

Executive Audit Summary for Stillwater Area Public Schools (ISD #834)

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor

Presented by:

CliftonLarsonAllen

Dennis Hoogeveen, Principal

John Lorenzini, Director

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Audit Results Year Ended 6/30/20

- Audit Opinion – The financial statements are fairly stated. We issued what is known as a “clean” or unmodified audit report.
- Yellow Book Compliance Findings – No compliance issues were noted in our review of laws, regulations, contracts and grants that could have significant financial implications to the District.
- Internal Controls – One material weakness in internal controls over financial reporting was reported.
- Single Audit – As part of the Single Audit we tested the District’s compliance with requirements of the Child Nutrition Cluster.



Audit Results Year Ended 6/30/20

- MN Legal Compliance – No compliance findings reported with respect to Minnesota Statutes.
- New Accounting Standards Implemented:
 - GASB 84 – Fiduciary Activities (Student Activity Funds)
- Upcoming Accounting Changes:
 - GASB 87 – Leases – Effective Fiscal Year Ended June 30, 2022 (delayed by one year)
- No uncorrected misstatements
- No disagreements with management



ISD NO. 834 - STILLWATER

AUDITED FUND BALANCES THROUGH JUNE 30, 2020

FUND DESCRIPTION	6/30/2019 AUDITED BALANCE	2019-20 AUDITED REVENUES	TRANSFERS INTO FUNDS	2019-20 AUDITED EXPENDITURES	TRANSFERS OUT OF FUNDS	6/30/20 AUDITED BALANCE
GENERAL FUND						
A. UNASSIGNED - OPERATING	\$ 7,011,832	\$ 95,532,129	\$ (755,814)	\$ 91,394,589	\$ -	\$ 10,393,558
As a percentage of current year operating expenditures	6.37%					9.71%
B. NONSPENDABLE FOR						
PREPAID ITEMS	\$ 133,500	\$ 43,479	\$ -	\$ -	\$ -	\$ 176,979
C. RESTRICTED FOR						
LEARNING AND DEVELOPMENT	\$ -	\$ 1,808,135	\$ 24,732	\$ 1,832,867		\$ -
STUDENT ACTIVITIES	-	251,068		178,206		72,862
SCHOLARSHIPS	-	390,247		109,496		280,751
ACHIEVEMENT AND INTEGRATION	11,490	992,665		852,452		151,703
MEDICAL ASSISTANCE	-	311,405		311,405		-
GIFTED AND TALENTED	-	120,680		120,680		-
BASIC SKILLS	-	926,070	561,413	1,487,483		-
SAFE SCHOOLS	-	767,512		508,269		259,243
COOPERATIVE PROGRAMS	-	450,498	169,669	620,167		-
STAFF DEVELOPMENT	274,038	1,195,141		1,118,485		350,694
LTFM	6,550,976	5,527,294		4,701,448		7,376,822
OPERATING CAPITAL	5,550,528	3,081,227		2,384,865		6,246,890
TOTAL RESTRICTED	\$ 12,387,032	\$ 15,821,942	\$ 755,814	\$ 14,225,823	\$ -	\$ 14,738,965
D. COMMITTED FOR						
TECHNOLOGY	\$ 983,815	\$ -	\$ -	\$ -	\$ -	\$ 983,815
E. ASSIGNED FOR						
SEVERANCE BENEFITS	\$ 470,000	\$ 50,000		\$ -		\$ 520,000
FACILITY USE IMPROVEMENTS	389,379	51,190		-		440,569
ALTERNATIVE COMPENSATION Q-COMP	370,493	1,419,743		1,426,785		363,451
LEARNING AND INNOVATION	186,618	-		44,618		142,000
GRANTS	-	455,260		-		455,260
DONATIONS	-	502,527		-		502,527
TOTAL ASSIGNED	\$ 1,416,490	\$ 2,478,720	\$ -	\$ 1,471,403	\$ -	\$ 2,423,807
BUDGET		\$113,975,831		\$113,479,468		\$22,429,032
TOTAL GENERAL FUND	\$ 21,932,669	\$ 113,876,270	\$ -	\$ 107,091,815	\$ -	\$ 28,717,124
DIFFERENCE		(\$99,561)		(\$6,387,653)	\$ -	\$6,288,092
% VARIANCE		-0.09%		-5.63%		



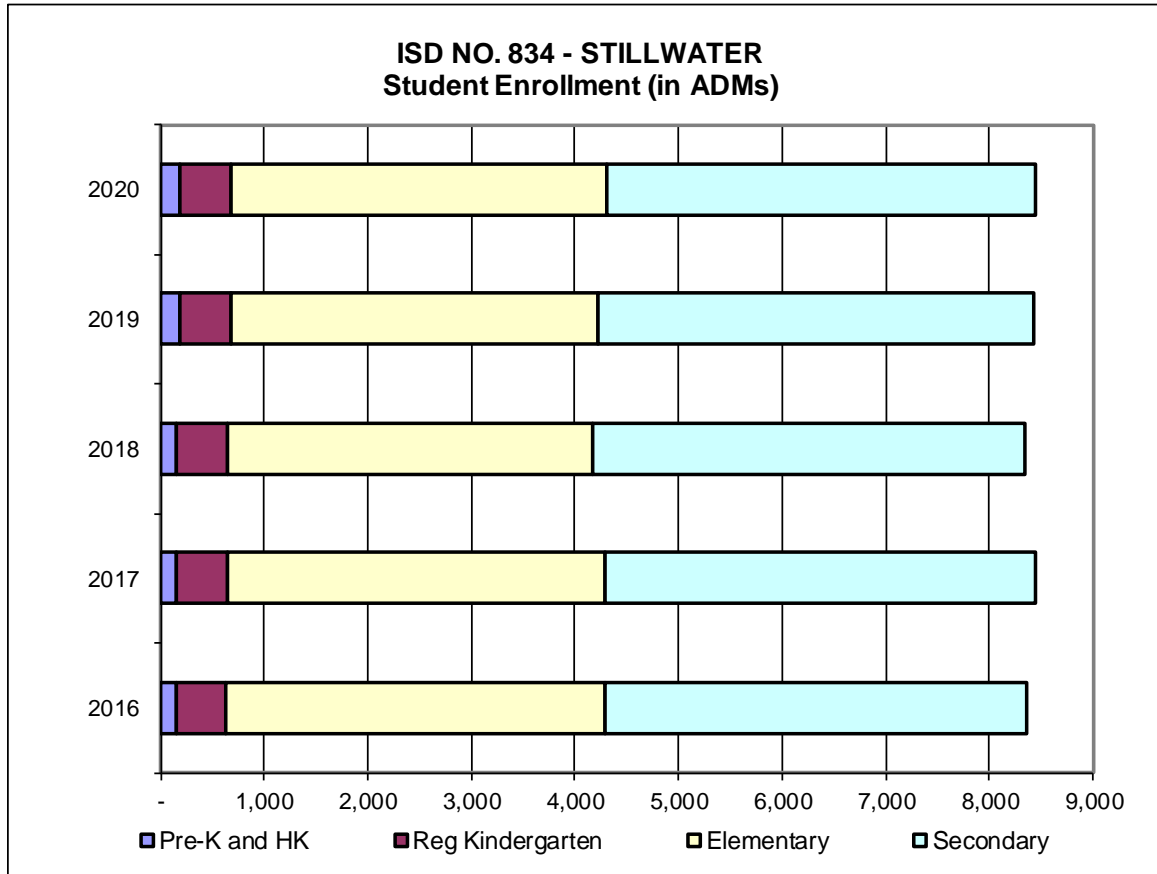
Audited Fund Balances – Other Funds

AUDITED FUND BALANCES THROUGH JUNE 30, 2020

FUND DESCRIPTION	6/30/2019 AUDITED BALANCE	2019-20 AUDITED REVENUES	TRANSFERS INTO FUNDS	2019-20 AUDITED EXPENDITURES	TRANSFERS OUT OF FUNDS	6/30/20 AUDITED BALANCE
TOTAL FOOD SERVICE						
BUDGET		\$4,467,651	\$ -	\$4,257,942		\$1,163,466
DIFFERENCE	\$ 953,757	\$ 3,924,484	\$ -	\$ 3,744,400	\$ -	\$ 1,133,841
% VARIANCE		(\$543,167) -12.16%		(\$513,542) -12.06%		(\$29,625)
TOTAL COMMUNITY EDUCATION						
BUDGET		\$7,467,253	\$ -	\$7,654,144		\$1,286,811
DIFFERENCE	\$ 1,473,702	\$ 6,133,641	\$ -	\$ 7,022,035	\$ -	\$ 585,308
% VARIANCE		(\$1,333,612) -17.86%		(\$632,109) -8.26%		(\$701,503)
TOTAL BUILDING FUND						
BUDGET		\$75,000	\$ -	\$3,012,980		\$1,404,940
DIFFERENCE	\$ 4,342,920	\$ 43,840	\$ -	\$ 3,014,560	\$ -	\$ 1,372,200
		(\$31,160)		\$1,580		(\$32,740)
TOTAL DEBT SERVICE						
BUDGET		\$10,042,887	\$ 84,079	\$10,113,258	\$ 84,079	\$2,891,642
DIFFERENCE	\$ 2,962,013	\$ 16,077,749	\$ -	\$ 16,179,583	\$ -	\$ 2,860,179
% VARIANCE		\$6,034,862 60.09%		\$6,066,325 59.98%		(\$31,463)
PROPRIETARY & TRUST	\$ 11,026,128	\$ 17,534,836	\$ -	\$ 16,334,944	\$ -	\$ 12,226,020
TOTAL	\$ 42,691,189	\$ 157,590,820	\$ 84,079	\$ 153,387,337	\$ 84,079	\$ 46,894,672



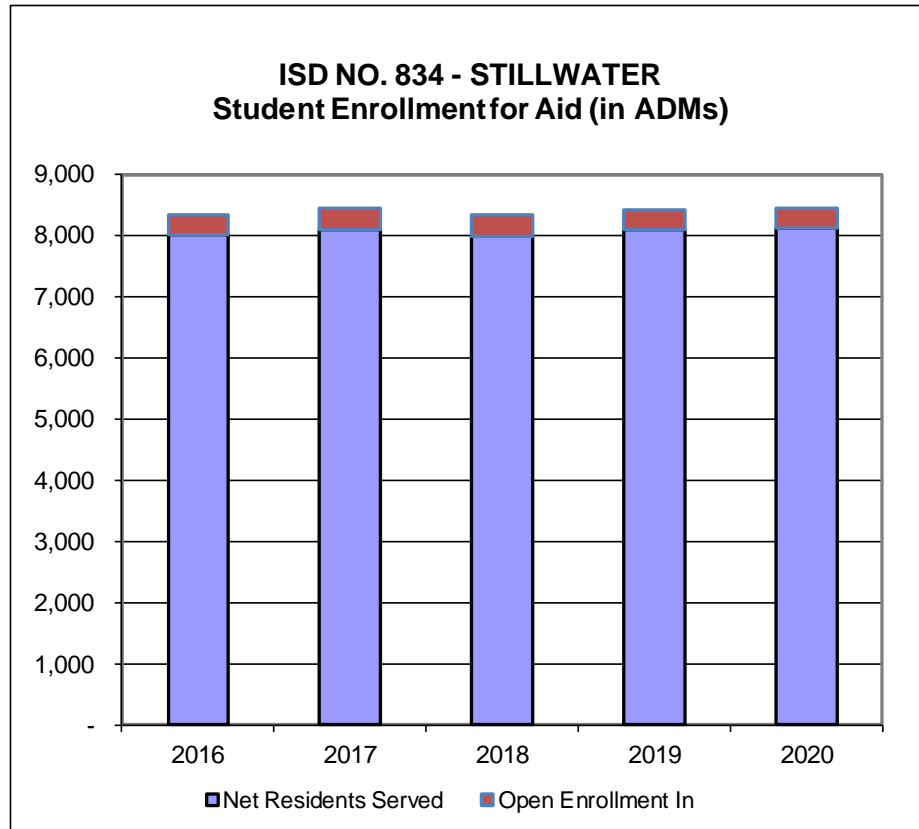
Student Enrollment – in ADMs



	2016	2017	2018	2019	2020
Pre-K and HK	149.69	144.04	146.66	178.37	194.00
Reg Kindergarten	477.26	495.45	493.72	506.73	487.48
Elementary	3,657.63	3,648.54	3,522.57	3,530.51	3,621.74
Secondary	4,067.90	4,161.82	4,179.34	4,217.63	4,149.87
Net ADM Served	8,352.48	8,449.85	8,342.29	8,433.24	8,453.09
Percent Change	-1.03%	1.17%	-1.27%	1.09%	0.24%



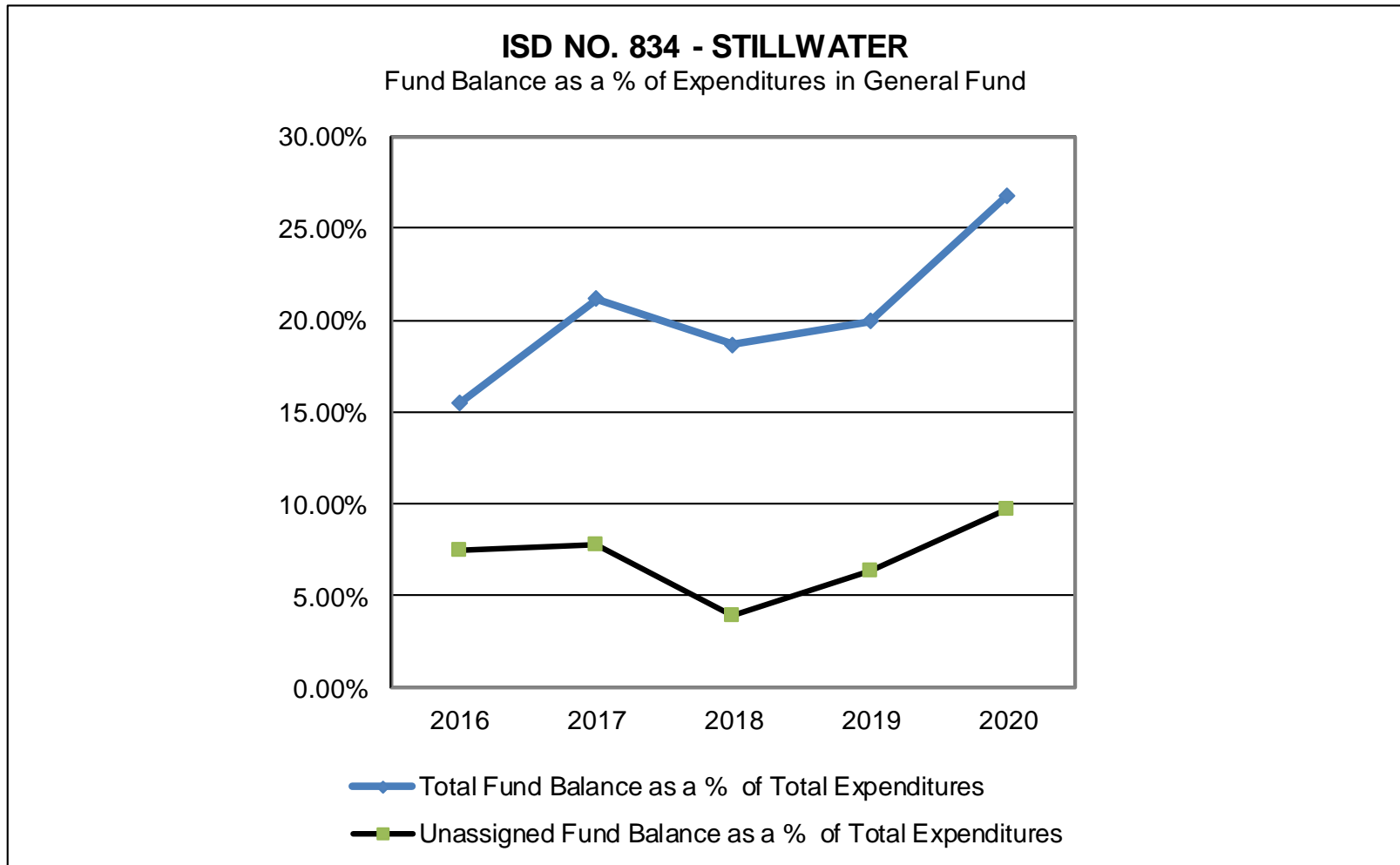
Student Enrollment – in ADMs



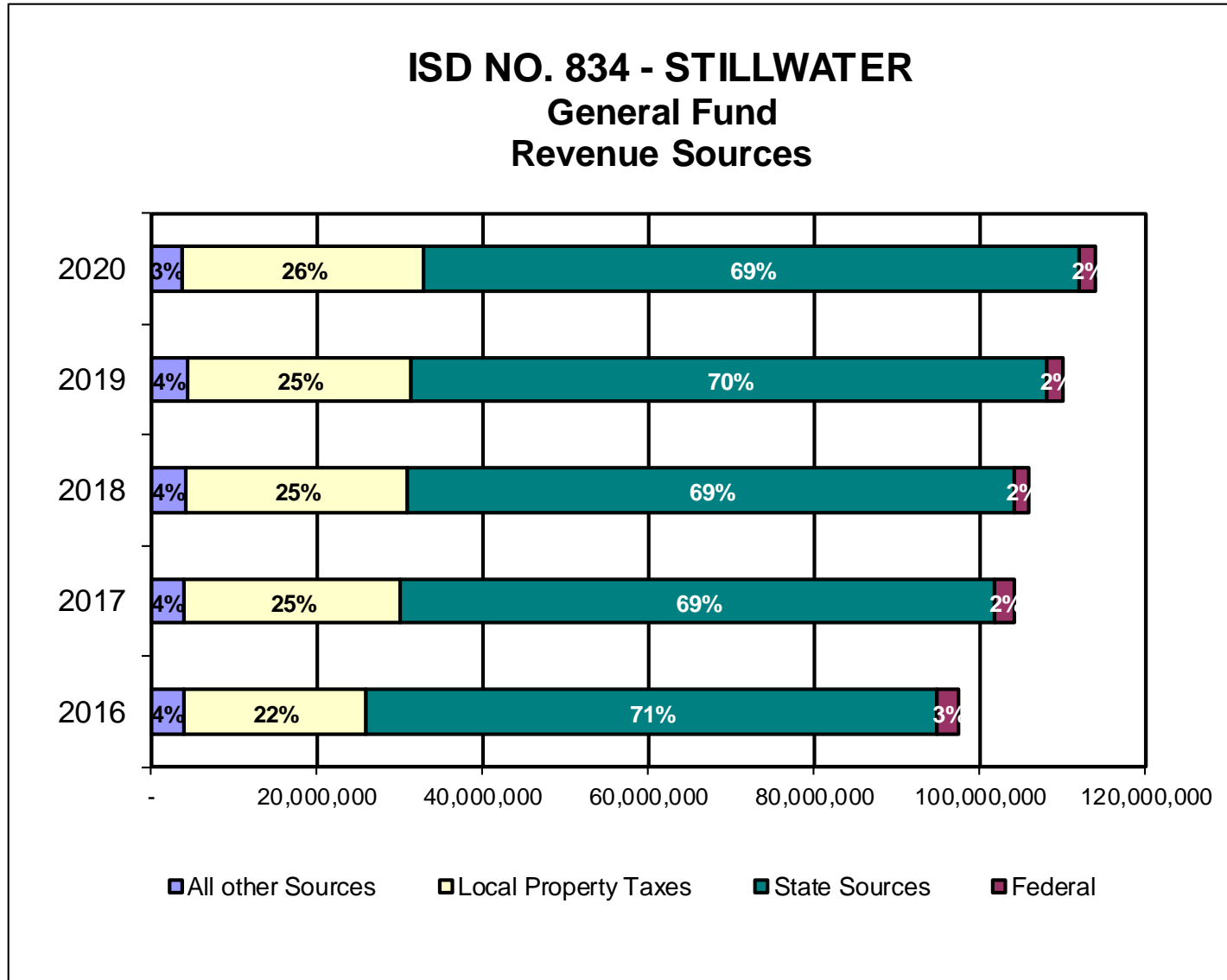
	2016	2017	2018	2019	2020
Total Residents	9,657.41	9,732.00	9,790.24	9,952.06	9,976.35
Open Enrollment Out*	(1,652.33)	(1,621.97)	(1,797.03)	(1,863.02)	(1,850.23)
Net Residents Served	8,005.08	8,110.03	7,993.21	8,089.04	8,126.12
Open Enrollment In	347.40	339.82	349.08	344.20	326.97
Net ADM Served	<u>8,352.48</u>	<u>8,449.85</u>	<u>8,342.29</u>	<u>8,433.24</u>	<u>8,453.09</u>
* including charter schools					
Net Pupil Units Served	<u>9,166.06</u>	<u>9,282.13</u>	<u>9,178.17</u>	<u>9,276.77</u>	<u>9,283.07</u>



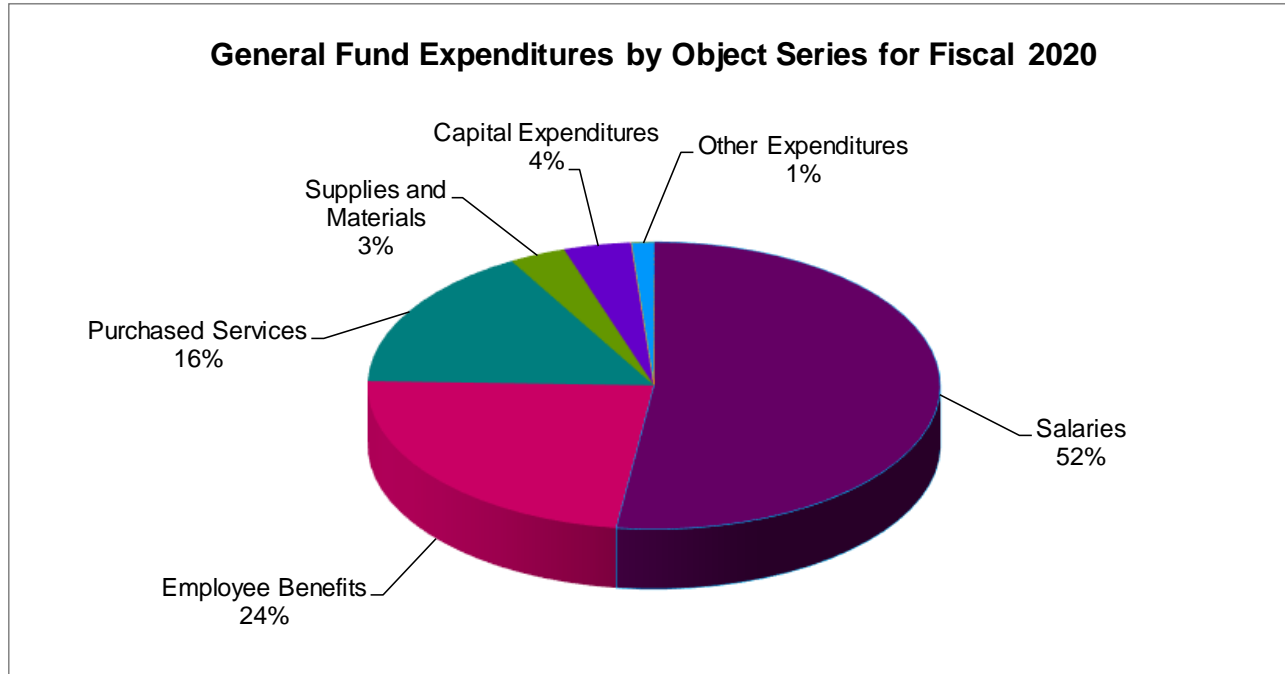
Fund Balances of the General Fund



General Fund – Revenue Sources



General Fund – Expenditures by Object

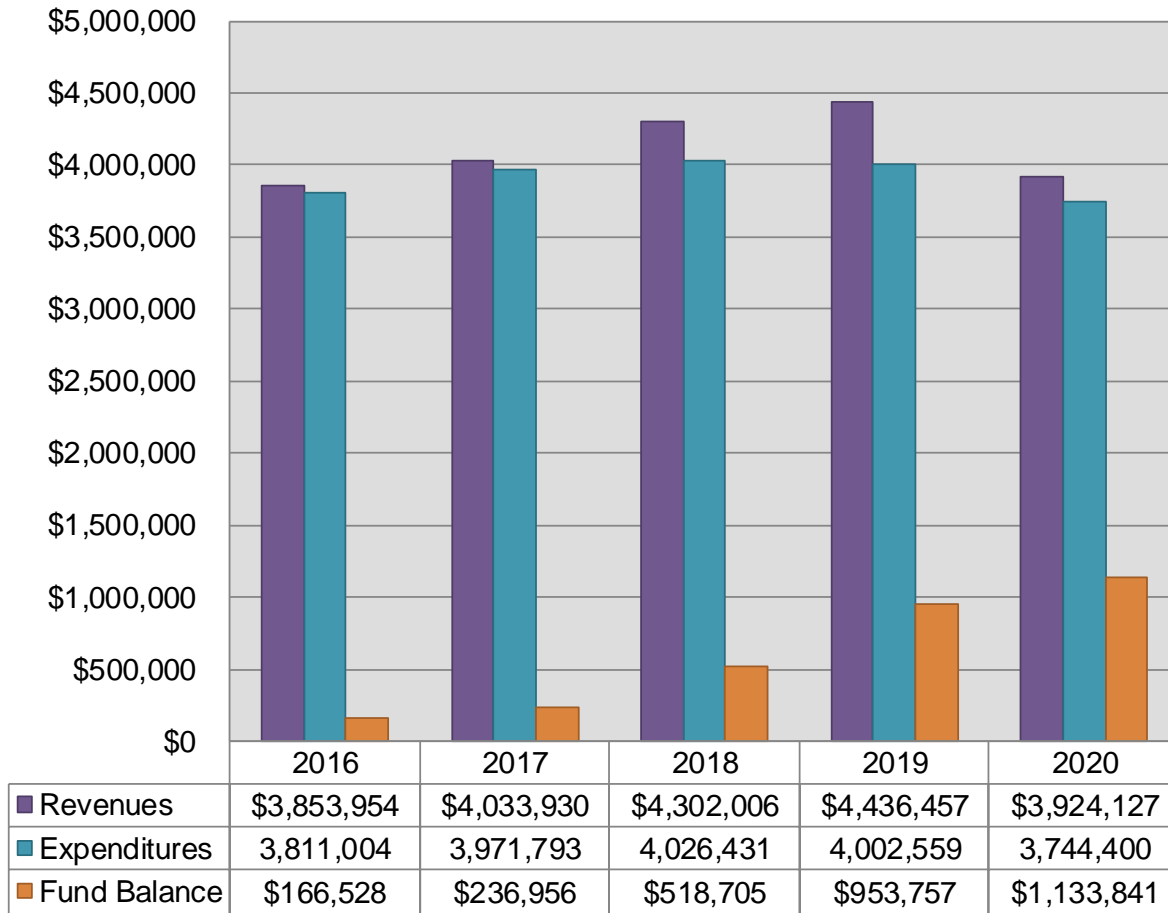


	2020				2019	Change
	Final Amended Budget	Actual	Over (Under) Budget	%	Actual	
Salaries	\$ 56,882,317	\$ 55,804,102	\$ (1,078,215)	-1.9%	\$ 56,274,912	\$ (470,810)
Employee Benefits	24,623,828	25,027,422	403,594	1.6%	25,017,802	9,620
Purchased Services	19,855,441	17,366,091	(2,489,350)	-12.5%	19,270,025	(1,903,934)
Supplies and Materials	3,198,310	3,424,780	226,470	7.1%	3,540,961	(116,181)
Capital Expenditures	7,881,530	4,103,614	(3,777,916)	-47.9%	4,675,635	(572,021)
Other Expenditures	1,038,042	1,365,806	327,764	31.6%	1,280,815	84,991
Total Expenditures	\$ 113,479,468	\$ 107,091,815	\$ (6,387,653)	-5.6%	\$ 110,060,150	\$ (2,968,335)



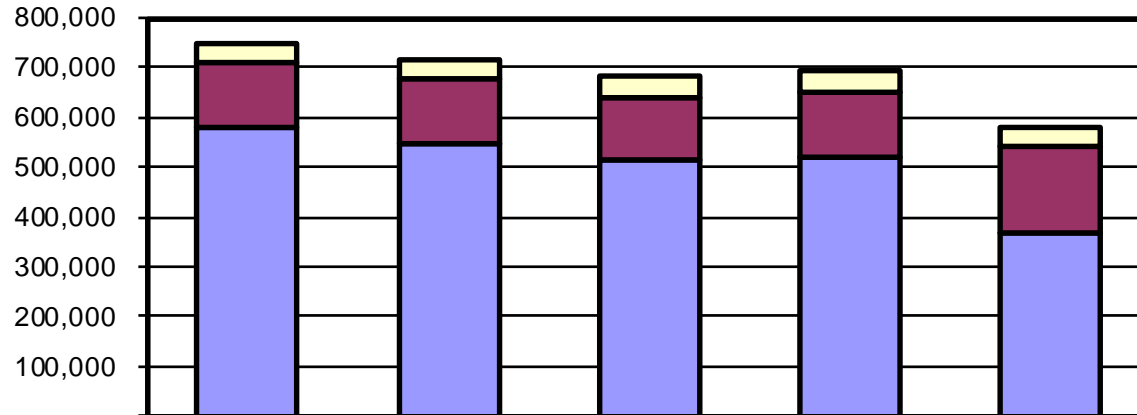
Food Service Fund – Operating Results

Revenue, Expenditures, and Fund Balance -
Food Service Fund



Food Service Fund – Meals Served

MEALS SERVED TO STUDENTS



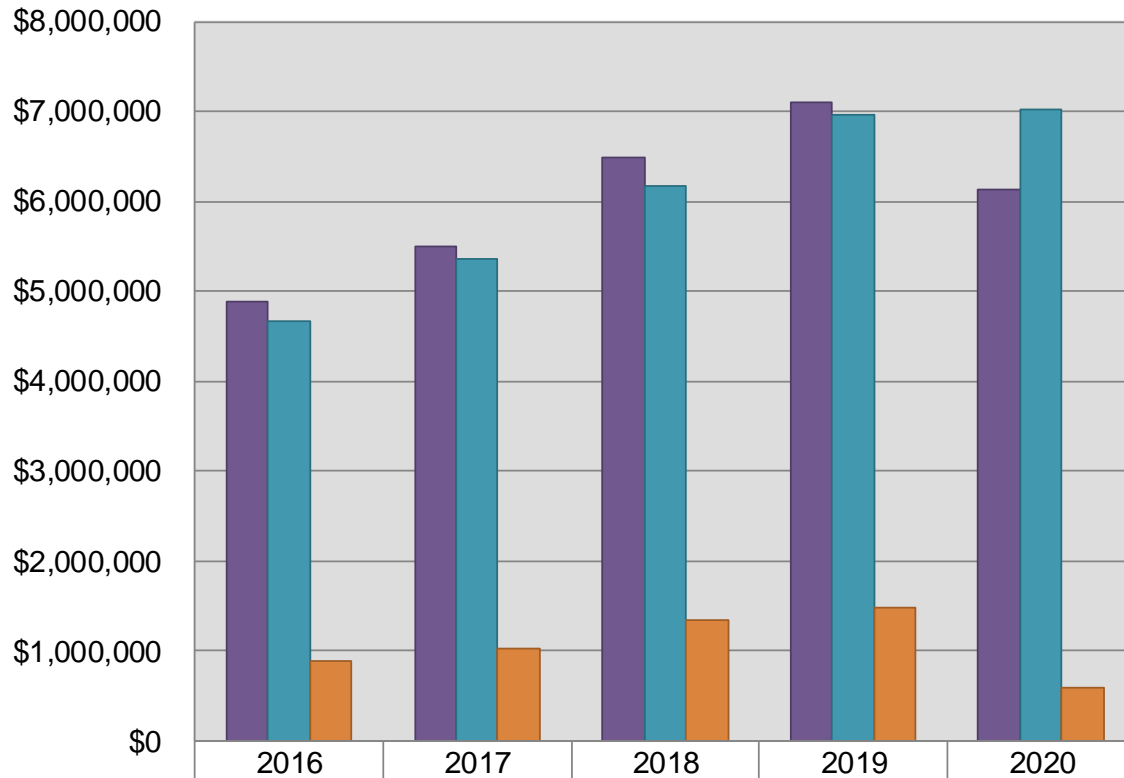
	2016	2017	2018	2019	2020
Reduced Meals	40,893	39,860	43,997	46,955	38,819
Free Meals	131,892	131,214	128,479	125,912	174,770
Full-Price Meals	577,830	547,015	513,140	523,012	367,661
Total meals served	750,615	718,089	685,616	695,879	581,250

■ Full-Price Meals
 ■ Free Meals
 ■ Reduced Meals



Community Service Fund – Operating Results

**Revenue, Expenditures, and Fund Balance -
Community Service Fund**

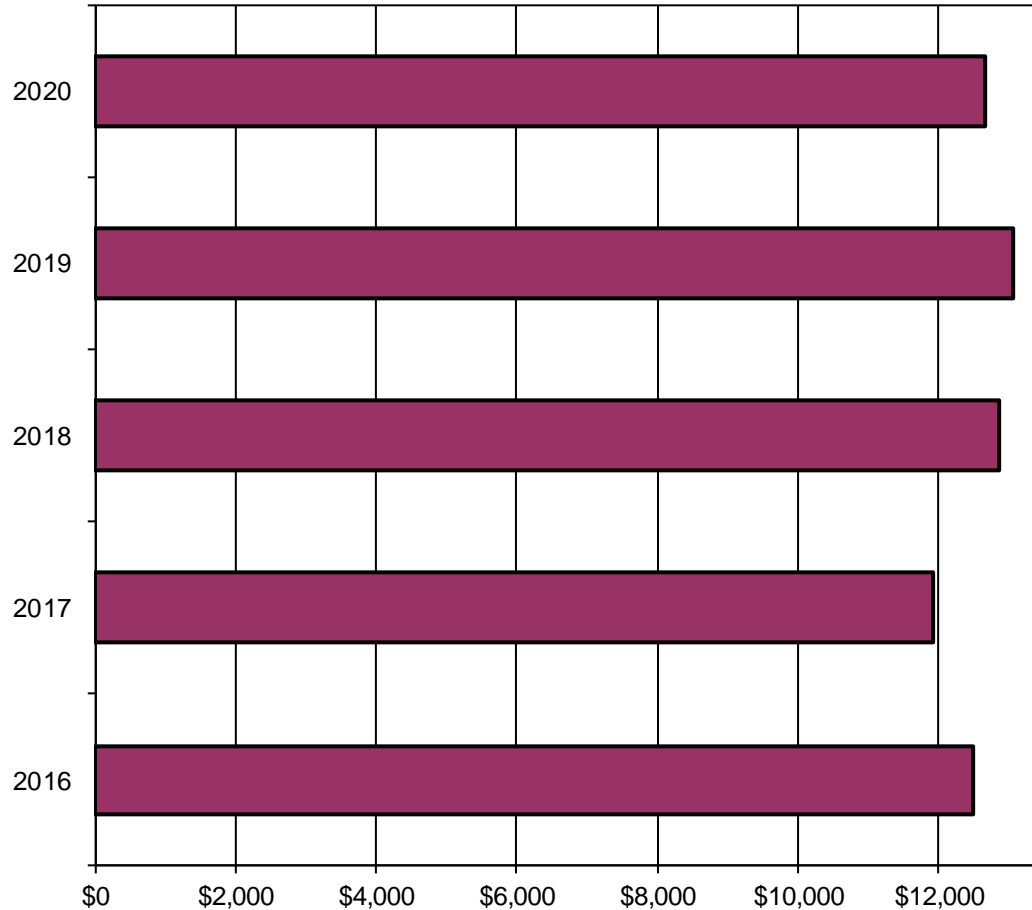


■ Revenues	\$4,886,381	\$5,495,186	\$6,484,881	\$7,096,517	\$6,133,641
■ Expenditures	4,667,625	5,359,081	6,165,197	6,963,307	7,022,035
■ Fund Balance	\$884,703	\$1,020,808	\$1,340,492	\$1,473,702	\$585,308



General Fund – Expenditures Per ADM

General Fund Expenditures Per Student (Per ADM served)



	2016	2017	2018	2019	2020
■ Amount	\$12,487	\$11,911	\$12,860	\$13,051	\$12,669



Expenditures per ADM - Comparison

Expenditures Per Student (ADM) Served						
	Statewide					
	All	Seven County	Enrollment	ISD No. 834		
	Districts	Metro Area	> than 4,000	Stillwater Area Public Schools		
	2019	2019	2019	2018	2019	2020
District and School Admin and Support Services	\$ 1,123	\$ 1,079	\$ 1,022	\$ 946	\$ 858	\$ 854
Regular Instruction (including Co- & Extra-Curricular)	5,743	6,112	5,932	5,491	5,459	5,321
Vocational Instruction (Career & Technical)	168	165	170	169	162	163
Special Education Instruction	2,403	2,505	2,546	2,234	2,307	2,386
Instructional Support Services	650	751	746	855	855	762
Pupil Support Services (including Transportation)	1,182	1,282	1,231	1,416	1,432	1,427
Operations and Maintenance and Other	950	907	917	1,310	1,278	1,143
General Fund Subtotal	12,219	12,801	12,564	12,421	12,351	12,055
Food Service	559	556	553	473	465	433
Community Service	638	799	747	732	830	826
Capital Expenditure (excluding Building Constr Fund)	806	675	714	306	563	496
Debt Service	1,354	1,454	1,433	1,278	1,261	1,302
Total Pre-K - 12						
Operating Expenditures	<u>\$ 15,576</u>	<u>\$ 16,285</u>	<u>\$ 16,011</u>	<u>\$ 15,210</u>	<u>\$ 15,469</u>	<u>\$ 15,112</u>
Percent Change from Prior Year				3.07%	1.71%	-2.31%



Questions and Feedback

- We welcome any questions pertaining to the audit, Governance Communication Letter, Internal Control Communication or other matters related to the engagement.
- We appreciate the opportunity to serve as the auditors for Stillwater Area Public Schools and welcome any feedback relative to our performance.



Thank You!

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