ANNUAL COMPREHENSIVE FINANCIAL REPORT OF

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
HOPKINS, MINNESOTA

YEAR ENDED JUNE 30, 2022

PREPARED BY THE
FINANCE DEPARTMENT

TARIRO CHAPINDUKA
DIRECTOR OF BUSINESS SERVICES

CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

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INTRODUCTORY SECTION

Committed to Equity & Excellence
Hopkins Public Schools
www.hopkins.k12.mn.us

HOPKINS
PUBLIC SCHOOLS

Education Services Center
1001 Highway 7
Hopkins, MN 55305-4723
952.988.4000
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To: Citizens of the School District
Board of Education
Employees of the School District

Date: September 15, 2023

INTRODUCTION

The Annual Comprehensive Financial Report (ACFR) of Independent School District No. 270, Hopkins, Minnesota (the District) for the fiscal year ended June 30, 2022 is presented for your information and review. The ACFR is intended to fully disclose the financial position of the District and the results of operations for the fiscal year. The District administration accepts total responsibility for the accuracy, completeness, and fairness in presentation of the enclosed financial reports. Questions and comments are solicited and welcome.

REPORT FORMAT

This ACFR is presented in three main sections: introductory, financial, and statistical. In addition to the information contained in this letter, the introductory section includes the District's organizational chart, and a list of the District's principal officials. The financial section includes the independent auditors' report, Management's Discussion and Analysis (MD&A), basic financial statements, notes to basic financial statements, and detailed combining and individual statements and schedules. The statistical section includes selected financial and general information presented on a multi-year comparative basis. Where possible, historical data is presented for a 10-year period.

Accounting principles generally accepted in the United States of America require management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of an MD&A. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the District can be found immediately following the report of the independent auditors.

DISTRICT ORGANIZATION

The Hopkins School District officially organized in 1896 and serves the city of Hopkins, most of Minnetonka, about half of Golden Valley, and portions of Eden Prairie, Edina, Plymouth, and St. Louis Park. The District is guided by its mission that reflects the loftiest goal of the School District. It is a statement of our desired future, and our identity.

Serving a community rich in culture and diversity, the Hopkins Public Schools develops in all students the skills, knowledge, and passion for lifelong learning.

The district enrolled 6,934 students from a population of over 65,000 citizens residing in a 29.5 square mile area. During 2021 - 2022 the district operated 13 buildings: 1 high school, 2 junior high schools, 6 elementary schools serving students in kindergarten through Grade 6, junior highs serving Grades 7-9, 1 Virtual education program serving Grades K-12 and the high school serving Grades 10-12.

Citizens of the School District
Board of Education
Employees of the School District

REPORTING ENTITY

Independent School District No. 270, also known as Hopkins Public Schools, is an instrumentality of the state of Minnesota established to function as an educational institution. The elected School Board is responsible for legislative and fiscal control of Hopkins Public Schools. A Superintendent is appointed by the Board and is responsible for administrative control of the District.

The District's financial statements include all funds, departments, agencies, boards, commissions, and other component units for which the District is considered to be financially accountable. Component units are legally separate entities for which the District (primary government) is financially accountable, or for which the exclusion of the component unit would render the financial statements of the primary government misleading. The criteria used to determine if the primary government is financially accountable for a component unit included whether or not the primary government appoints the voting majority of the potential component unit's governing body, is able to impose its will on the potential component unit, is in a relationship of financial benefit or burden with the potential component unit or is fiscally depended upon the potential component unit.

Based on these criteria, there are no organizations considered to be component units of the District.

DISTRICT FISCAL FRAMEWORK

The District has been functioning under financial constraints over the past several years as a result of:

- Declining enrollment;
- Insufficient increases in state funding;
- COVID-19 Pandemic;
- Inflationary pressures on key expenditure areas.

The District has been proactively planning for conditions affecting school funding considering:

- Present and future outlook for revenue increases is pessimistic;
- District's cost structure is tied roughly 82% to people, with building operating costs coming next.

On a positive note, the District has seen a slight increase in enrollment projected to continue for the next five years. The district received one-time federal funding to mitigate some of the COVID 19 pandemic challenges.

The district has a Citizen's Financial Advisory Committee (CFAC). The purpose of the CFAC committee is to provide advice, direction, and support to the Hopkins School Board and senior administration in evaluating possible future economic conditions the district may face, developing future budget assumptions, and providing insights, when requested, as to the overall fiscal condition of the district. The committee will review the district's financial planning model and make recommendations to the School Board. This committee is accountable to the Hopkins School Board.

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FISCAL YEAR 2022 ANALYSIS

The district adopted a Fiscal Year 2022 (July 1-June 30) budget totaling $116.5 million as of June 30, 2022. The district's fiscal outlook has improved considerably due Federal stimulus packages which provided relief to school districts.

The declining in COVID case numbers led to a restoration of in person learning. As the pace of vaccination increased through the school year, enrollment rebounded aided by the infusion of federal stimulus.

FINANCIAL STATEMENTS

The financial statements contained in this report disclose the financial position of the district as of June 30, 2022, and the financial operations for the fiscal year then ended. The district's financial records and reports are maintained and prepared on a modified or full accrual basis of accounting in accordance with the Uniform Financial Accounting and Reporting System for Minnesota School Districts as well as the standards of the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants. These records are audited annually by an independent certified public accountant as required by Minnesota law. The accounting firm of CliftonLarsonAllen LLP performed the audit for the 2021 - 2022 fiscal year. Their report is included in the financial section of this report. The auditor has given an unmodified opinion on the district's financial statements. An unmodified opinion means that, in the judgment of the auditor, the financial statements present fairly, in all material respects, the financial position of the district and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

FEDERAL SINGLE AUDIT AND STATE COMPLIANCE AUDIT

The independent audit of the financial statements of the District is part of a broader, federally mandated Single Audit designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited district's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. The District is also required to undergo an annual Minnesota State Legal Compliance Audit under Minnesota Statute §6.65. These reports are available in a separate document.

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ACCOUNTING AND BUDGETING

A major thrust of the District's accounting system is to provide adequate internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of internal controls should not exceed the benefits likely to be derived, and that the evaluation of the cost and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe that the District's internal accounting controls adequately safeguard assets and provide reasonable assurance for proper recording of financial transactions.

The legal level of budgetary control is demonstrated through an annual budget adopted by the School Board for all funds as required by state statutes and School Board policy. The budget process starts with the Citizens' Financial Advisory Committee (comprised of five members of the public) suggesting potential assumptions to be used to develop the budget. The CFAC report is submitted to the Board and the School Board then determines whether to use the CFAC assumptions presented. The School Board directs administration to develop the budget based on the agreed upon parameters. The administration then presents the budget to the School Board for preliminary approval in early spring and final approval in May. The adopted budget serves as the authorizing document for all expenditures, although the School Board approves all checks issued on a monthly basis. The superintendent and director of business services are authorized to make financial commitments within budgetary guidelines up to $50,000. Additional expenditure controls are maintained by the Business Office in accordance with state statutes, i.e., the District cannot incur a negative unassigned balance in the General Fund in excess of 2.5% of the preceding year's expenditures. The budget is published annually in the District's legal newspaper to inform residents of the District's financial position and operating plan for the fiscal year. The School Board receives a monthly report showing the budget to actual balances for revenues and expenditures of the current year and prior year. Program managers receive monthly budget reports via email, which indicate the approved budget on a line-item basis; the year-to-date expenditures assigned to those line items; and the percent expended to date. Monthly monitoring of revenues and expenditures by the School Board as well as ongoing monitoring by program managers helps to ensure budget integrity and provides an opportunity to detect material budget variances before the end of the fiscal year.

The budget is adopted by the School Board in the spring of each year for the following fiscal year beginning July 1. In the winter the budget is revised based upon enrollment changes, effects of negotiated employee contracts, or other new information impacting revenues or expenditures. The revised budget is presented to the School Board for approval. To accurately track and report financial activities with a focus on site-based accounting, approximately 17,000 accounts have been defined in the District's chart of accounts.

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Board of Education
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FINANCIAL PROSPECTS FOR FUTURE YEARS

The district's finances are largely dependent on student enrollment. Revenue increases to the per pupil formula allowance are then offset by the fewer numbers of students attending, resulting in even smaller actual gross revenue increases. Hopkins had been experiencing flat and stable enrollment from FY18 to FY22. State funding on average is equal to about $6,567 per student for FY22.

The Hopkins School Board has focused on rebuilding the unassigned fund balance of the General Fund from its FY05 low point of -$4.2 million, or -5.34% to its current level on June 30, 2022, of $10.4 million, or 10% of its General Fund expenditures. This turnaround is a reflection of tough decisions that the School Board and administration have had to make to bring the district back to fiscal health.

DISTRICT FACILITIES

District educational facilities consist of 10 educational buildings originally constructed from 1948 to 1990. Each building has had numerous additions over the years. In spite of the age of the facilities, all school buildings are maintained in a state of good repair, with building components modernized and updated on a systematic basis through the district's long-term maintenance plan. Because of this continual improvement, all educational facilities should be able to effectively serve the district for a minimum of 50-60 additional years. The total District square footage, including administrative buildings, is 1,896,495.

ECONOMIC FACTORS

The District is located in western Hennepin County, which is part of the seven-county metro area of Minneapolis/St. Paul. Residents are typically employed in professional vocations within the metropolitan area.

The taxable market value of property within the District continued to grow until 2009. Previous growth was due to new construction and valuation increases for existing property. Market values have rebounded from $9,052,017,600 in 2011 to $13,000,922,000 in 2021. While the District is essentially fully developed residentially, commercial development and redevelopment is clearly evident throughout the community.

MAJOR INITIATIVES

Strategic Plan

In Hopkins, every student deserves a brilliant future. The district has unveiled a new Vision 2031 Strategic Plan. Vision 2031 is a vision of innovation created with the core belief designed to find out what our community, staff, and students think a world-class education should look like and what traits each student in the graduating class of 2031 should have.

In a competitive, choice-driven environment, we recognize the investments the district is now making to stabilize enrollment as well as increase academic performance and rigor. In 2018, the district launched a community-informed innovative strategic vision. Vision 2031 is a collective vision and has been championed by students, staff, parents, and community members District-wide. In the post-pandemic, the district introduced three system goals to anchor the strategic plan and inform school and department transformation. The system goal areas include Learning & Teaching, School & District Culture, and Operations.

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To put every student on a path to success, the district's instructional priorities include:

- E-12+ Personalized learning that is rigorous, concept- and inquiry-based as well as undergirded by restorative practices and a focus on socioemotional wellness.
- Growing Chinese, Spanish, Outdoor Immersion, Project Based Learning, multiage classrooms, Virtual EDU.
- Investing in Early childhood and preschool learning as well as K-5 enrichment and school-wide talent development.
- Strengthening Career Technical Education pathways at Hopkins High School.
- Ensuring International Baccalaureate (IB) at middle school yields talent development for all students.
- Enhanced Predictable staffing model to optimally allocate resources across all programs in all our buildings.

The district continues its strategic efforts to retain students and grow enrollment. The District is scrutinizing current enrollment patterns and is taking specific measures to protect and increase enrollment. These measures include:

- Increased storytelling and marketing delivered and facilitated by the District's Communications & Marketing team;
- Targeted recruitment to increase Virtual EDU enrollment.
- Secondary parent engagement strategies that existed before Covid and will be made more robust.
- Attentively addressing secondary language immersion families' concerns and desires related to continuous immersion experiences.
- Laser focus on instructional quality and academic rigor including LETRS Science of Reading training for K-2 teachers; reimagining K-12 math; school-wide talent development and enrichment K-6; and increasing rigorous course and career pathway enrollment 9-12.
- Reimagined summer programming and enrichment.

INDEPENDENT AUDIT AND CERTIFICATE OF EXCELLENCE

State statutes require an annual audit by independent certified public accountants. The accounting firm of CliftonLarsonAllen LLP was selected by the District Board to conduct the annual audit.

This report has been prepared following the guidelines provided by the Association of School Business Officials International (ASBO) for their Certificate of Excellence in Financial Reporting Program. In 2020, the District received recognition from this program by receiving the Certificate of Excellence. Continuing to achieve recognition is a goal of the District's Business Office and provides a clear indication of the District's high standards for financial reporting. The District intends to submit this Annual Comprehensive Financial Report to the ASBO Certificate Program for consideration.

ACKNOWLEDGMENTS

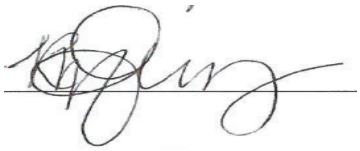
We acknowledge the efforts of the entire Business Office staff under the leadership of Tariro Chapinduka in providing complete and accurate data for this Annual Comprehensive Financial Report.

Citizens of the School District
Board of Education
Employees of the School District

Sincerely,



Tariro Chapinduka
Director of Business Services



Dr. Rhoda Mhiripiri-Reed
Superintendent

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SCHOOL BOARD AND ADMINISTRATION
JUNE 30, 2022

The Hopkins School Board — comprised of seven members elected at large by District residents — is the governing authority of Hopkins Public Schools. The responsibilities of the Board are primarily focused on three areas:

- Budget adoption, revenue management, and expenditure authorization
- Superintendent selection, contract, and evaluation
- Establishing District policy

The District Superintendent serves as an ex officio, non-voting member of the Board.

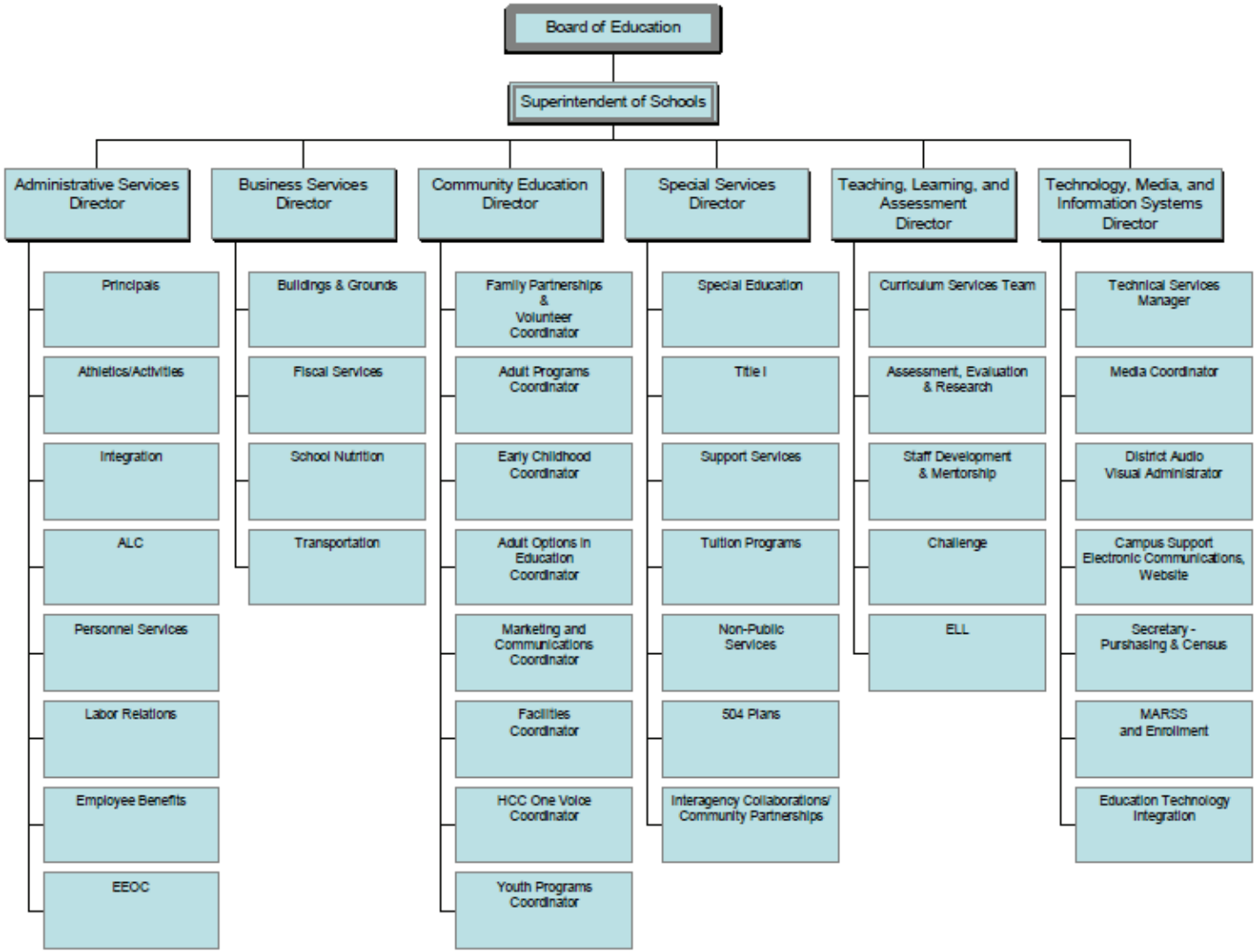


Hopkins School Board members (standing, left to right): Dr Rhoda Mhiripiri-Reed, Superintendent; Shannon Andreson, Vice Chair, Steve Adams, Treasurer, Katie Pederson, Clerk, (seated, left to right): Rachel Hartland, Director, Jen Westmoreland, Board Chair, Jason Ross, Director; Tanya Khan, Director

ADMINISTRATION

Dr. Rhoda Mhiripiri-Reed	Superintendent
Tariro Chapinduka	Director of Business Services
District Offices:	Independent School District No. 270 Hopkins Public Schools 1001 Highway 7 Hopkins, MN 55305-4722 (952) 988-4000

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
ORGANIZATIONAL STRUCTURE
JUNE 30, 2022



HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING
JUNE 30, 2022

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL

The Certificate of Excellence in Financial Reporting is presented to

Hopkins Public Schools ISD 270

for its Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2021.

The district report meets the criteria established for ASBO International's Certificate of Excellence in Financial Reporting.

CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING

William A. Sutter
President

David J. Lewis
Executive Director

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Members of the Board of Education
Independent School District No. 270
Hopkins Public Schools
Hopkins, Minnesota

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hopkins Public Schools, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Hopkins Public Schools' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hopkins Public Schools, as of June 30, 2022, and the respective changes in financial position, budgetary comparison statements for the General Fund, Food Service Fund, and Community Service Fund, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Hopkins Public Schools and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matters

During fiscal year ended June 30, 2022, the District restated certain beginning fund balances and net position to reflect prior year unearned revenue balances which were not previously recorded. See Note 17 for additional information.

Also, as discussed in Note 1, effective July 1, 2021, the District adopted new accounting guidance for leases. The guidance requires lessees to recognize a right-to-use lease asset and corresponding lease liability and lessors to recognize a lease receivable and corresponding lease deferred inflow of resources for all leases with lease terms greater than 12 months. Our opinions are not modified with respect to these matters.

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Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Hopkins Public Schools' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Hopkins Public Schools' internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Hopkins Public Schools' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in total OPEB liability and related ratios, schedules of the District's proportionate share of the net pension liability, schedules of the District's pension contributions, and the schedule of changes in the District's total pension liability and related ratios, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Hopkins Public Schools' basic financial statements. The combining and individual nonmajor fund financial statements and the Uniform Financial Accounting and Reporting Standards (UFARS) compliance table are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements and UFARS compliance table is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Members of the Board of Education
Independent School District No. 270
Hopkins Public Schools

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 15, 2023, on our consideration of Hopkins Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Hopkins Public Schools' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Hopkins Public Schools' internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Minneapolis, Minnesota
September 15, 2023

REQUIRED SUPPLEMENTARY INFORMATION

This section of Hopkins Public Schools – Independent School District No. 270's (the District) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2022. Please read it in conjunction with the District's basic financial statements, which immediately follows this section. The Management's Discussion and Analysis (MD&A) is a required element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 – *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain comparative information between the current year (2021-2022) and the prior year (2020-2021) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2021-2022 fiscal year include the following:

- Net position of the District in total increased by $16,223,284, from June 2021 resulting in an ending net position deficit of $32,840,625.
- Overall General Fund revenues were $116,322,285 as compared to $114,117,543 of expenditures.
- Total fund balance of the General Fund increased by $2,209,960 from the prior year resulting from revenues increasing over $4.9 million while expenditures increased about $9.3 million.
- The District had $144,830,000 in General Obligation Bonds outstanding at year-end.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditors' Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *Government-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the Government-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the *short term* as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates *like businesses*.
- *Fiduciary funds* statements provide information about the financial relationships in which the District acts solely as a *trustee or custodian* for the benefit of others to whom the resources belong. The District does not currently have any fiduciary funds.

Government-Wide Statements

The Government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two Government-wide statements report the District's *net position* and how it has changed. Net position – the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the Government-wide financial statements the District's activities are shown in one category:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration, food services, and community education. Property taxes and state aids finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's *funds* – focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal grants).

The District has two kinds of funds:

- *Governmental Funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the Government-wide statements, we provide additional information at the bottom of the governmental funds statements to explain the relationship (or differences) between them.

- The District uses *internal service funds* to report activities that provide supplies and services for the District's other programs and activities. The District currently has an internal service fund for self-insurance of health and dental benefits, for its OPEB Revocable Trust and for a Retiree Severance Fund.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position

The District's *combined* net position was $(32,840,625) on June 30, 2022.

Table A-1
The District's Net Position

	Governmental Activities as of June 30,		Percentage
	2022	2021	Change
Current and Other Assets	$ 138,515,069	$ 135,523,858	2.21 %
Capital Assets	183,566,972	186,241,686	(1.44)
Total Assets	322,082,041	321,765,544	0.10
Deferred Outflows of Resources	32,531,469	38,465,069	(15.43)
Current Liabilities	9,406,802	9,843,180	(4.43)
Long-Term Liabilities	240,536,906	285,701,561	(15.81)
Total Liabilities	249,943,708	295,544,741	(15.43)
Deferred Inflows of Resources	137,510,427	113,617,992	21.03
Net Position:			
Net Investment in Capital Assets	28,006,814	16,737,405	67.33
Restricted	22,626,210	23,089,564	(2.01)
Unrestricted	(83,473,649)	(89,017,056)	(6.23)
Total Net Position	$ (32,840,625)	$ (49,190,087)	(33.24)

Net position of the District increased by $16,223,284 from the June 2021 amount primarily due to a decrease in net pension liabilities related to the statewide administered pension pan. The general fund operated at a net surplus of $2.2 million. The food service fund operated at a net surplus of $276,951 and the Community Service Fund operated at a net surplus of $1.9 million.

Changes in Net Position

The District's total revenues were $150,390,971 for the year ended June 30, 2022. Property taxes and state formula aid accounted for 78% of total revenue for the year (see Figure A-1). Another 0% came from other general revenues combined with investment earnings and the remaining 22% from program revenues.

Table A-2
Change in Net Position

	Governmental Activities for the Fiscal Year Ended June 30,		Percentage
	2022	2021	Change
Revenues			
Program Revenues			
Charges for Services	$ 8,209,353	$ 5,933,691	38.35 %
Operating Grants and Contributions	25,599,094	22,665,143	12.94
Capital Grants and Contributions	284,068	464,464	(38.84)
General Revenues			
Property Taxes	59,101,311	58,778,410	0.55
Unrestricted State Aid	58,457,529	58,417,002	0.07
Earnings on Investments	(1,524,057)	186,963	(915.17)
Other	263,673	318,154	(17.12)
Total Revenues	150,390,971	146,763,827	2.47
Expenses			
Administration	4,126,244	6,359,322	(35.12)
District Support Services	8,967,311	5,390,708	66.35
Regular Instruction	59,901,490	62,819,452	(4.64)
Vocational Education Instruction	976,411	1,035,229	(5.68)
Special Education Instruction	15,483,362	17,711,213	(12.58)
Instructional Support Services	4,310,449	5,321,288	(19.00)
Pupil Support Services	11,912,658	7,747,188	53.77
Sites and Buildings	12,273,940	12,670,008	(3.13)
Fiscal and Other Fixed Cost Programs	429,534	410,860	4.55
Food Service	4,290,448	3,511,681	22.18
Community Service	8,100,022	8,616,516	(5.99)
Interest and Fiscal Charges on Long-Term Liabilities	3,395,818	4,841,004	(29.85)
Total Expenses	134,167,687	136,434,469	(1.66)
Change in Net Position	16,223,284	10,329,358	
Beginning Net Position	(48,932,120)	(59,261,478)	
Prior Period Restatement	(131,789)	-	
Beginning Net Position, as Restated	(49,063,909)	(59,261,478)	
Ending Net Position	$ (32,840,625)	$ (48,932,120)	

The total cost of all programs and services was $134,167,687. Total revenues exceeded expenses increasing net position by $16,223,284 from the prior year net position.

The total revenues of all *governmental* activities this year was $150,390,971.

- Some of the cost was paid by the users of the District's programs ($8,209,353.
- The federal and state governments subsidized certain programs with grants and contributions ($25,883,162,).
- Most of the District's costs ($117,558,840), however, were paid for by District taxpayers and the taxpayers of our state. This portion of governmental activities was paid for with $59,101,311 in property taxes, and $58,457,529 of unrestricted state aid based on the statewide education aid formula.

Figure A-1
Sources of District's Revenues for Fiscal 2022

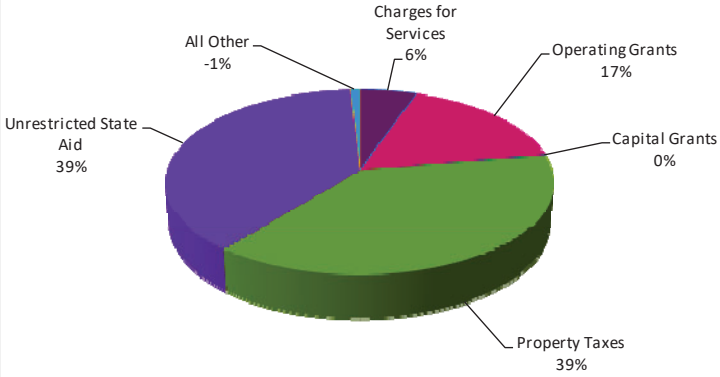
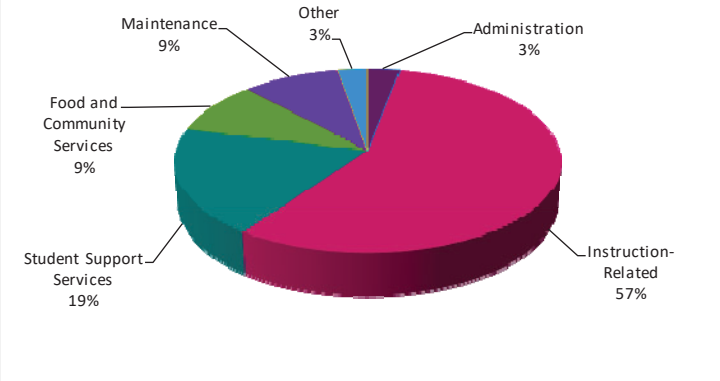


Figure A-2
District Expenses for Fiscal 2022



All governmental funds include not only the funds received for the general operation of the District, which are used for classroom instruction, but also include resources from the entrepreneurial-type funds of Food Service and Community Education, and from resources for fiscal service transactions. Funding for the general operation of the District is controlled by the state and the District does not have the latitude to allocate money received in Food Service or Community Education or for fiscal services to enhance classroom instruction resources. The District cannot take funds from these restricted areas and use the funds to hire teachers to enhance instruction.

Table A-3
Program Expenses and Net Cost of Services

	Total Cost of Services		Percentage	Net Cost of Services		Percentage
	2022	2021	Change	2022	2021	Change
Administration	$ 4,126,244	$ 6,359,322	(35.12)%	$ 4,111,709	$ 6,273,196	(34.46)%
District Support Services	8,967,311	5,390,708	66.35	8,743,964	5,285,633	65.43
Regular Instruction	59,901,490	62,819,452	(4.64)	52,789,384	57,676,720	(8.47)
Vocational Education Instruction	976,411	1,035,229	(5.68)	963,216	1,012,943	(4.91)
Special Education Instruction	15,483,362	17,711,213	(12.58)	4,200,768	5,319,276	(21.03)
Instructional Support Services	4,310,449	5,321,288	(19.00)	4,155,511	5,153,931	(19.37)
Pupil Support Services	11,912,658	7,747,188	53.77	10,781,049	7,714,347	39.75
Sites and Buildings	12,273,940	12,670,008	(3.13)	11,444,766	11,244,786	1.78
Fiscal and Other Fixed Cost Programs	429,534	410,860	4.55	429,534	410,860	4.55
Food Service	4,290,448	3,511,681	22.18	(269,300)	19,294	(1495.77)
Community Service	8,100,022	8,616,516	(5.99)	(671,247)	2,419,181	(127.75)
Interest and Fiscal Charges on Long-Term Liabilities	3,395,818	4,841,004	(29.85)	3,395,818	4,841,004	(29.85)
Total	$ 134,167,687	$ 136,434,469	(1.66)	$ 100,075,172	$ 107,371,171	(6.80)

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of $41,490,783, or $1,215,494 more than last year's restated ending fund balance of $40,275,289.

Total revenues and other financing sources for the District's governmental funds were $152,490,278 while total expenditures and other financing uses were $151,274,784.

GENERAL FUND

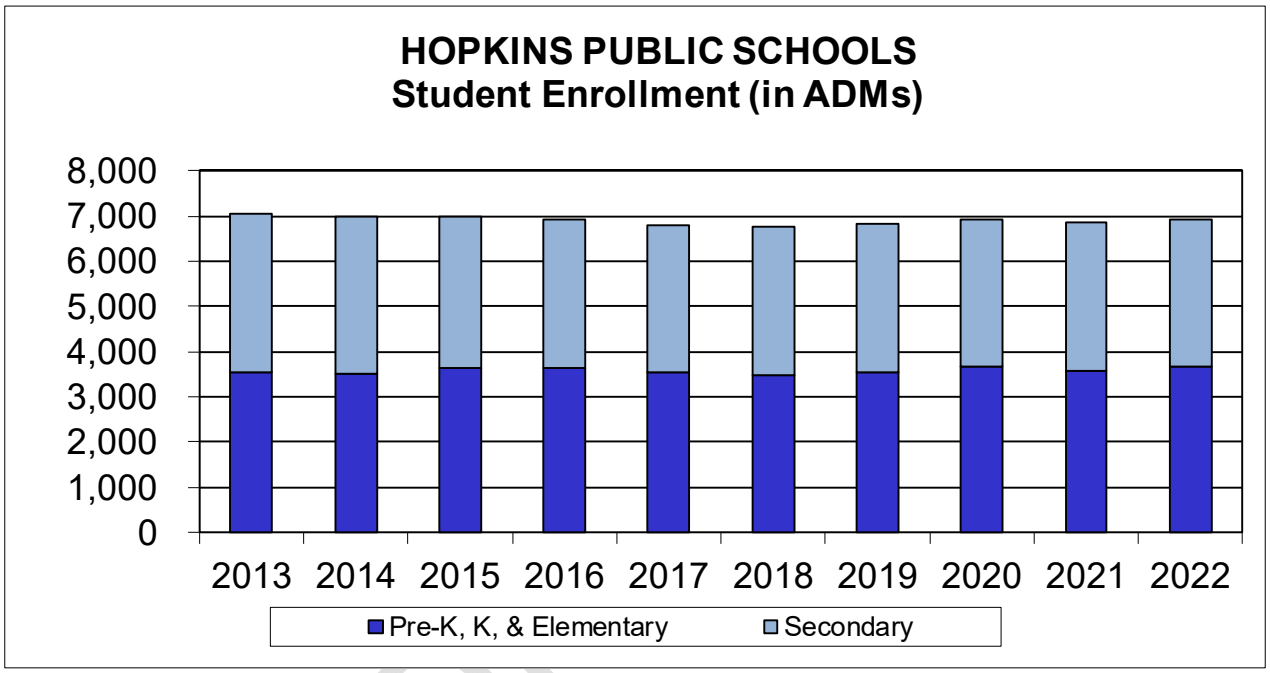
The General Fund includes the primary operations of the District in providing educational services to students from kindergarten through grade 12 including pupil transportation activities and capital outlay projects.

Approximately 67% of General Fund operational revenue is controlled by a complex set of state funding formulas resulting in the local school board having no meaningful authority to determine the level of resources. This includes special education state aid that is based upon a cost reimbursement model providing approximately 68% of personnel expenditures. Other state formulas then determine what portion of the revenue will be provided by property taxes and what portion will come from state aid.

ENROLLMENT

Enrollment is a critical factor in determining revenue with approximately 75% of General Fund revenue being determined by enrollment. The following chart shows that the number of students has decreased slightly over the last 10 years.

Table A-4
Ten-Year Enrollment Trend
Average Daily Membership (ADM)



	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Pre-K & KH	67.19	74.35	91.51	101.71	110.70	120.03	133.02	176.14	151.59	157.87
Reg K	450.86	494.96	505.31	504.80	425.27	448.38	455.36	495.58	460.46	534.40
Pre-K, K, & Elementary	3,550.96	3,498.80	3,622.42	3,622.66	3,527.87	3,477.67	3,540.91	3,663.52	3,561.87	3,676.86
Secondary	3,486.77	3,473.61	3,370.47	3,302.99	3,251.02	3,292.46	3,286.16	3,250.18	3,296.99	3,257.18
Total Students for Aid	7,555.78	7,541.72	7,589.71	7,532.16	7,314.86	7,338.54	7,415.45	7,585.42	7,470.91	7,626.31
Percent Change	-2.10%	-0.19%	0.64%	-0.76%	-2.88%	0.32%	1.05%	2.29%	-1.51%	2.08%

Over the last 10 years, the District has experienced a net increase in average daily membership by 70.53 students, or 0.93%. It is anticipated that enrollment will remain flat in the next five years, due to school choice and the expansion of charter networks. The District continues to market and accept open enrollment students to mitigate some of the natural decline.

The following schedule presents a summary of General Fund Revenues.

Table A-5
General Fund Revenues

	Year Ended		Change	
	June 30, 2022	June 30, 2021	Increase (Decrease)	Percent Change
Local Sources:				
Property Taxes	$ 36,807,336	$ 34,065,164	$ 2,742,172	8.0 %
Earnings on Investments	51,508	(7,302)	58,810	(805.4)
Other	3,280,198	3,033,327	246,871	8.1
State Sources	67,421,940	68,989,978	(1,568,038)	(2.3)
Federal Sources	8,761,303	5,304,497	3,456,806	65.2
Total General Fund Revenue	$ 116,322,285	$ 111,385,664	$ 4,936,621	4.4

Total General Fund Revenue increased by $4,936,621 or 4.4% from the previous year. Basic general education revenue is determined by multiple state formulas, largely enrollment driven, and consists of an equalized mix of property tax and state aid revenue. Other state-authorized revenue may also involve an equalized mix of property tax and state aid revenue. Therefore, the mix of property tax and state aid can change significantly from year to year without any net change on total revenue.

For 2021-2022, local property tax revenue increased by $2,742,172, or 8.0%. Earnings on investments increased by $58,810.

State Sources decreased by $1,568,038, or 2.3%, Federal Sources increased by $3,456,806, or 65.2%, and Other revenue increased by $246,871, or 8.1%.

The following schedule presents a summary of General Fund Expenditures.

Table A-6
General Fund Expenditures

	Year Ended		Change	
	June 30, 2022	June 30, 2021	Increase (Decrease)	Percent Change
Salaries	$ 64,121,039	$ 63,195,290	$ 925,749	1.5 %
Employee Benefits	22,110,558	21,546,152	564,406	2.6
Purchased Services	17,151,548	12,430,903	4,720,645	38.0
Supplies and Materials	4,412,023	2,403,923	2,008,100	83.5
Capital Expenditures	5,061,366	4,131,076	930,290	22.5
Debt Service	760,699	414,467	346,232	83.5
Other Expenditures	500,310	696,576	(196,266)	(28.2)
Total General Fund Expenditures	$ 114,117,543	$ 104,818,387	$ 9,299,156	8.9

Total General Fund Expenditures increased $9,299,156 or 8.9% from the previous year. The major factor driving the increase from 2020-2021 to 2021-2022 were increases in employee benefits due to increased expenditures in workers compensation claims and increased salaries expenditures for additional substitute staff to support mental health wellness of staff and students. Purchased services expenditures increased due to escalating transportation contracts as well as additional consulting support for social emotional and mental wellness of students. The district has been introducing additional learning programs as well as the virtual online school which require new curriculum material and supplies, and this has led to significant increases in our supplies and capital expenditure budgets.

In fiscal 2021-2022, General Fund revenues and other financing sources were more than expenditures by $2,209,960. Therefore, total fund balance increased from $20,091,289 in the prior year to $22,301,249 as of June 30, 2022. After deducting statutory categories of fund balance and District commitments and assignments, the General Fund Unassigned fund balance increased from $10,481,837 at June 30, 2021 to $12,250,744 at June 30, 2022. This represents about 10.7% of 2021-2022 total general fund expenditures. The School Board fund balance policy states that the administration shall plan and manage annual revenue and expenditure budgets that provide a General Fund unassigned fund balance of no less than 6% of annual expenditures and treats any excess above 6% as a contingency reserve to be utilized for nonrecurring costs.

General Fund Budgetary Highlights
Following approval of the budget prior to the beginning of the fiscal year, the District revises the annual operating budget in mid-year. These budget amendments typically fall into two categories:

- Implementing budgets for specially funded projects, which include both federal and state grants and reinstating unexpended funds being carried over.
- Legislation passed subsequent to budget adoption, changes necessitated by collective bargaining agreements, and increases in appropriations for significant unbudgeted costs.

Actual revenues were $1,284,427 or 1.1% more than budgeted, while expenditures were $607,692 more than budgeted.

While the District's final budget for the General Fund anticipated that fund balance would increase by $1,528,225, the actual results for the year show that fund balance increased in total by $2,209,960.

CAPITAL PROJECTS AND DEBT SERVICE FUNDS

The Building Construction Fund has two major components, the Capital Projects Levy (Technology Levy) component, and the Long-Term Facilities Maintenance Revenue (LTFMR) Bonding and Levy component (previously the Alternative Facilities Bonding and Levy Program). These are ongoing restricted revenue and expenditure programs.

In the Debt Service Fund, revenues exceeded expenditures by $28,773 in 2021-2022. The ending Debt Service fund balance at June 30, 2022 of $4,133,877 is restricted for meeting future regular debt service obligations.

OTHER MAJOR FUNDS

Revenue exceeded expenditures by $276,951, resulting in the fund balance of the Food Service Fund ending at $998,033 for 2021-2022. In the Community Service Fund revenue exceeded expenditures by $1,906,193 and resulted in the fund balance of the Community Service Fund ending at $3,293,497, with $3,048,110 restricted for community education programs.

From the standpoint of maintaining current operating expenditures within the range of annual revenue and maintaining a sound fund balance, the Food Service and Community Service funds have respective budgets for 2021-22 that allow them to continue to operate on a sound financial basis. We have taken mitigating measures to align our Community Services expenditures to the revenues generated to avoid excess use of fund balance in the future.

INTERNAL SERVICE FUND

Proprietary funds such as the Internal Service Fund use the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the District as a whole.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

By the end of 2022, the District had invested approximately $355 million in a broad range of capital assets, including school buildings, athletic facilities, computer and audio-visual equipment, and administrative offices (see Table A-7). More detailed information about capital assets can be found in Note 4 to the financial statements. Total depreciation and amortization expense for the year was about $12.76 million.

Table A-7
Capital Assets

	2022	2021	Percentage Change
Land	$ 2,867,600	$ 2,867,600	- %
Construction in Progress	8,500,065	11,649,164	(27.0)
Land Improvements	26,657,234	26,028,036	2.4
Buildings and Improvements	277,321,928	267,807,385	3.6
Equipment	40,320,518	37,229,710	8.3
Less: Accumulated Depreciation and Amortization	(172,100,373)	(159,340,209)	8.0
Total Capital Assets	$ 183,566,972	$ 186,241,686	(1.4)

Construction – Next Five Years

In fiscal year 2022, the District continued its 17-year (17th construction year) of a rolling 10-year program to address in excess of $70 million in deferred maintenance needs, with an emphasis on improving indoor air quality and roof, parking lot and window replacement. The revised 10-year facilities management plan identified $18 million in projects for Phase VIII. The District bonded for $15 million in the fall of 2020. The program name has also changed from the Alternative Facilities Bonding and Levy program to the Long-Term Facilities Maintenance Revenue (LTFMR) program.

Long-Term Liabilities

At year-end, the District had $144,830,000 in general obligation bonds outstanding – a decrease of 2.4% from last year – as shown in Note 5 to the financial statements. Pension Benefits Payable represents the District's proportionate share of the Public Employees' Retirement Association of Minnesota General Employees' Retirement Fund's net pension liability, the District's portion of the Teacher's Retirement Association's Coordinated and Basic Plan net pension liability, as well as the net pension liability of the District's supplemental pension plan. The District's pension benefits payable related to these net pension liabilities decreased $32,485,058, or 34.6%. The District also increased its postemployment severance and health benefits payable at June 30, 2022 by a net of $708,268.

Table A-8
The District's Long-Term Liabilities

	2022	2021	Percentage Change
Net Pension Liability	$ 61,373,402	$ 93,858,460	(34.6)%
Other Postemployment Benefits Payable	24,755,630	24,047,362	2.9
Other Long-Term Liabilities:			
General Obligation Bonds	144,830,000	156,770,000	(7.6)
Net Bond Premium and Discount	6,707,410	8,718,890	(23.1)
Financed Purchases	1,944,476	2,306,849	(15.7)
Leases	925,988	-	N/A
Total Long-Term Liabilities	$ 240,536,906	$ 285,701,561	(15.8)
Long-Term Liabilities:			
Due Within One Year	$ 13,601,679	$ 14,232,302	(4.4)%
Due in More Than One Year	226,935,227	271,469,259	(16.4)
Total	$ 240,536,906	$ 285,701,561	(15.8)

FACTORS BEARING ON THE DISTRICT'S FUTURE

Hopkins Public Schools remained financially stable as of June 30, 2022. The economy of the district is robust and the enrollment trend is positive. Resident income is healthy at 112% of the US median. The three year enrollment trend is stable. Audited results for 2021-2022 will result in a revised General Fund balance that will keep the General Fund Unassigned fund balance as of June 30, 2022 at slightly higher than the previous year. This will keep Hopkins Public Schools Unassigned fund balance in the range of 10-15%, an amount that will keep it in line with financially strong neighboring districts. The district benefited from Federal funds which were allocated to mitigate the spread of COVID 19 pandemic. The funds were used to supplement the budget which left the district in a positive financial outlook. The state legislature set the budget for an increase in per pupil funding for 2021-22 and 2022-23. No increase in per pupil funding was assumed when creating the FY2021-22 budgets. Hopkins Public Schools remains in a strong fiscal position assuming conservative increases for education funding in the future.

Hopkins Public Schools will need to continue to look at possible ways to increase other nonstate revenue and continue to identify efficiencies to control expenditures for fiscal year 2022-23 and beyond.

Hopkins Public Schools utilizes a financial planning model that incorporates anticipated revenue and expenditure increases to more closely monitor the finances of the District on a long-range basis. The model anticipates separately the amount of reductions necessary due to declining student enrollment, which Hopkins Public Schools has experienced in the near past. The model is also intended to show the total amount of reductions necessary for the District to adhere to its fund balance policy, while striving to maintain its long-standing commitment to academic excellence and educational opportunity for students.

Outlook Due to the COVID-19 Pandemic

The COVID-19 pandemic has had an unparalleled impact on the entire world, and devastating impacts on school districts. Aggressive measures have contained the virus for now, and a recurrence of the pandemic is highly unlikely. The extent to which the coronavirus impacts the District and its financial condition will depend on future developments. Hopkins Public Schools has safely reopened and has also established an online academy for scholars who cannot attend in person learning. Significant expenditures for personal protective equipment, air quality equipment, sanitizing supplies, and additional staff to address mental wellness and student learning loss from FY2021 into FY2022 increased operating costs for the district.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office, Independent School District 270, 1001 Highway 7, Hopkins, Minnesota 55305.

BASIC FINANCIAL STATEMENTS

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities 2022
ASSETS	
Cash and Investments	$ 90,623,692
Cash with Fiscal Agent	29,000
Receivables:	
Property Taxes	30,157,188
Other Governments	14,750,798
Other	758,645
Leases	1,349,195
Prepaid Items	639,066
Inventories	207,485
Capital Assets:	
Land and Construction in Progress	11,367,665
Other Capital Assets, Net of Depreciation and Amortization	172,199,307
Total Assets	322,082,041
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows - Other Postemployment Benefits	2,549,680
Deferred Outflows - Pensions	29,981,789
Total Deferred Outflows	32,531,469
LIABILITIES	
Salaries Payable	1,724,755
Accounts and Contracts Payable	3,210,727
Accrued Interest	2,138,935
Due to Other Governmental Units	539,118
Unearned Revenue	1,793,267
Long-Term Liabilities:	
Net Pension Liability	61,373,402
Other Postemployment Benefits Due Within One Year	1,548,190
Other Postemployment Benefits Payable	23,207,440
Bonds and Other Liabilities Due Within One Year	12,053,489
Bonds and Other Liabilities Due in More Than One Year	142,354,385
Total Liabilities	249,943,708
DEFERRED INFLOWS OF RESOURCES	
Property Taxes Levied for Subsequent Year	55,228,083
Gains on Debt Refunding	283,844
Deferred Inflows - Other Postemployment Benefits	474,742
Deferred Inflows - Pensions	80,071,267
Leases	1,452,491
Total Deferred Inflows of Resources	137,510,427
NET POSITION	
Net Investment in Capital Assets	28,006,814
Restricted for:	
Operating Capital Purposes	948,953
State-Mandated Reserves	6,671,399
Food Service	998,033
Community Service	3,455,083
Debt Service	2,106,495
Capital Projects - Building Construction	8,218,432
Other Purposes	227,815
Unrestricted	(83,473,649)
Total Net Position	$ (32,840,625)

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Functions	2022 Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Total Governmental Activities
GOVERNMENTAL ACTIVITIES					
Administration	$ 4,126,244	$ 28,265	$ (13,730)	$ -	$ (4,111,709)
District Support Services	8,967,311	3,206	220,141	-	(8,743,964)
Regular Instruction	59,901,490	789,220	6,081,724	241,162	(52,789,384)
Vocational Education Instruction	976,411	1,039	12,156	-	(963,216)
Special Education Instruction	15,483,362	38,651	11,243,943	-	(4,200,768)
Instructional Support Services	4,310,449	142,161	12,777	-	(4,155,511)
Pupil Support Services	11,912,658	128,279	1,003,330	-	(10,781,049)
Sites and Buildings	12,273,940	536,819	249,449	42,906	(11,444,766)
Fiscal and Other Fixed Cost Programs	429,534	-	-	-	(429,534)
Food Service	4,290,448	253,664	4,306,084	-	269,300
Community Service	8,100,022	6,288,049	2,483,220	-	671,247
Interest and Fiscal Charges on Long-Term Liabilities	3,395,818	-	-	-	(3,395,818)
Total School District	$ 134,167,687	$ 8,209,353	$ 25,599,094	$ 284,068	(100,075,172)
GENERAL REVENUES					
Property Taxes Levied for:					
General Purposes					36,874,461
Community Service					1,429,659
Debt Service					17,797,191
Capital Projects					3,000,000
State Aid Not Restricted to Specific Purposes					58,457,529
Earnings on Investments					(1,524,057)
Miscellaneous					263,673
Total General Revenues					116,298,456
CHANGE IN NET POSITION					16,223,284
Net Position - Beginning					(48,932,120)
Prior Period Restatement - See Note 17					(131,789)
Net Position - Beginning, as Restated					(49,063,909)
NET POSITION - ENDING					$ (32,840,625)

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	Major Funds					Total Governmenta Funds
	General	Food Service	Community Service	Capital Projects	Debt Service	2022
ASSETS						
Cash and Investments	$ 26,027,734	$ 1,038,767	$ 4,638,052	$ 11,627,269	$ 12,445,027	$ 55,776,849
Cash with Fiscal Agent	-	-	-	29,000	-	29,000
Receivables:						
Current Property Taxes	20,813,435	-	708,312	-	8,282,695	29,804,442
Delinquent Property Taxes	232,205	-	8,988	-	111,553	352,746
Accounts and Interest Receivable	404,406	42	24,608	-	-	429,056
Due from Other Minnesota School Districts	211,872	-	-	-	-	211,872
Due from Minnesota Department of Education	7,784,700	1,809	54,060	-	-	7,840,569
Due from Federal through Minnesota Department of Education	5,079,565	86,572	213,703	-	-	5,379,840
Due from Other Governmental Units	1,266,905	-	51,612	-	-	1,318,517
Leases Receivable	1,349,195	-	-	-	-	1,349,195
Inventory	106,925	100,560	-	-	-	207,485
Prepaids	595,524	552	-	42,990	-	639,066
Total Assets	$ 63,872,466	$ 1,228,302	$ 5,699,335	$ 11,699,259	$ 20,839,275	$ 103,338,637
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE						
Liabilities:						
Salaries and Compensated Absences Payable	$ 435,703	$ 18,881	$ 178,125	$ -	$ -	$ 632,709
Payroll Deductions and Employer Contributions Payable	683,705	91,451	279,198	37,692	-	1,092,046
Accounts and Contracts Payable	1,195,929	21,166	16,696	897,440	1,900	2,133,131
Due to Other Governmental Units	243,896	-	295,222	-	-	539,118
Unearned Revenue	110,045	98,771	208,714	-	-	417,530
Total Liabilities	2,669,278	230,269	977,955	935,132	1,900	4,814,534
Deferred Inflows of Resources:						
Unavailable Revenue - Property Taxes Levied for Subsequent Year	37,217,243	-	1,418,895	-	16,591,945	55,228,083
Unavailable Revenue - Delinquent Property Taxes	232,205	-	8,988	-	111,553	352,746
Leases	1,452,491	-	-	-	-	1,452,491
Total Deferred Inflows of Resources	38,901,939	-	1,427,883	-	16,703,498	57,033,320
Fund Balance:						
Nonspendable:						
Inventory	106,925	100,560	-	-	-	207,485
Prepaids	595,524	552	-	42,990	-	639,066
Restricted for:						
Student Activities	227,815	-	-	-	-	227,815
Staff Development	1,069,702	-	-	-	-	1,069,702
Capital Projects Levy	-	-	-	7,287,195	-	7,287,195
Operating Capital	948,953	-	-	-	-	948,953
Medical Assistance	1,644,349	-	-	-	-	1,644,349
Learning and Development	18,458	-	-	-	-	18,458
Community Education	-	-	3,048,110	-	-	3,048,110
Early Childhood and Family Education	-	-	286,101	-	-	286,101
Adult Basic Education	-	-	111,884	-	-	111,884
Safe Schools Levy	492,315	-	-	-	-	492,315
Long-Term Facilities Maintenance	32,440	-	-	3,414,135	-	3,446,575
Restricted for Other Purposes	-	896,921	-	19,807	4,133,877	5,050,605
Assigned for:						
Enrollment Contingency	1,500,000	-	-	-	-	1,500,000
Strategic Visioning 2031	1,625,000	-	-	-	-	1,625,000
Special Projects	1,789,024	-	-	-	-	1,789,024
Unassigned	12,250,744	-	(152,598)	-	-	12,098,146
Total Fund Balance	22,301,249	998,033	3,293,497	10,764,127	4,133,877	41,490,783
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 63,872,466	$ 1,228,302	$ 5,699,335	$ 11,699,259	$ 20,839,275	$ 103,338,637

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

	2022
Total Fund Balance for Governmental Funds	$ 41,490,783
Total net position reported for governmental activities in the statement of net position is different because:	
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. Those assets consist of:	
Land	2,867,600
Construction in Progress	8,500,065
Land Improvements, Net of Accumulated Depreciation	11,821,964
Buildings and Improvements, Net of Accumulated Depreciation	145,722,812
Equipment, Net of Accumulated Depreciation and Amortization	14,654,531
Some of the District's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows in the funds.	352,746
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(2,138,935)
The District's net pension liability and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:	
Net Pension Liability	(61,373,402)
Deferred Inflows of Resources - Pensions	(80,071,267)
Deferred Outflows of Resources - Pensions	29,981,789
Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and, therefore, are not reported as fund liabilities. All liabilities - both current and long term - are reported in the statement of net position. Balances at year-end are:	
Bonds Payable	(144,830,000)
Unamortized Premiums	(6,707,410)
Unamortized Deferred Gains on Refunding	(283,844)
Financed Purchases	(1,944,476)
Leases Payable	(925,988)
The District's other postemployment benefits liability and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:	
Other Postemployment Benefits Payable	(24,755,630)
Deferred Inflows of Resources - Other Postemployment Benefits	(474,742)
Deferred Outflows of Resources - Other Postemployment Benefits	2,549,680
Internal service funds are used by management to charge the costs of health and dental insurance services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position at year-end is:	32,723,099
Total Net Position of Governmental Activities	$ (32,840,625)

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Major Funds					Total Governmental Funds
	General	Food Service	Community Service	Capital Projects	Debt Service	2022
REVENUES						
Local Sources:						
Property Taxes	$ 36,807,336	$ -	$ 1,427,047	$ 3,000,000	$ 17,765,397	$ 58,999,780
Earnings on Investments	51,508	2,859	10,013	19,810	22,194	106,384
Other	3,280,198	280,806	6,584,609	-	-	10,145,613
State Sources	67,421,940	141,074	2,154,272	-	-	69,717,286
Federal Sources	8,761,303	4,162,868	591,826	-	-	13,515,997
Total Revenues	116,322,285	4,587,607	10,767,767	3,019,810	17,787,591	152,485,060
EXPENDITURES						
Current:						
Administration	4,536,793	-	-	-	-	4,536,793
District Support Services	9,454,589	-	-	-	-	9,454,589
Elementary and Secondary Regular Instruction	49,436,966	-	-	-	-	49,436,966
Vocational Education Instruction	1,043,975	-	-	-	-	1,043,975
Special Education Instruction	16,389,209	-	-	-	-	16,389,209
Instructional Support Services	4,368,398	-	-	-	-	4,368,398
Pupil Support Services	11,499,194	-	-	-	-	11,499,194
Sites and Buildings	10,927,502	-	-	-	-	10,927,502
Fiscal and Other Fixed Cost Programs	429,534	-	-	-	-	429,534
Food Service	-	4,295,591	-	-	-	4,295,591
Community Service	209,318	-	8,787,270	-	-	8,996,588
Capital Outlay	5,061,366	15,065	74,304	6,226,193	-	11,376,928
Debt Service:						
Principal	677,414	-	-	-	11,940,000	12,617,414
Interest and Fiscal Charges	83,285	-	-	-	5,818,818	5,902,103
Total Expenditures	114,117,543	4,310,656	8,861,574	6,226,193	17,758,818	151,274,784
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,204,742	276,951	1,906,193	(3,206,383)	28,773	1,210,276
OTHER FINANCING SOURCES (USES)						
Insurance Recovery	5,218	-	-	-	-	5,218
NET CHANGE IN FUND BALANCE	2,209,960	276,951	1,906,193	(3,206,383)	28,773	1,215,494
FUND BALANCES						
Beginning of Year	20,091,289	852,871	1,387,304	13,970,510	4,105,104	40,407,078
Prior Period Restatement - See Note 17	-	(131,789)	-	-	-	(131,789)
Beginning of Year, as Restated	20,091,289	721,082	1,387,304	13,970,510	4,105,104	40,275,289
End of Year	$ 22,301,249	$ 998,033	$ 3,293,497	$ 10,764,127	$ 4,133,877	$ 41,490,783

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

	2022
Net Change in Fund Balance - Total Governmental Funds	$ 1,215,494
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation or amortization expense. The amount by which capital outlays exceeded depreciation and amortization in the current period is:	
Capital Outlays	8,844,421
Depreciation and Amortization Expense	(12,760,164)
Delinquent property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the governmental funds.	101,531
Some capital asset additions are financed through long-term leases. In governmental funds, a lease arrangement is considered a source of financing, but in the statement of net position, the lease obligation is reported as a liability. Repayment of lease principal is an expenditure in the governmental funds, but repayment reduces the lease obligation in the statement of net position.	
Principal Payments - Leases	315,041
Pension expenditures in the governmental funds are measured by current year employer contributions. Pension expenses on the statement of activities are measured by the change in the net pension liability and the related deferred inflows and outflows of resources.	7,143,079
In the statement of activities, certain operating expenses - severance benefits and compensated absences - are measured by amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (amounts paid).	(515,874)
Other postemployment benefit (OPEB) expenditures in the governmental funds are measured by current year employer contributions. OPEB expenses on the statement of activities are measured by the change in the net OPEB liability and the related deferred inflows and outflows of resources.	(1,829,150)
The governmental funds report bond or other financing proceeds as financing sources, while repayment of principal is reported as an expenditure. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:	
Repayment of Bond Principal	11,940,000
Change in Deferred Gain on Bond Refunding	55,412
Repayment of Financed Purchases	362,373
Change in Accrued Interest	439,393
Amortization of Bond Premium	2,011,480
Internal service funds are used by the District to charge the costs of employee health and dental benefits to individual funds. The change in net position of the internal service funds is reported with governmental activities.	(1,099,752)
Change in Net Position of Governmental Activities	$ 16,223,284

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Over (Under)
	Original	Final	Amounts	Final Budget
REVENUES				
Local Sources:				
Property Taxes	$ 37,750,487	$ 39,269,854	$ 36,807,336	$ (2,462,518)
Earnings on Investments	318,137	56,245	51,508	(4,737)
Other	3,293,874	3,024,129	3,280,198	256,069
State Sources	67,947,614	67,271,717	67,421,940	150,223
Federal Sources	4,677,218	5,415,913	8,761,303	3,345,390
Total Revenues	113,987,330	115,037,858	116,322,285	1,284,427
EXPENDITURES				
Current:				
Administration	5,275,224	4,489,803	4,536,793	46,990
District Support Services	6,847,321	8,590,674	9,454,589	863,915
Elementary and Secondary Regular Instruction	44,337,428	49,028,821	49,436,966	408,145
Vocational Education Instruction	792,611	1,208,178	1,043,975	(164,203)
Special Education Instruction	14,935,464	15,988,793	16,389,209	400,416
Community Education	-	-	209,318	209,318
Instructional Support Services	6,945,874	4,166,364	4,368,398	202,034
Pupil Support Services	10,088,466	12,094,117	11,499,194	(594,923)
Sites and Buildings	10,862,631	10,648,839	10,927,502	278,663
Fiscal and Other Fixed Cost Programs	1,646,154	1,565,636	429,534	(1,136,102)
Capital Outlay	4,377,823	5,314,159	5,061,366	(252,793)
Debt Service:				
Principal	345,000	362,373	677,414	315,041
Interest and Fiscal Charges	80,000	52,094	83,285	31,191
Total Expenditures	106,533,996	113,509,851	114,117,543	607,692
EXCESS OF REVENUES OVER EXPENDITURES	7,453,334	1,528,007	2,204,742	676,735
OTHER FINANCING SOURCES (USES)				
Insurance Recovery	-	218	5,218	5,000
NET CHANGE IN FUND BALANCE	$ 7,453,334	$ 1,528,225	2,209,960	$ 681,735
FUND BALANCE				
Beginning of Year			20,091,289	
End of Year			$ 22,301,249	

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FOOD SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Over (Under)
	Original	Final	Amounts	Final Budget
REVENUES				
Local Sources:				
Earnings and Investments	$ -	$ -	$ 2,859	$ 2,859
Other - Primarily Meal Sales	1,943,983	205,933	280,806	74,873
State Sources	122,402	72,444	141,074	68,630
Federal Sources	1,778,898	3,583,130	4,162,868	579,738
Total Revenues	3,845,283	3,861,507	4,587,607	726,100
EXPENDITURES				
Current:				
Food Service	3,637,756	3,821,385	4,295,591	474,206
Capital Outlay	60,500	14,513	15,065	552
Total Expenditures	3,698,256	3,835,898	4,310,656	474,758
NET CHANGE IN FUND BALANCE	$ 147,027	$ 25,609	276,951	$ 251,342
FUND BALANCE				
Beginning of Year			852,871	
Prior Period Restatement - See Note 17			(131,789)	
Beginning of Year, as Restated			721,082	
End of Year			$ 998,033	

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR COMMUNITY SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Over (Under)
	Original	Final	Amounts	Final Budget
REVENUES				
Local Sources:				
Property Taxes	$ 1,421,738	$ 689,762	$ 1,427,047	$ 737,285
Earnings and Investments	-	-	10,013	10,013
Other - Primarily Tuition and Fees	4,840,284	6,417,003	6,584,609	167,606
State Sources	1,591,147	1,819,909	2,154,272	334,363
Federal Sources	117,993	369,726	591,826	222,100
Total Revenues	7,971,162	9,296,400	10,767,767	1,471,367
EXPENDITURES				
Current:				
Community Service	7,666,406	8,885,605	8,787,270	(98,335)
Capital Outlay	37,750	94,358	74,304	(20,054)
Total Expenditures	7,704,156	8,979,963	8,861,574	(118,389)
NET CHANGE IN FUND BALANCE	$ 267,006	$ 316,437	1,906,193	$ 1,589,756
FUND BALANCE				
Beginning of Year			1,387,304	
End of Year			$ 3,293,497	

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF NET POSITION
PROPRIETARY FUND
INTERNAL SERVICE FUND
JUNE 30, 2022

	Govermental Activities Internal Service Funds 2022
ASSETS	
Current Assets:	
Cash and Investments	$ 34,846,843
Accounts Receivable	200,824
Interest Receivable	128,765
Total Assets	35,176,432
LIABILITIES	
Current Liabilities:	
Accounts Payable	1,510
Claims Payable - Medical	1,076,086
Unearned Revenue	1,375,737
Total Liabilities	2,453,333
NET POSITION	
Unrestricted	$ 32,723,099

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION
PROPRIETARY FUND
INTERNAL SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Governmental Activities Internal Service Funds 2022
OPERATING REVENUES	
Charges for Services:	
Health Insurance Premiums	$ 12,021,957
OPEB Contributions	1,846,986
Total Operating Revenues	13,868,943
OPERATING EXPENSES	
Health Insurance Claim Payments	11,271,844
Severance Payments	1,942,538
OPEB Payments	123,872
Total Operating Expenses	13,338,254
OPERATING INCOME	530,689
NONOPERATING INCOME	
Earnings on Investments	(1,630,441)
CHANGE IN NET POSITION	(1,099,752)
Net Position - Beginning	33,822,851
NET POSITION - ENDING	$ 32,723,099

See accompanying Notes to Basic Financial Statements.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
INTERNAL SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Funds 2022
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Interfund Services Provided	$ 13,783,590
Payments for Medical Fees and Insurance Claims	(11,457,554)
Payments for Other Postemployment Benefits	(123,872)
Payments for Severance Benefits	(1,942,538)
Net Cash Provided by Operating Activities	259,626
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	153,933
NET INCREASE IN CASH AND CASH EQUIVALENTS	413,559
Cash and Cash Equivalents - Beginning	17,280,072
CASH AND CASH EQUIVALENTS - ENDING	$ 17,693,631
DISPLAYED ON STATEMENT OF FUND NET POSITION AS:	
Cash and Cash Equivalents	$ 17,693,631
Investments	17,153,212
Total Cash and Investments on the Statement of Net Position	$ 34,846,843
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	$ 530,689
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
(Increase) Decrease in Prepaids	4,967
Increase in Accounts Receivable	(84,922)
Increase (Decrease) in Accounts Payable	(272,064)
Increase in Claims Payable	81,387
Increase (Decrease) in Unearned Revenue	(431)
Total Adjustments	(271,063)
Net Cash Provided by Operating Activities	$ 259,626

See accompanying Notes to Basic Financial Statements.

NOTES TO BASIC FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of Independent School District No. 270 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. This financial report has been prepared in conformity with GASB Statement No. 34.

B. Financial Reporting Entity

The District is an instrumentality of the state of Minnesota established to function as an educational institution. The elected School Board (Board) is responsible for legislative and fiscal control of the District. A Superintendent is appointed by the Board and is responsible for administrative control of the District.

GAAP requires that the District's financial statements include all funds, departments, agencies, boards, commissions, and other organizations which are not legally separated from the District. In addition, the District's financial statements are to include all component units - entities for which the District is financially accountable.

Financial accountability includes such aspects as appointing a voting majority of the organization's governing body, significantly influencing the programs, projects, activities, or level of services performed or provided by the organization or receiving specific financial benefits from, or imposing specific financial burden on, the organization. There are no other entities for which the District is financially accountable.

Student activities are determined primarily by student participants under the guidance of an adult and are generally conducted outside school hours. The School Board does have a fiduciary responsibility in establishing broad policies and ensuring that appropriate financial records are maintained for student activities. In accordance with Minnesota state statutes, the District's student activity accounts are included in these financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basic Financial Statement Presentation

The Government-wide financial statements (i.e. the statement of net position and the statement of activities) display information about the reporting government as a whole. These statements include all the financial activities of the District, except for any fiduciary funds, which would only be reported in the statement of fiduciary net position at the fund financial statement level. The District does not currently have any fiduciary funds.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The District applies restricted resources first when an expense is incurred for purpose for which both restricted and unrestricted net position is available. Depreciation expense that can be specifically identified by function is included in the direct expenses of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the statement of activities. Generally, the effect of material interfund activity has been removed from the Government-wide financial statements.

Separate Fund financial statements are provided for governmental, proprietary, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Internal Service Fund is presented in the proprietary fund financial statements. Because the principal users of the internal services are the District's governmental activities, the financial statement of the internal service fund is consolidated into the governmental column when presented in the Government-wide financial statements. The cost of these services is reported in the appropriate functional activity.

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the District's internal service fund is charges for service in the form of insurance premiums and OPEB contributions. Operating expenses for the internal service fund include the cost of services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. The Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are generally recognized as revenues in the fiscal year for which they are levied, except for amounts advance recognized in accordance with a statutory "tax shift" described later in these notes. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting transactions are recorded in the following manner:

1. Revenue Recognition

Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue is generally considered as available if collected within 60 days after year-end. State revenue is recognized in the year to which it applies according to Minnesota Statutes and accounting principles generally accepted in the United States of America. Minnesota Statutes include state aid funding formulas for specific fiscal years. Federal revenue is recorded in the year in which the related expenditure is made. Food service sales, community education tuition, and other miscellaneous revenue (except investment earnings) are recorded as revenues when received because they are generally not measurable until then. Investment earnings are recorded when earned because they are measurable and available. A six-month availability period is generally used for other fund revenue.

2. Recording of Expenditures

Expenditures are generally recorded when a liability is incurred. However, expenditures are recorded as prepaid for approved disbursements or liabilities incurred in advance of the year in which the item is to be used. Principal and interest on long-term debt issues are recognized on their due dates.

The District reports unearned revenue on its statement of net position and balance sheet. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to incurring the qualifying expenditures. In subsequent periods when the District has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

Description of Funds

The existence of the various District funds has been established by the state of Minnesota, Department of Education. The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. A description of the funds included in this report is as follows:

Major Governmental Funds

General Fund

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. It includes the general operations and pupil transportation activities of the District, as well as capital related activities such as maintenance of facilities, equipment purchases, and health and safety projects.

Food Service Special Revenue Fund

The Food Service Fund is used to account for food service revenues and expenditures. Major sources of revenue include meal sales to students and federal and state grants.

Community Service Special Revenue Fund

The Community Service Fund is used to account for services provided to residents in the areas of recreation, civic activities, nonpublic pupils, veterans, adult or early childhood programs, K-6 extended day programs or other similar services. Major sources of revenue include fees collected for these programs.

Capital Projects Fund

The Capital Projects Fund/Building Construction Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and payment of general long-term obligation bond principal, interest, and related costs.

Proprietary Fund

Internal Service Fund

The Internal Service Fund accounts for financing of goods or services provided by one department to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis. The District's Internal Service Fund includes its self-insured health insurance plan for its employees. In fiscal year 2009, the District also established a revocable trust to account for cash and other assets held by the District for the payment of Other Postemployment Benefits, which is accounted for as an internal service fund. In fiscal year 2012, the District established an internal service fund for the payment of certain severance benefits to District employees.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgeting

Budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America. Each May, the School Board adopts an annual budget for the following fiscal year for the General, Food Service, Community Service, Capital Projects – Building Construction, and Debt Service Funds. The approved budget is published in summary form in the District's legal newspaper. Reported budget amounts represent the amended budget as adopted by the School Board. Legal budgetary control is at the fund level.

Procedurally, in establishing the budgetary data reflected in these financial statements, the Superintendent submits to the School Board prior to July 1, a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means to finance them. The budget is legally enacted by School Board action. Revisions to budgeted amounts must be approved by the School Board.

Total fund expenditures in excess of the budget require approval of the School Board. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at line item levels.

Budgeted amounts include mid-year budget amendments as follows:

	Original Budget	Amendments	Amended Budget
Revenues			
General Fund	$ 113,987,330	$ 1,050,528	$ 115,037,858
Special Revenue Funds:			
Food Service Fund	3,845,283	16,224	3,861,507
Community Service Fund	7,971,162	1,325,238	9,296,400
Capital Projects Fund	9,738,853	(9,738,853)	-
Debt Service Fund	17,795,401	(38,483)	17,756,918
Expenditures			
General Fund	$ 106,533,996	$ 6,975,855	$ 113,509,851
Special Revenue Funds:			
Food Service Fund	3,698,256	137,642	3,835,898
Community Service Fund	7,704,156	1,275,807	8,979,963
Capital Projects Fund	9,738,853	(3,932,982)	5,805,871
Debt Service Fund	17,795,401	(38,483)	17,756,918

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgeting (Continued)

Budget provisions for the Debt Service Fund are set by state law governing required debt service levels. Budgeted revenues exclude other financing sources such as long-term debt proceeds.

At the end of each fiscal year, if the General Fund has a net unassigned deficit fund balance, calculated in accordance with the uniform financial accounting and reporting standards for Minnesota school districts which excludes certain restricted balances specified in Minnesota Statutes, exceeding 2.5% of expenditures, a condition referred to as "statutory operating debt" exists. That deficit requires elimination through the accumulation of subsequent operating surpluses in accordance with a "special operating plan" approved by the Commissioner of the Department of Education.

F. Cash and Investments

Cash balances from all funds are combined and invested to the extent available in various securities as authorized by Minnesota Statutes. Earnings from the pooled investments are allocated to the respective funds on the basis of applicable cash balance participation by each fund.

Investments are stated at their fair value as determined by quoted market prices, except for money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less which are recorded at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer or by other factors. Money market investments are short-term, highly liquid debt instruments including commercial paper, banker’s acceptances, and U.S. Treasury and agency obligations. Investments in external investment pools operated in a manner consistent with the SEC’s Rule 2a7 of the Investment Act of 1940 are valued at the pool’s share price.

G. Accounts Receivable

Represents amounts receivable from individuals, firms, and corporations for goods and services furnished by the District. No substantial losses are anticipated from present receivable balances, therefore, no allowance for uncollectible accounts is deemed necessary. The only receivables not expected to be collected within one year are property taxes receivable.

H. Inventories

Inventories are recorded using the consumption method of accounting and consist of purchased food, supplies, and surplus commodities received from the federal government. Food and supply purchases are recorded at invoice cost, computed on a first-in, first-out method, and surplus commodities are stated at standardized cost, as determined by the Department of Agriculture.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments using the consumption method. Under the consumption method, prepaid expenses are treated as an asset when purchased rather than accounted for an expense. Expense is allocated over the periods benefitted.

J. Property Taxes

Property tax levies are established by the School Board in December each year and are certified to the County for collection the following calendar year. In Minnesota, counties act as collection agents for all property taxes and are responsible for spreading all levies over taxable property. Such taxes become a lien on January 1. Taxes are generally due on May 15 and October 15 and counties generally remit taxes to the Districts at periodic intervals as they are collected. A portion of property taxes levied is paid through state credits which are included in revenue from state sources in the financial statements.

Generally, tax revenue is recognized in the fiscal year ending June 30, following the calendar year in which the tax levy is collectible, while the current calendar year tax levy is recorded as a deferred inflow of resources (unavailable property taxes levied for subsequent year). The majority of District revenue in the General and Special Revenue Funds is determined annually by statutory funding formulas. The total revenue allowed by these formulas is then allocated between taxes and state aids by the Legislature based on education funding priorities. Changes in this allocation are periodically accompanied by a change in property tax revenue recognition referred to as the "tax shift."

In accordance with state law, the current tax shift consists of an amount equal to 31% of the District's 2000 Pay 2001 operating referendum levy (frozen at $4,134,655) advance recognized as revenue in fiscal 2020 with no corresponding state aid adjustment. Certain other portions of the District's 2021 pay 2022 levy, normally revenue for the 2022-22 fiscal year, are also advance recognized at June 30, 2022, as required by state statute to match revenue with the same fiscal year as the related expenditures.

Taxes that remain unpaid are classified as delinquent taxes receivable. Revenue from these delinquent property taxes that is not collected within 60 days of year-end is a deferred inflow because it is not known to be available to finance the operations of the District in the current year. No allowance for uncollectible taxes has been provided as such amounts are not expected to be material. Current levies of local taxes, less the amount recognized as revenue in the current period, including portions assumed by the state which will be recognized as revenue in the next fiscal year beginning July 1, 2022, are included in Property Taxes Levied for Subsequent Year to indicate that, while they are current assets, they will not be recognized as revenue until the following year.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets

Capital assets are capitalized at historical cost or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their acquisition value at the date of donation. The District maintains a threshold level of $5,000 or more for capitalizing capital assets. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are recorded in the Government-wide financial statement but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 20 to 50 years for land improvements and buildings, and 7 to 20 years for equipment.

The District does not possess any material amounts of infrastructure capital assets. Items such as sidewalks and other land improvements are considered to be part of the cost of buildings or other improvable property.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until that time. Currently, the District has two types of items that qualify for reporting in this category related to pensions and Other Postemployment Benefits. See Notes 8 through Note 10 for additional detail.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has six types of items which occur related to revenue recognition. They relate to property tax receivables which are recorded in the current year, but whose revenue will be recorded in the subsequent year, property taxes collected more than 60 days after year-end (unavailable revenue), deferred pensions amounts, deferred OPEB amounts, deferred gains on bond refundings, and deferred inflows related to leases. See Notes 8 through Note 10 for additional detail on deferred inflows related to pensions and OPEB.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Leases

The District determines if an arrangement is a lease at inception. Leases are included in lease receivables and deferred inflows of resources in the statements of net position and fund financial statements, as well as lease assets and lease liabilities in the statements of net position.

Lease receivables represent the District's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term.

Lease assets represent the District's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease assets are recognized at the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Lease liabilities represent the District's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term.

The lease term may include options to extend or terminate the lease when it is reasonably certain that the District will exercise that option.

N. Long-Term Obligations

In the Government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are expensed on both the fund financial statements and government-wide financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED

O. Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net positions of the Public Employees Retirement Association (PERA) and Teachers Retirement Association (TRA) and additions to/deductions from PERA's and TRA's fiduciary net position have been determined on the same basis as they are reported by PERA and TRA. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

P. Accrued Employee Benefits

Sick Pay

Substantially all District employees are entitled to sick leave at various rates. For certain employees, unused sick leave is a factor in the calculation of an employee's severance pay upon termination.

Pension and Health Benefits

Severance and health benefits consist of lump sum early retirement incentive payments and postemployment health care benefits. Accounting policies for severance and health benefits are described below.

1. Early Retirement Incentive and Convertible Sick Leave

The District maintains various early retirement incentive payment plans for its employee groups. Each employee group plan contains benefit formulas based on years of service and/or minimum age requirements. No employee can receive early retirement incentive payments exceeding one year's salary. Benefits are not considered vested until actual turnover occurs.

The long-term portion of early retirement incentive and administrator experience benefits is recognized as part of other pension benefits payable.

At June 30, 2022, the long-term portion of the estimated early retirement incentive and convertible sick leave liability is included as part of the net pension liability on the statement of net position. See Note 10 for further information.

2. Postemployment Health Care Benefits

In addition to retirement benefits, the District provides postretirement medical insurance benefits to teachers, administrators, principals, food service workers, custodians, and clerical employees, in accordance with their respective master employment agreements. The eligibility for, amount of, duration of, and District's contribution to the cost of the benefits provided varies by contract and date of retirement. See Note 10 for further information.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Statement of Cash Flows

For purposes of the statement of cash flows, the District considers all highly liquid debt instruments with an original maturity from the time of purchase by the District of three months or less to be cash equivalents. The Internal Service Fund's equity in the Government-wide cash and investment management pool is considered to be cash equivalents.

R. Fund Balance

In the fund financial statements, governmental funds report fund balances in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

Nonspendable – portions of fund balance related to prepaids, inventories, long-term receivables, and corpus on any permanent fund.

Restricted – funds are constrained from outside parties (statute, grantors, bond agreements, etc.).

Committed – funds are established and modified by a resolution approved by the Board of Education.

Assigned – consists of internally imposed constraints. The Board of Education passed a resolution authorizing the Superintendent and Director of Business Services to assign fund balances and their intended uses.

Unassigned – is the residual classification for the general fund and also reflects negative residual amounts in other funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the District's policy to use restricted first, then unrestricted fund balance.

When an expenditure is incurred for purposes for which committed, assigned, and unassigned amounts are available, it is the District's policy to use committed first, then assigned, and finally unassigned amounts.

The District formally adopted a fund balance policy for the General Fund. The policy establishes a year-end minimum unassigned fund balance of 6% of the annual budget.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters and workers' compensation. The District purchases commercial insurance coverage for such risks.

There have been no significant reductions in insurance coverage from the previous year in any of the District's policies. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

T. Net Position

Net position represents the difference between assets and liabilities in the Government-wide and Proprietary Fund financial statements. Net investment in capital assets consists of capital assets, net of accumulation depreciation and amortization, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted in the Government-wide financial statement when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

U. Adoption of New Accounting Standards

In June 2017, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 87, Leases. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

NOTE 2 DEPOSITS AND INVESTMENTS

A. Deposits

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and the balance sheet as "Cash and Investments." In accordance with Minnesota Statutes, the District maintains deposits at financial institutions which are authorized by the School District's Board.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. The School District does have a deposit policy that will minimize Custodial Credit Risk by obtaining collateral or bond for all uninsured amounts on deposit, and by obtaining necessary documentation to show compliance or bond for all uninsured amounts on deposit, and by obtaining necessary documentation to show compliance with state law and a perfected security interest under federal law. Minnesota Statutes require that all deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or corporate surety bonds. Authorized collateral include: U.S. government treasury bills, notes, or bonds; issues of a U.S. government agency; general obligations of a state or local government rated "A" or better; revenue obligations of a state or local government rated "AA" or better; irrevocable standby letter of credit issued by a Federal Home Loan Bank; and time deposits insured by a federal agency. Minnesota Statutes require securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or at an account at a trust department of a commercial bank or other financial institution not owned or controlled by the depository. All of the District's deposits were fully insured during the year ended June 30, 2022.

NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments

The District may also invest idle funds as authorized by Minnesota Statutes as follows:

- Direct obligations or obligations guaranteed by the United States or its agencies
- Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, is rated in one of the two highest rating categories by a statistical rating agency, and all of the investments have a final maturity of 13 months or less
- General obligations rated "A" or better; revenue obligations rated "AA" or better
- General obligations of the Minnesota Housing Finance Agency rate "A" or better
- Bankers acceptances of United States banks eligible for purchase by the Federal Reserve System
- Commercial paper issued by United States banks corporations or their Canadian subsidiaries, of highest quality category by a least two nationally recognized rating agencies, and maturing in 270 days or less
- Guaranteed investment contracts guaranteed by United States commercial banks or domestic branches of foreign banks or United States insurance companies if similar debt obligations of the issuer or the collateral pledged by the issuer is in the top two rating categories
- Repurchase or reverse purchase agreement and securities lending agreements financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding $10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers.

At June 30, 2022, the District's investment balances were as follows:

Investments Measured at Fair Value	Fair Value
U.S. Treasuries with Maturities at Purchase of Greater Than 1 Year	$ 1,805,269
Federal Home Loan Bank	1,695,454
Federal National Mortgage Association	1,494,353
Federal Farm Credit Bank	935,562
Municipal Bonds	8,807,192
Corporate Bonds	833,049
Mutual Funds	1,356,366
Total Investments Measured at Fair Value	$ 16,927,245

Investments Measured at Amortized Cost	Amortized Cost
MSDLAF+ Liquid Class	$ 15,829,302
MSDLAF+ Max Class	57,626,549
Total Investments Measured at Amortized Cost	$ 73,455,851
Total District Investments	$ 90,383,096

NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District's investment policies do not limit the maturities of investments; however, when purchasing investments, the District considers such things as interest rates and cash flow needs.

The credit ratings and maturities of the District's investments are as follows:

		Maturity Duration in Years				No	
Type	Total	Less Than 1	1 to 5	6 to 10	> 10	Maturities	Rating
U.S. Treasury Notes	$ 1,805,269	$ -	$ 1,191,167	$ 285,147	$ 328,955	$ -	N/A
Federal Home Loan Bank	1,695,454	201,700	-	1,493,754	-	-	AAA - AA
Federal National Mortgage Association	1,494,353	-	1,387,534	106,819	-	-	AAA - AA
Federal Farm Credit Bank	935,562	-	213,548	722,014	-	-	AAA - AA
Municipal Bonds	8,807,192	645,143	2,755,973	2,634,940	2,771,136	-	AAA - A
Corporate Bonds	833,049	-	365,459	467,590	-	-	A - BB+
Mutual Funds	1,356,366	1,356,366	-	-	-	-	AAA
MSDLAF+	73,455,851	-	-	-	-	73,455,851	N/A
Total	$ 90,383,096	$ 2,203,209	$ 5,913,681	$ 5,710,264	$ 3,100,091	$ 73,455,851	

Concentration of Credit Risk – The District places no limit on the amount that the District may invest in any on issuer. The District had no investments at June 30, 2022 which individually comprised more than 5% of total investments.

The deposits and investments are presented in the financial statements as follows:

Cash and Investments - Statement of Net Position	$ 90,623,692
Cash and Investments with Fiscal Agent - Statement of Net Position	29,000
Total Cash and Investments	$ 90,652,692

NOTE 2 DEPOSITS AND INVESTMENTS (CONTINUED)

C. Fair Value Measurements

The District uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures.

The District follows an accounting standard which defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the District has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quotes prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded on the combined statements of financial position are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.

Level 2 – Financial assets and liabilities are valued based on quoted prices for similar assets or inputs that are observable, either directly or indirectly, for substantially the full term through corroboration with observable market data.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset.

Assets of the District measured at fair value on a recurring basis:

Investment	Level 1	Level 2	Level 3	Total
U.S. Treasuries with Maturities at Purchase of Greater Than One Year	$ 1,805,269	$ -	$ -	$ 1,805,269
Federal Home Loan Bank	-	1,695,454	-	1,695,454
Federal National Mortgage Association	-	1,494,353	-	1,494,353
Federal Farm Credit Bank	-	935,562	-	935,562
Municipal Bonds	-	8,807,192	-	8,807,192
Corporate Bonds	833,049	-	-	833,049
Mutual Funds	1,356,366	-	-	1,356,366
Total	$ 3,994,684	$ 12,932,561	$ -	16,927,245
Investments Measured at Amortized Cost				73,455,851
Total				$ 90,383,096

Securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt and equity securities as well as governmental agencies securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

NOTE 3 LEASES

The District, acting as lessor, leases space under long-term, non-cancelable lease agreements. The leases expire at various dates through 2026 and contain discount rates of 2.59%. During the year ended December 31, 2022, the District recognized $300,160 and $29,845 in lease revenue and interest revenue, respectively, pursuant to these contracts.

Total future minimum lease payments to be received under lease agreements are as follows:

	Future Lease Payments	
Year Ending June 30,	Principal	Interest
2023	$ 410,127	$ 28,475
2024	344,543	19,465
2025	357,346	10,382
2026	237,179	2,823
Total	$ 1,349,195	$ 61,145

NOTE 4 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	$ 2,867,600	$ -	$ -	$ 2,867,600
Construction in Progress	11,649,164	6,239,255	(9,388,354)	8,500,065
Total Capital Assets, Not Being Depreciated	14,516,764	6,239,255	(9,388,354)	11,367,665
Capital Assets, Being Depreciated				
Land Improvements	26,028,036	629,198	-	26,657,234
Buildings and Improvements	267,807,385	9,514,543	-	277,321,928
Equipment	37,229,710	1,849,779	-	39,079,489
Total Capital Assets, Being Depreciated	331,065,131	11,993,520	-	343,058,651
Capital Assets, Being Amortized				
Leased Buildings and Improvements	1,106,155	-	-	1,106,155
Leased Equipment	134,874	-	-	134,874
Total Capital Assets, Being Amortized	1,241,029	-	-	1,241,029
Accumulated Depreciation for:				
Land Improvements	(13,664,112)	(1,171,158)	-	(14,835,270)
Buildings and Improvements	(122,737,378)	(8,861,738)	-	(131,599,116)
Equipment	(22,938,719)	(2,389,066)	-	(25,327,785)
Total Accumulated Depreciation	(159,340,209)	(12,421,962)	-	(171,762,171)
Accumulated Amortization for:				
Leased Buildings and Improvements	-	(230,303)	-	(230,303)
Leased Equipment	-	(107,899)	-	(107,899)
Total Accumulated Amortization	-	(338,202)	-	(338,202)
Total Capital Assets, Being Depreciated or Amortized, Net	172,965,951	(428,442)	-	172,199,307
Governmental Activities Capital Assets, Net	$ 187,482,715	$ 5,810,813	$ (9,388,354)	$ 183,566,972

Depreciation and amortization expense was charged to functions of the District as follows:

Governmental Activities	
District Support Services	$ 3,413
Regular Instruction	11,353,875
Vocational Education Instruction	4,474
Special Education Instruction	111,774
Instructional Support Services	166,186
Pupil Support Services	591,016
Sites and Buildings	333,542
Food Service	195,884
Total Depreciation and Amortization Expense	$ 12,760,164

NOTE 5 LONG-TERM LIABILITIES

A. Components of Long-Term Debt

Issue Date	Net Interest Rate	Original Issue	Final Maturity	Principal Outstanding Due Within One Year	Principal Outstanding Total
5/16/2013	3.00% - 3.25%	16,090,000	2/1/2030	$ -	$ 15,890,000
5/15/2013	1.50% - 4.00%	18,940,000	2/1/2026	1,845,000	7,850,000
5/21/2015	2.00% - 3.00%	10,120,000	2/1/2023	2,275,000	2,275,000
5/21/2015	2.00% - 4.00%	4,425,000	2/1/2030	270,000	2,865,000
1/25/2017	3.00% - 4.00%	14,140,000	2/1/2032	-	14,140,000
2/21/2018	3.00% - 5.00%	29,030,000	2/1/2034	905,000	26,225,000
11/8/2018	3.25% - 5.00%	18,835,000	2/1/2027	3,200,000	17,040,000
3/14/2019	3.00% - 4.00%	17,895,000	2/1/2035	-	17,895,000
11/4/2020	2.00% - 4.00%	40,650,000	2/1/2037	2,945,000	40,650,000
Total General Obligation Bonds				11,440,000	144,830,000
Bond Premiums				-	6,707,410
Financed Purchases				370,939	1,944,476
Leases Payable				242,550	925,988
Total				$ 12,053,489	$ 154,407,874

B. Minimum Debt Payments

Minimum annual principal and interest payments required to retire long-term debt, not including severance and health benefits payable are as follows:

Year Ending June 30,	General Obligation Bonds Payable Principal	General Obligation Bonds Payable Interest	Financed Purchases Payable Principal	Financed Purchases Payable Interest
2023	$ 11,440,000	$ 5,087,750	$ 370,939	$ 43,529
2024	9,515,000	4,611,850	379,707	34,760
2025	9,460,000	4,191,750	388,683	25,785
2026	10,235,000	3,784,000	397,871	16,597
2027	10,630,000	3,367,600	407,276	7,192
2028-2032	53,815,000	10,751,738	-	-
2033-2037	39,735,000	2,375,550	-	-
Total	$ 144,830,000	$ 34,170,238	$ 1,944,476	$ 127,863

NOTE 5 LONG-TERM LIABILITIES (CONTINUED)

C. Description of Long-Term Debt

General Obligation School Building Bonds

These bonds were issued to finance acquisition, construction, and/or improvement of capital facilities or to refinance (refund) previous bond issues. Assets of the Debt Service Fund, together with scheduled future ad valorem tax levies, are dedicated for the retirement of these bonds. Total deferred tax levies are available to retire bond principal and interest payable. These levies are subject to reduction if fund balances exceed limitations imposed by Minnesota law. In addition, assets are available in an escrow account to be used for the repayment of certain refunded bonds.

On May 16, 2013, the District issued $18,940,000 General Obligation Refunding Bonds, Series 2013B, to finance an advanced crossover refunding of the 2016 through 2026 maturities of the District's $30,900,000 General Obligation Alternative Facilities Bonds, Series 2006.

On May 21, 2015, the District issued $4,425,000 General Obligation Capital Facilities Bonds, Series 2015B. The proceeds of this issue were used to finance energy conservation measures throughout the District.

On February 21, 2018, the District issued $29,030,000 General Obligation School Building Bonds, Series 2018A, to provide funds for the acquisition and betterment of school sites and facilities, and to prepay the District's $4,273,000 Lease Purchase, Series 2013, and the District's $4,215,000 Lease Purchase, Series 2014. The refunding resulted in cash flow savings of $5,115,335 and net present value cash flow savings of $4,915,838.

General Obligation Alternative Facilities Bonds

On May 16, 2013, the District issued $16,090,000 of General Obligation Alternative Facilities Bonds, Series 2013A. The proceeds of this issue were used to finance the acquisition and betterment of projects included in the District's 10-year facility plan.

On May 21, 2015, the District issued $10,120,000 of General Obligation Alternative Facilities Bonds, Series 2015A. The proceeds of this issued were used to finance the acquisition and betterment of projects included in the District's 10-year facility plan.

General Obligation Facilities Maintenance Bonds

On January 25, 2017, the District issued $14,140,000 of General Obligation Facilities Maintenance Bonds, Series 2017A. The proceeds of this issue will be used to finance facility maintenance projects included in the 10-year facility plan of the District.

On November 8, 2018, the District issued $18,835,000 General Obligation Alternative Facilities Refunding Bonds, Series 2018B, to call and prepay the 2020 through 2027 maturities of the District's outstanding 2009B Alternative Facilities Bonds.

NOTE 5 LONG-TERM LIABILITIES (CONTINUED)

C. Description of Long-Term Debt (Continued)

General Obligation Facilities Maintenance Bonds (Continued)
On March 14, 2019, the District issued $17,895,000 of General Obligation Facilities Maintenance Bonds, Series 2019A. The proceeds of this issue will be used to finance facility maintenance projects included in the 10-year facility plan of the District.

On November 4, 2020, the District issued $40,650,000 of General Obligation Facilities Maintenance Bonds, Series 2020A. The proceeds of this issue will be used to finance facility maintenance projects included in the 10-year facility plan of the District as well as to finance an advance refunding of the 2022 through 2028 maturities of the District's $29,410,000 General Obligation School Building Refunding Bonds, Series 2011A.

Financed Purchases Payable
On December 29, 2016, the District entered into a financed purchase agreement with First Resource Bank to finance the construction, installation, and equipping of synthetic turf fields at Hopkins High School. The total financed was $3,667,000, with an interest rate of 2.50% and requires the District to make semi-annual principal and interest payments through February 1, 2027.

Leases
The District leases equipment as well as certain operating and office facilities for various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2032 and contain discount rates ranging from 2.59% to 3.25%.

Subsequent Debt Issuances
In December 2022, the District issued $10,635,000 General Obligation Facilities Maintenance Bonds, Series 2022A. The proceeds of the bonds will be used to finance certain facilities and site maintenance projects which are included in the District's ten-year facilities plan.

In February 2023, the District issued $21,060,000 General Obligation Alternative Facilities Refunding Bonds, Series 2023A. Proceeds of the bonds will be used for a current refunding of the District's Series 2013A and 2013B bonds.

D. Changes in Long-Term Debt

	June 30, 2021	Additions	Retirements	June 30, 2022
Bonds Payable	$ 156,770,000	$ -	$ 11,940,000	$ 144,830,000
Bond Premiums	8,718,890	-	2,011,480	6,707,410
Financed Puchases	2,306,849	-	362,373	1,944,476
Leases Payable	1,241,029	-	315,041	925,988
Total	$ 169,036,768	$ -	$ 14,628,894	$ 154,407,874

NOTE 6 FUND BALANCES

Certain portions of fund balance are restricted based on state requirements to track special program funding, to provide for funding on certain long-term liabilities, or as required by other outside parties. A description of deficit balance restrictions is included herein since the District has specific statutory authority to levy taxes for such deficits.

A. Restricted for Student Activities

Represents the resources available for the extracurricular activity funds raised by students.

B. Restricted for Scholarships

Represents the resources received from donors to use for scholarships.

C. Restricted for Staff Development

A portion of the general education aid received by the District is restricted for staff development. The cumulative amount of aid received in excess of staff development expenditures has been reported as a restriction of fund balance in the General Fund.

D. Restricted for Capital Projects Levy

Represents resources restricted for projects financed with the District's capital projects levy.

E. Restricted for Operating Capital

The District levies taxes and receives state aid to be used for the purchase of equipment or facilities. The cumulative excess of such revenues over equipment and facilities expenditures is reported as a restriction of fund balance in the General Fund.

F. Restricted for Medical Assistance

This fund balance restriction represents resources to be used for Medical Assistance expenditures.

G. Restricted for Learning and Development

Represents resources available for reducing the pupil-to-staff ratio.

H. Restricted for Community Education Programs

This fund balance restriction represents accumulated resources available to provide general community education programming.

I. Restricted for Early Childhood and Family Education Programs

This fund balance restriction represents accumulated resources available to provide services for early childhood and family education programming.

NOTE 6 FUND BALANCES (CONTINUED)

J. Restricted for School Readiness

This fund balance restriction represents accumulated resources available to provide school readiness programming in accordance with funding made available for that purpose.

K. Restricted for Adult Basic Education Programs

This fund balance restriction represents accumulated resources available to provide adult basic education programming.

L. Restricted for Safe Schools Levy

Represents the unspent resources available from the safe schools' levy.

M. Restricted for Long-Term Facilities Maintenance

Represents unspent general obligation bond proceeds issued to finance facilities plans approved by the Board.

N. Restricted for Other Purposes

Represents amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. These amounts are restricted for food service, community service, capital projects, or debt service, per the fund in which they are contained.

NOTE 7 INTERFUND BALANCES AND TRANSFERS

The District had no interfund receivables and payables at June 30, 2022. The District also did not have interfund transfers during the year ended June 30, 2022.

NOTE 8 DEFINED BENEFIT PENSION PLANS

Substantially all employees of Hopkins Public Schools are required by state law to belong to pension plans administered by Teachers' Retirement Association (TRA) or Public Employees' Retirement Association (PERA), all of which are administered on a statewide basis. Disclosures relating to these plans follow:

A. Plan Description

The District participates in the following cost-sharing, multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association (PERA) and Teachers Retirement Fund (TRA). PERA's and TRA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERA's and TRA's defined benefit pension plans are tax-qualified plans under Section 401(a) of the Internal Revenue Code.

1. General Employees Retirement Plan

All full-time and certain part-time employees of the District, other than teachers, are covered by the General Employees Plan. General Employees Plan members belong to the Coordinated Plan. Coordinated Plan members are covered by Social Security.

2. Teachers Retirement Fund (TRA)

The Teacher's Retirement Association (TRA) is an administrator of a multiple employer, cost-sharing, defined benefit retirement fund. TRA administers a Basic Plan (without Social Security coverage) and a Coordinated Plan (with Social Security coverage) in accordance with Minnesota Statutes, Chapters 354 and 356. TRA is a separate statutory entity and administered by a Board of Trustees. The Board consists of four active members, one retired member, and three statutory officials.

Educators employed in Minnesota's public elementary and secondary schools, charter schools, and certain other TRA-covered educational institutions maintained by the state are required to be TRA members (except those employed by St. Paul schools or University of Minnesota System).

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Benefits Provided

PERA and TRA provide retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state legislature. Vested, terminated employees who are entitled to benefits, but are not receiving them yet, are bound by the provisions in effect at the time they last terminated their public service.

1. General Employees Plan Benefits

General Employees Plan benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for PERA's Coordinated Plan members. Members hired prior to July 1, 1989, receive the higher of Method 1 or Method 2 formulas. Only Method 2 is used for members hired after June 30, 1989. Under Method 1, the accrual rate for Coordinated members is 1.2% for each of the first 10 years of service and 1.7% for each additional year. Under Method 2, the accrual rate for Coordinated members is 1.7% for all years of service. For members hired prior to July 1, 1989, a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at 66.

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase. For members retiring on January 1, 2024, or later, the increase will be delayed until normal retirement age (age 65 if hired prior to July 1, 1989, or age 66 for individuals hired on or after July 1, 1989). Members retiring under Rule of 90 are exempt from the delay to normal retirement.

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Benefits Provided (Continued)

2. TRA Benefits

TRA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by Minnesota Statute and vest after three years of service credit. The defined retirement benefits are based on a member's highest average salary for any five consecutive years of allowable service, age, and a formula multiplier based on years of credit at termination of service.

Two methods are used to compute benefits for TRA's Coordinated and Basic Plan members. Members first employed before July 1, 1989, receive the greater of the Tier I or Tier II benefits as described.

Tier 1 Benefits

Tier 1	Step Rate Formula	Percentage
Basic	First Ten Years of Service	2.2% per Year
	All Years After	2.7% per Year
Coordinated	First Ten Years if Service Years Are Up to July 1, 2006	1.2% per Year
	First Ten Years if Service Years Are July 1, 2006 or After	1.4% per Year
	All Other Years of Service if Service Years Are Up to July 1, 2006	1.7% per Year
	All Other Years of Service if Service Years Are July 1, 2006 or After	1.9% per Year

With these provisions:

(a) Normal retirement age is 65 with less than 30 years of allowable service and age 62 with 30 or more years of allowable service.

(b) 3.0% per year early retirement reduction factor for all years under normal retirement age.

(c) Unreduced benefits for early retirement under a Rule-of-90 (age plus allowable service equals 90 or more).

or

Tier II Benefits

For years of service prior to July 1, 2006, a level formula of 1.7% per year for coordinated members and 2.7% per year for basic members. For years of service July 1, 2006 and after, a level formula of 1.9% per year for Coordinated members and 2.7% for Basic members applies. Beginning July 1, 2015, the early retirement reduction factors are based on rates established under Minnesota Statute. Smaller reductions, more favorable to the member, will be applied to individuals who reach age 62 and have 30 years or more of service credit.

Members first employed after June 30, 1989, receive only the Tier II calculation with a normal retirement age that is their retirement age for full Social Security retirement benefits, but not to exceed age 66.

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Benefits Provided (Continued)

2. TRA Benefits (Continued)

Six different types of annuities are available to members upon retirement. The No Refund Life Plan is a lifetime annuity that ceases upon the death of the retiree - no survivor annuity is payable. A retiring member may also choose to provide survivor benefits to a designated beneficiary(ies) by selecting one of the five plans that have survivorship features. Vested members may also leave their contributions in the TRA Fund upon termination of service in order to qualify for a deferred annuity at retirement age. Any member terminating service is eligible for a refund of their employee contributions plus interest.

The benefit provisions stated apply to active plan participants. Vested, terminated employees who are entitled to benefits but not yet receiving them are bound by the plan provisions in effect at the time they last terminated their public service.

C. Contributions

1. General Employees Fund Contributions

Minnesota Statutes, Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature. Coordinated Plan members were required to contribute 6.50% of their annual covered salary in fiscal year 2022 and the District was required to contribute 7.50% for Coordinated Plan members. The District's contributions to the General Employees Fund for the year ended June 30, 2022 were $1,491,118. The District's contributions were equal to the required contributions as set by state statute.

2. TRA Contributions

Per Minnesota Statutes, Chapter 354, rates for the fiscal year for Coordinated Plan members were 7.5% for the employee and 8.34% for the employer. Basic Plan rates were 11.00% for the employee and 12.13% for the employer. The District's contributions to TRA for the plan's fiscal year ended June 30, 2022 were $4,197,818. The District's contributions were equal to the required contributions for each year as set by state statute.

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Pension Costs

1. General Employees Plan Pension Costs

At June 30, 2022, the District reported a liability of $11,137,328 for its proportionate share of the General Employees Plan's net pension liability. The District's net pension liability reflected a reduction due to the state of Minnesota's contribution of $16 million. The state of Minnesota is considered a nonemployer contributing entity and the state's contribution meets the definition of a special funding situation. The state of Minnesota's proportionate share of the net pension liability associated with the District totaled $340,156, for a total net pension liability of $11,477,484 associated with the District. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2020 through June 30, 2021, relative to the total employer contributions received from all of PERA's participating employers.

The District's proportion was .2608% at the end of the measurement period and 0.2839% at the beginning of the period.

For the year ended June 30, 2022, the District recognized pension expense of ($442,723) for its proportionate share of General Employees Plan's pension expense. In addition, the District recognized an additional $27,445 as pension expense (and corresponding grant revenue) for its proportionate share of the state of Minnesota's contribution of $16 million to the General Employees Fund.

At June 30, 2022, the District reported its proportionate share of General Employees Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	$ 68,424	$ 340,833
Changes in Actuarial Assumptions	6,800,222	246,365
Net Difference Between Projected and Actual Earnings on Plan Investments	-	9,645,397
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	206,909	1,407,301
District Contributions Subsequent to the Measurement Date	1,491,118	-
Total	$ 8,566,673	$ 11,639,896

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Pension Costs (Continued)

1. GERF Pension Costs (Continued)

A total of $1,491,118 reported as deferred outflows of resources related to pensions resulting from District contributions to GERF subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to GERF pensions will be recognized in pension expense as follows:

Year Ending June 30,	Pension Expense Amount
2023	$ (800,262)
2024	(695,275)
2025	(438,000)
2026	(2,630,804)
2027	
Thereafter	-

2. TRA Pension Costs

At June 30, 2022, the District reported a liability of $35,185,444 for its proportionate share of TRA's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions to TRA in relation to total system contributions including direct aid from the state of Minnesota, city of Minneapolis, and Minneapolis School District. The District's proportionate share was 0.8040% at the end of the measurement period and 0.8441% for the beginning of the period.

The pension liability amount reflected a reduction due to direct aid provided to TRA. The amount recognized by the District as its proportionate share of the net pension liability, the direct aid, and total portion of the net pension liability that was associated with the District were as follows:

Description	Amount
District's Proportionate Share of the TRA Net Pension Liability	$ 35,185,444
State's Proportionate Share of the Net Pension Liability Associated with the District	2,967,469
Total	$ 38,152,913

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Pension Costs (Continued)

2. TRA Pension Costs (Continued)

For the year ended June 30, 2022, the District recognized pension expense of ($312,866). It also recognized ($284,275) as pension expense and grant revenue for the support provided by direct aid.

At June 30, 2022, the District reported its proportionate share of the TRA's deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	$ 952,976	$ 996,601
Changes in Actuarial Assumptions	12,894,139	31,744,741
Net Difference Between Projected and Actual Earnings on Plan Investments	-	29,502,819
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	1,648,699	4,797,222
District Contributions Subsequent to the Measurement Date	4,197,818	-
Total	$ 19,693,632	$ 67,041,383

A total of $4,197,818 reported as deferred outflows of resources related to pensions resulting from District contributions to TRA subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to TRA will be recognized in pension expense as follows:

Year Ending June 30,	Pension Expense Amount
2023	$ (24,564,976)
2024	(18,539,158)
2025	(4,556,561)
2026	(5,647,441)
2027	1,762,567
Thereafter	-

The District's total pension expense for all plans for the year ended June 30, 2022 was ($755,589). In addition, the school recognized pension expense of ($256,830) for indirect aid.

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Actuarial Assumptions

The total pension liability in the June 30, 2021, actuarial valuation was determined using an individual entry-age normal actuarial cost method. The long-term rate of return on pension plan investments used in the determination of the total liability is 6.5%. This assumption is based on a review of inflation and investments return assumptions from a number of national investment consulting firms. The review provided a range of return investment return rates deemed to be reasonable by the actuary. An investment return of 6.5% was deemed to be within that range of reasonableness for financial reporting purposes.

Inflation is assumed to be 2.25% for the General Employees Plan and benefit increases after retirement are assumed to be 1.25% for the General Employees Plan. Salary growth assumptions in the General Employees Plan range in annual increments from 10.25% after one year of service to 3.0% after 29 years of service and 6.0% per year thereafter. Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. The tables are adjusted slightly to fit PERA's experience.

Actuarial assumptions for the General Employees Plan are reviewed every four years. The most recent four-year experience study for the General Employees Plan was completed in 2019. The assumption changes were adopted by the Board an became effective with the July 1, 2020 actuarial valuation.

The following changes in actuarial assumptions for PERA occurred in 2021:

- The investment return and single discount rates were changed from 7.50% to 6.50$, for financial reporting purposes.
- The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

TRA pre-retirement mortality rates were based on the RP-2014 white collar employee table, male rates set back 5 years and female rates set back 7 years. Generational projection uses the MP-2015 scale. Postretirement mortality rates were based on the RP-2014 white collar annuitant table, male rates set back 3 years and female rates set back 3 years, with further adjustments of the rates. Generational projection uses the MP-2015 scale. Post-disability mortality rates were based on the RP-2014 disabled retiree mortality table, without adjustment.

TRA cost of living benefit increases 1.0% for January 2020 through January 2023, then increasing by 0.1% each year up to 1.5% annually.

The following changes in actuarial assumptions for TRA occurred in 2021:

- The investment return assumption was changed from 7.5% to 7.0%.

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Actuarial Assumptions (Continued)

The State Board of Investment, which manages the investments of PERA and TRA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	35.50 %	5.10%
International Equity	17.50	5.30%
Private Markets	25.00	5.90%
Fixed income	20.00	0.75%
Unallocated cash	2.00	0.00%
Totals	100.00 %	

F. Discount Rate

The discount rate used to measure the PERA General Employees Plan liability in 2021 was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net position of the General Employees Fund 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 was applied to all periods of projected benefit payments to determine the total pension liability.

The discount rate used to measure the TRA pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that employee contribution will be made at the fiscal year 2021 contribution rate, contributions from school districts will be made at contractually required rates (actuarially determined), and contributions from the state will be made at current statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was not projected to be depleted and, as a result, the Municipal Bond Index Rate was not used in the determination of the Single Equivalent Interest Rate (SEIR).

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

G. Pension Liability Sensitivity

The following presents the School's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

Description	1% Decrease in Discount Rate	Current Discount Rate	1% Increase in Discount Rate
GERF Discount Rate	6.50%	6.50%	7.50%
District's Proportionate Share of the GERF Net Pension Liability	$ 22,714,465	$ 11,137,328	$ 1,637,581
TRA Discount Rate	6.00%	7.00%	8.00%
District's Proportionate Share of the TRA Net Pension Liability	$ 71,076,309	$ 35,185,444	$ 5,752,073

H. Pension Plan Fiduciary Net Position

Detailed information about GERF's fiduciary's net position is available in a separately issued PERA financial report. That report may be obtained on the Internet at www.mnpera.org; by writing to PERA at 60 Empire Drive #200, St. Paul, Minnesota, 55103-2088; or by calling (651) 296-7460 or 1-800-652-9026.

Detailed information about TRA's fiduciary net position is available in a separately issued TRA financial report. That report can be obtained at www.MinnesotaTRA.org; by writing to TRA at 60 Empire Drive #400, St. Paul, Minnesota, 55103-4000; or by calling (651) 296-2409 or 1-800-657-3669.

NOTE 9 SUPPLEMENTAL PENSION PLAN

A. Plan Description

The District provides a single-employer defined benefit supplemental pension benefit to eligible employees. Currently, certain groups of employees are eligible to retire and receive the pension supplement after the completion of a minimum amount of years of service and, for some employee groups, the attainment of age 55. Benefits range from a flat dollar amount to percentages of annual salary up to a maximum of 100% of annual salary. Certain benefits are also dependent on the number of unused sick days remaining.

Currently, there are 1,060 active employees who are eligible to receive benefits under the plan as of July 1, 2020.

NOTE 9 SUPPLEMENTAL PENSION PLAN (CONTINUED)

B. Funding Policy

Payments under the plan are made on a pay-as-you-go basis. There are no invested plan assets accumulated for the payment of future benefits. The General Fund is used for funding all of the pension/retirement benefits. The employer makes all contributions.

C. Total Pension Liability

The District recognizes its total pension liability, rather than a net pension liability. In order for the District to recognize a net pension liability, assets must be accumulated in a trust that meets the following criteria:

- Contributions from the employer and nonemployer contributing entities, and the earnings thereon, must be irrevocable.
- Pension plan assets must be dedicated to providing pensions to Plan members in accordance with benefit terms.
- Pension plan assets must be legally protected from the creditors of employer-nonemployer contributing entities, the Plan administrator, and the Plan members.

No assets are accumulated in a trust that meets all of the above criteria. Accordingly, the District's total pension liability is not reduced by any assets accumulated, and the District must report its total pension liability.

The District's total pension liability was determined by an actuarial valuation dated July 1, 2020 with a measurement date of July 1, 2021. At June 30, 2022, the District reported a total pension liability of $15,050,630. Changes in the District's total pension liability were as follows:

Total Pension Liability - Beginning Balance	$	14,474,119
Changes for the Year		
Service Cost		1,073,859
Interest		356,364
Changes in Benefit Terms		-
Differences Between Expected and Actual Experience		-
Changes of Assumptions and Other Inputs		214,562
Benefit Payments		(1,068,274)
Other Changes		-
Net Changes		576,511
Total Pension Liability - Ending Balance	$	15,050,630

NOTE 9 SUPPLEMENTAL PENSION PLAN (CONTINUED)

D. Pension Costs

For the year ended June 30, 2022, the District recognized pension expense of $515,874. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 1,068,353
Changes of Assumptions of Other Inputs	591,281	321,635
Benefit Payments Subsequent to the Measurement Date	1,130,203	-
Pension Administrative Expenses Incurred Subsequent to the Measurement Date	-	-
Total	$ 1,721,484	$ 1,389,988

The District's benefit payments and amounts incurred by the District for pension administrative expenses subsequent to the measurement date of $1,130,203 reported as deferred outflows of resources will be recognized as a reduction of the total pension liability in the year ended June 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plan will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2023	$ (123,201)
2024	(123,201)
2025	(123,201)
2026	(123,201)
2027	(123,201)
Thereafter	(182,702)

E. Actuarial Methods and Assumptions

The actuarial total pension liability was determined as of July 1, 2021, using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date:	July 1, 2020
Measurement Date:	July 1, 2021
Actuarial Cost Method:	Entry Age, Level Percentage of Pay
Discount Rate:	2.10%
Inflation:	2.50%
Salary Increases:	Service graded tables
Retirement Age:	55
Mortality:	Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables with MP-2019 Generational Improvement Scale

NOTE 9 SUPPLEMENTAL PENSION PLAN (CONTINUED)

F. Discount Rate

The discount rate used to measure the total pension liability was 2.10%. The discount rate is based on the estimated yield of 20-Year AA-rated municipal bonds. The discount rate was changed from 3.10% in the prior measurement period to 3.10%.

G. Total Pension Liability Sensitivity

The following presents the District's total pension liability, calculated using the discount rate of 2.10%, as well as what the District's total pension liability would be if it were calculated using a discount rate that is one percentage point lower (1.10%) or one percentage point higher (3.10%) than the current rate:

	1% Decrease (1.10%)	Current Discount Rate (2.10%)	1% Increase (3.10%)
Total Pension Liability	$ 15,605,585	$ 15,050,630	$ 13,844,916

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS PAYABLE

A. Plan Description

The District operates a single-employer retiree benefit plan (the Plan) that provides health and dental insurance to eligible employees and their spouses through the District's health insurance plan. There are 1,098 active participants, 92 retired participants, and 22 spouses. Benefit and eligibility provisions are established through individual contracts and negotiations between the District and various unions representing District employees and are renegotiated each two-year bargaining period. The Plan does not issue a publicly available financial report.

B. Funding Policy

The District has assets designated for OPEB. These assets are in a revocable trust which is included as an internal service fund in these financial statements. Contribution requirements are also negotiated between the District and union representatives. The eligibility for, amount of, duration of, and District's contribution to the cost of the benefits provided varies by contract and date of retirement. For fiscal year 2022, the District contributed $1,929,929 to the plan.

C. Actuarial Methods and Assumptions

The District's total OPEB liability was determined by an actuarial valuation with a valuation date of July 1, 2020 and a measurement date of July 1, 2021. Liabilities in this report were calculated as of the valuation date and rolled forward to the measurement date using standard actuarial roll-forward techniques.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)

C. Actuarial Methods and Assumptions (Continued)

The total OPEB liability was determined by an actuarial valuation as of July 1, 2020, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	Service graded tables
20-Year Municipal Bond Yield	2.10%
Health Care Trend Rates	6.25% Decreasing to 5.00% Over 5 Years and Then to 4.00% Over the Next 48 Years

Mortality rates were based on the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2019 Generational Improvement Scale.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of the Teacher Retirement Association of Minnesota actuarial experience study for the period July 1, 2008 through June 30, 2014 and a study of economic assumptions dated November 2017. The rates for other employees are based on the Public Employees Retirement Association of Minnesota most recent six-year experience study for the General Employees Plan completed in 2015 and a review of the inflation assumption dated September 11, 2017. The retirement and withdrawal assumptions used to value GASB 75 liabilities are similar to those used to value pension liabilities for Minnesota school district employees. The rates are based on the Teacher Retirement Association of Minnesota actuarial experience study for the period July 1, 2008 through June 30, 2014.

The discount rate used to measure the total OPEB liability was 2.10%. The discount rate is based on the estimated yield of 20-year AA-rated bonds.

D. Actuarial Methods and Assumptions

Since the most recent actuarial valuation, the following changes have been made:

For fiscal year ending June 30, 2021:

- The health care trend rates, mortality tables, and salary increase rates were updated.
- The discount rate was changed from 3.10% to 2.40%.

For fiscal year ending June 30, 2022:

- The discount rate was changed from 2.40% to 2.10%.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)

D. Changes in the total OPEB Liability

	Total OPEB Liability
Beginning Balance	$ 24,047,362
Changes for the Year:	
Service Cost	1,715,432
Interest Cost	583,337
Differences Between Expected and Actual Experience	-
Changes of Assumptions	339,428
Contributions-Employer	-
Net Investment income	-
Benefit Payments	(1,929,929)
Plan Changes	-
Net Changes	708,268
Ending Balance	$ 24,755,630

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (1.10%)	Discount Rate (2.10%)	1% Increase (3.10%)
Total OPEB Liability	$ 25,161,394	$ 24,755,630	$ 22,372,362

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% point lower (5.25% decreasing to 4.00% over five years) or 1% point higher (7.25% decreasing to 6.00% over five years) than the current healthcare cost trend rates:

	Healthcare Cost		
	1% Decrease (5.25% Decreasing to 4.00% Then 3.00%)	Current Trend Rates (6.25% Decreasing to 5.00% Then 4.00%)	1% Increase (7.25% Decreasing to 6.00% Then 5.00%)
Total OPEB Liability	$ 22,587,085	$ 24,755,630	$ 25,132,569

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS PAYABLE (CONTINUED)

E. OPEB Liability Costs

For the year ended June 30, 2022, the District recognized OPEB expense of $220,741. At June 30, 2022, the Districted reported $474,742 of deferred inflows of resources and $2,549,680 of deferred outflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 37,115	$ 474,742
Change of Assumptions	964,375	-
Contributions Between Measurement Date and Reporting Date	1,548,190	-
Total	$ 2,549,680	$ 474,742

The contributions subsequent to the measurement date will reduce the District's total OPEB liability in the District's fiscal year ended June 30, 2023.

Other amounts reported as deferred outflows of resources will be recognized in OPEB expense as follows:

Year Ending June 30,	Expense
2022	$ 76,935
2023	76,935
2024	76,935
2025	76,935
2026	76,935
Thereafter	142,073

NOTE 11 FLEXIBLE BENEFIT PLAN

The District has a flexible benefit plan which is classified as a "cafeteria plan" under Section 125 of the Internal Revenue Code. All employee groups of the District are eligible if and when the collective bargaining agreement or contract with their group allows eligibility. Eligible employees can elect to participate by contributing pre-tax dollars withheld from payroll checks to the plan for health care and dependent care benefits.

Before the beginning of the plan year, which is July 1 to June 30, each participant designates a total amount of pre-tax dollars to be contributed to the plan during the year. At June 30, the District is contingently liable for claims against the total amount of participants' annual contributions to the plan, whether or not such contributions have been made.

All assets of the plan are held in a separate bank account, administered by a third-party. Payments are made by the District to participating employees for eligible medical expenses. Payments of insurance premiums (health, dental, life, and disability) are made by the District directly to designated insurance companies. These payments are made on a monthly basis and all plan activity is included in the financial statements as a Private-Purpose Trust Fund.

All plan property and income attributable to that property is solely the property of the District, subject to the claims of the District's general creditors. Participants' rights under the plan are equal to those of general creditors of the District in an amount equal to eligible health care and dependent care expenses incurred by the participants. The District believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

NOTE 12 HEALTH AND DENTAL SELF-INSURANCE PLAN

The District maintains an Internal Service Fund to account for and finance a self-insurance program for health and dental benefits. Accordingly, the District has not purchased outside insurance for the risks of losses to which it is exposed for amounts under its stop-loss limit of $100,000 at which point reinsurance coverage is available. District management believes it is more economical to manage its risks internally and set aside assets for claim settlement. The Internal Service Fund currently services all claims and risk of loss to which the District is exposed for health and dental expenses.

Participants in the program make premium payments to the fund based on the insurance premium. The District contributes a portion of premiums to the plan based on employment contracts. The excess amount received above current year claims is used to establish a reserve for future claims. At June 30, 2022, there is a reserve of $3,870,343.

District liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing a claim liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

There were no liabilities in excess of claims paid at June 30, 2022. There is a possibility for loss if claims are in excess of the premiums collected. The District does not believe this occurrence would have a material financial effect on the District. The District held $6,122,852 in cash and investments at June 30, 2022 for payment of claims.

Changes in the balances of claim liabilities during fiscal years 2022 and 2021 were as follows:

	2022	2021
Beginning of Fiscal Year Liability - July 1,	$ 994,699	$ 448,747
Current Year Claims, Changes in Estimates, and Other Charges	11,271,844	12,187,046
Current Year Claims Paid, Including an Estimate of Claims Incurred But Not Reported (IBNR)	(11,190,457)	(11,641,094)
End of Fiscal Year Liability - June 30,	$ 1,076,086	$ 994,699

NOTE 13 COMMITMENTS AND CONTINGENCIES

A. Federal and State Programs

Amounts received or receivable from federal and state agencies are subject to agency audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of funds which may be disallowed by the agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

B. Joint Powers Agreement

The District entered into a joint powers agreement with the city of Minnetonka to provide for the joint construction, use, maintenance, and operation of the Lindbergh Center, a multi-use athletic and community center. As specified in the agreement and related management plan, the District and the city will share in the proportionate costs to build, maintain, and operate the facility. The agreement also outlines finance-related issues such as revenue sharing.

Operating results of the Lindbergh Center for fiscal 2021-2022 are as follows:

	School District	City
Total Expenditures	$ 205,515	$ 83,943
Total Revenue	(119,536)	(48,824)
Final Operating Costs to Respective Government	$ 85,979	$ 35,119

C. Construction Commitments

At June 30, 2022, the District is committed to approximately $1.7 million in contracts in progress.

NOTE 14 STEWARDSHIP AND ACCOUNTABILITY

Excess of Expenditures Over Budget

Expenditures exceeded budgeted amounts in the following funds at June 30, 2022:

	Budget	Expenditures	Excess
General Fund	$ 113,509,851	$ 114,117,543	$ 607,692
Special Revenue Funds:			
Food Service Fund	3,835,898	4,310,656	474,758
Capital Projects Fund	5,805,871	6,226,193	420,322
Debt Service Fund	17,756,918	17,758,818	1,900

The overages were considered by District management to be the result of necessary expenditures critical to operations and were approved by the Board.

NOTE 15 DEFINED CONTRIBUTION PLAN

The District provides eligible employees future retirement benefits through the District's 403(b) Plan (the Plan). Employees of the District are eligible to participate in the Plan commencing on the date of their employment. Eligible employees may elect to have a percentage of their pay contributed to the Plan. Some employees are eligible to receive a District match of employee contributions up to the qualifying amount set forth in their respective bargaining agreements. Contributions are invested in tax-deferred annuities selected and owned by Plan participants. Contributions to the plan for the fiscal year ended June 30, 2022 totaled $220,607.

NOTE 16 NET INVESTMENT IN CAPITAL ASSETS

The District's net investment in capital assets was calculated as follows:

Net Investment in Capital Assets	
Capital Assets, Net of Accumulated Depreciation	$ 183,566,972
Less: General Obligation Bonds Outstanding	(144,830,000)
Less: Financed Purchases Payable	(1,944,476)
Less: Unamortized Premium on Capital-Related Bonds	(6,707,410)
Less: Leases Payable	(925,988)
Less: Deferred Gain on Bond Refundings	(283,844)
Less: Capital-Related Accounts and Contracts Payable	(897,440)
Plus: Capital Projects Fund Unspent Bond Proceeds	29,000
Total Net Investment in Capital Assets	$ 28,006,814

NOTE 17 PRIOR PERIOD RESTATEMENT

Beginning fund balance in the Food Service fund as well as beginning net position in governmental activities was restated to correct prior year-end unearned revenue balances from unspent student meal accounts. The effects of this restatement are as follows:

	Food Service Fund	Governmental Activities
Beginning Fund Balance/Net Position, as Previously Stated	$ 852,871	$ (48,932,120)
Cumulative Effect of Adjustment to Correct Beginning Unearned Revenue Related to Unspent Student Meal Balances	(131,789)	(131,789)
Beginning Fund Balance/Net Position, as Restated	$ 721,082	$ (49,063,909)

REQUIRED SUPPLEMENTARY INFORMATION

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST FIVE MEASUREMENT PERIODS

	Measurement Date				
	July 1, 2021	July 1, 2020	July 1, 2019	July 1, 2018	July 1, 2017
Service Cost	$ 1,715,432	$ 1,591,130	$ 1,415,894	$ 1,285,813	$ 1,344,733
Interest	583,337	801,908	874,625	829,379	799,678
Changes in Benefit Terms	-	(929,162)	-	-	-
Differences Between Expected and Actual Experience	-	(610,383)	-	61,858	-
Changes of Assumptions of Other Inputs	339,428	52,216	517,304	433,227	-
Benefit Payments	(1,929,929)	(2,253,223)	(1,955,835)	(1,254,410)	(1,170,163)
Other Changes	-	-	-	(542,630)	-
Net Changes	708,268	(1,347,514)	851,988	813,237	974,248
Total OPEB Liability - Beginning	24,047,362	25,394,876	24,542,888	23,729,651	22,755,403
Total OPEB Liability - Ending	$ 24,755,630	$ 24,047,362	$ 25,394,876	$ 24,542,888	$ 23,729,651
Covered Employee Payroll	$ 64,407,640	$ 62,531,689	$ 62,285,759	$ 60,471,611	$ 53,977,701
Total OPEB Liability as a Percentage of Covered Employee Payroll	38.44%	38.46%	40.77%	40.59%	43.96%

NOTE: The District implemented GASB Statement No 75 in fiscal year 2018, and the above table will be expanded to 10 years of information as the information becomes available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
TRA SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST EIGHT MEASUREMENT DATES

	Measurement Date June 30,							
	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.8040%	0.8441%	0.8198%	0.8197%	0.8411%	0.8633%	0.8628%	0.9324%
District's Proportionate Share of the Net Pension Liability	$ 35,185,444	$ 62,363,239	$ 52,254,224	$ 51,482,236	$ 167,898,818	$ 205,917,648	$ 53,372,713	$ 42,964,321
State's Proportionate Share of the Net Pension Liability Associated with District	2,967,469	5,226,003	4,624,083	4,837,086	16,230,127	20,669,786	6,546,465	3,022,504
Total	$ 38,152,913	$ 67,589,242	$ 56,878,307	$ 56,319,322	$ 184,128,945	$ 226,587,434	$ 59,919,178	$ 45,986,825
District's Covered Payroll	$ 48,513,641	$ 49,047,790	$ 44,824,280	$ 45,207,213	$ 45,321,333	$ 44,803,453	$ 43,789,520	$ 42,563,629
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	72.53%	127.15%	116.58%	113.88%	370.46%	459.60%	121.88%	100.94%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.63%	75.48%	78.21%	78.07%	51.57%	44.88%	76.80%	81.50%

Note: Ten years of data was not available. The above table will be expanded to 10 years of information as the information becomes available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PERA SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST EIGHT MEASUREMENT DATES

	Measurement Date June 30,							
	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.2608%	0.2839%	0.2950%	0.2817%	0.2923%	0.2993%	0.3135%	0.3326%
District's Proportionate Share of the Net Pension Liability	$ 11,137,328	$ 17,021,102	$ 16,309,889	$ 15,627,561	$ 18,660,239	$ 24,301,675	$ 16,247,197	$ 15,623,882
State's Proportionate Share of the Net Pension Liability Associated with District	340,156	524,773	506,978	512,717	234,649	317,389	-	-
Total	$ 11,477,484	$ 17,545,875	$ 16,816,867	$ 16,140,278	$ 18,894,888	$ 24,619,064	$ 16,247,197	$ 15,623,882
District's Covered Payroll	$ 18,771,547	$ 20,236,880	$ 20,802,413	$ 18,956,667	$ 20,876,400	$ 18,755,067	$ 18,427,268	$ 17,458,331
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	59.33%	84.11%	78.40%	82.44%	89.38%	129.57%	88.17%	89.49%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.00%	79.10%	80.23%	79.50%	75.90%	68.90%	78.20%	78.70%

Note: Ten years of data was not available. The above table will be expanded to 10 years of information as the information becomes available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
TRA SCHEDULE OF DISTRICT CONTRIBUTIONS
LAST NINE FISCAL YEARS

	Fiscal Year Ended June 30,								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily Required Contribution	$ 4,197,818	$ 3,944,159	$ 3,884,585	$ 3,455,952	$ 3,390,541	$ 3,399,100	$ 3,360,259	$ 3,284,214	$ 2,979,454
Contributions in Relation to the Statutorily Required Contribution	(4,197,818)	(3,944,159)	(3,884,585)	(3,455,952)	(3,390,541)	(3,399,100)	(3,360,259)	(3,284,214)	(2,979,454)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered Payroll	$ 50,333,549	$ 48,513,641	$ 49,047,790	$ 44,824,280	$ 45,207,213	$ 45,321,333	$ 44,803,453	$ 43,789,520	$ 42,563,629
Contributions as a Percentage of Covered Payroll	8.34%	8.13%	7.92%	7.71%	7.50%	7.50%	7.50%	7.50%	7.00%

Note: Ten years of data was not available. The above table will be expanded to 10 years of information as the information becomes available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PERA SCHEDULE OF DISTRICT CONTRIBUTIONS
LAST NINE FISCAL YEARS

	Fiscal Year Ended June 30,								
	2022	2021	2020	2019	2018	2017	2016	2015	2014
Statutorily Required Contribution	$ 1,491,118	$ 1,407,866	$ 1,517,766	$ 1,560,181	$ 1,421,750	$ 1,565,730	$ 1,406,630	$ 1,359,011	$ 1,265,729
Contributions in Relation to the Statutorily Required Contribution	(1,491,118)	(1,407,866)	(1,517,766)	(1,560,181)	(1,421,750)	(1,565,730)	(1,406,630)	(1,359,011)	(1,265,729)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered Payroll	$ 19,881,573	$ 18,771,547	$ 20,236,880	$ 20,802,413	$ 18,956,667	$ 20,876,400	$ 18,755,067	$ 18,427,268	$ 17,458,331
Contributions as a Percentage of Covered Payroll	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.38%	7.25%

Note: Ten years of data was not available. The above table will be expanded to 10 years of information as the information becomes available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SCHEDULE OF CHANGES IN THE DISTRICT'S
TOTAL PENSION LIABILITY AND RELATED RATIOS
SUPPLEMENTAL PENSION PLAN
LAST FIVE MEASUREMENT DATES

	Measurement Date				
	July 1, 2021	July 1, 2020	July 1, 2019	July 1, 2018	July 1, 2017
Service Cost	$ 1,073,859	$ 996,490	$ 732,001	$ 664,771	$ 689,485
Interest	356,364	428,693	460,096	473,190	296,170
Changes in Benefit Terms	-	1,012,410	-	-	4,153,716
Differences Between Expected and Actual Experience	-	(569,816)	-	(946,225)	-
Changes of Assumptions of Other Inputs	214,562	219,894	297,433	(111,774)	(459,274)
Benefit Payments	(1,068,274)	(884,964)	(1,252,641)	(967,459)	(935,517)
Other Changes	-	-	-	189,756	-
Net Changes	576,511	1,202,707	236,889	(697,741)	3,744,580
Total Pension Liability - Beginning	14,474,119	13,271,412	13,034,523	13,732,264	9,987,684
Total Pension Liability - Ending	$ 15,050,630	$ 14,474,119	$ 13,271,412	$ 13,034,523	$ 13,732,264
Covered Employee Payroll	$ 60,372,716	$ 58,614,287	$ 54,656,357	$ 53,064,424	$ 53,977,701
Total Pension Liability as a Percentage of Covered Employee Payroll	24.93%	24.69%	24.28%	24.56%	25.44%

*Ten Years of Data Will be Presented as it Becomes Available

CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS

The following changes were reflected in the valuation performed on behalf of the Public Employees Retirement Association for the years ended June 30:

A. General Employees Fund

2021

- The investment return and single discount rates were changed from 7.50% to 6.50$, for financial reporting purposes.
- The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

2020

- The price inflation assumption was decreased from 2.50% to 2.25%.
- The payroll growth assumption was decreased from 3.25% to 3.00%.
- Assumed salary increase rates were changed as recommended in the June 30, 2019 experience study. The net effect is assumed rates that average 0.25% less than previous rates.
- Assumed rates of retirement were changed as recommended in the June 30, 2019 experience study. The changes result in more unreduced (normal) retirements and slightly fewer Rule of 90 and early retirements.
- Assumed rates of termination were changed as recommended in the June 30, 2019 experience study. The new rates are based on service and are generally lower than the previous rates for years two to five and slightly higher thereafter.
- Assumed rates of disability were changed as recommended in the June 30, 2019 experience study. The change results in fewer predicted disability retirements for males and females.
- The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 General Mortality table, with adjustments. The base mortality table for disabled annuitants was changed from the RP-2014 disabled annuitant mortality table to the PUB-2010 General/Teacher disabled annuitant mortality table, with adjustments.
- The mortality improvement scale was changed from Scale MP-2018 to Scale MP-2019.
- The assumed spouse age difference was changed from two years older for females to one year older.
- The assumed number of married male new retirees electing the 100% Joint & Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint & Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.
- Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020 through December 31, 2023 and 0.0% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019

- The mortality projection scale was changed from MP-2017 to MP-2018.
- The employer supplemental contribution was changed prospectively, decreasing from $31.0 million to $21.0 million per year. The State's special funding contribution was changed prospectively, requiring $16.0 million due per year through 2031.

2018

- The mortality projection scale was changed from MP-2015 to MP-2017.
- The assumed postretirement benefit increase was changed from 1.0% per year through 2044 and 2.5% per year thereafter to 1.25% per year.

2017

- The Combined Service Annuity (CSA) loads were changed from 0.8% for active members and 60% for vested and nonvested deferred members. The revised CSA loads are now 0.0% for active member liability, 15.0% for vested deferred member liability, and 3.0% for nonvested deferred member liability.
- The assumed postretirement benefit increase rate was changed from 1.0% per year for all years to 1.0% per year through 2044 and 2.5 % per year thereafter.

2016

- The assumed postretirement benefit increase rate was changed from 1.0% per year through 2035 and 2.5% per year thereafter to 1.0% per year for all future years.
- The assumed investment return was changed from 7.9% to 7.5%. The single discount rate was changed from 7.9% to 7.5%.
- Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS

The following changes were reflected in the valuation performed on behalf of the Teachers Retirement Association for the years ended June 30:

A. Coordinated Plan

2021

- The discount rate was changed from 2.40% to 2.10%.

2020

- Assumed termination rates were changed to more closely reflect actual experience.
- The pre-retirement mortality assumption was changed to the RP-2014 white collar employee table, male rates set back five years and female rates set back seven years. Generational projection uses the MP-2015 scale.
- Assumed form of annuity election proportions were changed to more closely reflect actual experience for female retirees.
- There have been no changes since the prior valuation.

2019

- No changes.

2018

- The COLA was reduced from 2.0% each January 1 to 1.0%, effective January 1, 2019. Beginning January 1, 2024, the COLA will increase 0.1% each year until reaching the ultimate rate of 1.5% in January 1, 2028.
- Beginning July 1, 2024, eligibility for the first COLA changes to normal retirement age (age 65 to 66, depending on date of birth). However, members who retire under Rule of 90 and members who are at least age 62 with 30 years of service credit are exempt.
- The COLA trigger provision, which would have increased the COLA to 2.5% if the funded ratio was at least 90% for two consecutive years, was eliminated.
- Augmentation in the early retirement reduction factors is phased out over a five-year period beginning July 1, 2019 and ending June 30, 2024 (this reduces early retirement benefits). Members who retire and are at least age 62 with 30 years of service are exempt.
- Augmentation on deferred benefits will be reduced to zero percent beginning July 1, 2019. Interest payable on refunds to members was reduced from 4.0% to 3.0%, effective July 1, 2018. Interest due on payments and purchases from members, employers is reduced from 8.5% to 7.5%, effective July 1, 2018.
- The employer contribution rate is increased each July 1 over the next four years, (7.92% in 2019, 8.13% in 2021, 8.55% in 2022, and 8.75% in 2023). In addition, the employee contribution rate will increase from 7.50% to 7.75% on July 1, 2023. The state provides funding for the higher employer contribution rate through an adjustment in the school aid formula.
- The single discount rate was changed from 5.12% to 7.5%

2017

- The cost of living adjustment (COLA) was assumed to increase from 2.0% annually to 2.5% annually on July 1, 2045.
- The COLA was not assumed to increase to 2.5% but remain at 2.0% for all future years.
- The investment return assumption was changed from 8.0% to 7.5%.
- The price inflation assumption was lowered from 2.75% to 2.5%.
- The payroll growth assumption was lowered from 3.5% to 3.0%.
- The general wage growth assumption was lowered from 3.5% to 2.85% for ten years followed by 3.25% thereafter.
- The salary increase assumption was adjusted to reflect the changes in the general wage growth assumption.
- The single discount rate was changed from 4.66% to 5.12%.

2016

- There was a change in actuarial assumptions that affected the measurement of the total liability since the prior measurement date.
- Postretirement benefit adjustments are now assumed to stay level at 2.0% annually.
- The single discount rate was changed from 8.0% to 4.66%

The following changes were reflected in the valuation performed on behalf of the District's Postemployment Benefits Plan for the years ended June 30:

2021

- The discount rate was changed from 2.40% to 2.10%.

2020

- The healthcare trend rates were changed to better anticipate short term and long-term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2017 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2019 Generational Improvement Scale.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.
- The discount rate was changed from 3.10% to 2.40%.

2019

- The discount rate was changed from 3.50% to 3.10%

2018

- The discount rate was changed from 3.70% to 3.50%

CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS

2017

- The health care trend rates were changed to better anticipate short term and long term medical increases.
- The mortality table was updated from RP-2014 White Collar Mortality Tables with MP-2015 Generational Improvement Scale to the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale.
- The expected long-term investment return was changed from 3.40% to 3.70%
- For The discount rate was changed from 3.40% to 3.70%.

The following changes were reflected in the valuation performed on behalf of the District's Supplemental Benefits Pension Plan for the years ended June 30:

2021

- The discount rate was changed from 2.40% to 2.10%.

2020

- A GASB 73 benefit was added for the Superintendent.
- The Administrator's eligibility to receive the full GASB 73 retirement benefit was changed from age 55 with 15 years of service (10 in the district) and 120 unused sick days to age 55 with 15 years of service (10 in the district) and 80 unused sick days.
- ABE/ECFE Teachers no longer receive prorated benefits at age 55 with 15 years of service. They still receive their full GASB 73 benefits at age 55 with 20 years of service.
- Clerical employees' severance benefits are now paid 100% to a 403(b) (GASB 73) and -% to a VEBA (GASB 75). Previously, 100% of the benefit was payable to a VEBA.
- The mortality tables and salary increase rates were updated.
- The discount rate was changed from 3.10% to 2.40%.

2019

- The discount rate was changed from 3.50% to 3.10%

2018

- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2015 Generational Improvement Scale to the RP-2014 White Collar Mortality Tables with MP-2017 Generational Improvement Scale.
- The discount rate was changed from 3.40% to 3.50%.
- Paraprofessionals' severance benefits are now paid 100% to a 403(b) (GASB 73) and 0% to a VEBA (GASB 75) instead of 75% to a 403(b) and 25% to a VEBA. Also, the annual cap for all Paraprofessionals retiring in the same year increased from $120,000 to $150,000.
- Administrators need 120 unused sick days to be eligible to receive 50% of annual salary and 60 unused sick days to be eligible for 37.50% of annual salary. Previously 80 and 40 unused sick days were needed.

SUPPLEMENTARY INFORMATION

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
GENERAL FUND
BALANCE SHEET
JUNE 30, 2022

	2022
ASSETS	
Cash and Investments	$ 26,027,734
Receivables:	
Current Property Taxes	20,813,435
Delinquent Property Taxes	232,205
Accounts and Interest Receivable	404,406
Due from Other Minnesota School Districts	211,872
Due from Minnesota Department of Education	7,784,700
Due from Federal Through the Minnesota Department of Education	5,079,565
Due from Other Governmental Units	1,266,905
Leases Receivable	1,349,195
Inventory	106,925
Prepaids	595,524
Total Assets	$ 63,872,466
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
Liabilities:	
Salaries and Compensated Absences Payable	$ 435,703
Payroll Deductions and Employer Contributions Payable	683,705
Accounts and Contracts Payable	1,195,929
Due to Other Minnesota School Districts	243,733
Due to Other Governmental Units	163
Unearned Revenue	110,045
Total Liabilities	2,669,278
Deferred Inflows:	
Unavailable Revenue - Property Taxes Levied for Subsequent Year	37,217,243
Unavailable Revenue - Delinquent Property Taxes	232,205
Leases	1,452,491
Total Deferred Inflows of Resources	38,901,939
Fund Balance:	
Nonspendable:	
Inventory	106,925
Prepaids	595,524
Restricted for:	
Student Activities	227,815
Staff Development	1,069,702
Operating Capital	948,953
Learning and Development	18,458
Safe Schools Levy	492,315
Long-Term Facilities Maintenance	32,440
Medical Assistance	1,644,349
Assigned for:	
Enrollment Contingency	1,500,000
Strategic Visioning	1,625,000
Biulding Fund Clean-up	1,789,024
Unassigned	12,250,744
Total Fund Balance	22,301,249
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 63,872,466

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Property Taxes	$ 39,269,854	$ 36,807,336	$ (2,462,518)
Earnings on Investments	56,245	51,508	(4,737)
Other	3,024,129	3,280,198	256,069
State Sources	67,271,717	67,421,940	150,223
Federal Sources	5,415,913	8,761,303	3,345,390
Total Revenues	115,037,858	116,322,285	1,284,427
EXPENDITURES			
Current:			
Administration:			
Salaries	3,246,484	3,232,842	(13,642)
Employee Benefits	951,829	942,511	(9,318)
Purchased Services	131,912	169,167	37,255
Supplies and Materials	128,332	134,328	5,996
Other Expenditures	31,246	57,945	26,699
Total Administration	4,489,803	4,536,793	46,990
District Support Services:			
Salaries	4,798,439	4,866,443	68,004
Employee Benefits	1,425,108	1,437,497	12,389
Purchased Services	1,967,075	1,583,724	(383,351)
Supplies and Materials	386,157	1,608,523	1,222,366
Capital Expenditures	1,744,856	1,027,738	(717,118)
Other Expenditures	13,895	(41,598)	(55,493)
Total District Support Services	10,335,530	10,482,327	146,797
Elementary and Secondary Regular Instruction:			
Salaries	34,715,804	33,287,492	(1,428,312)
Employee Benefits	11,685,712	12,417,896	732,184
Purchased Services	1,680,129	2,313,194	633,065
Supplies and Materials	870,817	1,079,805	208,988
Capital Expenditures	882,665	779,204	(103,461)
Other Expenditures	76,359	338,579	262,220
Total Elementary and Secondary Regular Instruction	49,911,486	50,216,170	304,684

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
EXPENDITURES (CONTINUED)			
Current (Continued):			
Vocational Education Instruction:			
Salaries	$ 708,660	$ 665,849	$ (42,811)
Employee Benefits	205,026	195,483	(9,543)
Purchased Services	270,512	154,438	(116,074)
Supplies and Materials	23,980	24,273	293
Other Expenditures	-	3,932	3,932
Total Vocational Education Instruction	1,208,241	1,044,038	(164,203)
Special Education Instruction:			
Salaries	11,642,551	11,778,358	135,807
Employee Benefits	3,712,792	3,840,382	127,590
Purchased Services	489,376	626,187	136,811
Supplies and Materials	39,015	39,223	208
Total Special Education Instruction	15,999,515	16,399,931	400,416
Community Education:			
Salaries	-	127,883	127,883
Employee Benefits	-	81,435	81,435
Total Community Education	-	209,318	209,318
Instructional Support Services:			
Salaries	2,905,402	3,045,012	139,610
Employee Benefits	919,094	950,211	31,117
Purchased Services	226,786	241,545	14,759
Supplies and Materials	103,326	109,374	6,048
Capital Expenditures	43,777	44,558	781
Other Expenditures	11,756	22,256	10,500
Total Instructional Support Services	4,210,141	4,412,956	202,815
Pupil Support Services:			
Salaries	3,528,889	3,243,695	(285,194)
Employee Benefits	1,034,074	935,847	(98,227)
Purchased Services	7,027,424	6,815,553	(211,871)
Supplies and Materials	503,557	503,893	336
Other Expenditures	173	206	33
Total Pupil Support Services	12,113,206	11,518,283	(594,923)

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
EXPENDITURES (CONTINUED)			
Current (Continued):			
Sites and Buildings:			
Salaries	$ 3,767,891	$ 3,873,465	$ 105,574
Employee Benefits	1,293,408	1,309,296	15,888
Purchased Services	4,731,881	4,830,608	98,727
Supplies and Materials	854,130	912,604	58,474
Capital Expenditures	2,612,987	3,179,992	567,005
Other Expenditures	1,529	1,529	-
Total Sites and Buildings	13,261,826	14,107,494	845,668
Fiscal and Other Fixed Costs:			
Employee Benefits	1,136,220	-	(1,136,220)
Purchased Services	417,132	417,132	-
Other Expenditures	12,284	12,402	118
Total Fiscal and Other Fixed Costs	1,565,636	429,534	(1,136,102)
Debt Service:			
Principal	362,373	677,414	315,041
Interest and Fiscal Charges	52,094	83,285	31,191
Total Debt Service	414,467	760,699	346,232
Total Expenditures	113,509,851	114,117,543	398,374
EXCESS OF REVENUES OVER EXPENDITURES	1,528,007	2,204,742	886,053
OTHER FINANCING SOURCES (USES)			
Insurance Recovery	218	5,218	5,000
NET CHANGE IN FUND BALANCE	$ 1,528,225	2,209,960	$ 891,053
FUND BALANCE			
Beginning of Year		20,091,289	
End of Year		$ 22,301,249	

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FOOD SERVICE SPECIAL REVENUE FUND
BALANCE SHEET
JUNE 30, 2022

	2022
ASSETS	
Cash and Investments	$ 1,038,767
Receivables:	
Accounts and Interest Receivable	42
Due from Minnesota Department of Education	1,809
Due from Federal Through the Minnesota Department of Education	86,572
Inventory	100,560
Prepaids	552
Total Assets	$ 1,228,302
LIABILITIES AND FUND BALANCE	
Liabilities:	
Salaries and Compensated Absences Payable	$ 18,881
Payroll Deductions and Employer Contributions Payable	91,451
Accounts and Contracts Payable	21,166
Total Liabilities	230,269
Fund Balance:	
Nonspendable:	
Inventory	100,560
Prepaids	552
Restricted for:	
Other Purposes	896,921
Total Fund Balance	998,033
Total Liabilities and Fund Balance	$ 1,228,302

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FOOD SERVICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Earnings on Investments	$ -	$ 2,859	$ 2,859
Other - Primarily Meal Sales	205,933	280,806	74,873
State Sources	72,444	141,074	68,630
Federal Sources	3,583,130	4,162,868	579,738
Total Revenues	3,861,507	4,587,607	726,100
EXPENDITURES			
Current:			
Salaries	1,786,840	1,885,729	98,889
Employee Benefits	679,944	711,191	31,247
Purchased Services	50,435	54,978	4,543
Supplies and Materials	1,298,780	1,638,106	339,326
Other Expenditures	5,386	5,587	201
Capital Outlay	14,513	15,065	552
Total Expenditures	3,835,898	4,310,656	474,758
NET CHANGE IN FUND BALANCE	$ 25,609	276,951	$ 251,342
FUND BALANCE			
Beginning of Year		852,871	
Prior Period Restatement - See Note 17		(131,789)	
Beginning of Year, as Restated		721,082	
End of Year		$ 998,033	

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
COMMUNITY SERVICE SPECIAL REVENUE FUND
BALANCE SHEET
JUNE 30, 2022

	2022
ASSETS	
Cash and Investments	$ 4,638,052
Receivables:	
Current Property Taxes	708,312
Delinquent Property Taxes	8,988
Accounts and Interest Receivable	24,608
Due from Minnesota Department of Education	54,060
Due from Federal Through the Minnesota Department of Education	213,703
Due from Other Governmental Units	51,612
Total Assets	$ 5,699,335
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
Liabilities:	
Salaries and Compensated Absences Payable	$ 178,125
Payroll Deductions and Employer Contributions Payable	279,198
Accounts and Contracts Payable	16,696
Due to Other Minnesota School Districts	295,222
Unearned Revenue	208,714
Total Liabilities	977,955
Deferred Inflows:	
Property Taxes Levied for Subsequent Year	1,418,895
Unavailable Revenue - Delinquent Taxes	8,988
Total Deferred Inflows of Resources	1,427,883
Fund Balance:	
Restricted for:	
Community Education	3,048,110
Early Childhood and Family Education	286,101
Adult Basic Education	111,884
Unassigned	(152,598)
Total Fund Balance	3,293,497
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 5,699,335

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
COMMUNITY SERVICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Property Taxes	$ 689,762	$ 1,427,047	$ 737,285
Earnings on Investments	-	10,013	10,013
Other - Primarily Tuition and Fees	6,417,003	6,584,609	167,606
State Sources	1,819,909	2,154,272	334,363
Federal Sources	369,726	591,826	222,100
Total Revenues	9,296,400	10,767,767	1,471,367
EXPENDITURES			
Current:			
Salaries	5,903,070	5,608,236	(294,834)
Employee Benefits	1,801,712	1,666,307	(135,405)
Purchased Services	850,615	1,130,134	279,519
Supplies and Materials	326,233	336,800	10,567
Other Expenditures	3,975	45,793	41,818
Capital Outlay	94,358	74,304	(20,054)
Total Expenditures	8,979,963	8,861,574	(118,389)
NET CHANGE IN FUND BALANCE	$ 316,437	1,906,193	$ 1,589,756
FUND BALANCE			
Beginning of Year		1,387,304	
End of Year		$ 3,293,497	

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2022

	2022
ASSETS	
Cash and Investments	$ 11,627,269
Cash with Fiscal Agent	29,000
Prepaids	42,990
Total Assets	$ 11,699,259
LIABILITIES AND FUND BALANCE	
Liabilities:	
Payroll Deductions and Employer Contributions Payable	$ 37,692
Accounts and Contracts Payable	897,440
Total Liabilities	935,132
Fund Balance:	
Nonspendable:	
Prepaids	42,990
Restricted for:	
Capital Projects Levy	7,287,195
Long-Term Facilities Maintenance	3,414,135
Restricted for Other Purposes	19,807
Total Fund Balance	10,764,127
Total Liabilities and Fund Balance	$ 11,699,259

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Property Taxes	$ -	$ 3,000,000	$ 3,000,000
Earnings on Investments	-	19,810	19,810
Total Revenues	-	3,019,810	3,019,810
EXPENDITURES			
Current:			
Salaries	135,395	135,395	-
Employee Benefits	41,519	41,519	-
Purchased Services	110,778	111,528	750
Capital Outlay	5,518,179	5,937,751	419,572
Total Expenditures	5,805,871	6,226,193	420,322
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,805,871)	(3,206,383)	2,599,488
OTHER FINANCING SOURCES			
Issuance of Bonds	5,805,871	-	(5,805,871)
NET CHANGE IN FUND BALANCE	$ -	(3,206,383)	$ (3,206,383)
FUND BALANCE			
Beginning of Year		13,970,510	
End of Year		$ 10,764,127	

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2022

	2022
ASSETS	
Cash and Investments	$ 12,445,027
Receivables:	
Current Property Taxes	8,282,695
Delinquent Property Taxes	111,553
Total Assets	$ 20,839,275
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	
Liabilities:	
Accounts and Contracts Payable	$ 1,900
Deferred Inflows:	
Property Taxes Levied for Subsequent Year	16,591,945
Unavailable Revenue - Delinquent Taxes	111,553
Total Deferred Inflows of Resources	16,703,498
Fund Balance:	
Restricted for:	
Debt Service	4,133,877
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	$ 20,839,275

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	2022		
	Final Budgeted Amounts	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Property Taxes	$ 17,756,918	$ 17,765,397	$ 8,479
Earnings on Investments	-	22,194	22,194
Total Revenues	17,756,918	17,787,591	30,673
EXPENDITURES			
Debt Service:			
Bond Principal	11,940,000	11,940,000	-
Bond Interest	5,815,018	5,815,018	-
Paying Agent Fees and Other	1,900	3,800	1,900
Total Expenditures	17,756,918	17,758,818	1,900
NET CHANGE IN FUND BALANCE	$ -	28,773	$ 28,773
FUND BALANCE			
Beginning of Year		4,105,104	
End of Year		$ 4,133,877	

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
INTERNAL SERVICE FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2022

	Self-Insurance Accounts	OPEB Revocable Trust	Severance	Totals 2022
ASSETS				
Current Assets:				
Cash and Investments	$ 6,122,852	$ 17,167,841	$ 11,556,150	$ 34,846,843
Prepaid Items	-	-	-	-
Accounts Receivable	200,824	-	-	200,824
Interest Receivable	-	128,765	-	128,765
Total Assets	6,323,676	17,296,606	11,556,150	35,176,432
LIABILITIES				
Current Liabilities:				
Accounts Payable	1,510	-	-	1,510
Claims Payable - Medical	1,076,086	-	-	1,076,086
Unearned Revenue	1,375,737	-	-	1,375,737
Total Liabilities	2,453,333	-	-	2,453,333
NET POSITION				
Unrestricted	3,870,343	17,296,606	11,556,150	32,723,099
Total Liabilities and Net Position	$ 6,323,676	$ 17,296,606	$ 11,556,150	$ 35,176,432

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
INTERNAL SERVICE FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2022

	Self-Insurance Accounts	OPEB Revocable Trust	Severance	Totals 2022
OPERATING REVENUES				
Charges for Services:				
Health Insurance Premiums	$ 12,021,957	$ -	$ -	$ 12,021,957
OPEB Contributions	-	-	1,846,986	1,846,986
Total Operating Revenues	12,021,957	-	1,846,986	13,868,943
OPERATING EXPENSES				
Health Insurance Claim Payments	11,271,844	-	-	11,271,844
Severance Payments	-	-	1,942,538	1,942,538
OPEB Payments	-	123,872	-	123,872
Total Operating Expenses	11,271,844	123,872	1,942,538	13,338,254
OPERATING INCOME (LOSS)	750,113	(123,872)	(95,552)	530,689
NONOPERATING INCOME				
Earnings on Investments	10,418	(1,660,498)	19,639	(1,630,441)
CHANGE IN NET POSITION	760,531	(1,784,370)	(75,913)	(1,099,752)
Net Position - Beginning	3,109,812	19,080,976	11,632,063	33,822,851
NET POSITION - ENDING	$ 3,870,343	$ 17,296,606	$ 11,556,150	$ 32,723,099

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
INTERNAL SERVICE FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2022

	Self-Insurance Accounts	OPEB Revocable Trust	Severance	Totals 2022
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Interfund Services Provided	$ 11,936,604	$ -	$ 1,846,986	$ 13,783,590
Payments for Medical Fees and Insurance Claims	(11,457,554)	-	-	(11,457,554)
Payments for Other Postemployment Benefits	-	(123,872)	-	(123,872)
Payments for Severance Benefits	-	-	(1,942,538)	(1,942,538)
Net Cash Provided (Used) by Operating Activities	479,050	(123,872)	(95,552)	259,626
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received	10,418	123,876	19,639	153,933
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	489,468	4	(75,913)	413,559
Cash and Cash Equivalents - Beginning	5,633,384	14,625	11,632,063	17,280,072
CASH AND CASH EQUIVALENTS - ENDING	$ 6,122,852	$ 14,629	$ 11,556,150	$ 17,693,631
DISPLAYED ON STATEMENT OF FUND NET POSITION AS:				
Cash and Cash Equivalents	$ 6,122,852	$ 14,629	$ 11,556,150	$ 17,693,631
Investments	-	17,153,212	-	17,153,212
Total Cash and Investments on the Statement of Net Position	$ 6,122,852	$ 17,167,841	$ 11,556,150	$ 34,846,843
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	$ 750,113	$ (123,872)	$ (95,552)	$ 530,689
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
(Increase) Decrease in Prepaids	4,967	-	-	4,967
Increase in Accounts Receivable	(84,922)	-	-	(84,922)
Increase (Decrease) in Accounts Payable	(272,064)	-	-	(272,064)
Increase in Claims Payable	81,387	-	-	81,387
Increase (Decrease) in Unearned Revenue	(431)	-	-	(431)
Total Adjustments	(271,063)	-	-	(271,063)
Net Cash Provided (Used) by Operating Activities	$ 479,050	$ (123,872)	$ (95,552)	$ 259,626

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
UNIFORM FINANCIAL ACCOUNTING AND REPORTING STANDARDS
COMPLIANCE TABLE
JUNE 30, 2022

	AUDIT	UFARS		DIFFERENCE
01 GENERAL FUND				
Total Revenue	$ 116,302,137	$ 118,482,199	*	$ (2,180,062)
Total Expenditures	114,117,543	114,051,009	*	66,534
Nonspendable:				
460 Nonspendable Fund Balance	702,449	261,491	*	440,958
Restricted:				
401 Student Activities	227,815	229,048	*	(1,233)
402 Scholarship	-	37,606	*	(37,606)
403 Staff Development	1,069,702	781,917	*	287,785
405 Deferred Maintenance	-	-		-
406 Health and Safety	-	-		-
407 Capital Project Levy	(311,776)	(311,776)		-
408 Cooperative Programs	-	-		-
413 Projects Funded by COP	-	-		-
414 Operating Debt	-	-		-
416 Levy Reduction	-	-		-
417 Taconite Building Maintenance	-	-		-
424 Operating Capital	948,953	1,806,381	*	(857,428)
426 $25 Taconite	-	-		-
427 Disabled Accessibility	-	-		-
428 Learning and Development	18,458	18,468		(10)
434 Area Learning Center	-	-		-
435 Contracted Alternative Programs	-	-		-
436 State-Approved Alternative Programs	-	-		-
438 Gifted and Talented	-	-		-
440 Teacher Development and Evaluations	-	-		-
441 Basic Skills Programs	-	-		-
445 Career and Technical Programs	-	-		-
448 Achievement and Integration	-	-		-
449 Safe Schools Crime Levy	492,315	219,871	*	272,444
451 QZAB Payments	-	-		-
452 OPEB Liability Not Held in Trust	-	-		-
453 Unfunded Severance & Retirement Levy	-	-		-
464 Restricted Fund Balance	-	-		-
467 Long-Term Facilities Maintenance	32,440	(22,821)	*	55,261
472 Medical Assistance	1,644,349	1,070,045	*	574,304
Committed:				
418 Committed for Separation	-	-		-
461 Committed Fund Balance	-	-		-
Assigned:				
462 Assigned Fund Balance	4,914,024	5,414,024	*	(500,000)
Unassigned:				
422 Unassigned Fund Balance	12,562,520	15,023,441	*	(2,460,921)
02 FOOD SERVICE				
Total Revenue	4,587,607	4,348,854	*	238,753
Total Expenditures	4,310,656	4,000,845	*	309,811
Nonspendable:				
460 Nonspendable Fund Balance	101,112	133,840	*	(32,728)
Restricted:				
452 OPEB Liability Not Held in Trust	-	-		-
464 Restricted Fund Balance	896,921	1,067,041	*	(170,120)
Unassigned:				
463 Unassigned Fund Balance	-	-		-
04 COMMUNITY SERVICE				
Total Revenue	10,767,767	10,586,113	*	181,654
Total Expenditures	8,861,574	8,861,565		9
Nonspendable:				
460 Nonspendable Fund Balance	-	-		-
Restricted:				
426 $25 Taconite	-	-		-
431 Community Education	3,048,110	2,695,052	*	353,058
432 E.C.F.E.	286,101	260,697	*	25,404
440 Teacher Development and Evaluations	-			
444 School Readiness	-	41,938	*	(41,938)
447 Adult Basic Education	111,884	89,961	*	21,923
452 OPEB Liability Not Held in Trust	-	-		-
464 Restricted Fund Balance	-	24,204	*	(24,204)
Unassigned:				
463 Unassigned Fund Balance	(152,598)	-	*	(152,598)

*Adjustments were posted after the UFARS deadline.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
UNIFORM FINANCIAL ACCOUNTING AND REPORTING STANDARDS
COMPLIANCE TABLE (CONTINUED)
JUNE 30, 2022

	AUDIT	UFARS		DIFFERENCE
06 BUILDING CONSTRUCTION				
Total Revenue	$ 3,019,810	$ 3,019,810		$ -
Total Expenditures	6,226,193	6,043,233	*	182,960
Nonspendable:				
460 Nonspendable Fund Balance	42,990	357,238	*	(314,248)
Restricted:				
407 Capital Projects Levy	7,287,195	949,525	*	6,337,670
409 Alternative Facility Program	-	-		-
413 Projects Funded by COP	-	-		-
467 Long-Term Facilities Maintenance	3,414,135	9,640,326	*	(6,226,191)
464 Restricted Fund Balance	19,807	-	*	19,807
Unassigned:				
463 Unassigned Fund Balance	-	-		-
07 DEBT SERVICE				
Total Revenue	17,787,591	17,817,595	*	(30,004)
Total Expenditures	17,758,818	17,758,818		-
Nonspendable:				
460 Nonspendable Fund Balance	-	-		-
Restricted:				
425 Bond Refunding	-	-		-
451 QZAB and QSCB Payments	-	-		-
464 Restricted Fund Balance	4,133,877	4,163,882	*	(30,005)
Unassigned:				
463 Unassigned Fund Balance	-	-		-
08 TRUST				
Total Revenue	-	-		-
Total Expenditures	-	-		-
Net Position:				
401 Student Activities	-	-		-
402 Scholarships	-	-		-
422 Net Position	-	-		-
18 CUSTODIAL				
Total Revenue	-	-		-
Total Expenditures	-	-		-
Net Position:				
401 Student Activities	-	-		-
402 Scholarships	-	-		-
422 Net Position	-	-		-
20 INTERNAL SERVICE				
Total Revenue	13,899,000	13,798,199	*	100,801
Total Expenditures	13,214,382	13,085,775	*	128,607
Net Position:				
422 Net Position	15,426,493	15,454,299	*	(27,806)
25 OPEB REVOCABLE TRUST				
Total Revenue	(1,660,498)	(1,533,440)	*	(127,058)
Total Expenditures	123,872	123,872		-
Net Position:				
422 Net Position	17,296,606	17,423,664	*	(127,058)
45 OPEB IRREVOCABLE TRUST				
Total Revenue	-	-		-
Total Expenditures	-	-		-
Net Position:				
422 Net Position	-	-		-
47 OPEB DEBT SERVICE				
Total Revenue	-	-		-
Total Expenditures	-	-		-
Nonspendable:				
460 Nonspendable Fund Balance	-	-		-
Restricted:				
425 Bond Refunding	-	-		-
464 Restricted Fund Balance	-	-		-
Unassigned:				

*Adjustments were posted after the UFARS deadline.

STATISTICAL SECTION (UNAUDITED)

This part of the Hopkins Public Schools Annual Comprehensive Financial Report presents detailed information as a context for understating what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District'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 the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activity it performs.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year			
	2013	2014	2015	2016
Governmental Activities				
Net Investment in Capital Assets	$ 11,711,667	$ 15,885,515	$ 18,582,850	$ 23,952,842
Restricted	4,217,295	2,397,149	3,049,717	4,471,490
Unrestricted	15,398,309	11,286,030	(55,274,101)	(55,395,516)
Total Governmental Activities Net Position	$ 31,327,271	$ 29,568,694	$ (33,641,534)	$ (26,971,184)

Source: District's financial records.

Note: Beginning with 2015, the net position includes the effects of implementing GASB Statements Nos. 68 and 71, which required the District to record its proportionate share of the state administered defined benefit pension plans in which it participates. Beginning in 2018 the net position includes the effects of implementing GASB Statement No. 75, which adjusted the way the District's OPEB liability is measured.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
NET POSITION BY COMPONENT (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year					
2017	2018	2019	2020	2021	2022
$ 28,641,741	$ 12,896,090	$ 22,915,255	$ 23,873,860	$ 16,737,405	$ 28,006,814
10,098,439	5,905,911	5,457,499	8,366,016	23,347,531	22,626,210
(94,121,420)	(107,061,513)	(90,198,229)	(91,501,354)	(89,017,056)	(83,473,649)
$ (55,381,240)	$ (88,259,512)	$ (61,825,475)	$ (59,261,478)	$ (48,932,120)	$ (32,840,625)

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year			
	2013	2014	2015	2016
Expenses				
Governmental Activities:				
Administration	$ 3,909,891	$ 3,710,664	$ 4,050,926	$ 4,147,904
District Support Services	1,884,001	2,156,481	2,163,267	2,088,225
Regular Instruction	42,600,108	43,536,297	43,781,953	54,063,008
Vocational Education Instruction	1,097,780	1,005,928	1,076,456	1,423,789
Special Education Instruction	14,648,982	14,944,211	15,257,689	15,989,709
Instructional Support Services	3,901,694	4,186,084	4,246,721	4,243,960
Pupil Support Services	7,346,843	7,771,228	8,041,111	7,986,832
Sites and Buildings	19,153,416	20,911,495	22,516,225	14,326,242
Fiscal and Other Fixed Cost Programs	237,032	271,000	424,278	269,926
Food Service	4,167,355	4,092,596	4,351,770	4,437,815
Community Service	9,944,797	10,667,163	9,904,238	10,169,469
Interest on Long-Term Debt	5,794,867	6,600,072	6,261,412	4,504,285
Total Governmental Activities Expenses	$ 114,686,766	$ 119,853,219	$ 122,076,046	$ 123,651,164
Program Revenues				
Governmental Activities:				
Charges for Services:				
Administration	$ -	$ -	$ -	$ 137,637
District Support Services	-	-	8,762	7,348
Regular Instruction	1,190,669	1,155,272	1,579,157	1,242,316
Vocational Education Instruction	-	-	3,072	5,939
Special Education Instruction	249,875	154,534	124,495	153,476
Instructional Support Services	19,716	19,217	19,461	17,100
Pupil Support Services	28,341	36,707	500,283	114,353
Sites and Buildings	1,033,210	362,545	1,015,622	921,007
Food Service	2,412,791	2,200,394	2,281,440	2,266,293
Community Service	6,342,528	5,783,082	5,951,842	5,533,474
Operating Grants and Contributions	16,474,776	17,066,386	16,173,852	15,459,603
Capital Grants and Contributions	1,744,474	1,721,420	318,408	218,425
Total Governmental Activities Program Revenue	$ 29,496,380	$ 28,499,557	$ 27,976,394	$ 26,076,971
Net Expense				
Governmental Activities	$ (85,190,386)	$ (91,353,662)	$ (94,099,652)	$ (97,574,193)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes:				
General Purposes and Capital Projects	$ 19,938,887	$ 11,257,068	$ 23,818,768	$ 23,624,265
Community Service	1,361,145	700,646	1,594,199	1,437,522
Debt Service	14,571,791	14,043,788	14,205,042	14,861,215
Capital Projects	6,514,220	6,372,556	8,331,369	8,436,720
Unrestricted State Aid	45,886,955	55,326,174	50,310,068	54,554,759
Unrestricted Investment Earnings	(102,744)	830,633	522,972	1,186,057
Gain on Sale of Capital Assets	-	42,650	-	-
Miscellaneous	1,356,712	1,648,539	558,333	144,005
Total Governmental Activities	$ 89,526,966	$ 90,222,054	$ 99,340,751	$ 104,244,543
Change in Net Position	$ 4,336,580	$ (1,131,608)	$ 5,241,099	$ 6,670,350
Net Position - Beginning	26,990,691	31,327,271	29,568,694	(33,641,534)
Prior Period Adjustment	-	(626,969)	(68,451,327)	-
Net Position - Ending	$ 31,327,271	$ 29,568,694	$ (33,641,534)	$ (26,971,184)

Source: District's financial records.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year						
2017	2018	2019	2020	2021	2022
$ 5,604,111	$ 5,361,601	$ 3,084,800	$ 5,187,577	$ 6,359,322	$ 4,126,244
2,188,737	4,041,454	5,099,790	4,973,713	5,390,708	8,967,311
75,020,531	74,082,770	39,578,619	62,335,841	62,819,452	59,901,490
1,859,183	1,703,900	870,422	1,351,171	1,035,229	976,411
21,314,677	20,349,472	11,152,732	17,524,989	17,711,213	15,483,362
5,781,370	5,457,785	5,197,523	6,493,756	5,321,288	4,310,449
9,878,519	9,296,987	8,576,359	10,270,877	7,747,188	11,912,658
15,927,872	19,194,948	16,545,796	11,804,890	12,670,008	12,273,940
254,518	235,254	278,697	245,185	410,860	429,534
4,240,342	4,194,963	4,244,581	4,598,575	3,511,681	4,290,448
10,425,140	10,571,316	10,186,680	10,978,332	8,616,516	8,100,022
5,027,855	5,110,476	5,573,114	5,063,825	4,841,004	3,395,818
$ 157,522,855	$ 159,600,926	$ 110,389,113	$ 140,828,731	$ 136,434,469	$ 134,167,687
$ 168,396	$ 170,571	$ 169,329	$ 149,858	$ 13,656	$ 28,265
10,052	8,562	5,535	6,408	2,302	3,206
1,275,414	1,556,008	1,191,671	1,136,831	847,526	789,220
2,395	3,058	2,109	1,173	598	1,039
182,696	123,283	138,753	129,532	133,787	38,651
16,441	19,029	741,637	783,190	36,181	142,161
126,673	117,347	110,698	296,076	1,088	128,279
889,773	805,232	821,089	741,833	675,318	536,819
2,249,463	2,125,603	2,109,801	1,568,840	76,878	253,664
5,785,685	5,695,608	6,222,316	5,367,063	4,146,357	6,288,049
19,149,940	15,972,054	13,765,249	19,191,748	22,665,143	25,599,094
80,061	427,504	580,583	530,435	464,464	284,068
$ 29,936,989	$ 27,023,859	$ 25,858,770	$ 29,902,987	$ 29,063,298	$ 34,092,515
$ (127,585,866)	$ (132,577,067)	$ (84,530,343)	$ (110,925,744)	$ (107,371,171)	$ (100,075,172)
$ 25,613,722	$ 27,056,370	$ 27,722,523	$ 28,741,194	$ 33,929,675	$ 36,874,461
1,454,956	1,390,148	1,715,341	1,497,177	1,370,361	1,429,659
14,616,054	14,822,188	17,200,345	17,086,760	17,969,097	17,797,191
8,418,538	7,580,309	5,356,546	5,349,177	5,509,277	3,000,000
53,665,184	54,358,728	55,800,925	57,939,346	58,417,002	58,457,529
990,135	843,281	2,847,023	2,290,672	186,963	(1,524,057)
-	133,043	-	350,955	4,500	-
401,744	128,963	321,677	234,460	313,654	263,673
$ 105,160,333	$ 106,313,030	$ 110,964,380	$ 113,489,741	$ 117,700,529	$ 116,298,456
$ (22,425,533)	$ (26,264,037)	$ 26,434,037	$ 2,563,997	$ 10,329,358	$ 16,223,284
(26,971,184)	(55,381,240)	(88,259,512)	(61,825,475)	(59,261,478)	(48,932,120)
(5,984,523)	(6,614,235)	-	-	-	(131,789)
$ (55,381,240)	$ (88,259,512)	$ (61,825,475)	$ (59,261,478)	$ (48,932,120)	$ (32,840,625)

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year			
	2013	2014	2015	2016
General Fund				
Nonspendable	$ 246,984	$ 235,207	$ 227,406	$ 300,955
Restricted	777,092	689,370	1,106,251	1,678,394
Committed	6,041,951	6,041,951	5,735,000	2,428,627
Assigned	2,442,348	1,233,735	1,318,370	666,960
Unassigned	8,088,001	8,834,090	9,793,489	8,269,162
Total General Fund	17,596,376	17,034,353	18,180,516	13,344,098
All Other Governmental Funds				
Nonspendable, Reported in:				
Food Service Fund	57,661	52,927	55,135	64,422
Community Service Fund	10,461	997	9,886	-
Capital Projects Fund	304,099	285,856	185,365	232,123
Restricted, Reported in:				
Food Service Fund	148,995	202,161	232,199	377,063
Community Service Fund	1,256,159	1,157,784	1,446,265	1,713,069
Capital Projects Fund	11,931,839	7,365,897	7,057,691	-
Debt Service Funds	23,677,796	22,937,517	2,266,113	2,838,356
Unassigned, Reported in:				
Capital Projects Fund	-	-	-	(3,154,049)
Community Service Fund	-	-	-	-
All Other Governmental Funds	37,387,010	32,003,139	11,252,654	2,070,984
Total All Funds	$ 54,983,386	$ 49,037,492	$ 29,433,170	$ 15,415,082

Source: District's financial records

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year					
2017	2018	2019	2020	2021	2022
$ 559,320	$ 241,888	$ 284,935	$ 253,391	$ 261,491	$ 702,449
2,881,612	1,474,618	1,721,160	3,327,415	4,154,649	4,434,032
-	-	-	-	-	-
2,041,810	1,407,061	779,561	1,938,677	5,414,024	4,914,024
8,540,982	8,373,311	7,748,076	8,004,529	10,261,125	12,250,744
14,023,724	11,496,878	10,533,732	13,524,012	20,091,289	22,301,249
65,866	80,250	58,206	178,013	133,839	101,112
4,047	-	-	2,186	-	-
210,061	228,493	178,226	262,693	357,238	42,990
656,390	658,864	535,453	797,712	719,032	896,921
2,123,067	2,216,581	2,205,365	1,137,085	1,387	3,446,095
11,456,791	22,696,272	18,552,215	344,276	13,613,272	10,721,137
2,978,438	2,580,649	3,381,236	3,159,566	4,105,104	4,133,877
-	-	-	-	-	-
-	-	-	-	-	(152,598)
17,494,660	28,461,109	24,910,701	5,881,531	18,929,872	19,189,534
$ 31,518,384	$ 39,957,987	$ 35,444,433	$ 19,405,543	$ 39,021,161	$ 41,490,783

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year			
	2013	2014	2015	2016
Revenues				
Local Sources:				
Property Taxes	$ 42,099,659	$ 32,904,587	$ 47,751,576	$ 48,467,153
Earnings on Investments	13,649	41,037	52,324	96,136
Other	12,624,153	12,676,441	12,106,279	12,302,244
State Sources	59,335,727	68,092,504	61,936,703	63,949,812
Federal Sources	4,746,783	4,676,489	4,800,700	4,523,206
Total Revenues	118,819,971	118,391,058	126,647,582	129,338,551
Expenditures				
Current:				
Administration	3,702,143	3,457,551	3,800,920	4,012,660
District Support Services	1,753,551	1,960,920	2,176,186	2,078,586
Regular Instruction	39,772,620	40,454,347	42,182,408	43,614,720
Vocational Education Instruction	1,061,807	972,508	1,082,007	1,405,443
Special Education Instruction	14,068,452	14,399,228	14,820,763	15,225,594
Instructional Support Services	3,674,819	3,969,721	4,181,973	4,140,524
Pupil Support Services	7,030,543	7,507,772	7,824,549	7,824,324
Sites and Buildings	8,108,678	8,087,321	8,257,340	8,536,324
Fiscal and Other Fixed Cost Programs	237,032	271,000	424,278	269,926
Food Service	4,033,197	3,952,468	4,328,328	4,249,996
Community Service Fund	9,734,396	10,451,595	9,787,057	10,001,398
Capital Outlay	11,808,102	20,920,610	27,329,925	20,706,852
Debt Service:				
Principal	8,338,313	9,899,521	8,106,513	9,521,735
Interest and Fiscal Charges	6,531,412	6,595,604	6,558,113	6,019,346
Total Expenditures	119,855,065	132,900,166	140,860,360	137,607,428
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,035,094)	(14,509,108)	(14,212,778)	(8,268,877)
Other Financing Sources (Uses)				
Sale of Equipment	43,404	44,378	49,321	63,124
Insurance Recovery	-	28,836	1,113	473
Sale of Bonds	35,030,000	8,490,000	14,545,000	18,305,000
Bond Premium	2,831,417	-	763,022	2,163,565
Capital Lease Proceeds	-	-	-	-
Payment to Refunded Bond Escrow Agent	(6,000,000)	-	(20,250,000)	(20,375,000)
Transfers In	356,840	1,650,000	1,773,113	815,000
Transfers Out	(856,840)	(1,650,000)	(2,273,113)	(6,721,373)
Total Other Financing Sources (Uses)	31,404,821	8,563,214	(5,391,544)	(5,749,211)
Net Change in Fund Balances	$ 30,369,727	$ (5,945,894)	$ (19,604,322)	$ (14,018,088)
Debt Service as a Percentage of Noncapital Expenditures	13.80%	13.70%	11.50%	12.60%

Sources: District's financial records

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year					
2017	2018	2019	2020	2021	2022
$ 50,107,678	$ 50,851,355	$ 51,946,767	$ 52,575,255	$ 58,994,257	$ 58,999,780
276,671	703,945	1,251,613	625,081	24,109	106,384
12,963,957	12,215,175	13,206,269	11,431,682	7,527,770	10,145,613
63,170,425	64,379,818	66,395,240	69,413,862	71,166,130	69,717,286
4,888,848	4,886,735	5,734,246	7,171,289	8,937,236	13,515,997
131,407,579	133,037,028	138,534,135	141,217,169	146,649,502	152,485,060
4,138,586	4,179,572	4,158,956	4,379,882	4,657,568	4,536,793
1,846,598	2,311,373	5,215,768	4,796,570	5,453,766	9,454,589
43,862,824	46,274,076	45,690,309	46,990,453	49,511,174	49,436,966
1,314,391	1,279,959	1,297,841	1,316,860	971,954	1,043,975
14,606,775	14,992,720	16,240,938	16,639,136	16,923,828	16,389,209
3,599,280	3,604,288	6,476,852	6,236,585	4,612,424	4,368,398
8,585,842	8,310,271	9,352,041	9,947,366	7,186,826	11,499,194
8,740,145	9,746,626	10,008,457	10,245,095	10,360,119	10,927,502
254,518	235,254	278,697	245,185	410,860	429,534
4,134,538	4,131,427	4,172,181	4,363,230	3,554,977	4,295,591
9,379,018	9,658,501	10,715,045	10,500,338	8,121,282	8,996,588
15,144,738	25,156,231	31,474,896	25,880,879	11,726,880	11,376,928
9,530,064	17,355,346	31,757,844	11,260,830	11,649,005	12,617,414
5,739,368	5,761,105	6,408,304	6,474,814	6,437,606	5,902,103
130,876,685	152,996,749	183,248,129	159,277,223	141,578,269	151,274,784
530,894	(19,959,721)	(44,713,994)	(18,060,054)	5,071,233	1,210,276
-	134,343	138,802	351,155	4,500	-
-	17,862	48,693	-	3,469	5,218
14,140,000	29,030,000	17,859,000	-	40,650,000	-
877,020	1,104,294	2,110,029	-	4,678,748	-
3,667,000	-	-	-	-	-
-	-	-	-	(29,406,415)	-
250,000	250,000	2,850,416	1,042,509	951,047	-
(3,361,612)	(2,137,175)	(1,050,000)	-	(951,047)	-
15,572,408	28,399,324	21,956,940	1,393,664	15,930,302	5,218
$ 16,103,302	$ 8,439,603	$ (22,757,054)	$ (16,666,390)	$ 21,001,535	$ 1,215,494
12.40%	17.10%	17.10%	13.02%	13.56%	13.00%

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(UNAUDITED)

Payable Year	(1) Residential Property	(2) Commercial Property	Total Assessed Value	Total Direct School Tax Rate
2013	$ 5,852,199,127	$ 2,521,418,100	$ 8,373,617,227	29.730%
2014	5,853,960,954	2,585,214,200	8,439,175,154	32.358%
2015	6,722,136,651	2,857,098,000	9,579,234,651	30.340%
2016	6,717,731,163	2,858,753,300	9,576,484,463	28.514%
2017	6,987,222,057	3,051,045,950	10,038,268,007	25.611%
2018	7,511,299,258	3,007,028,100	10,518,327,358	29.035%
2019	8,265,407,905	3,060,481,589	11,325,889,494	27.022%
2020	8,852,174,603	3,274,091,977	12,126,266,580	27.190%
2021	9,491,235,665	3,418,146,105	12,909,381,770	26.478%
2022	9,964,790,529	3,370,780,004	13,335,570,533	26.783%

Source: Hennepin County

Notes:
(1) Residential includes single family homes, townhomes and condominiums, and all other property including vacant land, farm, utilities, personal property and railroad property.
(2) Commercial property above includes both commercial and industrial property.
(3) Data for the estimated actual value of taxable property was not readily available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

	ISD No. 270 Direct Rate (1)					Overlapping Rates		
Fiscal Year Ended June 30,	General Fund Basic Rate	Community Service	General Obligation Debt Service	OPEB	Total Direct School Tax Rate	City of Eden Prairie	City of Edina	City of Golden Valley
2013	12.423	1.553	14.677	1.077	29.730	34.617	27.216	58.204
2014	14.970	1.771	12.780	2.837	32.358	34.709	27.920	61.839
2015	13.906	1.423	10.564	4.134	30.027	33.954	26.605	54.626
2016	13.530	1.357	9.547	4.080	28.514	32.327	27.137	54.452
2017	11.121	1.243	9.169	4.078	25.611	32.667	28.271	56.109
2018	13.145	1.361	11.207	3.322	29.035	32.526	27.849	55.152
2019	12.481	1.097	10.291	3.153	27.022	31.690	27.499	53.780
2020	12.936	1.010	13.244	-	27.190	31.676	28.082	53.400
2021	13.298	0.975	12.205	-	26.478	31.432	28.779	52.444
2022	14.637	0.957	11.189	-	26.783	32.475	29.088	54.736

Sources: Overlapping Rate Data provided by the District's financial advisor, Ehlers & Associates.
School Tax Report from County Auditor's Office

Notes:
(1) Tax Capacity Rate Method
(2) Special Districts includes Metro Mosquito, Metro Council and Metro Transit.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
DIRECT AND OVERLAPPING PROPERTY TAX RATES (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

	Overlapping Rates							
City of Hopkins	City of Minnetonka	City of Plymouth	City of St. Louis Park	Special Districts (2)	Hennepin County	Hennepin Parks	Other	Total Direct and Overlapping Tax Rate City of Hopkins
63.819	37.567	29.816	48.228	3.242	49.461	4.054	4.562	390.516
64.290	37.865	30.114	50.378	3.335	49.959	4.169	4.863	401.799
62.503	37.089	28.374	49.433	3.006	46.398	4.491	2.371	378.877
65.581	35.863	27.838	47.829	2.899	45.356	3.601	4.263	375.660
64.485	36.564	26.959	47.861	2.821	44.087	3.365	4.390	373.190
67.833	35.965	26.804	48.101	2.683	42.808	3.161	4.333	376.250
71.697	34.960	26.355	46.373	2.542	41.861	2.961	4.211	370.951
70.748	36.772	26.206	45.066	2.461	41.084	2.859	4.392	369.936
66.252	35.556	26.119	42.855	2.268	38.210	2.793	3.772	356.958
66.840	37.032	27.574	46.424	2.240	38.535	2.787	3.803	368.317

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

	2022			2013		
Taxpayer	Tax Capacity	Rank	Percentage of Total Tax Capacity	Tax Capacity	Rank	Percentage of Total Tax Capacity
EP Campus I LLC	$2,639,250	1	1.522%			
BOF II Minnesota Excelsior Crossing	1,859,170	2	1.072%			
United Healthcare Srv, Inc.	1,749,250	3	1.009%	$966,390	3	0.864%
Allianz Life Insurance Co., North America	1,721,650	4	0.993%	1,281,790	2	1.146%
General Mills, Inc.	1,647,250	5	0.950%	1,359,250	1	1.215%
SOF-XI Colonnade Owner L L	1,429,250	6	0.824%			
Thomson Reuters Property Tax Service	1,045,910	7	0.603%	830,770	5	0.743%
Cargill Incorporated	1,023,630	8	0.590%			
394 Associates LLC	959,750	9	0.553%			
Virtus Rize, LLC	947,988	10	0.547%			
CSM West Ridge, Inc				742,430	7	0.664%
Wells Real Estate Funds				795,798	6	0.712%
RE Capital Partners				738,510	9	0.660%
Property Reserve Inc.				719,250	10	0.643%
DRA Advisors LLC				855,290	4	0.765%
Hines Globel Reit 9320 Exce.				740,770	8	0.662%
Total	$ 15,023,098		8.663%	$ 9,030,248		8.074%

Source:
Hennepin County

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year: General Fund Basic Levy	Community Service Levy	Debt Service Fund Levy	OPEB Levy	Total Tax Levy (1)	
2013	$ 24,764,374	$ 1,344,996	$ 12,714,884	$ 932,646	$ 39,756,900	(2)
2014	30,222,527	1,549,967	11,185,763	2,482,634	45,440,891	(2)
2015	30,196,834	1,368,801	10,166,837	3,978,289	45,710,761	(2)
2016	32,306,985	1,407,728	9,904,838	4,232,984	47,852,535	(2)
2017	30,396,539	1,338,598	9,873,590	4,391,320	46,000,047	(2)
2018	30,995,500	1,536,214	12,651,147	3,749,775	48,932,636	(2)
2019	31,916,090	1,324,036	12,425,008	3,806,672	49,471,806	(2)
2020	36,445,291	1,298,603	17,037,857	-	54,781,751	(2)
2021	39,209,178	1,421,737	17,795,401	-	58,426,316	(2)
2022	38,591,960	1,375,092	18,041,409	-	58,008,460	(2)

Notes:
(1) State credits are included in the operating levy.

(2) Original Gross Levy

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PROPERTY TAX LEVIES AND COLLECTIONS (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

Collected within the Fiscal Year of Levy			Total Collections to Date			
Current Tax Collection	Percentage of Levy	Collections in Subsequent Years	Total Tax Collection	Percentage of Levy	Outstanding Delinquent Taxes	Percentage of Levy Outstanding
$ 21,239,387	53.4%	$ 18,517,513	$ 39,756,900	100.0%	$ -	0.0%
21,122,800	46.5%	24,404,271	45,527,071	100.2%	(86,180)	-0.2%
24,167,808	52.9%	21,530,320	45,698,128	100.0%	12,633	0.0%
24,505,786	51.2%	23,327,025	47,832,811	100.0%	19,724	0.0%
25,766,512	56.0%	20,190,033	45,956,545	99.9%	43,502	0.1%
24,569,651	50.2%	24,297,616	48,867,267	99.9%	65,369	0.1%
27,400,000	55.4%	22,041,678	49,441,678	99.9%	30,128	0.1%
27,800,000	50.7%	26,875,897	54,675,897	99.8%	105,854	0.2%
29,200,000	50.0%	29,064,600	58,264,600	99.7%	161,716	0.3%
29,900,000	51.5%	-	29,900,000	51.5%	-	0.0%

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

	Governmental Activities							
Fiscal Year	General Obligation Bonds	Capital Improvement Loans	Financed Purchases	Leases Payable	Resources Restricted for Repayment	Total Primary Government	Percentage of Personal Income	Per Capita
							(1)	
2013	$ 171,505,000	$ 1,424,521	$ 154,590	$ -	$ (23,662,321)	$ 149,421,790	-	$ 2,417
2014	163,030,000	-	8,594,661	-	(22,937,517)	148,687,144	-	2,405
2015	149,270,000	-	8,144,672	-	(2,266,113)	155,148,559	-	2,510
2016	138,185,000	-	7,637,937	-	(2,838,356)	142,984,581	-	2,313
2017	148,695,075	-	10,834,873	-	(2,978,438)	156,551,510	-	2,533
2018	148,695,075	-	3,344,528	-	(2,580,649)	149,458,954	-	2,750
2019	167,740,000	-	3,006,684	-	(3,381,236)	167,365,448	-	2,567
2020	156,825,000	-	2,660,853	-	(869,759)	158,616,094	-	2,433
2021	165,488,890	-	2,306,848	-	(1,606,535)	166,189,203	-	2,549
2022	151,537,410	-	1,944,476	925,988	(2,106,495)	152,301,379	-	2,340

Notes: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(1) Personal income information for residents living within the District is not available.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
JUNE 30, 2022
(UNAUDITED)

	2021/22 Adjusted Taxable Net Tax Capacity	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping:				
Hennepin County	$ 2,336,109,435	$ 1,108,595,000	6.3505%	$ 70,401,325
Cities:				
Eden Prairie	130,779,089	17,700,000	4.8515%	858,716
Edina	155,998,083	57,425,000	7.3722%	4,233,486
Golden Valley	51,516,128	42,455,000	55.3823%	23,512,555
Hopkins	27,981,297	63,355,000	97.0881%	61,510,166
Minnetonka	121,244,286	24,720,000	53.7950%	13,298,124
Plymouth	159,987,353	60,845,000	3.1014%	1,887,047
St. Louis Park	87,256,766	63,310,000	5.3018%	3,356,570
Metropolitan Council	5,197,211,231	218,520,000	2.8545%	6,237,653
Three Rivers Park District	1,631,381,661	53,865,000	9.0938%	4,898,375
Total Overlapping				190,194,017
Direct:				
Hopkins ISD No. 270	148,353,842	-		155,815,000
Total Direct and Overlapping Bonded Debt:				$ 346,009,017

Sources: Taxable value data used to estimate applicable percentages and Debt outstanding data provided by Hennepin County.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the district. This process recognizes that, when considering the district's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. The method used to determine the percentage of overlapping debt is representative of area and geographic jurisdiction.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS)
(UNAUDITED)

		2013	2014	2015	2016
Debt Limit	(1)	$ 1,348,492	$ 1,438,581	$ 1,514,087	$ 1,572,658
Total Net Debt Applicable to Limit	(2)	131,820	142,780	149,520	138,185
Legal Debt Margin		$ 1,216,672	$ 1,295,801	$ 1,364,567	$ 1,434,473
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit		9.78%	9.93%	9.88%	8.79%

Source:

(1) Taxable assessed valuations for are from the Hennepin County Auditors Office.
(2) Net debt applicable to limit is based on District records.
(3) According to the Minnesota Department of Revenue, the Economic Market Value (the "EMV") for Independent School District No. 270 (Hopkins) is about 98.1% of the actual selling prices of property most recently sold in the District. The sales ratio was calculated by comparing the selling prices with the Assessor's Estimated Market Value (the "AEMV").

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
LEGAL DEBT MARGIN INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS
(DOLLARS IN THOUSANDS)
(UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2022

Economic Market Value (3)	$ 14,569,635,139
Debt Limit (15% of Assessed Value)	2,185,445
Debt Applicable to Limit	155,815
Legal Debt Margin	$ 2,029,630

Fiscal Year					
2017	2018	2019	2020	2021	2022
$ 1,505,740	$ 1,552,148	$ 1,652,886	1,950,138	2,075,402	2,185,445
148,695	148,695	164,010	172,250	156,770	155,815
$ 1,357,045	$ 1,403,453	$ 1,488,876	$ 1,777,888	1,918,632	2,029,630
9.88%	9.58%	9.92%	8.83%	7.55%	7.13%

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Population	Personal Income *(thousands of dollars)*	Per Capita Personal Income	Enrollment	City of Hopkins Unemployment Rate	
		(1)	(1)			
2013	61,813	-	-	7,038	4.3%	
2014	61,813	-	-	6,972	3.8%	
2015	61,813	-	-	6,993	3.1%	
2016	61,813	-	-	6,926	3.8%	
2017	61,813	-	-	6,779	3.6%	
2018	54,340	-	-	6,770	3.4%	
2019	65,197	-	-	6,827	3.2%	
2020	65,199	-	-	6,913	5.0%	
2021	65,199	-	-	6,860	3.5%	(2)
2022	65,075	-	-	6,934	2.4%	

Source: Minnesota Department of Education

Notes:
(1) Personal income information for residents living within the District is not available.

(2) Not available at this time

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

	2022 (1)		2013 (2)	
Employer	Employees	Rank	Employees	Rank
United Healthcare/Optum Health	5,000	1	2,800	2
Cargill	3,500	2	2,500	3
General Mills	3,100	3	5,000	1
Micro-Tech Hearing Instruments	2,000	4	2,000	4
Polaroid	2,000	5	2,000	5
I.S.D. No. 270 (Hopkins Public Schools)	1,586	6	1,534	6
UNFI (previously SuperValu, Inc.)	1,400	7	1,495	8
MTS Systems Corporation	1,000	8	-	
Abbott Labs (Previously St. Jude Medical)	800	9	1,500	7
SUEZ Water Tech Solutions (previously GE Water & Process Tech.)	700	10	-	-
Aimia	-	-	1,100	9
Intrepid USA Healthcare Service	-	-	1,000	10
Total	21,086		20,929	

Source:

(1) 2022 information provided by the District's financial advisor Ehlers.

(2) Includes the major employers in the City of Hopkins, the City of Golden Valley, and the City of Minnetonka.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FULL-TIME EQUIVALENT DISTRICT LICENSED EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

	Full-Time Equivalent Employees as of June 30,			
	2013	2014	2015	2016
Administrative Staff				
Superintendent	1.0	1.0	1.0	1.0
Principals	9.0	9.0	9.0	9.0
and Asst. Superintendent)	7.0	7.3	8.0	7.0
Supervisory Coordinator	3.0	6.5	8.7	7.0
Total Administrative Staff	**20.0**	**23.8**	**26.7**	**24.0**
Support Service Staff				
Other Non-Instructional Staff				
Counselors	17.0	16.6	15.8	11.4
Media/Librarian	10.0	9.6	11.4	7.7
Nurse	9.8	9.3	9.5	10.2
Social Worker	9.8	9.6	9.7	9.2
Psychologists	4.9	4.5	5.0	7.6
Total Support Service Staff	**51.5**	**49.6**	**51.4**	**46.1**
Special Education Teachers				
Speech Language	13.8	13.3	14.9	13.6
Other Special Education Teachers	62.4	64.5	67.7	70.6
Total Special Education Teachers	**76.2**	**77.8**	**82.6**	**84.2**
Classroom Teachers				
K-12 Teacher	398.6	390.4	397.3	412.4
Vocational Education Teacher	0.0	0.0	0.0	0.0
Pre-K, ECFE, and Other Teacher	21.8	19.2	20.5	17.3
Total Classroom Teachers	**420.4**	**409.6**	**417.8**	**429.7**
Total	**568.1**	**560.8**	**578.5**	**584.0**

Source: Minnesota Department of Education STARS data.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
FULL-TIME EQUIVALENT DISTRICT LICENSED EMPLOYEES BY TYPE (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

Full-Time Equivalent Employees as of June 30,					
2017	2018	2019	2020	2021	2022
1.0	1.0	1.0	1.0	1.0	1.0
9.0	9.0	9.0	9.0	9.6	9.5
7.0	8.0	8.0	9.0	9.9	9.0
7.0	10.0	10.0	5.0	6.0	6.4
24.0	**28.0** 0	**28.0**	**24.0**	**26.5**	**25.8**
12.0	17.0	17.0	20.0	22.5	22.2
10.0	9.0	10.0	10.0	10.0	10.3
9.5	8.7	8.7	9.6	9.7	10.2
9.5	9.0	9.5	14.5	14.3	12.2
6.2	4.5	5.0	5.0	5.0	4.0
47.2	**48.2** 0	**50.2**	**59.1**	**61.5**	**58.8**
15.0	12.5	12.2	15.0	14.4	14.3
66.3	58.2	68.1	63.4	61.9	69.1
81.3	**70.7** 0	**80.3**	**78.4**	**76.3**	**83.3**
420.3	408.3	392.5	405.2	385.7	387.8
0.0	0.0	0.0	-	-	-
20.6	23.0	20.2	23.8	17.0	16.6
441.0	**431.3** 0	**412.7**	**429.0**	**402.7**	**404.4**
593.5	**578.2** 0	**571.2**	**590.5**	**567.1**	**572.3**

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Enrollment	Operating Expenditures	Cost per Pupil	Percentage Change	Governmental Activities	Cost per Pupil	Percentage Change	Teaching Staff	Pupil–Teacher Ratio
2013	7,038	$ 94,802,603	$ 13,470	3.81	$ 119,855,065	$ 17,030	(7.82)	496.6	14.2
2014	6,972	96,950,951	13,906	3.23	132,900,166	19,062	11.93	487.4	14.3
2015	6,993	100,723,553	14,403	3.58	140,860,360	20,143	5.67	500.4	14.0
2016	6,926	103,880,868	14,992	4.09	137,607,428	19,868	(1.36)	513.9	13.5
2017	6,779	103,496,582	15,267	1.84	130,876,685	19,306	(2.83)	522.2	12.9
2018	6,770	110,762,532	16,361	7.16	152,996,749	22,599	17.06	502.0	13.5
2019	6,827	116,249,617	17,028	4.08	183,248,129	26,842	18.77	493.1	13.8
2020	6,913	117,756,079	17,034	0.04	159,277,223	23,040	(14.16)	507.4	13.6
2021	6,859	116,392,909	16,969	(0.38)	141,578,269	20,641	(10.41)	479.1	14.3
2022	6,934	127,289,773	18,357	8.18	151,274,784	21,816	5.69	487.7	14.2

Source: District records and teaching staff numbers from the Minnesota Department of Education STARS data.

Notes: Operating expenditures are total expenditures less debt service and capital projects.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
School										
Elementary										
Alice Smith (1951)										
Square feet	81,526	81,526	84,998	84,998	84,998	84,998	84,998	84,998	84,998	84,998
Capacity	592	592	629	629	629	629	629	629	629	629
Enrollment (1)	557	548	565	564	552	494	490	490	490	490
Eisenhower (1954)										
Square feet	121,173	121,173	121,173	121,173	121,173	121,048	121,048	121,048	121,048	121,048
Capacity	792	792	898	898	898	898	898	898	898	898
Enrollment (1)	776	760	734	703	672	687	681	681	681	681
Gatewood (1958)										
Square feet	75,759	75,793	75,793	75,793	75,793	75,793	75,793	75,793	75,793	75,793
Capacity	692	692	561	561	561	561	561	561	561	561
Enrollment (1)	530	501	511	485	435	428	383	383	383	383
Glen Lake (1956)										
Square feet	84,916	84,916	87,816	87,816	87,816	87,816	87,816	87,816	87,816	87,816
Capacity	566	566	650	650	650	650	650	650	650	650
Enrollment (1)	489	474	477	500	487	469	484	484	484	484
Tanglen (1966)										
Square feet	74,332	83,593	85,458	85,458	87,369	87,369	87,369	87,369	87,369	87,369
Capacity	592	592	633	633	633	633	633	633	633	633
Enrollment (1)	469	467	504	534	520	520	553	553	553	553
Meadowbrook (1948)										
Square feet	111,200	125,200	125,200	125,200	129,830	129,830	129,830	129,830	129,830	129,830
Capacity	616	616	927	927	927	927	927	927	927	927
Enrollment (1)	632	647	726	758	752	788	832	832	832	832
Middle										
North Junior High (1958)										
Square feet	193,671	193,671	193,671	193,671	193,671	193,671	193,671	193,671	193,671	193,671
Capacity	896	896	1,019	1,019	1,019	1,019	1,019	1,019	1,019	1,019
Enrollment (1)	859	950	929	941	875	917	884	884	884	884
West Junior High (1959)										
Square feet	202,474	202,474	202,474	202,474	197,474	197,474	197,474	197,474	197,474	197,474
Capacity	873	873	1,065	1,065	1,065	1,065	1,065	1,065	1,065	1,065
Enrollment (1)	727	714	708	702	687	689	684	684	684	684

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
School										
High										
Hopkins High School (1970)										
Square feet	478,834	479,426	479,426	479,426	479,426	479,426	479,426	479,426	479,426	479,426
Capacity	2,166	2,166	2,179	2,179	2,179	2,179	2,179	2,179	2,179	2,179
Enrollment (1)	1,765	1,693	1,609	1,556	1,584	1,536	1,543	1,543	1,543	1,543
Other										
Katherine Curren (1948)										
Square feet	65,593	65,593	65,593	65,593	65,593	65,791	65,791	65,791	65,791	65,791
Capacity	380	380	423	423	423	423	423	423	423	423
Enrollment (1)	-	-	-	-	-	-	-	-	-	-
Community Center (1954)										
Square feet	160,311	160,311	245,309	245,309	245,309	245,309	245,309	245,309	245,309	245,309
Capacity	745	745	745	745	745	745	745	745	745	745
Enrollment (1)	-	-	-	-	-	-	-	-	-	-
Harley Hopkins Family Center (1990)										
Square feet	40,930	40,930	40,930	40,930	40,930	40,930	40,930	40,930	40,930	40,930
Capacity	360	360	303	303	303	303	303	303	303	303
Enrollment (1)	57	45	57	63	64	71	71	71	71	71
Bus Depot (1978)										
Square feet	87,040	87,040	87,040	87,040	87,040	87,040	87,040	87,040	87,040	87,040
Total										
Square feet	1,777,759	1,801,646	1,894,881	1,894,881	1,896,297	1,896,495	1,896,495	1,896,495	1,896,495	1,896,495
Capacity	9,270	9,270	10,032	10,032	10,032	10,032	10,032	10,032	10,032	10,032
Enrollment	6,861	6,799	6,820	6,806	6,640	6,598	1,614	1,614	1,614	1,614
Athletics										
Football fields	4	4	10	10	4	3	3	3 (3)	3	3
Soccer fields	7	7	8	8	7	11	11	11 (3)	11	11
Running tracks	2	2	1	1	1	1	1	1	1	1
Baseball/softball	16	16	17	17	16	16	16	16	16	16
Swimming pools	3	3	3	3	3	3	3	3	3	3
Playgrounds	9	9	13	13	13	13	13	13	13	13

Source: Square footage, capacity and athletic statistics are derived from District records. Enrollment was obtained from "School Average Daily Membership" reports available on the Minnesota Department of Education website.

Notes:

(1) Enrollment reflects average daily membership served by site. Resident students served under tuition agreements are excluded from this enrollment data.

(2) Katherine Curren leased to Ubah Academy beginning in 2007-2008 school year through current year.

(3) Note that fields at the High School are used for football, soccer and lacrosse. The remaining fields are at West Junior High.

(4) Minnesota Department of Education. This resulted in a change in many of the buildings' capacities without actual additions or other alterations to the buildings.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
OPERATING INDICATORS BY FUNCTION
STANDARDIZED TESTING AND GRADUATION RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Standardized Tests										
MCA Reading (See Note 1)										
Grade 3	59.10%	62.20%	57.50%	56.30%	61.00%	60.60%	55.00%	NA	50.00%	49.60%
Grade 5	69.50	70.80	66.60	69.80	67.00	69.90	69.90	NA	59.10	59.10
Grade 7	60.60	59.80	62.30	65.90	65.80	66.80	51.70	NA	61.20	50.00
Grade 10	68.30	69.10	60.60	51.60	53.80	55.80	59.20	NA	63.00	43.20
MCA Math (See Note 1)										
Grade 3	68.90	72.50	67.09	67.10	73.00	70.60	62.60	NA	55.50	57.00
Grade 5	61.90	65.20	59.08	62.50	58.20	59.70	53.70	NA	42.10	38.60
Grade 7	50.70	57.10	56.24	59.90	56.20	57.80	42.90	NA	43.50	29.70
Grade 11 (See Note 3)	56.60	61.10	50.67	36.80	48.00	55.30	54.70	NA	51.90	40.00
ACT (See Note 4)										
Hopkins Average Composite Score	23.80	23.10	21.00	21.60	21.50	21.60	21.10	21.90	21.60	22.20
State Average Composite Score	23.00	22.90	20.50	N/A	N/A	NA	NA	NA	NA	21.30

N/A - Not Available

Note 1: Percent of students scoring at or above proficiency on the Minnesota Comprehensive Assessment Test

Note 2: The MCA Reading test in 2013 was for the first time based on the Common Core national standards, which require a significantly higher level of rigor than in previous years. As a result, test scores are not directly comparable with previous MCA Reading test results, since the standards on which the test is based are not the same.

Note 3: The Grade 11 MCA Math results are not representative of Hopkins students due to low participation rates. In 2021, none of the secondary results are representative due to low participation rates.

Note 4: ACT data was reported for the high school graduating class through 2014. Beginning in 2015, the Grade 11 district administration is reported.

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SUMMARY OF MEALS SERVED
LAST TEN FISCAL YEARS
(UNAUDITED)

Year Ended June 30,	Non-Program Adult Meals	Total Meals Served Students	Regular Price Meals	Free Meals Served	Reduced Price Meals Served
2013	24,540	687,771	356,759	274,374	56,637
2014	24,021	645,548	322,019	268,358	55,171
2015	27,542	712,577	359,816	287,122	65,639
2016	27,811	717,272	364,345	293,604	59,323
2017	22,299	690,115	359,609	266,457	64,049
2018	25,155	648,854	338,736	244,588	65,530
2019	23,912	593,778	310,102	225,811	57,865
2020	18,612	437,799	233,046	160,986	43,767
2021	10,769 (2)	485,273	-	485,273	- (3)
2022	- (2)	640,456	-	640,456	- (3)

June 30,	Elementary	Middle	High School (1)
2013	2.65	2.90	3.15
2014	2.70	2.95	3.20
2015	2.70	2.95	3.20
2016	2.75	3.00	3.25
2017	2.85	3.10	3.35
2018	2.85	3.10	3.35
2019	2.95	3.20	3.45
2020	3.00	3.25	3.50
2021	3.00	3.25	3.50
2022	3.00	3.25	3.50

(1) Includes New Generation and Ethnic Food Options.
(2) Estimate
(3) All Meals Free to Students in 2021 and 2022

Source: District Food Service Department

HOPKINS PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 270
SCHEDULE OF INSURANCE COVERAGE
JUNE 30, 2022
(UNAUDITED)

Type of Coverage	Amount of Coverage
Property Loss limit per occurrence	$501,000,000
Property Coverage:	
Real and Personal Property (Blanketed)	$ 500,000
Blanket Valuable Papers and Records	3,886,000
Accounts Receivables	2,500,000
Fine Arts	35,607,455
Blanket Computer Hardware/Software	5,000,000
Miscellaneous Mobile Equipment	250,000
Audio Visual Equipment	500,000
Musical Instruments	2,500,000
Extra Expense	1,000,000
Artificial Turf	22,371,571
Auto Physical Damage	2,500,000
Miscellaneous Property	2,500,000
Business Income/Extra Expense	-
Expediting Expense	n/a
Liability Coverages:	
General Liability, including sexual misconduct	2,000,000
Each Occurrence	4,000,000
General Aggregate Limit	2,000,000
Sexual Misconduct Aggregate per member	10,000,000
Policy Aggregate limit for Sexual Misconduct	25,000
	-
Law Enforcement Liability	
Each Occurrence	Included in GL
Aggregate Limit	Included in GL
Employee Benefits Liability	
Each Occurrence	2,000,000
Aggregate Limit	4,000,000
Professional Liability (Nurses, Occupational Therapists, Psychologists)	
Limit Each Claim	Included in GL
Aggregate	Included in GL
Crime Coverage	
Employee Dishonesty	500,000
Forgery or Alteration	Included
Money and Securities (Inside and Outside Premises)	Included
Social Engineering fraud	100,000
General Aggregate	500,000
Business Automobile Coverage	
Each Occurrence	2,000,000
Aggregate Limit	N/A
Uninsured/Underinsured Motorists	1,000,000
No Fault	40,000
School Leaders Errors and Omissions:	
Each Occurrence	4,000,000
Aggregate	8,000,000
Excess Liability	
Each Occurrence	2,000,000
Aggregate	2,000,000
Sexual Misconduct Policy aggregate	5,000,000
Boiler and Machinery Coverage:	
Property Damage	200,000,000
Pollution Legal Liability	2,000,000
First Party Clean-up	2,000,000
Emergency Response Expense	2,000,000
Business Interruption	1,000,000
Disinfection Event Expenses	500,000
Policy Aggregate	10,000,000



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