

INDEPENDENT SCHOOL DISTRICT NO. 278

Audit Report for Year Ended June 30, 2023

AUDITOR'S ROLE



OPINION ON FINANCIAL STATEMENTS

- DISTRICT AUDIT
- SINGLE AUDIT OF FEDERAL AWARDS EXPENDITURES

INTERNAL CONTROLS AND COMPLIANCE

- FINANCIAL STATEMENT AUDIT
- FEDERAL "SINGLE AUDIT"
- STATE LAWS AND REGULATIONS

AUDIT RESULTS



DISTRICT FINANCIAL AUDIT

- Clean Opinions on Basic Financial Statements
- District implemented GASB Statement No. 96 during the year – No material impact on financial statements

AUDIT RESULTS (CONTINUED)



INTERNAL CONTROL AND COMPLIANCE – FINANCIAL AUDIT

- Internal Control Over Financial Reporting
 - No findings reported for 2023
- Compliance
 - No findings reported for 2023

AUDIT RESULTS (CONTINUED)



MN LEGAL COMPLIANCE

- No findings for reported for 2023

AUDIT RESULTS (CONTINUED)



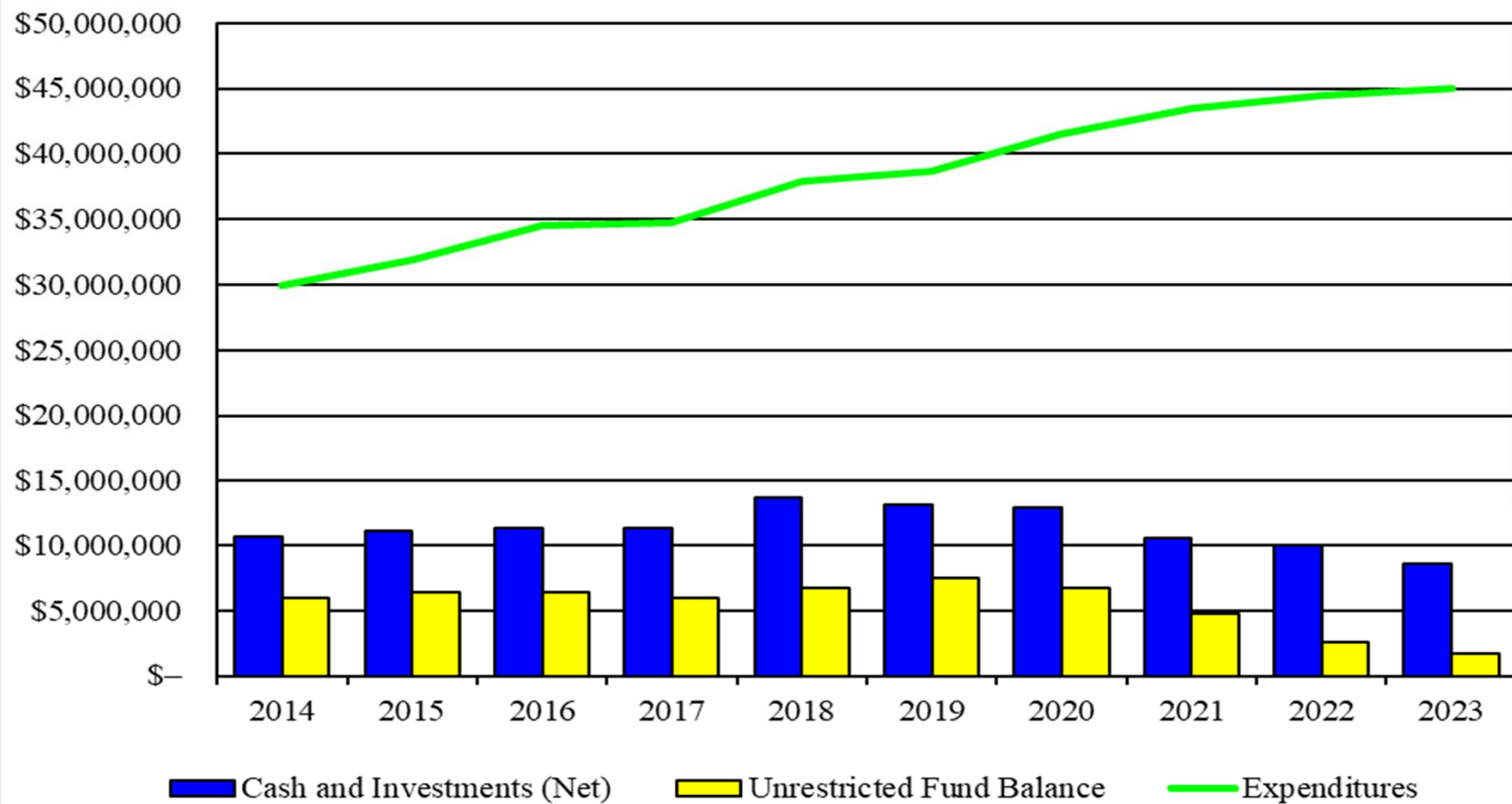
SINGLE AUDIT of FEDERAL AWARDS

- Clean Opinion on Schedule of Expenditures of Federal Awards
 - Child Nutrition Cluster Audited as Major Program
- Internal Control Over Federal Compliance
 - No findings reported for 2023
- Compliance With Federal Program Requirements
 - No findings reported for 2023

GENERAL FUND FINANCIAL POSITION



General Fund Financial Position
Year Ended June 30,



GENERAL FUND FINANCIAL POSITION

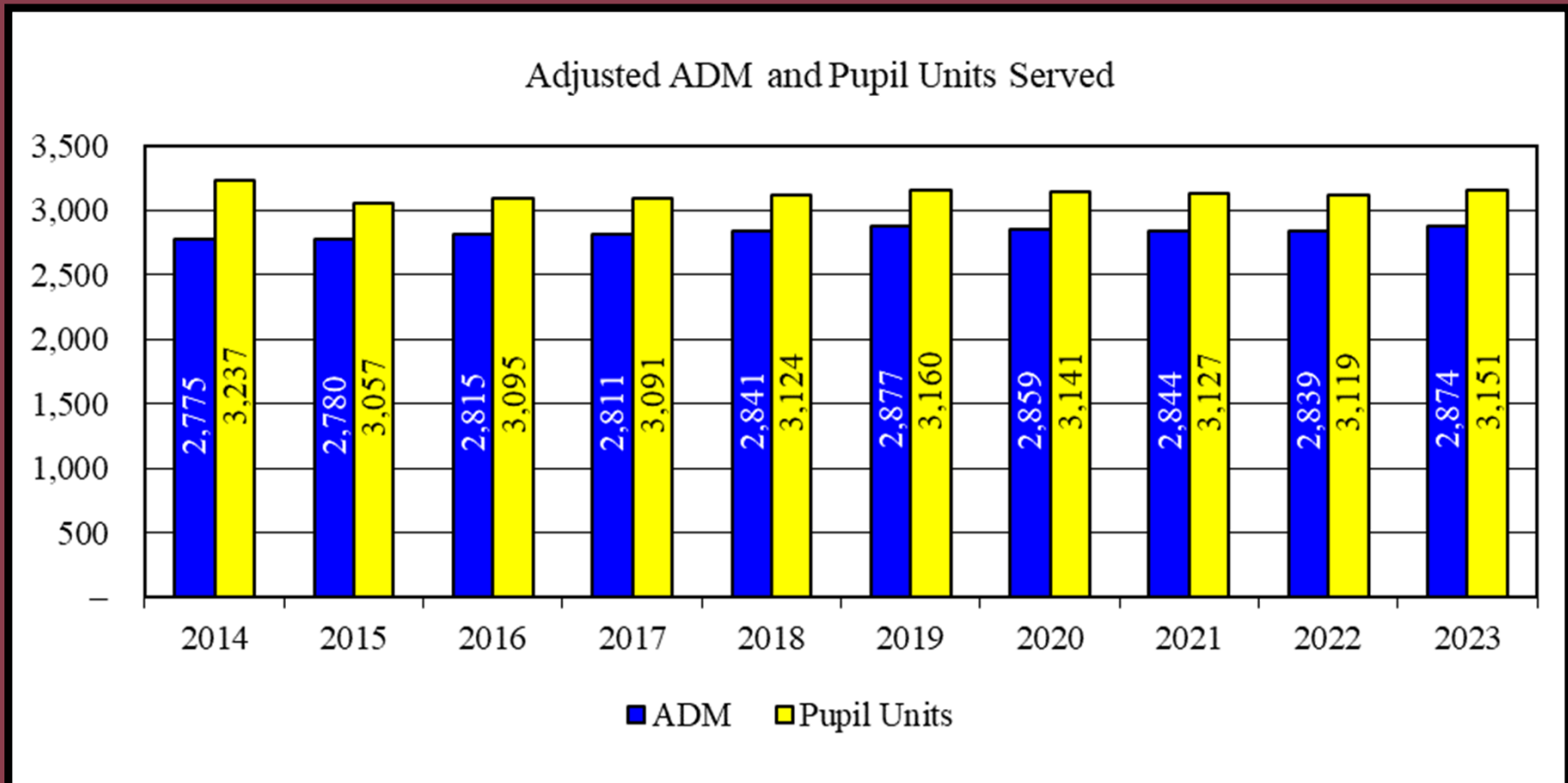
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	Year Ended June 30,				
	2019	2020	2021	2022	2023
Nonspendable fund balances	\$ 225,691	\$ 201,063	\$ 603,343	\$ 238,308	\$ 314,786
Restricted fund balances (1)	1,618,044	2,582,045	2,617,404	2,112,326	1,622,587
Unrestricted fund balances					
Assigned	1,130,600	1,258,883	1,280,879	796,041	280,814
Unassigned	6,399,432	5,522,578	3,510,032	1,748,696	1,463,928
Total fund balance	<u>\$ 9,373,767</u>	<u>\$ 9,564,569</u>	<u>\$ 8,011,658</u>	<u>\$ 4,895,371</u>	<u>\$ 3,682,115</u>
Unrestricted fund balances as a percentage of total expenditures	<u>19.5%</u>	<u>16.3%</u>	<u>11.0%</u>	<u>5.7%</u>	<u>3.9%</u>

(1) Includes deficits in restricted fund balance accounts allowed to accumulate deficits under UFARS, which are part of unassigned fund balance on the accounting principles generally accepted in the United States of America-based financial statements.

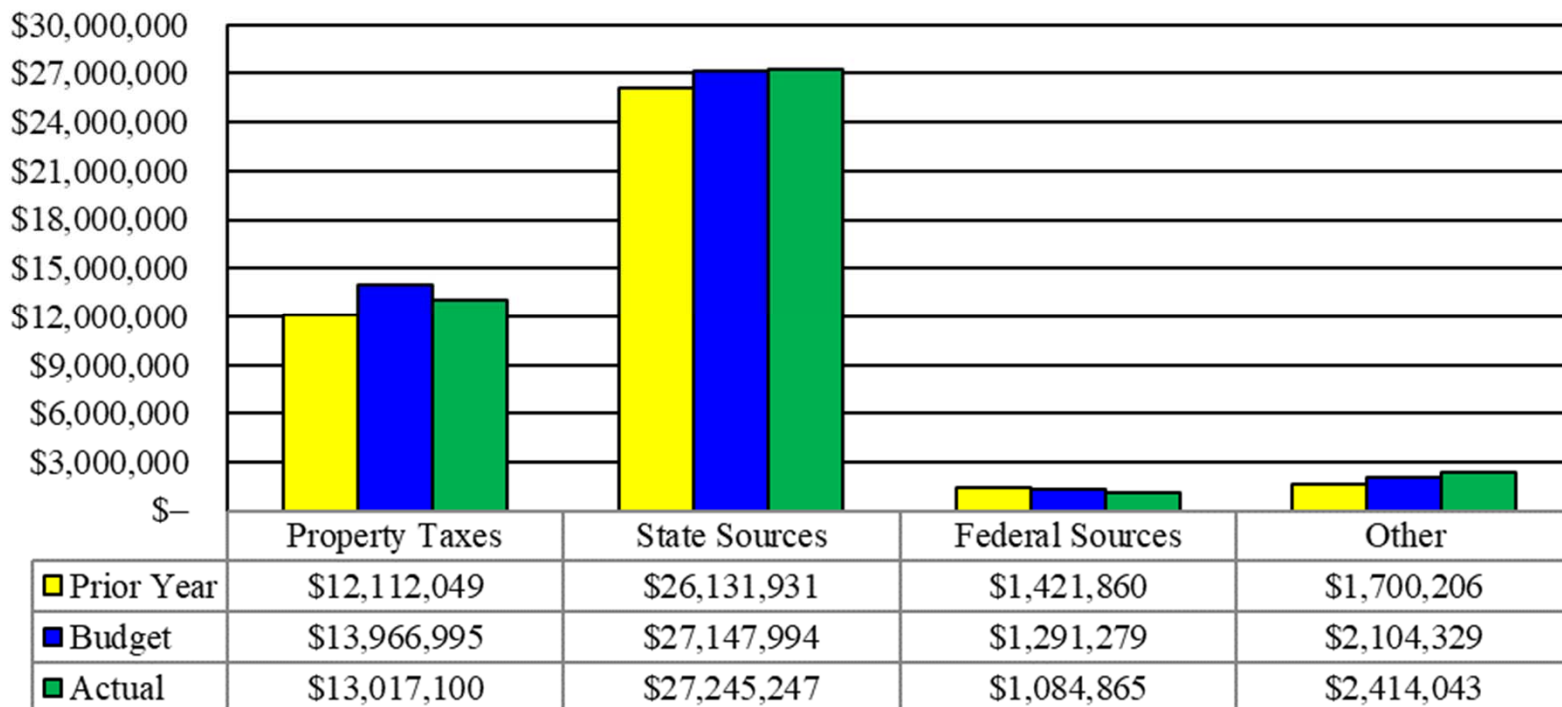
ADM AND PUPIL UNITS SERVED



GENERAL FUND REVENUE BY SOURCE



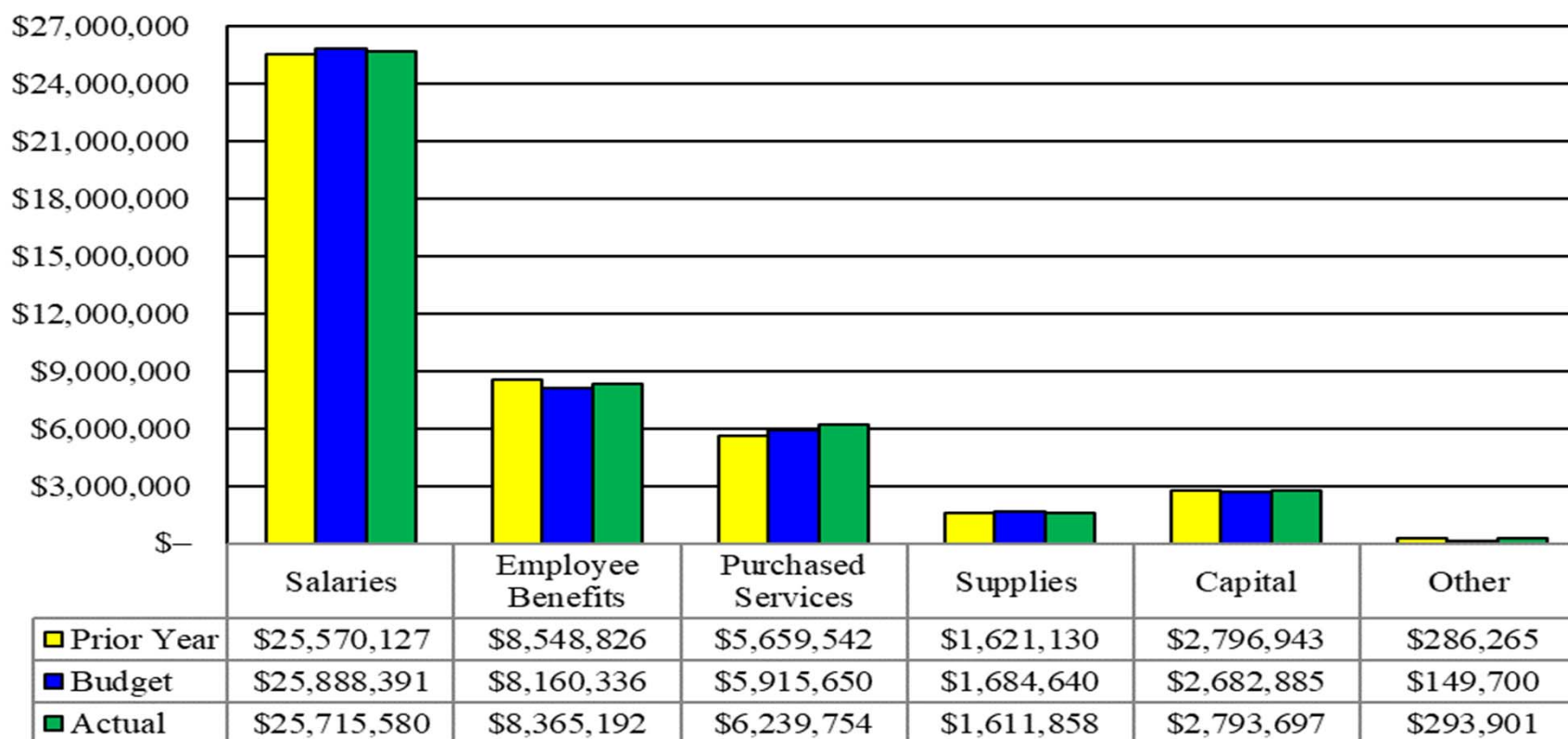
General Fund Revenue
Budget and Actual



GENERAL FUND EXPENDITURES BY TYPE



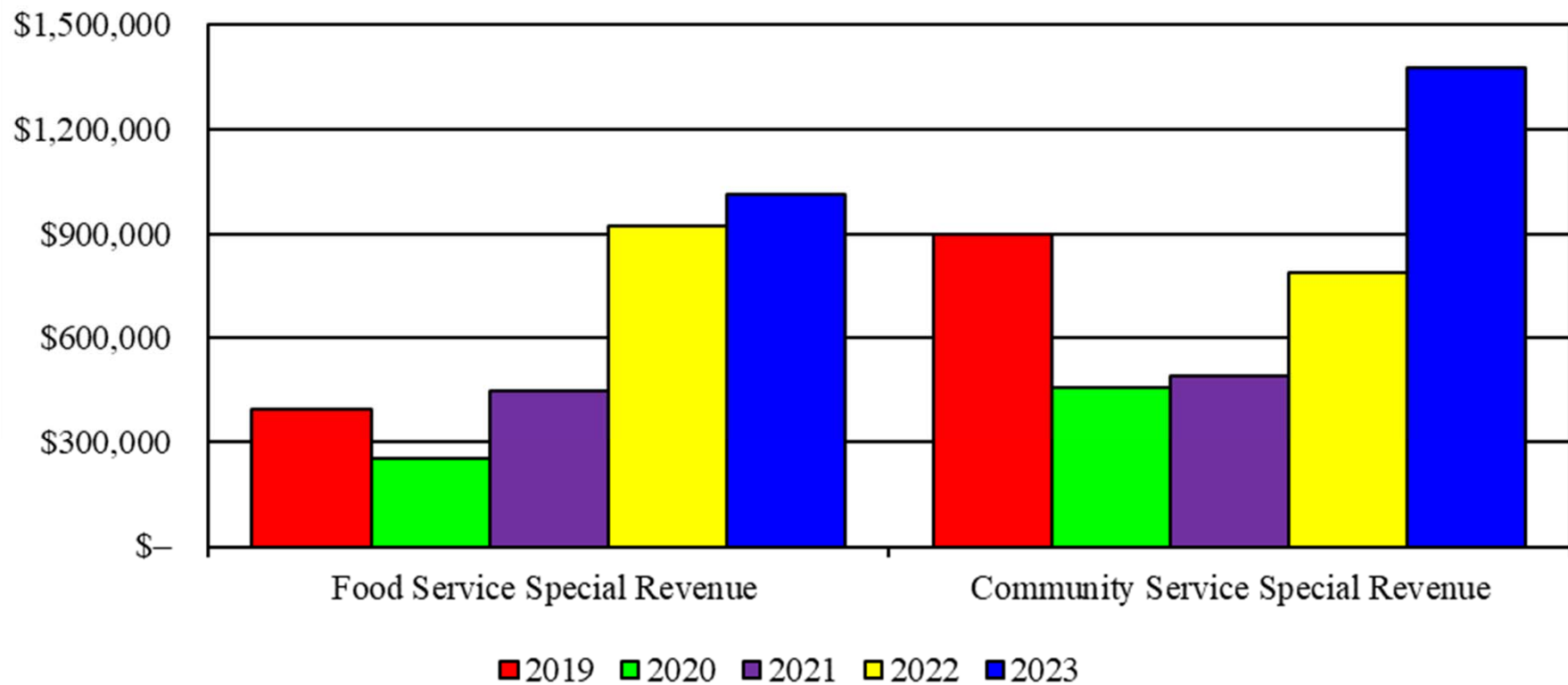
General Fund Expenditures
Budget and Actual



OTHER OPERATING FUNDS



Other Operating Funds
Total Fund Balances



DISTRICT-WIDE STATEMENT OF NET POSITION

	June 30,		
	2023	2022	Change
Net position – governmental activities			
Total fund balances – governmental funds	\$ 13,230,925	\$ 8,641,405	\$ 4,589,520
Capital assets, net of depreciation	75,293,720	76,120,462	(826,742)
Bonds and financed purchases	(62,924,808)	(62,347,967)	(576,841)
PERA and TRA pensions	(28,195,524)	(34,026,961)	5,831,437
OPEB and severance	(4,501,006)	(3,951,773)	(549,233)
Other adjustments	2,198,118	1,073,753	1,124,365
Total net position – governmental activities	<u>\$ (4,898,575)</u>	<u>\$ (14,491,081)</u>	<u>\$ 9,592,506</u>
Net position			
Net investment in capital assets	\$ 19,909,838	\$ 16,858,664	\$ 3,051,174
Restricted	4,833,653	4,180,193	653,460
Unrestricted	<u>(29,642,066)</u>	<u>(35,529,938)</u>	<u>5,887,872</u>
Total net position	<u>\$ (4,898,575)</u>	<u>\$ (14,491,081)</u>	<u>\$ 9,592,506</u>