



Lighting the path forward

Independent School District No. 281

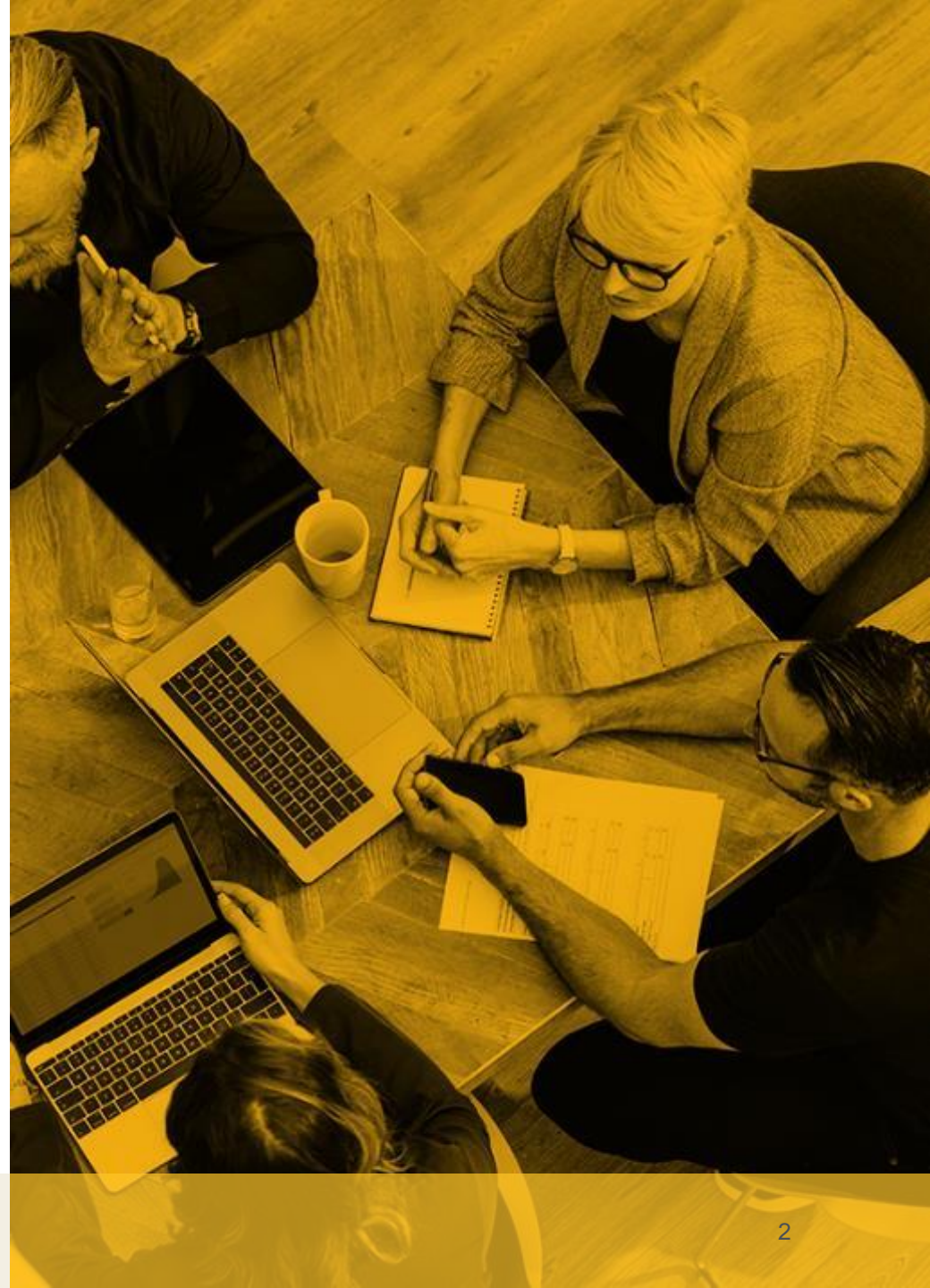
FY 2024

Financial Statement Audit



Introduction

- Audit Opinion and Responsibility
- General Fund Results
- Other Governmental Funds
- Key Performance Indicators



Audit Results

Auditor's Opinion



Unmodified opinion

Minnesota Legal Compliance



Three instances of noncompliance

Single Audit Report



No findings

Audit Results

Fiscal Year 2024 Findings

- Student Activity Accounts with Deficit Balances
 - MN Legal Compliance Finding
- Student Activity Purpose Summary
 - MN Legal Compliance Finding
- Late Submission of Audited Financial Statements
 - MN Legal Compliance Finding
- Material Audit Adjustment
 - Internal Control Finding





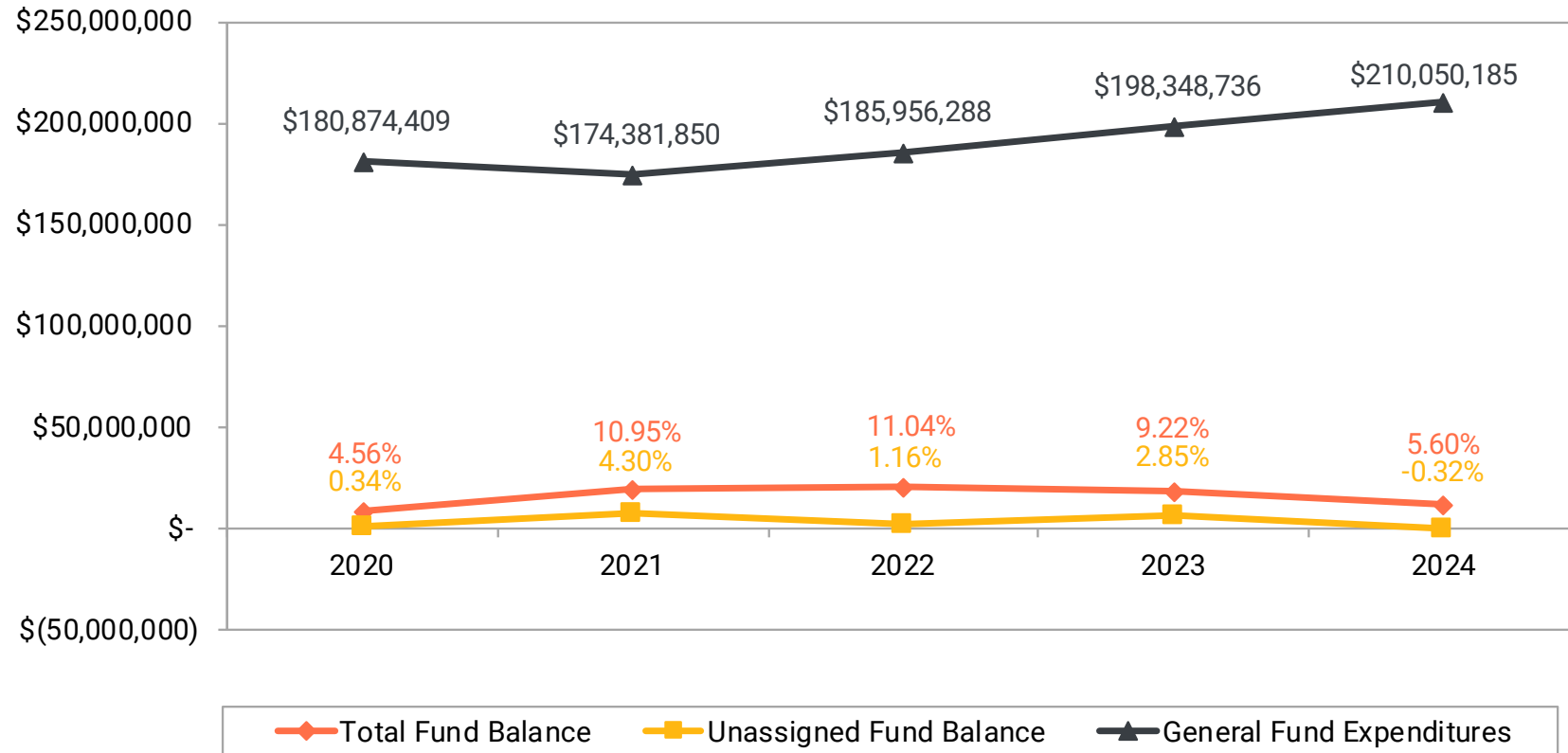
Recommendations

- Consistent adjusting journal entry review process

Average Daily Membership Trend



General Fund Balances

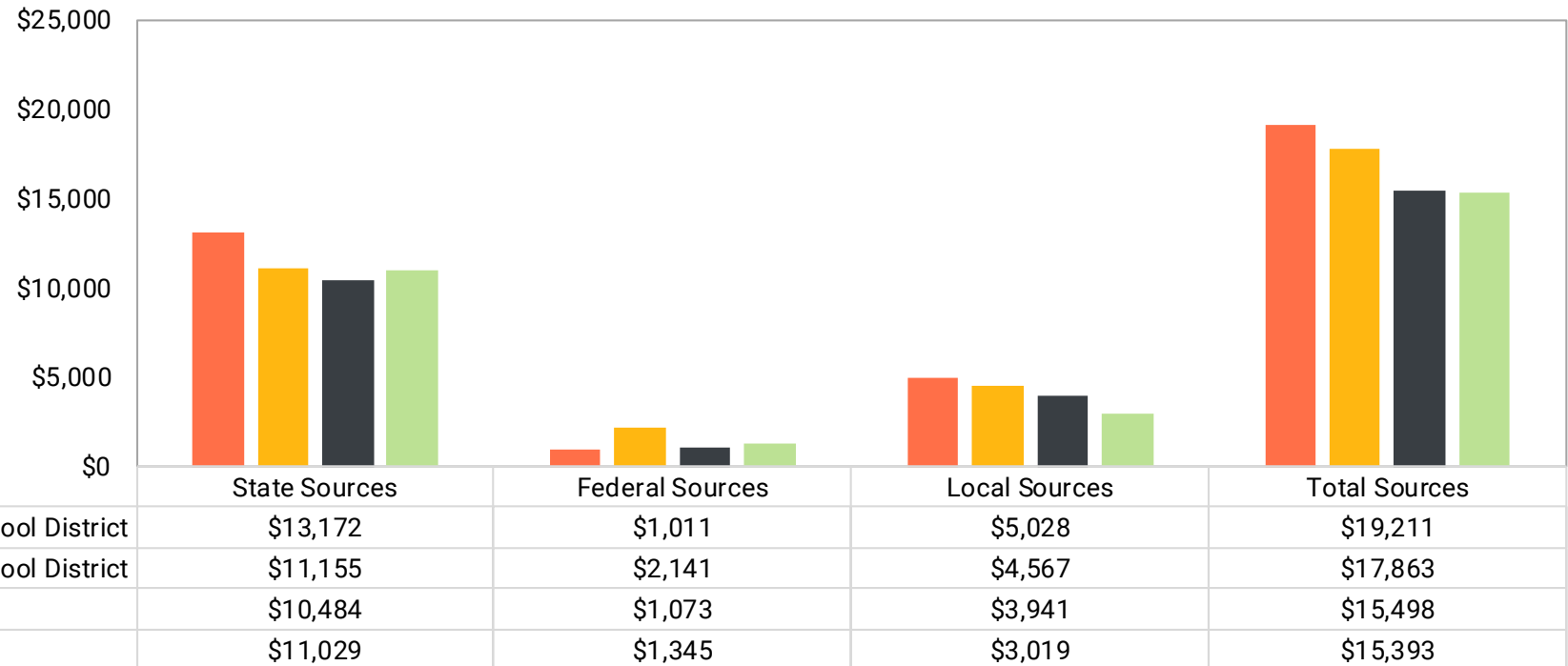


Note: The District’s fund balance policy is to maintain a minimum unassigned fund balance of 6.5% of the annual budgeted expenditures.

General Fund Budget to Actual

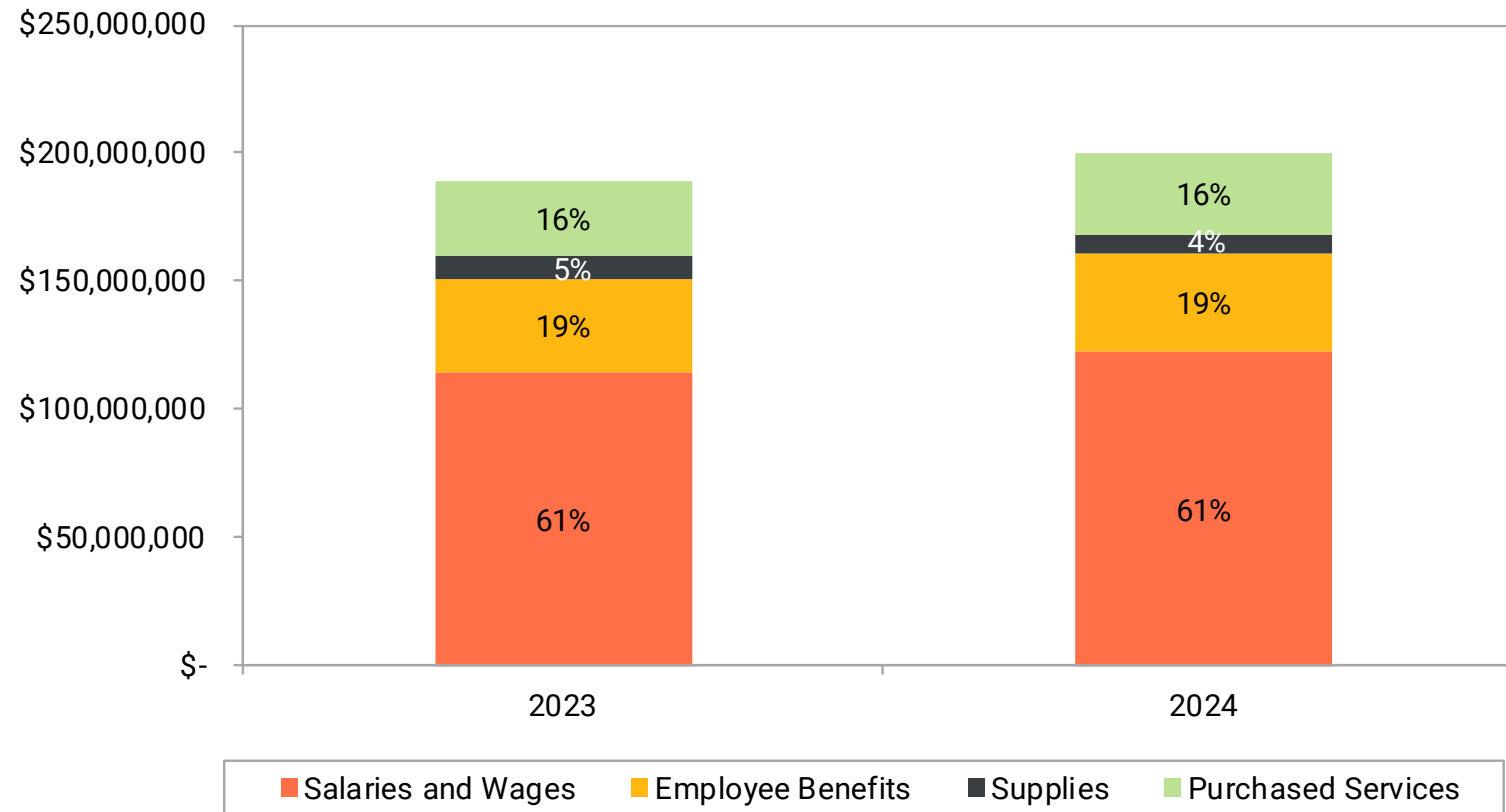
| | Final Budgeted Amounts | Actual Amounts | Variance With Final Budget |
|--|------------------------------|----------------------|-------------------------------|
| Revenues | \$ 204,236,426 | \$ 202,408,819 | \$ (1,827,607) |
| Expenditures | <u>206,064,437</u> | <u>210,050,185</u> | <u>(3,985,748)</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,828,011) | (7,641,366) | (5,813,355) |
| Other Financing Sources | | | |
| Sale of capital assets | 1,500 | 1,773 | 273 |
| Insurance recovery | - | 53,002 | 53,002 |
| Lease proceeds | <u>-</u> | <u>1,050,060</u> | <u>1,050,060</u> |
| Total Other Financing Sources | <u>1,500</u> | <u>1,104,835</u> | <u>1,103,335</u> |
| Net Change in Fund Balances | (1,826,511) | (6,536,531) | (4,710,020) |
| Fund Balances, July 1 | <u>18,290,602</u> | <u>18,290,602</u> | <u>-</u> |
| Fund Balances, June 30 | <u>\$ 16,464,091</u> | <u>\$ 11,754,071</u> | <u>\$ (4,710,020)</u> |

General Fund Revenues per ADM

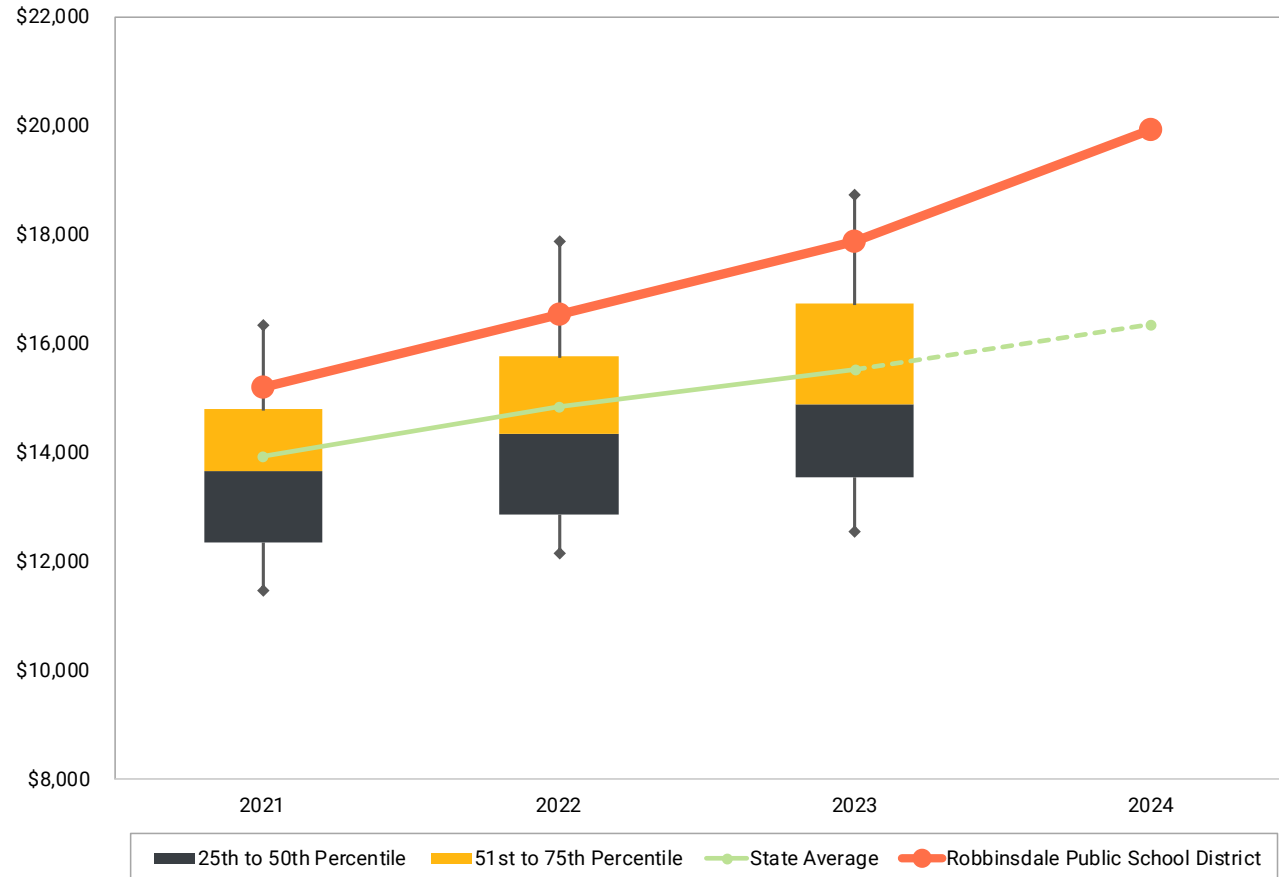


* Information obtained from School District Profile reports published by the MDE

General Fund Current Expenditures by Object Code



General Fund Expenditures per ADM

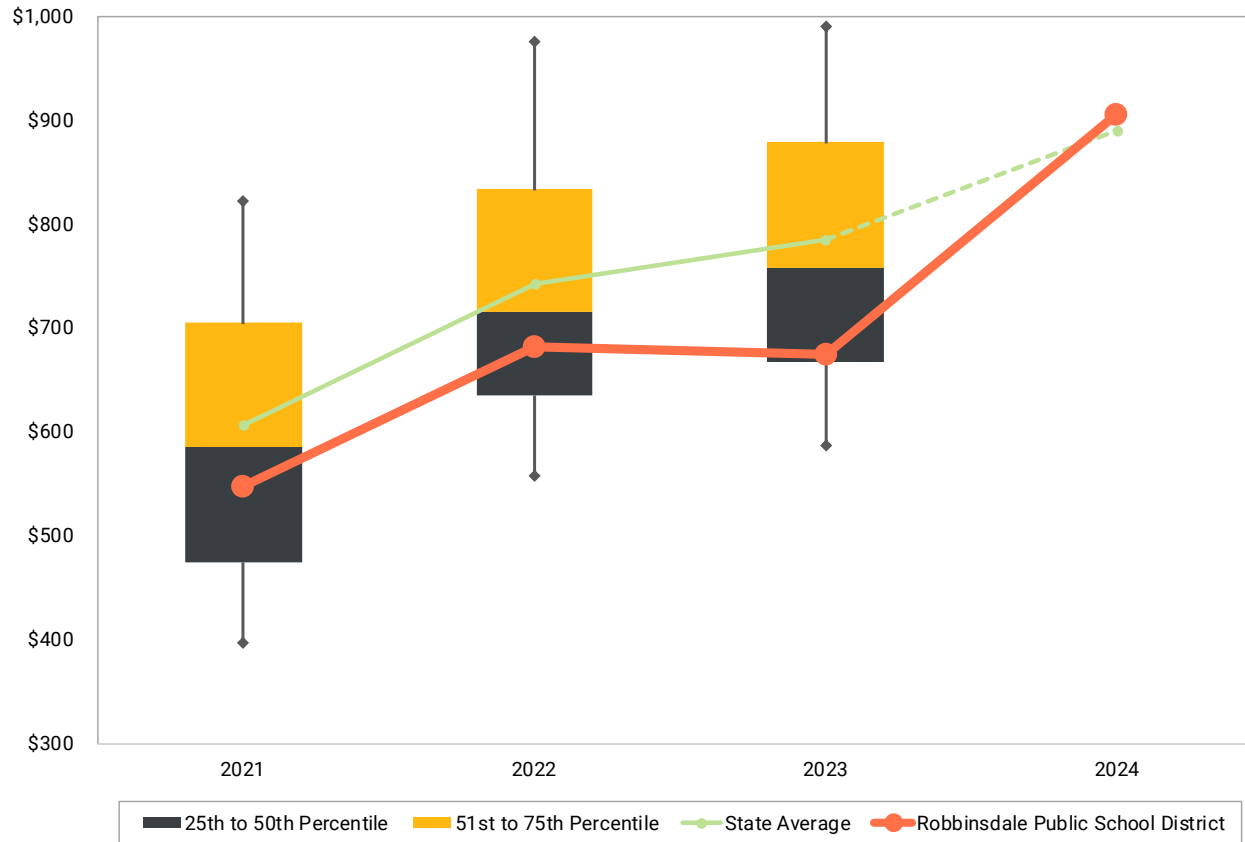


* Percentile data and state average obtained from School District Profile reports published by the MDE

Food Service Fund Budget to Actual

| | Final Budgeted Amounts | Actual Amounts | Variance With Final Budget |
|-----------------------------|------------------------------|-------------------|-------------------------------|
| Revenues | \$ 7,766,361 | \$ 9,479,279 | \$ 1,712,918 |
| Expenditures | 9,655,521 | 9,536,206 | 119,315 |
| Net Change in Fund Balances | (1,889,160) | (56,927) | 1,832,233 |
| Fund Balances, July 1 | 4,655,237 | 4,655,237 | - |
| Fund Balances, June 30 | \$ 2,766,077 | \$ 4,598,310 | \$ 1,832,233 |

Food Service Fund Expenditures per ADM Comparison

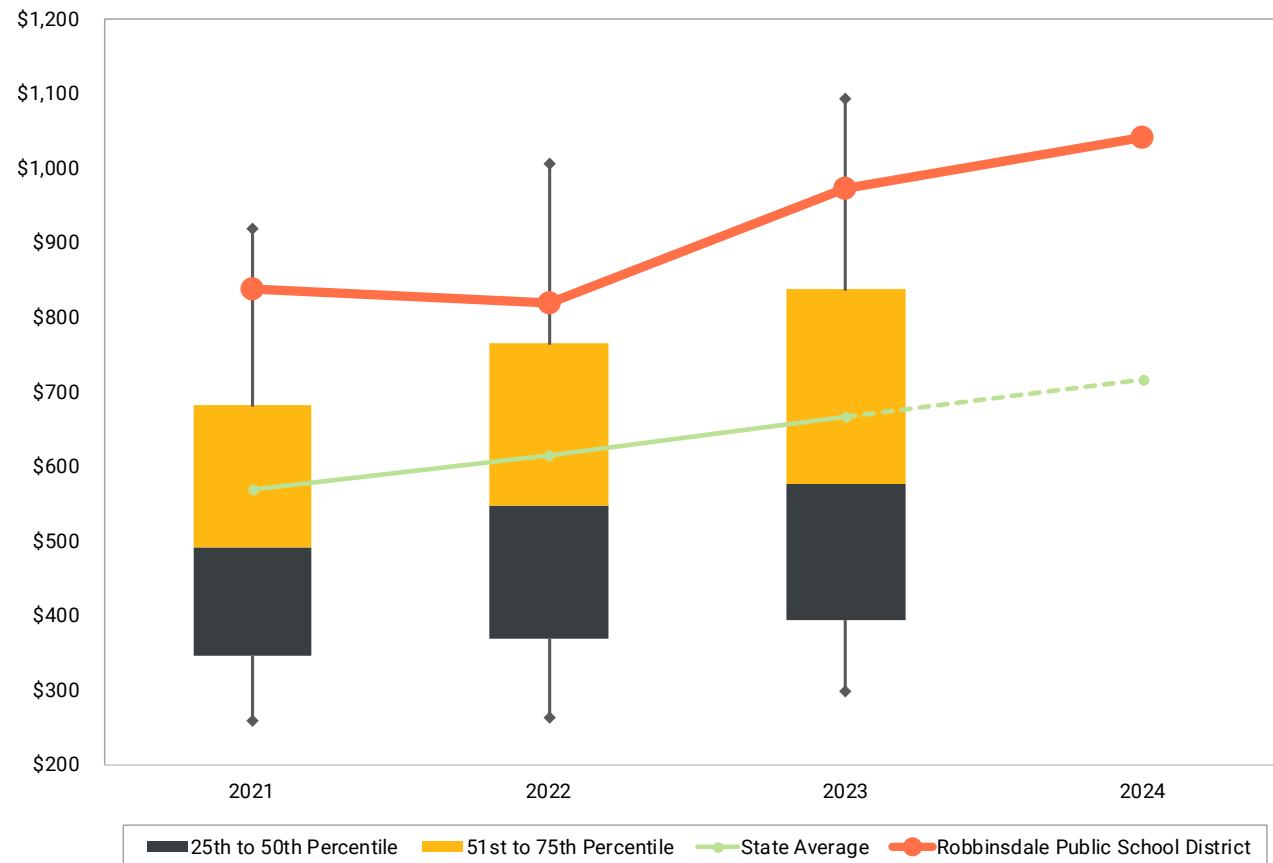


* Percentile data and state average obtained from School District Profile reports published by the MDE

Community Service Fund Budget to Actual

| | Final Budgeted Amounts | Actual Amounts | Variance With Final Budget |
|-----------------------------|------------------------------|----------------------------|-------------------------------|
| Revenues | \$ 11,038,934 | \$ 11,106,904 | \$ 67,970 |
| Expenditures | <u>11,525,262</u> | <u>10,986,404</u> | <u>538,858</u> |
| Net Change in Fund Balances | (486,328) | 120,500 | 606,828 |
| Fund Balances, July 1 | <u>3,374,489</u> | <u>3,374,489</u> | <u>-</u> |
| Fund Balances, June 30 | <u><u>\$ 2,888,161</u></u> | <u><u>\$ 3,494,989</u></u> | <u><u>\$ 606,828</u></u> |

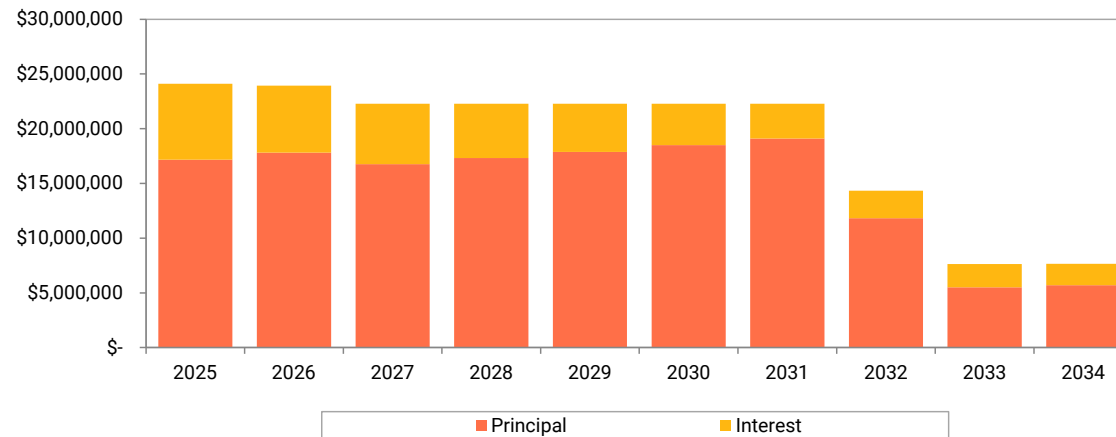
Community Service Fund Expenditures per ADM Comparison



* Percentile data and state average obtained from School District Profile reports published by the MDE

Debt Service Fund

| Debt Description | Balance at Year End | Maturity Date |
|--|------------------------------|------------------|
| G.O. Alternative Facilities Bonds, Series 2014A | \$ 13,325,000 | 2026 |
| G.O. Alternative Facilities Bonds, Series 2015A | 17,100,000 | 2028 |
| G.O. Capital Facilities Bonds, Series 2016A | 6,920,000 | 2031 |
| G.O. Refunding Bonds, Series 2016B | 2,475,000 | 2027 |
| G.O. Alternative Facilities Bonds, Series 2016C | 40,800,000 | 2032 |
| G.O. Certificates of Participation, Series 2016D | 4,820,000 | 2031 |
| G.O. Refunding Bonds, Series 2017A | 5,710,000 | 2029 |
| G.O. Alternative Facilities Bonds, Series 2018A | 11,685,000 | 2032 |
| G.O. Taxable OPEB Refunding Bonds, Series 2018B | 1,700,000 | 2025 |
| G.O. Alternative Facilities Bonds, Series 2019B | 13,965,000 | 2040 |
| G.O. Alternative Facilities Bonds, Series 2020A | 16,055,000 | 2041 |
| G.O. Refunding Bonds, Series 2020B | 4,495,000 | 2032 |
| G.O. Alternative Facilities Bonds, Series 2021A | 20,645,000 | 2042 |
| G.O. Alternative Facilities Bonds, Series 2022A | 18,060,000 | 2040 |
| G.O. Alternative Facilities Bonds, Series 2023A | 19,260,000 | 2044 |
| Total Bonds Outstanding | <u>\$ 197,015,000</u> | |
| Total Remaining Interest Payments | <u>\$ 49,653,380</u> | |

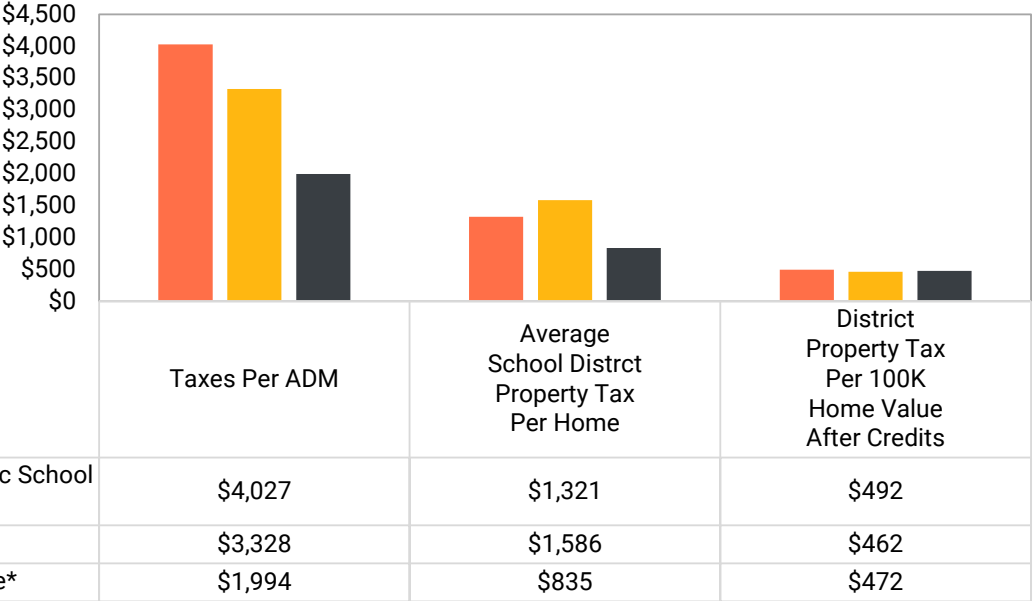


Building Construction Fund Budget to Actual

| | Final Budgeted Amounts | Actual Amounts | Variance With Final Budget |
|--|------------------------------|-------------------|-------------------------------|
| Revenues | \$ 979,500 | \$ 886,755 | \$ (92,745) |
| Expenditures | 18,530,350 | 17,557,837 | 972,513 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (17,550,850) | (16,671,082) | 879,768 |
| Other Financing Sources | | | |
| Bonds issued | 19,431,180 | 19,260,000 | (171,180) |
| Premium on debt issued | - | 532,009 | 532,009 |
| Total Other Financing Sources | 19,431,180 | 19,792,009 | 360,829 |
| Net Change in Fund Balances | 1,880,330 | 3,120,927 | 1,240,597 |
| Fund Balances, July 1 | 9,503,879 | 9,503,879 | - |
| Fund Balances, June 30 | \$ 11,384,209 | \$ 12,624,806 | \$ 1,240,597 |

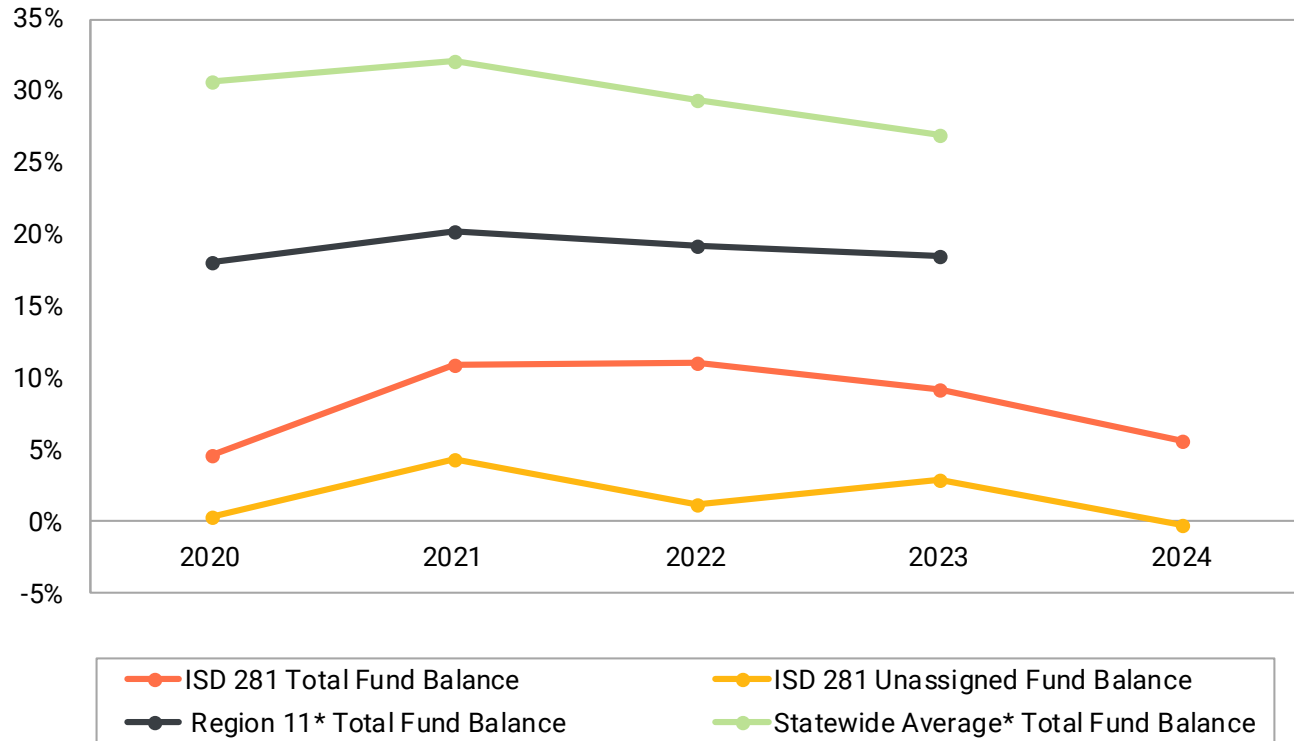
Property Taxes

Key Performance Indicators



* Information obtained from School District Profile reports published by the MDE

General Fund Total Fund Balances as a Percentage of Expenditures

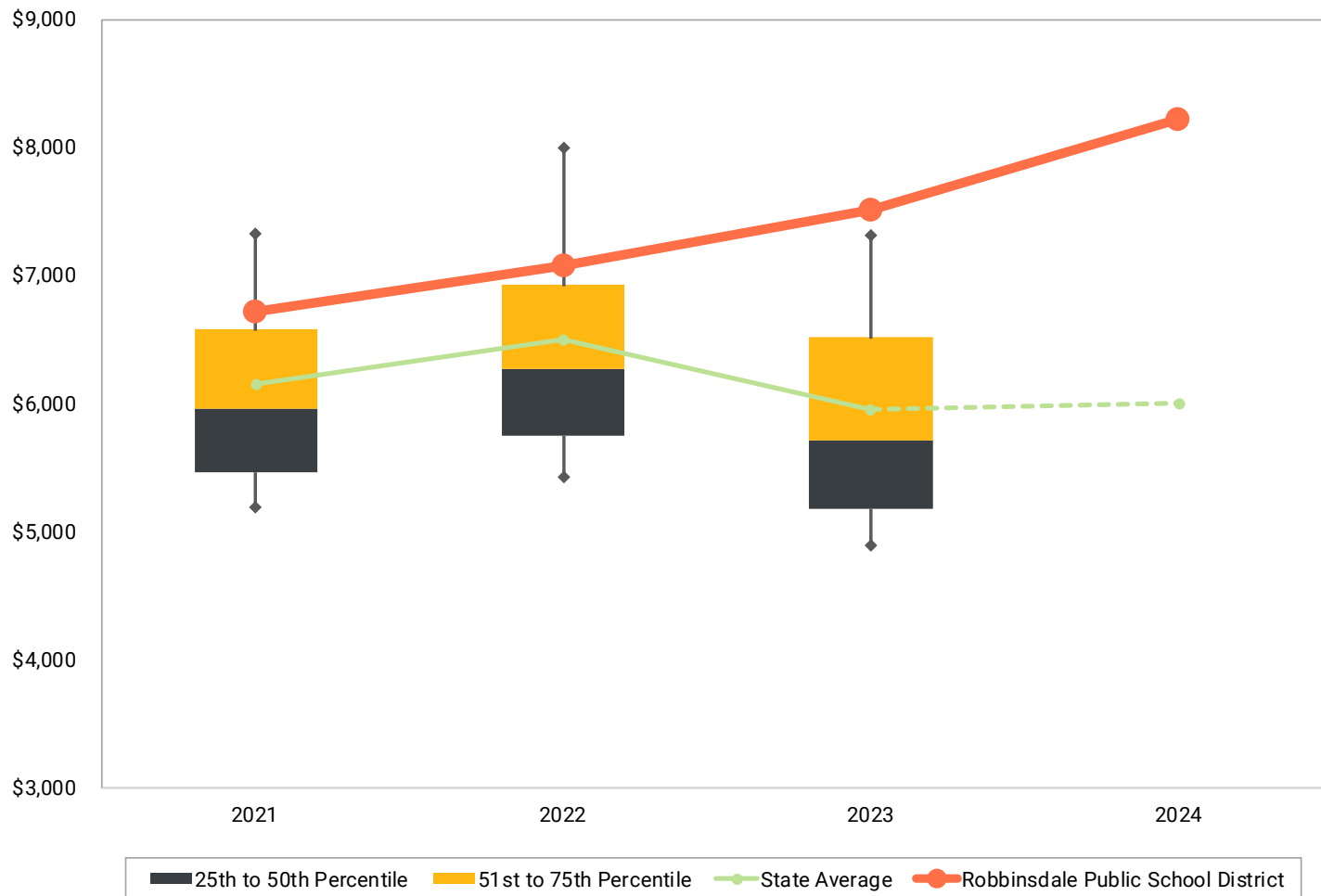


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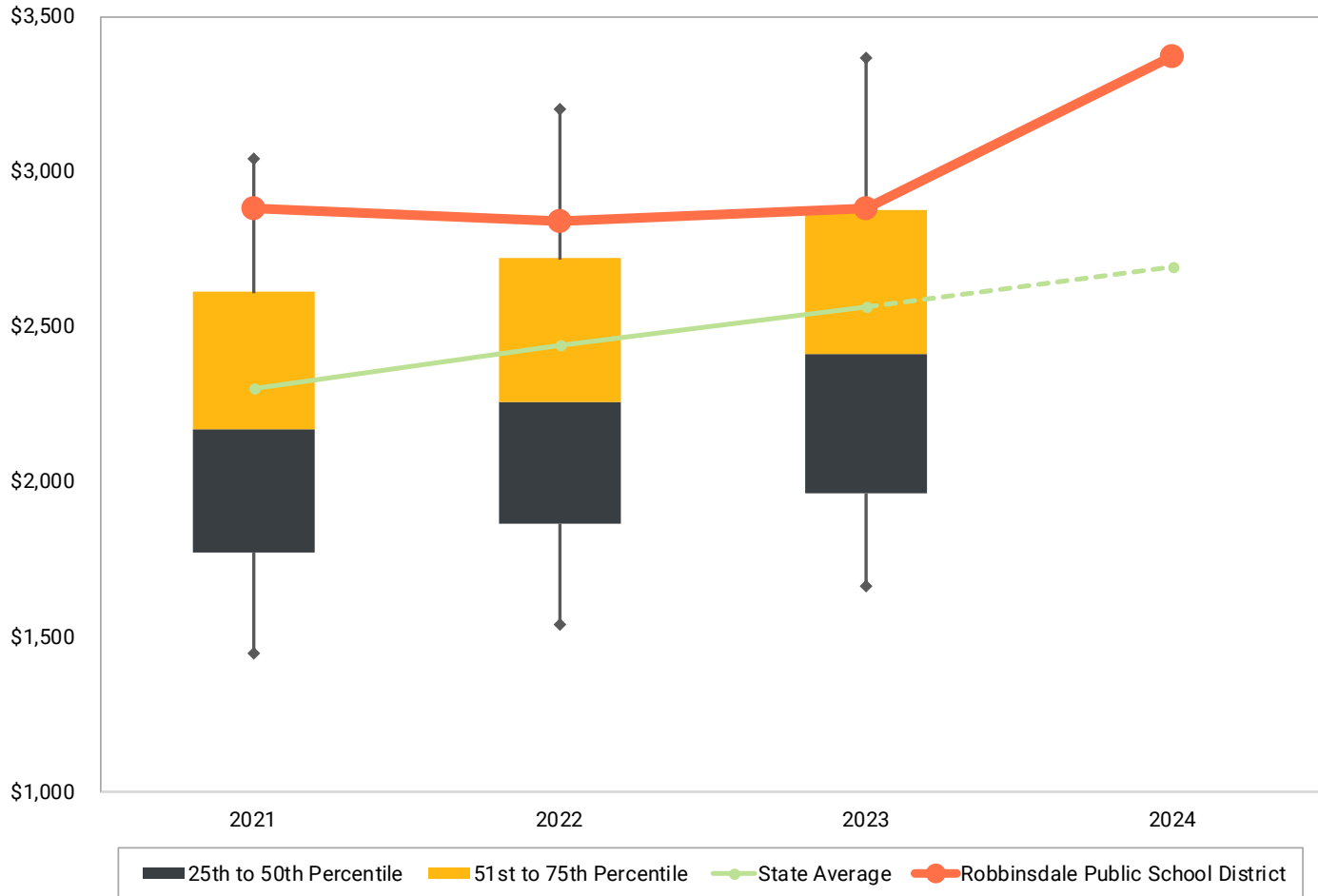
Key Performance Indicators

Elementary and Secondary Regular Instruction per ADM

Key Performance Indicators



* Percentile data and state average obtained from School District Profile reports published by the MDE



* Percentile data and state average obtained from School District Profile reports published by the MDE

Special Education Expenditures per ADM

Key Performance Indicators

Your Abdo Team



Brad Falteysek, CPA
Partner



Tyler See, CPA
Manager



Luke Vogt
Supervisor



John Stachel
Senior Associate



Jason Fagan
Associate



Amanda Schmidt
Associate