified governmental fund balances as follows:

Nonspendable – includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid items and long term receivables.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to constitutional provisions or enabling legislation. This classification includes the child nutrition program, retirement of long term debt, construction programs and other federal and state grants.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the District through formal action of the highest level of decision making authority. Committed fund balance is reported pursuant to resolution passed by the District's Board of Directors.

Assigned – includes fund balance amounts that are self-imposed by the District to be used for a particular purpose. For funds other than the General Fund, the amount of residual fund balance that is spendable after all restrictions, commitments, and other assignments have been made is classified as assigned in accordance with the *Accounting Manual for Public School Districts for the State of Washington*.

Unassigned – includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When both restricted and unrestricted fund balances are available for use, it is the District's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts and the unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

12). Compensated Absences

a). Sick Leave –

Full-time employees earn sick leave at a rate of 12 days per year up to a maximum of one contract year. Under the provisions of RCW 28A.400.210, sick leave accumulated by district employees is paid at death or retirement at the rate of 25% of each day of accrued leave, limited to 180 accrued days. This statute also provides for an annual buy-back of an amount up to the maximum annual accumulation of twelve days. To qualify for annual sick leave buy-back, the employee must have accumulated an excess of 60 days sick leave as of January 1. Sick leave is reported under long-term liabilities in the *Statement of Net Position*. For reporting purposes, 25% of the sick leave liability (up to 180 days) for those eligible for retirement is considered accruable. The vesting method in *GASB Statement No. 16* was applied in calculating the sick leave. The amount of accrued sick leave as of August 31, 2019 was \$2,974,127 and reported as a long-term liability in the *government-wide financial statements*.

b). Vacation Leave –

Vacation leave is accrued according to bargaining agreement rules for those employees eligible. Annual leave accumulated by district employees is paid upon retirement at 100% of per diem value. In addition, annual leave accumulated by classified employees represented by the Public School Employees of Washington bargaining groups is paid upon termination at 100% of per diem value. As of August 31, 2019, vacation leave payable, estimated to be \$2,188,180 is reported as a long-term liability in the *government-wide financial statements*.

NOTE 2. DEPOSITS AND INVESTMENTS

By law, the King County Treasurer is the ex-officio treasurer for the district. In this capacity, the County Treasurer receives, deposits and transacts investments on the district's behalf.

A. DEPOSITS

At year-end, the carrying amounts of the district's deposits with financial institutions and with the King County Treasurer were respectively \$75,000 and \$276,287,443, the warrants outstanding were \$4,571,296 and the petty cash, change funds and cash on hand totaled \$11,355. Total district cash and cash equivalents were \$271,805,122. Of this amount, \$271,189,021 were in governmental funds and \$616,100 were in fiduciary funds. (See Note 1). In addition to FDIC insurance, the district's deposits are protected by the Washington Public Deposit Protection Commission (a multiple financial institution collateral pool). The provision for guaranteed coverage against loss applies not only to demand deposits, but also to certificates of deposit, money market deposit accounts, and savings deposits as well as accrued interest through the date of repayment.

B. INVESTMENTS

In accordance with state investment laws, the district's governing body has entered into a formal inter-local agreement with the district's *ex officio* treasurer, King County, to have all of its funds not required for immediate expenditure to be invested in the King County Investment Pool (Pool). All non-invested cash is held in this external investment pool administered by King County, Washington and consequently is not subject to categorization. At August 31, 2019, the fair value of the district investment in the pool was \$276,287,443 with an effective duration of 0.96 years. The pool is not registered by the SEC and does not operate in a manner consistent with the SEC's rule 2a7 which would allow it to be treated as a money market fund for basis of presentation.

Oversight of the Investment Pool is provided by the King County Executive Finance Committee (EFC) pursuant to RCW 36.29.020. The EFC consists of the Chair of the County Council, the County Executive, the Chief Budget Officer, and the Director of the Finance and Business Operations Division. All investments are subject to written policies and procedures adopted by the EFC. The EFC reviews Pool performance monthly.

All investments in cash equivalents are stated at fair value. Fair value is defined as the amount at which a financial instrument could be exchanged in a current transaction between willing parties. Fair value for the King County Investment Pool is provided by the County's safekeeping bank or Bloomberg L.P., a provider of fixed income analytics, market monitors, and security pricing. The net increase in fair value of the district's proportionate share of the King County Investment Pool for 2018-19 was \$1,748,977. This decrease has been recognized and reported against investment income.

Impaired Investments.

As of August 31, 2019, all impaired commercial paper assets have completed enforcement events. The King County impaired investment pool (Impaired Pool) held one commercial paper asset where the Impaired Pool accepted an exchange offer and is receiving the cash flows from the investment's underlying securities. The

Impaired Pool also held the residual investments in four commercial paper assets that were part of completed enforcements events, where the Impaired Pool accepted the cash-out option. The district's share of the impaired investment pool principal is \$58,819 and the District's fair value of these investments is \$1,748,977.

Interest Rate Risk.

As of August 31, 2019, the Pool's average duration was 0.96 years. As a means of limiting its exposure to rising interest rates, securities purchased in the Pool must have a final maturity, or weighted average life, no longer than five years. While the Pool's market value is calculated on a monthly basis, unrealized gains and losses are not distributed to participants. The Pool distributes earnings monthly using an amortized cost methodology.

Custodial Credit Risk.

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. County policy mandates that all security transactions, including repurchase agreements, are settled "delivery versus payment." This means that payment is made simultaneously with the receipt of the security. These securities are delivered to the County's safekeeping bank or its tri-party bank.

Credit Risk.

As of August 31, 2019, the district's investment in the Pool was not rated by a nationally recognized statistical rating organization (NRSRO). In compliance with state statutes, Pool policies authorize investments in U.S. Treasury securities, U.S. agency securities and mortgage-backed securities, municipal securities (rated at least "A" by two NRSROs), commercial paper (rated at least the equivalent of "A-1" by two NRSROs), certificates of deposits issued by qualified public depositories, repurchase agreements, and the Local Government Investment Pool managed by the Washington State Treasurer's office.

Concentration Risk

Credit risk also can arise in the wake of a failure to adequately diversity investments. However since Pool investments are concentrated in U.S. government obligations and obligations explicitly guaranteed by the U.S. government, this risk is minimal.

NOTE 3. INTERFUND RECEIVABLES AND PAYABLES

As of August 31, 2019, short-term interfund receivables and payables in governmental funds that resulted from various interfund transactions in governmental fund financial statements were as follows:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 108,043	\$ -
Capital Projects Fund	-	\$ 103,223
ASB Fund	-	4,820
Tran Vehicle	-	-
Total	<u>\$ 108,043</u>	<u>\$ 108,043</u>

The interfund balances are typically liquidated to zero on a monthly basis. Almost all of the interfund transfers are to reimburse the general fund from other funds for processing payroll and other accounts payable in the general fund. In addition, all funds collected in the district are electronically swept on a daily basis into the general fund bank account at the county treasurer. Funds are then disbursed to the appropriate fund as soon as the receipts are reconciled to the daily deposit reports. Total funds disbursed from the General Fund were \$7,336,707. Of this amount \$222,700 was disbursed to the Fiduciary funds and the difference to other Governmental Funds.

NOTE 4. CHANGES IN CAPITAL ASSETS

Purchases of equipment over \$5,000 and building and depreciable land improvements over \$100,000 are capitalized and depreciated in the government-wide financial statements. Land is excluded from depreciation. The district's property valuation of buildings and contents for insurance purposes was \$472,282,672 on August 31, 2019. In the opinion of the district's insurance consultant, the amount is sufficient to adequately fund replacement of the district's assets.

	Balance 9/1/2018	Additions	Deletions	Balance 8/31/2019
Governmental Activities:				
Capital assets, not being depreciated				
Land	\$ 43,312,565	\$ 1,806,840	\$ -	\$ 45,119,405
Construction in progress	16,782,419	80,385,225	(71,637,138)	25,530,506
Total capital assets, not being depreciated	60,094,984	82,192,065	(71,637,138)	70,649,911
Capital assets, being depreciated:				
Buildings and improvements	398,129,808	63,693,440	(7,274,076)	454,549,172
Furniture and equipment	22,708,396	1,586,601	(1,253,573)	23,041,424
Total capital assets, being depreciated	420,838,205	65,280,041	(8,527,650)	477,590,596
Less: accumulated depreciation				
Buildings and improvements	(120,812,683)	(8,747,913)	3,233,982	(126,326,615)
Furniture and equipment	(16,917,827)	(1,228,835)	841,272	(17,305,390)
Total accumulated depreciation	(137,730,510)	(9,976,749)	4,075,254	(143,632,005)
Total capital assets, being depreciated, net	283,107,695	55,303,292	(4,452,396)	333,958,591
Governmental activities capital assets, net	\$ 343,202,679	\$ 137,495,357	\$ (76,089,534)	\$ 404,608,502

The increases to buildings and improvements include completed projects transferred from construction in progress less those portions of the projects classified as capitalized and non-capitalized equipment. Only those building improvements and depreciable land improvements that are greater than \$100,000 are capitalized. Additions to equipment include only those capital outlay purchases with a unit cost greater than \$5,000 in accordance with the district's capitalization policy. Decreases to equipment were the result of the sale or trade-in of obsolete equipment.

Depreciation

Depreciation expense was charged to governmental activities as follows:

Regular instruction	\$ 6,646,414
Special instruction	936,357
Vocational instruction	431,501
Compensatory education	783,600
Other instructional programs	83,228
Support services	295,411
Child Nutrition services	41,064
Transportation services	738,901
ASB	20,271
Total depreciation expense	
charged to governmental activities	<u>\$ 9,976,749</u>

NOTE 5. CONSTRUCTION IN PROGRESS

Project	Authorized	Expended
DICK SCOBEE ELEMENTARY	\$ 53,418,352	\$ 8,627,958
ELEMENTARY NO. 15	63,463,830	12,897,671
PIONEER ELEMENTARY	59,773,894	1,784,199
ELEMENTARY NO. 16	65,962,383	1,850,510
CHINOOK ELEMENTARY	60,116,202	341,080
LEA HILL ELEMENTARY	66,091,138	16,771
TERMINAL PARK ELEMENTARY	56,492,581	12,318
Totals Contruction in Progress	<u>\$ 425,318,380</u>	<u>\$ 25,530,506</u>

NOTE 6. PENSION PLANS**General Information**

The Washington State Department of Retirement Systems (DRS), a department within the primary government of the state of Washington, prepares a stand-alone comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for each pension plan. The pension plan's basic financial statement is accounted for using the accrual basis of accounting. The measurement date of the pension plans is June 30. 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.

For the purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of pension plans administered by DRS and additions to/deductions from the plans' net position have been determined on the same basis as they are reported by the plans.

Detailed information about the pension plans' fiduciary net position is available in the separately issued DRS CAFR. Copies of the report may be obtained by contacting the Washington State Department of Retirement Systems, P.O. Box 48380, Olympia, WA 98504-8380; or online at <http://www.drs.wa.gov/administrations/annual-report>

Membership Participation

Substantially all school district full-time and qualifying part-time employees participate in one of the following three contributory, multi-employer, cost-sharing statewide retirement systems managed by DRS: Teachers' Retirement System (TRS), Public Employees' Retirement System (PERS) and School Employees' Retirement System (SERS).

Membership participation by retirement plan as of June 30, 2019, was as follows:

Plan	Retirees and Beneficiaries Receiving Benefits	Inactive Plan Members Entitled to but not yet Receiving Benefits	Active Plan Members
PERS 1	45,792	401	1,535
SERS 2	10,072	6,175	28,494
SERS 3	10,007	8,983	35,746

TRS 1	32,645	120	349
TRS 2	5,874	2,779	21,788
TRS 3	13,745	8,675	55,733

Membership & Plan Benefits

Certificated employees are members of TRS. Classified employees are members of PERS (if Plan 1) or SERS. Plan 1 under the TRS and PERS programs are defined benefit pension plans whose members joined the system on or before September 30, 1977. TRS 1 and PERS 1 are closed to new entrants.

TRS is a cost-sharing multiple-employer retirement system comprised of three separate plans for membership purposes: Plans 1 and 2 are defined benefit plans and Plan 3 is a defined benefit plan with a defined contribution component. TRS eligibility for membership requires service as a certificated public school employee working in an instructional, administrative or supervisory capacity.

TRS is comprised of three separate plans for accounting purposes: Plan 1, Plan 2/3, and Plan 3. Plan 1 accounts for the defined benefits of Plan 1 members. Plan 2/3 accounts for the defined benefits of Plan 2 members and the defined benefit portion of benefits for Plan 3 members. Plan 3 accounts for the defined contribution portion of benefits for Plan 3 members. Although members can only be a member of either Plan 2 or Plan 3, the defined benefit portions of Plan 2 and Plan 3 are accounted for in the same pension trust fund. All assets of this Plan 2/3 defined benefit plan may legally be used to pay the defined benefits of any of the Plan 2 or Plan 3 members or beneficiaries, as defined by the terms of the plan. Therefore, Plan 2/3 is considered to be a single plan for accounting purposes.

TRS Plan 1 provides retirement, disability and death benefits. TRS 1 members were vested after the completion of five years of eligible service. Retirement benefits are determined as two percent of the average final compensation (AFC), for each year of service credit, up to a maximum of 60 percent, divided by twelve. The AFC is the total earnable compensation for the two consecutive highest-paid fiscal years, divided by two. Members are eligible for retirement at any age after 30 years of service, or at the age of 60 with five years of service, or at the age of 55 with 25 years of service. Other benefits include temporary and permanent disability payments, an optional cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries.

TRS Plan 2/3 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the average final compensation (AFC) per year of service for Plan 2 members and one percent of AFC for Plan 3 members. The AFC is the monthly average of the 60 consecutive highest-paid service credit months. There is no cap on years of service credit. Members are eligible for normal retirement at the age of 65 with at least five years of service credit. Retirement before age 65 is considered an early retirement. TRS Plan 2/3 members, who have at least 20 years of service credit and are 55 years of age or older, are eligible for early retirement with a reduced benefit.

The benefit is reduced by a factor that varies according to age, for each year before age 65. TRS Plan 2/3 members who have 30 or more years of service credit, were hired prior to May 1, 2013, and are at least 55 years old, can retire under one of two provisions: With a benefit that is reduced by three percent for each year before age 65; or with a benefit that has a smaller (or no) reduction (depending on age) that imposes stricter return-to-work rules.

TRS Plan 2/3 members hired on or after May 1, 2013, have the option to retire early by accepting a reduction of five percent for each year of retirement before age 65. This option is available only to those who are age 55 or older and have at least 30 years of service.

TRS Plan 2/3 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit.

Other benefits include duty and non-duty disability payments, a cost-of-living allowance (based on the Consumer Price Index), capped at three percent annually and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries.

PERS Plan 1 provides retirement, disability and death benefits. PERS 1 members were vested after the completion of five years of eligible service. Retirement benefits are determined as two percent of the member's average final compensation (AFC) times the member's years of service. The AFC is the average of the member's 24 highest consecutive service months. Members are eligible for retirement from active status at any age with at least 30 years of service, at age 55 with at least 25 years of service, or at age 60 with at least five years of service.

Members retiring from inactive status prior to the age of 65 may receive actuarially reduced benefits. PERS Plan 1 retirement benefits are actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, an optional cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries.

SERS is a cost-sharing multiple-employer retirement system comprised of two separate plans for membership purposes. SERS Plan 2 is a defined benefit plan and SERS Plan 3 is a defined benefit plan with a defined contribution component. SERS members include classified employees of school districts and educational service districts.

SERS is reported as two separate plans for accounting purposes: Plan 2/3 and Plan 3. Plan 2/3 accounts for the defined benefits of Plan 2 members and the defined benefit portion of benefits for Plan 3 members. Plan 3 accounts for the defined contribution portion of benefits for Plan 3 members.

Although members can only be a member of either Plan 2 or Plan 3, the defined benefit portions of Plan 2 and Plan 3 are accounted for in the same pension trust fund. All assets of this Plan 2/3 defined benefit plan may legally be used to pay the defined benefits of any of the Plan 2 or Plan 3 members or beneficiaries. Therefore, Plan 2/3 is considered to be a single plan for accounting purposes.

SERS provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the member's average final compensation (AFC) times the member's years of service for Plan 2 and one percent of AFC for Plan 3. The AFC is the monthly average of the member's 60 highest-paid consecutive service months before retirement, termination or death. There is no cap on years of service credit. Members are eligible for retirement with a full benefit at 65 with at least five years of service credit. Retirement before age 65 is considered an early retirement. SERS members, who have at least 20 years of service credit and are 55 years of age or older, are eligible for early retirement with a reduced benefit.

The benefit is reduced by a factor that varies according to age, for each year before age 65. SERS members who have 30 or more years of service credit and are at least 55 years old can retire under one of two provisions, if hired prior to May 2, 2013: With a benefit that is reduced by three percent for each year before age 65; or with a benefit that has a smaller (or no) reduction (depending on age) that imposes stricter return-to-work rules.

SERS members hired on or after May 1, 2013, have the option to retire early by accepting a reduction of five percent for each year of retirement before age 65. This option is available only to those who are age 55 or older and have at least 30 years of service. SERS retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, a cost-of-living allowance (based on the Consumer Price Index), capped at three percent annually and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries.

Plan Contributions

The employer contribution rates for PERS, TRS, and SERS (Plans 1, 2, and 3) and the TRS and SERS Plan 2 employee contribution rates are established by the Pension Funding Council based upon the rates set by the Legislature. The methods used to determine the contribution requirements are established under chapters 41.34 and 41.40 RCW for PERS, 41.34 and 41.35 RCW for SERS, and 41.32 and 41.34 RCW for TRS. Employers do not contribute to the defined contribution portions of TRS Plan 3 or SERS Plan 3. Under current law the employer must contribute 100 percent of the employer-required contribution. The employee contribution rate for Plan 1 in PERS and TRS is set by statute at six percent and does not vary from year to year.

The employer and employee contribution rates for the various plans are effective as of the dates shown in the table. The pension plan contribution rates (expressed as a percentage of covered payroll) for 2018 and 2019 are listed below:

Pension Rates			
	9/1/18 Rate	7/1/19 Rate	
PERS 1			
Member Contribution Rate	6.00%	6.00%	
Employer Contribution Rate	12.83%	12.86%	
Pension Rates			
	9/1/18 Rate	9/1/19 Rate	
TRS 1			
Member Contribution Rate	6.00%	6.00%	
Employer Contribution Rate	15.41%	15.51%	
TRS 2			
Member Contribution Rate	7.06%	7.77%	
Employer Contribution Rate	15.41%	15.51%	
TRS 3			
Member Contribution Rate	varies*	varies*	
Employer Contribution Rate	15.41%	15.51%	**
SERS 2			
Member Contribution Rate	7.27%	7.27%	
Employer Contribution Rate	13.58%	13.19%	
SERS 3			
Member Contribution Rate	varies*	varies*	
Employer Contribution Rate	13.58%	13.19%	**

Note: The DRS administrative rate of .0018 is included in the employer rate.

* = Variable from 5% to 15% based on rate selected by the member.

** = Defined benefit portion only.

The Collective Net Pension Liability

The collective net pension liabilities for the pension plans school districts participated in are reported in the following tables.

The Net Pension Liability as of June 30, 2019:				
Dollars in Thousands	PERS 1	SERS 2/3	TRS 1	TRS 2/3
Total Pension Liability	\$11,696,634	\$6,352,843	\$8,355,496	\$16,545,194
Plan fiduciary net position	(\$7,851,279)	(\$6,118,345)	(\$5,879,693)	(\$15,942,660)
Participating employers' net pension liability	\$3,845,355	\$234,498	\$2,475,803	\$602,534
Plan fiduciary net position as a percentage of the total pension liability	67.12%	96.31%	70.37%	96.36%

The School District's Proportionate Share of the Net Pension Liability (NPL)

At June 30, 2019, the school district reported a total liability of \$62,446,192 for its proportionate shares of the individual plans' collective net pension liability. The district's proportionate share of the collective net pension liability is based on annual contributions for each of the employers participating in the DRS administered plans. At June 30, 2019, the district's proportionate share of each plan's net pension liability is reported below:

June 30, 2019	PERS 1	SERS 2/3	TRS 1	TRS 2/3
District's Annual Contributions	1,839,631	2,920,738	7,928,483	8,356,842
Proportionate Share of the Net Pension Liability	9,865,589	3,421,695	39,525,422	9,633,486

At June 30, 2019, the school district's percentage of the proportionate share of the collective net pension liability was as follows and the change in the allocation percentage from the prior period is illustrated below.

Allocation percentages	PERS 1	SERS 2/3	TRS 1	TRS 2/3
Current year proportionate share of the Net Pension Liability	0.256559%	1.459158%	1.596469%	1.598829%
Prior year proportionate share of the Net Pension Liability	0.252266%	1.513636%	1.625845%	1.628735%
Net difference percentage	0.004292%	-0.054478%	-0.029376%	-0.029906%

Actuarial Assumptions

Capital Market Assumptions (CMAs) and expected rates of return by asset class are provided by the Washington State Investment Board. The Office of the State Actuary relied on the CMAs in the selection of the long-term expected rate of return for reporting purposes.

The total pension liabilities for TRS 1, TRS 2/3, PERS 1 and SERS 2/3 were determined by actuarial valuation as of June 30, 2017, with the results rolled forward to June 30, 2018, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation	2.75% total economic inflation, 3.50% salary inflation
Salary increases	In addition to the base 3.50% salary inflation assumption, salaries are also expected to grow by promotions and longevity.
Investment rate of return	7.40%

Mortality Rates

Mortality rates used in the plans were based on the RP-2000 Combined Healthy Table and Combined Disabled Table published by the Society of Actuaries. The Office of the State Actuary applied offsets to the base table and recognized future improvements in mortality by projecting the mortality rates using 100 percent Scale BB. Mortality rates are applied on a generational basis, meaning members are assumed to receive additional mortality improvements in each future year, throughout their lifetime. The actuarial assumptions used in the June 30, 2019, valuation were based on the results of the 2007–2012 Experience Study Report and the 2018 Economic Experience Study. Additional assumptions for subsequent events and law changes are current as of the 2019 actuarial valuation report.

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which a best-estimate of expected future rates of return (expected returns, net of pension plan investment expense, but including inflation) are developed for each major asset class by the Washington State Investment Board (WSIB). Those expected returns make up one component of WSIB's CMAs. The CMAs contain three pieces of information for each class of assets the WSIB currently invest in:

- Expected annual return
- Standard deviation of the annual return
- Correlations between the annual returns of each asset class with every other asset class

WSIB uses the CMAs and their target asset allocation to simulate future investment returns over various time horizons.

The long-term expected rate of return of 7.40 percent approximately equals the median of the simulated investment returns over a fifty-year time horizon, increased slightly to remove WSIB's implicit and small short-term downward adjustment due to assumed mean reversion. WSIB's implicit short-term adjustment, while small and appropriate over a ten to fifteen-year period, becomes amplified over a fifty-year measurement period.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2019, are summarized in the following table:

TRS1, TRS 2/3, PERS 1, and SERS 2/3		
Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	20.00%	2.20%
Tangible Assets	7.00%	5.10%
Real Estate	18.00%	5.80%
Global Equity	32.00%	6.30%
Private Equity	23.00%	9.30%

The inflation component used to create the above table is 2.20 percent, and represents WSIB's most recent long-term estimate of broad economic inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.40 percent. To determine the discount rate, an asset sufficiency test was completed to test whether the pension plan's fiduciary net position was sufficient to make all projected future benefit payments of current plan members. Consistent with current law, the completed asset sufficiency test included an assumed 7.50 percent long-term discount rate to determine funding liabilities for calculating future contributions rate requirements. Consistent with the long-term expected rate of return, a 7.40 percent future investment rate of return on invested assets was assumed for the test. Contributions from plan members and employers are assumed to continue to be made at contractually required rates. 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 of 7.40 percent on pension plan investments was applied to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The table below presents the Auburn School District's proportionate share of the net pension liability calculated using the discount rate of 7.40%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.40%) or one percentage point higher (8.40%) than the current rate. Amounts are calculated by plan using the district's allocation percentage.

	1% Decrease (6.40%)	Current Discount Rate (7.40%)	1% Increase (8.40%)
PERS1 NPL	\$4,815,609,000	\$3,845,355,000	\$3,003,532,000
Allocation Percentage	0.256559%	0.256559%	0.256559%
Proportionate Share of Collective NPL	\$ 12,354,860	\$ 9,865,589	\$ 7,705,820
SERS2/3 NPL	\$1,141,883,000	\$234,498,000	(\$513,722,000)
Allocation Percentage	1.459158%	1.459158%	1.459158%
Proportionate Share of Collective NPL	\$ 16,661,871	\$ 3,421,695	\$ (7,496,013)
TRS1 NPL	\$3,164,358,000	\$2,475,803,000	\$1,878,531,000
Allocation Percentage	1.596469%	1.596469%	1.596469%
Proportionate Share of Collective NPL	\$ 50,517,987	\$ 39,525,422	\$ 29,990,161
TRS2/3 NPL	\$3,283,747,000	\$602,534,000	(\$1,577,475,000)
Allocation Percentage	1.598829%	1.598829%	1.598829%
Proportionate Share of Collective NPL	\$ 52,501,485	\$ 9,633,486	\$ (25,221,121)

Pension Expense

The District recognizes a pension expense for its proportionate share of the collective pension expense. This is determined by using the district's proportion share of the collective net pension liability. For the year ending August 31, 2019, the district recognized a total pension expense as follows:

	Pension Expense
PERS 1	\$ 623,299
SERS 2/3	\$ 1,501,232
TRS 1	\$ 786,796
TRS 2/3	\$ 5,409,738
TOTAL	\$ 8,321,065

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The Pension Plans reported collective Deferred Outflows of Resources and collective Deferred Inflows of resources related to the individual plans. At August 31, 2019, the District reported Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions from the following sources:

PERS 1	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experiences	\$0	\$0
Net difference between projected and actual earnings on pension plan investments	\$0	\$(659,104)
Changes in assumptions or other inputs	\$0	\$0

Changes in proportion and differences between contributions and proportionate share of contributions	\$0	\$0
District contributions to the pension plan subsequent to the measurement date of the collective net pension liability	\$319,407	\$0
TOTAL	\$319,407	\$(659,104)
SERS 2/3	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experiences	\$2,153,106	\$0
Net difference between projected and actual earnings on pension plan investments	\$0	\$(2,905,735)
Changes in assumptions or other inputs	\$104,734	\$(726,737)
Changes in proportion and differences between contributions and proportionate share of contributions	\$11,408	\$(343,239)
District contributions to the pension plan subsequent to the measurement date of the collective net pension liability	\$506,304	\$0
TOTAL	\$2,775,552	\$(3,975,711)

TERS 1	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experiences	\$0	\$0
Net difference between projected and actual earnings on pension plan investments	\$0	\$(3,031,285)
Changes in assumptions or other inputs	\$0	\$0
Changes in proportion and differences between contributions and proportionate share of contributions	\$0	\$0
District contributions to the pension plan subsequent to the measurement date of the collective net pension liability	\$1,413,404	\$0
TOTAL	\$1,413,404	\$(3,031,285)
TERS 2/3	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experiences	\$6,698,317	\$(309,981)
Net difference between projected and actual earnings on pension plan investments	\$0	\$(8,317,052)

Changes in assumptions or other inputs	\$3,631,786	\$(2,559,618)
Changes in proportion and differences between contributions and proportionate share of contributions	\$348,113	\$(433,311)
District contributions to the pension plan subsequent to the measurement date of the collective net pension liability	\$1,484,851	\$0
TOTAL	\$12,163,067	\$(11,619,962)

\$3,723,967 reported as Deferred Outflows of Resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended August 31, 2019.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended August 31	PERS 1	SERS 2/3	TRS 1	TRS 2/3
2020	(145,501)	(494,663)	(622,226)	(1,217,589)
2021	(344,650)	(1,097,468)	(1,627,357)	(3,017,046)
2022	(122,991)	(280,457)	(572,239)	(679,251)
2023	(45,962)	(70,541)	(209,463)	177,358
2024	-	191,508	-	878,616
Thereafter	-	45,157	-	2,916,166

NOTE 7. DEFINED BENEFIT OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLANS

The following table represents the aggregate OPEB amounts for all plans subject to the requirements of GASB 75 for the year ending August 31, 2019:

Aggregate OPEB Amounts – All Plans	
OPEB Liabilities	\$53,480,368
OPEB Assets	\$0
Deferred Outflows of Resources	\$10,040,300
Deferred Inflows of Resources	\$0
OPEB Expense	\$5,038,525

Plan Description

The state, through the Health Care Authority (HCA), administers an agent multiple-employer other post-employment benefit plan. The Public Employees Benefits Board (PEBB) created within the HCA is authorized to design benefits and determine the terms and conditions of employee and retired employee participation and coverage, including establishment of eligibility criteria for both active and retired employees. Programs include medical, dental, life and long-term disability insurance.

The relationship between the PEBB OPEB plan and its member employers are their employees and retirees is not formalized in a contract or plan document. Rather, the benefits are provided in accordance with a

substantive plan. A substantive plan is one, which the employers and plan members understand the plan terms. This understanding is based on communication between the HCA, employers and plan members, and historical pattern of practice with regard to sharing of benefit costs.

Employers participating in the plan include the state of Washington (which includes general government agencies and higher education institutions), 76 of the state's K-12 school and educational service districts (ESDs), and 249 political subdivisions and tribal governments. Additionally, the PEBB plan is available to the retirees of the remaining 227 K-12 school districts and ESDs. The Auburn School District's retirees (approximately 336) are eligible to participate in the plan under this arrangement.

Covered Individuals

An individual who is employer by Auburn School District and who is eligible to participate in the benefits provided through the Public Employee Benefits Board (PEBB).

Eligibility

A covered Individual who retires from service with the District and who meets the requirements of their respective retirement system (PERS, TRS, SERS):

Plan 1

- Age 60 with 5 years of service
- Age 55 with 25 years of service
- Any age when years of service is equal or exceeds 30

Plan 2

- Age 65 with 5 years of service
- Age 55 with 20 years of service

Plan 3

- Age 65 with 5 years of service
- Age 55 with 10 years of service

Insurance Benefits

The Washington State Health Care Authority (HCA) administers PEBB plan benefits. The insurance coverages listed below are available.

Life Insurance

PEBB provides subsidized basic term life insurance coverage to retirees. The coverage is available only if enrolled in life insurance through PEBB Program as an active employee, so retirees of the District are not eligible.

Duration of Coverage

Coverage is provided as long as the required contributions are paid.

Spouse/Dependent Coverage

Spousal/Dependent coverage is provided as long as the required contributions are paid. Surviving spouses may continue coverage.

Funding Policy

The funding policy is based upon the pay-as-you-go financing requirements.

Plan Membership

As of August 31, 2019, plan membership consisted of the following:

Inactive members currently receiving benefits	373
Inactive member entitled to but not yet receiving benefits	0
Active members	<u>1,798</u>
Total	2,171

Investment Policy

The District's obligation is unfunded at August 31, 2019. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Retiree Contributions

Upon retirement, members are permitted to receive medical benefits. Retirees pay the following monthly rates for pre-65 Medical coverage for 2019:

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Non-Medicare Health Insurance:

	Retiree	Retiree & Spouse
Group Health Classic	\$ 733.39	\$ 1,460.80
Group Health CDHP	\$ 600.44	\$ 1,189.46
Group Health SoundChoice	\$ 603.21	\$ 1,200.44
Group Health Value	\$ 656.25	\$ 1,306.54
Kaiser Permanente Classic	\$ 710.65	\$ 1,415.33
Kaiser Permanente CDHP	\$ 604.16	\$ 1,196.38
UMP Classic	\$ 674.85	\$ 1,343.72
UMP CDHP	\$ 600.54	\$ 1,189.65
UMP Plus	\$ 618.07	\$ 1,230.18

Medicare Health Insurance:

(after explicit subsidy of 50%, up to \$168 in 2019)*

	Retiree	Retiree & Spouse
Kaiser Permanente WA Medicare Plan	\$ 167.91	\$ 329.85
Kaiser Permanente NW Medicare Plan	\$ 169.80	\$ 333.63
UMP Classic	\$ 313.09	\$ 620.20
Premiera Blue Cross Plan F	\$ 112.16	\$ 218.35

*The maximum explicit subsidy is increasing to \$183 in 2020.

Dental Insurance:

	Retiree	Retiree & Spouse
Uniform Dental Plan	\$ 47.01	\$ 94.02
DeltaCare	\$ 39.53	\$ 79.06
Willamette Dental	\$ 44.45	\$ 88.90

Changes in the Total OPEB Liability

	Fiscal Year Ending August 31, 2019
Total OPEB Liability – Beginning of Year	\$43,613,186
Service Cost	2,249,829
Interest	1,794,607
Changes in Benefit Terms	-
Difference between Expected and Actual Experience	1,495,247
Changes of Assumptions	5,966,246
Benefit Payments	(1,638,747)
Net Change in Total OPEB Liability	9,867,182
Total OPEB Liability – End of Year	\$53,480,368

OPEB Expense Recognized

	Fiscal Year Ending August 31, 2019
Service Cost	\$2,249,829
Interest on Total OPEB Liability	1,794,607
Effect on Plan Changes	0
Administrative Expenses	0
Recognition of Deferred (inflows)/Outflows of Resources	
Economic/Demographic (Gains)/Losses	174,710
Assumption Changes	819,379
OPEB Expense	<u>5,038,525</u>

Expected Remaining Service Lives

The amortization period for the for the September 1, 2018 to August 31, 2019 measurement period was determined as follows:

As of September 1, 2018	Number of Members	Expected Remaining Service Lives
Active Members	1,798	13.352
Inactive Members	373	0.000
Weighted Average Rounded to Nearest Tenth		11.1

Deferred Inflows and Outflows of Resources

As of August 31, 2019 the deferred inflows and outflows of resources are a follows:

	Deferred Inflows of Resources	Deferred Outflows of Resources
Difference between expected and actual experience	0	1,764,575
Changes in assumptions	0	8,275,723
Net difference between projected and actual earnings	0	0
Contributions made subsequent to measurement date	0	0
	<u>0</u>	<u>10,040,300</u>

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in future years' OPEB expense as follows:

Year ending August 31:	Annual Recognition:
2020	994,089
2021	994,089
2022	994,089
2023	994,089
2024	994,089
Thereafter	5,069,854

Schedule of Deferred Inflows and Outflows of Resources

	Original Amount	Date Established	Original Recognition Period*	Amount Recognized in Expense Aug 31, 2019	Balance of Deferred Inflows Aug 31, 2019	Balance of Deferred Outflows Aug 31, 2019
Economic/Demographic	1,495,247	8/31/2019**	11.1	134,707	-	1,360,540
(Gains)/Losses	484,043	8/31/2018	12.1	40,004	-	404,034.89
Assumption Changes	5,966,246	8/31/2019	11.1	537,500	-	5,428,746
(Gains)/Losses	3,410,735	8/31/2018	12.1	281,879	-	2,846,977.15
Investment						
(Gains)/Losses	-	8/31/2018	5	-	-	-
	<u>11,356,271</u>			<u>994,089</u>	<u>-</u>	<u>10,040,298</u>

* Economic/demographic (gains) and losses along with assumption changes are recognized over a closed period equal to the weighted average of expected remaining service lives for all active and inactive members.

**Economic/demographic (gains) and losses for the period ending August 31, 2019 should be adjusted by the difference between actual employer contributions for the period September 1, 2018 to August 31, 2019 and the expected employer contribution of \$1,089,289 shown on page 6.

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation follows:

Measurement Date	August 31, 2019
Valuation Date	August 31, 2019
Reporting Date	August 31, 2019
Measurement Period	September 1, 2018 to August 31, 2019
Discount Rate	2.97% Per Year

As an unfunded plan, the discount rate reflects the index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date. The index rate used to measure the total pension liability was 2.97% as of August 31, 2019.

General Inflation	3.0% per year
Salary Increases	4.5% per year

(including administrative expenses)

<u>Age</u>		<u>Per Participant</u>	
Under Age 65 (Age 60 rates)	Retiree		Spouse
Group Health Classic	\$	13,247	\$ 13,151
Group Health CDHP	\$	10,779	\$ 10,590
Group Health SoundChoice	\$	10,894	\$ 10,798
Group Health Value	\$	11,571	\$ 11,476
Kaiser Permanente Classic	\$	12,358	\$ 12,263
Kaiser Permanente CDHP	\$	11,416	\$ 11,253
UMP Classic	\$	11,624	\$ 11,494
UMP CDHP	\$	11,198	\$ 11,041
UMP Plus	\$	11,191	\$ 11,064
Weighted Average	\$	12,296	\$ 12,201

Age 65 and Over	Retiree		Spouse
Kaiser Permanente WA Medicare	\$	4,136	\$ 4,007
Kaiser Permanente NW Medicare	\$	4,134	\$ 4,012
UMP Classic	\$	5,953	\$ 5,888
Premiera Blue Cross Plan F	\$	2,703	\$ 2,574
Weighted Average	\$	4,979	\$ 4,890

The assumed under age 65 claim costs were determined from the premiums and underlying claim experience of the OPEB Plans and actuarial age adjustment factors. The assumed age 65 and over claims costs were determined from the premiums and the PEBB's stated explicit subsidy.

Annual Dental Claims Costs

The dental costs were assumed to be equal to the dental premiums.

Age Based Morbidity

The assumed under age 65 health coverage claim costs are assumed to increase related to age as follows:

<u>Ages</u>	<u>Rate</u>
18-29	1.0%
30-39	2.5
40-49	3.0
50-54	3.3
55-59	3.6
60-64	4.2

Health Care Cost Trend

5.0% All Years

Mortality

RP 2014 annuitant distinct mortality table adjusted to 2006 with MP 2018 generational projection of future mortality improvement

Future Retiree Participation Rate

45%

Initial Spouse Participation Rate

Male Employees: 35%
 Female Employees: 35%
 Husbands are assumed to be three years older than wives.

Turnover:

Rates based on Scale T-4 of the Actuary's Pension Handbook.

Sample rates varying by age:

<u>Age</u>	<u>Rate</u>
20	5.4%
25	5.3
30	5.1
35	4.7
40	4.2
45	3.5
50	2.5
55	0.9
60	0.1

Disability

None.

Retirement

Sample rates varying by age:

<u>Age</u>	<u>Rate</u>
55	5.0%
56-57	2.5
58-59	5.0
60-61	10.0
62	20.0
63-64	10.0
65-66	30.0
67-68	40.0
69 or over	100.0

Actuarial Methods

The Entry Age Normal Level of Pay Actuarial Cost Method was used to determine the total OPEB liability.

The actuarial present value of future benefits is the present value necessary today to provide for a benefit payment or series of benefit payments in the future for all plan participants. It is determined by discounting the future benefit payments as the assumed investment return and reflect the probability of payment.

The service costs is determined as the sum of the individual normal costs for each active participant. A normal cost accrual rate is determined for each active participant. The normal cost accrual rate is equal to the actuarial present value of future benefits determined as of the participant's entry age, divided by the actuarial present value of the assumed salaries paid to the participant from entry age to assumed exit age. The normal cost accrual rate is multiplied by current salary to provide the participant's individual normal cost.

The total OPEB liability is the sum of the individual accrued liabilities for all plan participants. Each participant's actuarial accrued liability equals the actuarial present value of future benefits, less the actuarial present value of the participant's normal costs payable in the future. These present values are calculated at the participant's attained age.

The net OPEB liability equals the total OPEB liability less the value of plan assets.

Asset Valuation Method

The actuarial value of assets must be determined based on some recognition of the fair market value of assets. The District's obligation is unfunded at August 31, 2019. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability, calculated using the current healthcare cost trend rate of 5.0%, as well as the total OPEB liability calculated using a healthcare cost trend rate that is 1-percentage point lower (4.0%) or 1-percentage point higher (6.0%) than the current rate:

	1% Decrease 4.0%	Current Healthcare Cost Trend Rate 5.0%	1% Increase 6.0%
Total OPEB Liability	\$44,391,343	\$53,480,368	\$65,458,431

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using the current discount rate of 2.97%, as well as the total OPEB liability calculated using a discount rate that is 1-percentage point lower (1.97%) or 1-percentage point higher (3.96%) than the current rate:

	1% Decrease 1.97%	Current Discount Rate 2.97%	1% Increase 3.97%
Total OPEB Liability	\$63,275,071	\$53,480,368	\$45,691,365

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NOTE 8. LONG-TERM LIABILITIES

Long-term liability activity for the year ended August 31, 2019 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental activities:					
Bonds Payable:					
2010 UTGO Refunding Bonds	29,350,000	-	6,540,000	22,810,000	7,020,000
2012 UTGO Refunding Bonds	8,655,000	-	100,000	8,555,000	100,000
2013 UTGO and Refunding Bonds	64,205,000	-	2,485,000	61,720,000	1,300,000
2014 UTGO and Refunding Bonds	32,190,000	-	1,460,000	30,730,000	2,025,000
2017 UTGO Bonds	82,040,000	-	8,785,000	73,255,000	1,910,000
2018 UTGO Bonds	138,755,000	-	-	138,755,000	475,000
Total Bonds Payable	355,195,000	-	19,370,000	335,825,000	12,830,000
Unamortized Bond Premium	35,369,414	-	1,938,902	33,430,512	1,938,902
Net Bonds Payable	390,564,414	-	21,308,902	369,255,512	14,768,902
Net Pension Liabilities:					
PERS Plan 1	11,266,299	-	1,400,708	9,865,591	-
SERS Plans 2/3	4,526,709	-	1,105,014	3,421,695	-
TRS Plan 1	47,484,306	-	7,958,884	39,525,422	-
TRS Plans 2/3	7,331,162	-	-	9,633,485	-
Total Net Pension Liabilities	70,608,475	-	10,464,606	62,446,192	-
Other Liabilities:					
Compensated Absences	4,627,708	4,627,708	4,627,708	5,162,307	491,107
Total OPEB Liability	43,613,186	9,867,182	-	53,480,368	1,261,069
GRAND TOTAL	\$ 509,413,783	\$ 17,331,812	\$ 36,401,216	\$ 490,344,379	\$ 16,521,078

The debt service fund is established to redeem the outstanding bonds. Compensated Absences payments are liquidated by the general fund.

General Obligation Bonds—The annual requirements to amortize all general obligation bonds outstanding as of August 31, 2019, including interest payments, are listed as follows:

Year Ending August 31, 2019	Principal	Interest	Total
2020	12,830,000	14,475,650	27,305,650
2021	16,260,000	13,842,738	30,102,738
2022	12,735,000	13,177,281	25,912,281
2023	11,750,000	12,685,350	24,435,350
2024	11,785,000	12,239,025	24,024,025
2025-2029	75,590,000	52,727,975	128,317,975
2030-2034	115,895,000	31,119,575	147,014,575
2035-2037	78,980,000	6,623,900	85,603,900
Total	\$ 335,825,000	\$ 156,891,494	\$ 492,716,494

General obligation school building bonds payable at August 31, 2019, with their outstanding balances are comprised of the following individual issues:

OUTSTANDING BONDS

\$36,025,000 2010 general obligation refunding bonds, due in installments of \$575,000 to \$8,215,000 beginning December 1, 2010 to December 1, 2021, interest 2% to 5.00%	22,810,000
\$9,290,000 2012 general obligation refunding bonds, due in installments of \$135,000 to \$8,210,000 beginning December 1, 2012 to December 1, 2022, interest 2% to 3.00%	8,555,000
\$78,855,000 2013 general obligation and refunding bonds, due in installments of \$570,000 to \$10,280,000 beginning December 1, 2013 to December 1, 2032, interest 1.5% to 4.00%	61,720,000
\$43,555,000 2014 general obligation and refunding bonds, due in installments of \$775,000 to \$4,275,000 beginning December 1, 2014 to December 1, 2033, interest 1.00% to 5.00%	30,730,000
\$90,535,000 2017 general obligation bonds, due in installments of \$475,000 to \$16,000,000 beginning December 1, 2017 to December 1, 2036, interest 2.25% to 5.00%	73,255,000
\$138,755,000 2018 general obligation bonds, due in installments of \$475,000 to \$18,005,000, beginning December 1, 2019 through December 1, 2037, interest from 3.00% to 5.00%	\$ 138,755,000
	<hr/>
	\$ 335,825,000
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LEGAL DEBT MARGIN

RCW 39.36.015 and RCW 39.36.020 provide that debt cannot be incurred in excess of the following percentages of the value of the taxable property of the district:

- 0.375% Without a vote of the people (Non-bonded debt only per RCW 28A51.010)
- 2.5% With a vote of the people
- 5.0% With a vote of the people, if the indebtedness in excess of 2.5% is for capital outlay.

Assessed valuation of taxable property for 2019 tax collection for bond purposes is \$13 billion.

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NOTE 9. RISK MANAGEMENT

A. UNEMPLOYMENT

Auburn School District self-insures for unemployment compensation for all of its employees. Actual employee claims are paid by the State of Washington, Department of Employment Security and then reimbursed by the district. This self-insurance program costs the district less than full participation in the state unemployment compensation program. Since actual claims paid during the fiscal year were only \$30,923 it is clear that all of the major prior year claims have been completely paid.

B. INDUSTRIAL INSURANCE

For the fiscal year ended August 31, 2019, Auburn School district made payments totaling \$1,533,315 to the Workers' Compensation Trust administered by Puget Sound Educational Service district No. 121 for industrial insurance for all district employees. This trust is operated for the benefit of several neighboring school districts in-lieu-of districts making monthly premium payments to the State of Washington for industrial insurance. This practice enables these districts to pay industrial insurance claims as they occur and minimizes the districts' costs for the program.

C. RISK MANAGEMENT POOL

The district is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. In order to obtain general liability insurance at a cost it considered to be economically justifiable, the district joined the Washington Schools Risk Management Pool administered by Puget Sound Educational Service District No. 121. This pool is a public entity risk pool currently operating as a common risk management and insurance program. It provides coverage for property, liability, vehicle, public official liability, crime, employment practices, machinery breakdown and network security. The district pays an annual premium to the pool for its general insurance coverage. For the fiscal year ended August 31, 2019, the district contributed \$1,557,643 to the pool.

The agreement for formation of the Washington School Risk Management Pool in 1986 provides that the pool will be self-sustaining through member premiums and reinsure through commercial companies for claims in excess of \$1 million for each property loss. The Pool maintains an excess reinsurance contract with Lexington Insurance Company which provides \$500 million limit of coverage over the Pool's self-insured retention (SIR) limit of \$1 million. This includes boiler and machinery coverage insurance through Hartford Steam Insurance Company with a Pool retention of \$25,000. The Pool purchased liability reinsurance coverage from Alterra for \$2 million excess of \$1 million SIR per occurrence; United Educators for \$7 million excess of \$3 million per occurrence; and excess liability insurance coverage through Chartis for \$10 million excess of \$10 million per occurrence. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Washington School risk Management Pool has published its own financial report for the year ended August 31, 2019. This report can be obtained from:

Washington Schools Risk Management Pool
320 Andover Park East
P. O. Box 88700
Tukwila WA 98138-2700

NOTE 10. EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND FINANCIAL STATEMENTS AND GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

Total fund balances for governmental funds		\$ 260,207,188
Total net position for governmental activities in the statement of net position differs because:		
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of:		
Land, net of \$463,631 applicable accum. depreciation	\$ 44,655,774	
Construction in progress	328,686,188	
Buildings and improvements, net of \$112,298,214 accum. depreciation	5,736,034	
Furniture and equipment, net of \$ 16,175,599 accumulated depreciation	<u>25,530,506</u>	
		404,608,502
Property taxes that are deferred in government funds since not available soon enough to pay for the current period's expenditures.		23,070,465
		344,203
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Accrued interest for general obligation bonds is recognized.		(3,538,223)
Long-term liabilities and deferred outflows of resources that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities or deferred outflows of resources. All liabilities and deferred outflows of resources, both current and long-term are reported in the statement of net position. Balances at year-end are:		
Deferred Outflows of Resources:		
Deferred Outflow on Refunding		2,412,046
Deferred Outflow on Pension Plans		16,671,431
Deferred Outflow on OPEB Plans		10,040,300
Liabilities:		
Bonds Payable	(\$335,825,000)	
Unamortized bond premiums	(33,430,512)	
Compensated Absences	(5,162,307)	
Net Pension Liability - all plans	(62,446,192)	
Net OPEB Obligation	<u>(53,480,368)</u>	
		(490,344,379)
Deferred Inflows of Resources:		
Deferred Inflow on Pension Plans		(19,286,062)
Total net position of governmental activities		<u><u>\$ 204,185,470</u></u>

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

Net change in fund balances-total governmental funds \$ (53,728,953)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 for furniture and equipment and \$100,000 for buildings and improvements are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period (Schedule 4A):

Capital outlays	\$ 75,834,968	
Depreciation expense	(9,976,749)	
Loss on disposal of assets	<u>(4,452,396)</u>	\$ 61,405,824

The governmental funds report bond proceeds as financing sources, while repayment of bond principal is reported as an expenditure. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. The repayment of principal reduces the liability. Governmental funds expend issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. However, interest expense is recognized as it accrues, regardless of when it is due. The effect of these differences in the treatment of general obligation bonds and related items is as follows:

Repayment of bond principal	\$ 19,370,000	
Interest and other charges - general obligation bonds	(8,785)	
Bond Sale	<u>-</u>	19,361,215

Property tax revenues received prior to the year for which they are being levied are reported as unavailable revenue in the governmental funds.

They are, however, recorded as revenues in the statement of activities. Unavailable property tax revenues decreased this year due to changed legislation limiting the District's levy authority. (27,155,057)

In the statement of activities, certain operating expenses such as compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used. During this year, accrued vacation and sick leave payable increased by (534,599)

Net Pension Expense 12,724,629

Net OPEB Obligation (3,399,778)

Change in net position of governmental activities \$ 8,673,281

NOTE 11. SUMMARY OF SIGNIFICANT CONTINGENCIES**LITIGATION**

Auburn School District is party to various pending legal actions arising from its normal educational activities. It is the opinion of the administration that these will be resolved without any material impact on the operations or the financial position of the district.

CLAIMS AND JUDGMENTS

The district participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Since these have not been completed, the amount, if any, of expenditures that may be disallowed by the granting agencies has not yet been determined. The district believes that disallowed expenditures, if any, will not have a material effect on any of the governmental funds or the overall financial position of the district.

NOTE 12. FUND BALANCE (GOVERNMENTAL FUNDS)**CHANGES IN FUND BALANCES**

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Transportation Vehicle Fund
Total Fund Balance 8/31/18	\$ 21,204,210	\$ 1,665,726	\$12,591,921	\$275,881,895	\$ 2,592,388
Nonspendable: Inventories	337,215	-	-	-	-
Restricted:					
Child Nutrition Services	492,333	-	-	-	-
Student Activities	-	63,071	-	-	-
Debt Service	-	-	(4,802,098)	-	-
Capital Projects	-	-	-	(70,697,201)	-
Acquisition of Buses	-	-	-	-	134,695
Carryovers	1,922,489				
Committed:					
Capital Levy Projects	-	-	-	1,767,466	-
Held for Employee Benefits	(49,414)	-	-	-	-
Assigned:					
Other Purposes	-	-	-	-	-
Other Capital Projects	-	-	-	2,548,092	-
Unassigned	14,554,399	-	-	-	-
Total Fund Balance 8/31/18	\$ 38,461,232	\$ 1,728,797	\$ 7,789,823	\$209,500,252	\$ 2,727,083

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NOTE 13. OTHER DISCLOSURES

KING COUNTY DIRECTORS' ASSOCIATION

The district is a member of the King County Directors' Association (KCDA). KCDA is a purchasing cooperative designed to pool the member districts' purchasing power. This association serves 294 public school districts. District purchases for the calendar year 2018 totaled \$1,200,174. Auburn School District's equity in KCDA totaled \$210,557 as of December 31, 2018. This equity is the accumulation of the annual assignment of KCDA's operating surplus based upon the percentage derived from KCDA's total sales to the district compared to all other districts applied against paid administrative fees. The district may withdraw inventory at a maximum rate of ten (10) percent per year for a ten year period, or the district may withdraw cash equally over a fifteen-year period.

NOTE 14. SIGNIFICANT EFFECT OF SUBSEQUENT EVENTS

2019 BOND ISSUE

On December 3, 2019, the District issued Unlimited Tax General Obligation Bonds, 2019 (the "2019 Bonds"), with a par amount of \$73,815,000, plus the deposit of \$6,185,000 of net original issue premium generated by the sale of the 2019 Bonds to provide moneys that are necessary to pay the cost and expenses to construct and equip two new elementary schools; rebuild and equip Chinook Elementary, Dick Scobee Elementary, Lea Hill Elementary, Pioneer Elementary, Terminal Park Elementary schools and Olympic Middle School. The funds may also be used to acquire sites as needed to accomplish these capital projects. The bonds bear interest rates from 3.00 to 5.00 percent and will be redeemed over the next 20 years with proceeds from property tax levy.

As a result of this issuance of debt, subsequent to the fiscal period ending August 31, 2019, the District's total voted debt increased from \$335,825,000 to \$409,640,000 as of December 2019.

Following the sale of the 2019 Bonds, the District has \$124,450,000 of unissued Bond Authorization, from the original Bonds Authorized, \$456,056,000 on Resolution No. 1291, passed in November 2016 to fund the projects listed above.

COVID-19 Pandemic

In February 2020, Governor Inslee declared a state of emergency in response to the spread of a deadly new virus. In the weeks following the declaration, precautionary measures to slow the spread of the virus were ordered. These measures include closing schools, canceling public events, limiting gathering sizes, and requiring people to stay home unless they are leaving for an essential function. On April 6, 2020, the Governor closed all public and private K-12 school buildings throughout the remainder of the 2019-20 school year. The school district, however, continues to operate; educating students using continuous learning models.

The District maintains a healthy fund balance and does not anticipate any financial difficulties in the near future, as a result of this subsequent event. Appropriate controls are in place to ensure expenditures are deemed necessary. OSPI has stated it will continue to fund school districts during the closure.

The length of time these measures will be in place, and the full extent of the financial impact on the school district, is unknown at this time.

Required Supplemental Information

The required supplemental information presents budgetary comparisons (original and final budget), actual inflows and outflows, and balances of general fund and for each major fund.

REQUIRED SUPPLEMENTARY INFORMATION
AUBURN SCHOOL DISTRICT NO. 408
BUDGETARY COMPARISON SCHEDULE*
GENERAL FUND
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019

	BUDGETED AMOUNTS		ACTUAL AMOUNT	VARIANCE
	ORIGINAL	FINAL		
REVENUES				
Local	\$ 47,260,163	\$ 38,341,766	\$ 36,879,752	\$ (1,462,014)
State	137,654,735	203,668,795	205,310,314	1,641,519
Federal	16,633,159	15,865,620	15,064,111	(801,509)
Other	627,700	1,588,579	1,664,122	75,543
TOTAL REVENUES	202,175,757	259,464,760	258,918,298	(546,462)
EXPENDITURES				
CURRENT				
Regular Instruction	118,949,723	133,435,178	137,108,206	(3,673,028)
Special Education	25,389,715	30,696,362	29,994,918	701,444
Vocational Instruction	6,835,926	8,733,044	7,928,434	804,610
Compensatory Education	14,643,285	20,685,528	20,608,434	77,094
Other Instructional Programs	4,560,157	6,005,634	1,978,922	4,026,712
Community Services	1,382,601	1,528,981	1,171,710	357,271
Support Services	22,023,795	30,147,133	26,851,151	3,295,982
Child Nutrition Services	7,746,702	7,872,616	7,098,480	774,136
Pupil Transportation Services	7,593,855	8,241,593	8,244,242	(2,649)
CAPITAL OUTLAY				
Equipment	602,444	472,708	743,371	(270,663)
TOTAL EXPENDITURES	209,728,203	247,818,777	241,727,868	6,090,909
Excess of Revenues Over (Under) Expenditures				
	(7,552,446)	11,645,983	17,190,430	5,544,447
OTHER FINANCING SOURCES (USES)				
Sale of Equipment	-	-	66,592	66,592
Total Other Financing Sources (Uses)	-	-	66,592	66,592
Excess of Revenues & Other Financing Sources Over (Under) Expenditures & Other Uses				
	(7,552,446)	11,645,983	17,257,021	5,611,038
FUND BALANCE-September 1	14,000,000	16,450,000	21,204,210	4,754,210
FUND BALANCE -August 31	\$ 6,447,554	\$ 28,095,983	\$ 38,461,232	\$ 10,365,248

* Prepared on the GAAP Budgetary Basis of Accounting

REQUIRED SUPPLEMENTARY INFORMATION
AUBURN SCHOOL DISTRICT NO. 408
BUDGETARY COMPARISON SCHEDULE*
SPECIAL REVENUE FUND (ASSOCIATED STUDENT BODY FUND)
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL	AMOUNT	
REVENUES				
General	\$ 1,988,966	\$ 1,988,966	\$ 633,813	\$ (1,355,153)
Athletics	\$ 273,180	273,180	209,432	(63,748)
Classes	\$ 280,325	280,325	119,364	(160,961)
Clubs	\$ 2,486,304	2,486,304	1,209,109	(1,277,195)
Private Monies	\$ 135,150	135,150	87,754	(47,396)
Total Revenues	5,163,925	5,163,925	2,259,471	(2,904,454)
EXPENDITURES				
General	1,390,266	1,390,266	461,037	929,229
Athletics	400,287	400,287	242,440	157,847
Classes	314,322	314,322	143,333	170,989
Clubs	2,818,062	2,818,062	1,290,877	1,527,185
Private Monies	140,432	140,432	58,713	81,719
Total Expenditures	5,063,369	5,063,369	2,196,400	2,866,969
Excess of Revenues Over (Under) Expenditures				
	100,556	100,556	63,071	(37,485)
FUND BALANCE - September 1				
	1,171,528	1,171,528	1,665,726	494,198
FUND BALANCE - August 31				
	\$ 1,272,084	\$ 1,272,084	\$ 1,728,797	\$ 456,713

*Prepared on the GAAP Budgetary Basis of Accounting.

REQUIRED SUPPLEMENTARY INFORMATION
AUBURN SCHOOL DISTRICT NO. 408
SCHEDULE OF CHANGE IN TOTAL OPEB LIABILITY AND RELATED RATIOS

	2019	2018
Total OPEB Liability - Beginning of Year	\$ 43,613,186	\$ 37,547,954
Service Costs	2,249,829	1,876,702
Interest	1,794,607	1,752,186
Changes of Benefit Terms	-	-
Difference between Expected and Actual Experience	1,495,247	484,043
Changes of Assumptions	5,966,246	3,410,735
Benefit Payments	(1,638,747)	(1,458,434)
Net Change in Total OPEB Liability	9,867,182	6,065,232
Total OPEB Liability - End of Year	\$ 53,480,368	\$ 43,613,186
Covered Employee Payroll	127,141,630	111,674,533
Total OPEB Liability as a Percentage of the Covered Employee Payroll	42.06%	39.05%

*There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, so the Net Fiduciary Position is \$0 and the Net OPEB Liability would be equal to the Total OPEB Liability.

**This schedule is to be built prospectively until it contains 10 years of data.

REQUIRED SUPPLEMENTARY INFORMATION
AUBURN SCHOOL DISTRICT NO. 408
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, 2019
LAST 10 FISCAL YEARS*

	2019	2018	2017	2016	2015
Plan: PERS 1					
District's Proportion of the net pension liability (percentage)	0.256559%	0.252266%	0.249462%	0.243299%	0.235030%
District's proportionate share of the net pension liability (amount)	9,865,589	11,266,298	11,837,143	13,066,316	12,294,252
District's covered-employee payroll	35,583,697	33,395,807	31,117,271	29,293,377	26,627,617
District's proportionate share of the net pension liability (amount) as a percentage of its covered payroll	27.73%	33.74%	38.04%	44.61%	46.17%
Plan fiduciary net position as a percentage of the total pension liability	67.12%	63.22%	61.24%	57.03%	59.10%
Plan: SERS 2/3					
District's Proportion of the net pension liability (percentage)	1.459158%	1.513636%	1.510411%	1.565491%	1.527114%
District's proportionate share of the net pension liability (amount)	3,421,695	4,526,709	7,453,500	10,281,628	6,202,389
District's covered-employee payroll	35,315,829	33,114,142	30,856,255	28,969,671	26,284,813
District's proportionate share of the net pension liability (amount) as a percentage of its covered payroll	9.69%	13.67%	24.16%	35.49%	23.60%
Plan fiduciary net position as a percentage of the total pension liability	96.31%	94.77%	90.79%	86.52%	90.92%
Plan: TRS 1					
District's Proportion of the net pension liability (percentage)	1.596469%	1.625845%	1.601673%	1.623871%	1.563259%
District's proportionate share of the net pension liability (amount)	39,525,422	47,484,306	48,422,876	55,442,817	49,526,279
District's covered-employee payroll	107,170,555	95,441,919	88,949,650	81,961,169	75,062,155
District's proportionate share of the net pension liability (amount) as a percentage of its covered payroll	36.88%	49.75%	54.44%	67.65%	65.98%
Plan fiduciary net position as a percentage of the total pension liability	70.37%	66.52%	65.58%	62.07%	65.70%
Plan: TRS 2/3					
District's Proportion of the net pension liability (percentage)	1.598829%	1.628735%	1.605022%	1.622560%	1.567497%
District's proportionate share of the net pension liability (amount)	9,633,486	7,331,162	14,813,440	22,282,564	13,226,568
District's covered-employee payroll	106,728,609	94,733,298	88,002,945	80,831,106	73,340,017
District's proportionate share of the net pension liability (amount) as a percentage of its covered payroll	9.03%	7.74%	16.83%	27.57%	18.03%
Plan fiduciary net position as a percentage of the total pension liability	96.36%	96.88%	93.14%	88.72%	92.48%

*This schedule is to be built prospectively until it contains 10 years of data.

REQUIRED SUPPLEMENTARY INFORMATION
AUBURN SCHOOL DISTRICT NO. 408
SCHEDULE OF DISTRICT CONTRIBUTIONS
AS OF AUGUST 31, 2019
LAST 10 FISCAL YEARS*

	2019	2018	2017	2016	2015
Plan: PERS 1					
Contractually required contribution	\$ 1,839,631	\$ 1,686,207	\$ 1,500,575	\$ 1,379,743	\$ 1,080,193
Contributions in relation to the contractually required contributions	\$ 1,839,631	\$ 1,686,207	\$ 1,500,575	\$ 1,379,743	\$ 1,080,193
Contribution deficiency (excess)	-	-	-	-	-
District's covered-employee payroll	\$ 34,386,173	\$ 33,726,589	\$ 31,429,235	\$ 29,688,039	\$ 27,045,866
Contribution as a percentage of covered-employee payroll	5.34%	5.00%	4.77%	4.65%	3.99%
Plan: SERS 2/3					
Contractually required contribution	\$ 2,920,738	\$ 2,647,962	\$ 2,045,807	\$ 1,872,865	\$ 1,484,686
Contributions in relation to the contractually required contributions	\$ 2,920,738	\$ 2,647,962	\$ 2,045,807	\$ 1,872,865	\$ 1,484,686
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 34,629,930	\$ 33,435,467	\$ 31,171,337	\$ 29,372,449	\$ 26,710,560
Contribution as a percentage of covered-employee payroll	8.43%	7.92%	6.56%	6.38%	5.56%
Plan: TRS 1					
Contractually required contribution	\$ 7,928,483	\$ 6,761,779	\$ 5,604,834	\$ 4,935,204	\$ 3,498,213
Contributions in relation to the contractually required contributions	\$ 7,928,483	\$ 6,761,779	\$ 5,604,834	\$ 4,935,204	\$ 3,498,213
Contribution deficiency (excess)	-	-	-	-	-
District's covered-employee payroll	\$ 109,220,862	\$ 96,706,447	\$ 89,873,171	\$ 83,219,448	\$ 76,034,791
Contribution as a percentage of covered-employee payroll	7.30%	6.99%	6.24%	5.93%	4.60%
Plan: TRS 2/3					
Contractually required contribution	\$ 8,356,842	\$ 7,241,036	\$ 5,913,706	\$ 5,296,086	\$ 4,165,580
Contributions in relation to the contractually required contributions	\$ 8,356,842	\$ 7,241,036	\$ 5,913,706	\$ 5,296,086	\$ 4,165,580
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 108,824,797	\$ 96,042,036	\$ 88,963,252	\$ 82,150,225	\$ 74,410,975
Contribution as a percentage of covered-employee payroll	7.68%	7.54%	6.65%	6.45%	5.60%

*This schedule is to be built prospectively until it contains 10 years of data.

Supplemental Data

Supplemental data includes financial statements and schedules not required by the Governmental Accounting Standard Board (GASB), nor are they a part of the basic financial statements, but are presented for purposes of additional analysis.

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
COMPARATIVE BALANCE SHEETS
AUGUST 31, 2019 AND 2018

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalents	\$ 38,965,922	\$ 21,393,820
Property Tax Receivable	9,881,555	21,291,867
Accounts Receivable, Net	381,711	441,948
Interest Receivable	69,455	32,220
Interfund Receivable	108,043	90,711
Due From Other Governments	2,078,798	1,820,046
Inventories, at Cost	934,009	596,754
TOTAL ASSETS	\$ 52,419,492	\$ 45,667,365
LIABILITIES		
Accounts Payable	2,315,990	2,018,910
Accrued Wages and Benefits Payable	800,043	730,177
Due To Other Governments	615,360	67,655
Interfund Payable	-	350
Unearned Revenue-Other	1,110	1,220
TOTAL LIABILITIES	\$ 3,732,503	\$ 2,818,313
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue-Property Taxes	9,881,555	21,291,867
Unavailable Revenue - Other	344,203	352,974
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 10,225,757	\$ 21,644,842
FUND BALANCES		
Nonspendable:		
Inventories	933,969	596,754
Restricted:		
Child Nutrition Services	4,140,813	3,648,480
Carryovers	2,723,432	800,943
Committed:		
Held for Employee Benefits	159,582	208,996
Assigned:		
Other Purposes	8,000,000	8,000,000
Unassigned:	22,503,436	7,949,038
TOTAL FUND BALANCES	\$ 38,461,232	\$ 21,204,210
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
	\$ 52,419,492	\$ 45,667,365

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
REVENUES:				
Source:				
Local Taxes	29,863,135	30,845,645	982,510	41,514,136
Local Non-Tax	8,478,631	6,034,107	(2,444,523)	5,070,544
State, General Purpose	161,553,381	159,142,670	(2,410,711)	123,448,991
State, Special Purpose	42,115,414	46,167,644	4,052,231	34,162,744
Federal, General Purpose	8,383	122,020	113,637	57,457
Federal, Special Purpose	15,857,237	14,942,091	(915,148)	15,143,128
Revenues from other sources	1,588,579	1,664,122	75,543	1,040,381
TOTAL REVENUES	259,464,760	258,918,298	(546,461)	220,437,382
EXPENDITURES				
Current:				
Regular Instruction	133,435,178	137,108,206	(3,673,028)	123,474,719
Special Instruction	30,696,362	29,994,918	701,444	27,385,339
Vocational Instruction	8,733,044	7,928,434	804,610	7,184,605
Compensatory Education	20,685,528	20,608,434	77,094	16,665,093
Other Educational Programs	6,005,634	1,978,922	4,026,712	1,212,921
Community Services	1,528,981	1,171,710	357,271	1,167,512
Support Services	30,147,133	26,851,151	3,295,982	23,462,431
Child Nutrition Services	7,872,616	7,098,480	774,136	6,646,862
Pupil Transportation Services	8,241,593	8,244,242	(2,649)	7,801,675
Capital Outlay - Equipment	472,708	743,371	(270,663)	627,726
TOTAL EXPENDITURES	247,818,777	241,727,868	6,090,909	215,628,884
Excess of Revenues Over (Under) Expenditures	11,645,983	17,190,430	5,544,447	4,808,498
OTHER FINANCING SOURCES (USES)				
Sale of Equipment	-	66,592	66,592	56,775
Total Other Financing Sources (Uses)	-	66,592	66,592	56,775
Excess of Revenues & Other Financing Sources Over (Under) Expenditures & Other Uses	11,645,983	17,257,021	5,611,038	4,865,273
FUND BALANCE-September 1	16,450,000	21,204,210	4,754,210	16,338,938
FUND BALANCE -August 31	\$ 28,095,983	\$ 38,461,232	\$ 10,365,248	\$ 21,204,210

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

DESCRIPTION				
	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
LOCAL TAXES				
Local Property Tax	\$ 29,861,910	\$ 30,842,517	\$ 980,607	\$ 41,513,001
Other Taxes	1,225	3,128	1,903	1,135
TOTAL LOCAL TAXES	29,863,135	30,845,645	982,510	41,514,136
LOCAL NON-TAX				
Tuition & Fees, Unassigned	185,130	219,452	34,322	183,137
Summer School Tuition	-	7,050	7,050	8,002
Sales of Goods and Supplies	525,750	262,248	(263,502)	290,909
Sales of Goods and Supplies, Vocational	104,312	11,078	(93,234)	79,404
Other Community Services	-	342,636	342,636	270,295
Food Services Sales	1,708,795	1,951,767	242,972	1,928,304
Investment Earnings	112,500	1,210,647	1,098,147	780,428
Gifts & Donations	4,704,883	358,201	(4,346,682)	701,182
Fines & Damages	64,000	101,778	37,778	114,326
Rental of Property	354,000	329,488	(24,512)	320,981
Insurance Recoveries	-	85,985	85,985	9,776
Local Non-Tax Unassigned	250,000	688,151	438,151	569,435
E-Rate	469,261	465,627	(3,634)	386,267
TOTAL LOCAL NONTAX	8,478,631	6,034,107	(2,444,523)	5,642,445
STATE FUNDS, GENERAL PURPOSE				
Apportionment	150,608,925	149,160,114	(1,448,811)	112,961,918
Apportionment-Special Education	4,361,215	4,456,651	95,436	3,372,316
Local Effort Assistance	6,583,241	5,525,905	(1,057,336)	7,114,756
TOTAL STATE, GENERAL PURPOSE	161,553,381	159,142,670	(2,410,711)	123,448,991
STATE FUNDS, SPECIAL PURPOSE				
Special Purpose, Unassigned	50,000	513	(49,487)	470
Special Education	17,040,268	18,782,490	1,742,222	13,690,897
Special Education Infants and Toddlers	1,048,322	1,156,380	108,058	800,726
Learning Assistance	8,226,709	7,893,789	(332,920)	6,325,761
Special Pilot Programs	1,785,106	2,388,604	603,498	1,604,378
Transitional Bilingual	5,720,142	5,598,622	(121,520)	3,845,860
Highly Capable	514,103	492,962	(21,141)	360,180
School Food Services	142,215	203,249	61,034	181,502
Transportation - Operations	7,580,549	9,650,217	2,069,668	7,350,581
Other State Agencies, Unassigned	8,000	820	(7,181)	2,390
TOTAL STATE, SPECIAL PURPOSE	42,115,414	46,167,644	4,052,231	34,162,744

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
SCHEDULE OF REVENUES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

DESCRIPTION	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
FEDERAL FUNDS, GENERAL PURPOSE				
Impact Aid	\$ -	\$ 117,350	\$ 117,350	\$ 51,295
Federal Forests	8,383	4,670	(3,713)	6,162
TOTAL FEDERAL, GENERAL PURPOSE	8,383	122,020	113,637	57,457
FEDERAL, SPECIAL PURPOSE				
Federal Stimulus	-	-	-	-
Special Purpose, Unassigned OSPI	200,000	234,249	34,249	493,947
Special Education, Medicaid Reimbursement	250,000	115,246	(134,754)	199,896
Special Education	3,652,000	2,842,398	(809,602)	2,767,004
Vocational Education	109,826	110,786	960	109,826
Disadvantaged, Title I	3,854,464	4,042,921	188,457	3,751,546
Title II	560,629	753,837	193,208	588,841
Special Purpose, Unassigned	-	-	-	-
Limited English Proficiency	368,019	371,767	3,748	467,689
Other Community Services	250,000	158,169	(91,831)	173,807
School Food Service	5,195,000	5,547,810	352,810	5,141,355
Other Title	-	-	-	-
Head Start	688,081	-	(688,081)	598,046
Indian Education	79,218	84,086	4,868	28,651
Medicaid Administrative Match	-	104,721	104,721	229,913
USDA Commodities	650,000	576,099	(73,901)	592,607
TOTAL FEDERAL, SPECIAL PURPOSE	15,857,237	14,942,091	(915,148)	15,143,128
REVENUES FROM OTHER DISTRICTS				
Program Participation, Unassigned	-	12,191	12,191	83427.42
Special Education	-	-	-	-
Transportation	-	32,279	32,279	-
Non-High Participation	525,000	345,969	(179,031)	530,441
TOTAL REVENUES FROM OTHER DISTRICTS	525,000	390,439	(134,561)	613,869
REVENUES FROM OTHER AGENCIES				
Agency & Association Grants	510,879	572,517	61,638	233,836
Governmental Entities	552,700	701,166	148,466	192,677
TOTAL REVENUES FROM OTHER AGENCIES	1,063,579	1,273,683	210,104	426,512
REVENUES FROM OTHER FINANCING SOURCES				
Sale of Equipment	-	66,592	66,592	56,775
TOTAL REVENUES FROM OTHER FINANCING SOURCES	-	66,592	66,592	56,775
TOTAL REVENUES	\$ 259,464,760	\$ 258,984,890	\$ (479,870)	\$ 221,066,057

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
SCHEDULE OF EXPENDITURES BY PROGRAM
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

PROGRAM	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
REGULAR INSTRUCTION				
Teaching	\$ 98,580,242	\$ 103,801,828	(\$5,221,586)	\$ 103,284,515
Extracurricular	5,724,327	5,095,428	628,899	4,835,406
Instructional Supervision	2,322,917	2,090,503	232,414	1,936,606
Learning Resources - Library Services	3,595,338	3,708,387	(113,049)	3,391,116
Principals	14,444,804	14,426,510	18,294	13,329,184
Guidance and Counseling	5,042,714	4,702,591	340,123	4,398,953
Pupil Management and Safety	1,495,536	1,228,518	267,018	1,287,404
Health Services - Psychologists, Nurses	2,229,300	2,054,440	174,860	1,872,716
Total Regular Instruction	133,435,178	137,108,206	(3,673,028)	134,335,901
SPECIAL INSTRUCTION				
Basic State Program	28,009,357	27,041,016	968,341	23,990,459
Supplemental Federal Program	2,687,005	2,953,902	(266,897)	3,394,880
Other	-	-	-	-
Total Special Instruction	30,696,362	29,994,918	701,444	27,385,339
VOCATIONAL INSTRUCTION				
Basic State Program	8,625,962	7,809,063	816,899	7,076,016
Supplemental Federal Program	107,082	119,372	(12,290)	108,590
Total Vocational Instruction	8,733,044	7,928,434	804,610	7,184,605
COMPENSATORY EDUCATION				
Federal Remediation-Title I	3,638,191	3,915,015	(276,824)	3,662,188
Federal School Improvement ESEA	557,211	729,324	(172,113)	580,940
Federal Stimulus--Other	-	-	-	-
Federal Other	283,766	417,855	(134,089)	251,575
State Remediation	8,021,041	7,505,116	515,925	5,766,378
Special and Pilot Programs	2,066,738	2,607,001	(540,263)	1,863,386
Federal Head Start	688,826	-	688,826	612,043
Federal Limited English Proficiency	358,819	359,773	(954)	457,395
State Transitional Bilingual	4,993,684	4,990,304	3,380	3,442,538
Federal Indian Education	77,252	84,046	(6,794)	28,651
Total Compensatory Education	\$ 20,685,528	\$ 20,608,434	\$ 77,094	\$ 16,665,093

AUBURN SCHOOL DISTRICT NO. 408
GENERAL FUND
SCHEDULE OF EXPENDITURES BY PROGRAM
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

PROGRAM	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
OTHER EDUCATIONAL PROGRAMS				
Summer School	\$ -	\$ 19,059	\$ (19,059)	\$ 18,351
Highly Capable	447,984	439,399	8,585	322,164
Other Instructional Programs	5,557,650	1,520,465	4,037,185	872,405
Total Other Educational Programs	6,005,634	1,978,922	4,026,712	1,212,921
COMMUNITY SERVICES				
	1,528,981	1,171,710	357,271	1,167,512
SUPPORT SERVICES				
Board of Directors	342,935	127,309	215,626	165,668
Superintendent's Office	557,676	480,853	76,823	472,120
Business Services	2,612,846	2,506,268	106,578	2,264,214
Human Resources	2,220,703	2,355,228	(134,525)	2,168,856
Maintenance	9,693,281	5,455,063	4,238,218	4,345,881
Custodial	5,859,101	5,894,952	(35,851)	5,551,859
Utilities	3,386,600	4,141,740	(755,140)	3,590,336
Insurance	1,302,934	1,388,766	(85,832)	1,237,920
Building Security	810,747	1,005,337	(194,590)	598,209
Printing	31,242	(27,806)	59,048	(87,383)
Information Technology	2,726,496	2,994,170	(267,674)	2,621,475
Warehouse	584,172	516,952	67,220	529,663
Motor Pool	18,400	12,320	6,080	3,613
Total Support Services	30,147,133	26,851,151	3,295,982	23,462,431
CHILD NUTRITION SERVICES				
	7,872,616	7,098,480	774,136	6,646,862
PUPIL TRANSPORTATION SERVICES				
	8,241,593	8,244,242	(2,649)	7,801,675
CAPITAL OUTLAY-EQUIPMENT				
	472,708	743,371	(270,663)	627,726
Total Expenditures	\$ 247,818,777	\$ 241,727,868	\$ 6,090,909	\$ 226,490,065

AUBURN SCHOOL DISTRICT NO. 408
SPECIAL REVENUE FUND (ASSOCIATED STUDENT BODY FUND)
COMPARATIVE BALANCE SHEETS
AUGUST 31, 2019 AND 2018

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalents	\$ 1,977,551	\$ 1,907,049
Accounts Receivable	-	1,000
Accrued Interest Receivable	3,190	2,488
Inventories at Cost	-	-
TOTAL ASSETS	\$ 1,980,741	\$ 1,910,537
LIABILITIES		
Accounts Payable	59,937	37,835
Due to Other Governments	543	767
Interfund Payable	4,820	1,209
Unearned Revenue - Other	186,643	205,001
TOTAL LIABILITIES	\$ 251,943	\$ 244,811
FUND BALANCES		
Nonspendable-Inventories	-	-
Restricted-Student Activities	1,728,797	1,665,726
TOTAL FUND BALANCES	\$ 1,728,797	\$ 1,665,726
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,980,741	\$ 1,910,537

AUBURN SCHOOL DISTRICT NO. 408
SPECIAL REVENUE FUND (ASSOCIATED STUDENT BODY FUND)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
REVENUES				
General	\$ 1,988,966	\$ 633,813	\$ (1,355,153)	\$ 662,787
Athletics	273,180	209,432	(63,748)	213,132
Classes	280,325	119,364	(160,961)	121,096
Clubs	2,486,304	1,209,109	(1,277,195)	1,332,573
Other	135,150	87,754	(47,396)	41,906
Total Revenues	5,163,925	2,259,471	(2,904,454)	2,371,495
EXPENDITURES				
Current:				
General	1,390,266	461,037	929,229	509,459
Athletics	400,287	242,440	157,847	242,626
Classes	314,322	143,333	170,989	107,429
Clubs	2,818,062	1,290,877	1,527,185	1,359,023
Other	140,432	58,713	81,719	57,308
Total Expenditures	5,063,369	2,196,400	2,866,969	2,275,844
Excess of Revenues Over (Under) Expenditures	100,556	63,071	(37,485)	95,651
FUND BALANCE - September 1	1,171,528	1,665,726	494,198	1,570,075
FUND BALANCE - August 31	\$ 1,272,084	\$ 1,728,797	\$ 456,713	\$ 1,665,726

**AUBURN SCHOOL DISTRICT NO. 408
DEBT SERVICE FUND (BOND FUND)
COMPARATIVE BALANCE SHEETS
AUGUST 31, 2019 AND 2018**

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalents	\$ 7,779,235	\$ 12,578,640
Property Tax Receivable	\$ 13,045,742	\$ 14,250,034
Accrued Interest Receivable	\$ 14,315	\$ 18,543
TOTAL ASSETS	\$ 20,839,292	\$ 26,847,216
LIABILITIES		
Accounts Payable	3,727	5,262
TOTAL LIABILITIES	\$ 3,727	\$ 5,262
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue-Property Taxes	13,045,742	14,250,034
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 13,045,742	\$ 14,250,034
FUND BALANCE		
Restricted for Debt Service	7,789,823	12,591,921
TOTAL FUND BALANCE	\$ 7,789,823	\$ 12,591,921
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 20,839,292	\$ 26,847,216

AUBURN SCHOOL DISTRICT NO. 408
DEBT SERVICE FUND (BOND FUND)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
REVENUES				
Local Taxes	\$ 28,744,083	\$ 27,881,378	\$ (862,705)	\$ 28,579,496
Local Non-Tax	40,000	328,355	288,355	77,815
Total Revenues	28,784,083	28,209,733	(574,350)	28,657,311
EXPENDITURES				
DEBT SERVICE				
Principal Retirement	19,370,000	19,370,000	-	19,210,000
Interest on Bonds	13,641,833	13,641,831	2	9,270,038
Bond Transfer Fees	5,000	-	5,000	-
Underwriter's Fees	-	-	-	-
Total Expenditures	33,016,833	33,011,831	5,002	28,480,038
OTHER FINANCING SOURCES (USES)				
Issuance of Bonds	-	-	-	-
Issuance Premium	-	-	-	3,367
Total Other Financing Sources (Uses)	-	-	-	3,367
Excess of Revenues/Other Financing Sources Over (Under) Expenditures And Other Financing Uses	(4,232,750)	(4,802,098)	(569,348)	180,640
FUND BALANCE - September 1	7,679,543	12,591,921	4,912,378	12,411,281
	-			
FUND BALANCE -August 31	\$ 3,446,793	\$ 7,789,823	\$ 4,343,030	\$ 12,591,921

**AUBURN SCHOOL DISTRICT NO. 408
CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
AUGUST 31, 2019 AND 2018**

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalent	\$ 219,742,899	\$ 279,048,577
Property Tax Receivable	1,662,164	1,835,416
Accrued Interest Receivable	416,117	261,314
Accounts Receivable	-	38
Interfund Receivable	-	-
Due From Other Governments	306,926	249,501
TOTAL ASSETS	\$ 222,128,105	\$ 281,394,846
LIABILITIES		
Accounts Payable	10,847,169	3,567,854
Due to Other Governments	11,493	16,725
Interfund Payable	103,223	89,151
Unearned Revenues-Other	-	-
Deposits	3,804	3,804
TOTAL LIABILITIES	\$ 10,965,689	\$ 3,677,535
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue-Property Taxes	1,662,164	1,835,416
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 1,662,164	\$ 1,835,416
FUND BALANCES		
Restricted:		
Bond Projects	171,054,835	242,190,243
Impact Fee Projects	257,311	-
State Proceeds	29,069,660	28,888,765
Committed:		
Capital Improvement Levy Projects	879,031	854,419
Technology Levy Projects	1,631,814	(111,040)
Assigned:		
Other Capital Projects	6,607,601	4,059,509
TOTAL FUND BALANCES	\$ 209,500,252	\$ 275,881,895
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 222,128,105	\$ 281,394,846

AUBURN SCHOOL DISTRICT NO. 408
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

2018-19			2017-18
BUDGET	ACTUAL	VARIANCE	ACTUAL

REVENUES

Local Taxes	\$ 3,631,649	\$ 3,532,985	\$ (98,664)	\$ 3,645,427
Local Non-Tax	3,500,000	10,289,702	6,789,702	729,602
State, Special Purpose	400,000	180,895	(219,105)	6,947,355

TOTAL REVENUES

7,531,649	14,003,583	6,471,934	11,322,384
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EXPENDITURES

Capital Outlay				
Sites	7,021,950	3,857,362	3,164,588	2,170,092
Building	105,542,272	72,925,933	32,616,339	23,026,126
Equipment	6,290,779	3,601,930	2,688,849	3,071,792
Energy	-	-	-	34,734
Bond Issuance	-	-	-	657,417

TOTAL EXPENDITURES

118,855,001	80,385,225	38,469,776	28,960,161
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**Excess Of Revenues Over
(Under) Expenditures**

(111,323,352)	(66,381,643)	44,941,709	(17,637,777)
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OTHER FINANCING SOURCES (USES)

Proceeds of Long-Term Debt	-	-	-	138,755,000
Issuance Premium	-	-	-	18,411,317

Total Other Financing Sources (Uses)

-	-	-	157,166,317
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**Excess of Revenues & Other
Financing Sources Over (Under)
Expenditures & Other Uses**

(111,323,352)	(66,381,643)	44,941,709	139,528,540
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FUND BALANCE - September 1

131,534,269	275,881,895	95,652	136,353,355
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FUND BALANCE - August 31

\$ 20,210,917	\$ 209,500,252	\$ 45,037,361	\$ 275,881,895
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**AUBURN SCHOOL DISTRICT NO. 408
TRANSPORTATION VEHICLE FUND
COMPARATIVE BALANCE SHEETS
AUGUST 31, 2019 AND 2018**

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalents	\$ 2,723,415	\$ 2,590,258
Taxes Receivable	(50)	(50)
Due From Other Governments	-	-
Interfund Receivable	-	-
Interest Receivable	3,997	2,625
TOTAL ASSETS	\$ 2,727,362	\$ 2,592,834
LIABILITIES		
Due to Other Governments	328	495
TOTAL LIABILITIES	\$ 328	\$ 495
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue-Property Taxes	(50)	(50)
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ (50)	\$ (50)
FUND BALANCE		
Restricted for Acquisition of School Buses	2,727,083	2,592,388
TOTAL FUND BALANCE	\$ 2,727,083	\$ 2,592,388
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 2,727,362	\$ 2,592,834

AUBURN SCHOOL DISTRICT NO. 408
TRANSPORTATION VEHICLE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)

	2018-19			2017-18
	BUDGET	ACTUAL	VARIANCE	ACTUAL
REVENUES				
Local Taxes	\$ -	\$ -	\$ -	\$ -
Local Non-Tax	14,000	85,625	71,625	14,882
State, Special Purpose	851,680	830,724	(20,956)	851,681
Other Financing Sources	-	-	-	-
TOTAL REVENUES	865,680	916,349	50,669	866,563
EXPENDITURES				
Capital Outlay:				
Equipment	950,000	781,654	168,346	777,609
TOTAL EXPENDITURES	950,000	781,654	168,346	777,609
Excess of Revenues (Under) Expenditures	(84,320)	134,695	219,015	88,954
OTHER FINANCING SOURCES (USES)				
Sales of Surplus Buses	-	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	-	-	-	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(84,320)	134,695	219,015	88,954
FUND BALANCE - September 1	2,505,872	2,592,388	86,516	2,503,434
FUND BALANCE - August 31	\$ 2,421,552	\$ 2,727,083	\$ 305,531	\$ 2,592,388

AUBURN SCHOOL DISTRICT NO. 408
PRIVATE PURPOSE TRUST
COMPARATIVE STATEMENT OF FIDUCIARY NET POSITION
AUGUST 31, 2019 AND 2018

	2018-19	2017-18
ASSETS		
Cash and Cash Equivalents	\$ 616,100	\$ 594,457
Accounts Receivable	-	-
Interest Receivable	1,309	990
TOTAL ASSETS	\$ 617,409	\$ 595,448
LIABILITIES		
Accounts Payable	698	1,812
Total Liabilities	\$ 698	\$ 1,812
NET POSITION	\$ 616,711	\$ 593,635

**AUBURN SCHOOL DISTRICT NO. 408
PRIVATE PURPOSE TRUST
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019
(WITH COMPARATIVE TOTALS FOR AUGUST 31, 2018)**

	2018-19	2017-18
ADDITIONS:		
Donations	\$ 216,227	\$ 232,333
Investment Earnings:	22,245	5,640
TOTAL ADDITIONS	238,472	237,973
DEDUCTIONS:		
Scholarships and Student Aid	215,396	199,765
Loss on Investments	-	-
TOTAL DEDUCTIONS	215,396	199,765
CHANGES IN NET POSITION	23,076	38,208
NET POSITION - September 1	593,635	555,427
NET POSITION - August 31	\$ 616,711	\$ 593,635

AUBURN SCHOOL DISTRICT NO. 408
STATEMENT OF CHANGES IN LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED AUGUST 31, 2019

	BALANCE 9/1/2018	INCREASES	DECREASES	BALANCE 8/31/2019
Governmental Bonds Payable				
2010 UTGO Refunding Bonds	29,350,000	-	6,540,000	22,810,000
2012 UTGO Refunding Bonds	8,655,000	-	100,000	8,555,000
2013 UTGO and Refunding Bonds	64,205,000	-	2,485,000	61,720,000
2014 UTGO and Refunding Bonds	32,190,000	-	1,460,000	30,730,000
2017 UTGO Bonds	82,040,000	-	8,785,000	73,255,000
2018 UTGO Bonds	138,755,000	-	-	138,755,000
Total Bonds Payable	355,195,000	-	19,370,000	335,825,000
Unamortized Bond Premium/Discount	35,369,414	-	1,938,902	33,430,512
Net Bonds Payable	390,564,414	-	21,308,902	369,255,512
Pension Liability				
Net Pension Liability - PERS Plan 1	11,266,299	-	1,400,708	9,865,591
Net Pension Liability - SERS Plans 2/3	4,526,709	-	1,105,014	3,421,695
Net Pension Liability - TRS Plan 1	47,484,306	-	7,958,884	39,525,422
Net Pension Liability - TRS Plans 2/3	7,331,162	2,302,323	-	9,633,485
Total Pension Liability	70,608,475	2,302,323	10,464,606	62,446,192
Compensated Absences	4,627,708	5,162,307	4,627,708	5,162,307
Net OPEB Obligation	43,613,186	9,867,182	-	53,480,368
Total Long-Term Debt	\$ 509,413,783	\$ 17,331,812	\$ 36,401,216	\$ 490,344,379

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

* See Note 6, 7, 8

AUBURN SCHOOL DISTRICT NO. 408
OUTSTANDING GENERAL OBLIGATION INDEBTEDNESS DEBT SERVICE-AUGUST 31, 2019

Schedule H-2

DUE DATE	Original Issue Amount \$36,025,000 2010 Refunding Bond Dated 9/27/10		Original Issue Amount \$9,290,000 2012 Refunding Bond 5/7/2012		Original Issue Amount \$78,855,000 2013 UTGO and Refunding 1/8/2013		Original Issue Amount \$43,555,000 2014 UTGO and Refunding 2/7/2014		Original Issue Amount \$90,535,000 2017 UTGO 1/24/2017		Original Issue Amount \$138,755,000 2018 UTGO 8/22/2018		TOTAL DEBT SERVICE	TOTAL CALENDAR YEAR
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
12/1/19	7,020,000	542,100	100,000	127,356	1,300,000	1,220,962.50	2,025,000	768,250.00	1,910,000	1,471,675.00	475,000	3,238,625.00	20,198,969	29,349,181
6/1/20	-	391,700	-	126,356	-	1,208,400.00	-	717,625.00	-	1,433,475.00	-	3,229,125.00	7,106,681	
12/1/20	7,575,000	391,700	120,000	126,357	2,750,000	1,208,400.00	-	717,625.00	2,240,000	1,433,475.00	3,575,000	3,229,125.00	23,366,682	30,473,363
6/1/21	-	205,375	-	124,556	-	1,153,400.00	-	717,625.00	-	1,377,475.00	-	3,157,625.00	6,736,056	
12/1/21	8,215,000	205,375	125,000	124,556	2,165,000	1,153,400.00	1,430,000	717,625.00	800,000	1,377,475.00	-	3,157,624.00	19,471,055	26,207,111
6/1/22	-	-	-	123,150	-	1,110,100.00	-	681,875.00	-	1,368,475.00	-	3,157,625.00	6,441,225	
12/1/22	-	-	8,210,000	123,150	2,310,000	1,110,100.00	1,230,000	684,875.00	-	1,368,475.00	-	3,157,625.00	18,194,225	24,635,450
6/1/23	-	-	-	-	-	1,063,900.00	-	651,125.00	-	1,368,475.00	-	3,157,625.00	6,241,125	
12/1/23	-	-	-	-	10,280,000	1,063,900.00	1,030,000	651,125.00	475,000	1,368,475.00	-	3,157,625.00	18,026,125	24,267,250
6/1/24	-	-	-	-	-	858,300.00	-	625,375.00	-	1,356,600.00	-	3,157,625.00	5,997,900	
12/1/24	-	-	-	-	10,080,000	858,300.00	775,000	625,375.00	-	1,356,600.00	-	3,157,625.00	16,852,900	22,850,800
6/1/25	-	-	-	-	-	656,700.00	-	606,000.00	-	1,356,600.00	-	3,157,625.00	5,776,925	
12/1/25	-	-	-	-	6,560,000	656,700.00	3,730,000	606,000.00	-	1,356,600.00	3,500,000	3,157,625.00	19,566,925	25,343,850
6/1/26	-	-	-	-	-	525,500.00	-	512,750.00	-	1,356,600.00	-	3,105,125.00	5,499,975	
12/1/26	-	-	-	-	6,315,000	525,500.00	3,325,000	512,750.00	500,000	1,356,600.00	5,000,000	3,105,125.00	20,639,975	26,139,950
6/1/27	-	-	-	-	-	399,200.00	-	429,625.00	-	1,346,600.00	-	2,980,125.00	5,155,550	
12/1/27	-	-	-	-	6,015,000	399,200.00	2,845,000	429,625.00	1,000,000	1,346,600.00	7,000,000	2,980,125.00	22,015,550	27,171,100
6/1/28	-	-	-	-	-	278,900.00	-	358,500.00	-	1,326,600.00	-	2,805,125.00	4,769,125	
12/1/28	-	-	-	-	5,285,000	278,900.00	2,660,000	358,500.00	1,000,000	1,326,600.00	10,000,000	2,805,125.00	23,714,125	28,483,250
6/1/29	-	-	-	-	-	173,200.00	-	292,000.00	-	1,306,600.00	-	2,555,125.00	4,326,925	
12/1/29	-	-	-	-	2,600,000	173,200.00	4,275,000	292,000.00	1,770,000	1,306,600.00	11,000,000	2,555,125.00	23,971,925	28,298,850
6/1/30	-	-	-	-	-	121,200.00	-	185,125.00	-	1,271,200.00	-	2,280,125.00	3,857,650	
12/1/30	-	-	-	-	2,340,000	121,200.00	3,320,000	185,125.00	4,800,000	1,271,200.00	11,000,000	2,280,125.00	25,317,650	29,175,300
6/1/31	-	-	-	-	-	74,400.00	-	102,125.00	-	1,175,200.00	-	2,060,125.00	3,411,850	
12/1/31	-	-	-	-	2,035,000	74,400.00	2,230,000	102,125.00	12,000,000	1,175,200.00	7,000,000	2,060,125.00	26,676,850	30,088,700
6/1/32	-	-	-	-	-	33,700.00	-	46,375.00	-	935,200.00	-	1,885,125.00	2,900,400	
12/1/32	-	-	-	-	1,685,000	33,700.00	990,000	46,375.00	14,500,000	935,200.00	8,485,000	1,885,125.00	28,560,400	31,460,800
6/1/33	-	-	-	-	-	-	-	21,625.00	-	645,200.00	-	1,673,000.00	2,339,825	
12/1/33	-	-	-	-	-	-	865,000	21,625.00	16,000,000	645,200.00	9,000,000	1,673,000.00	28,204,825	30,544,650
6/1/34	-	-	-	-	-	-	-	-	-	325,200.00	-	1,448,000.00	1,773,200	
12/1/34	-	-	-	-	-	-	-	-	5,000,000	325,200.00	17,000,000	1,448,000.00	23,773,200	25,546,400
6/1/35	-	-	-	-	-	-	-	-	-	225,200.00	-	1,108,000.00	1,333,200	
12/1/35	-	-	-	-	-	-	-	-	5,440,000	225,200.00	18,005,000	1,108,000.00	24,778,200	26,111,400
6/1/36	-	-	-	-	-	-	-	-	-	116,400.00	-	657,875.00	774,275	
12/1/36	-	-	-	-	-	-	-	-	5,820,000	116,400.00	15,000,000	657,875.00	21,594,275	22,368,550
6/1/37	-	-	-	-	-	-	-	-	-	-	-	317,875.00	317,875	
12/1/37	-	-	-	-	-	-	-	-	-	-	12,715,000	317,875.00	13,032,875	13,350,750
Total	22,810,000	1,736,250	8,555,000	875,481	61,720,000	16,534,763	30,730,000	12,666,750	73,255,000	38,053,875	138,755,000	87,024,374	492,716,493	501,866,705

AUBURN SCHOOL DISTRICT #408
SCHEDULE OF CAPITAL ASSETS BY LOCATION
AUGUST 31, 2019

PROPERTY	LOCATION	LAND	BUILDINGS & IMPROVEMENTS	CONSTRUCTION IN PROGRESS	EQUIPMENT	TOTALS
SENIOR HIGH SCHOOLS						
Auburn	800 4th Street N.E.	\$ 2,065,317	\$ 113,004,651		\$ 1,231,594	\$ 116,301,562
Auburn Riverside	501 Oravetz Rd	4,476,766	39,098,454		857,902	44,433,122
Auburn Mountainview	28900 124th Ave SE	4,129,915	48,547,509		651,849	53,329,272
West Auburn	401 West Main Street	16,650	4,228,179		35,129	4,279,958
Auburn Memorial	801 4th Street N.E.	692,294	6,800,402		80,204	7,572,900
MIDDLE SCHOOLS						
Cascade	1015 24th Street NE	121,486	12,224,948		232,647	12,579,082
Mt. Baker	620 37th Street SE	2,923,600	14,313,160		234,615	17,471,375
Olympic	1825 "K" Street SE	92,532	69,220,942		181,779	69,495,253
Rainier	30620 116th Ave. SE	107,681	13,890,958		191,609	14,190,248
ELEMENTARY SCHOOLS						
Alpac	310 Milwaukee Blvd N.	83,007	6,908,826		136,152	7,127,986
Arthur Jacobsen	29205 132nd St SE	1,006,023	20,292,242		193,368	21,491,633
Chinook	3502 Auburn Way S.	32,985	3,674,697		207,213	3,914,895
Dick Scobee	1031 14th Street NE	9,731	(0)		57,990	67,720
Evergreen Heights	5602 So 316th	22,223	10,551,256		172,356	10,745,835
Gildo Rey	1005 37th Street SE	30,232	5,554,500		127,183	5,711,915
Hazelwood	11815 SE 304th Street	230,323	7,195,947		142,728	7,568,997
Ilalko	301 Oravetz Pl SE	2,007,182	7,515,593		168,877	9,691,653
Lake View	16401 SE 318th	408,702	7,196,391		174,129	7,779,222
Lakeland Hills	1020 Evergreen Way SE	3,093,020	14,472,577		183,919	17,749,516
Lea Hill	30908 124th Ave. SE	21,620	3,925,479		162,172	4,109,272
Pioneer	2301 "M" Street SE	18,082	3,278,793		210,446	3,507,321
Terminal Park	1101 "D" Street SE	26,603	2,955,375		188,550	3,170,528
Washington	20 "E" Street NE	10,000	7,246,744		224,143	7,480,886
ADMIN. & SERV. BLDGS.						
James P. Fugate	915 4th Street NE	88,690	3,858,554		1,158,669	5,105,913
Annex	502 4th Street NE	183,646	653,035		25,761	862,442
Support Services Center	1302 4th Street SW	1,046,802	4,466,330		2,260,360	7,773,492
Transportation	615 15th Street SW	18	4,661,051		13,550,079	18,211,148
TAP	501 3rd St NE	154,552	879,951			1,034,503
Pool	516 4th St NE		2,959,297			2,959,297
Portables	Misc		12,662,877			12,662,877
Head Start	2236 K St SE	143,484	224,424			367,908
Misc Site	Misc	21,876,240	2,086,030			23,962,270
Construction in Progress				25,530,506		25,530,506
TOTALS		\$ 45,119,406	\$ 454,549,172	\$ 25,530,506	\$ 23,041,423	\$ 548,240,507

AUBURN SCHOOL DISTRICT NO. 408
STATEMENT OF CHANGES IN CAPITAL ASSETS
AUGUST 31, 2019

CAPITAL ASSET TYPES	CAPITAL ASSETS 9/1/2018	ADDITIONS	DELETIONS	CAPITAL ASSETS 8/31/2019
Land and Improvements	\$ 43,312,565	\$ 1,806,840	\$ -	\$ 45,119,405
Building and Improvements	398,129,808	63,693,440	(7,274,076)	\$ 454,549,172
Equipment	22,708,396	1,586,601	(1,253,573)	\$ 23,041,423
Construction In Progress	16,782,419	80,385,225	(71,637,138)	\$ 25,530,506
Totals at Historical Cost	480,933,188	147,472,106	(80,164,788)	548,240,506
Less: Accumulated Depreciation				
Building and Improvements	(120,812,683)	(8,747,913)	3,233,982	(126,326,615)
Equipment	(16,917,826)	(1,228,835)	841,272	(17,305,389)
Total Accumulated Depreciation	(137,730,509)	(9,976,749)	4,075,254	(143,632,004)
Capital Assets, Net of Accumulated Depreciation	343,202,679	137,495,357	(76,089,534)	404,608,502

**AUBURN SCHOOL DISTRICT
SCHEDULE OF CAPITAL ASSETS
BY FUNCTION AND ACTIVITY
AS OF AUGUST 31, 2019**

FUNCTION & ACTIVITY	LAND	BUILDINGS & IMPROVEMENTS	CONSTRUCTION IN PROGRESS	EQUIPMENT	TOTALS
ADMINISTRATION					
Administration	\$ -	\$ -		\$ 229,238	\$ 229,238
General Buildings	272,336	4,511,589			4,783,925
Total	272,336	4,511,589		229,238	5,013,164
INSTRUCTION					
Supervision					-
Learning Resources				95,727	95,727
Teaching				1,754,037	1,754,037
Extracurricular				3,558,630	3,558,630
School Buildings	43,800,250	440,910,202		487,692	485,198,144
Total	43,800,250	440,910,202		5,896,087	490,606,538
CHILD NUTRITION SERVICES					
Operations				611,103	611,103
Total	-	-		611,103	611,103
PUPIL TRANSPORTATION					
Supervision	18	4,661,051		175,476	4,836,545
Maintenance				13,234,837	13,234,837
Total	18	4,661,051		13,410,313	18,071,382
MAINTENANCE & OPERATIONS					
Supervision	1,046,802	4,466,330		58,805	5,571,937
Ground Care				406,722	406,722
Operations of Plant				448,043	448,043
Maintenance				606,433	606,433
Total	1,046,802	4,466,330		1,520,003	7,033,135
OTHER SERVICES					
Information Technologies				1,040,533	1,040,533
Printing & Graphics		-		77,644	77,644
Warehousing		-		256,501	256,501
Total		-		1,374,678	1,374,678
Construction-In-Progress			25,530,506		25,530,506
TOTALS	\$ 45,119,406	\$ 454,549,172	\$ 25,530,506	\$ 23,041,423	\$ 548,240,506

AUBURN SCHOOL DISTRICT NO. 408
SUMMARY AMORTIZATION SCHEDULE FOR ALL OUTSTANDING BONDS
BOND PREMIUM, DISCOUNT, REFUNDING ADJUSTMENT
FOR THE YEAR ENDED AUGUST 31, 2019

Date	Payment	Interest Expense	Premium/ Discount Amortized	Unamortized Premium/ Discount	Principal	Refunding Adjustment Amortized	Unamortized Refunding Adjustment	Bond Carrying Value
09/27/10	\$ -	\$ -	\$ -	\$ 4,940,756	\$ -	\$ -	\$ 3,557,647	\$ 44,523,403
12/01/10	848,893	273,893	214,816	4,725,941	575,000	154,681	3,402,966	43,578,907
06/01/11	764,575	764,575	214,816	4,511,125	-	154,681	3,248,285	43,209,410
12/01/11	764,575	764,575	214,816	4,296,310	-	154,681	3,093,604	42,839,914
06/01/12	764,575	764,575	214,816	4,788,498	-	154,681	4,047,439	53,575,937
12/01/12	1,052,242	917,242	248,483	13,420,067	135,000	207,468	5,741,860	142,621,927
06/01/13	1,957,155	1,957,155	470,484	12,949,583	-	255,015	5,486,845	141,896,428
12/01/13	8,860,919	2,375,919	470,484	12,479,100	6,485,000	255,015	5,231,830	134,685,930
06/01/14	2,866,814	2,866,814	601,609	17,122,487	-	254,509	4,957,132	182,609,619
12/01/14	9,262,044	3,207,044	601,609	16,520,878	6,055,000	254,509	4,702,623	175,698,502
06/01/15	3,159,219	3,159,219	601,609	15,919,270	-	254,509	4,448,114	174,842,384
12/01/15	5,774,219	3,159,219	601,609	15,317,661	2,615,000	254,509	4,193,605	171,371,267
06/01/16	3,120,494	3,120,494	601,609	14,716,053	-	254,509	3,939,096	170,515,149
12/01/16	9,865,494	3,120,494	601,609	14,114,444	6,745,000	254,509	3,684,587	162,914,032
06/01/17	4,255,839	4,255,839	727,153	18,409,040	-	254,509	3,430,078	257,489,118
12/01/17	23,988,419	4,778,419	727,153	17,681,887	19,210,000	254,508	3,175,570	237,297,458
06/01/18	4,491,619	4,491,619	727,153	35,369,419	-	254,508	2,921,062	236,315,797
12/01/18	23,861,619	4,491,619	727,153	34,642,266	19,370,000	254,508	2,666,554	373,133,820
06/01/19	9,150,212	9,150,212	1,211,750	33,430,517	-	254,508	2,412,046	371,667,563
12/01/19	20,198,969	7,368,969	1,211,750	32,218,767	12,830,000	254,508	2,157,538	357,371,305
06/01/20	7,106,681	7,106,681	1,211,750	31,007,018	-	254,508	1,903,030	355,905,048
12/01/20	23,366,681	7,106,681	1,211,750	29,795,268	16,260,000	254,508	1,648,522	338,178,790
06/01/21	6,736,056	6,736,056	1,211,750	28,583,519	-	254,508	1,394,014	336,712,533
12/01/21	19,471,056	6,736,056	1,211,748	27,371,771	12,735,000	254,508	1,139,506	322,511,277
06/01/22	6,441,226	6,441,226	996,933	26,374,838	-	99,828	1,039,678	321,414,516
12/01/22	18,191,226	6,441,226	996,933	25,377,905	11,750,000	99,828	939,850	308,567,755
06/01/23	6,241,125	6,241,125	963,267	24,414,638	-	47,042	892,808	307,557,446
12/01/23	18,026,125	6,241,125	963,267	23,451,371	11,785,000	47,042	845,766	294,762,137
06/01/24	5,997,900	5,997,900	963,267	22,488,104	-	47,043	798,723	293,751,827
12/01/24	16,852,900	5,997,900	963,267	21,524,837	10,855,000	47,043	751,680	281,886,517
06/01/25	5,776,925	5,776,925	963,267	20,561,570	-	47,043	704,637	280,876,207
12/01/25	19,566,925	5,776,925	963,267	19,598,303	13,790,000	47,043	657,594	266,075,897
06/01/26	5,499,975	5,499,975	963,267	18,635,036	-	47,043	610,551	265,065,587
12/01/26	20,639,975	5,499,975	963,267	17,671,769	15,140,000	47,043	563,508	248,915,277
06/01/27	5,155,550	5,155,550	963,267	16,708,502	-	47,043	516,465	247,904,967
12/01/27	22,015,550	5,155,550	963,267	15,745,235	16,860,000	47,043	469,422	230,034,657
06/01/28	4,769,125	4,769,125	963,267	14,781,968	-	47,043	422,379	229,024,347
12/01/28	23,714,125	4,769,125	963,267	13,818,701	18,945,000	47,043	375,336	209,069,037
06/01/29	4,326,925	4,326,925	963,267	12,855,434	-	47,043	328,293	208,058,727
12/01/29	23,971,925	4,326,925	963,267	11,892,167	19,645,000	47,043	281,250	187,403,417
06/01/30	3,857,650	3,857,650	963,267	10,928,900	-	47,043	234,207	186,393,107
12/01/30	25,317,650	3,857,650	963,267	9,965,633	21,460,000	47,043	187,164	163,922,797
06/01/31	3,411,850	3,411,850	963,267	9,002,367	-	47,043	140,121	162,912,488
12/01/31	26,676,850	3,411,850	963,267	8,039,100	23,265,000	47,043	93,078	138,637,178
06/01/32	2,900,400	2,900,400	963,267	7,075,834	-	47,043	46,035	137,626,869
12/01/32	28,560,400	2,900,400	963,266	6,112,568	25,660,000	47,043	(1,008)	110,956,560
06/01/33	2,339,825	2,339,825	741,266	5,371,303	-	(504)	(504)	110,215,799
12/01/33	28,204,825	2,339,825	741,266	4,630,037	25,865,000	(504)	-	83,610,037
06/01/34	1,773,200	1,773,200	610,141	4,019,897	-	-	-	82,999,897
12/01/34	23,773,200	1,773,200	610,141	3,409,756	22,000,000	-	-	60,389,756
06/01/35	1,333,200	1,333,200	610,141	2,799,616	-	-	-	59,779,616
12/01/35	24,778,200	1,333,200	610,141	2,189,475	23,445,000	-	-	35,724,475
06/01/36	774,275	774,275	610,141	1,579,335	-	-	-	35,114,335
12/01/36	21,594,275	774,275	610,141	969,194	20,820,000	-	-	13,684,194
06/01/37	317,875	317,875	484,597	484,597	-	-	-	13,199,597
12/01/37	13,032,875	317,875	484,597	-	12,715,000	-	-	-
	<u>\$ 607,522,415</u>	<u>\$ 210,507,415</u>	<u>\$ 43,209,239</u>		<u>\$ 397,015,000</u>	<u>\$ 6,547,863</u>		

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND PREMIUM AND REFUNDING ADJUSTMENT
2010 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

2010 Unlimited Tax General Obligation Bonds								
Date	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Refunding Adjustment Amortized	Unamortized Refunding Adjustment	Bond Carrying Value
9/27/2010	\$ -	\$ -	\$ -	\$ 4,940,756	\$ -	\$ -	\$ 3,557,647	\$ 44,523,403
12/1/2010	848,893.33	273,893.33	214,815.50	4,725,940	575,000	154,681	3,402,966	43,578,906
6/1/2011	764,575.00	764,575.00	214,815.50	4,511,125	-	154,681	3,248,285	43,209,410
12/1/2011	764,575.00	764,575.00	214,815.50	4,296,309	-	154,681	3,093,604	42,839,913
6/1/2012	764,575.00	764,575.00	214,815.50	4,081,494	-	154,681	2,938,923	42,470,417
12/1/2012	764,575.00	764,575.00	214,815.50	3,866,678	-	154,681	2,784,242	42,100,920
6/1/2013	764,575.00	764,575.00	214,815.50	3,651,863	-	154,681	2,629,561	41,731,424
12/1/2013	764,575.00	764,575.00	214,815.50	3,437,047	-	154,681	2,474,880	41,361,927
6/1/2014	764,575.00	764,575.00	214,815.50	3,222,232	-	154,680	2,320,200	40,992,432
12/1/2014	764,575.00	764,575.00	214,815.50	3,007,416	-	154,680	2,165,520	40,622,936
6/1/2015	764,575.00	764,575.00	214,815.50	2,792,601	-	154,680	2,010,840	40,253,441
12/1/2015	764,575.00	764,575.00	214,815.50	2,577,785	-	154,680	1,856,160	39,883,945
6/1/2016	764,575.00	764,575.00	214,815.50	2,362,970	-	154,680	1,701,480	39,514,450
12/1/2016	764,575.00	764,575.00	214,815.50	2,148,154	-	154,680	1,546,800	39,144,954
6/1/2017	764,575.00	764,575.00	214,815.50	1,933,339	-	154,680	1,392,120	38,775,459
12/1/2017	6,864,575.00	764,575.00	214,815.50	1,718,523	6,100,000	154,680	1,237,440	32,305,963
6/1/2018	660,200.00	660,200.00	214,815.50	1,503,708	-	154,680	1,082,760	31,936,468
12/1/2018	7,200,200.00	660,200.00	214,815.50	1,288,892	6,540,000	154,680	928,080	25,026,972
6/1/2019	542,100.00	542,100.00	214,815.50	1,074,077	-	154,680	773,400	24,657,477
12/1/2019	7,562,100.00	542,100.00	214,815.50	859,261	7,020,000	154,680	618,720	17,267,981
6/1/2020	391,700.00	391,700.00	214,815.50	644,446	-	154,680	464,040	16,898,486
12/1/2020	7,966,700.00	391,700.00	214,815.50	429,630	7,575,000	154,680	309,360	8,953,990
6/1/2021	205,375.00	205,375.00	214,815.50	214,815	-	154,680	154,680	8,584,495
12/1/2021	8,420,375.00	205,375.00	214,814.85	-	8,215,000	154,680	-	-
	<u>\$ 50,601,693.33</u>	<u>\$ 14,576,693.33</u>	<u>\$ 4,940,755.85</u>		<u>\$ 36,025,000</u>	<u>\$ 3,557,647</u>		

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND PREMIUM AND REFUNDING ADJUSTMENT
2012 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

Date	2012 Unlimited Tax General Obligation Refunding Bonds							
	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Refunding Adjustment Amortized	Unamortized Refunding Adjustment	Bond Carrying Value
06/01/12				707,004	-		1,108,516	11,105,520
12/01/12	287,667	152,667	33,667	673,337	135,000	52,787	1,055,729	10,884,066
06/01/13	133,356	133,356	33,667	639,670	-	52,787	1,002,942	10,797,612
12/01/13	233,356	133,356	33,667	606,003	100,000	52,787	950,155	10,611,158
06/01/14	132,356	132,356	33,667	572,337	-	52,787	897,368	10,524,705
12/01/14	232,356	132,356	33,667	538,670	100,000	52,787	844,581	10,338,251
06/01/15	131,356	131,356	33,667	505,003		52,787	791,794	10,251,797
12/01/15	231,356	131,356	33,667	471,336	100,000	52,787	739,007	10,065,343
06/01/16	130,356	130,356	33,667	437,669	-	52,787	686,220	9,978,889
12/01/16	230,356	130,356	33,667	404,002	100,000	52,787	633,433	9,792,435
06/01/17	129,356	129,356	33,667	370,335		52,787	580,646	9,705,981
12/01/17	229,356	129,356	33,667	336,669	100,000	52,786	527,860	9,519,529
06/01/18	128,356	128,356	33,667	303,002	-	52,786	475,074	9,433,076
12/01/18	228,356	128,356	33,667	269,335	100,000	52,786	422,288	9,246,623
06/01/19	127,356	127,356	33,667	235,668		52,786	369,502	9,160,170
12/01/19	227,356	127,356	33,667	202,001	100,000	52,786	316,716	8,973,717
06/01/20	126,356	126,356	33,667	168,334	-	52,786	263,930	8,887,264
12/01/20	246,356	126,356	33,667	134,667	120,000	52,786	211,144	8,680,811
06/01/21	124,556	124,556	33,667	101,001	-	52,786	158,358	8,594,359
12/01/21	249,556	124,556	33,667	67,334	125,000	52,786	105,572	8,382,906
06/01/22	123,151	123,151	33,667	33,667	-	52,786	52,786	8,296,453
12/01/22	8,333,151	123,151	33,667	-	8,210,000	52,786	-	-
	<u>\$12,015,777</u>	<u>\$ 2,725,777</u>	<u>\$ 707,004</u>		<u>\$9,290,000</u>	<u>\$ 1,108,516</u>		

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND PREMIUM AND REFUNDING ADJUSTMENT
2013 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

Date	2013 Unlimited Tax General Obligation and Refunding Bonds							
	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Refunding Adjustment Amortized	Unamortized Refunding Adjustment	Bond Carrying Value
01/08/13				8,880,051			1,901,889	89,636,940
06/01/13	1,059,224	1,059,224.37	222,001	8,658,050		47,547	1,854,342	89,367,391
12/01/13	7,862,988	1,477,987.50	222,001	8,436,048	6,385,000	47,547	1,806,795	82,712,843
06/01/14	1,382,213	1,382,212.50	222,001	8,214,047	-	47,547	1,759,247	82,443,294
12/01/14	3,087,213	1,382,212.50	222,001	7,992,046	1,705,000	47,547	1,711,700	80,468,746
06/01/15	1,356,638	1,356,637.50	222,001	7,770,045	-	47,547	1,664,153	80,199,197
12/01/15	1,926,638	1,356,637.50	222,001	7,548,043	570,000	47,547	1,616,606	79,359,649
06/01/16	1,348,088	1,348,087.50	222,001	7,326,042	-	47,547	1,569,058	79,090,100
12/01/16	4,653,088	1,348,087.50	222,001	7,104,041	3,305,000	47,547	1,521,511	75,515,552
06/01/17	1,298,513	1,298,512.50	222,001	6,882,039	-	47,547	1,473,964	75,246,003
12/01/17	3,983,513	1,298,512.50	222,001	6,660,038	2,685,000	47,547	1,426,417	72,291,455
06/01/18	1,258,238	1,258,237.50	222,001	6,438,037	-	47,547	1,378,869	72,021,906
12/01/18	3,743,238	1,258,237.50	222,001	6,216,035	2,485,000	47,547	1,331,322	69,267,358
06/01/19	1,220,963	1,220,962.50	222,001	5,994,034	-	47,547	1,283,775	68,997,809
12/01/19	2,520,963	1,220,962.50	222,001	5,772,033	1,300,000	47,547	1,236,228	67,428,261
06/01/20	1,208,400	1,208,400.00	222,001	5,550,032	-	47,547	1,188,681	67,158,712
12/01/20	3,958,400	1,208,400.00	222,001	5,328,030	2,750,000	47,547	1,141,133	64,139,164
06/01/21	1,153,400	1,153,400.00	222,001	5,106,029	-	47,547	1,093,586	63,869,615
12/01/21	3,318,400	1,153,400.00	222,001	4,884,028	2,165,000	47,547	1,046,039	61,435,066
06/01/22	1,110,100	1,110,100.00	222,001	4,662,026	-	47,547	998,492	61,165,518
12/01/22	3,420,100	1,110,100.00	222,001	4,440,025	2,310,000	47,547	950,944	58,585,969
06/01/23	1,063,900	1,063,900.00	222,001	4,218,024	-	47,547	903,397	58,316,421
12/01/23	11,343,900	1,063,900.00	222,001	3,996,022	10,280,000	47,547	855,850	47,766,872
06/01/24	858,300	858,300.00	222,001	3,774,021	-	47,547	808,303	47,497,324
12/01/24	10,938,300	858,300.00	222,001	3,552,020	10,080,000	47,547	760,755	37,147,775
06/01/25	656,700	656,700.00	222,001	3,330,019	-	47,547	713,208	36,878,227
12/01/25	7,216,700	656,700.00	222,001	3,108,017	6,560,000	47,547	665,661	30,048,678
06/01/26	525,500	525,500.00	222,001	2,886,016	-	47,547	618,114	29,779,130
12/01/26	6,840,500	525,500.00	222,001	2,664,015	6,315,000	47,547	570,567	23,194,581
06/01/27	399,200	399,200.00	222,001	2,442,013	-	47,547	523,019	22,925,033
12/01/27	6,414,200	399,200.00	222,001	2,220,012	6,015,000	47,547	475,472	16,640,484
06/01/28	278,900	278,900.00	222,001	1,998,011	-	47,547	427,925	16,370,936
12/01/28	5,563,900	278,900.00	222,001	1,776,009	5,285,000	47,547	380,378	10,816,387
06/01/29	173,200	173,200.00	222,001	1,554,008	-	47,547	332,830	10,546,839
12/01/29	2,773,200	173,200.00	222,001	1,332,007	2,600,000	47,547	285,283	7,677,290
06/01/30	121,200	121,200.00	222,001	1,110,006	-	47,547	237,736	7,407,741
12/01/30	2,461,200	121,200.00	222,001	888,004	2,340,000	47,547	190,189	4,798,193
06/01/31	74,400	74,400.00	222,001	666,003	-	47,547	142,641	4,528,644
12/01/31	2,109,400	74,400.00	222,001	444,002	2,035,000	47,547	95,094	2,224,096
06/01/32	33,700	33,700.00	222,001	222,000	-	47,547	47,547	1,954,547
12/01/32	1,718,700	33,700.00	222,000	-	1,685,000	47,547	-	-
	<u>112,435,312</u>	<u>33,580,311.87</u>	<u>\$ 8,880,051</u>		<u>\$ 78,855,000</u>	<u>\$ 1,901,889</u>		

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND DISCOUNT AND REFUNDING ADJUSTMENT
2014 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

Date	2014 Unlimited Tax General Obligation and Refunding Bonds							
	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Refunding Adjustment Amortized	Unamortized Refunding Adjustment	Bond Carrying Value
02/07/14				5,244,996			(20,189)	48,779,807
06/01/14	587,670	587,670.00	131,125	5,113,871	-	(505)	(19,684)	48,649,186
12/01/14	5,177,900	927,900.00	131,125	4,982,746	4,250,000	(505)	(19,180)	44,268,566
06/01/15	906,650	906,650.00	131,125	4,851,621	-	(505)	(18,675)	44,137,946
12/01/15	2,851,650	906,650.00	131,125	4,720,496	1,945,000	(505)	(18,170)	42,062,326
06/01/16	877,475	877,475.00	131,125	4,589,371	-	(505)	(17,665)	41,931,706
12/01/16	4,217,475	877,475.00	131,125	4,458,246	3,340,000	(505)	(17,161)	38,461,085
06/01/17	811,175	811,175.00	131,125	4,327,121	-	(505)	(16,656)	38,330,465
12/01/17	2,641,175	811,175.00	131,125	4,195,996	1,830,000	(505)	(16,151)	36,369,845
06/01/18	797,450	797,450.00	131,125	4,064,871	-	(505)	(15,646)	36,239,225
12/01/18	2,257,450	797,450.00	131,125	3,933,747	1,460,000	(505)	(15,142)	34,648,605
06/01/19	768,250	768,250.00	131,125	3,802,622	-	(505)	(14,637)	34,517,985
12/01/19	2,793,250	768,250.00	131,125	3,671,497	2,025,000	(505)	(14,132)	32,362,364
06/01/20	717,625	717,625.00	131,125	3,540,372	-	(505)	(13,628)	32,231,744
12/01/20	717,625	717,625.00	131,125	3,409,247	-	(505)	(13,123)	32,101,124
06/01/21	717,625	717,625.00	131,125	3,278,122	-	(505)	(12,618)	31,970,504
12/01/21	2,147,625	717,625.00	131,125	3,146,997	1,430,000	(505)	(12,113)	30,409,884
06/01/22	681,875	681,875.00	131,125	3,015,872	-	(505)	(11,609)	30,279,264
12/01/22	1,911,875	681,875.00	131,125	2,884,747	1,230,000	(505)	(11,104)	28,918,643
06/01/23	651,125	651,125.00	131,125	2,753,622	-	(505)	(10,599)	28,788,023
12/01/23	1,681,125	651,125.00	131,125	2,622,498	1,030,000	(505)	(10,095)	27,627,403
06/01/24	625,375	625,375.00	131,125	2,491,373	-	(505)	(9,590)	27,496,783
12/01/24	1,400,375	625,375.00	131,125	2,360,248	775,000	(505)	(9,085)	26,591,163
06/01/25	606,000	606,000.00	131,125	2,229,123	-	(505)	(8,580)	26,460,542
12/01/25	4,336,000	606,000.00	131,125	2,097,998	3,730,000	(505)	(8,076)	22,599,922
06/01/26	512,750	512,750.00	131,125	1,966,873	-	(505)	(7,571)	22,469,302
12/01/26	3,837,750	512,750.00	131,125	1,835,748	3,325,000	(505)	(7,066)	19,013,682
06/01/27	429,625	429,625.00	131,125	1,704,623	-	(505)	(6,561)	18,883,062
12/01/27	3,274,625	429,625.00	131,125	1,573,498	2,845,000	(505)	(6,057)	15,907,442
06/01/28	358,500	358,500.00	131,125	1,442,373	-	(505)	(5,552)	15,776,821
12/01/28	3,018,500	358,500.00	131,125	1,311,249	2,660,000	(505)	(5,047)	12,986,201
06/01/29	292,000	292,000.00	131,125	1,180,124	-	(505)	(4,543)	12,855,581
12/01/29	4,567,000	292,000.00	131,125	1,048,999	4,275,000	(505)	(4,038)	8,449,961
06/01/30	185,125	185,125.00	131,125	917,874	-	(505)	(3,533)	8,319,341
12/01/30	3,505,125	185,125.00	131,125	786,749	3,320,000	(505)	(3,028)	4,868,721
06/01/31	102,125	102,125.00	131,125	655,624	-	(505)	(2,524)	4,738,100
12/01/31	2,332,125	102,125.00	131,125	524,499	2,230,000	(505)	(2,019)	2,377,480
06/01/32	46,375	46,375.00	131,125	393,374	-	(505)	(1,514)	2,246,860
12/01/32	1,036,375	46,375.00	131,125	262,249	990,000	(505)	(1,009)	1,126,240
06/01/33	21,625	21,625.00	131,125	131,124	-	(505)	(505)	995,620
12/01/33	886,625	21,625.00	131,125	-	865,000	(505)	-	-
	<u>65,288,070</u>	<u>21,733,070.00</u>	<u>5,244,996.00</u>		<u>\$ 43,555,000</u>	<u>\$ (20,189)</u>		

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND PREMIUM
2017 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

Date	2017 Unlimited Tax General Obligation Bonds					
	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Bond Carrying Value
01/24/17				5,021,748		95,556,748
06/01/17	1,252,220	1,252,220	125,544	4,896,204	-	95,431,204
12/01/17	10,269,800	1,774,800	125,544	4,770,661	8,495,000	86,810,661
06/01/18	1,647,375	1,647,375	125,544	4,645,117	-	86,685,117
12/01/18	10,432,375	1,647,375	125,544	4,519,573	8,785,000	77,774,573
06/01/19	1,471,675	1,471,675	125,544	4,394,029	-	77,649,029
12/01/19	3,381,675	1,471,675	125,544	4,268,486	1,910,000	75,613,486
06/01/20	1,433,475	1,433,475	125,544	4,142,942	-	75,487,942
12/01/20	3,673,475	1,433,475	125,544	4,017,398	2,240,000	73,122,398
06/01/21	1,377,475	1,377,475	125,544	3,891,855	-	72,996,855
12/01/21	2,177,475	1,377,475	125,544	3,766,311	800,000	72,071,311
06/01/22	1,368,475	1,368,475	125,544	3,640,767	-	71,945,767
12/01/22	1,368,475	1,368,475	125,544	3,515,224	-	71,820,224
06/01/23	1,368,475	1,368,475	125,544	3,389,680	-	71,694,680
12/01/23	1,843,475	1,368,475	125,544	3,264,136	475,000	71,094,136
06/01/24	1,356,600	1,356,600	125,544	3,138,592	-	70,968,592
12/01/24	1,356,600	1,356,600	125,544	3,013,049	-	70,843,049
06/01/25	1,356,600	1,356,600	125,544	2,887,505	-	70,717,505
12/01/25	1,356,600	1,356,600	125,544	2,761,961	-	70,591,961
06/01/26	1,356,600	1,356,600	125,544	2,636,418	-	70,466,418
12/01/26	1,856,600	1,356,600	125,544	2,510,874	500,000	69,840,874
06/01/27	1,346,600	1,346,600	125,544	2,385,330	-	69,715,330
12/01/27	2,346,600	1,346,600	125,544	2,259,787	1,000,000	68,589,787
06/01/28	1,326,600	1,326,600	125,544	2,134,243	-	68,464,243
12/01/28	2,326,600	1,326,600	125,544	2,008,699	1,000,000	67,338,699
06/01/29	1,306,600	1,306,600	125,544	1,883,155	-	67,213,155
12/01/29	3,076,600	1,306,600	125,544	1,757,612	1,770,000	65,317,612
06/01/30	1,271,200	1,271,200	125,544	1,632,068	-	65,192,068
12/01/30	6,071,200	1,271,200	125,544	1,506,524	4,800,000	60,266,524
06/01/31	1,175,200	1,175,200	125,544	1,380,981	-	60,140,981
12/01/31	13,175,200	1,175,200	125,544	1,255,437	12,000,000	48,015,437
06/01/32	935,200	935,200	125,544	1,129,893	-	47,889,893
12/01/32	15,435,200	935,200	125,544	1,004,350	14,500,000	33,264,350
06/01/33	645,200	645,200	125,544	878,806	-	33,138,806
12/01/33	16,645,200	645,200	125,544	753,262	16,000,000	17,013,262
06/01/34	325,200	325,200	125,544	627,718	-	16,887,718
12/01/34	5,325,200	325,200	125,544	502,175	5,000,000	11,762,175
06/01/35	225,200	225,200	125,544	376,631	-	11,636,631
12/01/35	5,665,200	225,200	125,544	251,087	5,440,000	6,071,087
06/01/36	116,400	116,400	125,544	125,544	-	5,945,544
12/01/36	5,936,400	116,400	125,544	-	5,820,000	-
	<u>136,382,320</u>	<u>45,847,320</u>	<u>5,021,747.90</u>		<u>\$ 90,535,000</u>	

AUBURN SCHOOL DISTRICT NO. 408
AMORTIZATION SCHEDULE
BOND PREMIUM
2018 BONDS
FOR THE YEAR ENDED AUGUST 31, 2019

Date	2018 Unlimited Tax General Obligation Bonds					
	Payment	Interest Expense	Premium Amortized	Unamortized Premium	Principal	Bond Carrying Value
08/22/18				18,414,684		157,169,684
06/01/19	5,019,869	5,019,869	484,597	17,930,087	-	156,685,087
12/01/19	3,713,625	3,238,625	484,597	17,445,490	475,000	155,725,490
06/01/20	3,229,125	3,229,125	484,597	16,960,893	-	155,240,893
12/01/20	6,804,125	3,229,125	484,597	16,476,296	3,575,000	151,181,296
06/01/21	3,157,625	3,157,625	484,597	15,991,699	-	150,696,699
12/01/21	3,157,624	3,157,624	484,597	15,507,102	-	150,212,102
06/01/22	3,157,625	3,157,625	484,597	15,022,505	-	149,727,505
12/01/22	3,157,625	3,157,625	484,597	14,537,908	-	149,242,908
06/01/23	3,157,625	3,157,625	484,597	14,053,311	-	148,758,311
12/01/23	3,157,625	3,157,625	484,597	13,568,714	-	148,273,714
06/01/24	3,157,625	3,157,625	484,597	13,084,117	-	147,789,117
12/01/24	3,157,625	3,157,625	484,597	12,599,521	-	147,304,521
06/01/25	3,157,625	3,157,625	484,597	12,114,924	-	146,819,924
12/01/25	6,657,625	3,157,625	484,597	11,630,327	3,500,000	142,835,327
06/01/26	3,105,125	3,105,125	484,597	11,145,730	-	142,350,730
12/01/26	8,105,125	3,105,125	484,597	10,661,133	5,000,000	136,866,133
06/01/27	2,980,125	2,980,125	484,597	10,176,536	-	136,381,536
12/01/27	9,980,125	2,980,125	484,597	9,691,939	7,000,000	128,896,939
06/01/28	2,805,125	2,805,125	484,597	9,207,342	-	128,412,342
12/01/28	12,805,125	2,805,125	484,597	8,722,745	10,000,000	117,927,745
06/01/29	2,555,125	2,555,125	484,597	8,238,148	-	117,443,148
12/01/29	13,555,125	2,555,125	484,597	7,753,551	11,000,000	105,958,551
06/01/30	2,280,125	2,280,125	484,597	7,268,954	-	105,473,954
12/01/30	13,280,125	2,280,125	484,597	6,784,357	11,000,000	93,989,357
06/01/31	2,060,125	2,060,125	484,597	6,299,760	-	93,504,760
12/01/31	9,060,125	2,060,125	484,597	5,815,163	7,000,000	86,020,163
06/01/32	1,885,125	1,885,125	484,597	5,330,566	-	85,535,566
12/01/32	10,370,125	1,885,125	484,597	4,845,969	8,485,000	76,565,969
06/01/33	1,673,000	1,673,000	484,597	4,361,372	-	76,081,372
12/01/33	10,673,000	1,673,000	484,597	3,876,776	9,000,000	66,596,776
06/01/34	1,448,000	1,448,000	484,597	3,392,179	-	66,112,179
12/01/34	18,448,000	1,448,000	484,597	2,907,582	17,000,000	48,627,582
06/01/35	1,108,000	1,108,000	484,597	2,422,985	-	48,142,985
12/01/35	19,113,000	1,108,000	484,597	1,938,388	18,005,000	29,653,388
06/01/36	657,875	657,875	484,597	1,453,791	-	29,168,791
12/01/36	15,657,875	657,875	484,597	969,194	15,000,000	13,684,194
06/01/37	317,875	317,875	484,597	484,597	-	13,199,597
12/01/37	13,032,875	317,875	484,597	0	12,715,000	-
	<u>230,799,243</u>	<u>92,044,243</u>	<u>18,414,684</u>		<u>\$ 138,755,000</u>	