

INDEPENDENT SCHOOL DISTRICT NO. 281 ROBBINSDALE, MINNESOTA

Audit Report
Year Ended June 30, 2021





AUDITOR'S ROLE

- **Opinions on Financial Statements**
 - **District Financial Statement Audit**
 - **“Single Audit” of Federal Awards Expenditures**
- **Internal Controls and Compliance**
 - **Financial Statement Audit**
 - **Federal “Single Audit”**
 - **State Laws and Regulations**



AUDIT RESULTS

FINANCIAL STATEMENT AUDIT

- **Unmodified Opinion on Financial Statements**
- **Internal Controls over Financial Reporting**
 - **Timeliness of Monthly Cash Reconciliations**
- **Compliance over Financial Reporting**
 - **No findings reported for the current year**
- **Compliance with Minnesota Laws and Regulations**
 - **Unclaimed property report**
 - **Timely payment of claims**



AUDIT RESULTS

FEDERAL SINGLE AUDIT

- **SEFA Fairly Stated in Relation to Basic Financial Statements**
- **Significant Deficiency in Internal Controls Over Federal Compliance**
 - **Coronavirus State and Local Fiscal Recovery Funds**
 - Controls over period of performance and allowable costs
 - Expenditures claimed for reimbursement incurred outside of the period of performance specified for this award
- **Noncompliance with Federal Requirements**
 - No reportable non-compliance

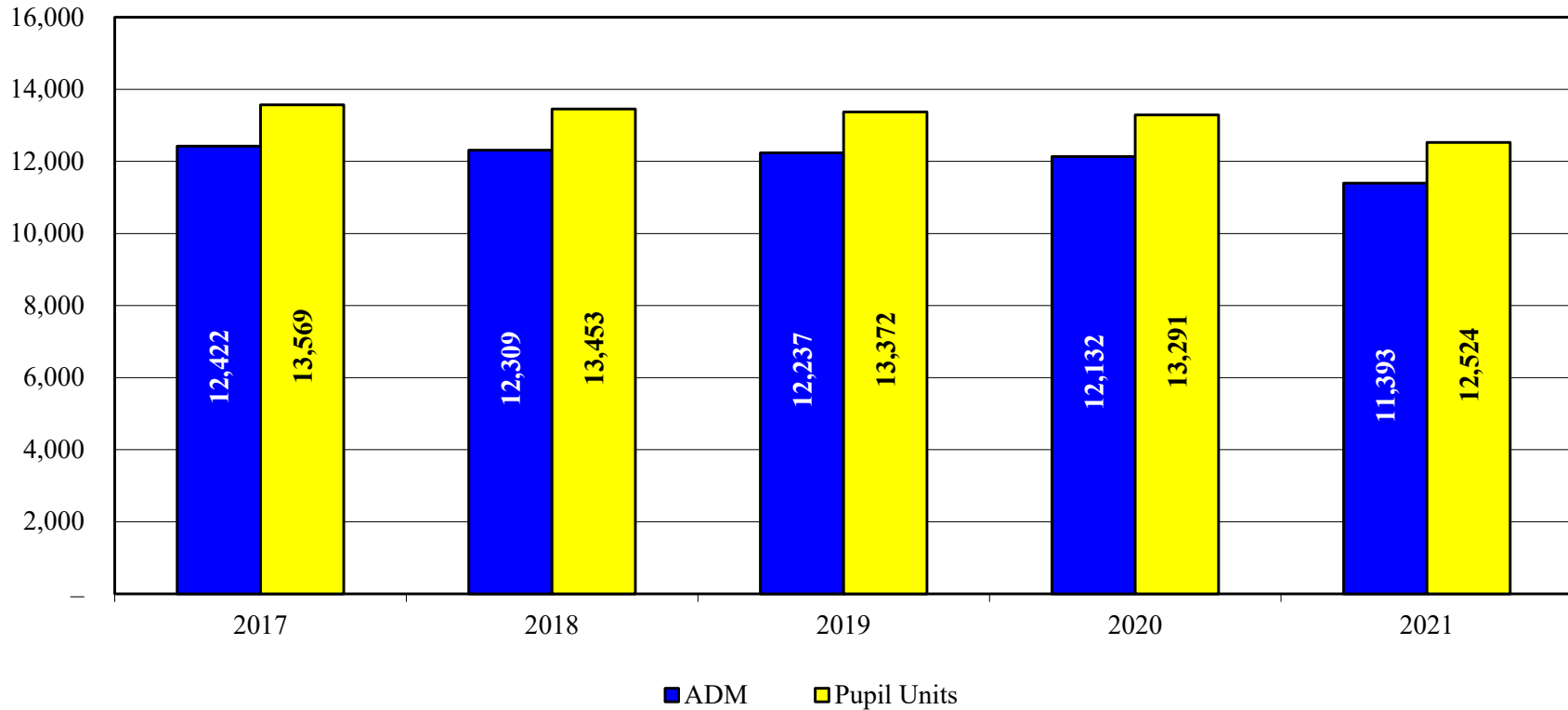


AUDIT RESULTS FOLLOW-UP ON 2020 FINDINGS

- **The Following Findings Resulting From The District's Fiscal 2020 Audit Were Corrected in Fiscal 2021:**
 - **Federal I/C Deficiency – Child Nutrition Cluster of Federal Programs – Suspension and Debarment**
 - Appropriate verification of vendor eligibility to participate in contracts paid with federal awards was documented for all vendors tested in fiscal 2021
 - **Minnesota Legal Compliance – Timely Submission of Financial Data:**
 - The District submitted audited fund balance data and audited financial statements for fiscal 2021 by the respective state reporting deadlines

ADJUSTED ADM AND PUPIL UNITS SERVED

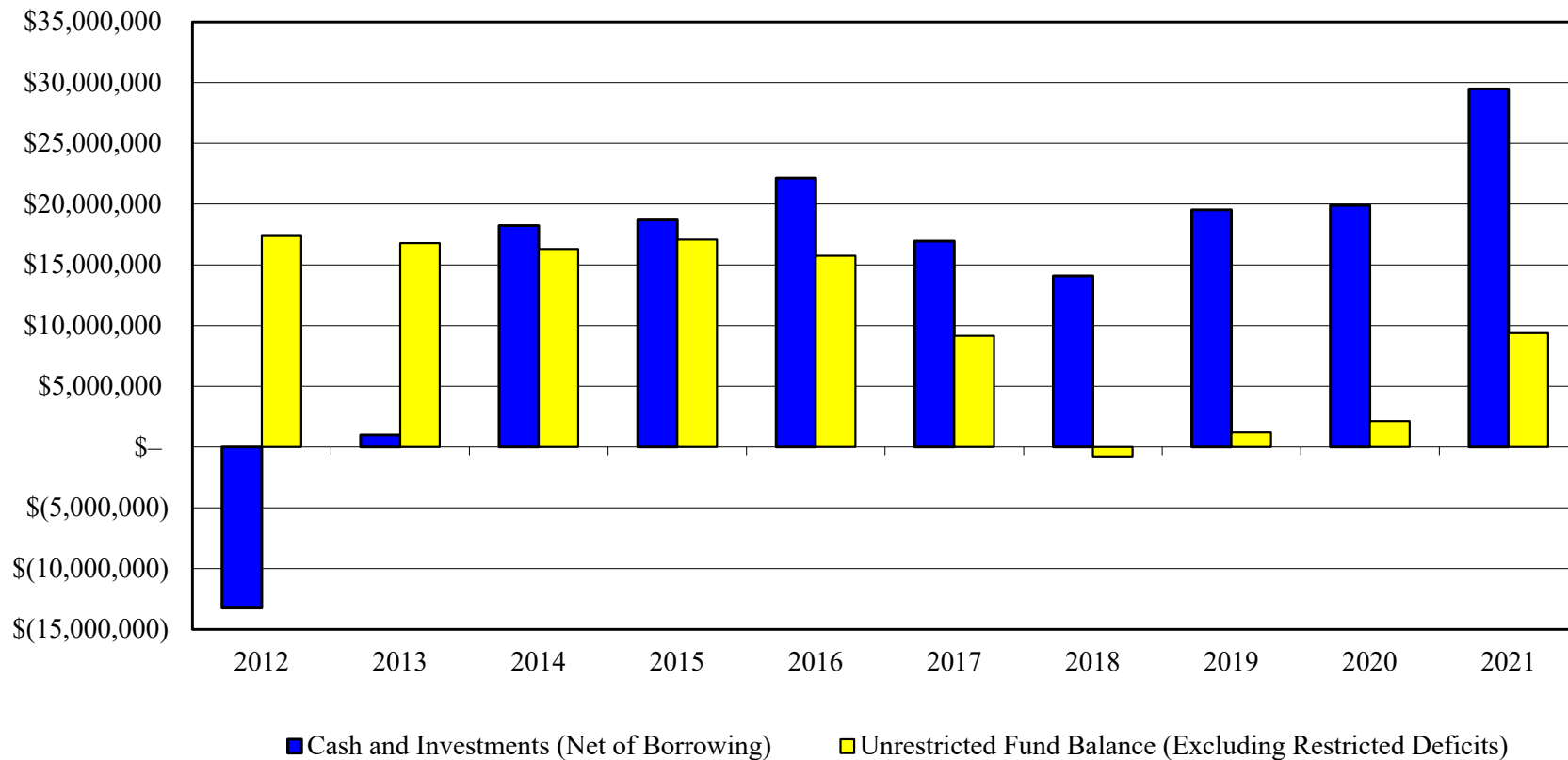
Adjusted ADM and Pupil Units Served





GENERAL FUND FINANCIAL POSITION

General Fund Financial Position
Year Ended June 30,





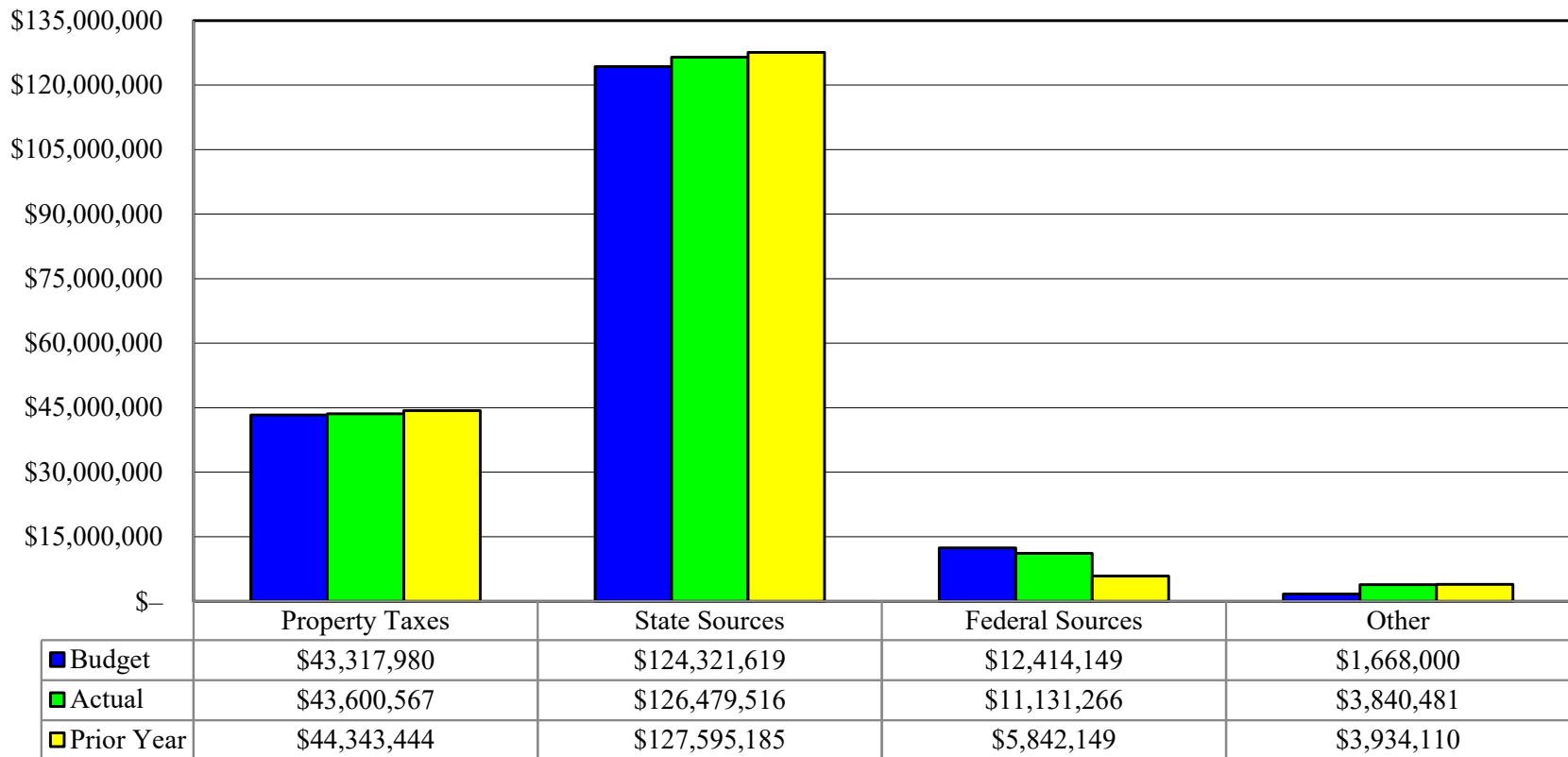
GENERAL FUND FINANCIAL POSITION – UFARS BASIS

	June 30,		
	2019	2020	2021
Nonspendable fund balances	\$ 264,546	\$ 713,515	\$ 1,218,616
Restricted fund balances	4,579,465	5,397,172	8,493,612
Unrestricted fund balances			
Assigned	1,210,419	1,507,829	1,882,535
Unassigned	–	622,412	7,502,120
 Total fund balance	 <u><u>\$ 6,054,430</u></u>	 <u><u>\$ 8,240,928</u></u>	 <u><u>\$ 19,096,883</u></u>
 Unrestricted fund balances as a percentage of expenditures	 <u><u>0.7%</u></u>	 <u><u>1.2%</u></u>	 <u><u>5.4%</u></u>
 Unassigned fund balances as a percentage of expenditures	 <u><u>–</u></u>	 <u><u>0.3%</u></u>	 <u><u>4.3%</u></u>



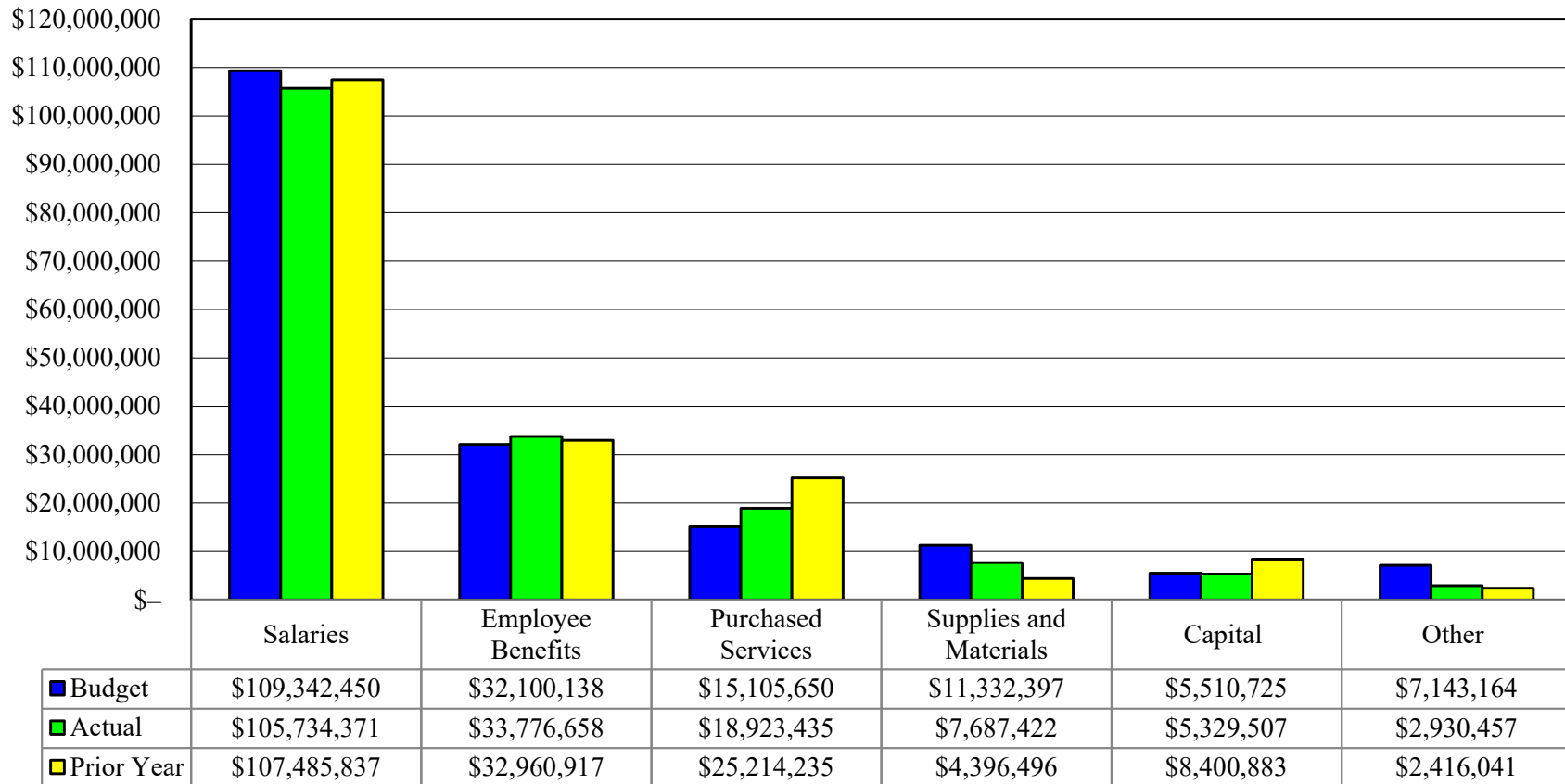
GENERAL FUND REVENUE

General Fund Revenue



GENERAL FUND EXPENDITURES

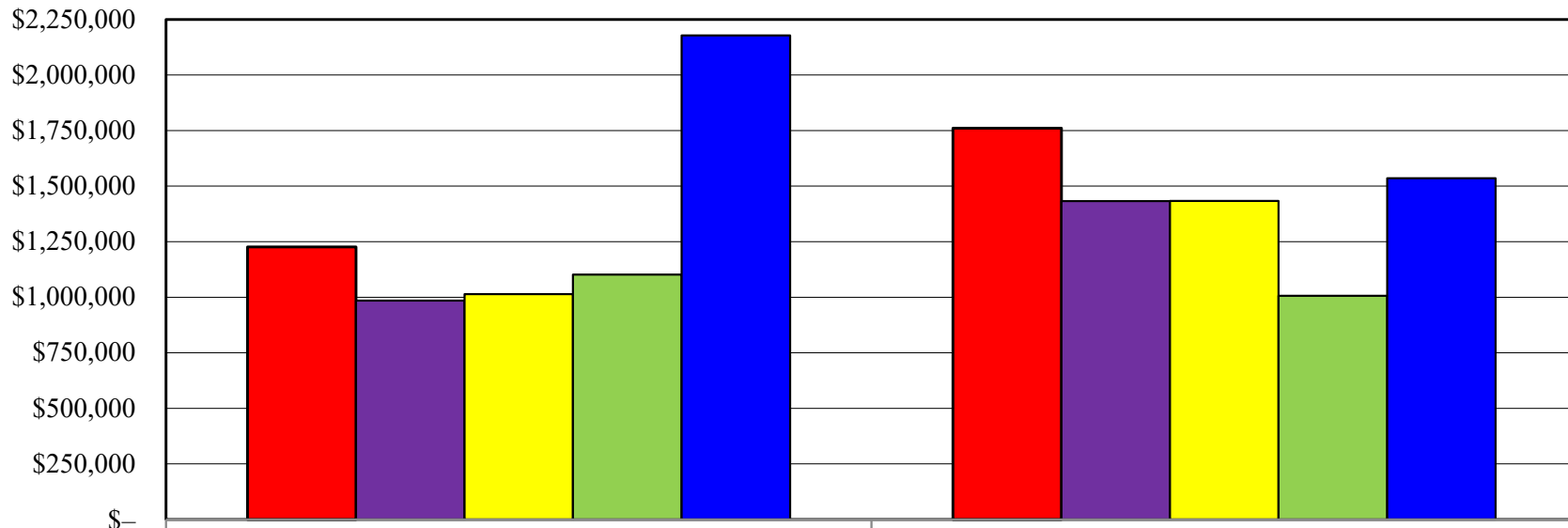
General Fund Expenditures





OTHER OPERATING FUNDS FUND BALANCES

Other Operating Funds
Total Fund Balances



	Food Service Special Revenue	Community Service Special Revenue
■ 2017	\$1,226,256	\$1,760,375
■ 2018	\$985,010	\$1,432,346
■ 2019	\$1,014,401	\$1,432,849
■ 2020	\$1,102,274	\$1,006,548
■ 2021	\$2,177,912	\$1,535,374



SELF-INSURANCE INTERNAL SERVICE FUNDS

	<u>Self-Insured Dental Benefits</u>	<u>Self-Insured Health Benefits</u>
Change in net position		
Operating revenue – contributions	\$ 1,456,080	\$ 18,901,747
Operating expenses – benefits	1,412,700	18,496,858
Operating income (loss)	43,380	404,889
Nonoperating income	849	1,402
Change in net position	44,229	406,291
Net position – Beginning of Year	1,334,896	(691,424)
Net position – End of Year	<u>\$ 1,379,125</u>	<u>\$ (285,133)</u>



DISTRICT-WIDE STATEMENT OF NET POSITION

	June 30,		Change
	2021	2020	
Net position – governmental activities			
Total fund balances – governmental funds	\$ 29,063,998	\$ 14,382,801	\$ 14,681,197
Total capital assets, net of depreciation	305,146,648	306,431,953	(1,285,305)
Bonds, certificates of participation, and capital leases	(196,321,885)	(195,044,987)	(1,276,898)
OPEB asset, net of deferments	5,264,541	4,392,813	871,728
PERA and TRA pensions, net of deferments	(171,605,370)	(165,617,560)	(5,987,810)
Other adjustments	(6,099,049)	(6,564,934)	465,885
	<u>\$ (34,551,117)</u>	<u>\$ (42,019,914)</u>	<u>\$ 7,468,797</u>
Net position			
Net investment in capital assets	\$ 119,977,952	\$ 121,514,170	\$ (1,536,218)
Restricted	13,711,368	8,831,552	4,879,816
Unrestricted	<u>(168,240,437)</u>	<u>(172,365,636)</u>	<u>4,125,199</u>
	<u>\$ (34,551,117)</u>	<u>\$ (42,019,914)</u>	<u>\$ 7,468,797</u>