

ISD #347

Willmar Public Schools

Audit Report
June 30, 2010

CDS

Conway, Deuth
& Schmiesing, PLLP

Certified Public Accountants & Consultants

Auditor's Opinion

Pages 2 and 3:

- First Paragraph:
 - Financial statements are the responsibility of the District's management
 - Our responsibility is to express opinions on these financial statements based on our audit
- Second Paragraph:
 - Conducted audit in accordance with Generally Accepted Auditing Standards and Generally Accepted Government Auditing Standards
 - Obtain reasonable assurance financials are free of material misstatement
- Third Paragraph:
 - **Financial statements are presented fairly in our opinion**



Auditor's Opinion (Cont'd)

Pages 2 and 3:

- Fourth Paragraph:
 - Internal control letter on pages 65 and 66
- Fifth Paragraph:
 - MD&A and OPEB Schedule are required supplementary information and unaudited
- Sixth Paragraph:
 - **Supplementary information is fairly stated in relation to financial statements taken as a whole**

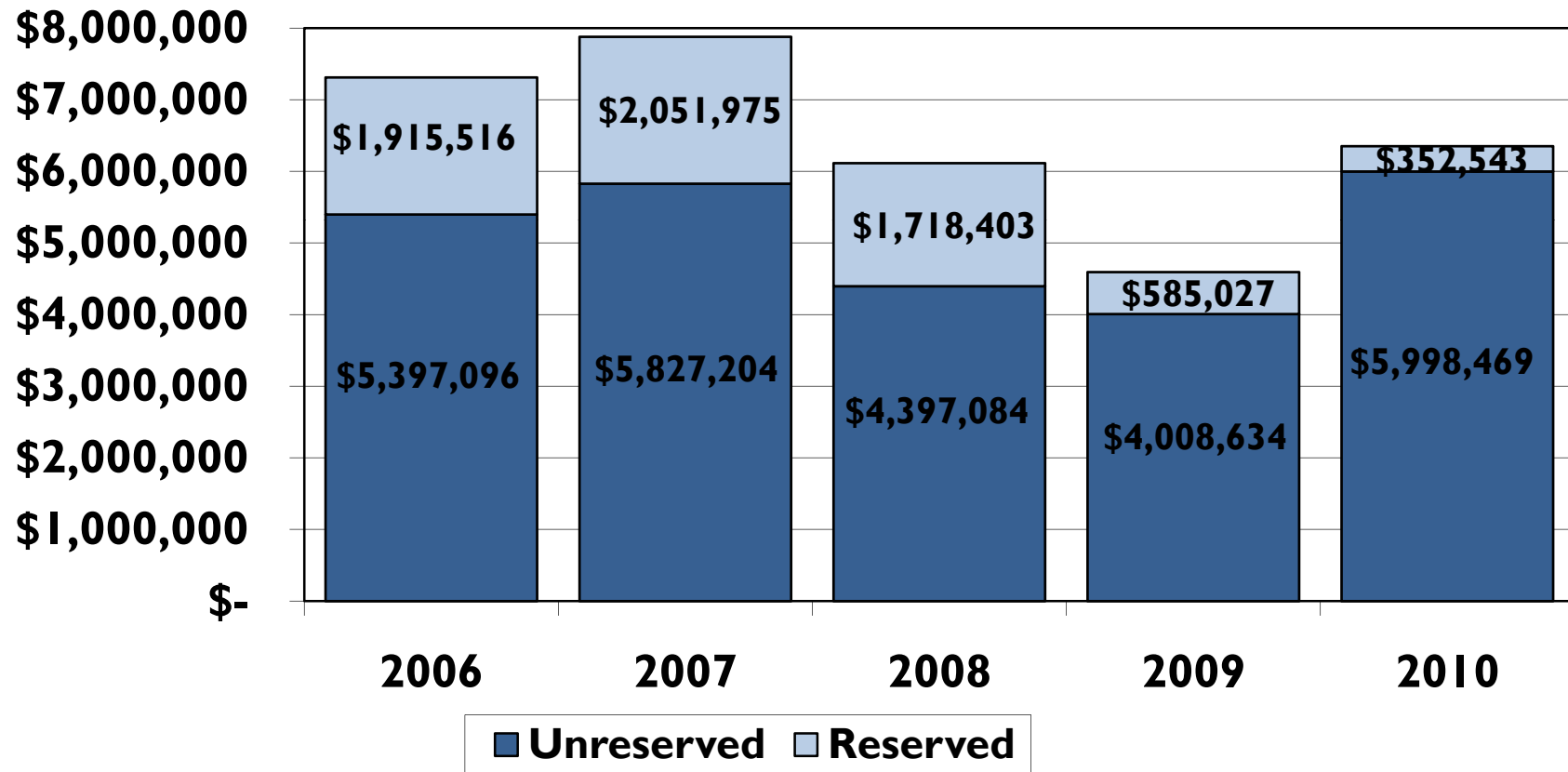


Statement of Net Assets

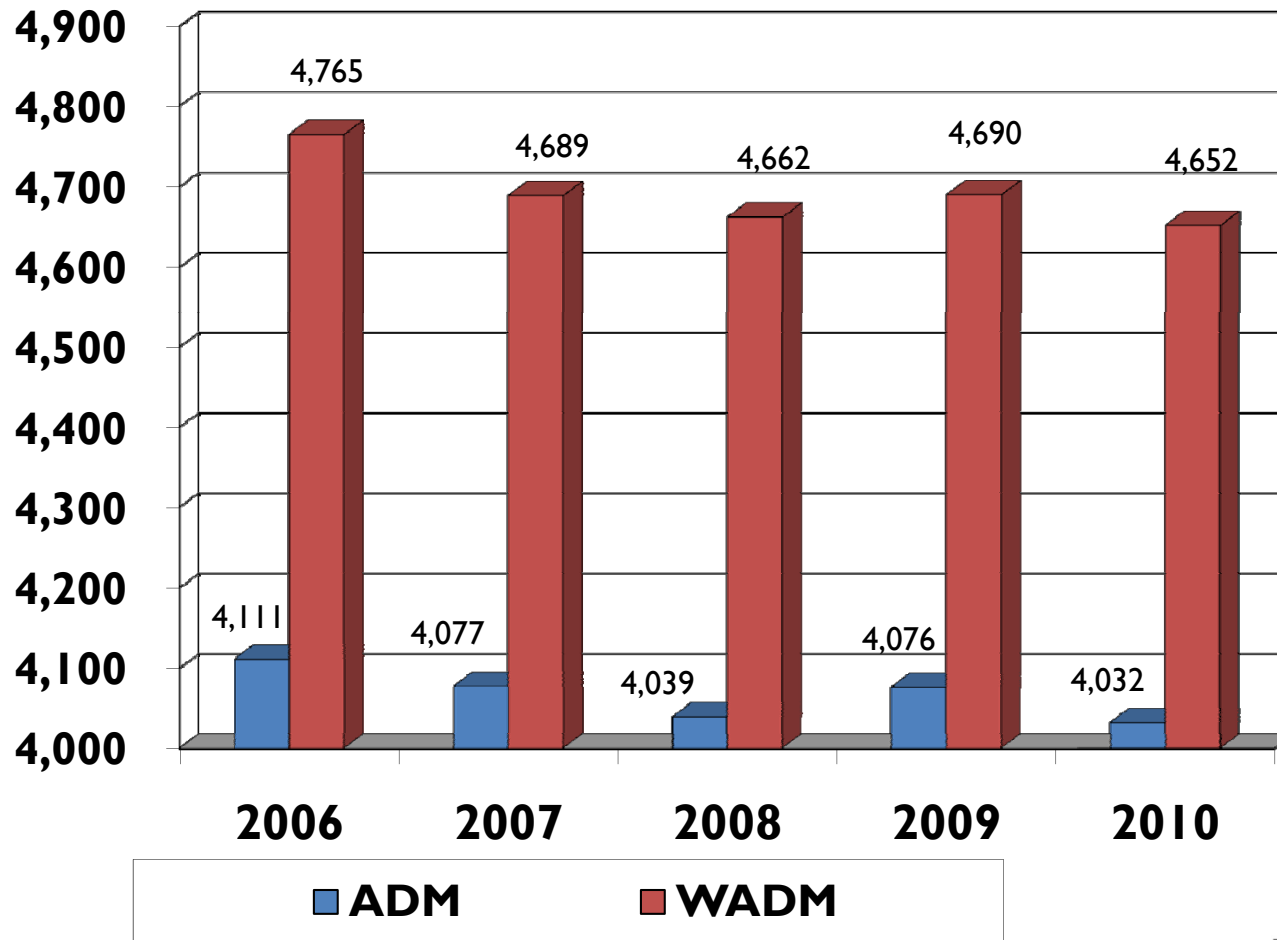
	June 30,		
	2010	2009	Change
Assets			
Current and non-capital	\$ 18,922,373	\$ 16,616,602	\$ 2,305,771
Capital	30,423,263	30,493,789	(70,526)
Total Assets	\$ 49,345,636	\$ 47,110,391	\$ 2,235,245
Liabilities			
Current and short-term	\$ 10,935,245	\$ 10,773,074	\$ 162,171
Long-term	15,795,073	17,481,037	(1,685,964)
Total Liabilities	26,730,318	28,254,111	(1,523,793)
Net Assets			
Capital	20,076,453	18,050,980	2,025,473
Restricted	1,767,076	1,618,837	148,239
Unrestricted	771,789	(813,537)	1,585,326
Total Net Assets	22,615,318	18,856,280	3,759,038
Total Liabilities and Net Assets	\$ 49,345,636	\$ 47,110,391	\$ 2,235,245



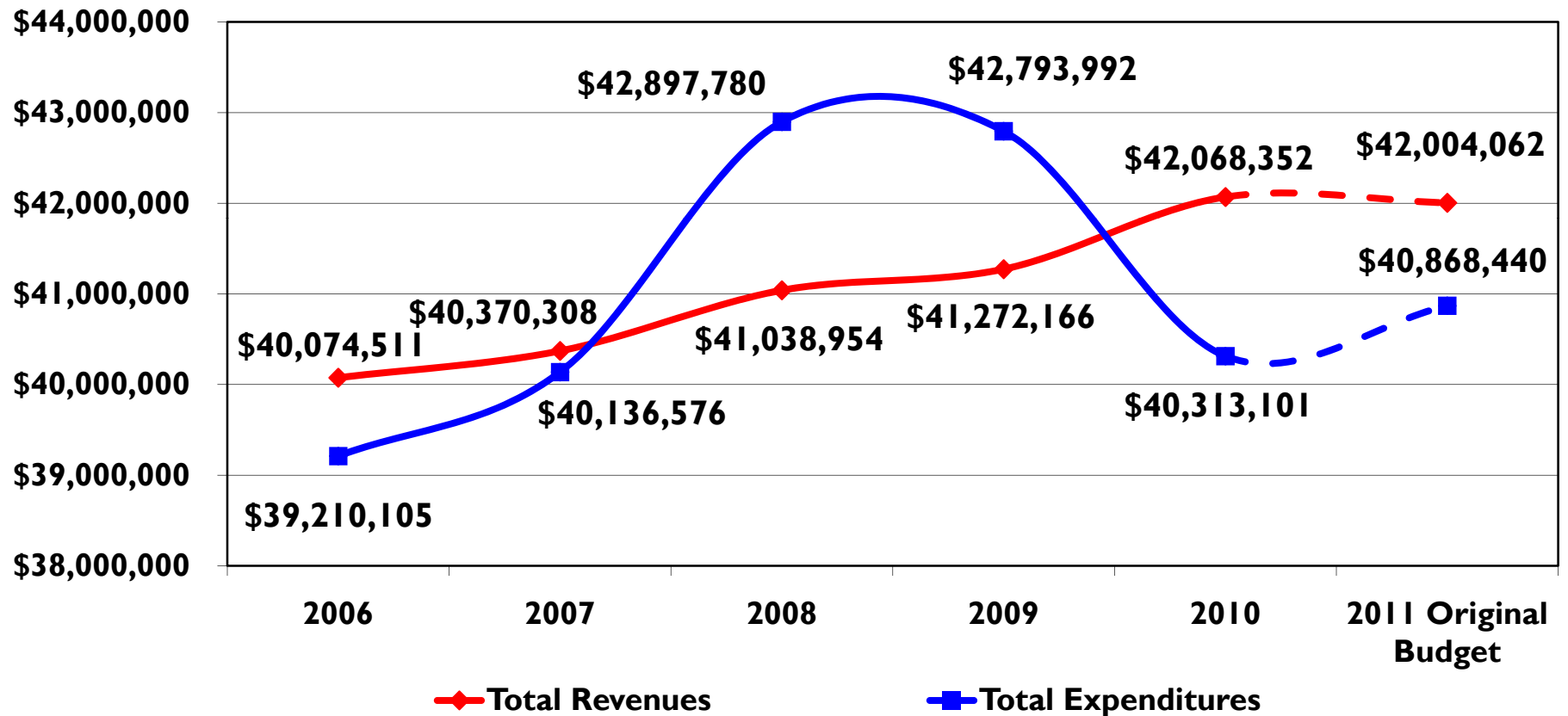
General Fund-Reserved and Unreserved



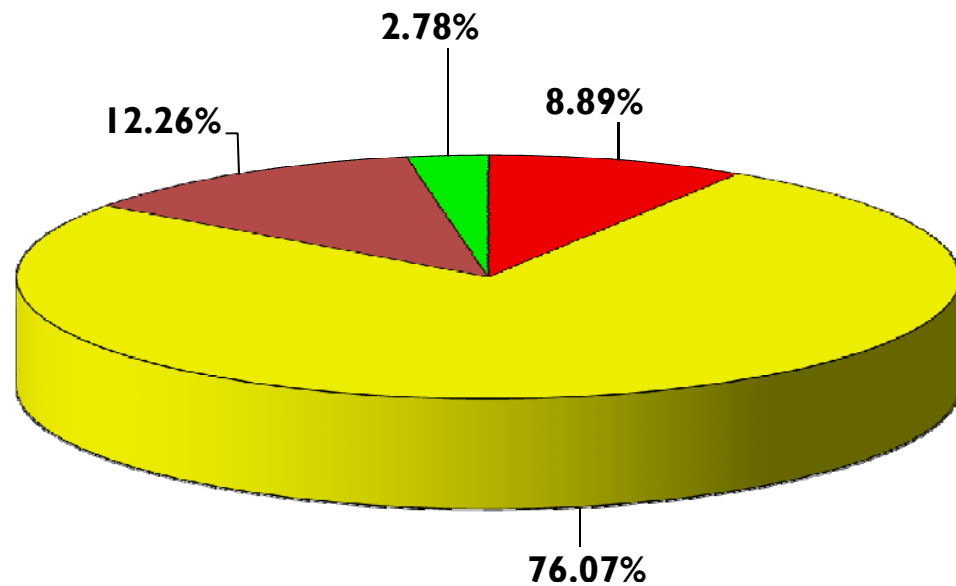
Willmar Enrollment



General Fund Revenues and Expenditures



General Fund Revenues

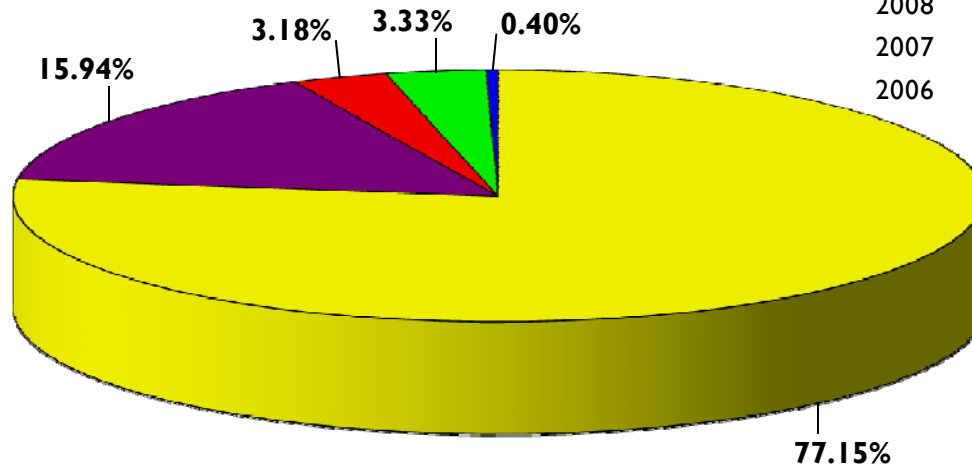


In Thousands

	Local Property Taxes	State Sources	Federal Sources	Other
2010	\$ 3,740	\$ 32,000	\$ 5,159	\$ 1,169
2009	3,019	35,233	1,740	1,260
2008	2,770	34,915	1,879	1,475
2007	2,412	34,111	1,496	2,351
2006	1,170	33,264	2,379	3,237



General Fund Expenditures

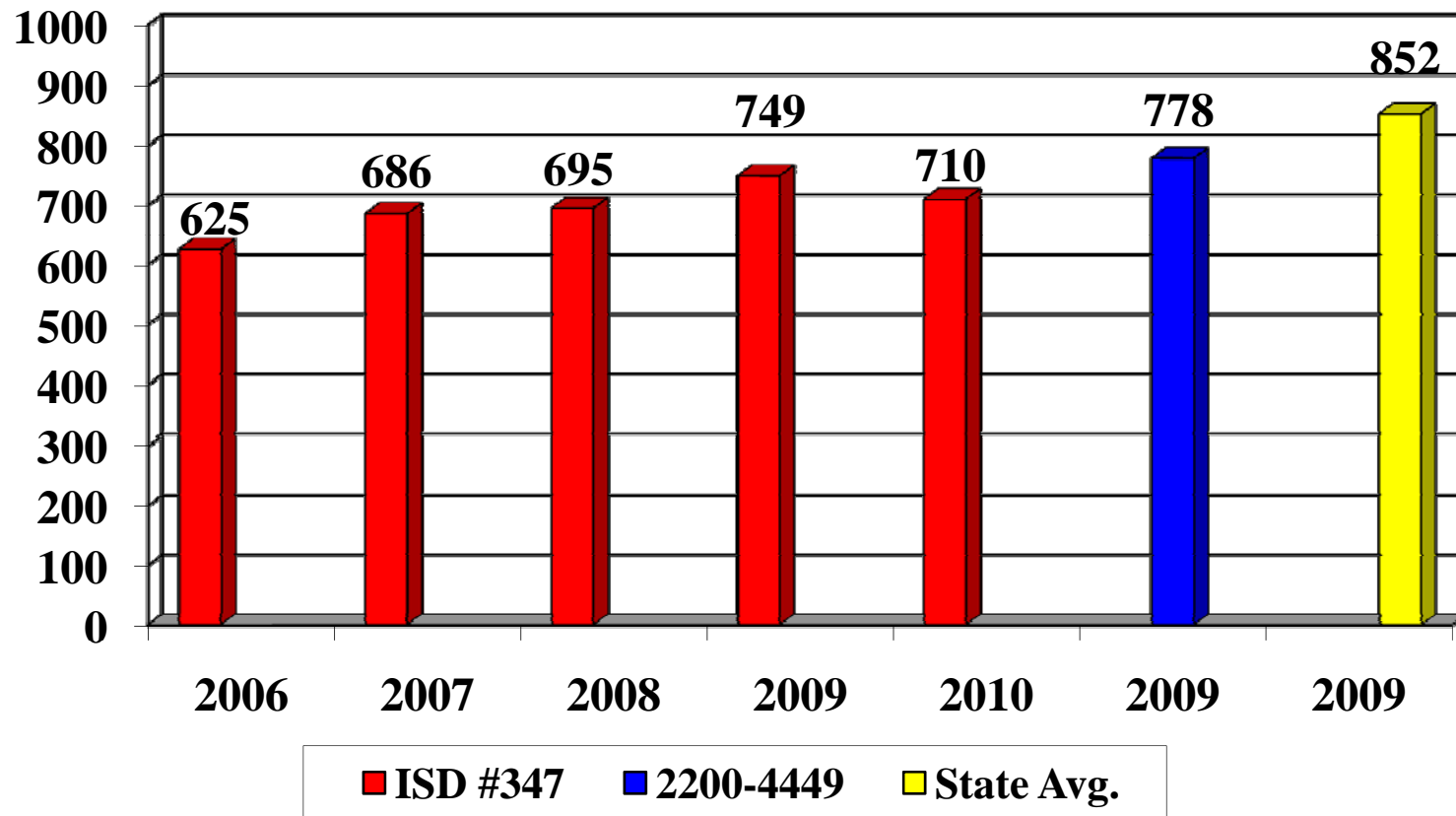


In Thousands

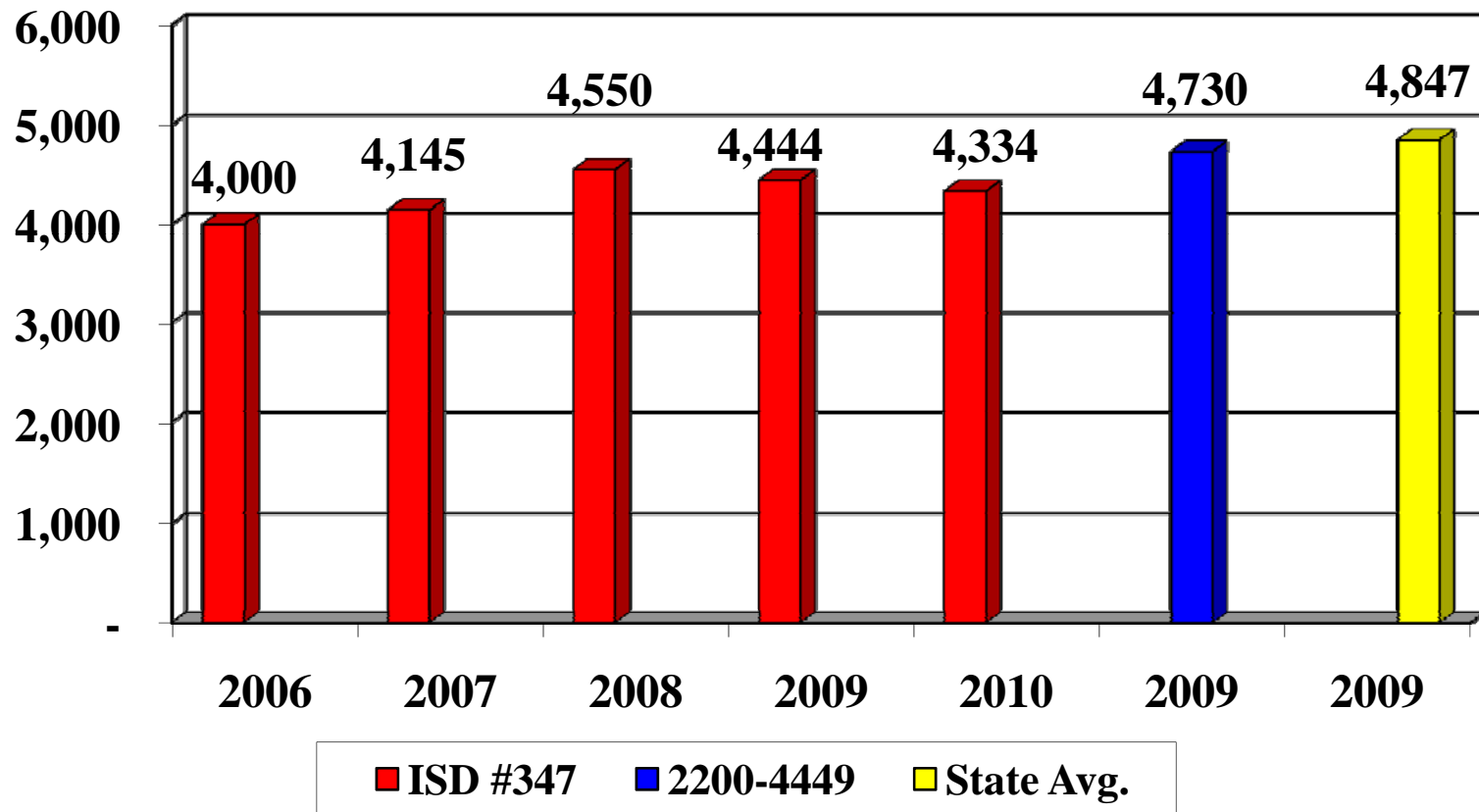
	Salaries & Benefits	Purchased Services	Supplies & Materials	Capital	Other
2010	\$ 31,101	\$ 6,426	\$ 1,282	\$ 1,341	\$ 163
2009	32,719	6,818	1,746	1,344	167
2008	32,309	7,240	1,950	1,246	153
2007	29,990	7,485	1,354	1,076	232
2006	29,738	7,043	1,389	711	329



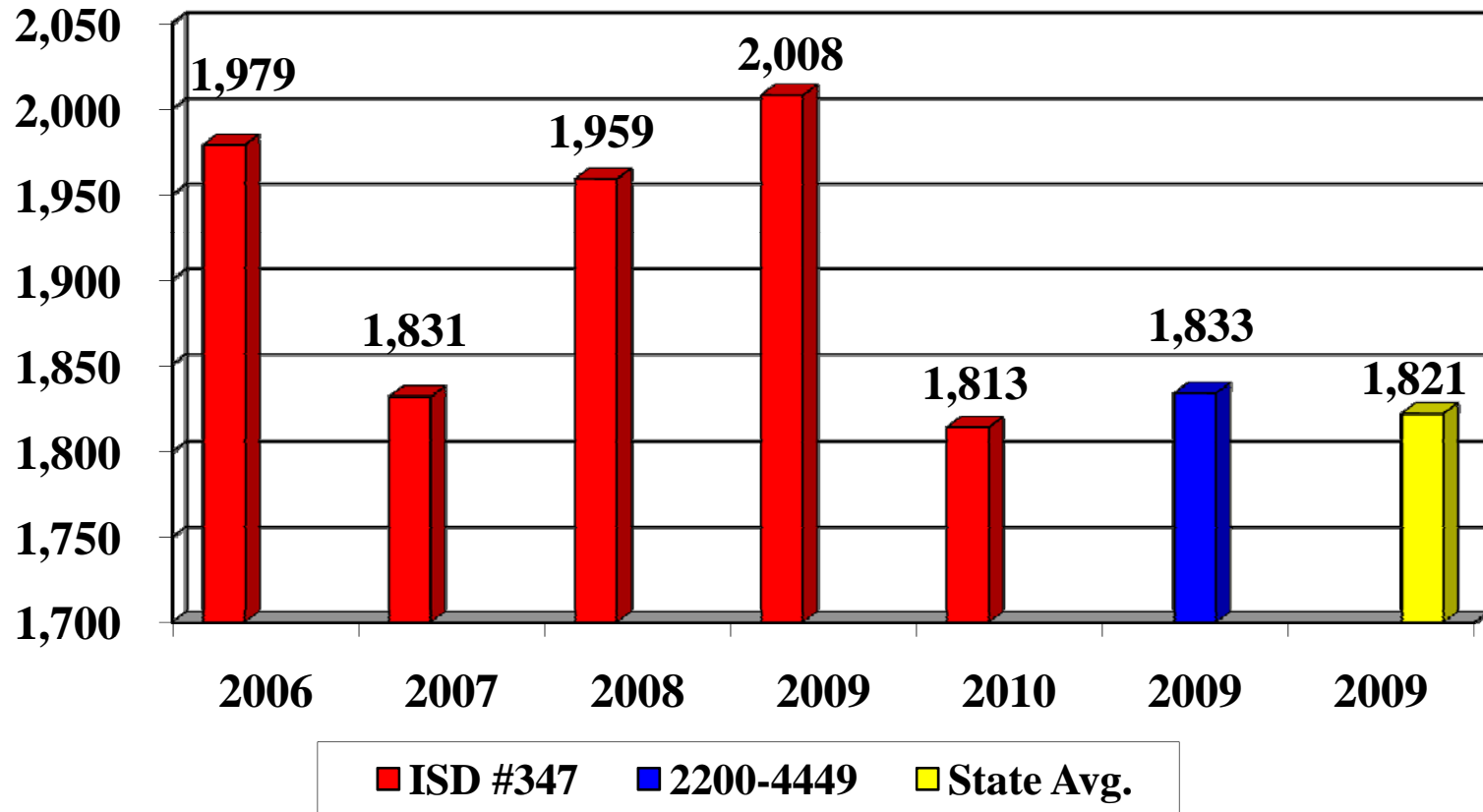
District & School Level Administration



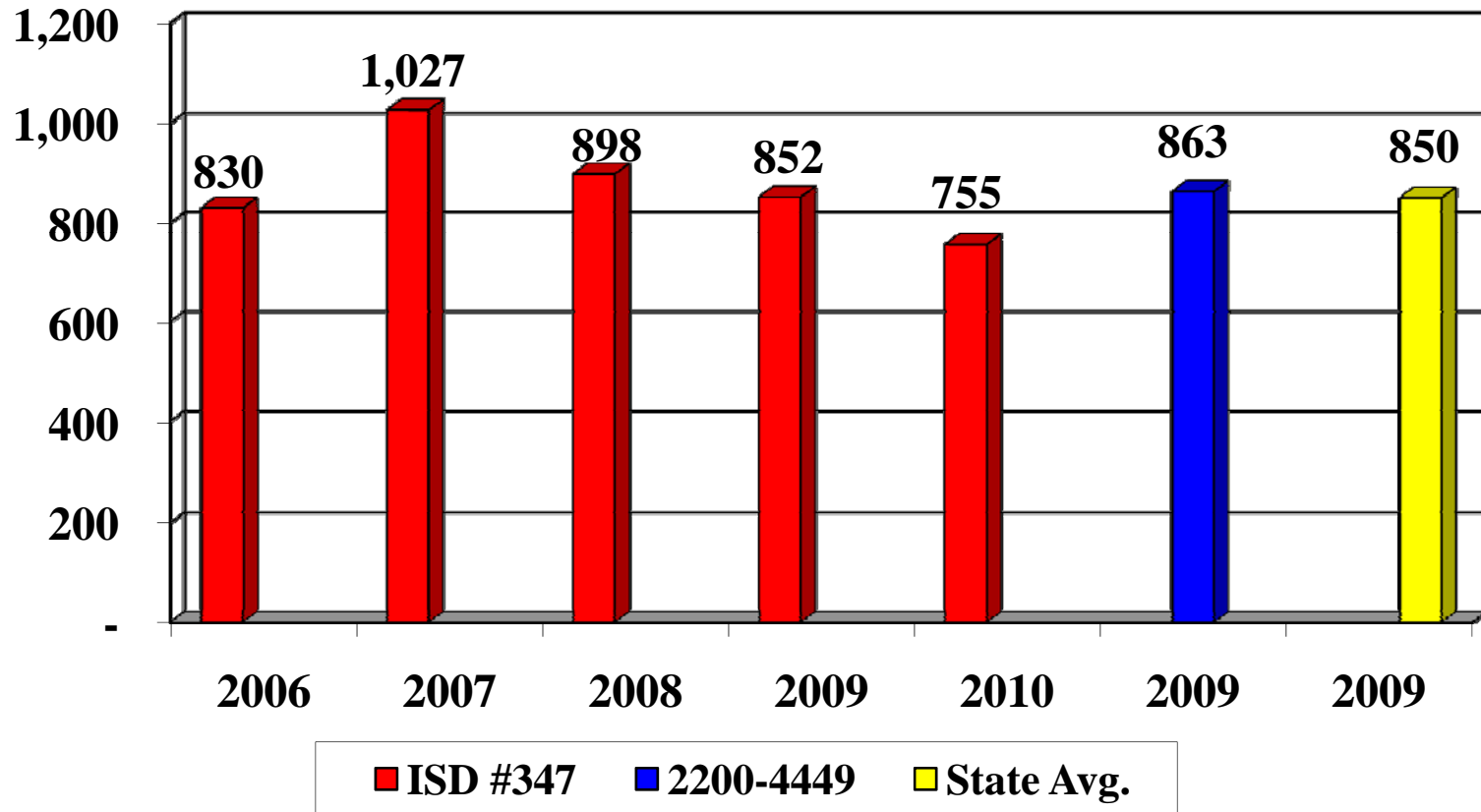
Regular Instruction



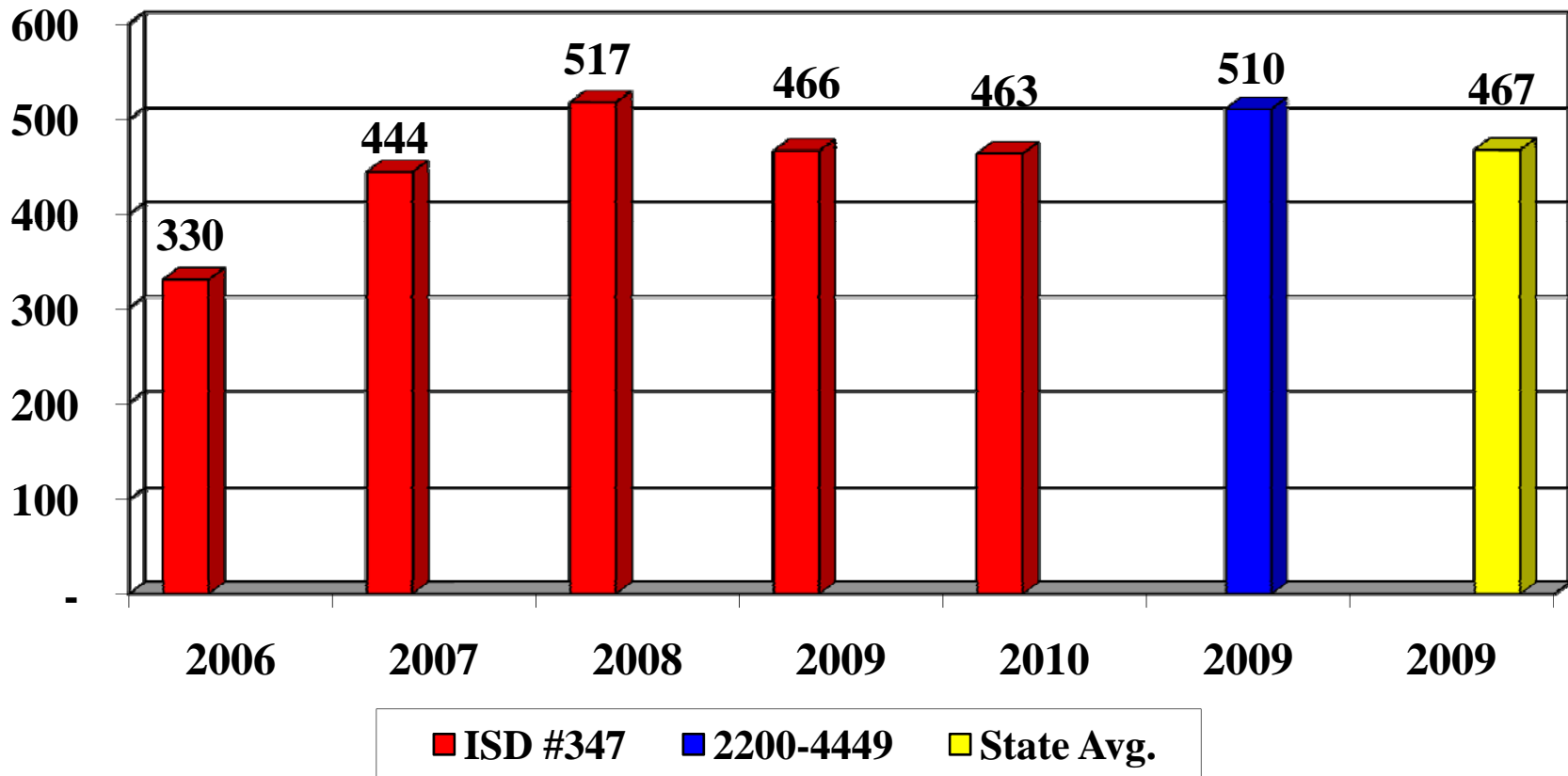
Special Education Instruction



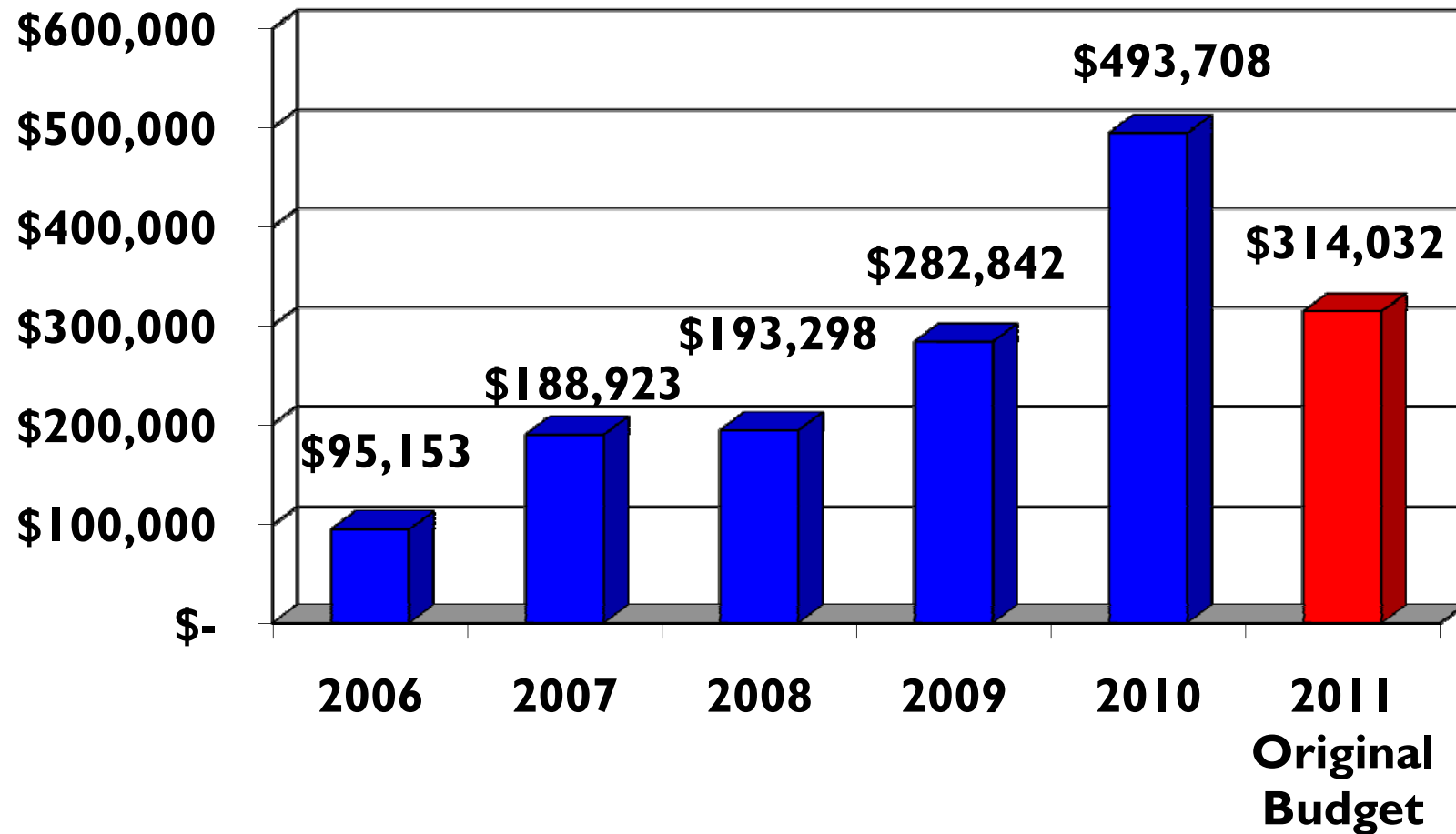
Operations, Maintenance & Other



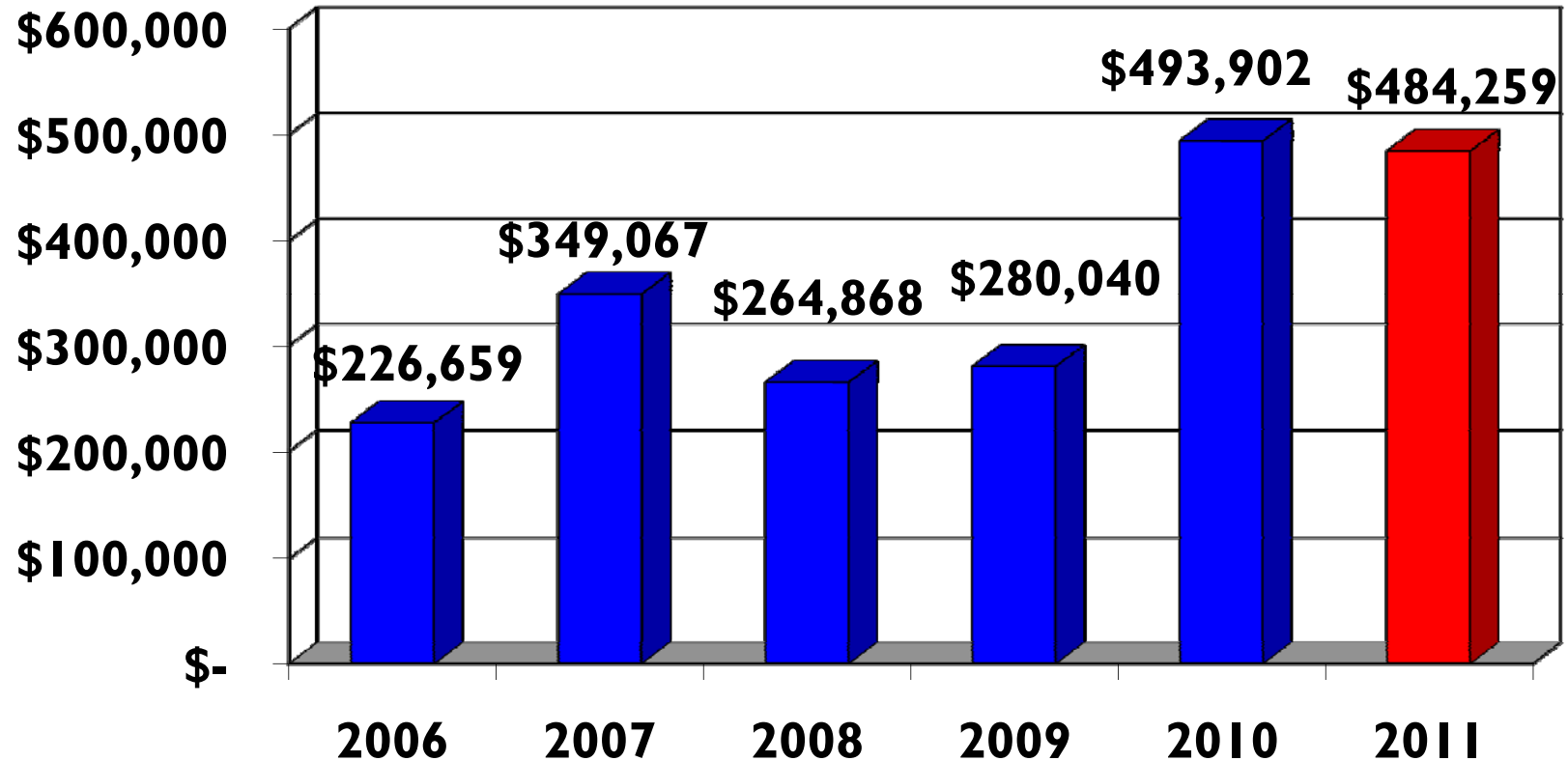
Capital Outlay



Food Service Fund Balance



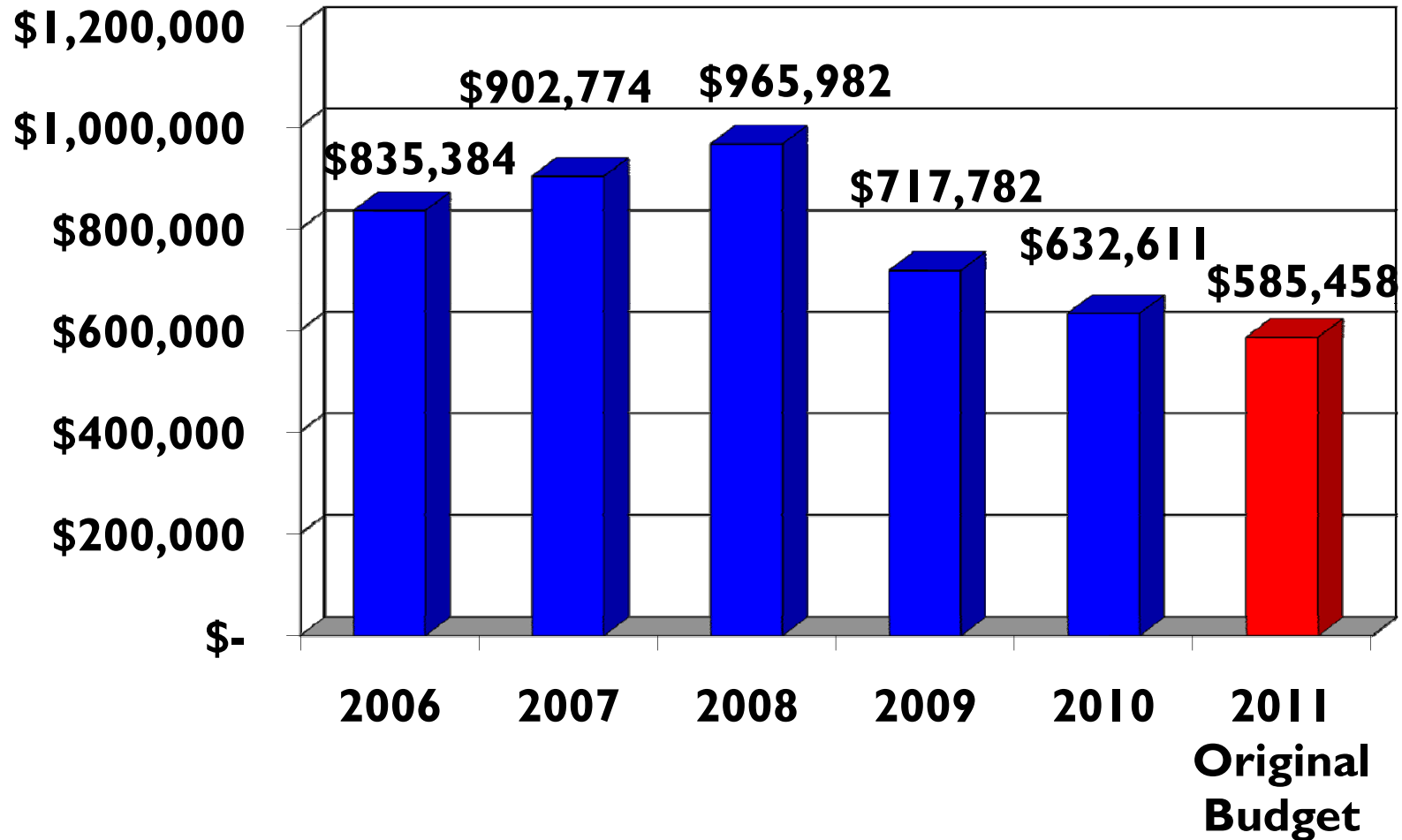
Community Service Fund Balance



**Original
Budget**



Debt Service Fund Balance



Compliance Section

Minnesota Legal Compliance (page 64)

- In accordance with Audit Guide issued by OSA
- No compliance issues noted

Government Auditing Standards (pages 65-66)

- Internal Control
 - No material weaknesses noted
- Compliance and Other Matters
 - No instances noted



Compliance Section (Cont'd)

Single Audit (pages 67-68)

- Compliance
 - No compliance issues noted
- Internal Control over Compliance
 - No material weaknesses noted



Student Activities

Auditor's Report (page 70)

- Cash basis

Compliance Report (page 76)

- No compliance issues noted



Communications

- Accounting Practices
- No Difficulties Encountered
- Corrected and Uncorrected Misstatements
- No Disagreements with Management
- Management Representations
- No Management Consultations with Other Accountants
- Other Audit Findings or Issues



General Recommendations

Capital Assets

- Complete the written capitalization procedure
 - Define criteria for capitalization
 - Perform physical count procedures

Labor Agreements

- Agreements should be prepared and available to sign by all parties when the Board approves



General Recommendations (Cont'd)

GASB 54

- New pronouncement effective for FY11
- Changes fund balance classifications and reporting
- Recommend to evaluate pronouncement changes and enact policies as necessary



Questions or Comments?

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