

**LANE COMMUNITY COLLEGE
EUGENE, OREGON**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2020**



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**Margaret A. Hamilton, President
Marty Hanifin, Vice President for Finance and Administration
Greg Holmes, Controller**

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INTRODUCTORY SECTION



January 19, 2021

Board of Education
Lane Community College
4000 E. 30th Ave.
Eugene, Oregon 97405

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for Lane Community College for the fiscal year ended June 30, 2020, in accordance with Oregon Revised Statutes (ORS) 297.405 to 297.555 and 297.990, known as Municipal Audit Law. The responsibility for the completeness and fairness of the data presented and all accompanying disclosures rests with the management of Lane Community College. We believe the report and its data are accurate and complete in all material aspects in disclosing the financial position and results of operations of Lane Community College as of June 30, 2020, and for the year then ended.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Lane Community College's MD&A can be found immediately following the independent auditor's report in the Financial Section.

College Description

Lane Community College is a comprehensive, two-year, public College founded in 1964. Lane serves a 4,600 square-mile area from the Cascade Mountains to the Pacific Ocean. More than 25,000 people take one or more classes at Lane each year (unduplicated headcount) in recent years. Congruent with its mission, Lane offers a broad range of educational programs leading to four associate degrees: associate of arts/Oregon transfer, an associate of science, an associate of general studies, and associate of applied science. All Lane educational programs are based on recognized fields of study and are approved by the Higher Education Coordinating Commission (HECC) as sufficient in content and length.

College Mission

Lane is the community's College:

We provide comprehensive, accessible, quality, learning-centered educational opportunities that promote student success.

Core Themes

Lane's core themes represent the essential elements of our comprehensive mission. Under our accrediting body, the Northwest Commission on Colleges and Universities, we have established objectives and indicators of achievement for each core theme to evaluate the accomplishment of core theme objectives and, ultimately, our mission.

Core Theme 1: Responsive Community Engagement

As an engaged member of our community, Lane's programs, services, and activities serve the community's needs.

Core Theme 2: Accessible and Equitable Learning Opportunities

Lane's policies, procedures, programs, and services facilitate open, fair, and just educational experiences.

Core Theme 3: Quality Educational Environment

Lane's quality educational environment embraces academic and instructional integrity, relevancy, rigor, innovation, and transparency.

Core Theme 4: Individual Student Achievement.

Lane's students advance on their academic paths and reach their educational goals.

Economy

Lane County is larger than Delaware and Rhode Island combined. Although 90 percent of Lane County is forestland, Eugene and Springfield combined are the second-largest urban area in Oregon. The principal industries in Lane County are agriculture, higher education, high technology, forest products, recreation, health care, and tourism. Lane County is the home of the University of Oregon, Bushnell University, several high tech companies, and forest products companies such as Weyerhaeuser.

According to the Oregon Office of Economic Analysis (OOEA), while the economic recovery continues, the virus remains in control. The weak labor market and the spreading virus are combined with months of federal inaction regarding both the pandemic and the economy; it brings the recovery to its most challenging point. Fortunately, Oregon is better positioned than ever before to weather a revenue downturn. Automatic deposits into the Rainy Day Fund and Education Stability Fund have added up over the decade-long economic expansion.

Other financial and demographic information can be found in the Statistical Section of Lane Community College's CAFR and budget document.

Governing Bodies

The members of the board of education of Lane Community College are duly elected representatives of the people, pursuant to the statutes of Oregon and consistent with the rules of the Oregon State Board of Education. The Lane Community College board of education has statutory charge and control of all activities, operations, and programs of the College, including its property, personnel, and finances. The College is not a component unit of any other entity. The College has one discretely presented component unit, Lane Community College Foundation, for which the College is considered to be financially accountable. The Board of Education comprises seven qualified members elected for four-year terms. Members are elected from established zones within the community college district.

Higher Education Coordinating Commission

Administrative oversight over all Oregon community colleges resides with the Higher Education Coordinating Commission (HECC). Established in 2011, the HECC is a 14-member volunteer commission responsible for advising the Oregon Legislature, the Governor, and the Chief Education Office on higher education policy. HECC establishes state standards for educational programs and facilitates and approves courses of study.

College Management

The President, appointed by the local Board of Education, is the Chief Executive Officer of the College. The President and executive team of the College administer policies set by the Lane Community College Board of Education.

Accreditation

The Northwest Commission on Colleges and Universities has granted accreditation to Lane Community College. Maintaining accreditation through the Northwest Commission on Colleges and Universities requires the College to participate in a seven-year continuous-improvement cycle, including submitting reports and hosting evaluators during site visits. During 2019/2020, we gathered data, evidence, and narrative information for our Year 6 Policies, Regulations, and Financial Review Report (PRFR) (NWCCU Standard 2).

Independent Audit

State statutes require an annual audit by independent certified public accountants. The Lane Board of Education has selected the accounting firm of Kenneth Kuhns & Co. as its auditors. In addition to meeting the requirements set forth in Oregon statutes, the audit also was designed to meet the requirements of the federal Single Audit Amendment of 1996 and related Uniform Guidance.

Long Range Financial Plan

The Board of Education approved a Long Range Financial Plan to guide future budget decisions on July 13, 2017. It includes board financial policies and guides financial and budget development.

Internal Controls

Management is responsible for establishing and maintaining internal controls designed to ensure that the assets of the College are protected from loss, theft, or misuse and to ensure that adequate accounting information is available for the preparation of the financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Lane Community College for its comprehensive annual financial report for the fiscal year ended June 30, 2019. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

We wish to express our appreciation to the entire business office staff for their efforts and contributions to our Comprehensive Annual Financial Report. We further extend our thanks to the staff of Kenneth Kuhns & Co. for their efforts during this audit. We also thank the Lane Community College Board of Education for its support and dedication to the financial health of the College.

Sincerely,

A handwritten signature in black ink, appearing to read 'Greg Holmes', with a horizontal line extending to the right.

Greg Holmes
Controller

LANE COMMUNITY COLLEGE

June 30, 2020

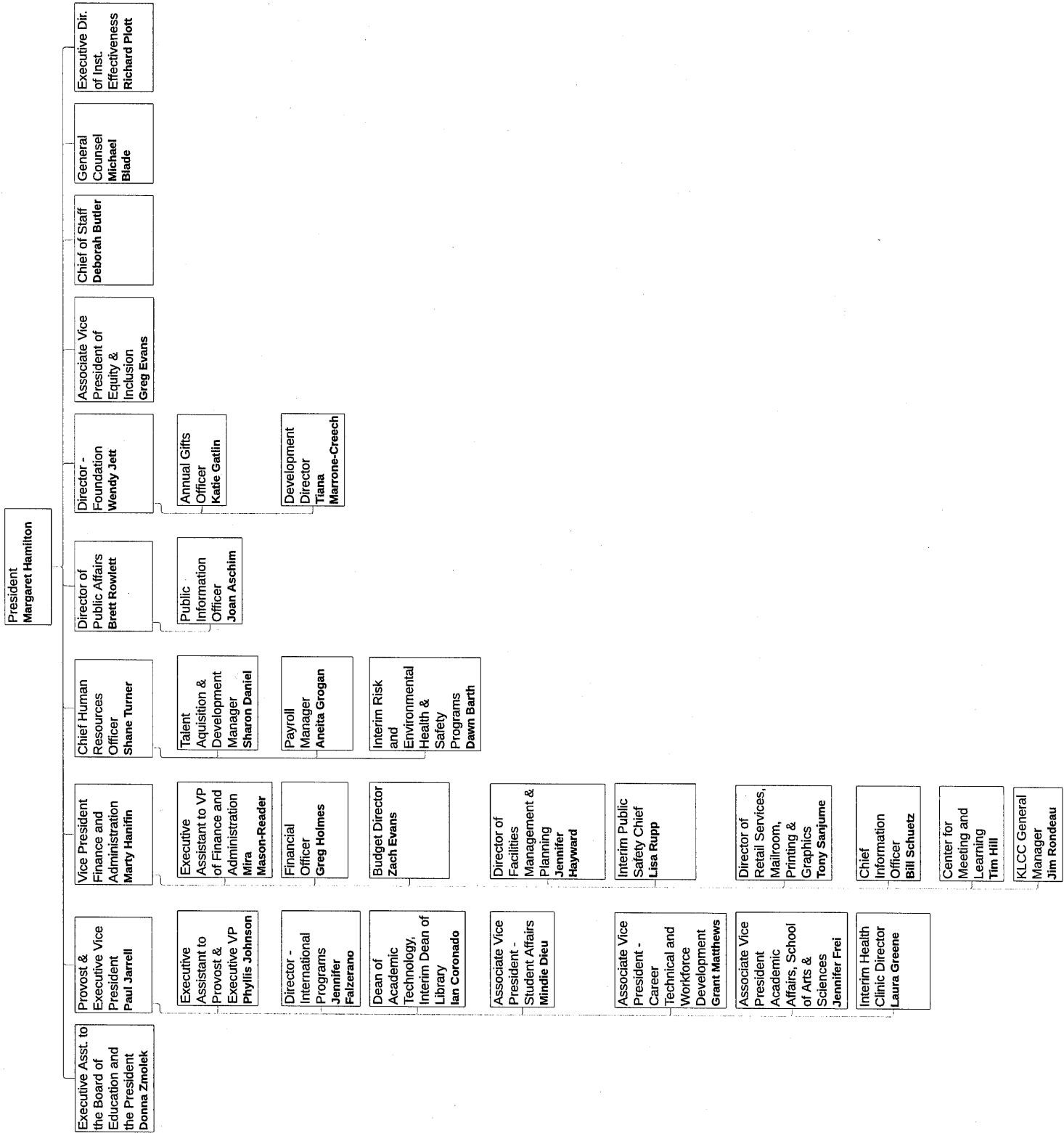
Board of Education

<u>Official</u>	<u>Address</u>	<u>Office</u>
Mike Eyster	825 Willacade Court Springfield, Oregon 97477	Chair
Matt Keating	2486 Blackburn Eugene, Oregon 97405	Vice Chair
Lisa Fragala	84 W. 19 th Avenue Eugene, Oregon 97401	Member
Chelsea Jennings	1424 W. 4 th Avenue Eugene, Oregon 97402	Member
Melanie Muenzer	5544 Wales Drive Eugene, Oregon 97402	Member
Rosie Pryor	2671 Wilshire Drive Eugene, Oregon 97405	Member
Angela VanKrause	1705 Linnea Avenue Eugene, Oregon 97401	Member

Administration

Margaret A. Hamilton	President
Marty Hanifin	Vice President for Finance and Administration
Greg Holmes	Controller

Lane Community College





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Lane Community College
Oregon**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

Management's Discussion and Analysis

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis section of the College's annual financial performance provides an overview of Lane Community College (the College) for the fiscal year ended June 30, 2020. The discussion is designed to help the reader understand the accompanying financial statements through an objective and easily readable analysis of the College's economic activities.

Financial information for the College is presented in this annual report in two very different ways.

<u>Information</u>	<u>Measurement Focus</u>	<u>Basis of Accounting</u>	<u>Location in Report</u>
Basic financial statements	Economic resources	Full accrual	Financial section
Schedules of budget and actual	Current financial resources	Modified accrual	Other supplementary information

Overview of the Basic Financial Statements

The discussion and analysis serve as an introduction to the College's basic entity-wide financial statements. The entity-wide presentation provides readers with a broad overview of the College's finances, like a private sector business. These financial statements focus on the College's overall financial condition, operations results, and cash flows. The entity-wide statements are comprised of the following:

- The **Statement of Net Position** presents the College's assets, deferred outflows, liabilities, and deferred inflows with the difference between the four reported as *net position*. Over time, increases or decreases in net position are indicators of the College's financial condition. Assets and liabilities are generally measured using current values; capital assets are stated at historical cost, less an allowance for depreciation.
- The **Statement of Revenues, Expenses, and Changes in Net Position** presents the revenues earned and the expenses incurred during the year. Revenues and expenses are generally reported using the accrual accounting method, which records transactions as soon as they occur, regardless of when cash is exchanged. Usage of capital assets is reported as depreciation expense, which amortizes the assets' cost over their estimated useful lives. Revenues and expenses are reported as either operating or nonoperating. Primary sources of operating revenues include tuition, grants, and contracts. State appropriations and property taxes are classified as nonoperating revenues.
- The **Statement of Cash Flows** presents information on cash flows from operating activities, non-capital financial activities, capital financing activities, and investing activities. It provides the net increase or decrease in cash between the beginning and end of the fiscal year. This statement helps evaluate financial viability and the College's ability to meet financial obligations as they become due.
- The **Notes to the Basic Financial Statements** provide additional information essential to a full understanding of the data provided in the entity-wide financial statements.

Overview of the Schedules of Budget and Actual

The **Fund Financial Statements** are included in a later section entitled other supplementary information. The governmental fund reporting focuses on how money flows in and out of funds and the balances left at year-end that are available for spending. They are reported using the accounting method called "modified accrual" accounting, which measures cash and all other financial assets that can be readily converted to currency. This information is essential for the preparation of and compliance with annual budgets. Fund financial statements also report the College's operations in more detail than the government-wide financial statements by providing information about the College's most significant fund, the general fund.

Financial Highlights

- Revenue increased \$13.6 million over the prior year primarily due to the State's payment schedule of community college support. In even-numbered fiscal years, the College receives five payments, and in odd-numbered fiscal years, only three payments. For budget purposes, the College smooths the payments (four payments each fiscal year) but not for the consolidated financial statements.
- The College's net position decreased \$4.3 million compared to a \$7.6 million decrease in 2019. Expenses increased by \$7.9 million or 5.8% from 2019.
- On June 30, 2020, the College's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$19.8 million (Net Position). Of this amount, (\$84) million is classified as unrestricted net position. The largest component, \$102.5million of net position, is the College's net investment in capital assets, representing its land, buildings, machinery and equipment, net of accumulated depreciation, and related debt. The College uses these capital assets to provide educational services to its students; consequently, these assets are not available for future spending.

Analysis of the Statement of Net Position

The Statement of Net Position includes all assets, deferred outflows, liabilities, and deferred inflows of the College using accounting's accrual basis. Net position is the difference between assets plus deferred outflows and liabilities plus deferred inflows. It is an essential measure of the financial condition of the College.

	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Assets			
Current assets	\$ 32,903,046	\$ 25,909,396	27.0%
Capital assets, net of depreciation	151,610,103	156,365,603	-3.0%
Other noncurrent assets	850,460	497,002	71.1%
Total assets	<u>\$ 185,363,609</u>	<u>\$ 182,772,001</u>	1.4%
Deferred Outflows	18,351,620	21,459,418	-14.5%
Total assets and deferred outflows	<u>\$ 203,715,229</u>	<u>\$ 204,231,419</u>	-0.3%
Liabilities			
Current Liabilities	\$ 29,809,384	\$ 20,934,034	42.4%
Long-term debt, non-current portion	133,474,296	135,936,885	-1.8%
Total liabilities	<u>\$ 163,283,680</u>	<u>\$ 156,870,919</u>	4.1%
Deferred Inflows	<u>\$ 20,646,544</u>	<u>\$ 23,301,228</u>	-11.4%
Net Position			
Net investment in capital assets	\$ 102,455,865	\$ 99,374,304	3.1%
Restricted	1,349,827	1,605,723	-15.9%
Unrestricted	(84,020,687)	(76,920,755)	9.2%
Total net position	<u>\$ 19,785,005</u>	<u>\$ 24,059,272</u>	-17.8%

On June 30, 2020, the College's current \$32.9 million assets were sufficient to cover the College's current liabilities of \$29.8 million, representing a current ratio of 1.10. Current assets consist primarily of cash and cash equivalents, investments, receivables from student accounts, property taxes, and grants. The most considerable noncurrent assets are capital assets of \$151.6 million (land, buildings, machinery, and equipment) net of accumulated depreciation used to provide students services.

Current liabilities primarily consist of accounts payable, payroll and payroll taxes payable, current maturities of long-term obligations, unearned revenue, and compensated absences. Noncurrent liabilities consist of long-term debt relating to general obligation bonds, pension bonds, and other debt obligations. The deferred outflows and deferred inflows of resources are primarily associated with pensions.

Within Net Position, the "invested in capital assets" amount of \$102.5 million represents the total original cost of all of the College's land, buildings, machinery and equipment, and infrastructure, less accumulated depreciation on these assets and less debt related to their acquisition. The restricted net position consists of amounts legally restricted for debt service and grants and contracts.

Analysis of the Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents the operating results of the College as well as the nonoperating revenues and expenses.

	<u>2020</u>	<u>2019</u>	<u>Percent Change</u>
Revenues:			
Student tuition and fees	\$ 36,823,353	\$ 38,587,364	-4.57%
Grants and contracts	28,727,281	26,564,463	8.14%
State community college support	31,107,694	17,075,978	82.17%
Property taxes	29,325,993	28,154,462	4.16%
Other revenue	13,270,902	15,303,148	-13.28%
Total revenues	<u>139,255,223</u>	<u>125,685,415</u>	10.80%
Expenses:			
Instruction	51,875,013	46,557,508	11.42%
Community services	7,013,784	6,446,235	8.80%
Instructional support services	7,346,024	6,034,174	21.74%
Student services	20,139,778	20,684,694	-2.63%
College support services	17,688,028	14,499,800	21.99%
Plant operations and maintenance	7,324,818	8,249,147	-11.21%
Financial aid	22,143,386	23,067,878	-4.01%
Depreciation	6,195,157	5,952,955	4.07%
Other	3,803,502	4,174,570	-8.89%
Total expenses	<u>143,529,490</u>	<u>135,666,961</u>	5.80%
Income-(loss)	(4,274,267)	(9,981,546)	
Capital contributions	-	2,399,846	
Change in net position	(4,274,267)	(7,581,700)	
Net position - beginning	24,059,272	31,640,972	-23.96%
Net position - ending	<u>\$ 19,785,005</u>	<u>\$ 24,059,272</u>	-17.77%

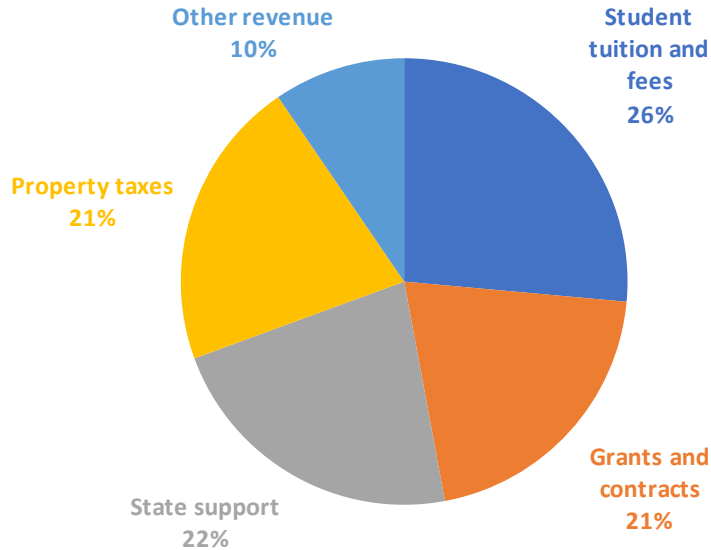
Revenues:

The largest sources of operating revenue for the College are student tuition and fees and grants and contracts. Tuition and fees totaled \$36.8 million, which is down 4.57% over last year's amount.

The largest sources for nonoperating revenue are State community college support and Property taxes. State support totaling \$31.1million is the largest source of nonoperating revenue this year. The College received \$29.3 million in property taxes.

Total revenues show an increase of 10.8% over 2019 due to the College receiving five State payments compared to three in 2019.

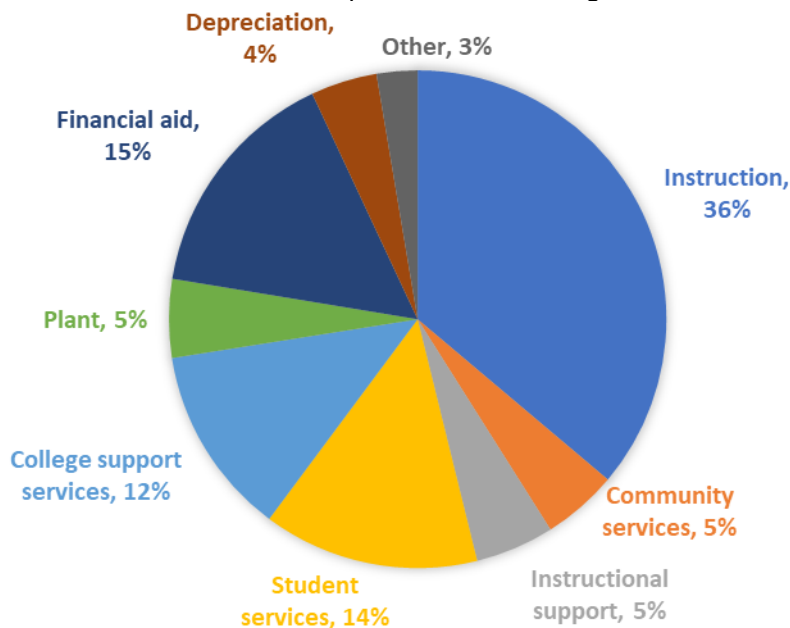
The following graph shows the allocation of total revenues for the College:



Expenses:

Expenses totaling \$143.5 million include salaries and benefits, pension, materials and supplies, utilities, grants and scholarships, and depreciation of capital assets. Total expenses show an increase of 5.8% over 2019.

The following graph shows the allocation of total expenses for the College:



Analysis of the Statement of Cash Flows

This statement provides an assessment of the financial health of the College. Its primary purpose is to provide relevant information about the cash receipts and cash payments of the College during a stated period. The statement of cash flows also helps users assess the College's ability to meet obligations as they become due and the need for external financing.

In summary, the cash flows for the year were:

	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Cash Provided by (Used In):			
Operating Activities	\$ (39,525,759)	\$ (48,015,069)	-17.7%
Noncapital Financing Activities	51,502,923	33,099,905	55.6%
Capital Financing Activities	(2,332,424)	(1,544,706)	51.0%
Investing Activities	515,747	5,892,957	-91.2%
Net increase (decrease) in cash	<u>10,160,487</u>	<u>(10,566,913)</u>	-196.2%
Cash - Beginning of year	15,322,639	25,889,552	-40.8%
Cash - End of year	<u>\$ 25,483,126</u>	<u>\$ 15,322,639</u>	66.3%

The primary cash sources from operating activities include student tuition and fees, grants and contracts, and auxiliary enterprises. Primary uses were payments made to employees, employee benefit programs, and vendors.

State reimbursements and property taxes are the primary sources of non-capital financing. The accounting standards require that the College reflect these revenue sources as nonoperating, even though the College's budget depends on these revenues for ongoing operations.

Cash payments for the acquisition of capital assets and principal and interest payments on long-term debt are the primary uses of capital financing cash activities.

Capital Assets and Long-Term Liabilities

Capital Assets:

On June 30, 2020, the College had \$151.6 million, net of accumulated depreciation, invested in a broad range of capital assets, including land, buildings, equipment, and library books.

	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Land	\$ 5,463,184	\$ 5,463,184	0.0%
Buildings	141,476,224	147,110,602	-3.8%
Equipment	4,265,631	3,344,817	27.5%
Library books	405,064	447,000	-9.4%
	<u>\$ 151,610,103</u>	<u>\$ 156,365,603</u>	-3.0%

Additional information about the College's capital assets is located in note 3 to these financial statements.

Long-Term Liabilities:

On June 30, 2020, the College had total long-term obligations outstanding of \$133 million compared to \$135 million last year.

	<u>2020</u>	<u>2019</u>	<u>% Change</u>
Non Current Portion of Bond & Note Payable	\$ 78,092,211	\$ 89,922,632	-13.16%
Pension Plan Liability	49,961,096	40,465,028	23.47%
Postemployment Health Care Benefits	5,420,989	5,549,225	-2.31%
	<u>\$ 133,474,296</u>	<u>\$ 135,936,885</u>	-1.81%

There was no new debt issuance, and the College made all scheduled bond payments.

Additional information about the College's long-term liabilities is located in note 5. Pension plan liability is located in note 6, and post-employment health care benefits is found in note 7 to these financial statements.

On May 19, 2020, voters in the College service area approved Measure 20-306, a \$121.5 million bond measure, which the College sold on August 13, 2020. More information about this subsequent event can be found in notes of these financial statements.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, and investors, and creditors with a general overview of Lane Community College's finances and to show the College's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

College Finance
 Lane Community College
 4000 East 30th Avenue
 Eugene, Oregon 97405-0640

Basic Financial Statements

LANE COMMUNITY COLLEGE

Statement of Net Position
June 30, 2020

	<u>College</u>	<u>Foundation (Component Unit)</u>
Assets:		
Current assets:		
Cash and cash equivalents	\$ 25,483,126	\$ 694,679
Receivables, net:		
Property taxes	1,141,318	-
Accounts	5,979,140	129,389
Interest	-	4,295
Notes, current portion	-	21,562
Prepayments and other assets	230,853	1,511
Inventories	68,609	-
	<u>32,903,046</u>	<u>851,436</u>
Noncurrent assets:		
Receivables, net	-	255,545
Long term investments	-	18,693,121
OPEB asset	850,460	-
Capital assets:		
Non-depreciable	5,463,184	-
Depreciable	234,928,014	-
Less accumulated depreciation	<u>(88,781,095)</u>	<u>-</u>
	<u>152,460,563</u>	<u>18,948,666</u>
Deferred Outflows of Resources:		
Deferred on refunding of long-term debt	971,388	-
Deferred outflows of resources related to pensions	17,353,194	-
Deferred outflows of resources related to OPEB	<u>27,038</u>	<u>-</u>
	<u>203,715,229</u>	<u>19,800,102</u>
Liabilities:		
Current liabilities:		
Accounts payable	3,941,371	8,610
Accrued liabilities	3,830,419	-
Accrued interest payable	105,057	-
Unearned revenue	3,535,345	40,500
Tax and revenue anticipation note payable	4,315,000	-
Premium on tax and revenue anticipation note payable	27,518	-
Current maturities of long-term debt	<u>14,054,674</u>	<u>-</u>
	<u>29,809,384</u>	<u>49,110</u>
Noncurrent liabilities:		
Long-term debt	147,528,970	672,765
Less: current maturities of long-term deb	<u>(14,054,674)</u>	<u>-</u>
	<u>133,474,296</u>	<u>672,765</u>
	<u>163,283,680</u>	<u>721,875</u>
Deferred inflows of resources:		
Related to pensions	18,044,968	-
Related to OPEB	<u>2,601,576</u>	<u>-</u>
	<u>20,646,544</u>	<u>-</u>
Net Position:		
Net investment in capital assets	<u>102,455,865</u>	<u>-</u>
Restricted for debt service	463,349	-
Restricted for student financial aid	576,928	-
Restricted for grants and contracts	309,550	-
Restricted for permanent endowment	-	11,818,631
Restricted for temporary endowment and scholarships	<u>-</u>	<u>6,536,060</u>
	<u>1,349,827</u>	<u>18,354,691</u>
Unrestricted	<u>(84,020,687)</u>	<u>723,536</u>
	<u>\$ 19,785,005</u>	<u>\$ 19,078,227</u>

The accompanying notes are an integral part of this statement

LANE COMMUNITY COLLEGE

Statement of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2020

	College	Foundation (Component Unit)
Operating revenues:		
Student tuition and fees	\$ 36,823,353	\$ -
Grants and contracts	28,727,281	-
Sales of goods and services	2,794,723	-
Other operating revenue	9,461,282	2,068,580
	<u>77,806,639</u>	<u>2,068,580</u>
 Total operating revenues	 <u>77,806,639</u>	 <u>2,068,580</u>
Operating expenses:		
Instruction	51,875,013	-
Community services	7,013,784	-
Instructional support services	7,346,024	-
Student services	20,139,778	-
College support services	17,688,028	-
Plant operations and maintenance	7,324,818	-
Financial aid	22,143,386	-
Foundation programs	-	3,460,722
Depreciation	6,195,157	-
	<u>139,725,988</u>	<u>3,460,722</u>
 Total operating expenses	 <u>139,725,988</u>	 <u>3,460,722</u>
 Operating loss	 <u>(61,919,349)</u>	 <u>(1,392,142)</u>
Nonoperating revenues-(expenses):		
State community college support	31,107,694	-
Property taxes	29,325,993	-
Investment income	515,747	552,511
Gain on sale of capital assets	499,150	-
Tax and revenue anticipation note issuance costs	(69,651)	-
Interest expense	(3,733,851)	-
	<u>57,645,082</u>	<u>552,511</u>
 Total nonoperating revenues-(expenses)	 <u>57,645,082</u>	 <u>552,511</u>
 Change in net position	 <u>(4,274,267)</u>	 <u>(839,631)</u>
Net position - July 1, 2019	<u>24,059,272</u>	<u>19,917,858</u>
Net position - June 30, 2020	<u>\$ 19,785,005</u>	<u>\$ 19,078,227</u>

The accompanying notes are an integral part of this statement.

LANE COMMUNITY COLLEGE

Statement of Cash Flows
Year Ended June 30, 2020

	College
Cash flows from operating activities:	
Tuition and fees	\$ 37,597,209
Grants and contracts	33,834,071
Sales of goods and services	2,794,723
Other cash receipts	9,461,282
Payments to employees for services	(84,201,504)
Payments to suppliers for goods and services	(17,024,602)
Payments for student scholarships and grants	(21,986,938)
Net cash used in operating activities	(39,525,759)
Cash flows from noncapital financing activities:	
Cash received from State community college support	31,107,694
Cash received from property taxes	21,522,026
Proceeds from tax and revenue anticipation note	4,347,104
Tax and revenue anticipation note issuance costs	(69,651)
Principal paid on pension bonds	(3,875,000)
Interest paid on pension bonds	(1,529,250)
Net cash provided by noncapital financing activities	51,502,923
Cash flows from capital and related financing activities:	
Cash received from property taxes	7,736,001
Proceeds from sale of capital assets	499,150
Acquisition of capital assets	(1,439,657)
Principal paid on bonds, debt obligations and notes payable	(6,955,952)
Interest paid on bonds, debt obligations and notes payable	(2,171,966)
Net cash used in capital and related financing activities	(2,332,424)
Cash flows from investing activities:	
Interest on investments	515,747
Net increase in cash and cash equivalents	10,160,487
Cash and cash equivalents - July 1, 2019	15,322,639
Cash and cash equivalents - June 30, 2020	\$ 25,483,126

The accompanying notes are an integral part of this statement.

LANE COMMUNITY COLLEGE

Statement of Cash Flows
Year Ended June 30, 2020

	<u>College</u>
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	<u>\$ (61,919,349)</u>
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	6,195,157
Change in net pension liability	10,327,329
Change in net OPEB liability	(128,236)
Change in OPEB asset	(353,458)
Decrease-(increase) in:	
Accounts receivable	2,503,253
Inventories	679,283
Prepaid expenses and other assets	52,267
Deferred outflows of resources related to pensions	2,716,524
Deferred outflows of resources related to OPEB	194,414
Increase-(decrease) in:	
Operating accounts payable	677,322
Accrued liabilities	(603,837)
Vacation payable	242,124
Deferred inflows of resources related to pensions	(2,298,044)
Deferred inflows of resources related to OPEB	(356,640)
Pension transition liability	(831,261)
Unearned revenue	3,377,393
Total adjustments	<u>22,393,590</u>
Net cash used in operating activities	<u>\$ (39,525,759)</u>
Noncash Investing, Capital and Financing Activities:	
Accreted interest on deferred interest bonds	\$ 921,826
Amortization of debt premium	(1,069,812)
Amortization of tax and revenue anticipation note premium	(4,586)
Amortization of deferred on refunding of long-term debt	196,860
Interest expense	(44,288)
Total noncash investing, capital and financing activities	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

LANE COMMUNITY COLLEGE

Notes to Financial Statements Year Ended June 30, 2020

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of Lane Community College have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB), including GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, and Statement No. 35, *Basic Financial Statements – and Management’s Discussion and Analysis – for Public Colleges and Universities*, issued in June and November 1999, as amended by Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, issued in June 2011. The College follows the “business-type activities” reporting requirements of GASB Statement Nos. 34 and 35.

(A) Organization and Operation

Lane Community College (the College) was formed in 1964 under ORS Chapter 341. The College is governed by a seven member Board of Education whose members are elected independently.

(B) Description of the Reporting Entity

The financial statements of the College present the College and its component unit, Lane Community College Foundation, for which the College is considered to be financially accountable. The Foundation is a discretely presented component unit and is reported in a separate column in the basic financial statements.

The Foundation is a legally separate, tax-exempt entity and acts primarily as a fund-raising organization to supplement the resources that are available to the College in support of its programs. The Board of Directors of the Foundation is self-perpetuating. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources, or income thereon, that the Foundation holds and invests, are restricted to the activities of the College by the donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of the College, the Foundation is considered a component unit of the College and is discretely presented in the College's financial statements.

The Foundation reports as a not-for-profit organization under Financial Accounting Standards Board (FASB) standards. As a result, certain revenue recognition criteria and presentation features are different from GASB revenue recognition and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting entity for these differences.

During the year ended June 30, 2020, the Foundation provided scholarships of \$938,678 for the benefit of the College. The College provided personnel and administrative contributions to the Foundation totaling \$294,993 during the year. Complete financial statements for the Foundation can be obtained at: 4000 East 30th Avenue, Eugene, Oregon 97405-0640.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Contd)

(C) Basis of Accounting

The basic financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenues in the years in which they are levied. Grants and other similar types of revenue are recognized as soon as all eligibility requirements imposed by the grantor have been met.

Operating revenues and expenses are distinguished from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the College's ongoing operations. The principal operating revenues of the College are charges to students for tuition and fees, grants and contracts for specific operating activities of the College and sales of goods and services. Operating expenses include the cost of faculty, administration and support expenses, enterprise operations and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

(D) Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

(E) Use of Estimates

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

(F) Investments

Investments included in cash and investments are reported at fair value. The College invests primarily in the State of Oregon Local Government Investment Pool, U.S. government and agencies securities, and corporate debt. All College investments are authorized by Oregon Revised Statutes. For purposes of the statement of cash flows, cash, demand deposits, the State of Oregon Local Government Investment Pool and short-term investments purchased with original maturities of three months or less are considered to be cash and cash equivalents.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Contd)

(F) Investments (Contd)

The College maintains depository insurance under Federal depository insurance funds and state and financial institution collateral pools for its cash deposits and investments, except the Local Government Investment Pool, U.S. government and agencies securities, and corporate debt, which are exempt from statutes requiring such insurance.

(G) Property Taxes Receivable

Ad valorem property taxes are levied on all taxable property as of July 1. Property taxes become an enforceable lien on that date for real property and for personal property. Collection dates are November 15, February 15, and May 15. Discounts are allowed if amounts due are received by November 15. Taxes unpaid and outstanding on May 16 are considered delinquent. Uncollected taxes, including delinquent amounts, are considered substantially collectable or recoverable through liens. Property taxes are recognized as revenues when levied.

(H) Accounts, Grants and Loans Receivable

Unreimbursed grant expenditures due from grantor agencies are recorded in the financial statements as receivables and revenues. Cash received from grantor agencies in excess of related grant expenditures is recorded as unearned revenue.

Loans receivable consist of student financial aid loans made with federal funds.

Accounts receivable and loans receivable are shown net of an allowance for uncollectible amounts.

(I) Inventories

Inventories, consisting of printing and graphics supplies, are valued at cost (first-in, first-out method) and are charged to expense as used.

(J) Capital Assets

Capital assets include land, buildings and improvements, furniture and equipment and library books with a useful life of more than one year. The College's capitalization threshold is \$10,000 for all capital assets except library books. Library books are capitalized regardless of cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. Major outlays for capital assets and improvements are capitalized as projects are constructed. The cost of normal maintenance and repairs that do not add value or functionality to the asset are not capitalized, but are expensed as incurred.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Contd)

(J) Capital Assets (Contd)

Interest incurred during the construction phase of capital assets constructed with proceeds from the Series 2010 Debt Obligations payable is included as part of the capitalized cost of the assets constructed.

Capital assets are depreciated using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	10 to 50
Furniture and equipment	5 to 25
Library books	10

(K) Compensated Absences

Vacation payable is recorded as a liability and an expense when earned by employees. Sick pay, which does not vest, is recorded when leave is taken.

(L) Leases

Leases which meet certain criteria established by the Governmental Accounting Standards Board are classified as capital leases. Leases which do not meet criteria of a capital lease are classified as operating leases.

(M) Long-Term Debt

Debt premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Deferred outflows of resources on refunding of long-term debt are being amortized over the shorter of the life of the old debt or new debt using the straight-line method.

(N) Pension Plans

Public Employees Retirement System

For 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 the Oregon Public Employees Retirement System (PERS) and additions to/deductions from PERS' fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Contd)

(N) Pension Plans (Contd)

Early Retirement Program

The College offers a voluntary early retirement program to management and faculty employees who are between the ages of 55 and 65 and meet certain service criteria. Participants receive a monthly early retirement payment (until age 62 for faculty employees, until age 65 or a maximum of 84 payments for management employees).

(O) Other Postemployment Benefits Obligation

Public Employees Retirement System

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

Early Retirement Program

The College offers a voluntary early retirement health care and life insurance program to faculty and management employees who are between the ages of 55 and 65 and meet certain service criteria. For faculty participants, the College pays the employees' and employee spouses' monthly cost of coverage until the employee reaches age 65 or qualifies for Medicare coverage. Spouse coverage continues until the spouse reaches age 65. For management participants, the College pays the employees' and employee spouses' monthly cost of coverage until the employee qualifies for Medicare coverage or for 84 months, whichever comes first. Spouse coverage ceases when employee coverage ceases.

(P) Net Position

Net position is the difference between the College's total assets and deferred outflows and total liabilities and deferred inflows. Net position is subdivided into three categories: net investment in capital assets, restricted, and unrestricted. When an expense is incurred for purposes for which both restricted and unrestricted assets are available, the College uses restricted resources first.

Net investment in capital assets represents capital assets, less accumulated depreciation and outstanding principal and premiums of capital asset related debt, plus cash held for construction and deferred outflows of resources on refunding. Net position for which constraints were imposed by creditors, grantors, contributors or laws or regulations is categorized as restricted.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

2 - CASH AND INVESTMENTS:

The College's cash and investments are comprised of the following at June 30, 2020:

Cash on hand and other	\$ 32,299
Deposits with financial institutions	3,284,098
Investments	<u>22,166,729</u>
Cash and investments, as reported in statement of net position	<u>\$ 25,483,126</u>

Deposits

Deposits with financial institutions are bank demand deposits. The total bank balance, as shown on the banks' records at June 30, 2020, is \$3,805,701. Of these deposits, \$750,000 was covered by federal depository insurance.

The Oregon State Treasurer is responsible for monitoring public funds held by bank depositories in excess of FDIC insured amounts, and for assuring that public funds on deposit are collateralized to the extent required by Oregon Revised Statutes (ORS) Chapter 295. ORS Chapter 295 requires depository banks to place and maintain on deposit with a third-party custodian bank securities having a value of 10%, 25% or 110% of public funds on deposit depending primarily on the capitalization level of the depository bank.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the College's deposits may not be returned to it. The College follows State law with respect to custodial credit risk and has not adopted a separate policy. Deposits in excess of FDIC insured amounts were exposed to custodial credit risk as of June 30, 2020, because these deposits were uncollateralized and/or were collateralized but not held by the third-party custodian bank in the College's name.

Investments

State statutes authorize the College to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, corporate debt, and the Oregon Local Government Investment Pool, among others. The College has no investment policy that would further limit its investment choices.

At June 30, 2020, the College's investments consisted of:

Investment in Oregon Local Government Investment Pool	<u>\$ 22,166,729</u>
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2 - CASH AND INVESTMENTS: (Contd)

The Oregon Local Government Investment Pool is an open-ended, no-load diversified portfolio pool. Participants' account balances in the pool are determined by the amount of participants' deposits, adjusted for withdrawals and distributed interest. Interest is calculated and accrued daily on each participant's account based on the ending account balance and a variable interest rate determined periodically by the Oregon Short-Term Fund.

The Oregon Local Government Investment Pool is an external investment pool which is part of the Oregon Short-Term Fund. Investment policies are governed by the Oregon Revised Statutes and the Oregon Investment Council (Council). The State Treasurer is the investment officer for the Council. Investments are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board. The Oregon Short-Term Fund does not receive credit quality ratings from nationally recognized statistical rating organizations.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Oregon Short-Term Fund manages this risk by limiting the maturity of the investments held by the fund. Weighted average maturities of investments in the Oregon Short-Term Fund at June 30, 2020 were: 59% mature within 93 days, 18% mature from 94 days to one year, and 23% mature from one to three years.

Restricted Cash and Investments

At June 30, 2020, the College had \$835,965 in unspent general obligation bond proceeds and capital grants. These unspent proceeds are restricted for capital improvements.

Foundation Cash and Investments

The Foundation's cash and cash equivalents consist of demand deposits with financial institutions. At June 30, 2020, all of these cash balances were covered by federal depository insurance.

The Foundation's investments consist of funds that are managed by professional fund managers chosen by the Board of Trustees and are invested in U.S. Government and agency obligations, corporate bonds, equity securities, mortgage-backed securities, money market accounts and certificates of deposit. These investments are carried at market value, and unrealized gains and losses are reflected in the Foundation's statement of activities.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

2 - CASH AND INVESTMENTS: (Contd)

Foundation Cash and Investments (Contd)

A summary of investments at June 30, 2020 is as follows:

Money market/cash management accounts	\$ 369,008
Certificate of deposits	2,337,000
Equity securities	10,928,306
U.S. Government and agency obligations	2,803,360
Corporate bonds	1,610,679
Other fixed income	<u>644,768</u>
Total investments	<u><u>\$ 18,693,121</u></u>

3 - CAPITAL ASSETS:

The College's capital assets activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Increases	Decreases	Balance June 30, 2020
Capital assets not being depreciated:				
Land	\$ 5,463,184	\$ -	\$ -	\$ 5,463,184
Construction in progress	<u>7,608,083</u>	<u>-</u>	<u>7,608,083</u>	<u>-</u>
Total capital assets not being depreciated	<u>13,071,267</u>	<u>-</u>	<u>7,608,083</u>	<u>5,463,184</u>
Capital assets being depreciated:				
Buildings and improvements	210,568,398	7,608,083	503,577	217,672,904
Furniture and equipment	10,426,886	1,387,068	-	11,813,954
Library books	<u>5,388,567</u>	<u>52,589</u>	<u>-</u>	<u>5,441,156</u>
Total capital assets being depreciated	<u>226,383,851</u>	<u>9,047,740</u>	<u>503,577</u>	<u>234,928,014</u>
Less accumulated depreciation for:				
Buildings and improvements	71,065,879	5,634,378	503,577	76,196,680
Furniture and equipment	7,082,069	466,254	-	7,548,323
Library books	<u>4,941,567</u>	<u>94,525</u>	<u>-</u>	<u>5,036,092</u>
Total accumulated depreciation	<u>83,089,515</u>	<u>6,195,157</u>	<u>503,577</u>	<u>88,781,095</u>
Total capital assets being depreciated, net	<u>143,294,336</u>	<u>2,852,583</u>	<u>-</u>	<u>146,146,919</u>
Total capital assets, net	<u><u>\$ 156,365,603</u></u>	<u><u>\$ 2,852,583</u></u>	<u><u>\$ 7,608,083</u></u>	<u><u>\$ 151,610,103</u></u>

4 - SHORT-TERM OBLIGATIONS:

During the year ended June 30, 2020, the College obtained short term financing through a tax and revenue anticipation note for \$4,315,000, plus original issue premium of \$32,104. The College paid issuance costs of \$69,651. The note, plus interest at 2% per annum, is payable on December 31, 2020.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

5 - LONG-TERM DEBT:

Changes in the College's long-term debt for the year ended June 30, 2020 are as follows:

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020	Due Within One Year	Interest Paid
Vacation payable	\$ 2,130,115	\$ 2,372,239	\$ 2,130,115	\$ 2,372,239	\$ 2,372,239	\$ -
Bonds payable	37,650,000	-	6,285,000	31,365,000	6,845,000	1,561,189
Bonds payable premium	3,957,361	-	952,140	3,005,221	-	-
Debt obligations payable	15,395,000	-	660,000	14,735,000	685,000	606,367
Debt obligations premium	1,931,873	-	117,672	1,814,201	-	-
Pension bonds payable	41,766,229	921,826	3,875,000	38,813,055	4,140,000	1,529,250
Notes payable	53,121	-	10,952	42,169	12,435	4,410
Pension transition liability	5,735,742	-	831,261	4,904,481	-	-
Net pension liability	34,729,286	10,327,329	-	45,056,615	-	-
Net OPEB liability	5,549,225	-	128,236	5,420,989	-	-
Total	<u>\$ 148,897,952</u>	<u>\$ 13,621,394</u>	<u>\$ 14,990,376</u>	<u>\$ 147,528,970</u>	<u>\$ 14,054,674</u>	<u>\$ 3,701,216</u>

Bonds Payable

On November 4, 2008, voters approved authority for the College to issue \$83 million in general obligation bonds to be used to renovate outdated infrastructure and instructional technology. In June 2009, the College issued Series 2009 General Obligation Bonds in the original amount of \$45 million and in August 2012, the College issued \$38 million in Series 2012 General Obligation Bonds. These general obligation bonds were issued to finance the costs of capital construction and improvements to College facilities and to pay the costs of issuance of the Bonds. The bonds are being retired from property taxes levied by the College. The final payment on the Series 2009 bonds was made on June 15, 2019. The Series 2012 bonds are due annually and interest is payable semi-annually, on June 15 and December 15, with interest rates ranging from 3.0% to 5.0%.

In June 2016, the College issued Series 2016 General Obligation Refunding Bonds in the amount of \$14,135,000. These bonds were used to extinguish \$14,630,000 of outstanding Series 2009 General Obligation Bonds through an in-substance defeasance. The in-substance defeasance was accomplished by placing a portion of the proceeds of the Series 2016 General Obligation Refunding Bonds in an irrevocable trust from which principal and interest payments were made on the defeased debt. The excess of the reacquisition price of the defeased debt over its carrying value was deferred and is being amortized over the term of the Series 2016 bonds. All defeased Series 2009 bonds were redeemed on June 15, 2019.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

5 - LONG-TERM DEBT: (Contd)

Future general obligation bonded debt requirements are as follows:

	Series 2012 Bonds		Series 2016 Refunding Bonds	
	Principal	Interest	Principal	Interest
2020-21	\$ 4,585,000	\$ 774,850	\$ 2,160,000	\$ 520,800
2021-22	4,000,000	596,050	3,360,000	434,400
2022-23	4,295,000	437,300	3,615,000	300,000
2023-24	4,645,000	228,425	3,885,000	155,400
Totals	<u>\$ 17,525,000</u>	<u>\$ 2,036,625</u>	<u>\$ 13,020,000</u>	<u>\$ 1,410,600</u>

In October 2012, the College issued \$1,500,000 of Qualified Energy Conservation Bonds to finance capital costs for energy conservation measures. The bonds are due annually and interest is payable semi-annually, on June 15 and December 15, with interest at 4.62 percent per annum. The bonds qualify for interest subsidy payments from the U.S. Treasury for up to 70% of the interest payments on the bonds. Future gross bonded debt requirements are as follows:

	Principal	Interest	Total
2020-21	\$ 100,000	\$ 37,884	\$ 137,884
2021-22	105,000	33,264	138,264
2022-23	110,000	28,413	138,413
2023-24	115,000	23,331	138,331
2024-25	125,000	18,018	143,018
2025-26	130,000	12,243	142,243
2026-27	135,000	6,237	141,237
Total	<u>\$ 820,000</u>	<u>\$ 159,390</u>	<u>\$ 979,390</u>

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

5 - LONG-TERM DEBT: (Contd)

Pension Bonds Payable

In April 2003, the College issued \$51,803,948 of Limited Tax Pension Obligation Bonds and transferred the net proceeds to the State of Oregon Public Employees Retirement System to cover a portion of the College's share of the cost sharing plan's unfunded actuarial liability. The resulting pension asset is being used to pay a portion of the College's annual required contribution. Principal payments are due annually through June 30, 2028 and interest is payable in December and June of each year with rates ranging from 6.18% to 6.25%. Future pension bonds requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020-21	\$ 4,140,000	\$ 1,529,250	\$ 5,669,250
2021-22	4,420,000	1,529,250	5,949,250
2022-23	4,705,000	1,529,250	6,234,250
2023-24	5,010,000	1,529,250	6,539,250
2024-25	5,605,000	1,245,684	6,850,684
2025-26	6,250,000	927,880	7,177,880
2026-27	6,945,000	572,880	7,517,880
2027-28	<u>3,285,000</u>	<u>183,960</u>	<u>3,468,960</u>
Total	40,360,000	<u>\$ 9,047,404</u>	<u>\$ 49,407,404</u>
Less deferred interest	<u>(1,546,945)</u>		
Carrying amount	<u>\$ 38,813,055</u>		

Debt Obligations Payable

In October 2016, the College issued \$17,580,000 of Full Faith and Credit Obligations, Series 2016 to extinguish the remaining \$19,355,000 of Full Faith and Credit Obligations, Series 2010. The Series 2010 Obligations were used to finance the costs of capital improvements for the College's student housing project, to pay capitalized interest and to pay the costs of issuance of the Obligations. The Series 2010 Obligations were called on October 25, 2016.

The College advance refunded the Series 2010 Obligations to take advantage of lower interest rates and to reduce its total debt service payments over the life of the Series 2016 Obligations by \$3,171,550. The refunding resulted in an economic gain (difference between the present values of the old and new debt service payments) of \$2,554,977. The Series 2016 Obligations bear interest rates from 1.6% to 5% and the final maturity is on December 1, 2035. Debt service payments are scheduled semiannually.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

5 - LONG-TERM DEBT: (Contd)

Future Series 2016 Obligations debt service requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020-21	\$ 685,000	\$ 579,500	\$ 1,264,500
2021-22	705,000	551,700	1,256,700
2022-23	735,000	522,900	1,257,900
2023-24	765,000	492,900	1,257,900
2024-25	790,000	464,200	1,254,200
2025-26	820,000	434,400	1,254,400
2026-27	855,000	400,900	1,255,900
2027-28	885,000	366,100	1,251,100
2028-29	915,000	330,100	1,245,100
2029-30	950,000	292,800	1,242,800
2030-31	990,000	254,000	1,244,000
2031-32	1,035,000	208,325	1,243,325
2032-33	1,080,000	155,450	1,235,450
2033-34	1,135,000	100,075	1,235,075
2034-35	1,180,000	54,000	1,234,000
2035-36	1,210,000	18,150	1,228,150
Totals	<u>\$14,735,000</u>	<u>\$ 5,225,500</u>	<u>\$19,960,500</u>

Notes Payable

In September 2013, the College executed promissory notes for the purchase of two aircraft totaling \$230,000. After one of the aircraft was damaged beyond repair, the College fully repaid the related note with proceeds from an insurance settlement. The remaining note is payable in monthly installments with interest at 3.685% per annum. Future debt service requirements are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020-21	\$ 12,435	\$ 1,364	\$ 13,799
2021-22	12,907	892	13,799
2022-23	13,398	401	13,799
2023-24	3,429	21	3,450
Total	<u>\$ 42,169</u>	<u>\$ 2,678</u>	<u>\$ 44,847</u>

5 - LONG-TERM DEBT: (Contd)

Foundation Obligations under Split-Interest Agreements

Obligations under split-interest agreements and charitable remainder trusts are recorded when incurred at the present value, discounted at rates of 3.4 percent, for the year ending June 30, 2020, of the distributions to be made to the donor-designated beneficiaries. Distributions under charitable remainder annuity trusts are fixed amounts, while distributions under charitable remainder unitrusts are a specified percentage of the trust assets' fair value determined annually. Distributions are paid over the lives of the beneficiaries or another specified period. Present values are determined using discount rates established by the Internal Revenue Service (IRS) and actuarially determined expected lives. Obligations under the split-interest agreements are revalued annually at June 30 to reflect actual experience. The net revaluations, together with any remaining recorded obligations after all trust obligations under terminated agreements have been met, are recorded as increases/decreases in contributions in the Foundation's consolidated statement of activities. The net revaluation of split-interest agreements as of June 30, 2020 was \$152,507.

6 - PENSION PLANS:

PUBLIC EMPLOYEES RETIREMENT SYSTEM:

Plan Description

The College contributes to two pension plans administered by the Oregon Public Employees Retirement System (PERS). The Oregon Public Employees Retirement Fund (OPERF) applies to the College's contribution for qualifying employees who were hired before August 29, 2003, and is a cost-sharing multiple-employer defined benefit pension plan. The Oregon Public Service Retirement Plan (OPSRP) is a hybrid successor plan to the OPERF and consists of two programs: 1) The Pension Program, the defined benefit portion of the plan which applies to qualifying College employees hired on or after August 29, 2003. Benefits are calculated by a formula for members who attain normal retirement age. The formula takes into account final average salary and years of service. 2) The Individual Account Program (IAP), the defined contribution portion of the plan. Beginning January 1, 2004, all PERS member contributions go into the IAP. PERS members retain their existing PERS accounts, but any future member contributions are deposited into the member's IAP, not the member's PERS account.

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Both PERS plans provide retirement and disability benefits, postemployment healthcare benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS is administered under Oregon Revised Statute Chapter 238, which establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained at:

<https://www.oregon.gov/pers/Pages/financials/Actuarial-Financial-Information.aspx>.

Benefits provided

A. Tier One/Tier Two Retirement Benefit ORS Chapter 238

Pension Benefits

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

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer. General service employees may retire after reaching age 55. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

Death Benefits

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

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

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Disability Benefits

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

Benefit Changes after Retirement

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments.

Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

B. OPSRP Pension Program (OPSRP DB)

Pension Benefits

The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

General Service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

Death Benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

Disability Benefits

A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Benefit Changes after Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

C. OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

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

Death Benefits

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

Recordkeeping

PERS contracts with VOYA Financial to maintain IAP participant records.

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2019. Employer contributions for the year ended June 30, 2020 were \$3,702,277, excluding amounts to fund employer specific liabilities. The rates in effect for the fiscal year ended June 30, 2020 were 12.66 percent for Tier One/Tier Two General Service Members and 6.63 percent for OPSRP Pension Program General Service Members, net of 15.29 percent of side account rate relief. An additional 6 percent contribution is required for the OPSRP Individual Account Program.

Notes to Financial Statements
Year Ended June 30, 2020

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and
Deferred Inflows of Resources related to Pensions

At June 30, 2020, the College reported a liability of \$44,541,185 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017 rolled forward to June 30, 2019. The College's proportion of the net pension liability was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities actuarially determined. PERS has established side accounts for employers that made lump sum payments to the plan in excess of their actuarially required contributions. Since different contribution rates are assessed to employers based on the value of the side accounts, the side account values were reflected separately in the proportionate share calculation. On June 30, 2019, the College's proportion was 0.41307178%.

For the year ended June 30, 2020, the College recognized pension expense of approximately \$14.6 million. At June 30, 2020, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,940,337	\$ -
Changes in assumptions	9,693,214	-
Net difference between projected and actual earnings on investments	-	2,025,578
Changes in proportionate share	-	9,285,347
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	6,625,779
College's contributions subsequent to the measurement date	<u>3,702,277</u>	-
Deferred outflows/inflows at June 30, 2020	<u>\$ 17,335,828</u>	<u>\$ 17,936,704</u>

Contributions subsequent to the measurement date of \$3,702,277 reported as deferred outflows of resources will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other deferred outflows of resources totaling \$13,633,551 less deferred inflows of resources of \$17,936,704 related to pensions will be recognized in pension expense as follows:

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 669,908
2022	(4,156,689)
2023	(1,057,328)
2024	331,079
2025	(90,123)
Total	<u>\$ (4,303,153)</u>

Actuarial assumptions

The employer contribution rates effective July 1, 2019, through June 30, 2021, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years. For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years. The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	December 31, 2017 rolled forward to June 30, 2019
Experience Study Report	2016, published July 2017
Actuarial Cost Method	Entry Age Normal
Amortization Method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years.
Asset Valuation Method	Fair value of assets
Actuarial Assumptions:	
Inflation Rate	2.50 percent
Investment Rate of Return	7.20 percent
Discount Rate	7.20 percent
Projected Salary Increases	3.50 percent overall payroll growth
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service.
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active Members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2016 Experience Study which reviewed experience for the four-year period ending on December 31, 2016.

Long-term expected rate of return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compounded Annual Return (Geometric)
Core Fixed Income	8.00%	3.49%
Short-Term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.12%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equities	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
Total	100.00%	
Assumed Inflation - Mean		2.50%

6 - PENSION PLANS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM: (Contd)

Discount rate

The discount rate used to measure the total pension liability was 7.20 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the College's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the College's proportionate share of the net pension liability calculated using the discount rate of 7.20%, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	<u>1% Decrease (6.20%)</u>	<u>Discount Rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
College's proportionate share of the net pension liability	\$ 87,513,021	\$ 44,541,185	\$ 8,579,548

Changes of assumptions

The Public Employees Retirement Board lowered the discount rate and the assumed investment rate of return from 7.50% to 7.20% effective January 1, 2018.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

Transition Liability

The College reports a separate liability to the plan with a balance of \$4,904,481 at June 30, 2020. The liability represents the College's allocated share of the pre-SLGRP pooled liability. The College is being assessed an employer contribution rate of 1.71 percent of covered payroll for payment of this transition liability.

EARLY RETIREMENT PLAN:

Plan Description

The College maintains a single-employer defined benefit public employee early retirement supplement plan which provides early retirement benefits to substantially all management personnel who commenced employment with the College prior to July 1, 1991, and all faculty members of the College. The plan was established under collective bargaining agreements with the faculty and contract negotiations with management.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

6 - PENSION PLANS: (Contd)

EARLY RETIREMENT PLAN: (CONTD)

Retirement eligibility – management employees with 10 years of College service immediately preceding retirement and age 58 or age 55 with 30 years of Oregon PERS service. Faculty employees at age 55 and 10 years of College service immediately preceding retirement.

Stipend benefit – management employees receive 1.25% of the retiree’s last regular monthly salary, multiplied by the number of full months of continuous permanent employment up to 192 months, divided by 12 payable until age 65. Faculty employees receive \$175 per month payable to age 62.

Contributions and Funding

The plan is currently unfunded as defined by current GASB standards. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB 73. The benefits from this program are fully paid by the College and, consequently, no contributions by employees are required. Benefits are paid when due. There are no administrative costs attributable to the plan and the plan’s activities are reported in the financial statements. For the year ended June 30, 2020, changes in the pension liability are as follows:

Pension liability - July 1, 2019	\$ 612,087
Benefit payments	(120,738)
Service cost	4,771
Interest on total pension liability	<u>19,310</u>
Pension liability - June 30, 2020	<u>\$ 515,430</u>

Actuarial Valuation

The actuarial information is from a valuation dated June 30, 2019 rolled forward to June 30, 2020. The actuarial funding method used to determine the plan cost is the entry age normal cost method. Under this method, the actuarial present value of the projected benefits of each active employee included in the valuation is allocated on a level percentage of pay basis over the service of the active employee between assumed entry age (date of hire) and assumed exit age(s). The portion of this actuarial present value allocated to the valuation year is called the normal cost for that active employee. The sum of these individual normal costs is the plan’s normal cost for the valuation year. The actuarial assumptions included (a) a discount rate of 3.50%, (b) an assumed inflation rate of 2.5% for all future years, and (c) 3.5% salary increases per annum for all future years. Rates of mortality are the same rates that were used for general service employees in the December 31, 2017 actuarial valuation of the Oregon PERS pension plan.

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

The following presents the total pension liability calculated using the discount rate of 3.50%, as well as what the total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50%) or 1-percentage-point higher (4.50%) than the current rate:

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

6 - PENSION PLANS: (Contd)

EARLY RETIREMENT PLAN: (CONTD)

	1% Decrease (2.50%)	Discount Rate (3.50%)	1% Increase (4.50%)
Total pension liability - 6/30/2020	\$ 529,711	\$ 515,430	\$ 501,250

Pension Expense and Deferred Inflows of Resources

For the year ended June 30, 2020, the College recognized pension expense of \$5,307. As of June 30, 2020, the College reported deferred outflows of resources totaling \$17,366 from experience loss and deferred inflows of resources including \$98,874 from experience gain and \$9,390 from change in assumptions. Amounts reported as deferred inflows of resources net of amounts reported as deferred outflows of resources will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ (18,774)
2022	(18,774)
2023	(18,774)
2024	(18,774)
All subsequent years	(15,802)
Total	<u>\$ (90,898)</u>

Numbered of covered employees

552 active employees and 48 retirees were included in the latest valuation.

Changes of assumptions

In the latest actuarial valuation used to determine the total pension liability as of June 30, 2020, the discount rate was reduced from 3.58% to 3.50%.

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS:

PUBLIC EMPLOYEES RETIREMENT SYSTEM

Plan Description

The College contributes to an OPEB plan administered by the Oregon Public Employees Retirement System (PERS). The Retiree Health Insurance Account (RHIA) is a cost-sharing multiple-employer defined benefit plan established under Oregon Revised Statue 238.420, which grants the authority to manage the plan to the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained at:

<https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM (CONTD)

Benefits Provided

Eligible PERS members can receive a payment of up to \$60 from RHIA toward the monthly cost of health insurance. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991. The plan was closed to new entrants hired on or after August 29, 2003.

Contributions

PERS funding policy provides for monthly employer contributions at an actuarially determined rate. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2019. Employer contributions for the year ended June 30, 2020 were \$22,356. The rates in effect for the fiscal year ended June 30, 2020 were 0.06 percent for Tier One/Tier Two General Service Members and 0.00 percent for OPSRP Pension Program General Service Members. Employees are not required to contribute to the RHIA Program.

OPEB Assets, OPEB Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB

At June 30, 2020, the College reported an asset of \$850,460 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2019 and the total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2017 rolled forward to June 30, 2019. The College's proportion of the net OPEB asset was based on a projection of the College's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating entities actuarially determined. On June 30, 2019, the College's proportion was 0.44011447%.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM (CONTD)

For the year ended June 30, 2020, the College recognized OPEB expense of approximately (\$110) thousand. At June 30, 2020, the College reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 112,150
Changes in assumptions	-	881
Net difference between projected and actual earnings on investments	-	52,494
Changes in proportionate share	4,682	1,535
College's contributions subsequent to the measurement date	<u>22,356</u>	<u>-</u>
Deferred outflows/inflows at June 30, 2020	<u>\$ 27,038</u>	<u>\$ 167,060</u>

Contributions subsequent to the measurement date of \$22,356 reported as deferred outflows of resources will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2021. Other deferred outflows of resources totaling \$4,682 less deferred inflows of resources of \$167,060 related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ (83,838)
2022	(74,368)
2023	(9,580)
2024	5,408
2025	-
Total	<u>\$ (162,378)</u>

Actuarial assumptions

The employer contribution rates effective July 1, 2019, through June 30, 2021, were set using the entry age normal actuarial cost method. This method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 10 years.

The total OPEB asset in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions:

Notes to Financial Statements
Year Ended June 30, 2020

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM (CONTD)

Valuation Date	December 31, 2017 rolled forward to June 30, 2019
Experience Study Report	2016, published July 2017
Actuarial Cost Method	Entry age normal
Amortization Method	Amortized as a level percentage of payroll as layered amortization bases over a closed 10-year period.
Asset Valuation Method	Fair value of assets
Actuarial Assumptions:	
Inflation Rate	2.50 percent
Investment Rate of Return	7.20 percent
Discount Rate	7.20 percent
Projected Salary Increases	3.50 percent overall payroll growth
Retiree Healthcare Participation	Healthy retirees: 35%; disabled retirees: 20%
Healthcare Cost Trend Rate	Not applicable
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs, as described in the valuation. Active members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs, as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2016 Experience Study which reviewed experience for the four-year period ending on December 31, 2016.

Long-term expected rate of return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM (CONTD)

Asset Class	Target Allocation	Compounded Annual Return (Geometric)
Core Fixed Income	8.00%	3.49%
Short-Term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.12%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equities	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
Total	100.00%	
Assumed Inflation - Mean		2.50%

Discount rate

The discount rate used to measure the total OPEB asset was 7.20 percent for the OPEB plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the OPEB plan was applied to all periods of projected benefit payments to determine the total OPEB asset.

Sensitivity of the College's proportionate share of the net OPEB asset to changes in the discount rate and healthcare cost trend rate

The following presents the College's proportionate share of the net OPEB asset calculated using the discount rate of 7.20%, as well as what the College's proportionate share

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

PUBLIC EMPLOYEES RETIREMENT SYSTEM (CONTD)

Sensitivity of the College's proportionate share of the net OPEB asset to changes in the discount rate and healthcare cost trend rate (Contd)

of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	<u>1% Decrease (6.20%)</u>	<u>Discount Rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
College's proportionate share of the net OPEB liability (asset)	\$ (659,326)	\$ (850,460)	\$ (1,013,320)

Since the monthly benefit is capped at \$60, the healthcare cost trend rate has no effect on the College's proportionate share of the net OPEB asset.

Changes of assumptions

The Public Employees Retirement Board lowered the discount rate and the assumed investment rate of return from 7.50% to 7.20% effective January 1, 2018.

OPEB plan fiduciary net position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued PERS financial report.

EARLY RETIREMENT PLAN:

Plan Description

The College maintains a single-employer defined benefit postemployment health care benefits plan. The plan provides group health care and life insurance benefits for retired employees from the employees' retirement date to age 65. Substantially all management personnel who commenced employment with the College prior to July 1, 1991, and all faculty employees become eligible for these benefits if they qualify for retirement while working for the College. The plan was established under collective bargaining agreements with the faculty and contract negotiations with management. Additionally, the College makes the same healthcare benefit plans offered to current employees available to retirees and their dependents (regardless of eligibility for the explicit benefits described above) until such time as the retirees are eligible for Medicare. Although the College does not pay any portion of the plan premiums for retirees not eligible for the explicit benefit, there is an implicit benefit because a) the greater claims associated with retirees are reflected in the plan rates and b) those who opt to be covered by the College plans pay lesser premiums than they would had they bought coverage elsewhere. The College Board of Education authorizes the plan and may change the benefits, in conjunction with collective bargaining. The College does not issue a stand-alone report for this plan.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

EARLY RETIREMENT PLAN: (CONTD)

Employees Covered by Benefit Terms

The following employees were covered by the benefit terms:

	<u>Classified</u>	<u>Faculty</u>	<u>Management</u>	<u>Total</u>
Active employees	303	178	71	552
Retirees	<u>8</u>	<u>30</u>	<u>10</u>	<u>48</u>
Total	<u>311</u>	<u>208</u>	<u>81</u>	<u>600</u>

Contributions and Funding

The plan is currently unfunded as defined by current GASB standards. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The benefits from this program are fully paid by the College and, consequently, no contributions by employees are required. Benefits are paid when due. There are no administrative costs attributable to the plan and the plan’s activities are reported in the financial statements. For the year ended June 30, 2020, changes in the postemployment healthcare benefits liability are as follows:

Total OPEB liability - July 1, 2019	\$ 5,549,225
Service cost	137,218
Interest on total OPEB liability	186,317
Benefit payments - explicit medical	(291,945)
Benefit payments - implicit medical	<u>(159,826)</u>
Total OPEB liability - June 30, 2020	<u>\$ 5,420,989</u>

For the year ended June 30, 2020, the College recognized OPEB expense of (\$59,540). As of June 30, 2020, the College reported deferred inflows of resources including \$1,838,838 from experience gain and \$595,678 from change in assumptions. Amounts reported as deferred inflows of resources will be recognized in expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ (383,075)
2022	(383,075)
2023	(383,075)
2024	(383,075)
All subsequent years	<u>(902,216)</u>
Total	<u>\$ (2,434,516)</u>

7 – POSTEMPLOYMENT HEALTH CARE BENEFITS: (Contd)

EARLY RETIREMENT PLAN: (CONTD)

Actuarial Valuation

The actuarial information is from a valuation dated June 30, 2019 rolled forward to June 30, 2020. The actuarial funding method used to determine the plan cost is the entry age normal cost method. Under this method, the actuarial present value of the projected benefits of each active employee included in the valuation is allocated on a level percentage of pay basis over the service of the active employee between assumed entry age (date of hire) and assumed exit age(s). The portion of this actuarial present value allocated to the valuation year is called the normal cost for that active employee. The sum of these individual normal costs is the plan's normal cost for the valuation year. The actuarial assumptions included (a) a discount rate of 3.50%, (b) an assumed inflation rate of 2.5% for all future years, (c) 3.5% salary increases per annum for all future years; and (d) healthcare cost trend rates of 3.4% for medical, 3.0% for dental, and 3.0% for vision. Rates of mortality are the same rates that were used for general service employees in the December 31, 2017 actuarial valuation of the Oregon PERS pension plan.

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

The following presents the total OPEB liability calculated using the discount rate of 3.50%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50%) or 1-percentage-point higher (4.50%) than the current rate:

	<u>1% Decrease (2.50%)</u>	<u>Discount Rate (3.50%)</u>	<u>1% Increase (4.50%)</u>
Total OPEB liability - 6/30/2020	\$ 5,762,102	\$ 5,420,989	\$ 5,099,046

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

The following presents the total OPEB liability calculated using the current healthcare cost trend rates as well as what the total OPEB liability would be if it were calculated using a rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Health Care Trend Rates</u>	<u>1% Increase</u>
Total OPEB liability - 6/30/2020	\$ 5,114,433	\$ 5,420,989	\$ 5,741,944

Changes of assumptions

In the latest actuarial valuation used to determine the total OPEB liability as of June 30, 2019, the discount rate was reduced from 3.58% to 3.50%, and the healthcare cost trend rate for medical was reduced from 8% or 7%, depending on the provider, to 3.4%.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

8 - CONTINGENCIES:

Grants receivable and grant receipts are subject to adjustment by grantor agencies, principally the Federal Government. Any disallowed claims, including claims already collected, could become a liability to the College.

The College is involved in various legal proceedings. Management believes that any losses arising from these actions will not materially affect the College's financial position.

9 - RISK MANAGEMENT:

The College 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. The College is a member of the Oregon School Boards Association PACE Program and pays an annual premium to PACE for its general and automobile liability and automobile physical damage coverage. Under the membership agreement with PACE, the insurance pool is to be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits.

The College carries commercial insurance for other risks of loss including property damage, boiler and machinery, workers' compensation, public official bond and employee dishonesty coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

10 - TAX ABATEMENTS:

The College's property tax revenues were reduced by \$366,127 under agreements entered into within Lane County related to the following abatement programs authorized by Oregon Revised Statute:

Enterprise Zone - ORS 285C.175	\$	196,789
Housing for Low Income Rental - ORS 307.517		63,140
Housing; Multiple Unit in Core Areas - ORS 307.612		105,968
Nonprofit Corp housing assistance funded exemption - ORS 307.241 to 307.245		230
	\$	<u>366,127</u>

11 - BUDGET:

The College budgets all College funds required to be budgeted in accordance with the Oregon Local Budget Law on a Non-GAAP budgetary basis. The Board legally adopts the budget before July 1 through a Board resolution. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. The level of control established by the resolution for each fund is at the major expense function level (i.e. Instruction, Community Services, etc.). Appropriations lapse at year-end.

During 2019-20, the College overexpended the Debt Service appropriation in the Debt Service Fund by \$865, the College Support Services appropriation in the Special Revenue Fund by \$7,248 and the Plant Operations and Maintenance appropriation in the Special Revenue Fund by \$35,974.

LANE COMMUNITY COLLEGE

Notes to Financial Statements
Year Ended June 30, 2020

11 - BUDGET: (Contd)

The College's Enterprise Fund had a \$675,775 deficit fund balance at June 30, 2020.

12 - SUBSEQUENT EVENT:

In May 2020, voters in the College's service area approved a \$121.5 million bond measure to fund safety and security updates, seismic retrofitting, expanded Health Professions and Workforce Training Programs, and modernization of classroom technology throughout the district. On August 13, 2020, the College issued \$65,240,000 of General Obligation Bonds Series 2020A (Tax-Exempt), plus premium of \$18,085,612, and \$56,260,000 of General Obligation Bonds Series 2020B (Federally Taxable).

Required Supplementary Information

LANE COMMUNITY COLLEGE

Schedule of the Proportionate Share of the Net Pension Liability
Public Employees Retirement System Pension Plan

Fiscal Year Ended June 30,	(a) College's proportion of the net pension liability (asset)	(b) College's proportionate share of the net pension liability (asset)	(c) College's covered payroll	(b/c) College's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2020	0.41307178%	\$ 44,541,185	\$ 46,521,631	95.74%	80.23%
2019	0.42191546%	34,117,199	45,466,880	75.04%	82.07%
2018	0.45304202%	35,237,453	47,352,447	74.42%	83.12%
2017	0.50610821%	55,158,787	51,114,963	107.91%	80.53%
2016	0.53811010%	10,180,853	52,065,390	19.55%	91.88%
2015	0.57906368%	(37,976,127)	52,201,492	-72.75%	103.60%
2014	0.57906368%	5,874,183	50,786,798	11.57%	91.97%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date which is a date one year earlier than the fiscal year-end date above.

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

LANE COMMUNITY COLLEGE

Schedule of Contributions
Public Employees Retirement System Pension Plan

Fiscal Year Ended June 30,	(a) Statutorily required contribution	(b) Contributions in relation to the statutorily required contribution	(a-b) Contribution deficiency (excess)	(c) College's covered payroll	(b/c) Contributions as a percent of covered payroll
2020	\$ 3,702,277	\$ 3,702,277	\$ -	\$ 47,665,126	7.77%
2019	3,015,728	3,015,728	-	46,521,631	6.48%
2018	3,090,975	3,090,975	-	45,466,880	6.80%
2017	2,544,608	2,544,608	-	47,352,447	5.37%
2016	2,747,432	2,747,432	-	51,114,963	5.38%
2015	3,375,672	3,375,672	-	52,065,390	6.48%
2014	3,333,692	3,333,692	-	52,201,492	6.39%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date which is a date one year earlier than the fiscal year-end date above. However, the contributions above represent contributions made during the respective fiscal year indicated above.

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

LANE COMMUNITY COLLEGE

Schedule of Total Pension Liability
Early Retirement Plan

Fiscal Year Ended June 30,	Total Pension Liability (TPL)	Covered Payroll	TPL as a Percentage of Covered Payroll
2020	\$ 515,430	\$ 14,374,825	3.6%
2019	612,087	13,888,720	4.4%
2018	394,364	13,947,570	2.8%
2017	515,689	13,475,913	3.8%
2016	831,037	12,705,056	6.5%
2015	1,024,606	12,245,837	8.4%

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

Changes of assumptions:

In the actuarial valuation used to determine the total pension liability as of June 30, 2019, the discount rate was reduced from 3.58% to 3.50%.

LANE COMMUNITY COLLEGE

Schedule of the Proportionate Share of the Net OPEB Liability
Public Employees Retirement System OPEB Plan

Fiscal Year Ended June 30,	(a) College's proportion of the net OPEB liability (asset)	(b) College's proportionate share of the net OPEB liability (asset)	(c) College's covered payroll	(b/c) College's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2020	0.44011447%	\$ (850,460)	\$ 46,521,631	-1.83%	144.38%
2019	0.44523433%	(497,002)	45,466,880	-1.09%	123.99%
2018	0.46651118%	(194,694)	47,352,447	-0.41%	108.89%
2017	0.49640021%	134,804	51,114,963	0.26%	93.84%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date which is a date one year earlier than the fiscal year-end date above.

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

LANE COMMUNITY COLLEGE

Schedule of Contributions
Public Employees Retirement System OPEB Plan

Fiscal Year Ended June 30,	(a) Statutorily required contribution	(b) Contributions in relation to the statutorily required contribution	(a-b) Contribution deficiency (excess)	(c) College's covered payroll	(b/c) Contributions as a percent of covered payroll
2020	\$ 22,356	\$ 22,356	\$ -	\$ 47,665,126	0.05%
2019	218,130	218,130	-	46,521,631	0.47%
2018	215,584	215,584	-	45,466,880	0.47%
2017	230,091	230,091	-	47,352,447	0.49%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date which is a date one year earlier than the fiscal year-end date above. However, the contributions above represent contributions made during the respective fiscal year indicated above.

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

LANE COMMUNITY COLLEGE

Schedule of Total OPEB Liability
Postemployment Health Care Benefits Plan

Fiscal Year Ended June 30,	Total OPEB Liability (TOL)	Covered Payroll	TOL as a Percentage of Covered Payroll
2020	\$ 5,420,989	\$ 37,522,801	14.4%
2019	5,549,225	36,253,914	15.3%
2018	8,008,382	35,158,878	22.8%
2017	8,308,273	33,969,930	24.5%
2016	9,750,770	36,045,267	27.1%

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

Changes of assumptions:

In the actuarial valuation used to determine the total OPEB liability as of June 30, 2019, the discount rate was reduced from 3.58% to 3.50%, and the healthcare cost trend rate for medical was reduced from 8% or 7%, depending on the provider, to 3.4%.

LANE COMMUNITY COLLEGE

Notes to Required Supplementary Information

Public Employees Retirement System Pension and OPEB Plans:

Changes in Plan Provisions

Key changes in plan provisions are described in the Oregon Public Employees Retirement System's GASB 68 Disclosure Information which was published on September 18, 2013 and can be found at:

<https://www.oregon.gov/pers/EMP/Documents/GASB/2014/GASB-Disclosure-Information.pdf>

and in a letter from the plan's actuary dated May 23, 2016 which can be found at:

<https://www.oregon.gov/pers/EMP/Documents/GASB/2015/Letter-From-Actuary-5-23-16.pdf>

Changes of assumptions

Key changes in assumptions for the December 31, 2012 and 2013 valuations are described in the Oregon Public Employees Retirement System's 2012 Experience Study (Updated) which was published on September 18, 2013 and can be found at:

<https://www.oregon.gov/PERS/Documents/Financials/Actuarial/2013/Experience-Study-Updated.pdf>

Key changes in assumptions for the December 31, 2014 and 2015 valuations are described in the Oregon Public Employees Retirement System's 2014 Experience Study which was published on September 23, 2015 and can be found at:

<https://www.oregon.gov/PERS/Documents/Financials/Actuarial/2015/Experience-Study.pdf>

Key changes in assumptions for the December 31, 2016 and 2017 valuations are the reduction of the discount rate and the assumed investment rate of return from 7.5% to 7.2%.

Early Retirement Pension and OPEB Plans:

Changes in plan provisions and assumptions

No material changes in the census or plan provisions have occurred.

In the June 30, 2019 valuation, the discount rate was reduced from 3.58% to 3.50%, and the healthcare cost trend rate for medical was reduced from 8% or 7%, depending on the provider, to 3.4%.

Other Supplementary Information

Description of Budgeted College Funds

Other supplementary information consists of schedules required by the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Oregon Secretary of State. Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual are presented on a Non GAAP budgetary basis for each College fund required to be budgeted in accordance with the Oregon Local Budget Law.

The level of control established by the College's appropriation resolution is by program (i.e. Instruction, Community Services, Instructional Support Services, Student Services, etc.).

Budgeted College funds are as follows:

General Fund - Accounts for all resources traditionally associated with operating the College which are not required legally or by sound financial management to be accounted for in another fund.

Administratively Restricted Fund - Accounts for specific programs where funds are administratively restricted. Activities recorded in this fund generate revenue primarily through specifically assessed tuition and fees or through other revenue-generating activities.

Special Revenue Fund - Accounts for projects funded from federal, state, and local grant funds.

Student Financial Aid Fund - Accounts for federal, state, and local student loan and grant programs associated with student financial aid.

Debt Service Fund - Accounts for the funds collected to pay the debt service requirements on bonds, debt obligations, pension bonds payable and notes payable.

Capital Projects Fund - Accounts for improvements to the physical plant of the College and major equipment additions.

Enterprise Fund - Accounts for the operation of the College's International Programs, Housing Program, bookstore and food service.

Internal Service Fund - Accounts for goods and services provided on a cost-reimbursement basis to various departments within the College. Programs and activities include warehouse, printing and graphics, telephone services, motor pool and other.

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
GENERAL FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
State community college support	\$ 23,200,000	\$ 25,644,991	\$ 2,444,991
Federal	-	148,835	148,835
Property taxes	22,100,000	21,522,026	(577,974)
Tuition and fees:			
Tuition	26,265,000	23,821,904	(2,443,096)
Fees	4,215,540	3,732,878	(482,662)
Other sources:			
Sales of goods and services	824,000	740,794	(83,206)
Interest income	400,000	312,617	(87,383)
Other	6,415,611	3,803,905	(2,611,706)
 Total revenues	 <u>83,420,151</u>	 <u>79,727,950</u>	 <u>(3,692,201)</u>
Expenditures:			
Instruction	45,398,437	43,644,707	1,753,730
Instructional support services	6,412,394	6,029,931	382,463
Student services	9,948,785	9,569,159	379,626
College support services	17,455,254	15,547,330	1,907,924
Plant operations and maintenance	6,206,177	5,667,848	538,329
 Total expenditures	 <u>85,421,047</u>	 <u>80,458,975</u>	 <u>4,962,072</u>
 Revenues over-(under) expenditures	 <u>(2,000,896)</u>	 <u>(731,025)</u>	 <u>1,269,871</u>
Other financing sources-(uses):			
Transfers in	1,960,000	1,317,144	(642,856)
Transfers out	(1,879,604)	(1,459,568)	420,036
 Total other financing sources-(uses)	 <u>80,396</u>	 <u>(142,424)</u>	 <u>(222,820)</u>
 Changes in fund balance	 (1,920,500)	 (873,449)	 1,047,051
Fund balance - July 1, 2019	<u>4,465,500</u>	<u>3,652,867</u>	<u>(812,633)</u>
Fund balance - June 30, 2020	<u>\$ 2,545,000</u>	<u>\$ 2,779,418</u>	<u>\$ 234,418</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
ADMINISTRATIVELY RESTRICTED FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Federal	\$ 35,000	\$ 20,876	\$ (14,124)
Tuition and fees:			
Tuition	200,000	26,015	(173,985)
Fees	6,626,000	5,768,500	(857,500)
Other sources:			
Sales of goods and services	1,685,000	1,550,561	(134,439)
Other	2,340,630	1,566,857	(773,773)
Total revenues	<u>10,886,630</u>	<u>8,932,809</u>	<u>(1,953,821)</u>
Expenditures:			
Instruction	3,728,501	3,107,517	620,984
Community services	2,430,000	1,890,999	539,001
Instructional support services	1,423,113	950,554	472,559
Student services	2,732,730	2,156,130	576,600
College support services	2,206,887	1,435,222	771,665
Contingency	3,625,000	-	3,625,000
Total expenditures	<u>16,146,231</u>	<u>9,540,422</u>	<u>6,605,809</u>
Revenues over-(under) expenditures	<u>(5,259,601)</u>	<u>(607,613)</u>	<u>4,651,988</u>
Other financing sources-(uses):			
Transfers in	77,100	17,064	(60,036)
Transfers out	(1,405,999)	(1,062,586)	343,413
Total other financing sources-(uses)	<u>(1,328,899)</u>	<u>(1,045,522)</u>	<u>283,377</u>
Changes in fund balance	(6,588,500)	(1,653,135)	4,935,365
Fund balance - July 1, 2019	<u>6,588,500</u>	<u>5,627,326</u>	<u>(961,174)</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ 3,974,191</u>	<u>\$ 3,974,191</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
SPECIAL REVENUE FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
State	\$ 2,750,000	\$2,257,452	\$ (492,548)
Federal	10,007,000	7,409,773	(2,597,227)
Tuition and fees	75,000	58,173	(16,827)
Other sources:			
Sales of goods and services	20,000	3,361	(16,639)
Other	2,180,000	709,067	(1,470,933)
Total revenues	<u>15,032,000</u>	<u>10,437,826</u>	<u>(4,594,174)</u>
Expenditures:			
Instruction	4,933,880	2,779,753	2,154,127
Community services	7,692,880	5,110,147	2,582,733
Instructional support services	54,200	32,141	22,059
Student services	2,517,840	2,376,876	140,964
College support services	54,200	61,448	(7,248)
Plant operations and maintenance	-	35,974	(35,974)
Total expenditures	<u>15,253,000</u>	<u>10,396,339</u>	<u>4,856,661</u>
Changes in fund balance	(221,000)	41,487	262,487
Fund balance - July 1, 2019	<u>221,000</u>	<u>268,063</u>	<u>47,063</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ 309,550</u>	<u>\$ 309,550</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
STUDENT FINANCIAL AID FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
State	\$ 6,900,000	\$ 5,613,098	\$ (1,286,902)
Federal	35,358,000	23,262,854	(12,095,146)
Other sources:			
Interest income	100,000	5,356	(94,644)
Other	3,290,000	3,553,537	263,537
Total revenues	<u>45,648,000</u>	<u>32,434,845</u>	<u>(13,213,155)</u>
Expenditures:			
Financial aid	45,915,500	32,578,079	13,337,421
Contingency	1,060,000	-	1,060,000
Total expenditures	<u>46,975,500</u>	<u>32,578,079</u>	<u>14,397,421</u>
Revenues over-(under) expenditures	(1,327,500)	(143,234)	1,184,266
Other financing sources-(uses):			
Transfers out	(200,000)	(157,144)	42,856
Changes in fund balance	(1,527,500)	(300,378)	1,227,122
Fund balance - July 1, 2019	<u>1,527,500</u>	<u>877,306</u>	<u>(650,194)</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ 576,928</u>	<u>\$ 576,928</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
DEBT SERVICE FUND
Year Ended June 30, 2020

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 7,604,350	\$ 7,736,001	\$ 131,651
Other sources:			
Interest income	200	43,156	42,956
Other	<u>5,404,050</u>	<u>5,305,847</u>	<u>(98,203)</u>
Total revenues	13,008,600	13,085,004	76,404
Expenditures:			
Debt service	<u>14,531,303</u>	<u>14,532,168</u>	<u>(865)</u>
Revenues over-(under) expenditures	<u>(1,522,703)</u>	<u>(1,447,164)</u>	<u>75,539</u>
Other financing sources-(uses):			
Proceeds from tax and revenue anticipation note	-	4,277,453	4,277,453
Transfers in	<u>1,422,703</u>	<u>1,422,703</u>	<u>-</u>
Total financing sources-(uses)	<u>1,422,703</u>	<u>5,700,156</u>	<u>4,277,453</u>
Changes in fund balance	(100,000)	4,252,992	4,352,992
Fund balance - July 1, 2019	<u>100,000</u>	<u>283,044</u>	<u>183,044</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ 4,536,036</u>	<u>\$ 4,536,036</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
CAPITAL PROJECTS FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Other sources:			
Interest income	\$ -	\$ 9,261	\$ 9,261
Other	226,000	234,334	8,334
Total revenues	226,000	243,595	17,595
Expenditures:			
Plant additions	3,842,200	2,370,040	1,472,160
Revenues over-(under) expenditures	(3,616,200)	(2,126,445)	1,489,755
Other financing sources-(uses):			
Transfers in	1,632,200	1,488,787	(143,413)
Transfers out	(300,000)	(300,000)	-
Total financing sources-(uses)	1,332,200	1,188,787	(143,413)
Changes in fund balance	(2,284,000)	(937,658)	1,346,342
Fund balance - July 1, 2019	2,284,000	2,490,486	206,486
Fund balance - June 30, 2020	\$ -	\$ 1,552,828	\$ 1,552,828

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
ENTERPRISE FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Tuition and fees	\$ 3,224,350	\$ 3,748,844	\$ 524,494
Sale of goods and services	1,500,000	500,007	(999,993)
Interest income	198,000	-	(198,000)
Other	2,276,800	2,009,747	(267,053)
Total revenues	<u>7,199,150</u>	<u>6,258,598</u>	<u>(940,552)</u>
Expenditures:			
Instruction	211,366	168,017	43,349
Student services	7,342,384	6,482,228	860,156
Contingency	200,000	-	200,000
Total expenditures	<u>7,753,750</u>	<u>6,650,245</u>	<u>1,103,505</u>
Revenues over-(under) expenditures	(554,600)	(391,647)	162,953
Other financing sources-(uses):			
Transfers out	<u>(1,306,400)</u>	<u>(1,266,400)</u>	<u>40,000</u>
Changes in fund balance	(1,861,000)	(1,658,047)	202,953
Fund balance - July 1, 2019	<u>1,861,000</u>	<u>982,272</u>	<u>(878,728)</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ (675,775)</u>	<u>\$ (675,775)</u>

LANE COMMUNITY COLLEGE

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
INTERNAL SERVICE FUND
Year Ended June 30, 2020

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Sale of goods and services	\$ 730,000	\$ 393,505	\$ (336,495)
Fees	30,000	29,039	(961)
Other sources	30,000	87,574	57,574
Total revenues	<u>790,000</u>	<u>510,118</u>	<u>(279,882)</u>
Expenditures:			
College support services:	1,000,000	708,760	291,240
Contingency	60,000	-	60,000
Total expenditures	<u>1,060,000</u>	<u>708,760</u>	<u>351,240</u>
Changes in fund balance	(270,000)	(198,642)	71,358
Fund balance - July 1, 2019	<u>270,000</u>	<u>229,321</u>	<u>(40,679)</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ 30,679</u>	<u>\$ 30,679</u>

STATISTICAL SECTION

This part of Lane Community College's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the College's overall financial health.

Financial Trends - These schedules contain trend information to help the reader understand how the College's financial performance and well-being have changed over time.

Revenue Capacity - These schedules contain information to help the reader assess the College's most significant revenue sources, tuition and property tax.

Debt Capacity - These schedules present information to help the reader assess the affordability of the College's current levels of outstanding debt and the College's ability to issue additional debt in the future.

Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the College's financial activities take place.

Operating Information - These schedules contain services and infrastructure data to help the reader understand how the information in the College's financial report relates to the services the College provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Financial Trends Information

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Net Position by Component and
Changes in Net Position
Last Ten Fiscal Years

	June 30,			
	2020	2019	2018	2017
NET POSITION BY COMPONENT				
Net investment in capital assets	\$ 102,455,865	99,374,304	91,354,055	\$ 90,967,494
Net position, restricted	1,349,827	1,605,723	3,221,425	4,194,895
Net position, unrestricted	(84,020,687)	(76,920,755)	(62,934,508)	(63,953,999)
TOTAL NET POSITION	\$ 19,785,005	\$ 24,059,272	\$ 31,640,972	\$ 31,208,390
	Years ended June 30,			
	2020	2019	2018	2017
CHANGES IN NET POSITION				
Operating revenues				
Student tuition and fees	\$ 36,823,353	38,587,364	38,355,408	\$ 37,336,259
Grants and contracts	28,727,281	26,564,463	27,545,713	28,575,108
Sale of goods and services	2,794,723	6,222,053	6,590,003	7,319,430
Other operating revenue	9,461,282	8,422,072	8,450,726	8,557,991
Total operating revenues	77,806,639	79,795,952	80,941,850	81,788,788
Operating expenses				
Instruction	51,875,013	46,557,508	48,059,452	52,552,112
Community services	7,013,784	6,446,235	7,209,954	6,439,654
Instructional support services	7,346,024	6,034,174	6,187,151	6,231,338
Student services	20,139,778	20,684,694	21,242,393	22,605,315
College support services	17,688,028	14,499,800	14,558,342	15,151,435
Plant operations and maintenance	7,324,818	8,249,147	9,843,499	7,545,912
Financial aid	22,143,386	23,067,878	23,565,748	24,469,394
Depreciation	6,195,157	5,952,955	6,076,368	6,204,560
Total operating expenses	139,725,988	131,492,391	136,742,907	141,199,720
Nonoperating revenues (expenses)				
State community college support	31,107,694	17,075,978	31,522,681	20,592,064
Property taxes	29,325,993	28,154,462	27,700,029	25,550,023
Investment income (loss)	515,747	936,972	903,600	757,561
Interest expense	(3,733,851)	(4,174,570)	(4,594,549)	(4,635,268)
Gain (loss) on disposal of capital assets	499,150	(277,949)	-	(1,958,263)
Other nonoperating revenues (expenses)	(69,651)	-	-	(163,184)
Total nonoperating revenues (expenses)	57,645,082	41,714,893	55,531,761	40,142,933
Capital contributions	-	2,399,846	701,878	-
Cumulative effect of change in accounting policy	-	-	-	(7,365,183)
TOTAL CHANGE IN NET POSITION	\$ (4,274,267)	(7,581,700)	432,582	(26,633,182)

Source

Lane Community College Comprehensive Annual Financial Report

June 30,					
2016	2015	2014	2013	2012	2011
\$ 91,483,617	\$ 83,384,282	\$ 86,165,516	\$ 83,679,346	\$ 84,501,930	\$ 74,245,090
5,265,876	7,946,942	16,664,097	10,638,915	9,207,952	12,746,012
<u>(38,907,921)</u>	<u>(12,898,248)</u>	<u>39,999,570</u>	<u>39,038,664</u>	<u>49,708,518</u>	<u>33,573,524</u>
<u>\$ 57,841,572</u>	<u>\$ 78,432,976</u>	<u>\$ 142,829,183</u>	<u>\$ 133,356,925</u>	<u>\$ 143,418,400</u>	<u>\$ 120,564,626</u>
Years ended June 30,					
2016	2015	2014	2013	2012	2011
\$ 36,748,559	\$ 39,857,670	\$ 44,434,463	\$ 47,533,472	\$ 50,944,010	\$ 48,676,549
28,245,044	33,289,160	40,213,952	47,573,883	52,458,273	48,694,168
8,042,658	8,298,210	10,247,324	11,777,535	13,781,545	13,420,535
9,756,897	9,908,729	9,004,708	11,304,573	7,991,844	7,475,413
<u>82,793,158</u>	<u>91,353,769</u>	<u>103,900,447</u>	<u>118,189,463</u>	<u>125,175,672</u>	<u>118,266,665</u>
66,615,910	40,983,742	60,885,060	61,109,207	59,592,551	58,238,835
6,995,029	5,606,626	6,743,984	6,560,038	6,412,405	5,550,825
7,542,474	4,805,031	6,332,683	6,154,786	5,921,969	5,473,840
26,177,779	20,481,101	24,902,088	25,638,484	26,379,672	23,786,244
18,017,400	10,554,688	12,562,786	15,514,136	14,287,846	11,873,926
10,127,053	6,198,621	7,710,510	9,736,298	10,730,306	10,647,742
25,344,988	27,986,681	34,753,136	40,664,353	45,242,381	40,850,517
5,801,163	4,918,551	4,584,499	4,233,641	3,705,278	3,262,947
<u>166,621,796</u>	<u>121,535,041</u>	<u>158,474,746</u>	<u>169,610,943</u>	<u>172,272,408</u>	<u>159,684,876</u>
38,476,320	24,158,025	36,727,655	18,147,123	33,478,815	18,841,504
23,918,649	24,414,468	22,743,861	22,916,036	23,037,606	21,842,450
688,104	523,657	11,089,139	6,670,074	905,484	11,781,138
(5,567,565)	(6,346,762)	(6,514,098)	(5,781,172)	(4,494,525)	(4,583,511)
-	-	-	-	-	-
<u>(163,048)</u>	<u>-</u>	<u>-</u>	<u>(276,526)</u>	<u>(60,033)</u>	<u>(20,669)</u>
<u>57,352,460</u>	<u>42,749,388</u>	<u>64,046,557</u>	<u>41,675,535</u>	<u>52,867,347</u>	<u>47,860,912</u>
7,600,000	-	-	448,000	17,083,163	400,000
<u>(1,715,226)</u>	<u>(73,986,583)</u>	<u>-</u>	<u>(763,530)</u>	<u>-</u>	<u>-</u>
<u>(20,591,404)</u>	<u>(61,418,467)</u>	<u>9,472,258</u>	<u>(10,061,475)</u>	<u>22,853,774</u>	<u>6,842,701</u>

Revenue Capacity Information

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Tax Collections In First Year	Percent of Levy Collected In First Year	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy
2019-20	\$ 29,325,993	\$ 28,438,457	96.97 %	\$ 824,338	\$ 29,262,795	99.78 %
2018-19	28,697,619	27,397,094	95.47 %	1,136,511	28,533,605	99.43
2017-18	27,632,613	26,442,314	95.69	596,820	27,039,133	97.85
2016-17	26,313,065	24,838,787	94.40	759,402	25,598,189	97.28
2015-16	24,788,346	23,433,924	94.54	567,712	24,001,636	96.83
2014-15	24,928,189	23,626,265	94.78	883,937	24,510,201	98.32
2013-14	23,684,644	22,405,641	94.60	855,002	23,260,643	98.21
2012-13	23,244,695	21,831,397	93.92	986,576	22,817,973	98.16
2011-12	23,342,260	21,995,132	94.23	708,934	22,704,067	97.27
2010-11	22,325,922	20,976,537	93.96	873,060	21,849,597	97.87

Source

Lane Community College finance records
County Tax Collectors

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Property Tax Collections by County
Last Ten Fiscal Years

Fiscal Year	Lane County Tax Collectons and Percent of Total		Linn County Tax Collectons and Percent of Total		Benton County Tax Collectons and Percent of Total		Douglas County Tax Collectons and Percent of Total		Total Tax Collections	
2019-20	\$28,803,324	98.4%	\$ 333,067	1.1%	\$ 116,728	0.4%	\$ 9,676	0.0%	\$29,262,795	100.0%
2018-19	28,081,139	98.4%	330,516	1.2%	112,703	0.4%	9,247	0.0%	28,533,605	100.0%
2017-18	26,610,184	98.4%	316,380	1.2%	103,676	0.4%	8,893	0.0%	27,039,133	100.0%
2016-17	25,189,363	98.4%	300,878	1.2%	99,055	0.4%	8,892	0.0%	25,598,189	100.0%
2015-16	23,622,396	98.4%	277,081	1.2%	93,542	0.4%	8,617	0.0%	24,001,636	100.0%
2014-15	24,122,570	98.4%	284,030	1.2%	94,721	0.4%	8,881	0.0%	24,510,202	100.0%
2013-14	22,897,089	98.4%	269,345	1.2%	85,843	0.4%	8,366	0.0%	23,260,643	100.0%
2012-13	22,456,637	98.4%	262,892	1.2%	89,911	0.4%	8,533	0.0%	22,817,973	100.0%
2011-12	22,344,934	98.4%	259,450	1.1%	91,668	0.4%	8,016	0.0%	22,704,067	100.0%
2010-11	21,509,431	98.4%	246,936	1.1%	85,871	0.4%	7,359	0.0%	21,849,597	100.0%

Source

Lane Community College Comprehensive Annual Financial Report
Lane Community College finance records

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Lane County, Oregon
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

	Fiscal Year			
	2011	2012	2013	2014
Property Class				
Unimproved Real Property	938,268,607	936,751,519	929,935,173	947,990,734
Improved Real Property	23,403,304,090	24,078,201,634	24,109,752,529	24,854,181,880
Personal Property	699,549,325	672,963,916	659,984,419	657,045,262
Machinery & Equipment ^d	-	-	542,028,713	476,917,483
Manufactured Structures	274,857,036	273,342,593	261,900,630	251,573,127
Utilities	698,150,851	718,537,083	711,107,188	738,383,164
	<u>26,014,129,909</u>	<u>26,679,796,745</u>	<u>27,214,708,652</u>	<u>27,926,091,650</u>
Other				
Other	(51,119,609)	(52,257,013)	(50,068,180)	(51,117,697)
Plus Nonprofit Housing	9,058,117	9,329,861	9,609,757	9,898,049
Less Urban Renewal Excess	<u>(290,901,476)</u>	<u>(302,973,107)</u>	<u>(325,513,533)</u>	<u>(351,557,536)</u>
Total Taxable Assessed Value ^{a b}	<u>\$ 25,681,166,941</u>	<u>\$ 26,333,896,486</u>	<u>\$ 26,848,736,696</u>	<u>\$ 27,533,314,466</u>
Total Direct Tax Rate				
Permanent Rate	0.6191	0.6191	0.6191	0.6191
General Obligation Bond	<u>0.2398</u>	<u>0.2591</u>	<u>0.2449</u>	<u>0.2455</u>
Total Direct Tax Rate ^c	0.8589	0.8782	0.8640	0.8646
Estimated Actual Value of Property				
Land	18,483,406,973	18,217,007,579	18,054,816,315	18,195,334,376
Improvements	<u>28,694,084,272</u>	<u>28,253,095,729</u>	<u>26,744,519,746</u>	<u>27,426,212,630</u>
Total Real Market Value	<u>\$ 47,177,491,245</u>	<u>\$ 46,470,103,308</u>	<u>\$ 44,799,336,061</u>	<u>\$ 45,621,547,006</u>
Actual Value of Property per Capita	135,354	126,855	126,480	128,105
Total Assessed Value to Estimated Actual Value of Taxable Property	54.44%	56.67%	59.93%	60.35%

Notes

- a. Assessments are limited to an increase of 3% not to exceed real market value. However, property is subject to reassessment if improved, partitioned, subdivided, rezoned, previously omitted, or disqualified from exemption.
- b. Taxable assessed values are reported net of tax exempt property.
- c. Total Direct Tax Rate is per \$1,000 of value.
- d. Assessment and Taxation reported machinery and equipment separately in 2013.

Source

Lane County Department of Assessment and Taxation

Fiscal Year					
2015	2016	2017	2018	2019	2020
953,504,734	961,143,951	992,977,652	996,608,585	985,867,916	1,017,677,711
25,893,726,098	26,973,630,716	27,825,037,202	28,993,976,741	30,311,124,457	31,512,005,048
673,464,110	698,779,190	741,697,296	761,731,713	797,577,968	794,753,842
590,998,713	668,928,594	668,602,471	703,266,780	758,066,768	799,218,551
258,520,193	270,014,603	285,863,129	299,655,241	321,459,249	339,197,182
<u>803,554,049</u>	<u>881,254,228</u>	<u>927,534,823</u>	<u>1,024,260,535</u>	<u>1,013,953,235</u>	<u>1,047,443,722</u>
29,173,767,897	30,453,751,282	31,441,712,573	32,779,499,595	34,188,049,593	35,510,296,056
(54,739,132)	(57,022,473)	(58,242,381)	(58,804,786)	(61,754,123)	(63,845,961)
10,194,991	10,500,841	8,532,472	9,314,345	9,924,737	10,084,711
<u>(394,337,685)</u>	<u>(428,141,705)</u>	<u>(481,657,987)</u>	<u>(521,800,767)</u>	<u>(175,620,243)</u>	<u>(612,653,390)</u>
\$28,734,886,071	\$ 29,979,087,945	\$ 30,910,344,677	\$ 32,208,208,387	\$ 33,960,599,964	\$ 34,843,881,416
0.6191	0.6191	0.6191	0.6191	0.6191	0.6191
<u>0.2425</u>	<u>0.2007</u>	<u>0.2228</u>	<u>0.2273</u>	<u>0.2258</u>	<u>0.2219</u>
0.8616	0.8198	0.8419	0.8464	0.8449	0.8410
18,624,659,782	19,029,780,146	19,382,889,230	20,446,600,422	20,912,578,564	22,449,699,370
<u>30,256,378,803</u>	<u>31,825,217,356</u>	<u>33,400,498,575</u>	<u>37,149,915,716</u>	<u>41,031,067,202</u>	<u>43,704,058,558</u>
\$ 48,881,038,585	\$ 50,854,997,502	\$ 52,783,387,805	\$ 57,596,516,138	\$ 61,943,645,766	\$ 66,153,757,928
136,233	140,425	144,241	155,414	165,130	174,603
58.79%	58.95%	58.56%	55.92%	54.82%	52.67%

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Direct and Overlapping^a Property Tax Rates
Last Ten Fiscal Years
Rate per \$1,000 of assessed value

Taxing Entity	Fiscal Year Taxes are Payable ^b				Fiscal Year Taxes are Payable ^b					
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>County Direct Rate</u>										
<u>Lane County^c</u>	1.3921	1.3942	1.3908	1.9376	1.9345	1.8293	1.6743	1.6743	1.8093	1.8443
<u>Lane Community College</u>	0.8589	0.8782	0.8640	0.8646	0.8616	0.8198	0.8419	0.8464	0.8449	0.8410
<u>Lane Education Service District</u>	0.2232	0.2232	0.2232	0.2232	0.2232	0.2232	0.2232	0.2232	0.2232	0.2232
<u>Linn-Benton-Lincoln ESD</u>	0.3049	0.3049	0.3049	0.3049	0.3049	0.3049	0.3049	0.3049	0.3049	0.3049
<u>Schools</u>										
Alsea	5.0811	5.0811	5.0811	5.0811	5.0811	5.0811	5.0811	5.0811	5.0811	5.0811
Bethel	6.1279	6.1057	4.5067	4.5067	6.1296	6.0382	5.9381	5.9381	5.8809	5.8948
Blachly	5.1023	5.1023	5.1023	5.1023	5.1023	5.1023	5.1023	5.1023	5.1023	5.1023
Crosswell	8.2917	8.3599	8.2230	8.1405	8.1809	4.6426	7.9389	7.1150	7.0201	6.7765
Crow-Applegate	6.4255	6.4255	6.4255	6.4255	6.4255	6.4255	6.4255	6.4255	7.3777	7.3431
Eugene	7.4448	7.4256	7.2785	7.7310	7.7159	7.6934	7.7279	7.6966	7.8266	8.4583
Fern Ridge	6.9201	6.9724	6.9151	7.0136	6.8865	6.9196	6.8241	6.8049	6.8400	6.8771
Harrisburg	6.1666	6.0778	6.1439	5.9787	5.9291	5.8371	5.7949	5.7510	5.9817	6.3470
Junction City	4.5604	4.5604	4.5604	4.5604	4.5604	4.5604	6.1745	6.1470	6.1168	6.0804
Lincoln County	5.6593	5.6566	5.6689	5.6826	5.6369	5.6358	5.6362	5.6237	5.6650	5.5556
Lowell	5.0409	5.0409	5.0409	5.0409	5.0409	5.0409	5.0409	5.0409	6.1361	6.1295
Mapleton	4.8917	4.8917	4.8917	4.8917	4.8917	4.8917	6.1855	6.1894	6.1073	6.1629
Marcola	4.6687	4.6687	4.6687	4.6687	4.6687	6.8116	6.7977	6.7977	6.7561	6.7276
McKenzie	6.6121	6.6207	6.7359	6.7275	6.7050	6.7036	6.7146	4.6915	4.6915	4.6915
Monroe	4.6341	4.6341	4.6341	4.6341	4.6341	4.6341	4.6341	4.6341	7.2303	6.1708
Oakridge	5.4935	5.6758	6.2014	6.1550	5.9655	6.0364	6.0595	5.8059	5.8869	5.9760
Pleasant Hill	6.7206	6.3620	6.2787	6.2657	6.3140	6.4643	6.5664	6.5707	6.7953	6.4459
Siuslaw	5.6134	5.4012	5.4172	5.3873	5.3837	5.3808	5.3859	5.3859	5.5101	4.6428
South Lane	6.4495	6.3893	6.3539	6.5030	6.2850	6.1948	6.8933	6.6176	6.4829	6.1617
Springfield	5.6012	5.6341	5.6314	5.6082	5.6086	5.7854	5.8839	5.8849	5.8382	5.8526
<u>Cities</u>										
Coburg	3.2294	5.3222	5.2780	4.9264	4.7909	4.7849	5.1318	5.1389	3.7506	3.7506
Cottage Grove	7.2087	7.2087	7.2087	7.2087	7.2087	7.2087	7.2087	7.2087	7.2087	7.2087
Creswell	2.6705	2.6705	2.6705	2.6705	2.6705	2.6705	2.6705	2.6705	2.6705	2.6705
Eugene	8.3254	8.0381	8.0264	8.2778	8.0844	8.2540	7.3828	8.1594	8.2925	8.2266
Florence	3.1339	3.1396	3.1172	3.5393	3.4406	3.3252	3.3505	2.9096	3.0253	3.0240
Junction City	6.0445	6.0445	6.0445	6.0445	6.0445	6.0445	6.0445	6.0445	6.0445	6.0445
Lowell	2.1613	2.1613	2.1613	2.1613	2.1613	2.1613	2.1613	2.1613	2.1613	2.1613
Oakridge	7.7100	7.7251	7.7082	7.7088	7.6435	7.1996	7.1996	7.1996	7.1996	7.1966
Springfield	7.3901	7.3336	6.9679	7.8253	7.8028	6.8369	6.8501	6.7596	6.8943	6.8943
Veneta	7.6890	5.4157	5.4083	7.4190	7.4142	7.2408	7.0522	6.9962	5.9086	5.8971
Westfir	9.3036	7.7733	9.3036	9.3036	9.3036	9.3036	9.3036	9.3036	9.3036	9.3036
<u>Water Districts</u>										
Blue River	0.9488	0.9488	0.9488	0.9488	0.9488	0.9488	0.9488	0.9488	0.9488	0.9488
Glenwood	3.6901	3.5355	3.4778	3.4111	3.4734	3.4357	3.3600	3.3337	3.3603	4.1425
Heceta	0.2438	0.2432	0.2387	0.2177	0.2081	0.2077				
Junction City	0.2886	0.2806	0.2523	0.2523	0.2523	0.2523	0.2523	0.2523	0.2523	0.2523
Marcola	0.4037	0.4037	0.4037	0.4037	0.4037	0.4037	0.4037	0.4037	0.4037	0.4037
McKenzie-Palisades	0.3620	0.3620	0.3620	0.4471	0.4808	0.6875	0.6988	0.6963	0.6960	0.6790
Rainbow Water & Fire	3.5816	3.7598	3.7205	3.6738	3.6188	3.8295	3.7763	3.7235	3.6747	3.7731
River Road	1.9694	1.9694	1.9694	1.9694	1.9694	1.9694	1.9694	1.9694	1.9694	1.9694
River Road Subdistrict #1	0.2796	0.2796	0.2796	0.2796	0.2796	0.2796	0.2796	0.2796	0.2796	0.2796
Shangri-La	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000	2.0000

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Direct and Overlapping^a Property Tax Rates, continued
Last Ten Fiscal Years - Unaudited
Rate per \$1,000 of assessed value

Taxing Entity	Fiscal Year Taxes are Payable ^b				Fiscal Year Taxes are Payable ^b					
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>Rural Fire Protection Districts</u>										
Bailey-Spencer	2.3930	2.3930	2.3930	2.3930	2.3930	2.3930	2.3930	2.3930	2.3930	2.3930
Coburg	1.3678	1.5826	1.5750	1.4056	1.5231	1.4829	1.2784	1.4972	1.5477	1.5477
Dexter	2.4151	2.4151	1.9151	1.9151	1.9151	1.9151	1.9151	1.9151	1.9151	1.9151
Eugene	1.8500	1.8500	2.1000	2.3500	2.5417	2.5417	2.5417	2.5417	2.5417	2.5417
Goshen	1.7196	1.7196	2.2196	2.2196	2.2196	2.2196	2.2196	2.2196	2.2196	2.2196
Hazeldell	2.7115	2.7115	2.7115	2.7115	1.7998	2.7115	2.7115	2.7115	2.7115	2.7115
Junction City	1.4357	1.4386	2.0858	2.0203	1.9538	1.5844	1.5844	1.5844	1.5844	1.5844
Lake Creek	3.0757	3.0757	3.0757	3.0757	3.0757	3.0757	3.0757	3.0757	3.0757	3.0757
Lane County District #1	1.9848	1.9848	1.9848	1.9848	1.9848	1.9848	1.9848	2.0388		
Lane Rural	2.1174	2.1174	2.1174	2.1174	2.1174	2.1174	2.1174	2.1174		
Lorane	2.8854	2.8618	2.7573	2.7267	2.6931	2.6654	2.5926	2.2952	2.2952	2.2952
Lowell	2.9855	2.6970	2.6970	2.6970	2.6970	2.6970	2.6970	2.6970	2.6970	2.6970
Mapleton	2.0869	2.0869	2.0869	2.0869	2.0869	2.0869	2.0869	2.0869	1.3869	1.3869
McKenzie	2.0606	2.0606	2.0606	2.0606	2.0606	2.0606	2.0606	2.0606	2.0606	2.0606
Mohawk Valley	1.9126	1.9126	1.9126	1.9126	1.9126	1.9126	1.9126	1.9126	2.3205	2.3247
Monroe	1.6854	1.6854	1.6854	1.6854	1.6854	1.6854	1.6854	1.6854	1.6854	1.6854
Pleasant Hill	1.1031	1.1031	1.0131	1.1031	1.1031	1.0131	1.1031	1.1031	1.1031	1.1031
Santa Clara	1.6439	1.6439	1.6439	1.6439	1.0439	1.4939	1.4939	1.4939	1.4939	1.4939
Siuslaw	1.5417	0.8717	0.8891	0.9391	1.1391	1.1019	1.0994	1.1391	1.1391	1.5417
South Lane	1.0335	1.0335	1.3350	1.5035	1.5035	1.5035	1.8035	1.8035	1.7792	1.7616
Swishome-Deadwood	2.1452	2.1452	2.1452	2.1452	2.1452	2.1452	2.1452	2.1452	2.1452	2.1452
Upper McKenzie	1.1951	1.1951	1.1951	1.6951	1.6951	1.6951	1.6951	1.6951	1.6951	1.6951
Willakenzie	3.0669	3.0669	3.0669	3.0669	3.0669	3.0669	3.0669	3.0669	3.0669	3.0669
Zumwalt	2.3419	2.3419	2.3419	2.3419	2.3419	2.3419	2.3419	2.3419	2.3419	2.3419
<u>Miscellaneous Districts</u>										
Fern Ridge Library	0.6324	0.6324	0.6324	0.6324	0.5731	0.6324	0.5741	0.7324	0.7324	0.7324
Lane Library	0.5900	0.5900	0.5900	0.5900	0.5900	0.5900	0.5900	0.5900	0.5900	0.5900
Port of Siuslaw	0.1474	0.1474	0.1474	0.1474	0.1474	0.1474	0.1474	0.1424	0.1474	0.1474
River Road Park & Recreation	3.5259	3.8791	3.8730	3.8631	3.8535	3.5259	3.5259	3.5259	3.5259	3.5259
Siuslaw Library	0.5163	0.5163	0.5026	0.5163	0.5005	0.5163	0.4986	0.4956	0.5163	0.5163
Western Lane Ambulance	0.5698	0.5698	0.7613	0.7698	0.7698	0.7698	0.7588	0.7570	0.7698	0.7698
Willamalane Park & Recreation	2.0074	2.0074	2.0074	2.4543	2.3701	2.3386	2.3056	2.3290	2.3024	2.2946

Notes

- a. *Overlapping rates are those of other local governments that apply to property owners within Lane County who are located within the other local government's boundaries.*
- b. *Rates may vary based on map code combination of taxing districts and application of Oregon Ballot Measure 5 limits.*
- c. *Lane County rate is shown net of timber offset*

Source

Lane County Department of Assessment and Taxation

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Principal Taxpayers - Lane County
Current Year and Nine Years Ago

Taxpayer	Nature of Business	Total Assessed Value	Percentage Of Total Assessed Value	Taxes
2019-20				
IP Eat Three LLC	Wood Products	\$ 312,766,166	0.91 %	\$ 4,015,655
Century Link	Telecommunications	161,519,999	0.47	2,485,433
Valley River Center LLC	Retail/Commercial	118,350,061	0.35	2,155,817
Weyerhaeuser NR Company	Wood Products	112,248,874	0.33	1,923,750
Verizon Communications	Telecommunications	111,711,000	0.33	1,787,184
Comcast Corporation	Telecommunications	110,027,000	0.33	1,665,838
Northwest Natural Gas Co.	Utility	109,753,029	0.32	1,590,898
Shephard Investment Group LLC	Investment	88,706,837	0.26	1,495,720
MexKenzie Willamette Medical	Medical Group	81,074,603	0.24	1,459,262
BRFI Gateway LLC	Shopping Mall	78,541,377	0.24	1,443,024
Subtotal - ten of the largest taxpayers		1,284,698,946	3.78	
All other taxpayers in Lane County		33,559,182,470	96.32	
Total Lane County Taxpayers		<u>\$ 34,843,881,416</u>	<u>100.00 %</u>	
2010-11				
IP Eat Three LLC	Wood Products	\$ 174,559,097	0.69 %	\$ 9,721,008
Comcast Corporation	Telecommunications	135,537,400	0.53	3,300,026
Hynix Semiconductor MFG	Electronics	122,377,695	0.48	2,116,790
Valley River Center LLC	Retail/Commercial	102,444,362	0.40	1,897,276
Qwest Corporation	Utility	113,894,000	0.44	1,844,078
Peacehealth	Medical Group	513,717,632	2.00	1,779,277
Northwest Natural Gas co.	Utility	88,509,700	0.34	1,473,854
Symantec Corporation	Electronics	77,550,173	0.30	1,351,033
Weyerhaeuser Co	Wood Products	127,457,947	0.51	1,094,769
Verizon Communication	Telecommunications	67,020,200	0.26	999,180
Subtotal - ten of the largest taxpayers		1,523,068,206	5.95	
All other taxpayers in Lane County		24,158,098,735	94.05	
Total Lane County Taxpayers		<u>\$ 25,681,166,941</u>	<u>100.00 %</u>	

Notes

Lane Community College District encompasses all of Lane County and smaller portions of Benton County, Douglas County and Linn County. These statistics are just for Lane County.

Source

Lane County Assessor

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Tuition Rates and Enrollment Statistics
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Tuition Rate Per Credit Hour</u>	<u>Total FTE ¹</u>	<u>Unduplicated Headcount ¹</u>
2019-20	\$ 118.00	7,353.90	20,957
2018-19	113.50	8,076.70	24,259
2017-18	109.00	8,305.49	25,536
2016-17	102.50	8,715.64	26,215
2015-16	99.50	9,249.77	28,219
2014-15	98.00	10,465.57	30,449
2013-14	93.00	12,312.20	33,695
2012-13	90.00	14,018.09	37,256
2011-12	84.00	15,444.81	38,671
2010-11	83.00	15,423.57	37,561

Source

¹ Per Lane Community College Institutional Research and Planning

Debt Capacity Information

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Computation of Legal Debt Margin
Last Ten Fiscal Years

	2020	2019	2018	2017
Total Real Market Value of Taxable Property ^a	\$ 66,153,757,928	\$ 61,943,645,766	\$ 55,534,521,957	\$ 50,829,563,212
Debt Limitation (1.5% of Real Market Value)	\$ 992,306,369	\$ 929,154,686	\$ 833,017,829	\$ 762,443,448
Debt Subject to Limitation	30,545,000	36,730,000	42,510,000	47,980,000
Legal Debt Margin	\$ 961,761,369	\$ 892,424,686	\$ 790,507,829	\$ 714,463,448
Legal Debt Margin as a Percentage of the Debt Limitation	96.92%	96.05%	94.90%	93.71%

Notes

Lane Community College District encompasses all of Lane County and smaller portions of Benton County, Douglas County and Linn County. These statistics are just for Lane County.

Source

a. Lane County Summary of Assessment and Tax Rolls

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>\$ 41,012,353,816</u>	<u>\$ 39,151,561,247</u>	<u>\$ 36,172,462,575</u>	<u>\$ 35,736,940,602</u>	<u>\$ 37,261,878,627</u>	<u>\$ 38,108,802,366</u>
\$ 615,185,307	\$ 587,273,419	\$ 542,586,939	\$ 536,054,109	\$ 558,928,179	\$ 571,632,035
53,025,000	58,135,000	62,290,000	66,220,000	31,910,000	36,655,000
<u>\$ 562,160,307</u>	<u>\$ 529,138,419</u>	<u>\$ 480,296,939</u>	<u>\$ 469,834,109</u>	<u>\$ 527,018,179</u>	<u>\$ 534,977,035</u>
91.38%	90.10%	88.52%	87.65%	94.29%	93.59%

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Ratio of Net General Bonded Debt
to Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population ^a	Assessed Value ^b	Gross Bonded Debt ^c	Debt Service Monies Available	Net Bonded Debt	Ratio of Net	
						Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2019-20	378,880	\$ 34,843,881,416	\$ 73,183,276	258,583	72,924,693	0.21%	\$ 192
2018-19	375,120	33,960,599,964	83,373,590	283,044	83,090,546	0.24%	219
2017-18	370,600	32,267,182,417	92,744,589	160,043	92,584,546	0.29%	250
2016-17	365,940	30,968,587,058	101,427,928	528,081	100,899,847	0.33%	279
2015-16	362,150	29,979,087,945	109,342,429	842,423	108,500,006	0.36%	305
2014-15	358,805	28,789,625,203	114,547,287	1,912,867	112,634,420	0.39%	314
2013-14	356,212	27,533,314,466	114,725,843	1,503,373	113,222,470	0.41%	318
2012-13	354,200	26,898,804,876	119,727,695	1,396,367	118,331,328	0.44%	334
2011-12	353,155	26,386,153,499	84,761,117	1,475,794	83,285,323	0.32%	236
2010-11	348,550	25,732,286,550	90,069,987	1,061,775	89,008,212	0.35%	255

Source

- a. Portland State University - Center for Population Research and Census
- b. Lane County Assessors
- c. Lane Community College District Comprehensive Annual Financial Report

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Overlapping Debt Schedule
June 30, 2020

Overlapping District	Real Market Valuation	Percent Overlap	Overlapping	
			Gross Property-tax Backed Debt	Net Property-tax Backed Debt
Benton County	\$ 14,555,123,602	1.71%	\$ 515,726	\$ 288,772
Benton Cty SD 1J (Monroe)	533,952,183	49.37%	3,671,869	3,671,869
Benton Cty SD 509J (Corvallis)	10,679,098,477	0.01%	10,313	10,313
Brownsville RFPD 2	428,770,087	0.19%	1,004	1,004
City Of Coburg	353,602,786	100.00%	1,442,380	1,442,380
City Of Cottage Grove	1,043,169,032	100.00%	20,551,898	996,898
City Of Creswell	602,197,367	100.00%	3,175,398	3,175,398
City Of Eugene	26,274,087,914	99.88%	101,024,645	43,207,270
City Of Florence	1,373,158,001	100.00%	17,802,020	5,941,416
City Of Harrisburg	343,410,223	100.00%	12,490,000	8,165,000
City Of Lowell	111,461,261	100.00%	914,832	914,832
City Of Monroe	65,252,377	100.00%	1,120,000	1,120,000
City Of Oakridge	233,239,073	100.00%	5,304,934	5,304,934
City Of Springfield	8,318,963,830	100.00%	18,100,385	18,100,385
City Of Veneta	508,514,710	100.00%	680,975	680,975
City Of Westfir	23,097,192	100.00%	420,007	420,007
Goshen RFPD	698,006,218	100.00%	217,686	217,686
Harrisburg RFPD 6	613,361,369	98.45%	6,099,225	6,099,225
Heceta Water District	950,207,659	100.00%	1,373,954	1,373,954
Lane County	55,445,778,943	99.83%	68,515,988	18,553,238
Lane Cty Housing Authority	55,445,778,943	99.83%	8,857,374	8,857,374
Lane Cty SD 1 (Pleasant Hill)	1,016,759,484	100.00%	13,942,956	13,942,956
Lane Cty SD 19 (Springfield)	9,220,433,989	100.00%	150,049,724	150,049,724
Lane Cty SD 28J (Fern Ridge)	1,557,304,753	99.69%	28,564,754	28,564,754
Lane Cty SD 32 (Mapleton)	213,545,225	100.00%	3,773,077	3,773,077
Lane Cty SD 40 (Creswell)	1,153,230,357	100.00%	13,379,405	13,379,405
Lane Cty SD 45J3 (South Lane)	2,362,225,871	100.00%	59,935,471	59,935,471
Lane Cty SD 4J (Eugene)	27,475,582,114	100.00%	408,230,687	408,230,687
Lane Cty SD 52 (Bethel)	5,569,925,619	100.00%	52,555,107	48,077,667
Lane Cty SD 66 (Crow-Applegate-Lorane)	395,494,578	100.00%	3,845,553	3,845,553
Lane Cty SD 69 (Junction City)	1,765,167,523	100.00%	24,708,157	24,708,157
Lane Cty SD 71 (Lowell)	379,117,627	100.00%	9,135,223	9,135,223
Lane Cty SD 76 (Oakridge)	433,390,468	100.00%	6,303,554	6,303,554
Lane Cty SD 79 (Marcola)	289,611,332	100.00%	9,111,831	9,111,831
Lane Cty SD 90 (Blachly)	95,817,850	100.00%	229,457	229,457
Lane Cty SD 97J (Siuslaw)	2,810,272,869	100.00%	7,760,000	7,760,000
Lane ESD	55,314,856,066	99.99%	6,479,423	6,479,423
Lane Library District	1,150,048,280	100.00%	450,461	450,461
Linn Cty SD 7J (Harrisburg)	664,779,656	100.00%	8,716,487	8,716,487
Linn-Benton Community College	28,306,320,157	0.00%	1,152	685
Mohawk Valley RFPD	507,673,232	99.97%	519,829	519,829
Port Of Siuslaw	3,301,816,414	100.00%	943,039	943,039
River Road Park & Rec District	871,885,252	100.00%	625,000	390,000
South Lane County Fire & Rescue	3,148,285,066	100.00%	874,769	874,769
Willamalane Park & Recreation District	8,843,791,771	100.00%	14,411,321	12,721,321
Totals:	Overlapping Issuer Count: 35		\$ 1,096,837,050	\$ 946,686,460
Net Property-tax Backed Debt of Subject Issuer is:	\$ 46,100,000		Ratio of Net Property-tax Backed Debt to Real Market Value is: 0.80%	
Net Property-tax Backed Debt of Overlapping Issuers is:	<u>946,686,460</u>		Ratio of Total Net Property-tax Backed Debt to Real Market Value is: 0.02%	
Total Net Property-tax Backed Debt of Subject issuer and Overlapping Issuers is:	<u>\$ 992,786,460</u>			
Real Market Value of Subject Issuer is:	<u>\$ 56,238,949,680</u>	As of: 01/01/2019		

Source

Oregon State Treasury - Debt Management Division

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Outstanding Debt
Last Ten Fiscal Years

Fiscal Year	Tax Bonded Debt		Other Governmental Non Tax Bonded Debt		Total Outstanding Debt	Total Outstanding Debt as a % of Personal Income	Total Outstanding Debt per Capita
	General Obligation Bonds*		Other Debt Obligations	Pension Bonds Payable			
2020	\$ 34,370,221		\$ 16,591,370	\$ 38,813,055	89,774,646	0.5%	237
2019	41,607,361		17,379,994	41,766,229	100,753,584	0.6%	269
2018	48,434,501		18,145,185	44,310,088	110,889,774	0.6%	299
2017	54,946,641		18,958,276	46,481,287	120,386,204	0.7%	329
2016	61,028,781		19,527,647	48,313,648	128,870,076	0.9%	356
2015	63,438,544		20,818,472	49,838,743	134,095,759	0.9%	374
2014	68,182,828		20,918,596	51,085,843	140,187,267	1.0%	394
2013	72,702,112		20,780,000	52,082,695	145,564,807	1.1%	411
2012	32,633,012		19,355,000	52,851,117	104,839,129	0.8%	297
2011	37,438,264		19,355,000	53,414,987	110,208,251	0.9%	316

Source

Lane Community College Comprehensive Annual Financial Report

* - Includes bond premium

Demographic and Economic Information

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population ^c	Personal Income (in thousands) ^{a, d}	Per Capita Income ^{b, d}	Unemployment Rate ^e
2020	378,880	\$17,397,791	\$45,919	4.10%
2019	375,120	17,225,135	45,919	4.5%
2018	370,600	17,431,415	45,919	4.5%
2017	365,940	16,275,162	43,430	5.1%
2016	362,150	15,160,278	41,027	5.9%
2015	358,805	14,468,971	39,871	7.1%
2014	356,125	13,392,647	37,374	7.6%
2013	354,200	13,047,961	36,630	8.6%
2012	353,155	12,742,734	35,941	9.5%
2011	348,550	12,214,306	34,561	11.1%

Notes

- a. The 2019 and 2020 personal income was not available and has been estimated by multiplying population by per capita income.
b. The 2019 and 2020 per capita income was not available and has been estimated to be the same as 2018.

Source

- c. Population Research Center, Portland State University. Estimates are for July 1 of the fiscal year.
d. Bureau of Economic Analysis, U.S. Department of Commerce.
e. Bureau of Labor Statistics, U.S. Department of Labor. Rates presented are annualized for the calendar year.

Operating Information

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Principal Employers for Lane County
Current Year and Nine Years Ago

Employer	2020			2011		
	Employees ^a	Rank	Percentage of County Employment	Employees ^a	Rank	Percentage of County Employment
PeaceHealth Corp	5,762	1	3.31%	4,893	1	2.65%
University of Oregon	5,597	2	3.21%	4,038	2	2.54%
Eugene 4J School District	2,248	3	1.29%	2,794	3	1.76%
US Government	1,899	4	1.09%	1,777	6	1.08%
State of Oregon	1,748	5	1.00%	2,205	5	1.24%
Lane County Government	1,736	6	1.00%	2,000	4	1.26%
Springfield School District	1,545	7	0.89%	1,500	8	0.82%
City of Eugene	1,536	8	0.88%	1,797	7	0.82%
Lane Community College	1,076	9	0.62%	1,118	9	7.00%
McKenzie-Willamette Medical Center	1,066	10	0.61%			
Wal-Mart				1,050	10	6.60%
	24,213		13.91%	23,172		25.77%

Notes

a. Employee count is for the 1st Quarter of 2018 and percent of county employment is as of January 1st of each year.

Source

Eugene Chamber of Commerce, Oregon Employment Department and City of Eugene.

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Building Construction and Acquisitions
Last Ten Fiscal Years

<u>Year</u>	<u>Building Name</u>	<u>Square Footage</u>	<u>Cumulative Square Footage</u>	
Prior to 2004	Center	184,611	184,611	
	Student Services	42,699	227,310	
	Business	19,358	246,668	
	Administration	16,307	262,974	
	Health Technology	43,825	306,800	
	Physical Education	105,485	412,285	
	Performing Arts	60,329	472,613	
	Campus Services	42,022	514,635	
	Welding Technology	21,236	535,872	
	Auto/Diesel Technology	38,621	574,492	
	Air Technology	82,476	656,969	
	Art/GED	38,884	695,853	
	Machine Technology	79,086	774,939	
	Electronic Annex	7,179	782,118	
	Electronics	17,077	799,195	
	Science	89,547	888,742	
	Forum	24,520	913,262	
	Industrial Technology	19,656	932,918	
	Work Force Training	89,281	1,022,199	
	Child Care Centers	17,426	1,039,625	
2010	Health And Wellness Center	43,255	1,082,880	
	Native American Longhouse	6,543	1,089,423	
	FMP Nursery	1,500	1,090,923	
	Waste Water Treatment Plant	660	1,091,583	
	FMP Storage	2,240	1,093,823	
	Test Cells	3,100	1,096,923	
	Cooling Tower	1,752	1,098,675	
	PA Storage	2,890	1,101,565	
	PE Storage	1,430	1,102,995	
	Greenhouse	240	1,103,235	
	Chemical Storage Facility	297	1,103,532	
	Exterior Elevators	260	1,103,792	
	Bus Station	1,944	1,105,736	
	Solar Station	5,390	1,111,126	
	Downtown Center	56,508	1,167,634	
	Flight Tech / Aviation	41,303	1,208,937	
	Cottage Grove Center	18,613	1,227,550	
	Florence Center	17,426	1,244,976	
	2007	KLCC Downtown	8,200	1,253,176
	2012	Downtown Campus	185,171	1,438,347

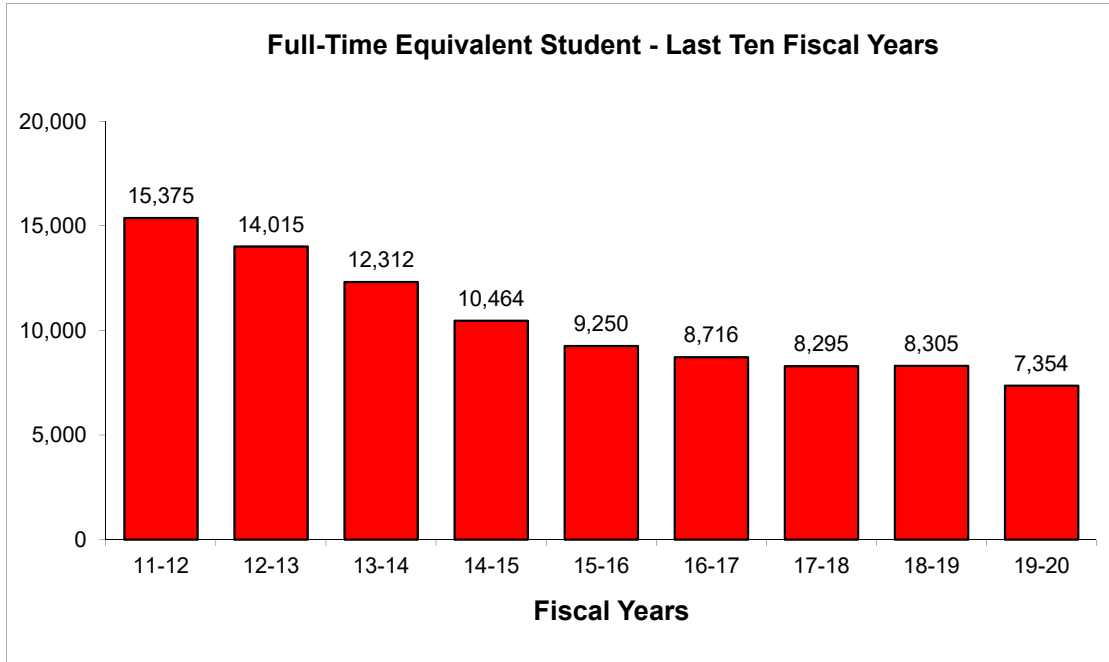
Source

Lane Community College Facilities Management and Planning

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Enrollment Statistics
Last Ten Fiscal Years

	Total Operating Expenses	District Population (Estimated) ^b	Full-time Equivalent Student	Unduplicated Headcount	Percent of Total District Population	Number of Employees ^c	Student FTE Per Employee
2019-20	139,725,988	378,880	7,354	20,957	5.53%	587	12.5
2018-19	131,492,391	375,120	8,077	24,259	6.47%	593	13.6
2017-18	136,742,907	370,600	8,305	25,793	6.96%	603	13.8
2016-17	141,199,720	365,940	8,716	26,176	7.15%	627	13.9
2015-16	166,621,796	362,150	9,250	28,219	7.79%	645	14.3
2014-15	121,535,041	358,805	10,464	30,449	8.49%	697	15.0
2013-14	161,452,486	356,212	12,312	33,695	9.46%	725	17.0
2012-13	169,610,943	354,200	14,018	37,254	10.52%	730	19.2
2011-12	172,272,408	353,155	15,445	38,671	10.95%	725	21.3
2010-11	159,684,876	348,550	15,424	37,561	10.78%	738	20.9



Notes

NA Not available

Source

- a. Oregon Community College Profile
- b. Population Research Center, Portland State University. Estimates are for July 1 of the fiscal year.
- c. October 31 Employee Snapshot Data, All Funds

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Awards Conferred
Last Ten Fiscal Years

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Lower Division Transfer										
AAOT/ASOT	552	470	536	441	468	482	468	573	474	418
Associate of General Studies	593	567	667	538	429	139	159	150	97	86
Associate of Science	<u>150</u>	<u>144</u>	<u>165</u>	<u>118</u>	<u>81</u>	<u>65</u>	<u>73</u>	<u>61</u>	<u>90</u>	<u>54</u>
Total Transfer Awards	<u>1295</u>	<u>1181</u>	<u>1368</u>	<u>1097</u>	<u>978</u>	<u>686</u>	<u>700</u>	<u>784</u>	<u>661</u>	<u>558</u>
Technical										
Associate of Applied Science	352	331	352	399	415	491	519	550	558	418
Certificate	408	509	458	419	468	420	546	526	434	390
Apprentice: Assoc. of Applied Science	<u>24</u>	<u>2</u>	<u>5</u>	<u>2</u>	<u>0</u>	<u>1</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Technical Awards	<u>784</u>	<u>842</u>	<u>815</u>	<u>820</u>	<u>883</u>	<u>912</u>	<u>1065</u>	<u>1076</u>	<u>992</u>	<u>808</u>
Total Awards	<u>2079</u>	<u>2023</u>	<u>2183</u>	<u>1917</u>	<u>1861</u>	<u>1598</u>	<u>1765</u>	<u>1860</u>	<u>1653</u>	<u>1366</u>
Oregon Transfer Module*	<u>0</u>	<u>1</u>	<u>491</u>	<u>412</u>	<u>418</u>	<u>421</u>	<u>376</u>	<u>517</u>	<u>0</u>	<u>0</u>

* The Oregon Transfer Module is a state-approved transcription notation, not a degree or certificate.

Source

Per Lane Community College Institutional Research

LANE COMMUNITY COLLEGE
EUGENE, OREGON

Number of Contracted Employees
Last Ten Fiscal Years
All Funds

<u>Fiscal Year</u>	<u>Faculty</u>	<u>Classified</u>	<u>Exempt</u>	<u>Total</u>
2019-20	202	314	71	587
2018-19	207	319	67	593
2017-18	198	337	68	603
2016-17	222	341	64	627
2015-16	223	352	70	645
2014-15	247	382	68	697
2013-14	255	402	68	725
2012-13	252	406	72	730
2011-12	250	403	72	725
2010-11	252	419	67	738

Source

Lane Community College Institutional Research and Planning
October 31 Employee Snapshot Data

**DISCLOSURES IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS AND
THE UNIFORM GUIDANCE**

LANE COMMUNITY COLLEGE

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

	Federal CFDA Number	Pass-Through Grantor's Number	Total Expenditures
<u>U.S. DEPARTMENT OF EDUCATION:</u>			
Direct programs:			
Student Financial Assistance Cluster:			
Supplemental Educational Opportunity Grants	84.007		\$ 488,335
College Work Study	84.033		655,476
Federal Perkins Loans	84.038		580,586
Pell Grant	84.063		11,434,412
Federal Direct Student Loan	84.268		9,985,607
			<u>23,144,416</u>
TRIO - SSS 8-19	84.042		32,450
TRIO - SSS 8-20	84.042		273,772
TRIO STEM 8-19	84.042		30,065
TRIO STEM 8-20	84.042		233,115
			<u>569,402</u>
CCAMPIS 9-19	84.335		9,726
CCAMPIS 9-20	84.335		111,651
			<u>121,377</u>
Title III - Strengthening Institutions	84.031		75,037
CARES Act - Higher Education Emergency Relief Funds:			
Student Aid Portion	84.425E		1,223,600
Institutional Portion	84.425F		600,444
Strengthening Institutions Program	84.425M		148,835
			<u>1,972,879</u>
Passed Through Oregon Higher Education			
Coordinating Commission:			
Adult Education - Comprehensive 6-20	84.002	19-054 COMP	350,420
Adult Education - IEL/CE 6-20	84.002	19-054 IELCE	100,849
Adult Education - Corrections 6-20	84.002	19-054 CORR	36,255
Adult Education - Accountability 6-20	84.002	19-054 ACC	74,641
Adult Education - Program Improvement 6-20	84.002	19-054 PI	3,999
Passed Through Columbia University:			
Learning Standards Trainers 6-20	84.002		11,625
			<u>577,789</u>
Passed Through Teacher's College - Columbia University:			
Teacher's College 9-20	84.305	OPP1160172	5,933
Passed Through Oregon Department of Education:			
Career and Technical Education - Perkins 9-19	84.048	48154	83,990
Career and Technical Education - Perkins 9-20	84.048	52508	477,622
Passed Through Lane Education Service District:			
Career and Technical Education - Reserve 7-20	84.048	52476	21,455
			<u>583,067</u>
Total U.S. Department of Education			<u>27,049,900</u>

LANE COMMUNITY COLLEGE

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2020

	Federal CFDA Number	Pass-Through Grantor's Number	Total Expenditures
<u>NATIONAL SCIENCE FOUNDATION:</u>			
Direct programs:			
NSF: ILEED 6-20	47.076		\$ 55,714
NSF: Water-I 6-21	47.076		271,881
Passed Through Madison College:			
CREATE 6-20	47.076	1600934	1,097
Total National Science Foundation			<u>328,692</u>
<u>SMALL BUSINESS ADMINISTRATION:</u>			
Direct programs:			
SBA Portability Assistance 9-20	59.037		46,943
SBA Portability Assistance 9-19	59.037		28,909
SBA/OSBDCN 12-21	59.037		542,439
SBA/OSBDCN 12-19	59.037		1,035,560
CARES Act - OSBDCN	59.037		249,789
Total Small Business Administration			<u>1,903,640</u>
<u>CORPORATION FOR NATIONAL & COMMUNITY SERVICE:</u>			
Direct programs:			
Senior Companion 6-20	94.016		257,872
Senior Companion 6-19	94.016		674
Total Corporation for National & Community Service			<u>258,546</u>
<u>U. S. DEPARTMENT OF JUSTICE:</u>			
Direct program:			
BVP 8-19	16.607		1,385
<u>U. S. DEPARTMENT OF LABOR:</u>			
Passed Through American Association of Community Colleges:			
AACC ECA Initiative 2-22	17.275		23,934
<u>U. S. DEPARTMENT OF AGRICULTURE:</u>			
Passed Through Oregon Department of Education:			
Child and Adult Care Food Program	10.558		20,876
<u>U. S. DEPARTMENT OF HEALTH & HUMAN SERVICES:</u>			
Direct programs:			
HRSA 3-20	93.924		123,101
Passed Through Oregon Department of Human Services:			
DHS JOBS 6-21	93.596		27,459
Passed through Oregon Department of Education:			
ODE ELD CCR&R 09-19	93.596	52410, 12220	58,808
ODE ELD CCR&R 06-21	93.596		389,237
			<u>475,504</u>
Total U.S. Department of Health & Human Services			<u>598,605</u>
Total all programs			<u>\$ 30,185,578</u>

LANE COMMUNITY COLLEGE

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2020

1. BASIS OF PRESENTATION:

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of Lane Community College under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the activities of the College, it is not intended to and does not present either the financial position, changes in net position or cash flows of the College.

2. SIGNIFICANT ACCOUNTING POLICIES:

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Direct loans (CFDA No. 84.268) are loans held by the Federal Government and are not included in loans receivable for the College. Direct loans disbursed during the year are included in the federal expenditures presented in the Schedule. Perkins Loans (CFDA No. 84.038) outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The College has elected not to use the ten percent de minimis indirect cost rate as allowed under the Uniform Guidance.

3. FEDERAL PERKINS LOANS:

Activity of the College's Federal Perkins Loan program (CFDA # 84.038) during the 2019-20 fiscal year is as follows:

Balance - 7/1/2019	\$ 580,586
Loan advances	-
Loan repayments, assignments and cancellations	<u>(377,140)</u>
 Balance - 6/30/2020	 <u><u>\$ 203,446</u></u>

4. SUBRECIPIENTS:

During the year ended June 30, 2020, the College provided federal awards to subrecipients as follows:

	<u>CFDA Number</u>	<u>Expenditures</u>
Small Business Development Centers	59.037	\$ 973,694

LANE COMMUNITY COLLEGE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2020

A - SUMMARY OF AUDIT RESULTS:

1. The independent auditor's report expresses an unmodified opinion on the financial statements of Lane Community College.
2. There were no significant deficiencies in internal control over financial reporting reported during the audit of the financial statements of Lane Community College.
3. No instances of noncompliance material to the financial statements of Lane Community College were disclosed during the audit.
4. There were no significant deficiencies in internal control over compliance reported during the audit of the major federal award programs of Lane Community College.
5. The independent auditor's report on compliance for the major federal award programs of Lane Community College expresses an unmodified opinion.
6. No audit findings relative to the major federal award programs of Lane Community College are reported in this schedule.
7. The programs tested as major programs included the following programs:

<u>Program Name</u>	<u>CFDA Number</u>
Student Financial Aid Cluster:	
Federal Supplemental Educational Opportunity Grants	84.007
Federal Work-Study Program	84.033
Federal Perkins Loans	84.038
Federal Pell Grant Program	84.063
Federal Direct Loans	84.268
Higher Education Emergency Relief Fund	84.425

8. The threshold for distinguishing Type A programs from Type B programs was \$750,000.
9. Lane Community College was determined to be a low-risk auditee.

B - FINDINGS, FINANCIAL STATEMENTS AUDIT:

None.

C - FINDINGS AND QUESTIONED COSTS, MAJOR FEDERAL AWARD
PROGRAMS AUDIT:

None.

INDEPENDENT AUDITOR'S COMMENTS