

**Clear Creek Amana  
Community School District  
Oxford, Iowa**

Financial and Compliance Report  
Year Ended June 30, 2024



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**Clear Creek Amana Community School District**

**Board of Education and School District Administration  
Year Ended June 30, 2024**

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Board of Education

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	Title	Term Expires
Allison Momany	President	2025
Abdouramane Bila	Vice President	2027
Jennifer Downes	Director	2025
Shaun Kukuzke	Director	2025
Nick Pfeiffer	Director	2025
Kara Prickett	Director	2025
Gabe Schaapveld	Director	2027

School District Administration

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Dr. Corey Seymour	Superintendent
Lori Robertson	Board Secretary/Director of Finance
Ahlers & Cooney	Attorney

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## **Independent Auditor's Report**

To the Board of Education  
Clear Creek Amana Community School District  
Oxford, Iowa

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Clear Creek Amana Community School District, Iowa as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clear Creek Amana Community School District, Iowa, as of June 30, 2024, and the respective changes in financial position 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 the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Clear Creek Amana Community School District, Iowa 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.

#### ***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 the Clear Creek Amana Community School District, Iowa's 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.

## ***Auditor's 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 auditor's 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 judgement 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 Clear Creek Amana Community School District, Iowa's 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 Clear Creek Amana Community School District, Iowa's 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 the District's proportionate share of the net pension liability and schedules of contributions for the Iowa Public Employee's Retirement System and schedule of changes in the District's total OPEB liability and related ratios, and budgetary comparison information, on pages 4–15 and 58-67 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 auditing standards generally accepted in the United States of America, 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 Clear Creek Amana Community School District's basic financial statements. The other supplementary information, as listed in the table of contents and the Schedule of Expenditures of Federal Awards as required by Title 2, *U.S Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance), 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The District's basic financial statements for the years ended June 30, 2015 through 2021, which are not presented herein, were audited by other auditors whose report thereon dated February 24, 2022 expressed unmodified opinions on the basic financial statements. Their report on the Schedule of Revenues by Source and Expenditures by Function for the years ended June 30, 2015 through 2021 stated that, in their opinion, such information was fairly stated in all material respects in relation to the basic financial statements as a whole for the years ended June 30, 2015 through 2021 taken as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2025, on our consideration of the Clear Creek Amana Community School District's 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 the Clear Creek Amana Community School District's 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 Clear Creek Amana Community School District's internal control over financial reporting and compliance.

*Bohnsack & Frommelt LLP*

Moline, Illinois  
February 25, 2025

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## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

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Clear Creek Amana Community School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2024. We encourage readers to consider this information in conjunction with the District's financial statements, which follow:

#### 2024 FINANCIAL HIGHLIGHTS

- The District's overall financial position has increased from the prior year. The District showed an increase in net position of \$6,729,092 during the year ended June 30, 2024.
- Total revenues for the fiscal year ended June 30, 2024 and 2023 of \$60,713,391 and \$57,417,983 were comprised of general revenues in the amount of \$48,029,438 and \$44,892,802 and program revenues totaling \$12,683,953 and \$12,525,181, respectively.
- The District's General Fund balance increased by \$1,647,533, the unassigned fund balance increased by \$1,867,499 and the nonspendable/restricted/assigned fund balance decreased by \$219,966.
- In fiscal year 2024 the District increased long-term debt by \$19,936,186 due to the issuance of \$24,705,000 in long term debt and paid \$5,511,537 in principal and \$3,627,049 in interest.

#### USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information, as follows:

- Management's discussion and analysis introduces the basic financial statements and provides an analytical overview of the District's financial activities.
- The government-wide financial statements consist of a statement of net position and a statement of activities. These provide information about the activities of Clear Creek Amana Community School District as a whole and present an overall view of the District's finances.
- The fund financial statements tell how governmental services were financed in the short-term as well as what remains for future spending. Fund financial statements report Clear Creek Amana Community School District's operations in more detail than the government-wide statements by providing information about the most significant funds. The remaining statements provide financial information about activities for which Clear Creek Amana Community School District acts solely as an agent or custodian for the benefit of those outside of the School District.
- Notes to the financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.
- Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year, as well as presenting the schedule of the District's total OPEB liability and related ratios, and the District's proportionate share of net pension liability and related pension contributions.
- Other supplementary information provides detailed information about the nonmajor funds.

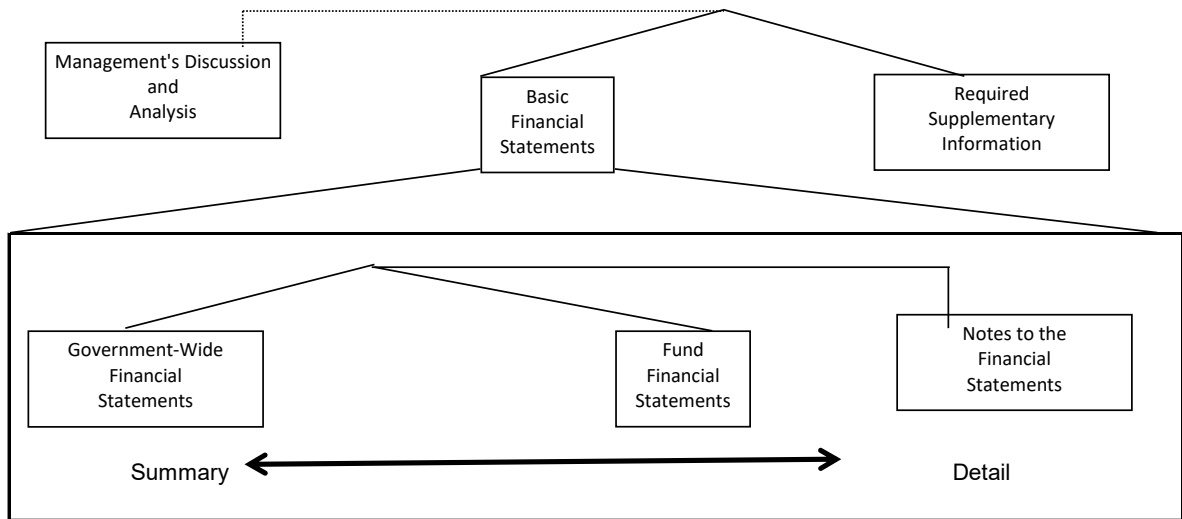
**Clear Creek Amana Community School District**

**Management's Discussion and Analysis  
Year Ended June 30, 2024**

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Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

Figure A-1  
Clear Creek Amana Community School District Annual Financial Report



**Clear Creek Amana Community School District**

**Management’s Discussion and Analysis  
Year Ended June 30, 2024**

Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain.

<b>Figure A-2 Major Features of the Government-Wide and Fund Financial Statements</b>				
Government-Wide Statements		Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services and child care	Instances in which the District administers resources on behalf of someone else, such as scholarship programs, and student activities monies
Required financial statements	Statement of net position  Statement of activities	Balance sheet  Statement of revenues, expenditures and changes in fund balances	Statement of net position  Statement of revenues, expenses and changes in net position  Statement of cash flows	Statement of fiduciary net position  Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows of resources and liabilities and deferred inflows of resources, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows of resources and liabilities and deferred inflows of resources, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

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#### REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

##### Government-Wide Financial 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 and 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 they have changed. Net position is one way to measure the District's financial position. Over time, increases or decreases in the District's net position is an indicator of whether the financial position is improving or deteriorating, respectively. To assess the District's overall health, 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 divided into two categories:

- **Governmental activities.** Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state aid finance most of these activities.
- **Business-type activities.** The District charges fees to help cover the costs of certain services it provides. The District's school nutrition, public pool, food production program and farm account program are included here.

##### 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, such as accounting for student activity funds or to show that it is properly using certain revenues such as federal grants.

The District has three 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 position 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 fund statements provide a detailed short-term view that helps 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 District-wide statements, additional information in the reconciliations following each of the governmental fund statements explains the relationship or differences between the two statements.

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

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The District's governmental funds include the General Fund, Capital Projects Fund and Debt Service Fund and nonmajor funds including the Management Fund, Student Activity Fund and Library Fund.

The required financial statements for governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

**Proprietary funds.** Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's enterprise funds, one type of proprietary fund, are the same as its business-type activities, but provide more detail and additional information, such as cash flows. The District currently has four enterprise funds, the School Nutrition Fund, Public Pool Fund, Food Production Fund, and Farm Account Fund. The District uses internal service funds, the other kind of proprietary fund, to report activities that provide supplies and services for its other programs and activities. The District currently has one internal service fund, Self-funded Insurance Fund.

The required financial statements for proprietary funds include a statement of net position, statement of revenues, expenses and changes in net position and a statement of cash flows.

**Fiduciary funds.** The District is the trustee, or fiduciary, for the assets that belong to others. These funds include the custodial fund.

*Custodial fund*—These are funds for which the District accounts for revenues and expenditures of other various club accounts.

The District is responsible for ensuring the assets reported in the fiduciary funds are used only for their intended purpose and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

Reconciliations between the government-wide financial statements and the fund financial statements follow the fund financial statements.

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position – Figure A-3 below provides a summary of the District's net position for the year ended June 30, 2024 compared to June 30, 2023.

**Figure A-3 Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total District		Total Percentage Change 2023-24
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	
Current and other assets	\$ 62,056,508	\$ 58,761,410	\$ 571,582	\$ 747,323	\$ 62,628,090	\$ 59,508,733	5.2%
Capital assets	157,602,361	129,199,829	532,139	436,823	158,134,500	129,636,652	22.0%
<b>Total assets</b>	<b>219,658,869</b>	<b>187,961,239</b>	<b>1,103,721</b>	<b>1,184,146</b>	<b>220,762,590</b>	<b>189,145,385</b>	<b>16.7%</b>
Deferred outflows of resources	6,462,081	4,635,080	167,401	124,529	6,629,482	4,759,609	39.3%
Long-term liabilities	134,978,868	112,950,415	372,885	324,654	135,351,753	113,275,069	19.5%
Other liabilities	9,561,128	6,125,395	67,238	63,972	9,628,366	6,189,367	55.6%
<b>Total liabilities</b>	<b>144,539,996</b>	<b>119,075,810</b>	<b>440,123</b>	<b>388,626</b>	<b>144,980,119</b>	<b>119,464,436</b>	<b>21.4%</b>
Deferred inflows of resources	26,938,751	25,672,665	19,902	43,685	26,958,653	25,716,350	4.8%
Net position:							
Net investment in capital assets	41,908,622	42,068,528	532,139	436,823	42,440,761	42,505,351	-0.2%
Restricted	17,325,182	11,695,784	-	-	17,325,182	11,695,784	48.1%
Unrestricted	(4,591,601)	(5,916,468)	278,958	439,541	(4,312,643)	(5,476,927)	21.3%
<b>Total net position</b>	<b>\$ 54,642,203</b>	<b>\$ 47,847,844</b>	<b>\$ 811,097</b>	<b>\$ 876,364</b>	<b>\$ 55,453,300</b>	<b>\$ 48,724,208</b>	<b>13.8%</b>

The District's combined net position increased by 13.8 percent or \$6,729,092 from the prior year net position.

The net investment in capital assets (e.g., land, construction in progress, infrastructure, buildings and equipment), less the related debt decreased \$64,590 or 0.2 percent. The District's capital assets increased by \$28,497,848. The District's capital related debt increased \$19,936,186.

Restricted net position represents resources that are subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The District's restricted net position increased \$5,629,398 from the prior year, primarily from an increase in restrictions for school infrastructure.

Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements – decreased from a deficit of \$5,476,927 to a deficit \$4,312,643.

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

Figure A-4 shows the changes in net position for the year ended June 30, 2024 compared to June 30, 2023.

**Figure A-4 Changes in Net Position From Operating Results**

	Governmental Activities		Business-Type Activities		Total District		Total Percentage Change 2023-24
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	
<b>Revenues:</b>							
Program revenues:							
Charges for services	\$ 3,364,920	\$ 3,455,410	\$ 989,355	\$ 897,745	\$ 4,354,275	\$ 4,353,155	0.0%
Operating grants and contributions and restricted interest	7,265,850	7,075,049	1,028,159	1,040,951	8,294,009	8,116,000	2.2%
Capital grants	14,000	9,113	21,669	46,913	35,669	56,026	0.0%
General revenues:							
Property tax	23,176,295	22,557,148	-	-	23,176,295	22,557,148	2.7%
Income surtax	3,261,866	3,065,533	-	-	3,261,866	3,065,533	6.4%
Utility excise tax	555,748	589,315	-	-	555,748	589,315	-5.7%
Other taxes	41,528	38,207	-	-	41,528	38,207	8.7%
Statewide sales, services and use tax	3,870,277	3,359,861	-	-	3,870,277	3,359,861	15.2%
Revenue in lieu of taxes	434,702	2,809	-	-	434,702	2,809	
Unrestricted state grants	15,486,648	13,963,002	-	-	15,486,648	13,963,002	10.9%
Unrestricted investment earnings	794,701	548,873	19,349	20,655	814,050	569,528	42.9%
Insurance recoveries	357,359	747,399	-	-	357,359	747,399	-52.2%
Other	30,965	-	-	-	30,965	-	100.0%
<b>Total revenues</b>	<b>58,654,859</b>	<b>55,411,719</b>	<b>2,058,532</b>	<b>2,006,264</b>	<b>60,713,391</b>	<b>57,417,983</b>	<b>5.7%</b>
<b>Program expenses:</b>							
Governmental activities:							
Instruction	26,372,809	24,233,148	-	-	26,372,809	24,233,148	8.8%
Support services	17,042,566	14,930,499	31,371	1,465	17,073,937	14,931,964	14.3%
Noninstructional	13,327	8,815	2,118,450	1,885,280	2,131,777	1,894,095	12.5%
Other expenditures	8,405,776	7,637,346	-	-	8,405,776	7,637,346	10.1%
<b>Total expenses</b>	<b>51,834,478</b>	<b>46,809,808</b>	<b>2,149,821</b>	<b>1,886,745</b>	<b>53,984,299</b>	<b>48,696,553</b>	<b>10.9%</b>
<b>Excess of revenues over expenses before transfers</b>	<b>6,820,381</b>	<b>8,601,911</b>	<b>(91,289)</b>	<b>119,519</b>	<b>6,729,092</b>	<b>8,721,430</b>	<b>-22.8%</b>
Transfers	(26,022)	-	26,022	-	-	-	0.0%
<b>Change in net position</b>	<b>6,794,359</b>	<b>8,601,911</b>	<b>(65,267)</b>	<b>119,519</b>	<b>6,729,092</b>	<b>8,721,430</b>	<b>-22.8%</b>
Beginning net position	47,847,844	39,245,933	876,364	756,845	48,724,208	40,002,778	21.8%
Ending net position	\$ 54,642,203	\$ 47,847,844	\$ 811,097	\$ 876,364	\$ 55,453,300	\$ 48,724,208	13.8%

#### Governmental activities:

Local tax (property tax, income surtax, utility excise tax, and other taxes) and unrestricted state grants account for 72.5 percent of the total governmental activities revenue. The District's expenses primarily relate to instructional and support services which account for 83.8 percent of the total governmental activities expenses.

The increase in total governmental activities revenue is primarily due to the increase in unrestricted state grants from an increase in supplemental state aid to 3.0% from 2.5% and an increase in total served enrollment.

Total expenses for governmental activities increased by \$5,024,670. The increase is primarily reflected in instruction and other expenditures due to increases in salaries and benefits and interest payments for long-term debt.

**Clear Creek Amana Community School District**

**Management’s Discussion and Analysis  
Year Ended June 30, 2024**

The following table presents the total and net cost of the District's major governmental activities: instruction, support services and other expenses:

**Figure A-5 Net Cost of Governmental Activities**

	Total Cost of Services		Percentage	Net Cost of Services		Percentage
			Change			Change
	June 30, 2024	June 30, 2023	2023-2024	June 30, 2024	June 30, 2023	2023-2024
Instruction	\$ 26,372,809	\$ 24,233,148	8.11%	\$ 18,272,955	\$ 16,646,807	9.8%
Support services	17,042,566	14,930,499	12.39%	16,029,137	13,388,220	19.7%
Noninstructional	13,327	8,815	33.86%	13,327	8,815	51.2%
Other expenses	8,405,776	7,637,346	9.14%	6,874,289	6,226,394	10.4%
<b>Total</b>	<b>\$ 51,834,478</b>	<b>\$ 46,809,808</b>	<b>9.69%</b>	<b>\$ 41,189,708</b>	<b>\$ 36,270,236</b>	<b>13.6%</b>

The cost financed by users of the District's programs for the year ended June 30, 2024 was \$3,364,920 compared to year ended June 30, 2023 \$3,455,410.

Federal and state governments subsidized certain programs with grants and contributions totaling \$7,279,850 for the year ended June 30, 2024 compared to year ended June 30, 2023 \$7,084,162.

The net cost of governmental activities was financed respectively for the years ended June 30, 2024 with \$23,176,295 in property tax, \$3,261,866 in income surtax, \$555,748 in utility excise tax, \$41,528 in other taxes, \$3,870,277 in statewide sales, services and use tax, \$434,702 in revenue in lieu of taxes, \$15,486,648 in unrestricted state grants, \$794,701 in unrestricted investment earnings, \$357,359 in insurance recoveries and \$30,965 in other.

**Business-Type Activities**

Revenues of the District's business-type activities were \$2,058,532 and expenses were \$2,149,821. The District's business-type activities include the following nonmajor funds: School Nutrition Fund, Public Pool Fund, Food Production Fund and the Farm Account Fund. Revenues of these activities were comprised of charges for service, federal and state reimbursements, and investment income. Revenue increased \$52,268 primarily due to school nutrition charges for services from an increase in lunch prices and participation. Expenses increased \$263,076 from increases in salaries, benefits and cost of supplies.

## **Clear Creek Amana Community School District**

### **Management's Discussion and Analysis Year Ended June 30, 2024**

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#### **INDIVIDUAL FUND ANALYSIS**

As previously noted, the Clear Creek Amana Community School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The financial performance of the District is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported combined fund balances of \$23,884,920; a decrease of \$1,307,215 from last year's ending fund balances of \$25,192,135. The decrease is primarily due to the Capital Projects Fund expenditures of \$30,592,516 on capital outlay compared to \$5,253,142 in the prior year.

#### **Governmental Fund Highlights**

The District's General Fund financial position increased by \$1,647,533. The District's General Fund revenues of \$42,893,907 reflect a \$1,974,077 increase from prior year revenue of \$40,919,830. The increase is primarily due to an increase in state funding and an increase in local tax from assessed valuation increases. Expenditures reflected an increase from \$39,156,547 in 2023 to \$41,167,150 in 2024. The increase in expenditures is primarily due to general wage increases and the timing of purchases due to supply coupled with increased costs.

The General Fund fund balance increased from a net position of \$1,644,917 to \$3,292,450.

The Capital Projects Fund fund balance decreased from \$19,560,179 in fiscal year 2023 to \$16,161,155 in fiscal year 2024. The District expended \$30,592,516 for facilities purchases and improvements in 2024 compared to \$5,253,142 in 2023. In addition, the Capital Projects Fund issued \$24,705,000 in general obligation bonds.

The Debt Service Fund fund balance increased \$162,813 from \$3,304,038 to \$3,466,851. The increase was due to revenues and transfers in exceeding the debt service expenditures.

#### **Proprietary Fund Highlights**

Enterprise funds net position decreased from \$876,364 in 2023 to \$811,097 in 2024. The decrease is primarily from the school nutrition expenses exceeding charges for services, interest, and grants revenue.

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

#### BUDGETARY HIGHLIGHTS

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds, except its internal service and fiduciary funds. Although the budget document presents functional area expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not at the fund or fund type level. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the GAAP basis. A schedule showing the original and final budget amounts compared to the District's actual financial activity is included in the required supplementary information section of this report. Since the District does not adopt a budget for individual funds, budgets for individual funds are not presented in the budgetary comparison.

The District had one budget amendment on May 15, 2024, which increased overall expenditures by \$10,414,057.

The District's total actual revenues were \$713,094 more than the total budgeted revenues due to receiving more in local sources and state funding, a variance of 1.2%.

Total expenditures were less than budgeted by \$9,774,493 primarily due to the other expenditures function.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

##### Capital Assets

As of June 30, 2024, the District had invested \$158,134,500 net of accumulated depreciation and amortization, in a broad range of capital assets, including land, buildings, athletic facilities, computers, audio-visual equipment and transportation equipment. See Figure A-6. This amount represents a net increase of \$28,497,848 from last year. More detailed information about capital assets is available in Note 5 for the financial statements. Depreciation and amortization expense for the year was \$4,261,329.

The original cost of the District's capital assets was \$197,983,598. Governmental funds account for \$196,440,486 with the remainder of \$1,543,112 the proprietary school nutrition fund.

Figure A-6 Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total District		Total Percentage Change
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	2023-24
	Land and construction in progress	\$ 39,877,772	\$ 11,221,587	\$ -	\$ -	\$ 39,877,772	\$ 11,221,587
Buildings	110,550,952	112,335,409	-	-	110,550,952	112,335,409	-1.6%
Improvements	3,479,052	3,007,690	-	-	3,479,052	3,007,690	15.7%
Machinery and equipment	3,086,962	2,282,742	532,139	436,823	3,619,101	2,719,565	33.1%
Intangible right to use lease equipment	451,669	94,685	-	-	451,669	94,685	377.0%
Intangible right to use IT subscription	155,954	257,716	-	-	155,954	257,716	-39.5%
<b>Total</b>	<b>\$ 157,602,361</b>	<b>\$ 129,199,829</b>	<b>\$ 532,139</b>	<b>\$ 436,823</b>	<b>\$ 158,134,500</b>	<b>\$ 129,636,652</b>	<b>22.0%</b>

## Clear Creek Amana Community School District

### Management's Discussion and Analysis Year Ended June 30, 2024

#### Long-Term Debt

As of June 30, 2024, the District had \$120,310,368 in long-term obligations outstanding. See Figure A-7.

**Figure A-7 Outstanding Long-Term Obligations**

	Governmental Activities		Business-Type Activities		Total District		Total Percentage Change
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	2023-24
	General obligation bonds	\$ 113,825,000	\$ 92,735,000	\$ -	\$ -	\$ 113,825,000	\$ 92,735,000
Bond premium	264,238	110,649	-	-	264,238	110,649	58.1%
Revenue bonds	5,645,000	7,220,000	-	-	5,645,000	7,220,000	-27.9%
Lease obligation	460,731	100,440	-	-	460,731	100,440	78.2%
IT subscription obligation	115,399	208,093	-	-	115,399	208,093	-80.3%
<b>Total</b>	<b>\$ 120,310,368</b>	<b>\$ 100,374,182</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 120,310,368</b>	<b>\$ 100,374,182</b>	<b>19.9%</b>

On November 30, 2023, the District issued \$6,365,000 General Obligation School Bonds, Bond Anticipation Project Notes, Series 2023. The bonds have an interest rate of 4.99%, principal is payable on June 1, 2026. Interest is payable semi annually on June 1 and December 1 until maturity on June 1, 2026.

On April 9, 2024, the District issued \$7,200,000 General Obligation School Bonds, Bond Anticipation Project Notes, Series 2024. The bonds have an interest rate of 4.0%, principal is payable on June 1, 2027. Interest is payable semi annually on June 1 and December 1 until maturity on June 1, 2027.

On June 5, 2024, the District issued \$11,140,000 General Obligation School Bonds, Series 2024. The bonds have an interest rate ranging from 3.75-8.0%, principal is payable annually on June 1. Interest is payable semi annually on June 1 and December 1 until maturity on June 1, 2044.

More detailed information about the District's long-term liabilities is available in Note 6 to the financial statements.

The District also had compensated absences payable of \$70,415 as of June 30, 2024, and termination benefits of \$176,387 which will be paid primarily from the General Fund.

#### **ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE**

At the time these financial statements were prepared and audited the District continues to monitor funding streams and manage expenditures for any potential impact of the pandemic. The District experienced minimal impact during the pandemic due to receipt of federal funds to support increased demands on operations and maintenance supplies and additional staff hours. The District will continue to use the cash reserve levy to increase the general fund balance to adequate levels and manage expenditures within enrollment growth.

Residential and commercial growth continues at a steady pace in the communities on the eastern side of the district. The District experienced valuation growth of approximately 9.3% from fiscal year 2022 to fiscal year 2024.

## **Clear Creek Amana Community School District**

### **Management's Discussion and Analysis Year Ended June 30, 2024**

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School financing is highly dependent on certified student enrollment which is the basis for the budget. Certified enrollment has increased 3,122.5 as of October 1, 2024 from 3,035.9 in October 1, 2023. The District works with a demographer to review projections annually based on housing permits, city administration and area residential and commercial developers. The demographers predict enrollment growth to increase approximately 1,000 students over the next five (5) years or an average of 200 students per year.

#### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide the District's citizens, taxpayers, customers, 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 Ms. Lori Robertson, Director of Finance, 1486 Hwy 6 NW, Oxford, IA 52322.

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**Clear Creek Amana Community School District**

**Statement of Net Position**

**June 30, 2024**

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and pooled investments	\$ 31,688,612	\$ 525,302	\$ 32,213,914
Receivables:			
Property tax:			
Delinquent	152,468	-	152,468
Succeeding year	26,146,571	-	26,146,571
Income surtax	2,471,991	-	2,471,991
Accounts	1,239,502	16,931	1,256,433
Due from other governments	357,364	-	357,364
Inventories	-	29,349	29,349
Capital assets:			
Capital assets not being depreciated:			
Land and construction in progress	39,877,772	-	39,877,772
Capital assets being depreciated, net of accumulated depreciation/amortization:			
Buildings	110,550,952	-	110,550,952
Land improvements	3,479,052	-	3,479,052
Machinery and equipment	3,086,962	532,139	3,619,101
Intangible right to use lease equipment	451,669	-	451,669
Intangible right to use IT subscription	155,954	-	155,954
<b>Total capital assets</b>	<b>157,602,361</b>	<b>532,139</b>	<b>158,134,500</b>
<b>Total assets</b>	<b>219,658,869</b>	<b>1,103,721</b>	<b>220,762,590</b>
<b>Deferred Outflows of Resources:</b>			
OPEB related deferred outflows	1,207,015	38,177	1,245,192
Pension related deferred outflows	5,255,066	129,224	5,384,290
<b>Total deferred outflows of resources</b>	<b>6,462,081</b>	<b>167,401</b>	<b>6,629,482</b>

See Notes to Basic Financial Statements.

	Governmental Activities	Business-Type Activities	Total
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>			
Liabilities:			
Accounts payable	8,544,733	5,459	8,550,192
Salaries and benefits payable	755,763	6,425	762,188
Accrued interest	260,632	-	260,632
Unearned revenue	-	55,354	55,354
Noncurrent liabilities:			
Portion due within one year:			
Compensated absences	70,415	-	70,415
Termination benefits	90,499	-	90,499
Lease obligation	114,305	-	114,305
IT subscription obligation	55,917	-	55,917
Revenue bonds	1,127,000	-	1,127,000
General obligation bonds	3,730,000	-	3,730,000
Total OPEB liability	80,988	1,992	82,980
Portion due after one year:			
Termination benefits	85,888	-	85,888
Lease obligation	346,426	-	346,426
IT subscription obligation	59,482	-	59,482
Revenue bonds	4,518,000	-	4,518,000
General obligation bonds	110,359,238	-	110,359,238
Total OPEB liability	2,063,990	69,006	2,132,996
Net pension liability	12,276,720	301,887	12,578,607
<b>Total liabilities</b>	<b>144,539,996</b>	<b>440,123</b>	<b>144,980,119</b>
Deferred inflows of resources, deferred revenue:			
Succeeding year property tax	26,146,571	-	26,146,571
OPEB related deferred inflows	696,426	17,547	713,973
Pension related deferred inflows	95,754	2,355	98,109
<b>Total deferred inflows of resources</b>	<b>26,938,751</b>	<b>19,902</b>	<b>26,958,653</b>
<b>Net Position:</b>			
Net investment in capital assets	41,908,622	532,139	42,440,761
Restricted for:			
Categorical funding	360,545	-	360,545
Debt service	3,466,251	-	3,466,251
School infrastructure	11,116,095	-	11,116,095
Management levy	514,612	-	514,612
Physical plant and equipment levy	1,417,227	-	1,417,227
Library purposes	152,702	-	152,702
Student activities	297,750	-	297,750
Unrestricted	(4,591,601)	278,958	(4,312,643)
<b>Total net position</b>	<b>\$ 54,642,203</b>	<b>\$ 811,097</b>	<b>\$ 55,453,300</b>

**Clear Creek Amana Community School District**

**Statement of Activities  
Year Ended June 30, 2024**

Functions/Programs	Expenses
Governmental activities:	
Instruction	\$ 26,372,809
Support services:	
Student	2,458,446
Instructional staff	3,062,250
Administration	5,145,589
Operation of plant	3,370,257
Transportation	3,006,024
	<u>17,042,566</u>
Noninstructional programs	<u>13,327</u>
Other:	
AEA flowthrough	1,531,487
Interest	3,607,296
Unallocated depreciation*	3,266,993
	<u>8,405,776</u>
<b>Total governmental activities</b>	<u><u>51,834,478</u></u>
Business-type activities:	
Support services:	
Administration	31,371
Noninstructional programs	<u>2,118,450</u>
<b>Total business-type activities</b>	<u>2,149,821</u>
<b>Total</b>	<u><u>\$ 53,984,299</u></u>
General revenues and transfers:	
General revenues:	
Property tax levied for:	
General purposes	
Capital outlay	
Other	
Income surtax	
Utility excise tax	
Other taxes	
Statewide sales and services tax	
Revenue in lieu of taxes	
Unrestricted state grants	
Unrestricted investment earnings	
Insurance recoveries	
Gain on sale of capital assets	
Transfers	
<b>Total general revenues and transfers</b>	
<b>Change in net position</b>	
Net position, beginning of year	
Net position, end of year	

\* This amount excludes depreciatoin expense of the various programs.  
See Notes to Basic Financial Statements.

Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Charges for Services	Operating Grants, Contributions and Restricted Interest	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
\$ 2,806,320	\$ 5,293,534	\$ -	\$ (18,272,955)	\$ -	\$ (18,272,955)
-	-	-	(2,458,446)	-	(2,458,446)
36,970	-	-	(3,025,280)	-	(3,025,280)
434,361	27,194	-	(4,684,034)	-	(4,684,034)
75,003	-	14,000	(3,281,254)	-	(3,281,254)
12,266	413,635	-	(2,580,123)	-	(2,580,123)
558,600	440,829	14,000	(16,029,137)	-	(16,029,137)
-	-	-	(13,327)	-	(13,327)
-	1,531,487	-	-	-	-
-	-	-	(3,607,296)	-	(3,607,296)
-	-	-	(3,266,993)	-	(3,266,993)
-	1,531,487	-	(6,874,289)	-	(6,874,289)
3,364,920	7,265,850	14,000	(41,189,708)	-	(41,189,708)
-	-	-	-	(31,371)	(31,371)
989,355	1,028,159	21,669	-	(79,267)	(79,267)
989,355	1,028,159	21,669	-	(110,638)	(110,638)
\$ 4,354,275	\$ 8,294,009	\$ 35,669	(41,189,708)	(110,638)	(41,300,346)
			14,804,188	-	14,804,188
			618,721	-	618,721
			7,753,386	-	7,753,386
			3,261,866	-	3,261,866
			555,748	-	555,748
			41,528	-	41,528
			3,870,277	-	3,870,277
			434,702	-	434,702
			15,486,648	-	15,486,648
			794,701	19,349	814,050
			357,359	-	357,359
			30,965	-	30,965
			(26,022)	26,022	-
			47,984,067	45,371	48,029,438
			6,794,359	(65,267)	6,729,092
			47,847,844	876,364	48,724,208
\$	\$	\$	\$ 54,642,203	\$ 811,097	\$ 55,453,300

Clear Creek Amana Community School District

Balance Sheet  
Governmental Funds  
June 30, 2024

	General	Capital Projects	Debt Service	Nonmajor Governmental Funds	Total
<b>Assets</b>					
Cash and pooled investments	\$ 6,102,232	\$ 20,779,648	\$ 3,415,213	\$ 1,151,540	\$ 31,448,633
Receivables:					
Property tax:					
Delinquent	88,064	4,990	51,390	8,024	152,468
Succeeding year	15,361,043	1,229,972	7,125,955	2,429,601	26,146,571
Income surtax	1,483,195	988,796	-	-	2,471,991
Accounts and other	1,203,289	23,297	-	12,916	1,239,502
Due from other governments	708	356,146	248	262	357,364
<b>Total assets</b>	<b>\$ 24,238,531</b>	<b>\$ 23,382,849</b>	<b>\$ 10,592,806</b>	<b>\$ 3,602,343</b>	<b>\$ 61,816,529</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ 3,226,084	\$ 5,002,926	\$ 600	\$ 7,123	\$ 8,236,733
Salaries and benefits payable	755,208	-	-	555	755,763
Due to other funds	-	-	-	200,000	200,000
<b>Total liabilities</b>	<b>3,981,292</b>	<b>5,002,926</b>	<b>600</b>	<b>207,678</b>	<b>9,192,496</b>
Deferred inflows of resources, unavailable revenue:					
Succeeding year property tax	15,361,043	1,229,972	7,125,955	2,429,601	26,146,571
Income surtax	1,483,195	988,796	-	-	2,471,991
Tuition	120,551	-	-	-	120,551
<b>Total deferred inflows of resources</b>	<b>16,964,789</b>	<b>2,218,768</b>	<b>7,125,955</b>	<b>2,429,601</b>	<b>28,739,113</b>
Fund balances:					
Restricted for:					
Categorical funding	360,545	-	-	-	360,545
Debt service	-	-	3,466,251	-	3,466,251
Management levy purposes	-	-	-	514,612	514,612
Student activities	-	-	-	297,750	297,750
School infrastructure	-	15,910,445	-	-	15,910,445
Physical plant and equipment levy	-	250,710	-	-	250,710
Public education and recreation	-	-	-	152,702	152,702
Unassigned	2,931,905	-	-	-	2,931,905
<b>Total fund balances</b>	<b>3,292,450</b>	<b>16,161,155</b>	<b>3,466,251</b>	<b>965,064</b>	<b>23,884,920</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 24,238,531</b>	<b>\$ 23,382,849</b>	<b>\$ 10,592,806</b>	<b>\$ 3,602,343</b>	<b>\$ 61,816,529</b>

See Notes to Basic Financial Statements.

## Clear Creek Amana Community School District

### Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities June 30, 2024

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Total fund balances of governmental funds	\$ 23,884,920
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	157,602,361
The Internal Service Fund is used to charge costs of the District's partially self-funded insurance plan to the governmental funds. The net position of the Internal Service Fund is therefore included under governmental activities.	131,979
Other assets are not available to pay for current period expenditures and therefore, are deferred in the funds:	
Income surtax	2,471,991
Tuition	120,551
Pension and OPEB related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds as follows:	
OPEB related deferred outflows of resources	1,207,015
OPEB related deferred inflows of resources	(696,426)
Pension related deferred outflows of resources	5,255,066
Pension related deferred inflows of resources	(95,754)
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds.	
Revenue bonds, current	(1,127,000)
Revenue bonds, noncurrent	(4,518,000)
General obligation bonds, current	(3,730,000)
General obligation bonds, noncurrent	(110,095,000)
Bond premium	(264,238)
Lease obligation	(460,731)
IT subscription obligation	(115,399)
Accrued interest	(260,632)
Termination benefits	(176,387)
Compensated absences	(70,415)
Total OPEB liability	(2,144,978)
Net pension liability	(12,276,720)
<b>Net position of governmental activities</b>	<b>\$ 54,642,203</b>

See Notes to Basic Financial Statements.

Clear Creek Amana Community School District

Statement of Revenues, Expenditures and Changes in Fund Balances  
 Governmental Funds  
 Year Ended June 30, 2024

	General	Capital Projects	Debt Service	Nonmajor Governmental Funds	Total
Revenues:					
Local sources:					
Property tax	\$ 14,804,188	\$ 618,721	\$ 6,367,835	\$ 1,385,551	\$ 23,176,295
Utility excise tax	376,028	12,802	131,850	35,068	555,748
Other tax	2,044,174	1,152,999	9,856	2,607	3,209,636
Tuition	2,051,309	-	-	-	2,051,309
Other	576,518	642,784	147,085	602,319	1,968,706
State appropriations	21,798,787	3,880,282	103,041	29,864	25,811,974
Federal appropriations	1,242,903	2,600	-	-	1,245,503
<b>Total revenues</b>	<b>42,893,907</b>	<b>6,310,188</b>	<b>6,759,667</b>	<b>2,055,409</b>	<b>58,019,171</b>
Expenditures:					
Current:					
Instruction	24,402,684	612,308	-	558,496	25,573,488
Support services:					
Student	2,436,912	-	-	-	2,436,912
Instructional staff	2,777,113	154,105	-	85,015	3,016,233
Administration	4,236,744	195,397	-	596,128	5,028,269
Operation and maintenance of plant	3,920,552	858,031	-	408,451	5,187,034
Transportation	1,854,916	659,247	-	118,671	2,632,834
	15,226,237	1,866,780	-	1,208,265	18,301,282
Noninstructional programs	6,742	-	-	6,585	13,327
Other expenditures:					
Capital outlay facilities acquisition	-	30,592,516	-	-	30,592,516
Current, AEA flowthrough	1,531,487	-	-	-	1,531,487
Debt service:					
Principal	-	-	5,511,537	-	5,511,537
Interest and fiscal fees	-	524,535	3,102,514	-	3,627,049
	1,531,487	31,117,051	8,614,051	-	41,262,589
<b>Total expenditures</b>	<b>41,167,150</b>	<b>33,596,139</b>	<b>8,614,051</b>	<b>1,773,346</b>	<b>85,150,686</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,726,757</b>	<b>(27,285,951)</b>	<b>(1,854,384)</b>	<b>282,063</b>	<b>(27,131,515)</b>
Other financing sources (uses):					
Issuance of long-term debt	-	24,705,000	-	-	24,705,000
Premium on issuance of long-term debt	-	167,864	-	-	167,864
Proceeds from insurance recoveries	443	356,916	-	-	357,359
Proceeds from sale of capital assets	-	30,965	-	-	30,965
Issuance of lease obligations	-	589,134	-	-	589,134
Transfers in	-	-	2,016,597	-	2,016,597
Transfers (out)	(79,667)	(1,962,952)	-	-	(2,042,619)
<b>Total other financing sources (uses)</b>	<b>(79,224)</b>	<b>23,886,927</b>	<b>2,016,597</b>	<b>-</b>	<b>25,824,300</b>
<b>Net change in fund balances</b>	<b>1,647,533</b>	<b>(3,399,024)</b>	<b>162,213</b>	<b>282,063</b>	<b>(1,307,215)</b>
Fund balances, beginning of year	1,644,917	19,560,179	3,304,038	683,001	25,192,135
Fund balances, end of year	\$ 3,292,450	\$ 16,161,155	\$ 3,466,251	\$ 965,064	\$ 23,884,920

See Notes to Basic Financial Statements.

**Clear Creek Amana Community School District**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities  
Year Ended June, 30 2024**

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Net change in fund balances - total governmental funds \$ (1,307,215)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the statement of net position and are allocated over their estimated useful lives as depreciation expense in the statement of activities. The amounts of capital outlays and depreciation expense in the year are as follows:

Capital outlay	\$ 32,576,742	
Depreciation expense	<u>(4,174,210)</u>	28,402,532
Gain on sale of capital assets	30,965	
Proceeds from sale of capital assets	<u>(30,965)</u>	-

The decrease in net position of the Internal Service Fund represents an undercharge to the governmental funds and is incorporated into the change in net position of governmental activities. (1,257,093)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, change in unavailable revenues

Income surtax	93,758
Tuition	120,551

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. The issuance of long-term debt increases liabilities in the statement of net position, while the repayment of long-term debt reduces long-term liabilities. The following is the detail of the net effect of these differences in the treatment of long-term debt and related items:

Payment of principal on bonds	5,190,000
Issuance of long-term debt	(24,705,000)
Bond premium	14,275
Issuance of bond premium	(167,864)
Payment of lease obligation	228,843
Issuance of lease obligation	(589,134)
Payment of IT subscription obligation	92,694
Interest expense	5,478

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds, as follows:

Termination benefits	91,605
Compensated absences	(5,975)
Total OPEB liability	(215,729)
Pension expense	<u>802,633</u>

**Change in net position of governmental activities** **\$ 6,794,359**

See Notes to Basic Financial Statements.

Clear Creek Amana Community School District

Statement of Net Position  
 Proprietary Funds  
 June 30, 2024

	Business-Type Activities, Enterprise Funds <u>Nonmajor</u>	Governmental Activities, Internal Service Fund <u>Service Fund</u>
<b>Assets</b>		
Current assets:		
Cash and pooled investments	\$ 525,302	\$ 239,979
Receivables, accounts	16,931	-
Inventories	29,349	-
Due from other funds	-	200,000
<b>Total current assets</b>	<u>571,582</u>	<u>439,979</u>
Noncurrent assets:		
Capital assets being depreciated, net of accumulated depreciation:		
Machinery and equipment	532,139	-
<b>Total noncurrent assets</b>	<u>532,139</u>	<u>-</u>
<b>Total assets</b>	<u>1,103,721</u>	<u>439,979</u>
<b>Deferred Outflows of Resources:</b>		
OPEB related deferred outflows	38,177	-
Pension related deferred outflows	129,224	-
<b>Total deferred outflows of resources</b>	<u>167,401</u>	<u>-</u>
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	5,459	308,000
Salaries and benefits payable	6,425	-
Unearned revenue	55,354	-
Total OPEB liability	1,992	-
<b>Total current liabilities</b>	<u>69,230</u>	<u>308,000</u>
Noncurrent liabilities:		
Net OPEB liability	69,006	-
Net pension liability	301,887	-
<b>Total noncurrent liabilities</b>	<u>370,893</u>	<u>-</u>
<b>Total liabilities</b>	<u>440,123</u>	<u>308,000</u>
<b>Deferred Inflows of Resources:</b>		
OPEB related deferred inflows	17,547	-
Pension related deferred inflows	2,355	-
<b>Total deferred inflows of resources</b>	<u>19,902</u>	<u>-</u>
<b>Net Position</b>		
Investment in capital assets	532,139	-
Unrestricted	278,958	131,979
<b>Total net position</b>	<u>\$ 811,097</u>	<u>\$ 131,979</u>

See Notes to Basic Financial Statements.

Clear Creek Amana Community School District

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

Year Ended June 30, 2024

	Business-Type Activities, Enterprise Funds <u>Nonmajor</u>	Governmental Activities, Internal Service Fund <u>Service Fund</u>
Operating revenues:		
Local sources:		
Charges for service	\$ 979,529	\$ 68,134
Miscellaneous	9,826	-
<b>Total operating revenues</b>	<u>989,355</u>	<u>68,134</u>
Operating expenses:		
Support services:		
Administration:		
Benefits	-	1,312,558
Services	31,041	45,724
Supplies	330	-
<b>Total support services</b>	<u>31,371</u>	<u>1,358,282</u>
Noninstructional programs:		
Salaries	709,591	-
Benefits	259,940	-
Services	315	-
Supplies	1,061,485	-
Depreciation	87,119	-
<b>Total noninstructional programs</b>	<u>2,118,450</u>	<u>-</u>
<b>Total operating expenses</b>	<u>2,149,821</u>	<u>1,358,282</u>
<b>Operating (loss)</b>	<u>(1,160,466)</u>	<u>(1,290,148)</u>
Nonoperating revenues:		
State sources	12,441	-
Federal sources	1,015,718	-
Interest on investments	19,349	33,055
<b>Total nonoperating revenues</b>	<u>1,047,508</u>	<u>33,055</u>
<b>(Loss) before capital contributions and transfers</b>	<u>(112,958)</u>	<u>(1,257,093)</u>
Transfers in	26,022	-
Capital contributions	21,669	-
<b>Total capital contributions and transfers</b>	<u>47,691</u>	<u>-</u>
<b>Change in net position</b>	<u>(65,267)</u>	<u>(1,257,093)</u>
Net position, beginning of year	876,364	1,389,072
Net position, end of year	<u>\$ 811,097</u>	<u>\$ 131,979</u>

See Notes to Basic Financial Statements.

**Clear Creek Amana Community School District**

**Statement of Cash Flows  
Proprietary Funds  
Year Ended June 30, 2024**

	Business-Type Activities, Enterprise Funds <u>Nonmajor</u>	Governmental Activities, Internal Service Fund <u>Service Fund</u>
Cash flows from operating activities:		
Cash received from:		
Charges for services	\$ 963,407	\$ -
Miscellaneous services	9,826	68,134
Cash payments to:		
Employees for services	(984,264)	(1,069,207)
Suppliers for goods and services	(954,960)	-
<b>Net cash (used in) operating activities</b>	<u>(965,991)</u>	<u>(1,001,073)</u>
Cash flows from noncapital financing activities:		
Proceeds from other funds	26,022	-
State grants received	12,441	-
Federal grants received	873,886	-
<b>Net cash provided by noncapital financing activities</b>	<u>912,349</u>	<u>-</u>
Cash flows from capital financing activities, acquisition of capital assets	<u>(160,766)</u>	<u>-</u>
Cash flows from investing activities, interest on investments	<u>19,349</u>	<u>33,055</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	(195,059)	(968,018)
Cash and cash equivalents:		
Beginning of year	720,361	1,207,997
End of year	<u>\$ 525,302</u>	<u>\$ 239,979</u>
(Continued)		

Clear Creek Amana Community School District

Statement of Cash Flows (Continued)

Proprietary Funds

Year Ended June 30, 2024

	Business-Type Activities, Enterprise Funds <u>Nonmajor</u>	Governmental Activities, Internal Service Fund <u>Service Fund</u>
Reconciliation of operating (loss) to net cash (used in) operating activities:		
Operating (loss)	\$ (1,160,466)	\$ (1,290,148)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities:		
Commodities consumed	141,832	-
Depreciation	87,119	-
(Increase) decrease in:		
Inventories	(7,036)	-
Accounts receivable	(12,282)	-
Increase (decrease) in:		
Accounts payable	3,415	-
Claims payable	-	307,275
Salaries and benefits payable	3,691	(18,200)
Net OPEB liability	5,305	-
Net pension liability	(23,729)	-
Unearned revenue	(3,840)	-
<b>Net cash (used in) operating activities</b>	<b>\$ (965,991)</b>	<b>\$ (1,001,073)</b>
Noncash investing, capital and related financing activities:		
Federal commodities	\$ 141,832	\$ -
Capital financing activities:		
Capital contributions	\$ 21,669	\$ -

See Notes to Basic Financial Statements.

Clear Creek Amana Community School District

Statement of Fiduciary Net Position

Fiduciary Fund

June 30, 2024

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	<u>Custodial Fund</u>
<b>Assets</b>	
Cash and pooled investments	\$ 48,217
Accounts receivable	1,502
<b>Total assets</b>	<u>\$ 49,719</u>
<b>Liabilities</b>	
Accounts payable	<u>\$ 3,731</u>
<b>Net position</b>	<u>\$ 45,988</u>

See Notes to Basic Financial Statements.

**Clear Creek Amana Community School District**

**Statement of Changes in Fiduciary Net Position**

**Fiduciary Fund**

**Year Ended June 30, 2024**

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	<u>Custodial Fund</u>
<b>Additions</b>	
Contributions	<u>\$ 45,735</u>
<b>Deductions</b>	
Program supplies	<u>25,840</u>
<b>Change in net position</b>	19,895
Net position, beginning of year	26,093
Net position, end of year	<u><u>\$ 45,988</u></u>

See Notes to Basic Financial Statements.

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## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies

##### Reporting entity:

The Clear Creek Amana Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. Additionally, the District either operates or sponsors various adult education programs. These courses include remedial education as well as career and technical and recreational courses. The geographic area served includes the cities of Coralville, North Liberty, Oxford, Tiffin and the Seven Villages of the Amana Colonies, Iowa, and agricultural territory in Johnson and Iowa Counties. The District is governed by a Board of Education whose members are elected on a nonpartisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

For financial reporting purposes, Clear Creek Amana Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the District. The Clear Creek Amana Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly governed organizations: The District participates in a jointly governed organization that provides services to the District but do not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Johnson and Iowa County Assessors' Conference Board.

##### Basis of presentation:

Government-wide financial statements: The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from the statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of net position presents the District's nonfiduciary assets and liabilities, with the difference reported as net position. Net position is reported in three categories:

*Net investment in capital assets:* Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of those assets.

*Restricted net position:* Result when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net position:* Consist of net position that does not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources that are imposed by management, but can be removed or modified.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions and interest that are restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements: Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as other nonmajor governmental funds.

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted or in this fund. From the fund are paid the general operating expenses, including instructional, support and other costs.

The Capital Projects Fund is utilized to account for all resources used in the acquisition and construction of capital facilities and other capital assets.

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. Revenue of the fund primarily consists of property taxes.

The District reports the following nonmajor governmental funds:

The Management Fund, a special revenue fund, is utilized to account for the payment of property insurance as well as early retirement incentives.

The Student Activity Fund, a special revenue fund, is utilized to account for the various student run organizations and athletic accounts of the District.

The Library Fund, accounts for the resources used to establish and maintain the Library of the District.

The District reports the following nonmajor proprietary funds:

The District's proprietary funds are the enterprise funds and the Internal Service Fund.

The School Nutrition Fund is a nonmajor enterprise fund used to account for the food service operations of the District.

The Public Pool Fund is a nonmajor enterprise fund used to account for the public pool operations of the District.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

The Food Production Fund is a nonmajor enterprise fund used to account for crop production and sales for educational purposes.

The Farm Account Fund is a nonmajor enterprise fund used to account for the farm operations of the District.

The Internal Service Fund is used to account for the self-funded health insurance plan of the District. The Internal Service Fund is charged back to the governmental funds and shown combined in the statement of net position and statement of activities. This chargeback is based on a percentage of total employees by the participants' various functional areas.

The District also reports fiduciary funds which focus on net position and changes in net position. The District's fiduciary funds include the following:

The Custodial Fund is used to account for assets held by the District as an agent for individuals, private organizations and other governments. Specifically, these are funds for which the District accounts for revenue collected for faculty accounts such as purchase of pop and related expenditures, and for funds collected for other various special group accounts.

#### Measurement focus and basis of accounting:

The government-wide and proprietary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year-end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases and subscription obligations are reported as other financing sources.

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there is both restricted and unrestricted net position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

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 principle ongoing operations. The principle operating revenues of the District's enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The following accounting policies are followed in preparing the financial statements.

#### Cash, pooled investments and cash equivalents:

The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the non-negotiable certificates of deposit which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have a maturity date no longer than three months.

#### Property taxes:

Property taxes receivable is recognized in the funds on the levy date that the tax asking is certified by the Board of Education to the County Board of Supervisors. Current year delinquent property taxes receivable represents unpaid taxes from the current year. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the Board of Education is required to certify its budget to the County Auditor by April 15 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is recorded as a deferred inflow and will not be recorded as revenue until the year for which it is levied.

Property tax revenue recognized in these funds became due and collectible in September and March of the fiscal year with a 1½ percent per month penalty for delinquent payments; is based on January 1, 2022 assessed property valuations; is for the tax accrual period July 1, 2023 through June 30, 2024 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2023.

#### Due from other governments:

Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants, and reimbursements from other governments.

#### Inventories:

The Enterprise Fund inventories are held for resale and are accounted for using the consumption method by which inventory acquisitions are recorded in inventory accounts when purchased or received by other means and are charged to operations when consumed or sold. The enterprise fund inventory consists primarily of food, with purchased food recorded at the lower cost (first-in, first-out method), or market and food commodities which were received from the federal government and recorded at the contributed value as of the date received.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

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**Note 1. Significant Accounting Policies (Continued)**

**Prepaid items:**

The District accounts for the prepaid items by using the purchases method. Items prepaid include postage, registration and insurance.

**Capital assets:**

Capital assets, which include property, machinery and equipment and intangibles, are reported in the applicable governmental or business-type activities columns in the government-wide statement of net position. Capital assets are recorded at historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of donation. The costs 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 defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years.

Assets	Amount
Land	\$ 1
Buildings	5,000
Land improvements	5,000
Intangibles	100,000
Machinery and equipment	
School Nutrition Fund equipment	500
Other machinery and equipment	5,000

Land is not depreciated. Buildings, land improvements, machinery and equipment and intangibles are depreciated/amortized using the straight-line method of depreciation over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings	50 years
Land improvements	5-25 years
Machinery and equipment	3-20 years

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

##### Salaries and benefits payable:

Payroll and related payroll taxes and benefits for teachers with annual contracts corresponding to the school year, but which have balances payable in July and August 2024, have been accrued as a liability as it is applicable to the fiscal year ended June 30, 2024.

##### Leases:

The District is a lessee for noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset in the governmental activities of the government-wide financial statements.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs to place the asset in service. Subsequently, the lease asset is amortized on a straight-line basis over the life of the lease.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

##### Subscription-Based Information Technology Arrangements (SBITA):

The District has entered into contracts that convey control of the right to use information technology software. The District has recognized IT subscription liabilities and intangible right-to-use IT subscription assets in the government-wide financial statements.

At the commencement of the IT subscription term, the District initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the IT subscription liability is reduced by the principal portion of payments made. The right-to-use an IT subscription asset is initially measured as the sum of the initial IT subscription liability, adjusted for payments made at or before the commencement date, plus capitalization implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use IT subscription asset is amortized on a straight-line basis over its useful life.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

Key estimates and judgments related to IT subscription arrangements include how the District determines the discount rate it uses to discount the expected payments to present value, term and payments.

The District uses the interest rate charged by the IT subscription vendor as the discount rate. When the interest rate charged by the vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate.

The IT subscription term includes the noncancellable period of the subscription. Payments included in the measurement of the liability are composed of fixed payments.

The District monitors changes in circumstances that would require a remeasurement of its IT subscription and will remeasure the right-to-use IT subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use IT subscription assets are reported with other capital assets and IT subscription liabilities are reported with long-term debt on the statement of net position.

#### Unearned Revenue:

Proprietary funds defer revenue recognition in connection with resources that have been received but not earned. Unearned revenue in the governmental funds arises when assets are recognized before revenue recognition criteria have been satisfied. Unearned revenue consists primarily of grant advances, school registration fees and meal deposits collected for the programs and services in the next school year.

#### Compensated absences:

District employees accumulate a limited amount of earned but unused vacation benefits payable to employees that are generally liquidated within one year as employees are only allowed to carry over five days which must be used in the next fiscal year. Vacation pay is payable to employees upon retirement or termination. Sick leave does not vest. Compensated absences are reported in governmental funds only if they have matured. The cost of vacation payments expected to be liquidated currently is recorded as a long-term liability on the statement of net position and will be paid in the future primarily from the General Fund. The compensated absences liability has been computed based on rates of pay in effect as of June 30, 2024. The full balance is due within a year.

#### Cash flows:

For the purpose of cash flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

#### Pensions:

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

##### Total OPEB liability:

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information has been determined based on the District's actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The total OPEB liability attributable to the governmental activities will be paid primarily by the General Fund.

##### Fund balances:

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable: Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted: Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed: Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the Board of Education through resolution approved prior to year-end. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned: Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The authority to assign fund balances has been delegated to the Director of Business Affairs by the Board of Education.

Unassigned: All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Residual deficit amounts of other governmental funds would also be reported as unassigned.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less restrictive classifications – assigned and then unassigned fund balances.

##### Deferred outflows/inflows of resources:

In addition to assets, the balance sheet and/or statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The District has pension and other post-employment benefit related deferred outflows that qualify for reporting in this category.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

In addition to liabilities, the balance sheet and/or statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District reports unavailable revenue in the governmental funds balance sheet from property tax, tuition, and income surtax. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. In the District's government-wide statements, only the succeeding year property tax revenues remain as a deferred inflow of resources under the full accrual basis of accounting and will become an inflow in the year for which levied. The District also reports pension and other post-employment benefit related deferred inflows in the government-wide statements and the proprietary fund statements.

#### Net Position:

In the government-wide statement of net position and the proprietary funds, net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. As of June 30, 2024, unspent debt proceeds were \$9,619,555. Net position is reported as restricted when there are limitations imposed on their use through enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Net position restricted through enabling legislation consists of \$360,545 for categorical funding, \$3,466,251 for debt service, \$11,116,095 for school infrastructure, \$514,612 for management levy, \$1,417,227 for physical plant and equipment levy, \$152,702 for library purposes and \$297,750 for student activities.

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

#### Interfund transactions:

Transactions among District funds would be treated as revenues and expenditures or expenses if they involved organizations external to the District and are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expected, are separately reported in the respective fund's operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" in the fund financial statements. Any residual balances outstanding are reported in the government-wide financial statements as "internal balances".

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 1. Significant Accounting Policies (Continued)

##### Estimates:

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

#### Note 2. Budgets and Budgetary Accounting

In accordance with the Code of Iowa, the District's Board of Education annually adopts a single district-wide budget and approves the related appropriations following required public notice and hearing for all funds except the internal service fund and fiduciary fund. The budgets and related appropriations as well as the financial statements are prepared on the modified accrual basis or accrual basis of accounting. The budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control for the certified budget is based upon four major classes of disbursements known as functional areas, not by fund. These four functional areas are instruction, support services, noninstructional programs and other expenditures. The Code of Iowa also provides that District disbursements in the General Fund may not exceed the amount authorized by the school finance formula.

The Board of Education follows these procedures in establishing budgetary data reflected in the financial statements:

- In accordance with the Statutes of the State of Iowa, prior to March 15, the Board Secretary submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures or expense and the means of financing them for the upcoming year, along with estimates for the current and actual data for the preceding years. This budget is submitted in summary form, with an administrative control. The legal level of control for the detailed budget is at the functional area level.
- Public hearings are required to be conducted to obtain taxpayer comment.
- Prior to April 15, the budget is legally enacted through certification from the County Auditor.
- Management is authorized to transfer budgeted amounts between departments within any functional area; however, any revisions that alter the total expenditures or expenses of any functional area must be approved by the Board of Education.
- The Board of Education may amend the budget during the year by holding public hearings and certifying the amendment with the County Auditor.
- Appropriations lapse at the end of each fiscal year.
- The budget cannot be amended without the approval of the Board of Education.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

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**Note 3. Deposits and Investments**

The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities, certificates of deposit and other evidenced of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

The District’s cash and pooled investment consisted of depository accounts at financial institutions.

Custodial credit risk: The District’s deposits in banks as of June 30, 2024 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This Chapter provides for additional assessments against the depositories to insure there will be no loss of public funds. The District does not have a separate custodial credit risk policy from state statutes.

Credit risk: The District does not have a separate credit risk risk policy from state statutes. The District does not have any investments as of June 30, 2024.

**Note 4. Interfund Activity**

The detail of interfund receivables and payable at June 30, 2024 are as follows:

Receivable Fund	Payable Fund	Amount
Internal Service Fund	Nonmajor fund, Management Fund	\$ 200,000

The interfund balances will be repaid from taxes received in the fall and were necessary for cash flow purposes.

The detail of transfers for the year ended June 30, 2024 is as follows:

Transfer To	Transfer From	Amount
Major fund, Debt Service Fund	Major fund, General Fund	\$ 53,645
Major fund, Debt Service Fund	Major fund, Capital Projects Fund	1,962,952
Nonmajor enterprise fund, Nutrition Fund	Major fund, General Fund	26,022
<b>Total</b>		<b>\$ 2,042,619</b>

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.

The transfer from the General Fund to the Debt Service Fund was for principal and interest payments on the IT subscription and lease obligations.

The transfer from the Capital Projects Fund to the Debt Service Fund was for principal and interest payments on the revenues bonds.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 5. Capital Assets**

A summary of changes capital assets is as follows:

	Balance Beginning of Year	Increases	Decreases	Balance End of Year
Governmental activities:				
Capital assets not being depreciated/amortized:				
Land	\$ 6,247,718	\$ -	\$ -	\$ 6,247,718
Construction in progress	4,973,869	29,469,447	813,262	33,630,054
<b>Total capital assets not being depreciated/amortized</b>	<b>11,221,587</b>	<b>29,469,447</b>	<b>813,262</b>	<b>39,877,772</b>
Capital assets being depreciated/amortized:				
Land improvements	138,591,396	983,768	-	139,575,164
Buildings and building equipment	6,158,315	806,505	-	6,964,820
Machinery and equipment	7,937,519	1,518,832	327,556	9,128,795
Intangible right to use lease equipment	568,106	589,134	568,106	589,134
Intangible right to use IT subscription	398,975	22,318	116,492	304,801
<b>Total capital assets being depreciated</b>	<b>153,654,311</b>	<b>3,920,557</b>	<b>1,012,154</b>	<b>156,562,714</b>
Less accumulated depreciation/ amortization for:				
Land improvements	26,255,987	2,768,225	-	29,024,212
Buildings and building equipment	3,150,625	335,143	-	3,485,768
Machinery and equipment	5,654,777	714,612	327,556	6,041,833
Intangible right to use lease equipment	473,421	232,150	568,106	137,465
Intangible right to use IT subscription	141,259	124,080	116,492	148,847
<b>Total accumulated depreciation and amortization</b>	<b>35,676,069</b>	<b>4,174,210</b>	<b>1,012,154</b>	<b>38,838,125</b>
<b>Total capital assets being depreciated/amortized, net</b>	<b>117,978,242</b>	<b>(253,653)</b>	<b>-</b>	<b>117,724,589</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 129,199,829</b>	<b>\$ 29,215,794</b>	<b>\$ 813,262</b>	<b>\$ 157,602,361</b>
Business-type activities:				
Capital assets being depreciated:				
Machinery and equipment	\$ 1,360,677	\$ 182,435	\$ -	\$ 1,543,112
Less accumulated depreciation	923,854	87,119	-	1,010,973
<b>Total capital assets being depreciated, net</b>	<b>436,823</b>	<b>95,316</b>	<b>-</b>	<b>532,139</b>
<b>Business-type activities capital assets, net</b>	<b>\$ 436,823</b>	<b>\$ 95,316</b>	<b>\$ -</b>	<b>\$ 532,139</b>

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 5. Capital Assets (Continued)**

Depreciation and amortization expense was charged by the District as follows:

Governmental activities:		
Instruction:	\$	383,477
Support services:		
Instructional staff		1,454
Administration		40,345
Operation and maintenance of plant		132,329
Transportation		349,612
Unallocated depreciation		3,266,993
<b>Total governmental activities depreciation/amortization expense</b>	<b>\$</b>	<b>4,174,210</b>
Business-type activities:		
Food services		87,119
<b>Total business-type activities depreciation expense</b>	<b>\$</b>	<b>87,119</b>

**Note 6. General Long-Term Debt**

A summary of changes in general long-term debt for the year ended June 30, 2024:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 92,735,000	\$ 24,705,000	\$ 3,615,000	\$ 113,825,000	\$ 3,730,000
Bond premium	110,649	167,864	14,275	264,238	-
Revenue bonds- direct placement	7,220,000	-	1,575,000	5,645,000	1,127,000
Lease obligation	100,440	589,134	228,843	460,731	114,305
IT subscription obligation	208,093	-	92,694	115,399	55,917
Termination benefits	267,992	-	91,605	176,387	90,499
Compensated absences	64,440	70,415	64,440	70,415	70,415
Net pension liability	10,601,410	1,675,310	-	12,276,720	-
Total OPEB liability	1,642,391	502,587	-	2,144,978	80,988
<b>Total</b>	<b>\$ 112,950,415</b>	<b>\$ 27,710,310</b>	<b>\$ 5,681,857</b>	<b>\$ 134,978,868</b>	<b>\$ 5,269,124</b>
Business-type activities:					
Net pension liability	\$ 266,015	\$ 35,872	\$ -	\$ 301,887	\$ -
Total OPEB liability	58,639	12,359	-	70,998	1,992
<b>Total</b>	<b>\$ 324,654</b>	<b>\$ 48,231</b>	<b>\$ -</b>	<b>\$ 372,885</b>	<b>\$ 1,992</b>

Lease obligations, compensated absences, OPEB liabilities and pension liabilities are generally liquidated by the General Fund. Termination benefits are generally liquidated by the management fund.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

#### Note 6. General Long-Term Debt (Continued)

##### Termination Benefits:

The District offered a voluntary early retirement plan to its employees in fiscal year 2021. Eligible licensed employees had to be at least age fifty-seven and had to have completed at least twelve years of full-time service to the District. Eligible classified employees had to be at least age fifty-seven and had to have completed at least twenty years of full-time service to the District. Employees had to complete an application which was required to be approved by the Board of Education. There was no early retirement plan offered to employees in fiscal year 2024.

The early retirement cash stipend benefit for each eligible employee is equal to \$37,500, payable over five years. Early retirement cash stipend benefits will be paid into a 403b plan in November of each year, beginning November 2021.

All employees who retire from the District are eligible to continue their health insurance coverage in the District group health at their own expense.

At June 30, 2024, the District has obligations to fourteen participants with a total liability of \$176,387. Actual early retirement expenditures for the year ended June 30, 2024 totaled \$91,605. The cost of early retirement payments is recorded as a long-term liability of the Governmental Activities in the government-wide financial statements.

##### General Obligation Bonds:

On November 30, 2023, the District issued \$6,365,000 General Obligation School Bonds, Bond Anticipation Project Notes, Series 2023. The bonds have an interest rate of 4.990%, principal is payable on June 1, 2026. Interest is payable semi annually on June 1 and December 1 until maturity of June 1, 2026.

On April 9, 2024, the District issued \$7,200,000 General Obligation School Bonds, Bond Anticipation Project Notes, Series 2024. The bonds have an interest rate of 4.0%, principal is payable on June 1, 2027. Interest is payable semi annually on June 1 and December 1 until maturity of June 1, 2027.

On June 5, 2024, the District issued \$11,140,000 General Obligation School Bonds Series 2024. The bonds have an interest rate ranging from 3.75-8.0%, principal is payable annually beginning on June 1, 2025. Interest is payable semi annually on June 1 and December 1 until maturity of June 1, 2044.

Details of the District's June 30, 2024 general obligation bond indebtedness is as follows:

Year ending June 30:	Rate	Bond Issue June 3, 2015			Rate	Bond Issue June 1, 2016		
		Principal	Interest	Total		Principal	Interest	Total
2025	2.75%	\$ 300,000	\$ 205,550	\$ 505,550	3.00%	\$ 35,000	\$ 143,100	\$ 178,100
2026	2.75%	340,000	197,300	537,300	3.00%	40,000	142,050	182,050
2027	3.00%	350,000	187,950	537,950	3.00%	40,000	140,850	180,850
2028	3.00%	360,000	177,450	537,450	3.00%	40,000	139,650	179,650
2029	3.00%	350,000	166,650	516,650	3.00%	40,000	138,450	178,450
2030-2034	3.00%	1,745,000	676,650	2,421,650	3.00%	170,000	675,300	845,300
2035-2039	3.00%	3,460,000	103,800	3,563,800	3.00%	4,130,000	250,950	4,380,950
<b>Total</b>		<b>\$ 6,905,000</b>	<b>\$ 1,715,350</b>	<b>\$ 8,620,350</b>		<b>\$ 4,495,000</b>	<b>\$ 1,630,350</b>	<b>\$ 6,125,350</b>

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 6. General Long-Term Debt (Continued)**

Year ending June 30:	Rate	Bond Issue December 20, 2017			Rate	Bond Issue June 5, 2018		
		Principal	Interest	Total		Principal	Interest	Total
2025	3.00%	\$ 280,000	\$ 267,406	\$ 547,406	2.63%	\$ 230,000	\$ 320,098	\$ 550,098
2026	3.00%	285,000	259,006	544,006	3.00%	235,000	314,060	549,060
2027	3.00%	295,000	250,456	545,456	3.00%	245,000	307,010	552,010
2028	3.00%	300,000	241,606	541,606	3.00%	255,000	299,660	554,660
2029	3.00%	310,000	232,606	542,606	3.00%	260,000	292,010	552,010
2030-2034	3.00%	1,695,000	1,017,831	2,712,831	3.0-3.1%	1,415,000	1,337,405	2,752,405
2035-2039	3.0-3.125%	5,560,000	475,369	6,035,369	3.25-4.0%	6,000,000	878,800	6,878,800
<b>Total</b>		<b>\$ 8,725,000</b>	<b>\$ 2,744,280</b>	<b>\$ 11,469,280</b>		<b>\$ 8,640,000</b>	<b>\$ 3,749,043</b>	<b>\$ 12,389,043</b>

Year ending June 30:	Rate	Bond Issue and Refunding Bond June 13, 2019			Rate	Bond Issue May 21, 2020		
		Principal	Interest	Total		Principal	Interest	Total
2025	2.00%	\$ 1,730,000	\$ 967,900	\$ 2,697,900	3.00%	\$ 35,000	\$ 209,550	\$ 244,550
2026	2.00%	2,760,000	933,300	3,693,300	3.00%	20,000	208,500	228,500
2027	2.00%	2,640,000	878,100	3,518,100	3.00%	195,000	207,900	402,900
2028	3.00%	2,800,000	825,300	3,625,300	3.00%	100,000	202,050	302,050
2029	3.00%	2,800,000	741,300	3,541,300	3.00%	205,000	199,050	404,050
2030-2034	3.00%	16,045,000	2,365,950	18,410,950	3.00%	630,000	917,400	1,547,400
2035-2039	3.00%	5,865,000	844,350	6,709,350	3.00%	240,000	855,750	1,095,750
2040-2042	3.00%	-	-	-	3.00%	5,560,000	166,800	5,726,800
<b>Total</b>		<b>\$ 34,640,000</b>	<b>\$ 7,556,200</b>	<b>\$ 42,196,200</b>		<b>\$ 6,985,000</b>	<b>\$ 2,967,000</b>	<b>\$ 9,952,000</b>

Year ending June 30:	Rate	Refunding Bond Issue February 17, 2021			Rate	Bond Issue June 16, 2022		
		Principal	Interest	Total		Principal	Interest	Total
2025	1.00%	\$ 950,000	\$ 9,500	\$ 959,500	8.63%	\$ 120,000	\$ 631,350	\$ 751,350
2026	N/A	-	-	-	8.63%	80,000	621,000	701,000
2027	N/A	-	-	-	8.63%	85,000	614,100	699,100
2028	N/A	-	-	-	8.63%	85,000	606,769	691,769
2029	N/A	-	-	-	8.63%	100,000	599,437	699,437
2030-2034	N/A	-	-	-	6.625-8.625%	605,000	2,872,194	3,477,194
2035-2039	N/A	-	-	-	4.250-4.375%	800,000	2,678,425	3,478,425
2040-2043	N/A	-	-	-	4.125-4.375%	12,270,000	1,282,531	13,552,531
<b>Total</b>		<b>\$ 950,000</b>	<b>\$ 9,500</b>	<b>\$ 959,500</b>		<b>\$ 14,145,000</b>	<b>\$ 9,905,806</b>	<b>\$ 24,050,806</b>

Year ending June 30:		Bond Issue June 5, 2023				Bond Anticipation Projects Notes, Series 2023 November 30, 2023		
		Principal	Interest	Total		Principal	Interest	Total
2025	4.50%	\$ -	\$ 163,575	\$ 163,575	4.99%	\$ -	\$ 477,303	\$ 477,303
2026	4.50%	-	163,575	163,575	4.99%	6,365,000	317,613	6,682,613
2027	4.50%	-	163,575	163,575	N/A	-	-	-
2028	4.50%	-	163,575	163,575	N/A	-	-	-
2029	4.00%	-	163,575	163,575	N/A	-	-	-
2030-2034	4.50%	-	817,875	817,875	N/A	-	-	-
2035-2039	4.50%	-	817,875	817,875	N/A	-	-	-
2040-2043	4.50%	3,635,000	797,875	4,432,875	N/A	-	-	-
<b>Total</b>		<b>\$ 3,635,000</b>	<b>\$ 3,251,500</b>	<b>\$ 6,886,500</b>		<b>\$ 6,365,000</b>	<b>\$ 794,916</b>	<b>\$ 7,159,916</b>

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

#### Note 6. General Long-Term Debt (Continued)

Year ending June 30:	Bond Anticipation Project Notes, Series 2024 April 9, 2024			Bond Issue Series 2024 June 5, 2024				
	Principal	Interest	Total	Principal	Interest	Total		
2025	4.00%	\$ -	\$ 329,600	\$ 329,600	8.00%	\$ 50,000	\$ 476,478	\$ 526,478
2026	4.00%	-	288,000	288,000	8.00%	-	477,831	477,831
2027	4.00%	7,200,000	288,000	7,488,000	8.00%	45,000	477,831	522,831
2028	N/A	-	-	-	8.00%	55,000	474,231	529,231
2029	N/A	-	-	-	8.00%	60,000	469,831	529,831
2030-2034	N/A	-	-	-	3.75-8.0%	365,000	2,273,756	2,638,756
2035-2039	N/A	-	-	-	3.75-4.0%	480,000	2,178,406	2,658,406
2040-2043	N/A	-	-	-	4.0-4.25%	10,085,000	1,959,750	12,044,750
<b>Total</b>		<b>\$ 7,200,000</b>	<b>\$ 905,600</b>	<b>\$ 8,105,600</b>		<b>\$ 11,140,000</b>	<b>\$ 8,788,114</b>	<b>\$ 19,928,114</b>

Year ending June 30:	Total		
Principal	Interest	Total	Total
2025	\$ 3,730,000	\$ 4,201,410	\$ 7,931,410
2026	10,125,000	3,922,235	14,047,235
2027	11,095,000	3,515,772	14,610,772
2028	3,995,000	3,130,291	7,125,291
2029	4,125,000	3,002,909	7,127,909
2030-2034	22,670,000	12,954,361	35,624,361
2035-2039	26,535,000	9,083,725	35,618,725
2040-2043	31,550,000	4,206,956	35,756,956
<b>Total</b>	<b>\$113,825,000</b>	<b>\$ 44,017,659</b>	<b>\$ 157,842,659</b>

#### Revenue Bonds

Details of the District's June 30, 2024 direct placement statewide sales, services and use tax revenue bonded indebtedness are as follows:

Year ending June 30:	Rate	Direct Placement Bond Issue June 3, 2019			Rate	Direct Placement Refunding Bond Issue June 4, 2021		
		Principal	Interest	Total		Principal	Interest	Total
2025	2.66%	\$ 140,000	\$ 67,298	\$ 207,298	0.92%	\$ 987,000	\$ 26,390	\$ 1,013,390
2026	2.66%	150,000	63,574	213,574	0.92%	994,000	17,291	1,011,291
2027	2.66%	165,000	59,584	224,584	0.92%	994,000	8,147	1,002,147
2028	2.66%	600,000	55,195	655,195	0.92%	140,000	966	140,966
2029	2.66%	975,000	39,235	1,014,235		-	-	-
2030	2.660%	500,000	6,650	506,650		-	-	-
<b>Total</b>		<b>\$ 2,530,000</b>	<b>\$ 291,536</b>	<b>\$ 2,821,536</b>		<b>\$ 3,115,000</b>	<b>\$ 52,794</b>	<b>\$ 3,167,794</b>

Year ending June 30:	Total- Direct Placement		
Principal	Interest	Total	Total
2025	\$ 1,127,000	\$ 93,688	\$ 1,220,688
2026	1,144,000	80,865	1,224,865
2027	1,159,000	67,731	1,226,731
2028	740,000	56,161	796,161
2029	975,000	39,235	1,014,235
2030	500,000	6,650	506,650
<b>Total</b>	<b>\$ 5,645,000</b>	<b>\$ 344,330</b>	<b>\$ 5,989,330</b>

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

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**Note 6. General Long-Term Debt (Continued)**

The District has pledged future statewide sales, services and use tax revenues to repay the revenue bonds. The bonds were issued for the purpose of refunding the prior revenue bonds and financing the costs of construction of a transportation/maintenance facility and the purchase of land for future school construction. The bonds are payable solely from the proceeds of the statewide sales, services and use tax revenues received by the District and are payable through 2030. The bonds are not a general obligation of the District and the debt is not subject to the constitutional debt limitation of the District. Annual principal and interest payments on the bonds are expected to require approximately 74 percent of the statewide sales, services and use tax revenues. The total principal and interest remaining to be paid on the bonds is \$5,989,330. For the current year, principal of \$1,575,000 and interest of \$107,338 was paid on the bonds and total statewide sales, services and use tax revenues were \$3,870,277.

The resolutions providing for the issuance of school infrastructure sales, services and use tax revenue bonds include the following provisions:

1. The bonds will be redeemed from the future earnings of the school infrastructure sales, services and use tax revenues by the District and the bond holders hold a lien on the future revenues received.
2. Sufficient monthly deposits amounting to one twelfth of the next principal payment and one sixth of the next interest payment shall be made to the sinking funds for the purpose of making the bond principal and interest payments when due.
3. Any monies remaining in the revenue funds after the required transfer to the sinking funds may be transferred to the project fund to be used for any lawful purpose.

**Leases:**

The District has entered into a lease agreement for printer equipment. As of June 30, 2024, the value of the lease liability was \$460,731. The lease agreement has an interest rate of 3.0 percent with final maturity on June 30, 2028.

Year ending June 30:	Leased Equipment			
	Rate	Principal	Interest	Total
2025	3.00%	\$ 114,305	\$ 14,304	\$ 128,609
2026	3.00%	118,370	10,238	128,608
2027	3.00%	122,581	6,028	128,609
2028	3.00%	105,475	1,699	107,174
<b>Total</b>		<b>\$ 460,731</b>	<b>\$ 32,269</b>	<b>\$ 493,000</b>

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 6. General Long-Term Debt (Continued)**

**Subscription Based Information Technology Arrangements (SBITA):**

The District has entered into subscription based information technology arrangements. The arrangements has an interest rate of 3.0 percent with final maturity on June 30, 2027. The future principal and interest payments as of June 30, 2024 were as follows:

Year ending June 30:	SBITA			
	Rate	Principal	Interest	Total
2025	3.00%	\$ 55,917	\$ 3,464	\$ 59,381
2026	3.00%	29,301	1,785	31,086
2027	3.00%	30,181	905	31,086
<b>Total</b>		<b>\$ 115,399</b>	<b>\$ 6,154</b>	<b>\$ 121,553</b>

**Note 7. Postemployment Benefits Other Than Pensions (OPEB)**

**General Information about the OPEB Plan**

Plan description: The District's defined benefit OPEB plan, the Clear Creek Amana Community School District Postemployment Plan Other Than Pensions (the Plan), provides postemployment benefits for eligible participants enrolled in its plans. The Plan is a single-employer retiree benefit plan which provides medical and prescription drug benefits for retirees and their spouses. The medical/prescription drug coverage is provided through a self-funded plan with stop-loss limits from First Administrators. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

Benefits provided: Individuals who are employed by Clear Creek Amana District are eligible to participate in the group health plan are eligible to continue healthcare benefits upon retirement. Retirees under age 65 pay the same premium for the medical and prescription drug benefits as active employees, which results in an implicit rate subsidy and an OPEB liability. The full monthly premium rates effective July 1, 2024 for each plan are as shown below:

Rate Tier	\$500 deductible	\$1,000 deductible	\$3,000 deductible
Single	\$ 642	\$ 618	\$ 671
Family	1,215	1,166	1,265

Employees covered by benefit terms: At June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	9
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	486
	495

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 7. Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

Total OPEB Liability: The District's total OPEB liability of \$2,215,976 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2023 for a reporting date of June 30, 2024.

Actuarial assumptions and other inputs: The total OPEB liability in the rolled forward June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50% per annum
Salary increases	3.25% per annum
Discount rate	3.97% per annum
Retirees' share of benefit-related costs	100%
Health care cost trend rate	7.6% for FY2024, gradually decreasing over several decades to an ultimate rate of 3.9% in FY2076 and later years.

The discount rate was based on the Fidelity GO AA 20 Year index. Mortality rates were based on the RP-2014 mortality tables with projected mortality improvements based on scale MP-2017, and other adjustments. The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period 2010– 2022.

**Changes in the Total OPEB Liability**

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at July 1, 2023	\$ 1,701,030	\$ -	\$ 1,701,030
Changes for the year:			
Service cost	154,919	-	154,919
Interest	70,038	-	70,038
Changes of benefit terms	-	-	-
Differences between expected and actual experience	715,116	-	715,116
Changes in assumptions or other inputs	(342,148)	-	(342,148)
Benefit payments	(82,979)	-	(82,979)
Other changes	-	-	-
Net changes	514,946	-	514,946
Balance at June 30, 2024	<u>\$ 2,215,976</u>	<u>\$ -</u>	<u>\$ 2,215,976</u>

Changes of assumptions or other inputs reflect a change in the discount rate from 3.86% per annum in 2023 to 3.97% per annum in 2024. The healthcare trend rates were reset to reflect updated cost increase expectations. Medical per capita claims costs were updated to reflect recent experience. Retirement, mortality and disability rates were updated from the rates based on school assumptions for regular members in the 2018 IPERS demographic assumptions study to the rates based on the 2022 IPERS demographic assumptions study. The percent of future retirees assumed to elect coverage at retirement changed from 60% to 50% to reflect recent plan experience. The general inflation rate assumption was changed from 2.25% to 2.5%.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 7. Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

Sensitivity of the total OPEB liability to changes in the discount rate: 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 that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease (2.97%)	Discount Rate (3.97%)	1% Increase (4.97%)
Total OPEB liability	\$ 2,428,148	\$ 2,215,976	\$ 2,021,242

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following presents that 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 percentage point lower or 1-percentage point higher than the current healthcare cost trend rates.

	1% Decrease (6.60% decreasing to 2.90%)	Healthcare Cost Trend Rates (7.60% decreasing to 3.90%)	1% Increase (8.60% decreasing to 4.90%)
Total OPEB liability	\$ 1,901,752	\$ 2,215,976	\$ 2,602,752

For the year ended June 30, 2024, the District recognized OPEB expense of \$262,490. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,081,252	\$ (124,155)
Changes of assumptions or other inputs	163,940	(589,818)
Net difference between projected and actual investments	-	-
<b>Total</b>	<b>\$ 1,245,192</b>	<b>\$ (713,973)</b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	\$ 79,056
2026	79,056
2027	79,056
2028	79,056
2029	79,056
Thereafter	135,939
	<b>\$ 531,219</b>

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 8. Risk Management

Clear Creek Amana Community School District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District has health insurance through Wellmark. The employees can elect one of three plans. Two of the three plans carry a high deductible of \$8,000 employee / \$16,000 family. The District partially self-funds the deductibles depending on the plan selected by either funding the gap between \$500 / \$1,000 (single/family) and the high deductible plan \$8,000 / \$16,000 or \$1,000 / \$2,000 (single / family) and the high deductible plan \$8,000 / \$16,000. The partially self-funded plans are through Wellmark and administered by iSolved as of July 1, 2024. The plan was previously administered by Auxiant. There were no changes to the Wellmark plans. The District also offers a fully insured plan to their employees that offers a deductible of \$3,000 employee / \$6,000 family deductible.

Payments are made to the plan based on actuarial estimates of amounts needed to pay prior and current year claims and to establish a reserve for incurred but unpaid claims. Changes in the claims liability amounts for the years ended June 30, 2024 and 2023 were as follows:

Self-Insurance Liability	Beginning	Claims and Changes in Estimates	Claim Payments	Ending
2023	\$ 71,700	\$ 475,530	\$ 529,030	\$ 18,200
2024	18,200	1,596,523	1,306,723	308,000

#### Note 9. Pension and Retirement Benefits

Plan Description – IPERS membership is mandatory for employees of the District, except for those covered by another retirement system. Employees of the District are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9118, Des Moines, Iowa 50306-9118 or at [www.ipers.org](http://www.ipers.org).

IPERS benefits are established under Iowa Code chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits – A regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier (based on years of service).
- The member's highest five-year average salary except members with service before June 30, 2012, will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 9. Pension and Retirement Benefits (Continued)

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25 percent for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50 percent for each month that the member receives benefits before 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits – A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions – Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2024, pursuant to the required rate, Regular members contributed 6.29 percent of covered payroll and the District contributed 9.44 percent of covered payroll for a total rate of 15.73 percent.

The District's contributions to IPERS for the year ended June 30, 2024 were \$2,440,735.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2024, the District reported a liability of \$12,578,607 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, 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 share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2023, the District's proportion was 0.278678 percent, which was a decrease of 0.008961 from its proportion measured as of June 30, 2022.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

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**Note 9. Pension and Retirement Benefits (Continued)**

For the year ended June 30, 2024, the District recognized pension expense of \$1,614,374. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,064,167	\$ 51,702
Changes of assumptions	-	199
Net difference between projected and actual earnings on pension plan investments	1,164,931	-
Changes in proportion and differences between District contributions and proportionate share of contributions	714,457	46,208
District contributions subsequent to the measurement date	2,440,735	-
<b>Total</b>	<u>\$ 5,384,290</u>	<u>\$ 98,109</u>

Deferred outflows of resources of \$2,440,735 related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2025	\$ 114,679
2026	(701,149)
2027	2,882,151
2028	488,750
2029	61,015
<b>Total</b>	<u>\$ 2,845,446</u>

There were no non-employer contributing entities to IPERS.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 9. Pension and Retirement Benefits (Continued)**

Actuarial Assumptions – The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Inflation (effective June 30, 2017)	2.60 percent per annum
Salary Increases (effective June 30, 2017)	3.25 percent to 16.25 percent average, including inflation. Rates vary by membership group.
Investment rate of return (effective June 30, 2017)	7.00 percent, compounded annually, net of investment expense, including inflation
Wage growth (effective June 30, 2017)	3.25 percent per annum, based on 2.60 percent inflation and 0.65 percent real wage inflation

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of a quadrennial experience study covering the period of July 1, 2017 through June 30, 2021. Mortality rates used in the 2023 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	21.0%	4.56%
International equity	16.5%	6.22%
Global smart beta equity	5.0%	5.22%
Core plus fixed income	23.0%	2.69%
Public credit	3.0%	4.38%
Cash	1.0%	1.59%
Private equity	17.0%	10.44%
Private real assets	9.0%	3.88%
Private credit	4.5%	4.60%
<b>Total</b>	100%	

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

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**Note 9. Pension and Retirement Benefits (Continued)**

Discount Rate – The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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.

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate.

	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
District’s proportionate share of the net pension liability (asset)	\$ 26,744,921	\$ 12,578,607	\$ 707,002

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS’ website at [www.ipers.org](http://www.ipers.org).

Payables to the Pension Plan – At June 30, 2024, the District reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

**Note 10. Area Education Agency**

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District’s actual amount for this purpose totaled \$1,531,487 for the year ended June 30, 2024 and is recorded in the General Fund by making a memorandum adjusting entry to the cash basis financial statements.

**Clear Creek Amana Community School District**

**Notes to Financial Statements  
Year Ended June 30, 2024**

**Note 11. Categorical Funding**

The District's restricted fund balance for categorical funding as of June 30, 2024 is comprised of the following programs:

Program	Amount
Gifted and talented	\$ 219,543
Teacher leadership	60,782
Teacher quality	5,964
Professional development	69,015
Home school assistance program	5,241
<b>Total restricted for categorical funding</b>	<b>\$ 360,545</b>

**Note 12. Commitments and Contingencies**

The District has financial commitments primarily relating to the new elementary building and other remodeling projects of approximately \$41,242,000 as of June 30, 2024 of which, approximately \$33,630,000 of costs have been incurred. Sales tax and bond proceeds will fund the majority of these commitments.

**Note 13. Tax Abatements**

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments. Property tax revenues of the District were reduced by the following amounts for the year ended June 30, 2024 under tax abatement agreements of other entities.

Entity	Tax Abatement Program	Amount of Tax Abated
City of Coralville, Iowa	Urban renewal and economic development projects	\$ 337,566
City of North Liberty, Iowa	Urban renewal and economic development projects	75,860
City of Tiffin, Iowa	Urban renewal and economic development projects	107,587

The State of Iowa reimburses the District an amount equivalent to the increment of valuation on which property tax is divided times \$5.40 per \$1,000 of taxable valuation. For the year ended June 30, 2024, this reimbursement amounted to \$225,842.

## Clear Creek Amana Community School District

### Notes to Financial Statements Year Ended June 30, 2024

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#### Note 14. New Governmental Accounting Standards Board (GASB) Statements

The District adopted the following statements during the year ended June 30, 2024:

GASB Statement No. 100, *Accounting Changes and Error Corrections- An Amendment of GASB Statement No. 62*, issued June 2022. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

The above statement did not have a significant impact on the District's financial statements.

As of June 30, 2024, GASB had issued several statements not yet required to be implemented by the District. The Statements which might impact the District are as follows:

GASB Statement No. 101, *Compensated Absences*, issued June 2022, will be effective for the District beginning with its fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. This Statement amends the existing requirements to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (As long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences.

GASB Statement No. 102, *Certain Risk Disclosures*, issued December 2023, will be effective for the District beginning with its fiscal year ending June 30, 2025. The objective of this Statement is to provide users of government financial statements with information about risks related to a government's vulnerabilities due to certain concentrations or constraints that is essential to their analyses for making decisions or assessing accountability. A government should provide information in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact associated with the concentration or constraint. The disclosures should include descriptions of the following: (a) The concentration or constraint (b) Each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements (c) Actions taken by the government prior to the issuance of the financial statements to mitigate the risk.

GASB Statement No. 103, *Financial Reporting Model Improvements*, issued April 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues.

**Clear Creek Amana Community School District**

**Notes to Financial Statements**  
**Year Ended June 30, 2024**

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**Note 14. New Governmental Accounting Standards Board (GASB) Statements (Continued)**

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, issued September 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale.

The District's management has not yet determined the effect these Statements will have on the District's financial statements.

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Clear Creek Amana Community School District

Required Supplementary Information

**Budgetary Comparison Schedule of Revenues, Expenditures/Expenses and Changes in Balances - Actual to Budget - All Governmental Funds and Enterprise Funds  
Year Ended June 30, 2024**

	Governmental Funds - Actual	Enterprise Funds - Actual
Revenues:		
Local sources	\$ 30,961,694	\$ 1,008,704
State sources	25,811,974	12,441
Federal sources	1,245,503	1,015,718
<b>Total revenues</b>	<u>58,019,171</u>	<u>2,036,863</u>
Expenditures/expenses:		
Instruction	25,573,488	-
Support services	18,301,282	31,371
Noninstructional programs	13,327	2,118,450
Other expenditures	41,262,589	-
<b>Total expenditures/expenses</b>	<u>85,150,686</u>	<u>2,149,821</u>
<b>Excess of revenues over (under) expenditures/expenses</b>	<u>(27,131,515)</u>	<u>(112,958)</u>
Other financing sources (uses) and capital contributions:		
Proceeds from long term debt	24,705,000	-
Premium on issuance of long term debt	167,864	-
Proceeds from insurance recoveries	357,359	-
Proceeds from sale of capital assets	30,965	-
Proceeds from issuance of IT subscription obligation	589,134	-
Capital contributions	-	21,669
Interfund transfers in	2,016,597	26,022
Interfund transfers (out)	(2,042,619)	-
<b>Total other financing sources (uses) and capital contributions</b>	<u>25,824,300</u>	<u>47,691</u>
<b>Net change in fund balance/net position</b>	<u>(1,307,215)</u>	<u>(65,267)</u>
Fund balance/net position, beginning of year	25,192,135	876,364
Fund balance/net position, end of year	<u>\$ 23,884,920</u>	<u>\$ 811,097</u>

See Notes to Required Supplementary Information.

Total Actual	Budgeted Amounts		Final to Actual Variance
	Original	Final	
\$ 31,970,398	\$ 30,861,351	\$ 30,861,351	\$ 1,109,047
25,824,415	25,564,311	25,564,311	260,104
2,261,221	2,917,278	2,917,278	(656,057)
<u>60,056,034</u>	<u>59,342,940</u>	<u>59,342,940</u>	<u>713,094</u>
25,573,488	25,727,027	26,500,000	926,512
18,332,653	16,695,775	20,000,000	1,667,347
2,131,777	1,761,897	2,575,000	443,223
41,262,589	42,476,244	48,000,000	6,737,411
<u>87,300,507</u>	<u>86,660,943</u>	<u>97,075,000</u>	<u>9,774,493</u>
<u>(27,244,473)</u>	<u>(27,318,003)</u>	<u>(37,732,060)</u>	<u>10,487,587</u>
24,705,000	25,245,000	25,245,000	(540,000)
167,864	-	-	167,864
357,359	-	-	357,359
30,965	25,000	25,000	5,965
589,134	-	-	589,134
21,669	-	-	21,669
2,042,619	1,647,595	1,647,595	395,024
<u>(2,042,619)</u>	<u>(1,647,595)</u>	<u>(1,647,595)</u>	<u>(395,024)</u>
<u>25,871,991</u>	<u>25,270,000</u>	<u>25,270,000</u>	<u>601,991</u>
<u>(1,372,482)</u>	<u>\$ (2,048,003)</u>	<u>\$ (12,462,060)</u>	<u>\$ 11,089,578</u>
<u>26,068,499</u>			
<u>\$ 24,696,017</u>			

**Clear Creek Amana Community School District**

**Required Supplementary Information  
Schedule of Changes in the District's Total OPEB  
Liability and Related Ratios  
Last Seven Fiscal Years**

	2024	2023
Total OPEB liability		
Changes for the year:		
Service cost	\$ 154,919	\$ 154,200
Interest	70,038	62,594
Changes of benefit terms	-	-
Differences between expected and actual experience	715,116	-
Changes in assumptions or other inputs	(342,148)	(25,421)
Benefit payments	(82,979)	(64,890)
Net changes in total OPEB liability	514,946	126,483
Total OPEB liability - beginning	1,701,030	1,574,547
Total OPEB liability - ending	<u>\$ 2,215,976</u>	<u>\$ 1,701,030</u>
Covered employee payroll	\$ 25,500,000	\$ 22,854,549
Total OPEB liability as a percentage of covered employee payroll	8.69%	7.44%

**Notes to Schedule:**

Changes of benefit terms:

There were no changes as a result of changes in benefit terms.

Changes of assumption:

Changes of assumptions or other inputs reflect a change in the discount rate. The following are the discount rates used in each period:

3.97%	3.86%
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No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

Note: The schedule is intended to present information for ten years. Information prior to 2018 is not available.

	2022	2021	2020	2019	2018
\$	236,233	\$ 201,847	\$ 57,770	\$ 57,770	\$ 57,905
	39,672	43,198	23,552	23,995	25,072
	-	-	-	-	-
	(145,887)	-	771,995	(13,463)	(11,148)
	(350,843)	88,173	192,072	-	-
	(69,296)	(59,810)	(58,981)	(97,748)	(101,720)
	(290,121)	273,408	986,408	(29,446)	(29,891)
	1,864,668	1,591,260	604,852	634,298	664,189
\$	1,574,547	\$ 1,864,668	\$ 1,591,260	\$ 604,852	\$ 634,298
\$	19,800,000	\$ 17,352,611	\$ 15,827,482	\$ 16,732,407	\$ 14,661,394
	7.95%	10.75%	10.05%	3.61%	4.33%
	3.69%	1.92%	2.45%	3.72%	3.72%

**Clear Creek Amana Community School District**

**Required Supplementary Information**

**Schedule of the District's Proportionate Share of the Net Pension Liability**

**Iowa Public Employees' Retirement System**

**Last Ten Fiscal Years**

	2024*	2023*	2022*	2021*
District's proportion of the net pension liability	0.278678%	0.287639%	-0.111222%	0.262036%
District's proportionate share of the net pension liability	\$ 12,578	\$ 10,867	\$ 384	\$ 18,407
District's covered payroll	\$ 24,500	\$ 23,205	\$ 22,251	\$ 20,796
District's proportionate share of the net pension liability as a percentage of its covered payroll	51.34%	46.83%	1.73%	88.51%
Plan fiduciary net pension as a percentage of the total pension liability	90.13%	91.40%	100.81%	82.90%

\*In accordance with GASB Statement No. 68, the amounts presented for each fiscal year were determined as of June 30 of the preceding year.

Note: Amounts reported in thousands.

See Notes to Required Supplementary Information.

	2020*	2019*	2018*	2017*	2016*	2015*
	0.243685%	0.227779%	0.208769%	0.209701%	0.196374%	0.179968%
\$	14,111	\$ 14,414	\$ 13,907	\$ 13,197	\$ 9,702	\$ 7,137
\$	18,545	\$ 17,120	\$ 15,588	\$ 15,049	\$ 13,453	\$ 11,790
	76.09%	84.19%	89.22%	87.69%	72.12%	60.53%
	85.45%	83.62%	82.21%	85.19%	85.19%	87.61%

**Clear Creek Amana Community School District**

**Required Supplementary Information  
Schedule of District Contributions  
Iowa Public Employees' Retirement System  
Last Ten Fiscal Years**

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	2024	2023	2022	2021
Statutorily required contribution	\$ 2,440	\$ 2,310	\$ 2,187	\$ 2,100
Contributions in relation to the statutorily required contribution	\$ (2,440)	\$ (2,310)	\$ (2,187)	\$ (2,100)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	
District's covered payroll	\$ 25,898	\$ 24,500	\$ 23,205	\$ 22,251
Contributions as a percentage of covered payroll	9.42%	9.43%	9.42%	9.44%

Note: Amounts reported in thousands

See Notes to Required Supplementary Information.

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	2020	2019	2018	2017	2016	2015
\$	1,963	\$ 1,751	\$ 1,529	\$ 1,392	\$ 1,344	\$ 1,201
\$	(1,963)	\$ (1,751)	\$ (1,529)	\$ (1,392)	\$ (1,344)	\$ (1,201)
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
\$	20,796	\$ 18,545	\$ 17,120	\$ 15,588	\$ 15,049	\$ 13,453
	9.44%	9.44%	8.93%	8.93%	8.93%	8.93%

## Clear Creek Amana Community School District

### Notes to Required Supplementary Information Year Ended June 30, 2024

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#### Note 1. Budgets and Budgetary Accounting

This budgetary comparison is presented as required supplementary information in accordance with Government Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major special revenue fund.

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except the internal service fund and fiduciary funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the GAAP basis. Encumbrances are not recognized on the GAAP basis budget and appropriations lapse at year-end.

The District had one budget amendment on May 15, 2024, which increased total expenditures \$10,414,057.

Formal and legal budgetary control for the certified budget is based upon four major classes of expenditures known as functional areas, not by fund or fund type. These four functional areas are instruction, support services, noninstructional programs and other expenditures. Although the budget document presents functional area expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not at the fund or fund type level. The Code of Iowa also provides the District expenditures in the General Fund may not exceed the amount authorized by the school finance formula.

#### Note 2. Iowa Public Employees' Retirement System Pension Liability

##### Changes of benefit terms:

There are no significant changes in benefit terms.

##### Changes of assumptions:

The 2022 valuation incorporated the following refinements after a quadrennial experience study:

- Changed mortality assumptions to the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021.
- Adjusted retirement rates for Regular members.
- Lowered disability rates for Regular members.
- Adjusted termination rates for all membership groups.

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

- Changed mortality assumptions to the RP-2014 mortality tables with mortality improvements modeled using Scale MP-2017.
- Adjusted retirement rates.
- Lowered disability rates.
- Adjusted the probability of a vested Regular member electing to receive a deferred benefit.
- Adjusted the merit component of the salary increase assumption.

**Clear Creek Amana Community School District**

**Notes to Required Supplementary Information  
Year Ended June 30, 2024**

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**Note 2. Iowa Public Employees' Retirement System Pension Liability (Continued)**

The 2017 valuation implemented the following refinements as a result of an experience study dated March 24, 2017:

- Decreased the inflation assumption from 3.00% to 2.60%.
- Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year.
- Decreased the discount rate from 7.50% to 7.00%.
- Decreased the wage growth assumption from 4.00% to 3.25%.
- Decreased the payroll growth assumption from 4.00% to 3.25%.

**Clear Creek Amana Community School District**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2024**

	Special Revenue			
	Management Fund	Student Activity	Library	Total
<b>Assets</b>				
Cash and pooled investments	\$ 706,523	\$ 289,856	\$ 155,161	\$ 1,151,540
Receivables:				
Property tax:				
Delinquent	8,024	-	-	8,024
Succeeding year	2,399,999	-	29,602	2,429,601
Accounts	-	12,916	-	12,916
Due from other governments	65	-	197	262
<b>Total assets</b>	<b>\$ 3,114,611</b>	<b>\$ 302,772</b>	<b>\$ 184,960</b>	<b>\$ 3,602,343</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ -	\$ 5,022	\$ 2,101	\$ 7,123
Accrued liabilities	-	-	555	555
Due to other funds	200,000	-	-	200,000
<b>Total liabilities</b>	<b>200,000</b>	<b>5,022</b>	<b>2,656</b>	<b>207,678</b>
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	2,399,999	-	29,602	2,429,601
<b>Fund balances</b>				
Restricted for:				
Management levy purposes	514,612	-	-	514,612
Student activities	-	297,750	-	297,750
Library purposes	-	-	152,702	152,702
<b>Total fund balances</b>	<b>514,612</b>	<b>297,750</b>	<b>152,702</b>	<b>965,064</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 3,114,611</b>	<b>\$ 302,772</b>	<b>\$ 184,960</b>	<b>\$ 3,602,343</b>

**Clear Creek Amana Community School District**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year Ended June 30, 2024**

	Special Revenue			Total
	Management Fund	Student Activity	Library	
Revenues:				
Local sources:				
Property tax	\$ 1,356,637	\$ -	\$ 28,914	\$ 1,385,551
Utility excise tax	34,559	-	509	35,068
Other tax	2,583	-	24	2,607
Other	11,299	523,728	67,292	602,319
State appropriation	27,009	-	2,855	29,864
<b>Total revenues</b>	<b>1,432,087</b>	<b>523,728</b>	<b>99,594</b>	<b>2,055,409</b>
Expenditures:				
Current:				
Instruction	108,668	449,828	-	558,496
Support services:				
Instructional staff	-	-	85,015	85,015
Administration	551,582	-	44,546	596,128
Operation and maintenance of plant	408,451	-	-	408,451
Transportation	99,680	18,991	-	118,671
Noninstructional programs	6,585	-	-	6,585
<b>Total expenditures</b>	<b>1,174,966</b>	<b>468,819</b>	<b>129,561</b>	<b>1,773,346</b>
<b>Net change in fund balances</b>	<b>257,121</b>	<b>54,909</b>	<b>(29,967)</b>	<b>282,063</b>
Fund balances, beginning of year	257,491	242,841	182,669	683,001
Fund balances, end of year	\$ 514,612	\$ 297,750	\$ 152,702	\$ 965,064

**Clear Creek Amana Community School District**

**Schedule of Combining Balance Sheet**

**Capital Projects Fund - By Account**

**June 30, 2024**

	Capital Projects Accounts			Total
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Construction Projects	
<b>Assets</b>				
Cash and pooled investments	\$ 6,125,372	\$ 400,470	\$ 14,253,806	\$ 20,779,648
Receivables:				
Property tax:				
Delinquent	-	4,990	-	4,990
Succeeding year	-	1,229,972	-	1,229,972
Income surtax	-	988,796	-	988,796
Accounts and other	-	22,947	350	23,297
Due from other governments	356,122	24	-	356,146
<b>Total assets</b>	<b>\$ 6,481,494</b>	<b>\$ 2,647,199</b>	<b>\$ 14,254,156</b>	<b>\$ 23,382,849</b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
Liabilities, accounts payable	\$ 271,138	\$ 177,721	\$ 4,554,067	5,002,926
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	-	1,229,972	-	1,229,972
Income surtax	-	988,796	-	988,796
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>2,218,768</b>	<b>-</b>	<b>2,218,768</b>
Fund Balances:				
Restricted for:				
School infrastructure	6,210,356	-	9,700,089	15,910,445
Physical plant and equipment	-	250,710	-	250,710
<b>Total fund balances</b>	<b>6,210,356</b>	<b>250,710</b>	<b>9,700,089</b>	<b>16,161,155</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 6,481,494</b>	<b>\$ 2,647,199</b>	<b>\$ 14,254,156</b>	<b>\$ 23,382,849</b>

Clear Creek Amana Community School District

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

Capital Projects Fund - By Account

Year Ended June 30, 2024

	Capital Projects Accounts			Total
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Construction Projects	
Revenues:				
Local sources:				
Property tax	\$ -	\$ 618,721	\$ -	\$ 618,721
Utility excise tax	-	12,802	-	12,802
Other tax	-	1,152,999	-	1,152,999
Other	189,108	37,394	416,282	642,784
State appropriations	3,870,277	10,005	-	3,880,282
Federal appropriations	-	2,600	-	2,600
<b>Total revenues</b>	<b>4,059,385</b>	<b>1,834,521</b>	<b>416,282</b>	<b>6,310,188</b>
Expenditures:				
Current:				
Instruction	560,906	51,402	-	612,308
Support services:				
Instructional staff	109,100	45,005	-	154,105
Administration	12,667	182,730	-	195,397
Operation and maintenance of plant	-	858,031	-	858,031
Transportation	-	659,247	-	659,247
Other expenditures:				
Facilities acquisition	1,043,389	1,577,471	27,971,656	30,592,516
Debt service:				
Interest and fiscal charges	-	-	524,535	524,535
<b>Total expenditures</b>	<b>1,726,062</b>	<b>3,373,886</b>	<b>28,496,191</b>	<b>33,596,139</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,333,323</b>	<b>(1,539,365)</b>	<b>(28,079,909)</b>	<b>(27,285,951)</b>
Other financing sources (uses):				
Issuance of long-term debt	-	-	24,705,000	24,705,000
Premium on issuance of long-term debt	-	-	167,864	167,864
Issuance of lease obligation	-	589,134	-	589,134
Proceeds from insurance recoveries	-	356,916	-	356,916
Proceeds from sale of capital assets	30,105	860	-	30,965
Transfers in	1,528,581	-	-	1,528,581
Transfers (out)	(1,682,671)	(280,281)	(1,528,581)	(3,491,533)
<b>Total other financing sources (uses)</b>	<b>(123,985)</b>	<b>666,629</b>	<b>23,344,283</b>	<b>23,886,927</b>
<b>Net change in fund balance</b>	<b>2,209,338</b>	<b>(872,736)</b>	<b>(4,735,626)</b>	<b>(3,399,024)</b>
Fund balance, beginning of year	4,001,018	1,123,446	14,435,715	19,560,179
Fund balance, end of year	\$ 6,210,356	\$ 250,710	\$ 9,700,089	\$ 16,161,155

Clear Creek Amana Community School District

Combining Statement of Fund Net Position

Nonmajor Enterprise Funds

June 30, 2024

	School Nutrition	Public Pool	Food Production	Farm Account	Total
<b>Assets</b>					
Current assets:					
Cash and pooled investments	\$ 518,937	\$ 4,588	\$ 431	\$ 1,346	\$ 525,302
Receivables, accounts	16,931	-	-	-	16,931
Inventories	29,349	-	-	-	29,349
<b>Total assets</b>	<b>565,217</b>	<b>4,588</b>	<b>431</b>	<b>1,346</b>	<b>571,582</b>
Noncurrent assets:					
Capital assets being depreciated, net of accumulated depreciation:					
Machinery and equipment	532,139	-	-	-	532,139
<b>Total noncurrent assets</b>	<b>532,139</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>532,139</b>
<b>Total assets</b>	<b>1,097,356</b>	<b>4,588</b>	<b>431</b>	<b>1,346</b>	<b>1,103,721</b>
<b>Deferred Outflows of Resources:</b>					
OPEB related deferred outflows	38,177	-	-	-	38,177
Pension related deferred outflows	129,224	-	-	-	129,224
<b>Total deferred outflows of resources</b>	<b>167,401</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>167,401</b>
<b>Liabilities</b>					
Current liabilities:					
Accounts payable	5,459	-	-	-	5,459
Salaries and benefits payable	1,837	4,588	-	-	6,425
Unearned revenue	55,354	-	-	-	55,354
Total OPEB liability	1,992	-	-	-	1,992
<b>Total current liabilities</b>	<b>64,642</b>	<b>4,588</b>	<b>-</b>	<b>-</b>	<b>69,230</b>
Noncurrent liabilities:					
Total OPEB liability	69,006	-	-	-	69,006
Net pension liability	301,887	-	-	-	301,887
<b>Total noncurrent liabilities</b>	<b>370,893</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>370,893</b>
<b>Total liabilities</b>	<b>435,535</b>	<b>4,588</b>	<b>-</b>	<b>-</b>	<b>440,123</b>
<b>Deferred Inflows of Resources:</b>					
OPEB related deferred inflows	17,547	-	-	-	17,547
Pension related deferred inflows	2,355	-	-	-	2,355
<b>Total deferred inflows of resources</b>	<b>19,902</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,902</b>
<b>Net Position</b>					
Investment in capital assets	532,139	-	-	-	532,139
Unrestricted	277,181	-	431	1,346	278,958
<b>Total net position</b>	<b>\$ 809,320</b>	<b>\$ -</b>	<b>\$ 431</b>	<b>\$ 1,346</b>	<b>\$ 811,097</b>

Clear Creek Amana Community School District

Combining Statement of Revenues, Expenses and Changes in Fund Net Position

Nonmajor Enterprise Funds

Year Ended June 30, 2024

	School Nutrition	Public Pool	Food Production	Farm Account	Total
Operating revenues:					
Local sources:					
Charges for service	\$ 958,062	\$ 9,494	\$ -	\$ 11,973	\$ 979,529
Miscellaneous	5,566	1,000	-	3,260	9,826
<b>Total operating revenues</b>	<b>963,628</b>	<b>10,494</b>	<b>-</b>	<b>15,233</b>	<b>989,355</b>
Operating expenses:					
Operating expenses:					
Support services:					
Administration:					
Services	31,041	-	-	-	31,041
Supplies	330	-	-	-	330
<b>Total support services</b>	<b>31,371</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31,371</b>
Noninstructional programs:					
Salaries	700,316	9,275	-	-	709,591
Benefits	258,721	1,219	-	-	259,940
Services	-	-	-	315	315
Supplies	1,042,411	-	65	19,009	1,061,485
Depreciation	87,119	-	-	-	87,119
<b>Total noninstructional programs</b>	<b>2,088,567</b>	<b>10,494</b>	<b>65</b>	<b>19,324</b>	<b>2,118,450</b>
<b>Total operating expenses</b>	<b>2,119,938</b>	<b>10,494</b>	<b>65</b>	<b>19,324</b>	<b>2,149,821</b>
<b>Operating (loss)</b>	<b>(1,156,310)</b>	<b>-</b>	<b>(65)</b>	<b>(4,091)</b>	<b>(1,160,466)</b>
Nonoperating revenues:					
State sources	12,441	-	-	-	12,441
Federal sources	1,015,718	-	-	-	1,015,718
Interest on investments	19,349	-	-	-	19,349
<b>Total nonoperating revenues</b>	<b>1,047,508</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,047,508</b>
<b>(Loss) before transfers and capital contributions</b>	<b>(108,802)</b>	<b>-</b>	<b>(65)</b>	<b>(4,091)</b>	<b>(112,958)</b>
Transfers in	26,022	-	-	-	26,022
Capital contributions	21,669	-	-	-	21,669
<b>Total transfers and capital contributions</b>	<b>47,691</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>47,691</b>
<b>Change in net position</b>	<b>(61,111)</b>	<b>-</b>	<b>(65)</b>	<b>(4,091)</b>	<b>(65,267)</b>
Net position, beginning of year	870,431	-	496	5,437	876,364
Net position, end of year	\$ 809,320	\$ -	\$ 431	\$ 1,346	\$ 811,097

**Clear Creek Amana Community School District**

**Combining Statement of Cash Flows**

**Nonmajor Enterprise Funds**

**Year Ended June 30, 2024**

	School Nutrition	Public Pool	Food Production	Farm Account	Total
Cash flows from operating activities:					
Cash received from:					
Charges for services	\$ 941,940	\$ 9,494	\$ -	\$ 11,973	\$ 963,407
Miscellaneous services	5,566	1,000	-	3,260	9,826
Cash payments to:					
Employees for services	(977,010)	(7,254)	-	-	(984,264)
Suppliers for goods and services	(935,033)	-	(65)	(19,862)	(954,960)
<b>Net cash provided by (used in) operating activities</b>	<b>(964,537)</b>	<b>3,240</b>	<b>(65)</b>	<b>(4,629)</b>	<b>(965,991)</b>
Cash flows from noncapital financing activities:					
Proceeds from other funds	26,022	-	-	-	26,022
State grants received	12,441	-	-	-	12,441
Federal grants received	873,886	-	-	-	873,886
<b>Net cash provided by noncapital financing activities</b>	<b>912,349</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>912,349</b>
Cash flows from capital financing activities:					
Acquisition of capital assets	(160,766)	-	-	-	(160,766)
Cash flows from investing activities, interest on investments					
	19,349	-	-	-	19,349
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(193,605)</b>	<b>3,240</b>	<b>(65)</b>	<b>(4,629)</b>	<b>(195,059)</b>
Cash and cash equivalents:					
Beginning of year	712,542	1,348	496	5,975	720,361
End of year	\$ 518,937	\$ 4,588	\$ 431	\$ 1,346	\$ 525,302

(Continued)

**Clear Creek Amana Community School District**

**Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
Year Ended June 30, 2024**

	School Nutrition	Public Pool	Food Production	Farm Account	Total
Reconciliation of operating (loss) to net cash provided by (used in) operating activities:					
Operating (loss)	\$ (1,156,310)	\$ -	\$ (65)	\$ (4,091)	\$ (1,160,466)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:					
Commodities consumed	141,832	-	-	-	141,832
Depreciation	87,119	-	-	-	87,119
(Increase) decrease in:					
Inventories	(7,036)	-	-	-	(7,036)
Accounts receivable	(12,282)	-	-	-	(12,282)
Increase (decrease) in:					
Accounts payable	3,953	-	-	(538)	3,415
Salaries and benefits payable	451	3,240	-	-	3,691
Total OPEB benefits	5,305	-	-	-	5,305
Net pension liability	(23,729)	-	-	-	(23,729)
Unearned revenue	(3,840)	-	-	-	(3,840)
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (964,537)</b>	<b>\$ 3,240</b>	<b>\$ (65)</b>	<b>\$ (4,629)</b>	<b>\$ (965,991)</b>
Noncash investing, capital and related financing activities:					
Federal commodities	\$ 141,832	\$ -	\$ -	\$ -	\$ 141,832
Capital financing activities:					
Capital contributions	\$ 21,669	\$ -	\$ -	\$ -	\$ 21,669

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**Clear Creek Amana Community School District**

**Schedule of Changes in Special Revenue Fund,  
Student Activity Accounts  
Year Ended June 30, 2024**

Account	Balance Beginning Year	Revenues	Expenditures	Transfers	Balance End of Year
Interest	\$ -	\$ 8,106	\$ -	\$ (8,106)	\$ -
HS Drama	7,927	2,952	3,135	-	7,744
HS Musical	10,181	16,389	14,887	-	11,683
HS Show Choir	-	7,598	5,331	-	2,267
HS Jazz Band	-	2,666	3,486	820	-
HS Color Guard	-	662	1,491	829	-
HS Speech	-	-	3,533	3,533	-
HS Athletics	127,524	305,440	286,749	5,782	151,997
HS Esports	-	-	1,300	1,300	-
HS German Club	-	19,507	19,831	324	-
HS FFA	20,671	29,144	24,647	-	25,168
HS Science Olympiad	-	374	714	340	-
HS Yearbook	20	-	-	-	20
HS Art Club	1,051	250	324	-	977
HS Environmental Club	-	62	168	106	-
FCCLA	555	830	995	-	390
CTSO-Skills	-	112	129	17	-
National Honor Society	229	870	460	650	1,289
HS Student Council	5,860	14,492	13,029	-	7,323
HS Weight Club	7,504	12,575	10,440	-	9,639
HS Dance	287	-	-	-	287
HS Prom	8,349	7,770	5,201	-	10,918
HS Concessions	7,543	41,193	23,997	(9,545)	15,194
MS Drama	523	1,072	376	-	1,219
MS Jazz Band	5,259	5,747	2,304	-	8,702
MS Athletics	20,568	23,796	24,745	3,567	23,186
MS Extended Learning Program	202	200	202	-	200
MS Computer Club	-	-	-	-	-
MS STEM	930	1,425	1,400	-	955
MS FFA	3,962	9,167	6,888	-	6,241
Science Olympiad	-	732	641	-	91
MS Yearbook	75	135	520	310	-
7th Grade Club	1,974	780	894	-	1,860
MS History Club	401	-	-	-	401
MS Art Club	1,509	392	330	-	1,571
MS Painting Club	61	-	-	-	61
8th Grade Club	507	1,817	1,061	-	1,263
Robotics Club	4,176	2,007	2,784	-	3,399
6th Grade Club	685	137	78	-	744
MS Student Council	2,922	644	854	-	2,712
MS Leadership	649	-	1,183	534	-
MS Concessions	276	4,685	4,712	-	249
Change in accruals	461	-	-	(461)	-
<b>Total</b>	<b>\$ 242,841</b>	<b>\$ 523,728</b>	<b>\$ 468,819</b>	<b>\$ -</b>	<b>\$ 297,750</b>

**Clear Creek Amana Community School District**

**Schedule of Revenues by Source and Expenditures by Function**

**All Governmental Funds - Modified Accrual Basis**

**Last Ten Years**

	Years Ended June 30:			
	2024	2023	2022	2021
<b>Revenues:</b>				
Local sources:				
Local tax	\$ 26,941,679	\$ 25,953,155	\$ 24,041,766	\$ 21,908,863
Tuition	2,051,309	2,054,205	2,089,877	1,997,725
Other	1,968,706	1,920,998	1,156,664	833,633
State sources	25,811,974	23,164,428	21,074,103	18,667,607
Federal sources	1,245,503	1,677,433	2,253,046	1,655,024
<b>Total revenues</b>	<b>\$ 58,019,171</b>	<b>\$ 54,770,219</b>	<b>\$ 50,615,456</b>	<b>\$ 45,062,852</b>
<b>Expenditures:</b>				
Instruction	\$ 25,573,488	\$ 24,581,842	\$ 23,453,451	\$ 22,140,329
Support services:				
Student services	2,436,912	1,446,144	1,431,555	1,132,676
Instructional staff services	3,016,233	2,738,371	2,699,854	2,464,603
Administration services	5,028,269	5,094,193	4,670,779	4,558,109
Operation and maintenance of plant services	5,187,034	4,917,178	4,620,093	4,006,663
Transportation services	2,632,834	1,825,049	1,847,303	1,473,070
Noninstructional programs	13,327	8,815	18,253	12,729
Other expenditures:				
Facilities acquisition	30,592,516	5,253,142	4,772,722	5,655,056
Long-term debt:				
Principal	5,511,537	5,936,509	12,855,803	9,010,000
Interest	3,627,049	3,293,178	2,963,492	2,940,643
AEA flowthrough	1,531,487	1,410,952	1,292,635	1,182,055
<b>Total expenditures</b>	<b>\$ 85,150,686</b>	<b>\$ 56,505,373</b>	<b>\$ 60,625,940</b>	<b>\$ 54,575,933</b>

Years Ended June 30:						
2020	2019	2018	2017	2016	2015	
\$ 20,684,087	\$ 20,581,943	\$ 16,382,531	\$ 15,327,355	\$ 11,972,260	\$ 12,513,604	
2,226,824	2,127,053	2,517,678	2,379,790	2,068,366	2,104,892	
1,089,021	1,172,446	1,426,642	1,159,652	910,893	692,914	
17,283,300	15,299,067	14,477,040	13,902,629	13,425,481	12,115,084	
843,143	1,101,964	1,025,124	976,951	992,397	1,353,224	
<u>\$ 42,126,375</u>	<u>\$ 40,282,473</u>	<u>\$ 35,829,015</u>	<u>\$ 33,746,377</u>	<u>\$ 29,369,397</u>	<u>\$ 28,779,718</u>	
\$ 21,256,098	\$ 19,556,510	\$ 17,326,759	\$ 15,962,819	\$ 15,885,248	\$ 15,070,930	
1,051,979	860,945	630,686	580,521	582,982	406,949	
2,478,707	1,740,963	2,089,975	1,764,845	1,414,256	1,111,400	
4,255,172	4,240,334	3,222,315	2,986,486	3,051,580	2,940,675	
4,196,927	3,270,290	3,196,582	2,638,651	2,664,753	2,297,325	
1,877,401	1,445,143	1,243,404	1,197,413	1,104,889	1,239,409	
5,851	5,642	7,107	7,326	6,532	5,826	
9,287,123	19,652,166	5,506,534	10,196,359	12,036,104	23,595,371	
4,474,000	49,118,000	3,340,000	3,250,000	3,140,000	7,995,000	
2,883,258	3,817,317	2,583,410	2,335,149	2,327,725	2,216,879	
1,112,583	996,996	899,760	830,343	796,497	771,323	
<u>\$ 52,879,099</u>	<u>\$ 104,704,306</u>	<u>\$ 40,046,532</u>	<u>\$ 41,749,912</u>	<u>\$ 43,010,566</u>	<u>\$ 57,651,087</u>	

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**Clear Creek Amana Community School District**

**Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2024**

Federal Grantor/Pass-Through Grantor/ Program Title or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
<b>U.S. Department of Agriculture</b>				
Pass-Through Iowa Department of Education:				
Child Nutrition Cluster Program:				
School Breakfast Program	10.553	FY24 4552	\$ -	\$ 122,395
National School Lunch Program	10.555	FY24 4553	-	614,067
National School Lunch Program- Supply Chain Assistance	10.555	FY24 4014	-	73,423
Commodities -DOD (Noncash)	10.555	FY24	-	23,759
Commodities (Noncash)	10.555	FY24	-	118,073
			-	829,322
Summer Food Service Program	10.559	FY24 4556	-	4,065
Total Child Nutrition Cluster Program			-	955,782
Local food for schools	10.185	FY24 4911	-	7,673
SNP Equipment Grant	10.579	FY24 4011	-	51,264
Make it Fresh Culinary Training	10.574	FY24 4558	-	1,000
Cooperative Forestry Assistance Grant	10.664	FY24 4682	-	2,600
<b>Total U.S. Department of Agriculture</b>			-	1,018,319
<b>U.S. Department of Treasury</b>				
Direct:				
Coronavirus Relief Fund	21.019	FY24 4059	-	9,060
<b>U.S. Department of Education</b>				
Direct:				
Impact Aid	84.041		-	66,146
Pass-Through Iowa Department of Education:				
Title 1 Grants to Local Educational Agencies	84.010	FY24 4501	-	274,345
Supporting Effective Instruction State Grants	84.367	FY24 4643	-	46,710
Student Support and Academic				
Enrichment Program	84.424	FY24 4669	-	12,491
Education Stabilization Fund:				
COVID-19 Discretionary Grants: Rethink K-12				
Education Models Grants	84.425B	FY24 4053	-	17,412
Pass-Through Grant Wood Area Education Agency:				
Special Education Cluster Program:				
Special Education - Grants to States				
IDEA, Part B	84.027	FY24 4521	-	131,588
English Language Acquisition State Grants	84.365	FY24 4644	-	19,275
Career and Technical Education- Basic Grants to States	84.048	FY24 4531	-	20,504
Pass-Through State of Iowa Vocational Rehabilitation:				
Rehabilitation Services- Vocational Rehabilitation Grants to States	84.126	FY24 4598	-	36,462
<b>Total U.S. Department of Education</b>			-	624,933
<b>Total Expenditures of Federal Awards</b>			\$ -	\$ 1,652,312

See notes to schedule of expenditures of federal awards.

## Clear Creek Amana Community School District

### Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2024

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#### **Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Clear Creek Amana Community School District under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Clear Creek Amana Community School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Clear Creek Amana Community School District.

#### **Note 2. Summary of significant accounting policies**

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the modified accrual or accrual basis of accounting based on the fund-type of the program. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. Revenue from federal awards is recognized when the District has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal awards is recognized when it is both measurable and available. Expenditures of federal awards are recognized in the accounting period when the liability is incurred.

#### **Note 3. Indirect Cost Rate**

The District has elected not to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

**Clear Creek Amana Community School District**

**Summary Schedule of Prior Audit Findings  
 Year Ended June 30, 2024**

Finding	Status	Reason for Recurrence and Corrective Action Plan or Other Explanation
<b>Instance of noncompliance:</b>		
<b>2023-001</b> The District exceeded the authorized spending	Corrected.	
<b>2022-001</b> authority of the General Fund.		
<b>Internal Control Deficiencies:</b>		
<b>Significant Deficiencies:</b>		
<b>2023-002</b> The District has insufficient segregation of duties	Corrected.	
<b>2022-002</b> over the payroll process.		
<b>2023-003</b> The District has insufficient segregation of duties	Not corrected.	See response and corrective action plan at 2024-001.
<b>2022-003</b> over the student activities receipts process.		
<b>Findings and Questioned Costs For Federal Awards:</b>		
<b>Significant Deficiencies:</b>		
<b>2023-004</b> The District does not have a process to ensure compliance with suspension and debarment rules for vendors within the federal program.	Corrected.	
<b>Other Findings Related to Statutory Reporting:</b>		
<b>IV-A-23</b> Expenditures for the year ended June 30, 2023	Corrected.	
<b>IV-A-22</b> exceeded the certified budget for the instruction, noninstructional programs, and other expenditures functions.		
<b>IV-H-23</b> The District identified variances in	Not corrected.	Student data changes are not timely communicated. See response and corrective action plan at IV-H-24.
<b>IV-H-22</b> certified enrollment submitted to the state in October 2022.		

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**Independent Auditor's Report on Internal Control Over  
Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed in  
Accordance With Government Auditing Standards**

To the Board of Education  
Clear Creek Amana Community School District  
Oxford, Iowa

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Clear Creek Amana Community School District (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated February 25, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of Clear Creek Amana Community School District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatement on a timely basis. A material weakness is a deficiency, or a combinations of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control described in the accompanying Schedule of Findings and Questioned Costs as item 2024-001 that we consider to be a significant deficiency.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

We also noted certain immaterial instances of noncompliance and other matters which are described in Part IV of the accompanying Schedule of Findings and Questioned Costs.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2024 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

### **District's Response to the Findings**

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Bohnsack & Frommelt LLP*

Moline, Illinois  
February 25, 2025



**Independent Auditor’s Report on Compliance For  
Each Major Federal Program and Report on Internal Control  
Over Compliance Required by the Uniform Guidance**

To the Board of Education  
Clear Creek Amana Community School District  
Oxford, Iowa

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Clear Creek Amana Community School District’s (the District) compliance with the types of compliance requirements as identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District’s major federal programs for the year ended June 30, 2024. The District’s major federal programs are identified in the summary of auditor’s results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Clear Creek Amana Community School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District’s compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District’s federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error; as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit,
- identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Bohnsack & Frommelt LLP*

Moline, Illinois  
February 25, 2025

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Clear Creek Amana Community School District

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024

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I. Summary of the Independent Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?
- Significant deficiency identified?
- Noncompliance material to financial statements noted?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> None Reported
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?
- Significant deficiency identified?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> None Reported

Type of auditor's report issued on compliance for major programs:

Unmodified

- Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
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Identification of major programs:

Federal Assistance

Listing Number	Name of Federal Program or Cluster
Child Nutrition Cluster Program:	
10.553	School Breakfast Program
10.555	National School Lunch Program
10.555	Commodities -DOD (Noncash)
10.555	Commodities (Noncash)
10.555	National School Lunch Program- Supply Chain Assistance

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
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(Continued)

## Clear Creek Amana Community School District

### Schedule of Findings and Questioned Costs Year Ended June 30, 2024

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#### Part II: Findings Related to the Basic Financial Statements

##### Instances of noncompliance:

No matters were reported.

##### **Significant Deficiency:**

#### **2024-001**

Finding: The District has insufficient segregation of duties over the student activities receipts process.

Criteria: A properly designed system of internal control over financial reporting allows entities to initiate, authorize, record, process and report financial data reliably in accordance with generally accepted accounting principles (GAAP).

Condition: One position in the Activities Office has access to cash and checks, prepares the deposit, and enters the receipts into the InTouch receipting system. The same position provides the report back to the sponsor after deposit for the sponsor to approve the amount remitted agrees to their records.

Cause: The District has not segregated access to cash and checks from recording and reporting.

Effect: Misappropriations of assets or errors could occur and not be detected in a timely basis.

Context: The deficiency is over all cash and checks collected at student activities events.

Identification as a repeat finding: This is a repeat finding.

Recommendation: The Activities Office financial secretary should be removed from access to cash and checks except for the start-up cashbox. We recommend the District consider the following:

- At the end of each event, after the two individuals jointly count the receipts, including concession receipts, and complete a count sheet and deposit slip, the cash and checks and deposit form would go into a tamper proof bank bag and be sealed. The total deposit should be written on the front of the bag and signed by the two individuals. The count sheet would go into the start-up till for the Activities Office.
- The tamper proof bank bag would then be placed into a locked dropbox for deposit. The courier would pick up the sealed bag and take it to the bank and provide the opened bag and validated deposit slip to the Activities Office for entry to InTouch receipting.
- Routinely, a report should be generated by the Business Office, not the Activities Office, from InTouch or Software Unlimited and provided to each coach and sponsor to monitor their revenues and expenditures and agree revenues deposited to their detailed records.

Response and Corrective Action Plan: The District will review current processes and realign duties and system access levels to improve internal controls within the design of the receipt system.

**Clear Creek Amana Community School District**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024**

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**Part III: Findings and Questioned Costs for Federal Awards**

Instances of noncompliance:

No matters were reported.

Internal control deficiencies:

No matters were reported.

**Part IV: Other Findings Related to Statutory Reporting**

**IV-A-24**

Certified Budget: Expenditures for the year ended June 30, 2024 did not exceed the certified budget.

**IV-B-24**

Questionable Expenditures: No expenditures we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.

**IV-C-24**

Travel Expense: No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.

**IV-D-24**

Business Transactions: No business transactions between the District and District officials or employees were noted.

**IV-E-24**

Restricted Donor Activity: No transactions were noted between the District, District officials or District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

**IV-F-24**

Bond Coverage: Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that the coverage is adequate for current operations.

**IV-G-24**

Board Minutes: No transactions requiring Board approval which had not been approved by the Board were noted.

**IV-H-24**

Certified Enrollment:

Finding: The District identified variances in certified enrollment submitted to the state in October 2023.

Recommendation: We recommend the District review student data for accuracy prior to submission to the state.

Response and Corrective Action Plan: The District will continue to review data prior to submission.

Conclusion: Response accepted.

**Clear Creek Amana Community School District**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024**

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**IV-I-24**

Supplementary Weighting: No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

**IV-J-24**

Deposits and Investments: No instances of non-compliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the District's investment policy were noted.

**IV-K-24**

Certified Annual Report: The Certified Annual Report was certified timely to the Iowa Department of Education.

**IV-L-24**

Categorical Funding: No instances of categorical funding being used to supplant rather than supplement other funds were noted.

**IV-M-24**

Statewide Sales and Services Tax: No instances of noncompliance with the use of the statewide sales and services tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted. Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales and services tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2024, the District reported the following information regarding the statewide sales and services tax revenue in the District's CAR:

Beginning balance		\$	4,001,018
Revenue / transfers in:			
Statewide sales and services tax revenue	\$	3,870,277	
Transfers in		1,528,581	
Other		219,213	5,618,071
			<hr/>
Expenditures/transfers out:			
Facilities acquisition and other expenditures		1,726,062	
Transfers out		1,682,671	3,408,733
			<hr/>
Ending balance		\$	<u>6,210,356</u>

For the year ended June 30, 2024, the District did not reduce the tax as a result of the monies received under Chapter 423E or 423F of the Code of Iowa.

**Clear Creek Amana Community School District**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2024**

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**IV-N-24**

Flexibility Fund:

Finding: The Code of Iowa section 298A.2 states that “Before the board of directors may adopt the resolution approving expenditures from the flexibility account, the board shall hold a public hearing on the proposed resolution”. The Board approved the resolution on March 20, 2024. The public hearing was held on May 1, 2024.

Recommendation: We recommend the District review the procedures for flexibility accounts to ensure compliance with the Code of Iowa.

Response and Corrective Action Plan: The District will review the procedures.

Conclusion: Response accepted.

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**Clear Creek Amana Community School District**

**Corrective Action Plan  
 Year Ended June 30, 2024**

Findings	Corrective Action Plan	Contact and Anticipated Date of Completion
<b>Findings Related to the Basic Financial Statements</b>		
<b>Significant Deficiency:</b>		
<b>2024-001:</b> The District has insufficient segregation of duties over the student activities receipts process.	See response and corrective action plan at 2024-001.	Lori Robertson June 30, 2025
<b>Other Findings Related to Statutory Reporting:</b>		
<b>IV-H-24:</b> The District identified variances in certified enrollment submitted to the state in October 2023.	See response and corrective action plan at IV-H-24.	Lori Robertson June 30, 2025
<b>IV-N-24:</b> The Board approved the flexibility fund expenditures before the public hearing occurred.	See response and corrective action plan at IV-N-24.	Lori Robertson June 30, 2025