

Educational Service District #101
STATEMENT OF NET POSITION - ALL FUNDS
AS OF AUGUST 31, 2022

| | | OPERATING | WORKERS COMPENSATION FUND | UNEMPLOYMENT FUND | TOTAL ALL FUNDS |
|---|-------|----------------------|------------------------------|----------------------|----------------------|
| ASSETS | | | | | |
| | Note | | | | |
| CURRENT ASSETS | | | | | |
| Cash and Cash Equivalents | 2 | \$ 447,304 | \$ 64,018 | \$ 8,863 | \$ 520,185 |
| Investments | 2 | \$ 9,125,995 | \$ 11,788,904 | \$ 2,404,457 | \$ 23,319,355 |
| Accounts Receivable | | \$ 2,250,426 | \$ 296,497 | \$ 43,405 | \$ 2,590,329 |
| Prepays | | \$ 144,702 | | | \$ 144,702 |
| Restricted Assets | | \$ 84,245 | | | \$ 84,245 |
| TOTAL CURRENT ASSETS | | \$ 12,052,672 | \$ 12,149,419 | \$ 2,456,725 | \$ 26,658,816 |
| NONCURRENT ASSETS | | | | | |
| Capital Assets | 3 | | | | |
| Land | | \$ 500,000 | | | \$ 500,000 |
| Land Improvements | | \$ 590,902 | | | \$ 590,902 |
| Building | | \$ 6,736,455 | | | \$ 6,736,455 |
| Equipment | | \$ 407,539 | | | \$ 407,539 |
| Leased Assets | | \$ 467,019 | | | \$ 467,019 |
| Less: Accumulated Depreciation | | \$ (3,296,232) | | | \$ (3,296,232) |
| Net Capital Assets | | \$ 5,405,684 | \$ - | \$ - | \$ 5,405,684 |
| Investment in Joint Venture | 12 | \$ 270,233 | | | \$ 270,233 |
| Net Pension Asset | 6 | \$ 1,004,332 | | | \$ 1,004,332 |
| TOTAL NONCURRENT ASSETS | | \$ 6,680,249 | \$ - | \$ - | \$ 6,680,249 |
| TOTAL ASSETS | | \$ 18,732,920 | \$ 12,149,419 | \$ 2,456,725 | \$ 33,339,065 |
| DEFERRED OUTFLOWS OF RESOURCES | | | | | |
| Deferred OutFlows Related to Pensions | | \$ 2,664,228 | | | \$ 2,664,228 |
| Deferred OutFlows Related to OPEB | | \$ 1,472,893 | | | \$ 1,472,893 |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | | \$ 4,137,121 | \$ - | \$ - | \$ 4,137,121 |
| LIABILITIES | | | | | |
| CURRENT LIABILITIES | | | | | |
| Accounts Payable | 5 | \$ 670,812 | \$ 384,048 | \$ 2,138 | \$ 1,056,998 |
| Accrued Interest Payable | | \$ 13,374 | | | \$ 13,374 |
| Accrued Salaries | | \$ 76,275 | | | \$ 76,275 |
| Payroll Deductions & Taxes Payable | | \$ 18,001 | | | \$ 18,001 |
| Compensated Absences | | \$ 246,545 | | | \$ 246,545 |
| Total OPEB Liability | | \$ 246,426 | | | \$ 246,426 |
| Bonds Payable | | \$ 145,000 | | | \$ 145,000 |
| Leases Payable | | \$ 175,564 | | | \$ 175,564 |
| Claim Reserves | | | | | |
| IBNR | | | \$ 1,151,599 | | \$ 1,151,599 |
| Open Claims | | | \$ 355,980 | \$ 33,780 | \$ 389,760 |
| Unallocated Loss Adjustment Expenses | | | \$ 268,000 | | \$ 268,000 |
| Future L&I Assessments | | | \$ 383,975 | | \$ 383,975 |
| Unearned Revenue | | \$ 327,100 | | | \$ 327,100 |
| Other Liabilities and Credits | | \$ 989 | | | \$ 989 |
| TOTAL CURRENT LIABILITIES | | \$ 1,920,085 | \$ 2,543,602 | \$ 35,918 | \$ 4,499,606 |
| NONCURRENT LIABILITIES | | | | | |
| Compensated Absences | 5 | | | | |
| Claim Reserves | 1, 11 | \$ 526,263 | | | \$ 526,263 |
| IBNR | | | \$ 1,189,221 | | \$ 1,189,221 |
| Open Claims | | | \$ 607,628 | \$ 452 | \$ 608,080 |
| Unallocated Loss Adjustment Expenses | | | | \$ 5,000 | \$ 5,000 |
| Net Pension Liability | 6 | \$ 2,318,361 | | | \$ 2,318,361 |
| Total OPEB Liability | 7 | \$ 6,715,115 | | | \$ 6,715,115 |
| Bonds Payable | 4 | \$ 810,000 | | | \$ 810,000 |
| Net Leases Payable | 5 | \$ 299,432 | | | \$ 299,432 |
| TOTAL NONCURRENT LIABILITIES | | \$ 10,669,171 | \$ 1,796,849 | \$ 5,452 | \$ 12,471,472 |
| TOTAL LIABILITIES | | \$ 12,589,256 | \$ 4,340,451 | \$ 41,370 | \$ 16,971,078 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred InFlows Related to Pensions | | \$ 2,272,084 | | | \$ 2,272,084 |
| Deferred InFlows Related to OPEB | | \$ 2,654,917 | | | \$ 2,654,917 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | | \$ 4,927,001 | \$ - | \$ - | \$ 4,927,001 |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 10 | \$ 3,983,645 | \$ - | \$ - | \$ 3,983,645 |
| Restricted - Net Pension Asset | | \$ 1,696,919 | | | \$ 1,696,919 |
| Restricted | | \$ 1,869,567 | \$ - | \$ - | \$ 1,869,567 |
| Unrestricted | | \$ (2,196,347) | \$ 7,808,968 | \$ 2,415,355 | \$ 8,027,977 |
| TOTAL NET POSITION | | \$ 5,353,784 | \$ 7,808,968 | \$ 2,415,355 | \$ 15,578,107 |

The accompanying notes are an integral part of the financial statements.

Educational Service District #101
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED AUGUST 31, 2022

| | OPERATING | WORKERS COMPENSATION FUND | UNEMPLOYMENT FUND | TOTAL ALL FUNDS |
|---|---------------|---------------------------------|----------------------|-----------------|
| OPERATING REVENUES | | | | |
| Local Sources | \$ 4,237,995 | | | \$ 4,237,995 |
| State Sources | \$ 9,446,470 | | | \$ 9,446,470 |
| Allotment | \$ 1,448,945 | | | \$ 1,448,945 |
| Federal Sources | \$ 5,829,544 | | | \$ 5,829,544 |
| Cooperative Programs | \$ 6,213,799 | | | \$ 6,213,799 |
| Other Programs | \$ 646,061 | | | \$ 646,061 |
| Member Assessments/Contributions | | \$ 4,294,917 | \$ 589,006 | \$ 4,883,923 |
| Supplemental Member Assessments | | \$ 2,053,646 | | \$ 2,053,646 |
| Other Operating Revenue | \$ 375 | | | \$ 375 |
| TOTAL OPERATING REVENUE | \$ 27,823,190 | \$ 6,348,563 | \$ 589,006 | \$ 34,760,759 |
| OPERATING EXPENSES | | | | |
| General Operations and Administration | \$ 2,393,102 | \$ 1,146,944 | \$ 10,643 | \$ 3,550,690 |
| Instructional Support Programs | \$ 14,460,372 | | | \$ 14,460,372 |
| Non Instructional Support Programs | \$ 8,570,974 | | | \$ 8,570,974 |
| Incurred Loss/Loss Adjustment Expenses | | | | |
| Paid on Current Losses | | \$ 1,968,137 | \$ 95,620 | \$ 2,063,757 |
| Change in Loss Reserves | | \$ 477,626 | \$ (122,845) | \$ 354,781 |
| Change in Unallocated Loss Reserves | | \$ 41,000 | \$ (17,000) | \$ 24,000 |
| Excess/Reinsurance Premiums | | \$ 155,278 | | \$ 155,278 |
| Labor & Industries Assessments | | \$ 244,749 | | \$ 244,749 |
| Depreciation | \$ 452,955 | | | \$ 452,955 |
| Other Operating Expenses | | \$ 2,095,746 | \$ 42,724 | \$ 2,138,470 |
| TOTAL OPERATING EXPENSES | \$ 25,877,404 | \$ 6,129,480 | \$ 9,142 | \$ 32,016,026 |
| OPERATING INCOME (LOSS) | \$ 1,945,786 | \$ 219,083 | \$ 579,864 | \$ 2,744,733 |
| NONOPERATING REVENUES (EXPENSES) | | | | |
| Interest and Investment Income | \$ 81,859 | \$ 91,802 | \$ 17,160 | \$ 190,821 |
| Interest Expense and Related Charges | \$ (33,549) | | | \$ (33,549) |
| Change in Joint Venture | \$ 99,439 | | | \$ 99,439 |
| TOTAL NONOPERATING REVENUES (EXPENSES) | \$ 147,749 | \$ 91,802 | \$ 17,160 | \$ 256,710 |
| INCOME (LOSS) BEFORE OTHER ITEMS | \$ 2,093,534 | \$ 310,885 | \$ 597,024 | \$ 3,001,443 |
| Extraordinary Items | | | | \$ - |
| Special Items | | | | \$ - |
| INCREASE (DECREASE) IN NET POSITION | \$ 2,093,534 | \$ 310,885 | \$ 597,024 | \$ 3,001,443 |
| NET POSITION - BEGINNING BALANCE | \$ 3,260,253 | \$ 7,498,082 | \$ 1,818,332 | \$ 12,576,666 |
| Cumulative Effect of Change in Accounting Principle | | | | \$ - |
| Prior Period Adjustment | | | | \$ - |
| NET POSITION - ENDING BALANCE | \$ 5,353,787 | \$ 7,808,966 | \$ 2,415,356 | \$ 15,578,110 |

The accompanying notes are an integral part of the financial statements.

Educational Service District #101
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2022

| | OPERATING | WORKERS COMPENSATION FUND | UNEMPLOYMENT FUND | TOTAL ALL FUNDS |
|---|-----------------|---------------------------------|----------------------|-----------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| Cash Received from Customers | \$ 10,404,563 | | | \$ 10,404,563 |
| Cash Received from State and Federal Sources | \$ 16,711,133 | | | \$ 16,711,133 |
| Cash Received from Members | | \$ 6,129,221 | \$ 556,553 | \$ 6,685,774 |
| Payments to Suppliers for Goods and Services | \$ (6,480,853) | \$ (874,432) | \$ (8,506) | \$ (7,363,790) |
| Payments to Employees for Services | \$ (13,282,459) | | | \$ (13,282,459) |
| Cash Paid for Benefits/Claims | \$ (5,091,479) | \$ (1,968,137) | \$ (95,620) | \$ (7,155,235) |
| Cash Paid for Reinsurance | | \$ (155,278) | | \$ (155,278) |
| Cash Paid for Labor and Industries Assessments | | \$ (2,298,395) | | \$ (2,298,395) |
| Cash Paid for Other Operating Expense | | \$ (42,100) | \$ (42,724) | \$ (84,824) |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | \$ 2,260,906 | \$ 790,880 | \$ 409,703 | \$ 3,461,489 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | | |
| Principal and Interest Paid on Capital Debt | \$ (175,549) | | | \$ (175,549) |
| Principal and Interest Paid on Lease Financing | \$ (138,236) | | | \$ (138,236) |
| NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES | \$ (313,785) | \$ - | \$ - | \$ (313,785) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Interest and Dividends Received | \$ 81,859 | \$ 91,802 | \$ 17,160 | \$ 190,821 |
| NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES | \$ 81,859 | \$ 91,802 | \$ 17,160 | \$ 190,821 |
| INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | \$ 2,028,979 | \$ 882,681 | \$ 426,863 | \$ 3,338,523 |
| CASH AND CASH EQUIVALENTS - BEGINNING | \$ 7,544,320 | \$ 10,970,241 | \$ 1,986,457 | \$ 20,501,017 |
| PRIOR PERIOD ADJUSTMENT | | | | \$ - |
| CASH AND CASH EQUIVALENTS - ENDING | \$ 9,573,299 | \$ 11,852,922 | \$ 2,413,320 | \$ 23,839,541 |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | | | | |
| OPERATING NET INCOME | \$ 1,945,786 | \$ 219,083 | \$ 579,864 | \$ 2,744,733 |
| Adjustment to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities | | | | |
| Depreciation Expense | \$ 452,955 | | | \$ 452,955 |
| Change in Assets and Liabilities | \$ (66,451) | | | \$ (66,451) |
| Receivables, Net | \$ (691,424) | \$ (23,158) | \$ (23,515) | \$ (738,097) |
| Prepays | \$ (97,186) | | | \$ (97,186) |
| Accounts and Other Payables | \$ 261,776 | \$ 76,328 | \$ (6,800) | \$ 331,305 |
| Unearned Revenue | \$ 311,503 | | | \$ 311,503 |
| Compensated Absences | \$ 38,323 | | | \$ 38,323 |
| Pension Expense (Income) from change in Net Pension Liability (Asset) | | | | |
| Change in Deferred Outflows | \$ (1,132,412) | | | \$ (1,132,412) |
| Change in Deferred Inflows | \$ (4,034,340) | | | \$ (4,034,340) |
| Change in Net Pension Liability (Asset) | \$ 4,804,593 | | | \$ 4,804,593 |
| OPEB Expense from change in Total OPEB Liability | | | | |
| Change in Deferred Outflows | \$ 387,114 | | | \$ 387,114 |
| Change in Deferred Inflows | \$ 2,480,300 | | | \$ 2,480,300 |
| Change in Total OPEB Liability | \$ (2,399,632) | | | \$ (2,399,632) |
| Other Changes for Insurance Funds | | | | |
| Claims Reserve-Current | | \$ (144,776) | | \$ (144,776) |
| Claims Reserve-Prior Year | | \$ 142,744 | \$ (952) | \$ 141,792 |
| IBNR-Current | | \$ 432,995 | \$ (121,893) | \$ 311,102 |
| IBNR-Prior Year | | \$ (3,060) | \$ (17,000) | \$ (20,060) |
| Future L&I Assessments | | \$ 49,723 | | \$ 49,723 |
| Provision for Unallocated Loss Adjustment | | \$ 41,000 | | \$ 41,000 |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | \$ 2,260,906 | \$ 790,880 | \$ 409,704 | \$ 3,461,489 |

The accompanying notes are an integral part of the financial statements.