Deuel School District #19-4 School Board Meeting Agenda
Monday, April 14, 2025, 6:00 p.m. in Room 311

CALL TO ORDER

ADOPT THE AGENDA

MISSION & VISION STATEMENTS
Rylie Bass

PUBLIC COMMENT/VISITORS
Kayla Bucknell

CONFLICT OF INTEREST DISCLOSURES

CONSENT AGENDA ITEMS
1 – Minutes – Regular Meeting March 10, 2025
2 – March 2025 Payroll

OLD BUSINESS

NEW BUSINESS
Financial Report for the Month Ending March 31, 2025
March 2025 Bills
Heath Hinker, Volunteer Golf Coach
Grant Holden, Volunteer Softball Coach
Audit
Food Service Agreement for Dakota 15 Food Buying Group
Jon Peterreins, Boys Basketball Coach Resignation
Lindsey Gorder, Assistant Volleyball Coach Resignation
Randy Haakenson, Paraprofessional & GBB Coach Resignation
SDHSAA Membership Resolution
ASBSD Workers Compensation Fund Renewal and Participation Agreement

REPORTS
Superintendent Schiernbeck
Principal Hahn
Principal Rahlf
Athletic Director Rahlf
Business Manager Schmahl
NESC Representative Gubrud

NEXT MEETING

OTHER BUSINESS – Items not on the agenda may not be voted on at this meeting

Executive Session pursuant to SDCL 1-25-2(4) for Negotiations
Executive Session pursuant to SDCL 1-25-2(1) for Personnel

ADJOURN

Deuel School District #19-4 School Board Meeting Minutes
Monday, March 10, 2025

The regular meeting of the Deuel School District Board of Education was called to order on Monday, March 10, 2025, at 6:00 p.m. by Chairperson Nielsen. Members present included Danay Nielsen, Wade Gubrud, Leah Schwiesow, and Tony Konold. Joel Brandt was absent. Others present included Superintendent Schiernbeck, Principal Hahn, Principal & Athletic Director Rahlf, Business Manager Schmahl, Emma Raml and Roxi Raml.

Action 3A-1
Motion by Gubrud, seconded by Konold to adopt the agenda with the addition of Sandi Block Resignation and Grant Holden, Volunteer Softball Coach at the end of New Business. All present voted aye. Motion carried.

The Mission & Vision Statements were read by Emma Raml.

There was no public comment.

There were no Conflict-of-Interest Disclosures.

Action 3A-2
Motion by Schwiesow, seconded by Konold to approve the consent agenda as follows: Minutes of the Regular Meeting February 10, 2025, and February 2025 Payroll - General Fund $337,080.18, Special Education $80,194.37, and Food Service $16,759.74. All present voted aye. Motion carried.

Calendar hours were discussed. Currently the minimum requirement is 962.5 hours. The guideline going forward will be 5% above the minimum requirement.

Action 3A-3
Motion by Gubrud, seconded by Schwiesow to approve the financial report for the month ending February 28, 2025. All present voted aye. Motion carried.

	General Fund	Capital Outlay	Capital Projects	Special Education	Food Service	Other Enterprise	Trust and Agency	Private Purpose Trust	Total
Balance 2.1.25	1,208,469.66	2,965,872.57	147,749.85	362,830.62	(62,194.55)	(2,273.42)	202,434.32	68,404.06	4,891,293.11
Receipts:									
Local	101,206.56	32,307.36	-	32,227.69	23,499.55	1,100.00	67,843.67	-	258,184.83
State	229,863.14	-	-	-	-	-	-	-	229,863.14
Federal	53,712.00	-	-	-	8,492.13	-	-	-	62,204.13
Other	-	35,106.23	-	-	-	-	-	-	35,106.23
Total Receipts	384,781.70	67,413.59	-	32,227.69	31,991.68	1,100.00	67,843.67	-	585,358.33
G.L. Entries	-	-	-	-	-	-	-	-	-
Disbursements:									
Accts. Payable	68,985.07	3,837.12	-	18,604.78	13,822.68	-	65,393.78	-	170,643.43
Hourly Payroll	72,771.66	-	-	47,228.98	16,759.74	-	-	-	136,760.38
Contracted Payroll	264,308.52	-	-	32,965.39	-	-	-	-	297,273.91
P-Card	5,126.43	3,578.77	-	141.69	-	-	10.60	-	8,857.49
Flex/HS Deducts	-	-	-	-	-	-	446.44	-	446.44
Prior Adj	14,149.95	(147,749.85)	147,749.85	-	-	(14,126.00)	769.44	-	793.39
CO Cert Pmts	-	-	-	-	-	-	-	-	-
Pre-Paids	28.47	-	-	-	402.32	-	-	-	430.79
Total Disbursements	425,370.10	(140,333.96)	147,749.85	98,940.84	30,984.74	(14,126.00)	66,620.26	-	615,205.83
Balance 2.28.25	1,167,881.26	3,173,620.12	(0.00)	296,117.47	(61,187.61)	12,952.58	203,657.73	68,404.06	4,861,445.61

Action 3A-4
Motion by Konold, seconded by Gubrud to approve payment of the February 2025 bills as presented. All present voted aye. Motion carried.

Action 3A-5
Motion by Schwiesow, seconded by Gubrud to approve issuing contracts for the 2025-2026 school year to Superintendent Chad Schiernbeck, Business Manager Ellen Schmahl, HS/MS Principal Katie Hahn and Elementary Principal Todd Rahlf. All present voted aye. Motion carried.

Action 3A-6
Motion by Konold, seconded by Schwiesow to approve the contract of Melissa Hawley as Paraprofessional at $16.25 per hour. All present voted aye. Motion carried.

The Student Behavior & Student Support section of the Strategic Plan was reviewed and discussed. Superintendent Schiernbeck will make changes as suggested.

Action 3A-7
Motion by Gubrud, seconded by Schwiesow to approve the resignation of Sandi Block at the end of the 2024-2025 school year. All present voted aye. Motion carried.

Action 3A-8
Motion by Schwiesow, seconded by Konold to approve Grant Holden as a volunteer softball coach. All present voted aye. Motion carried.

Superintendent Schiernbeck's report included: Legislative Updates; SPED; NPIP-March 12th in Huron; Literacy Grant; TOY-Cindy Konold; CSI-April 8th; and Band Teacher candidates.

Principal Hahn's report included: Staff Recognition – Doug Dyk; Social Studies Curriculum; Music in our Schools Month; Testing Season: ACT, NCRC, and Smarter Balance; Students of the Month – MS: ELA – Owen Andringa, Math – Joe Carpenter, Science – Ryan Streich, Social – Kylee Dahl – HS: ELA – Kennedy Rolfsmeier, Math – Rylynn Streich, Science – Kyle Finnesand, Social Studies– Rosie Reppe, Music – Jaycee Hourigan, CTE – Jaxon Peterreins, Art – Sonja Sodren; and Cardinal Card Recognition: MS – 11 and HS – 14.

Principal Rahlf's report included: February Students of the Month: K - Harper Kloos, 1st - Evan Bauman, 2nd - Molly Severson, 3rd - Colby Rahlf, 4th - Amy Andringa, 5th - Renezmay Ziebell; February Cardinal Card Winners: Jonathan Limberg, Jackson DeRoy, Cole Mischke, Bryar Coil, Mya Coil; Staff Shout Out: Elementary Paras-Alexis Warren, Morgan Salanoa, Nicole Decker, Hallie Amdahl, Melanie Schulte, Emma Ruby, Shari Street, Desiree Street, Rhonda Begalka, Christina Beutler; Smarter Balance Testing: Elementary will test April 14th-April 24th; NWEA testing window will open after state testing; Family Friendly Walk Through: Morning of March 25th will be the community and teacher meeting and Evening of March 25th will be the K-8 Health and Fitness Night including Events from 5-6 – HS students will run the event tables and Pizza from 6-7; School Store: $806.24 donated back to the school, $7,010.00 worth of Gift Cards purchased and donated to our elementary teachers so they can go onto the school store and purchase items for their classrooms; and Elementary conferences will be held on March 28th from 8 am-4 pm: we are using sign-up genius again to schedule conferences.

Athletic Director Rahlf's report included: Winter Sports Awards Banquet will be held March 24th at 7 pm in the Stage Gym; State Wrestling: Congratulations to Gavin Mattson, Korbin Whiteley, and Gavin Kloos for qualifying for the State Wrestling Tournament and Congratulations to Gavin Kloos on placing 3rd at state and Korbin Whiteley for placing 5th at state; State Gymnastics: Congratulations to the gymnastic team on their 3rd place team finish at state, Congratulations to the following girls for placing at the individual level and all-tournament team selections: Laycee Andersen: Beam-8th, Hannah Cutshaw: All Tournament Team, Beam-10th, Bars-5th, Floor-4th, AA-8th, Tai Engels: All Tournament Team, Vault-2nd, Floor-9th, AA-9th, Congratulations to former Coach Caitlin Steffensen on being inducted into the Gymnastics Hall of Fame!!; LCC Basketball All Conference: Congratulations Jaycee Hourigan, Jaxon Peterreins and Gabe Sather!!; Esports: Congratulations to the varsity team for placing 4th at the State E-Sport Tournament in League of Legends!!; and Spring Sports: Track could have started practice on Feb. 26th, Golf can start practice on March 25th, Softball can start practice on March 11th.

Business Manager Schmahl's report included: 1094/1095's; Audit; Budget; Business Manager Training March 25th; and Finance Committee Meeting.

NESC Representative Gubrud reported on the February 17, 2025, meeting.

Next meeting will be April 14, 2025, at 6:00 p.m. in Room 311

Action 3A-9
Motion by Schwiesow, seconded by Gubrud to enter into Executive Session pursuant to SDCL 1-25-2(3) for Reviewing Communications from Legal Counsel at 6:59 p.m. All present voted aye. Motion carried.

Chairperson Nielsen declared the board out of Executive Session at 7:12 p.m.

Action 3A-10
Motion by Schwiesow, seconded by Konold to adjourn the meeting at 7:12 p.m. All present voted aye. Motion carried.

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Ellen Schmahl, Business Manager Danay Nielsen, Chairperson

March 2025 Payroll

Hourly	General	Spec. Ed.	Food Serv	Other Ent.
OASI	$ 8,618.92	$ 4,546.18	$ 1,913.60	$ -
FIT	$ 1,870.51	$ 685.74	$ 134.24	$ -
INS	$ 5,750.67	$ 12,661.58	$ 2,404.95	$ -
SDRS	$ 4,078.16	$ 3,827.52	$ 1,314.16	$ -
OD	$ 626.79	$ 720.00	$ 200.00	$ -
NET	$ 47,359.42	$ 24,067.74	$ 10,491.30	$ -
TOTAL	$ 68,304.47	$ 46,508.76	$ 16,458.25	$ -
Total Hourly		$ 131,271.48		

Contracted	General	Spec. Ed.	$ -
OASI	$ 29,611.56	$ 3,858.22	$ -
FIT	$ 13,190.00	$ 1,481.85	$ -
INS	$ 29,071.56	$ 5,184.19	$ -
SDRS	$ 23,896.20	$ 3,165.10	$ -
OD	$ 7,929.48	$ 326.70	$ -
NET	$ 146,572.77	$ 19,784.74	$ -
TOTAL	$ 250,271.57	$ 33,800.80	$ -
Total Contracted		$ 284,072.37	
Total Payroll		$ 415,343.85	

DEUEL SCHOOL DISTRICT 19-4
CASH REPORT

	General Fund	Capital Outlay	Special Education	Food Service	Other Enterprise	Trust and Agency	Private Purpose Trust	Total
Balance 3.1.25	1,167,881.26	3,173,620.12	296,117.47	(61,187.61)	12,952.58	203,657.73	68,404.06	4,861,445.61
Receipts:								
Local	126,348.15	29,975.58	39,651.82	19,551.82	1,925.00	75,689.69	-	293,142.06
State	141,866.66	-	-	-	-	-	-	141,866.66
Federal	32.00	-	-	8,875.76	-	-	-	8,907.76
Other	-	-	-	-	-	-	-	-
Total Receipts	268,246.81	29,975.58	39,651.82	28,427.58	1,925.00	75,689.69	-	443,916.48
G.L. Entries	-	-	-	-	-	-	-	-
Disbursements:								
Accts. Payable	48,075.25	3,714.91	18,734.58	14,916.03	-	66,482.62	-	151,923.39
Hourly Payroll	68,304.47	-	46,508.76	16,458.25	-	-	-	131,271.48
Contracted Payroll	250,271.57	-	33,800.80	-	-	-	-	284,072.37
P-Card	4,161.75	405.46	199.40	-	-	1,674.47	-	6,441.08
Flex/HS Deducts	-	-	-	-	-	419.53	-	419.53
Prior Adj	(255.00)	255.00	-	-	-	-	-	-
CO Cert Pmts	-	-	-	-	-	-	-	-
Pre-Paids	62.28	-	-	394.11	-	-	-	456.39
Total Disbursements	370,620.32	4,375.37	99,243.54	31,768.39	-	68,576.62	-	574,584.24
Balance 3.31.25	1,065,507.75	3,199,220.33	236,525.75	(64,528.42)	14,877.58	210,770.80	68,404.06	4,730,777.85

	10 GENERAL FUND	21 CAPITAL OUTLAY	22 SPECIAL EDUCATION FUND	51 FOOD SERVICE	53 OTHER ENTERPRISE FUND	Total
Total Assets and Deferred Outflows of Resources						
Current Assets						
101 GF Demand Deposits	24,684.03	185,178.93	0.00	(34.40)	(15.98)	209,812.58
102 PAYROLL DEPOSITS	(4,816.37)	0.00	(703.73)	0.29	11,386.23	5,866.42
105 POOLED FUND DEPOSITS	1,045,640.09	1,014,041.40	237,229.48	(64,494.31)	3,507.33	2,235,923.99
106 TIME DEPOSITS	0.00	2,000,000.00	0.00	0.00	0.00	2,000,000.00
108 GF Advance Payments	5,356.35	0.00	0.00	0.00	0.00	5,356.35
110 SPED TAXES RECEIVABLE	1,802,004.49	1,871,585.31	1,069,470.38	0.00	0.00	4,743,060.18
112 SPED TAXES RECEIVABLE - PRIOR YEARS	25,873.09	14,195.31	7,226.95	0.00	0.00	47,295.35
120 011 GF Accounts Receivable Regular	1,546.38	0.00	0.00	0.00	0.00	1,546.38
120 012 GF Accounts Receivable Collections	0.00	0.00	0.00	0.00	(0.22)	(0.22)
120 ACCOUNTS RECEIVABLE	0.00	0.00	0.00	7,508.07	0.00	7,508.07
140 GF Due From Federal Govt	(0.11)	0.00	0.00	0.00	0.00	(0.11)
170 101 SUPPLIES INVENTORY CLEAR LAKE	0.00	0.00	0.00	167.22	0.00	167.22
171 101 FOOD INVENTORY CLEAR LAKE	0.00	0.00	0.00	2,301.54	0.00	2,301.54
172 101 COMMODITY INVENTORY CLEAR LAKE	0.00	0.00	0.00	4,659.97	0.00	4,659.97
196 NET PENSION ASSET	0.00	0.00	0.00	374.12	41.83	415.95
Current Assets	2,900,287.95	5,085,000.95	1,313,223.08	(49,517.50)	14,919.19	9,263,913.67
Long-term Assets						
204 EQUIPMENT-LOCAL	0.00	0.00	0.00	8,064.17	0.00	8,064.17
205 EQUIPMENT-FEDERAL ASSIST.	0.00	0.00	0.00	290,688.26	0.00	290,688.26
208 ACCUM DEPRECIATION-LOCAL	0.00	0.00	0.00	(3,519.77)	0.00	(3,519.77)
209 ACCUM DEPR-FEDERAL	0.00	0.00	0.00	(25,584.26)	0.00	(25,584.26)
Long-term Assets	0.00	0.00	0.00	269,648.40	0.00	269,648.40
Deferred Outflows of Resources						
252 014 PENSION RELATED DEFERRED OUTFLOWS	0.00	0.00	0.00	4,268.00	0.00	4,268.00
252 PENSION RELATED DEFERRED OUTFLOWS	0.00	0.00	0.00	32,516.05	3,625.11	36,141.16
Deferred Outflows of Resources	0.00	0.00	0.00	36,784.05	3,625.11	40,409.16

	10 GENERAL FUND	21 CAPITAL OUTLAY	22 SPECIAL EDUCATION FUND	51 FOOD SERVICE	53 OTHER ENTERPRISE FUND	Total
Total Assets and Deferred Outflows of Resources	2,900,287.95	5,085,000.95	1,313,223.08	256,914.95	18,544.30	9,573,971.23
Total Liabilities, Deferred Inflows of Resources, and Fund Equity						
Current Liabilities						
402 ACCOUNTS PAYABLE	251.54	0.00	88.20	0.00	0.00	339.74
404 CONTRACTS PAYABLE	(61,337.52)	0.00	14,916.64	11,625.47	1,296.00	(33,499.41)
451 FICA PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
452 FIT PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
453 INSURANCE PAYABLE	993.61	0.00	(0.17)	(0.32)	0.24	993.36
454 RETIREMENT PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
455 OTHER DEDUCTIONS PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
456 TSA PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
457 BENEFITS PAYABLE	(24,487.92)	0.00	(9,119.60)	(616.95)	177.42	(34,047.05)
459 MNSIT PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
471 DEPOSITS PAYABLE	0.00	0.00	0.00	12,091.11	0.00	12,091.11
Current Liabilities	(84,580.29)	0.00	5,885.07	23,099.31	1,473.66	(54,122.25)
Long-term Liabilities						
506 Net OPEB Liability	0.00	0.00	0.00	15,135.00	0.00	15,135.00
559 OTHER DEFERRED INFLOWS	0.00	0.00	0.00	3,113.54	0.00	3,113.54
Long-term Liabilities	0.00	0.00	0.00	18,248.54	0.00	18,248.54
Other Liabilities						
475 Unearned Revenue	0.00	0.00	0.00	0.00	0.00	0.00
Other Liabilities	0.00	0.00	0.00	0.00	0.00	0.00
Deferred Inflows of Resources						
551 UNAVAILABLE REVENUE-PROPERTY TAXES	1,827,877.58	1,885,780.62	1,076,697.33	0.00	0.00	4,790,355.53
554 014 PENSION RELATED DEFERRED INFLOWS	0.00	0.00	0.00	0.46	0.00	0.46
554 PENSION RELATED DEFERRED INFLOWS	0.00	0.00	0.00	18,675.48	2,082.48	20,757.96
559 OTHER DEFERRED INFLOWS	0.00	0.00	0.00	0.00	0.07	0.07
Deferred Inflows of Resources	1,827,877.58	1,885,780.62	1,076,697.33	18,675.94	2,082.55	4,811,114.02

	10 GENERAL FUND	21 CAPITAL OUTLAY	22 SPECIAL EDUCATION FUND	51 FOOD SERVICE	53 OTHER ENTERPRISE FUND	Total
Fund Balance						
706 TOTAL FIXED ASSETS	0.00	0.00	0.00	269,907.40	0.00	269,907.40
707 RESTRICTED NET POSITION	0.00	0.00	0.00	14,215.23	1,585.39	15,800.62
708 008 UNRESTRICTED NET ASSETS	0.00	0.00	0.00	0.00	4,420.61	4,420.61
708 080 UNRESTRICTED NET ASSETS	0.00	0.00	0.00	0.00	52,457.83	52,457.83
708 UNRESTRICTED NET ASSETS	0.00	0.00	0.00	(87,231.47)	(43,475.74)	(130,707.21)
723 RESTRICTED-CAPITAL OUTLAY	0.00	3,199,220.33	0.00	0.00	0.00	3,199,220.33
724 RESTRICTED-SPEC. ED.	0.00	0.00	230,640.68	0.00	0.00	230,640.68
749 920 RESTRICTED-PERKINS	4,630.44	0.00	0.00	0.00	0.00	4,630.44
753 ASSIGNED-UNEMPLOYMENT	17,707.00	0.00	0.00	0.00	0.00	17,707.00
760 UNASSIGNED -GENERAL FUND	1,134,653.22	0.00	0.00	0.00	0.00	1,134,653.22
Fund Balance	1,156,990.66	3,199,220.33	230,640.68	196,891.16	14,988.09	4,798,730.92
Total Liabilities, Deferred Inflows of Resources, and Fund Equity	2,900,287.95	5,085,000.95	1,313,223.08	256,914.95	18,544.30	9,573,971.23

Fund: 60 TRUST AND CUSTODIAL

Chart of Account Number	Chart of Account Description	Beginning Balance	Expenses	Revenues	Balance Change	Balance
60 759 804	CLASS OF 2022	(183.91)	0.00	0.00	0.00	(183.91)
60 759 807	FFA	6,387.99	2,415.59	0.00	0.00	3,972.40
60 759 808	HS STUDENT COUNCIL	10,610.67	1,106.20	74.86	0.00	9,579.33
60 759 809	NATIONAL HONOR SOCIETY	1,192.38	0.00	0.00	0.00	1,192.38
60 759 810	KEY CLUB	5,769.57	2,131.87	1,639.75	0.00	5,277.45
60 759 811	CLEARING ACCOUNT	5,840.72	708.00	519.00	0.00	5,651.72
60 759 812	ACTIVITY TICKETS	4,151.75	0.00	0.00	0.00	4,151.75
60 759 813	IMPREST FUND	(1,089.63)	4,086.31	7,062.68	0.00	1,886.74
60 759 819	BAND	5,912.53	0.00	0.00	0.00	5,912.53
60 759 822	MENTORSHIP PROGRAM	2,402.84	0.00	0.00	0.00	2,402.84
60 759 823	VOCAL	1,638.46	0.00	0.00	0.00	1,638.46
60 759 825	CHEERLEADERS	1,950.02	0.00	0.00	0.00	1,950.02
60 759 829	LAPTOP DEPOSIT	15,673.29	0.00	265.00	0.00	15,938.29
60 759 831	RACHELS CHALLENGE	4,914.70	0.00	0.00	0.00	4,914.70
60 759 834	Oral Interp	400.00	0.00	0.00	0.00	400.00
60 759 835	BAND TRIP FUND	3,104.94	0.00	0.00	0.00	3,104.94
60 759 836	YEARBOOK STAFF	1,827.34	0.00	0.00	0.00	1,827.34
60 759 837	GYMNASTICS CLUB	68.77	0.00	0.00	0.00	68.77
60 759 838	ART CLUB	1,751.29	0.00	0.00	0.00	1,751.29
60 759 839	SOFTBALL	1,000.00	250.00	300.00	0.00	1,050.00
60 759 840	MEDICAL TRUST	10,933.64	54,929.77	55,119.45	0.00	11,123.32
60 759 853	Play Donation	1,200.00	0.00	200.00	0.00	1,400.00
60 759 854	Deuel Drama Club	29.70	0.00	0.00	0.00	29.70
60 759 855	SPECIAL OLYMPICS	4,632.60	0.00	0.00	0.00	4,632.60
60 759 861	MS STUDENT COUNCIL	3,831.44	41.78	0.00	0.00	3,789.66
60 759 863	BOX TOPS	5,072.43	0.00	0.00	0.00	5,072.43
60 759 864	Class Composites Project	244.48	0.00	0.00	0.00	244.48
60 759 865	CARDNIAL CARDS	259.83	0.00	0.00	0.00	259.83
60 759 868	PLAYGROUND CLEARING	514.97	0.00	0.00	0.00	514.97
60 759 869	DISTRICT/REGIONAL EVENT	(2,121.11)	1,885.33	2,701.95	0.00	(1,304.49)
60 759 870	STUDENT ASSISTANCE	5,336.43	76.07	0.00	0.00	5,260.36
60 759 875	PRESCHOOL PARENTS	1,559.25	0.00	0.00	0.00	1,559.25
60 759 876	SCOREBOARD ADS	87,500.00	0.00	3,000.00	0.00	90,500.00
60 759 885	ENGRAVER-RESALE	1,018.61	0.00	0.00	0.00	1,018.61
60 759 886	MULTI MEDIA ADS	3,205.10	0.00	0.00	0.00	3,205.10
60 759 901	SPECIAL DONATIONS	4,100.00	0.00	0.00	0.00	4,100.00
60 759 902	GOLF	3,865.72	0.00	0.00	0.00	3,865.72
60 759 903	EDUCATORS RISING	100.00	0.00	0.00	0.00	100.00

Fund: 60 TRUST AND CUSTODIAL

Chart of Account Number	Chart of Account Description	Beginning Balance	Expenses	Revenues	Balance Change	Balance
60 759 904	ESports	1,186.59	111.47	0.00	0.00	1,075.12
60 759 910	SECT. 125 REIMB.	3,560.70	419.53	916.00	0.00	4,057.17
60 759 912	HOSA	3,227.67	414.70	1,536.00	0.00	4,348.97
60 759 920	DEWAL PERKINS	(5,765.80)	0.00	0.00	0.00	(5,765.80)
60 759 923	Class of 2023	133.43	0.00	0.00	0.00	133.43
60 759 924	Class of 2024	412.56	0.00	0.00	0.00	412.56
60 759 925	Class of 2025	553.81	0.00	0.00	0.00	553.81
60 759 926	Class of 2026	(1,074.43)	0.00	2,355.00	0.00	1,280.57
	Fund Total: 60	206,841.34	68,576.62	75,689.69	0.00	213,954.41

Vendor	Description	Invoice Amount
Fund: 10 GENERAL FUND		
A&B PURE WATER	SUPPLIES	172.50
A-OX WELDING SUPPLY CO. INC	SUPPLIES	105.48
ANDOR, INC	REPAIRS & MAINTENANCE	1,912.76
ARS, A TECTA AMERICA COMPANY	REPAIRS & MAINTENANCE	669.50
AUTOMATIC BUILDING CONTROLS	PURCHASED SERVICES	3,691.00
BJERKE SANITATION	GARBAGE REMOVAL	450.00
CANBY CHIROPRACTIC CENTER	PURCHASED SERVICES	95.00
CANBY DAIRY QUEEN	CONCESSIONS	125.00
CITY OF CLEAR LAKE	PURCHASED SERVICES, WATER & SEWER	1,301.02
CLEAR LAKE BUILDING CENTER	SUPPLIES	557.04
CLEAR LAKE COURIER	PURCHASED SERVICES	602.78
COMFORT SUITES UNIVERSITY	PERKINS - LAKE PRESTON	109.00
COMMERCIAL KITCHEN SERVICES, LLC	REPAIRS & MAINTENANCE	631.38
COWBOY COUNTRY STORES	FUEL	16.25
DAKOTA SPORTS INC	SUPPLIES	122.85
DEUEL COUNTY CENEX	FUEL & SUPPLIES	5,309.28
DEUEL SCHOOL - TRUST & CUSTODIAL	IMPREST FUND REIMBURSEMENT	4,043.83
ECOLAB PEST ELIMINATION SERVICE	PURCHASED SERVICES	155.58
ELO PROF. LLC	PURCHASED SERVICES	10,250.00
FLINN SCIENTIFIC INC	SUPPLIES	70.31
GETTYSBURG INN & SUITES	TRAVEL	1,027.00
HILLYARD/SIOUX FALLS	SUPPLIES	3,393.97
Humanity Launch, LLC	PURCHASED SERVICES	1,600.00
ITC	COMMUNICATIONS	644.72
JAYMAR BUSINESS FORMS	SUPPLIES	306.29
JW PEPPER & SONS INC.	MUSIC	56.25
KEIMIG AUTO REPAIR	REPAIRS & MAINTENANCE	983.29
MAXWELL MEDALS	SUPPLIES	701.00
MAYNARDS	SUPPLIES	843.71

Vendor	Description	Invoice Amount
MIDWEST LIVESTOCK SERVICE	SUPPLIES	1,715.55
MILBANK GLASS & MORE	REPAIRS & MAINTENANCE	2,484.00
NCS PEARSON INC	PERKINS - ESTELLINE	533.99
NIELSEN ELECTRIC	REPAIRS & MAINTENANCE	950.79
NORTHEAST EDUC'L SERVICES COOP	CO-OP SERVICES	25.33
NORTHERN STATE UNIVERSITY	SUPPLIES	26.24
NORTHWESTERN	NATURAL GAS	1,981.95
OTTER TAIL POWER COMPANY	ELECTRICITY	24,875.77
PEPSI-COLA	CONCESSIONS	852.91
PRAIRIELAND COLLECTIONS, INC	PURCHASED SERVICES	309.72
SANFORD HEALTH	PURCHASED SERVICES	129.00
SASD	DUES & FEES	2,179.00
TITAN MACHINERY	REPAIRS & MAINTENANCE	6,140.91
U.S. Bank	PURCHASED SERVICES	350.00
WWTIRE SERVICES	SUPPLIES, REPAIRS & MAINTENANCE	358.00
	Fund Total:	**82,859.95**
Fund: 21 CAPITAL OUTLAY		
A&B BUSINESS SOLUTIONS	COPIER CONTRACT	1,177.67
CLEAR LAKE BUILDING CENTER	EQUIPMENT	302.98
KIBBLE EQUIPMENT LLC	EQUIPMENT	3,800.00
Time Management Systems	EQUIPMENT	2,603.46
	Fund Total:	**7,884.11**
Fund: 22 SPECIAL EDUCATION FUND		
DEUEL SCHOOL - TRUST & CUSTODIAL	IMPREST FUND REIMBURSEMENT	42.48
MAYNARDS	SUPPLIES	117.93
NORTHEAST EDUC'L SERVICES COOP	CO-OP SERVICES	18,374.94
	Fund Total:	**18,535.35**
Fund: 51 FOOD SERVICE		
EAST SIDE JERSEY DAIRY, INC	MILK	2,303.85
HILLYARD/SIOUX FALLS	SUPPLIES	1,248.20
MAYNARDS	GROCERIES	2,018.55
Performance Foodservice	GROCERIES & SUPPLIES	10,228.12

Vendor	Description	Invoice Amount
	Fund Total:	**15,798.72**
	Checking Account Total:	**125,078.13**

Checking Account: 1 1

Check Number: 44460 Check Type: Check Check Date: 04/14/2025 Vendor: DEUEL8 DEUEL SCHOOL - TRUST & CUSTODIAL Check Total: 4,086.31

Invoice Number	Invoice Date	PO Number	Detail Description	Chart of Account Number	Detail Amount
36133	03/06/2025		BAND ACCOMPANIMENT	10 6930 000 319	250.00
36134	03/06/2025		TPT GRATZ	22 1221 061 411	42.48
36135	03/06/2025		FINGERPRINTS HAWLEY	10 2319 000 319	43.25
36136	03/06/2025		LIBRARY - BEAN BAG REPAIR	10 2222 000 319	10.00
36136	03/06/2025		BLDG - REPAIR SALT BIN	10 2542 000 319	40.00
36136	03/06/2025		REPAIR STORAGE CNTR FOR CARDINAL BACKDRO	10 6990 000 319	10.00
36138	03/06/2025		TUBING FOR VOC AG	10 1131 094 411	138.56
36139	03/06/2025		SDIAAA CONF TODD	10 6990 000 640	100.00
36147	03/11/2025		SD ASBO CONF ELLEN	10 2529 000 640	100.00
36148	03/11/2025		WORKSHOP ELLEN	10 2529 000 640	200.00
36149	03/11/2025		GYMNASTICS ENTRY FEE	10 6220 000 319	100.00
36158	03/11/2025		FIRST AID CLASS FOR COACHING	10 6990 000 319	35.00
36158	03/11/2025		FUNDAMENTALS OF COACHING	10 6990 000 319	35.00
36162	03/11/2025		CONTNUEING ED MAALAND	10 2219 000 290	140.00
36163	03/11/2025		COSTUME/ PROPS FOR PLAY	10 6922 000 411	1,020.76
36163	03/11/2025		BACKDROP SUPPLIES	10 6922 000 411	74.21
36164	03/11/2025		BOWLS FOR CONCESSIONS	10 2569 000 461	41.35
36166	03/19/2025		DR SEUSS WEEK	10 2321 000 411	29.89
36172	03/24/2025		TRACK ENTRY FEE	10 6911 000 319	300.00
36173	03/24/2025		FINGERPRINT FEES	10 2319 000 319	86.50
36174	03/24/2025		SB ENTRY FEE $450/ 250 PD BY FUNDRAISER	10 6250 000 319	200.00
36176	03/26/2025		DRONE CLASS	10 1131 000 424	27.60
36179	03/26/2025		SNACKS FOR DURING TESTING	10 1131 000 411	23.96
36181	03/26/2025		PIZZA - FAMILY FRIENDLY WALK THRU	10 1111 000 411	659.40
36191	03/27/2025		PLAY COSTUMES	10 6922 000 411	78.35
36193	03/31/2025		TRACK ENTRY FEE	10 6911 000 319	300.00

*Denotes Expensed Invoice Item Checking Account ID: 1 Total without Voids: 4,086.31

2024-2025 Expenditures & Revenue				
10 - General Fund				
	Budget	Expenditures to Date	% of Budget	Balance at EOM
July	$ 5,218,032.00	$ 145,686.08	2.98%	$ 5,072,345.92
August	$ 5,218,032.00	$ 296,536.36	8.67%	$ 4,775,809.56
September	$ 5,218,032.00	$ 815,315.09	15.82%	$ 4,402,716.91
October	$ 5,218,032.00	$ 1,201,497.17	23.24%	$ 4,016,534.83
November	$ 5,218,032.00	$ 1,617,970.72	31.33%	$ 3,600,061.28
December	$ 5,218,032.00	$ 1,996,814.60	38.64%	$ 3,221,217.40
January	$ 5,218,032.00	$ 2,394,869.30	46.07%	$ 2,823,162.70
February	$ 5,218,032.00	$ 2,800,879.55	53.88%	$ 2,417,152.45
March	$ 5,218,032.00	$ 3,176,253.56	61.02%	$ 2,041,778.44
April	$ 5,218,032.00	$ 3,259,113.51	62.68%	$ 1,958,918.49
May	$ 5,218,032.00			
June	$ 5,218,032.00			
	Budget	Revenue to Date	% of Budget	Budget Balance
July	$ 5,221,958.00	$ 163,500.13	3.13%	$ 5,058,457.87
August	$ 5,221,958.00	$ 341,322.55	6.54%	$ 4,880,635.45
September	$ 5,221,958.00	$ 530,369.46	10.16%	$ 4,691,588.54
October	$ 5,221,958.00	$ 764,981.74	14.65%	$ 4,456,976.26
November	$ 5,221,958.00	$ 1,518,842.65	29.09%	$ 3,703,115.35
December	$ 5,221,958.00	$ 1,896,257.11	36.31%	$ 3,325,700.89
January	$ 5,221,958.00	$ 2,092,934.00	40.08%	$ 3,129,024.00
February	$ 5,221,958.00	$ 2,477,495.70	47.44%	$ 2,744,462.30
March	$ 5,221,958.00	$ 2,745,482.35	52.58%	$ 2,476,475.65
April	$ 5,221,958.00			
May	$ 5,221,958.00			
June	$ 5,221,958.00			

2024-2025 Expenditures & Revenue				
21 - Capital Outlay				
	Budget	Expenditures to Date	% of Budget	Balance at EOM
July	$ 1,627,596.00	$ 890,218.65	63.62%	$ 737,377.35
August	$ 1,627,596.00	$ 1,047,778.06	73.55%	$ 579,817.94
September	$ 1,627,596.00	$ 1,174,980.58	82.12%	$ 452,615.42
October	$ 1,627,596.00	$ 1,329,318.31	83.77%	$ 298,277.69
November	$ 1,627,596.00	$ 1,339,124.93	84.49%	$ 288,471.07
December	$ 1,627,596.00	$ 1,439,644.73	90.67%	$ 187,951.27
January	$ 1,627,596.00	$ 1,536,392.77	96.83%	$ 91,203.23
February	$ 1,627,596.00	$ 1,540,229.89	97.32%	$ 87,366.11
March	$ 1,627,596.00	$ 1,548,184.03	97.71%	$ 79,411.97
April	$ 1,627,596.00	$ 1,556,068.14	97.98%	$ 71,527.86
May	$ 1,627,596.00			
June	$ 1,627,596.00			
	Budget	Revenue to Date	% of Budget	Budget Balance
July	$ 2,065,333.00	$ 21,794.25	1.06%	$ 2,043,538.75
August	$ 2,065,333.00	$ 34,760.08	1.68%	$ 2,030,572.92
September	$ 2,065,333.00	$ 62,149.47	3.01%	$ 2,003,183.53
October	$ 2,065,333.00	$ 154,549.92	7.48%	$ 1,910,783.08
November	$ 2,065,333.00	$ 866,448.04	42.92%	$ 1,178,884.96
December	$ 2,065,333.00	$ 1,029,572.27	49.85%	$ 1,035,760.73
January	$ 2,065,333.00	$ 1,049,972.51	50.84%	$ 1,015,360.49
February	$ 2,065,333.00	$ 1,265,135.95	61.26%	$ 800,197.05
March	$ 2,065,333.00	$ 1,295,111.53	62.71%	$ 770,221.47
April	$ 2,065,333.00			
May	$ 2,065,333.00			
June	$ 2,065,333.00			

2024-2025 Expenditures & Revenue				
22- SPED				
	Budget	Expenditures to Date	% of Budget	Balance at EOM
July	$ 1,096,975.00	$ 9,627.16	0.92%	$ 1,087,347.84
August	$ 1,096,975.00	$ 29,355.32	3.60%	$ 1,057,992.52
September	$ 1,096,975.00	$ 121,309.61	11.10%	$ 975,665.39
October	$ 1,096,975.00	$ 215,070.06	19.65%	$ 881,904.94
November	$ 1,096,975.00	$ 319,689.91	29.19%	$ 777,285.09
December	$ 1,096,975.00	$ 422,900.28	38.60%	$ 674,074.72
January	$ 1,096,975.00	$ 514,064.23	46.92%	$ 582,910.77
February	$ 1,096,975.00	$ 612,863.38	55.90%	$ 484,111.62
March	$ 1,096,975.00	$ 712,248.61	64.95%	$ 384,726.39
April	$ 1,096,975.00	$ 730,783.96	66.67%	$ 366,191.04
May	$ 1,096,975.00			
June	$ 1,096,975.00			
	Budget	Revenue to Date	% of Budget	Budget Balance
July	$ 1,069,058.00	$ 8,114.97	0.76%	$ 1,060,943.03
August	$ 1,069,058.00	$ 12,118.50	1.13%	$ 1,056,939.50
September	$ 1,069,058.00	$ 22,828.02	2.14%	$ 1,046,229.98
October	$ 1,069,058.00	$ 42,729.81	4.00%	$ 1,026,328.19
November	$ 1,069,058.00	$ 334,984.59	31.33%	$ 734,073.41
December	$ 1,069,058.00	$ 406,518.15	38.03%	$ 662,539.85
January	$ 1,069,058.00	$ 418,574.54	39.15%	$ 650,483.46
February	$ 1,069,058.00	$ 450,802.23	42.17%	$ 618,255.77
March	$ 1,069,058.00	$ 490,454.05	45.88%	$ 578,603.95
April	$ 1,069,058.00			
May	$ 1,069,058.00			
June	$ 1,069,058.00			

2024-2025 Expenditures & Revenue				
51 - Food Service				
	Budget	Expenditures to Date	% of Budget	Balance at EOM
July	$ 400,905.00	$ 1,227.66	0.44%	$ 399,677.34
August	$ 400,905.00	$ 9,789.37	2.58%	$ 391,115.63
September	$ 400,905.00	$ 28,583.54	9.71%	$ 362,532.09
October	$ 400,905.00	$ 39,629.13	19.63%	$ 322,902.96
November	$ 400,905.00	$ 116,714.94	29.30%	$ 284,190.06
December	$ 400,905.00	$ 148,866.40	37.32%	$ 252,038.60
January	$ 400,905.00	$ 180,286.73	45.16%	$ 220,618.27
February	$ 400,905.00	$ 211,315.50	52.88%	$ 189,589.50
March	$ 400,905.00	$ 243,387.19	60.84%	$ 157,517.81
April	$ 400,905.00	$ 259,185.91	64.77%	$ 141,719.09
May	$ 400,905.00			
June	$ 400,905.00			
	Budget	Revenue to Date	% of Budget	Budget Balance
July	$ 322,000.00	$ 4,231.00	1.31%	$ 317,769.00
August	$ 322,000.00	$ 33,280.34	10.34%	$ 288,719.66
September	$ 322,000.00	$ 53,026.73	16.47%	$ 268,973.27
October	$ 322,000.00	$ 84,265.17	26.17%	$ 237,734.83
November	$ 322,000.00	$ 127,877.38	39.71%	$ 194,122.62
December	$ 322,000.00	$ 143,791.93	44.66%	$ 178,208.07
January	$ 322,000.00	$ 180,630.66	56.10%	$ 141,369.34
February	$ 322,000.00	$ 235,291.36	73.07%	$ 86,708.64
March	$ 322,000.00	$ 263,619.92	81.87%	$ 58,380.08
April	$ 322,000.00			
May	$ 322,000.00			
June	$ 322,000.00			

Deuel School District No. 19-4

Independent Auditor's Report
and Financial Statements

For the Year Ended
June 30, 2024

Deuel School District No. 19-4

School District Officials

June 30, 2024

Board Members

Danay Nielsen----------Chairperson
Wade Gubrud----------Vice-Chairperson
Michelle Prins---------- Member
Jessica TeKrony---------- Member
Joel Brandt---------- Member

Chad Schiernbeck----------Superintendent

Ellen Schmahl----------Business Manager

Deuel School District No. 19-4

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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*

School Board
Deuel School District No. 19-4
Deuel County, South Dakota

We have audited, in accordance with 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Deuel School District No. 19-4, South Dakota (School District), as of June 30, 2024, and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements and have issued our report thereon dated February 21, 2025, which was qualified because the School District did not adopt Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the School 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 have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Prior and Current Audit Findings and Questioned Costs, as items 2024-001 and 2024-002 to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School 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 are required to be reported under *Government Auditing Standards.*

School District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the findings identified in our audit. The School District's response to the findings identified in our audit are described in the accompanying Schedule of Current Audit Findings and Questioned Costs. The School 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 School 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. As required by South Dakota Codified Law 4-11-11, this report is a matter of public record and its distribution is not limited.

CLO Ryf LLC

Huron, South Dakota
February 21, 2025

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

School Board
Deuel School District No. 19-4
Deuel County, South Dakota

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Deuel School District No. 19-4's, South Dakota (School District), compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of Deuel School District's major federal programs for the year ended June 30, 2024. Deuel School District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Current Audit Findings and Questioned Costs.

In our opinion, the Deuel School District No. 19-4 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct 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 School 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 School 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 grants agreements applicable to School 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 School 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 is 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 School 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 School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain and understanding of School 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 School 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. 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.

Purpose of this Report

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 purposes. As required by South Dakota Codified Law 4-11-11, this report and our report on compliance for each major federal program are matters of public record and their distribution is not limited.

CliftonLarsonAllen LLP

Huron, South Dakota
February 21, 2025

Schedule of Prior Audit Findings:

Finding Number 2023-001 – Lack of Segregation of Duties

A material weakness in internal controls was disclosed by our audit for lack of proper segregation of duties for revenues and expenditures. This finding has not been corrected and is being restated as current audit finding number 2024-001.

Finding Number 2023-002 – Preparation of Financial Statements and Footnotes

A material weakness in internal controls was disclosed by our audit for preparation of financial statements and footnotes. This finding has not been corrected and is being restated as current audit finding number 2024-002.

Schedule of Current Audit Findings and Questioned Costs:

Section I - Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unmodified on business-type activities, capital outlay, special education, capital projects, food service, and other enterprise funds. Qualified on governmental activities, general fund, and aggregate remaining fund information for not implementing GASB 84.

Internal control over financial reporting:		
Material weakness(es) identified?	X Yes	___ No
Significant deficiencies identified thar are not considered to be material weakness(es)?	___ Yes	X None reported
Noncompliance material to financial statements noted?	___ Yes	X No

Federal Awards:

Internal control over major programs:		
Material weakness(es) identified?	___ Yes	X No
Significant deficiencies identified thar are not material weaknesses?	___ Yes	X 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).	___ Yes	X No

Identification of Major Programs:

FALN	Name of Federal Program or Cluster
84.425	Education Stabilization Fund

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

Auditee qualified as low-risk auditee?	___ Yes	X No

Section II – Financial Statement Findings

Finding 2024-001 – Lack of Segregation of Duties

Condition: There is a general lack of segregation of duties and monitoring of accounting functions including payroll, journal entries, and reconciliations specifically relating to year-end entries due to the small staff size and lack of involvement of other business office employees in the finance function of the District.

Criteria: Duties within the finance function of the District should be segregated among Business Office employees and activities monitored to mitigate risk of error.

Cause: This condition exists due to small staff size within the finance function of the District. These issues are common in a district of this size.

Effect: The Business Manager performs closing entries and reconciliations without oversight. The possibility of fraud or errors occurring and not being detected or corrected is present.

Auditor's Recommendation: It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with the Business Manager performing entries and reconciliations without proper oversight, because of cost or other considerations.

Views of Responsible Officials: Management agrees with the finding. A response can be found in the Corrective Action Plan.

Repeat Finding from Prior Year(s): Yes

Finding 2024-002 – Preparation of Financial Statements, SEFA, and Footnotes

Condition: The District does not have an internal control system designed to provide for the preparation of the financial statements being audited, including the SEFA and required footnotes and disclosures in accordance with generally accepted accounting principles.

Criteria: The District's internal control structure should provide for the preparation of the financial statements, SEFA, and footnotes in accordance with generally accepted accounting principles.

Cause: The District does not have adequate staff trained to prepare the financial statements, SEFA, and footnotes.

Effect: This condition may affect the district's ability to report financial data in accordance with generally accepted accounting principles.

Auditor's Recommendation: This circumstance is not unusual in an organization of this size. It is the responsibility of management and those charged with governance to make a decision whether to accept the degree of risk associated with this condition because of cost or other considerations.

Views of Responsible Officials: Management agrees with the finding. A response can be found in the Corrective Action Plan.

Repeat Finding from Prior Year(s): Yes

Section III – Federal Award Findings and Questioned Costs

There are no findings or questioned costs relating to federal award programs which are required to be reported in accordance with 2 CFR 200.156(a)

Deuel School Home of the Cardinals

410 5th Street West • PO Box 770 • Clear Lake, SD 57226
Phone (605) 874-2161 • Fax (605) 874– 8585

Corrective Action Plan (Unaudited)

Deuel School District No. 19-4 respectively submits the following corrective action plan for the year ended June 30, 2024.

Name and address of independent public accounting firm:

ELO Prof. LLC
PO Box 951
Huron, SD 57350

Findings – Financial Statement Audit:

Finding 2024-001 – Lack of Segregation of Duties

School District's Response: We agree with the finding.
View of Responsible Officials and Corrective Action Plan:

The School District understands the risk associated with the small staff size within the financial function of the District. Management and those charged with governance accept the degree of risk associated with the Business Manager performing entries and reconciliations without proper oversight, because of cost or other considerations.

Finding 2024-002 – Preparation of Financial Statements, SEFA, and Footnotes

School District's Response: We agree with the finding.
View of Responsible Officials and Corrective Action Plan:

The School District has for many years utilized the School District's audit firm for the preparation of the financial statements in coordination with the annual School District audit. School District management personnel have been responsible for oversight of those services provided. The School District has designated an individual to work directly with the District's auditing firm in the preparation of the financial statements, SEFA, and footnotes. The School District understands that this may continue to be a finding in future audits.

Name of Responsible Person: Ellen Schmahl, Business Manager
Name of Department Contact: Ellen, Schmahl, Business Manager
Anticipated Completion Date: Ongoing



Independent Auditor's Report

School Board
Deuel School District No. 19-4
Deuel County, South Dakota

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Deuel School District No. 19-4, South Dakota (School District), as of June 30, 2024, and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, except for the matters described in the "Basis for Qualified and Unmodified Opinions" section of our report, 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 Deuel School District No. 19-4 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 Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (*Government Auditing Standards*), issued by the Comptroller General of the United States. 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 the School District 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 qualified audit opinions.

The School District did not adopt Government Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities, which is a departure from accounting principles generally accepted in the United States of America (USGAAP). The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses/expenditures of the governmental activities, the general governmental fund, and the aggregate remaining fund information is not reasonably determinable.

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 School District'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 judgment and maintain professional skepticism throughout the audit.

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District'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 the School District'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 Budgetary Comparison Schedules, the Schedule of the School District Contributions, the Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset), and the Schedule of Changes in School District's Total OPEB Liability, Related Notes, and Ratios be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

The School District has omitted the Management's Discussion and Analysis (MD&A) that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The Schedule of Expenditures of Federal Awards, which 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) is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying account 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 21, 2025 on our consideration of the 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 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 School District's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

Huron, South Dakota
February 21, 2025

Deuel School District No. 19-4

Statement of Net Position – Government-Wide

June 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and cash equivalents	$ 5,282,609	$ 15,289	$ 5,297,898
Taxes receivable	2,051,571	7,508	2,059,079
Inventories	--	3,853	3,853
Other assets	791,028	--	791,028
Net pension asset	11,693	416	12,109
Capital assets:			
Land and construction in progress	13,947,108	--	13,947,108
Other capital assets, net of depreciation/amortization	5,586,260	269,648	5,855,908
Total Assets	27,670,269	296,714	27,966,983
Deferred Outflows of Resources:			
OPEB related deferred outflows	81,063	4,268	85,331
Pension related deferred outflows	1,017,508	36,141	1,053,649
Total Deferred Outflows of Resources	1,098,571	40,409	1,138,980
Liabilities:			
Drafts payable	--	54,164	54,164
Accounts payable	228,088	244	228,332
Unearned revenue	--	22,669	22,669
Other current liabilities	420,897	28,979	449,876
Noncurrent liabilities:			
Due within one year	472,715	--	472,715
Due in more than one year	9,002,777	15,135	9,017,912
Total Liabilities	10,124,477	121,191	10,245,668
Deferred Inflows of Resources:			
Taxes levied for future periods	2,018,288	--	2,018,288
Pension related deferred inflows	584,395	20,757	605,152
OPEB related deferred inflows	59,168	3,114	62,282
Total Deferred Inflows of Resources	2,661,851	23,871	2,685,722
Net Position:			
Net investment in capital assets	10,057,876	269,648	10,327,524
Restricted for:			
Capital outlay	3,452,293	--	3,452,293
Special education	452,435	--	452,435
SDRS pension	444,806	15,800	460,606
Unrestricted	1,575,102	(93,387)	1,481,715
Total Net Position	$ 15,982,512	$ 192,061	$ 16,174,573

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Activities – Government-Wide

June 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Primary Government: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Primary Government: Business-Type Activities	Total
Governmental Activities:						
Instruction	$ 3,742,513	$ --	$ 715,278	$ (3,027,235)	$ --	$ (3,027,235)
Support services	2,257,600	60,019	--	(2,197,581)	--	(2,197,581)
Interest on long-term debt*	194,205	--	--	(194,205)	--	(194,205)
Cocurricular activities	422,463	33,886	--	(388,577)	--	(388,577)
Total Governmental Activities	6,616,781	93,905	715,278	(5,807,598)	--	(5,807,598)
Business-Type Activities:						
Food service	410,653	217,417	138,003	--	(55,233)	(55,233)
Driver's education	7,855	4,407	--	--	(3,448)	(3,448)
Total Business Type Activities	418,508	221,824	138,003	--	(58,681)	(58,681)
Total Primary Government	$ 7,035,289	$ 315,729	$ 853,281	(5,807,598)	(58,681)	(5,866,279)
		General Revenues:				
		Taxes:				
		Property taxes		4,533,629	--	4,533,629
		Utility taxes		282,763	--	282,763
		Revenue from State Sources:				
		State aid		2,354,508	--	2,354,508
		Unrestricted investment earnings		305,799	--	305,799
		Other general revenues		54,626	--	54,626
		Transfers		(287,795)	287,795	--
		Total General Revenues		7,243,530	287,795	7,531,325
		Change in Net Position		1,435,932	229,114	1,665,046
		Net Position - Beginning of Year		14,546,580	(37,053)	14,509,527
		Net Position - End of Year		$ 15,982,512	$ 192,061	$ 16,174,573

*The District does not have interest expense related to the functions presented above. This amount includes indirect interest expense on general long-term debt.

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Balance Sheet – Governmental Funds

June 30, 2024

	General	Capital Outlay	Special Education	Capital Projects	Total Governmental Funds
Assets:					
Cash and cash equivalents	$ 1,543,116	$ 3,138,744	$ 521,041	$ 79,708	$ 5,282,609
Taxes receivable - current	844,714	767,314	406,260	--	2,018,288
Taxes receivable - delinquent	19,038	9,651	4,594	--	33,283
Accounts receivable	3,947	--	--	--	3,947
Due from other governments	426,839	360,242	--	--	787,081
Total Assets	$ 2,837,654	$ 4,275,951	$ 931,895	$ 79,708	$ 8,125,208
Liabilities and Fund Balances:					
Liabilities:					
Accounts payable	$ 33,762	$ 46,693	$ 88	$ 147,545	$ 228,088
Contracts payable	283,501	--	49,223	--	332,724
Payroll deductions and withholding and employer matching payable	68,878	--	19,295	--	88,173
Total Liabilities	386,141	46,693	68,606	147,545	648,985
Deferred Inflows of Resources:					
Taxes levied for future period	844,714	767,314	406,260	--	2,018,288
Delinquent taxes not available	19,038	9,651	4,594	--	33,283
Total Deferred Inflows of Resources	863,752	776,965	410,854	--	2,051,571
Fund Balances:					
Restricted:					
For capital outlay	--	3,452,293	--	--	3,452,293
For special education	--	--	452,435	--	452,435
Assigned - unemployment	17,707	--	--	--	17,707
Unassigned	1,570,054	--	--	(67,837)	1,502,217
Total Fund Balances	1,587,761	3,452,293	452,435	(67,837)	5,424,652
Total Liabilities and Fund Balances	$ 2,837,654	$ 4,275,951	$ 931,895	$ 79,708	$ 8,125,208

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

June 30, 2024

Total Fund Balances - Governmental Funds		$ 5,424,652
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 in the funds.		19,533,368
Net pension (asset) reported in the governmental activities is not an available financial resource and therefore is not reported in the funds.		11,693
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.		
Net OPEB Liability	(287,556)	
Intangible Lease Liabilities	(51,399)	
Capital Outlay Certificates	(9,100,000)	
Premiums on Debt Issued	(36,537)	(9,475,492)
Assets, such as taxes receivable that are not available to pay for the current period expenditures, are deferred in the funds.		33,283
Pension related deferred inflows are components of pension (asset) and therefore are not reported in the funds.		(584,395)
Pension related deferred outflows are components of pension (asset) and therefore are not reported in the funds.		1,017,508
OPEB related deferred inflows are components of net OPEB liability and therefore are not reported in the funds.		(59,168)
OPEB related deferred outflows are components of net OPEB liability and therefore are not reported in the funds.		81,063
Net Position - Governmental Activities		$ 15,982,512

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds

June 30, 2024

	General	Capital Outlay	Special Education	Capital Projects	Total Governmental Funds
Revenues					
Revenue from Local Sources:					
Taxes:					
Ad valorem taxes	$ 1,918,506	$ 1,731,144	$ 867,960	$ --	$ 4,517,610
Prior years' ad valorem taxes	4,397	2,227	1,049	--	7,673
Utility taxes	282,763	--	--	--	282,763
Penalties and interest on taxes	3,542	3,283	1,521	--	8,346
Earnings on Investments and Deposits	60,881	183,396	16,223	45,299	305,799
Food Service	50,152	--	--	--	50,152
Cocurricular Activities:					
Admissions	32,266	--	--	--	32,266
Other student activity income	1,620	--	--	--	1,620
Other Revenue from Local Sources:					
Rentals	5,380	--	--	--	5,380
Charges for services	3,403	--	6,464	--	9,867
Other	15,453	--	--	--	15,453
Revenue from Intermediate Sources:					
County Sources:					
County apportionment	29,009	--	--	--	29,009
Revenue in lieu of taxes	4,784	--	--	--	4,784
Revenue from State Sources:					
Grants-in-Aid:					
Unrestricted grants-in-aid	2,354,508	--	--	--	2,354,508
Revenue from Federal Sources:					
Grants-in-Aid:					
Restricted grants-in-aid received from federal government through the state	353,891	361,387	--	--	715,278
Total Revenues	$ 5,120,555	$ 2,281,437	$ 893,217	$ 45,299	$ 8,340,508

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds

June 30, 2024 (Continued)

	General	Capital Outlay	Special Education	Capital Projects	Total Governmental Funds
Expenditures					
Instructional Services:					
Regular Programs:					
Elementary	$ 1,016,445	$ 114,302	$ --	--	$ 1,130,747
Middle/junior high	397,937	24,589	--	--	422,526
High school	837,317	126,972	--	--	964,289
Preschool	82,977	--	--	--	82,977
Special Programs:					
Programs for special education	--	--	822,769	--	822,769
Educationally deprived	124,927	1,145	--	--	126,072
Support Services:					
Students					
Guidance	189,339	--	--	--	189,339
Psychological	--	--	23,555	--	23,555
Health	6,959	--	--	--	6,959
Speech pathology	--	--	34,449	--	34,449
Student therapy services	--	--	21,730	--	21,730
Instructional Staff:					
Improvement of instruction	22,588	--	--	--	22,588
Educational media	89,355	1,493	--	--	90,848
General Administration:				--	
Board of education	56,257	--	844	--	57,101
Executive administration	156,743	--	--	--	156,743
School Administration					
Office of the principal	259,616	--	--	--	259,616
Other	300	--	--	--	300
Business:					
Fiscal services	177,056	15,380	--	--	192,436
Operation and maintenance of plant	575,183	385,866	--	--	961,049
Student transportation	363,796	17,018	--	--	380,814
Food services	57,986	--	--	--	57,986
Internal services	13,629	9,177	--	--	22,806
Debt Services:	--	635,409	--	--	635,409
Cocurricular Activities:					
Male activities	80,295	35,174	--	--	115,469
Female activities	76,451	8,137	--	--	84,588
Transportation	30,598	--	--	--	30,598
Combined activities	134,354	18,188	--	--	152,542
Capital Outlay	--	430,611	--	5,779,158	6,209,769
Total Expenditures	4,750,108	1,823,461	903,347	5,779,158	13,256,074
Excess of Revenue Over (Under) Expenditures	370,447	457,976	(10,130)	(5,733,859)	(4,915,566)
Other Financing Sources (Uses):					
Transfer in	--	--	--	4,000,000	4,000,000
Transfer out	--	(4,000,000)	--	--	(4,000,000)
General long-term debt issued	--	51,399	--	--	51,399
Sale of Surplus Property	--	700	--	--	700
Compensation for loss of general capital assets	--	55,841	--	--	55,841
Total Other Financing Sources (Uses)	--	(3,892,060)	--	4,000,000	107,940
Net Change in Fund Balances	370,447	(3,434,084)	(10,130)	(1,733,859)	(4,807,626)
Fund Balance, Beginning of Year	1,217,314	6,886,377	462,565	1,666,022	10,232,278
Fund Balance, End of Year	$ 1,587,761	$ 3,452,293	$ 452,435	$ (67,837)	$ 5,424,652

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
June 30, 2024

Net Change in Fund Balances - Total Governmental Funds	$ (4,807,626)
Amounts reported for governmental activities in the statement of activities are different because:	
This amount represents capital assets purchases which are reported as expenditures on the fund financial statements but increase assets on the government wide statements.	6,209,769
The amount represents the current year depreciation expense reported in the statement of activities which is not reported on the fund financials because it does not require the use of current financial resources.	(182,153)
In the statement of activities gains and losses on disposal of capital assets are reported, whereas, in the governmental funds, the proceeds from the disposal of capital assets is reflected, regardless of whether a gain or loss is realized.	(143,727)
Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net position.	
Capital Outlay Certificates	425,000
Intangible Lease Liabilities	14,135
Premiums on Debt Issued	2,069
The issuance of long-term debt is an other financing source in the fund statements but an increase in long-term liabilities on the government wide statements	
Lease	(51,399)
The recognition of revenues in the governmental funds differ from the recognition in the governmental activities in the fact that revenue accruals in the fund financial statements require the amounts to be "available."	21,305
Governmental funds do not reflect the change in Other Post Employment Benefits (OPEB), but the statement of activities reflects the change in OPEB through expenditures.	(15,465)
Changes in the pension related deferred outflows/inflows are direct components of pension liability (asset) and are not reflected in the governmental funds.	(35,976)
Change in net position of governmental activities	$ 1,435,932

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Net Position – Proprietary Funds

June 30, 2024

	Enterprise Funds		
	Food Service Fund	Other Enterprise Fund	Totals
Assets:			
Current Assets:			
Cash and cash equivalents	$ --	$ 15,289	$ 15,289
Accounts receivable, net	7,508	--	7,508
Inventory - supplies	167	--	167
Inventory - stores for resale	2,302	--	2,302
Inventory of donated food	1,384	--	1,384
Total Current Assets	11,361	15,289	26,650
Noncurrent Assets:			
Net Pension Asset	374	42	416
Machinery and equipment - local funds	8,064	--	8,064
Machinery and equipment -federal funds	290,688	--	290,688
Less accumulated depreciation	(29,104)	--	(29,104)
Total Noncurrent Assets	270,022	42	270,064
Total Assets	$ 281,383	$ 15,331	$ 296,714
Deferred Outflows of Resources:			
Pension related deferred outflows	32,516	3,625	36,141
OPEB related deferred outflows	4,268	--	4,268
Total Deferred Outflows of Resources	36,784	3,625	40,409
Liabilities:			
Current Liabilities:			
Drafts payable	$ 54,164	$ --	$ 54,164
Accounts payable	244	--	244
Contracts payable	11,625	1,296	12,921
Payroll deductions and withholdings and employer matching payable	3,790	177	3,967
Deposits payable	12,091	--	12,091
Unearned revenue	22,669	--	22,669
Total Current Liabilities	104,583	1,473	106,056
Noncurrent Liabilities:			
Net OPEB liability	15,135	--	15,135
Total Noncurrent Liabilities	15,135	--	15,135
Total Liabilities	$ 119,718	$ 1,473	$ 121,191
Deferred Inflows of Resources:			
Pension related deferred inflows	$ 18,675	$ 2,082	$ 20,757
OPEB related deferred inflows	3,114	--	3,114
Total Deferred Inflows of Resources	21,789	2,082	23,871
Net Position:			
Net investment in capital assets	269,648	--	269,648
Restricted for SDRS pension	14,215	1,585	15,800
Unrestricted net position	(107,203)	13,816	(93,387)
Total Net Position	$ 176,660	$ 15,401	$ 192,061

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds

June 30, 2024

	Enterprise Funds		
	Food Service Fund	Other Enterprise Fund	Totals
Operating Revenue:			
Food Sales:			
Student	$ 217,417	$ --	$ 217,417
Other charges for goods and services	--	4,407	4,407
Total Operating Revenue	217,417	4,407	221,824
Operating Expenses:			
Food Service:			
Salaries	131,504	6,613	138,117
Employee benefits	51,320	1,226	52,546
Purchased services	10,494	--	10,494
Supplies	14,902	16	14,918
Cost of sales - purchased	157,383	--	157,383
Cost of sales - donated	21,895	--	21,895
Other	204	--	204
Depreciation	22,951	--	22,951
Total Operating Expenses	410,653	7,855	418,508
Operating (Loss)	(193,236)	(3,448)	(196,684)
Nonoperating Revenues (Expenses):			
Other local revenue	2,250	--	2,250
State grants	683	--	683
Federal grants	117,437	--	117,437
Donated food	22,298	--	22,298
Loss on disposal of capital assets	(4,665)	--	(4,665)
Total Nonoperating Revenue (Expense)	138,003	--	138,003
(Loss) Before Contributions	(55,233)	(3,448)	(58,681)
Capital Contributions	287,795	--	287,795
Change in Net Position	232,562	(3,448)	229,114
Net Position - Beginning of Year	(55,902)	18,849	(37,053)
Net Position - End of Year	$ 176,660	$ 15,401	$ 192,061

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Cash Flows – Proprietary Funds

June 30, 2024

	Enterprise Funds		
	Food Service Fund	Other Enterprise Fund	Totals
Cash Flows from Operating Activities			
Cash receipts from customers	$ 236,657	$ 5,975	$ 242,632
Cash payments to suppliers	(180,892)	(16)	(180,908)
Cash payments to employees	(176,135)	(13,118)	(189,253)
Net Cash (Used) by Operating Activities	(120,370)	(7,159)	(127,529)
Cash Flows from Noncapital Financing Activities:			
Other local revenue	2,250	--	2,250
Cash reimbursements - state	683	--	683
Cash reimbursements - federal	117,437	--	117,437
Net Cash Provided by Noncapital Financing Activities	120,370	--	120,370
Cash Flows from Capital and Related Financing Activities:			
Capital contributions	287,795	--	287,795
Purchase of capital assets	(287,795)	--	(287,795)
Net Cash Provided by Capital and Related Financing Activities	--	--	--
Net Change in Cash and Cash Equivalents	--	(7,159)	(7,159)
Cash and Cash Equivalents, Beginning of Year	--	22,448	22,448
Cash and Cash Equivalents, End of Year	$ --	$ 15,289	$ 15,289
Reconciliation of Operating (Loss) to Net Cash Provided (Used) by Operating Activites:			
Operating (Loss)	$ (193,236)	$ (3,448)	$ (196,684)
Adjustments to reconcile operating (loss) to net cash (used) by operating activities:			
Depreciation expense	22,951	--	22,951
Value of commodities used	21,895	--	21,895
Change in Assets and Liabilities:			
Accounts receivable	5,668	1,568	7,236
Inventory	1,847	--	1,847
Net pension asset	9	(17)	(8)
Pension related deferred outflows	5,328	(1,134)	4,194
OPEB related deferred outflows	(2,396)	728	(1,668)
Drafts payable	35,939	--	35,939
Accounts payable	244	--	244
Deposits payable	724	--	724
Unearned revenue	(23,091)	--	(23,091)
Accrued payroll expenses	6,679	1,351	8,030
Net OPEB Liability	1,969	(5,120)	(3,151)
Pension related deferred inflows	(3,644)	613	(3,031)
OPEB related deferred inflows	(1,256)	(1,700)	(2,956)
Net Cash (Used) by Operating Activities	$ (120,370)	$ (7,159)	$ (127,529)
Noncash Investing, Capital and Financing Activities			
Loss on disposal of capital assets not affecting operating income	$ (4,665)	$ --	$ (4,665)
Value of commodities received	$ 22,298	$ --	$ 22,298

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Net Position – Fiduciary Funds

June 30, 2024

	Private -Purpose Trust Funds	Custodial Funds
Assets:		
Cash and cash equivalents	$ 122,948	$ 159,294
Accounts receivable	--	3,180
Total Assets	$ 122,948	$ 162,474
Liabilities:		
Amounts held for others	$ --	$ 162,474
Total Liabilities	--	162,474
Net Position:		
Held in trust for scholarships	$ 122,948	$ --

The accompanying Notes to Financial Statements are an integral part of this financial statement.

Deuel School District No. 19-4

Statement of Changes in Fiduciary Net Position

June 30, 2024

	Private-Purpose Trust Funds
Additions	
Contributions and donations	$ 46,921
Total Additions	46,921
Deductions	
Trust deductions for scholarships awarded	32,627
Total Deductions	32,627
Change in Net Position	14,294
Net Position - Beginning	108,654
Net Position - Ending	$ 122,948

The accompanying Notes to Financial Statements are an integral part of this financial statement.

1. Summary of Significant Accounting Policies:

The accounting policies of the School District conform to generally accepted accounting principles applicable to government entities in the United States of America.

a. Financial Reporting Entity:

The reporting entity of Deuel School District No. 19-4, consists of the primary government (which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity); those organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

The School District participates in a cooperative service unit with several other School Districts. See detailed note entitled "Joint Ventures" for specific disclosures. Joint Ventures do not meet the criteria for inclusion in the financial reporting entity as a component unit but are discussed in these notes because of the nature of their relationship with the School District.

b. Basis of Presentation:

Government-Wide Financial Statements:

The Statement of Net Position and the Statement of Activities display information about the reporting entity as a whole. They include all funds of the reporting entity except for fiduciary funds. These statements distinguish between the governmental and business-type activities of the School District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services.

The Statement of Net Position reports all financial and capital resources, in a net position form (assets and deferred outflows of resources minus liabilities and deferred inflows of resources equal net position). Net Position is displayed in three components, as applicable, net investment in capital assets, restricted (distinguishing between major categories of restrictions), and unrestricted.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function of the School District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

1. Summary of Significant Accounting Policies: (Continued)

Program revenues include (a) charges paid by recipients of goods and services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the School District or it meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and

2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined, or

3. Management has elected to classify one or more governmental or enterprise funds as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

The funds of the School District financial reporting entity are described below within their respective fund types:

Governmental Funds:

General Fund – A fund established by South Dakota Codified Laws (SDCL) 13-16-3 to meet all the general operational costs of the School District, excluding the capital outlay fund and special education fund expenditures. The General Fund is always a major fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Outlay Fund – A fund established by SDCL 13-16-6 to meet expenditures which result in the lease of, acquisition of or additions to real property, plant or equipment, textbooks and instructional software. This fund is financed by property taxes. This is a major fund.

Special Education Fund – A fund established by SDCL 13-37-16 to pay the costs for the special education of all children in need of special assistance and prolonged assistance who reside within the District. This fund is financed by grants and property taxes. This is a major fund.

1. Summary of Significant Accounting Policies: (Continued)

Capital Projects Funds – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds)

The School Addition Fund – The school addition fund is the only capital projects fund maintained by the School District. This is a major fund.

Proprietary Funds:

Enterprise Funds – Enterprise funds may be used to report any activity for which a fee is charged to external users for goods and services. Activities are required to be reported as enterprise funds if any one of the following criteria is met:

1. The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of net revenues from fees and charges and the full faith and credit of a related primary government or component unit—even if that government is not expected to make any payments—is not payable solely from fees and charges of the activity. (Some debt may be secured, in part, by a portion of its own proceeds but should be considered as payable "solely" from the revenues of the activity.)

2. Laws or regulations require that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues.

3. The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

Food Service Fund – A fund used to record financial transactions related to food service operations. This fund is financed by user charges and grants. This is a major fund.

Other Enterprise Fund – The Other Enterprise Fund is a fund maintained by the School District for driver's education fees. This is a major fund.

Fiduciary Funds:

Fiduciary Funds consist of the following sub-categories and are never considered to be major funds:

Private-Purpose Trust Funds – Private-purpose trust funds are used to account for all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The School District maintains only one private-purpose trust fund for the purpose of accounting for the assets held in a trustee capacity for scholarships.

1. Summary of Significant Accounting Policies: (Continued)

Custodial Funds – Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. The district maintains custodial funds to hold assets as an agent in a trustee capacity for various classes, clubs, and so on.

c. Measurement Focus and Basis of Accounting:

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

Measurement Focus:

Government-Wide Financial Statements:

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, applied on the accrual basis of accounting.

Fund Financial Statements:

In the fund financial statements, the "current financial resources" measurement focus and the modified accrual basis of accounting are applied to governmental funds while the "economic resources" measurement focus and the accrual basis of accounting are applied to the proprietary and fiduciary funds.

Basis of Accounting:

Government-Wide Financial Statements:

In the government-wide Statement of Net Position and Statement of Activities, governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues and related assets generally are recorded when earned (usually when the right to receive cash vests); and expenses and related liabilities are recorded when an obligation is incurred (usually when the obligation to pay cash in the future vests).

Fund Financial Statements:

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues, including property taxes, generally are recognized when they become measurable and available. "Available" means resources are collected or to be collected soon enough after the end of the fiscal year that they can be used to pay the bills of the current period. The accrual period for the Deuel School District No. 19-4 is 60 days. The revenues which are accrued at June 30, 2024 are amounts due from other governments.

1. Summary of Significant Accounting Policies: (Continued)

Under the modified accrual basis of accounting, receivables may be measurable but not available. “Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Unavailable revenues, where asset recognition criteria have been met, but for which revenue recognition criteria have not been met, are reported as a deferred inflow of resources.

Expenditures generally are recognized when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which are recognized when due.

All proprietary and fiduciary fund types are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

d. Interfund Eliminations and Reclassifications:

Government-Wide Financial Statements:

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified, as follows:

1. In order to minimize the grossing-up effect on assets and liabilities within the governmental and business-type activities columns of the primary government, amounts reported as interfund receivables and payables have been eliminated in the governmental and business-type activities columns.

e. Deposits and Investments:

For the purpose of financial reporting, “cash and cash equivalents” includes all demand and savings accounts and certificates of deposit or short-term investments with a term to maturity at date of acquisition of three months or less. Investments in open-end mutual fund shares, or similar investments in external investment pools, are also considered to be cash equivalents.

f. Capital Assets:

Capital assets include land, buildings, machinery and equipment, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period.

1. Summary of Significant Accounting Policies: (Continued)

The accounting treatment over capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Financial Statements:

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their acquisition value on the date donated. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use. Subsequent to initial capitalization, improvements or betterments that are significant, and which extend the useful life of a capital asset are also capitalized.

The total June 30, 2024 balance of capital assets for governmental activities includes approximately 18 percent for which the costs were determined by estimates of the original costs. These estimated original costs were established by different deflated current replacement cost. The total June 30, 2024 balance of capital assets for business-type activities are all valued at original cost.

For governmental activities capital assets, construction-period interest is not capitalized, in accordance with USGAAP. For capital assets used in business-type activities/proprietary fund's operations, construction period interest is not capitalized in accordance with USGAAP.

Depreciation/amortization of all exhaustible capital assets is recorded as an allocated expense in the government-wide Statement of Activities, with net capital assets reflected in the Statement of Net Position. Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation/amortization methods and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

	Capitalization Threshold	Depreciation/ Amortization Method	Estimated Useful Life
Land*	All	NA	NA
Buildings	$ 50,000	Straight-line	50-100 years
Improvements	$ 10,000	Straight-line	15-25 years
Machinery and equipment - governmental	$ 5,000	Straight-line	5-20 years
Machinery and equipment - enterprise	$ 1,500	Straight-line	20 years
Intangible lease and subscription assets	$ 50,000	Straight-line	5-20 years

*Land is an inexhaustible capital asset and is not depreciated.

Fund Financial Statements:

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital expenditures of the appropriate governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for on the accrual basis, the same as in the government-wide statements.

1. Summary of Significant Accounting Policies: (Continued)

g. Long-Term Liabilities:

The accounting treatment of long-term liabilities depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term liabilities to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term liabilities consist of capital outlay certificates and related premiums, leases, and OPEB liability.

In the fund financial statements, debt proceeds are reported as revenues (other financing sources) and payments of principal and interest are reported as expenditures when they become due. The accounting for proprietary fund long-term debt is the accrual basis, the same in the fund statements as it is in the government-wide statements.

h. Program Revenues:

In the government-wide Statement of Activities, reported program revenues derive directly from the program itself or from parties other than the School District's taxpayers or citizenry, as a whole. Program revenues are classified into three categories, as follows:

1. Charges for services – These arise from charges to customers, applicants, or others who purchase, use or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services.

2. Program-specific operating grants and contributions – These arise from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program.

3. Program-specific capital grants and contributions – These arise from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

i. Deferred Inflows and Deferred Outflows of Resources:

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent consumption of net position that applies to a future period or periods. These items will not be recognized as an inflow of resources until the applicable future period.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent acquisitions of net position that applies to a future period or periods. These items will not be recognized as an inflow of resources until the applicable future period.

1. Summary of Significant Accounting Policies: (Continued)

j. Proprietary Funds Revenue and Expense Classifications:

In the proprietary fund's Statement of Activities, revenues and expenses are classified in a manner consistent with how they are classified in the Statement of Cash Flows. That is, transactions for which related cash flows are reported as capital and related financing activities, noncapital financing activities, or investing activities are not reported as components of operating revenues or expenses.

k. Cash and Cash Equivalents:

For the purpose of preparing the Statement of Cash Flows, the school district considers all highly liquid investments and deposits (including restricted assets) with a term to maturity of three months or less when purchased to be cash equivalents.

l. Equity Classifications:

Government-Wide Financial Statements:

Equity is classified as Net Position and is displayed in three components:

1. Net Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation (if applicable) and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

2. Restricted Net Position – Consists of net position with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.

3. Unrestricted Net Position – All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Fund Financial Statements:

Governmental fund equity is classified as fund balance, and may distinguish between Nonspendable, Restricted, Committed, Assigned or Unassigned components. Proprietary fund equity is classified the same as in the government-wide financial statements. Fiduciary fund equity (except for Custodial Funds, which have no fund equity) is reported as net position held in trust for other purposes.

m. Application of Net Position:

It is the School District's policy to first use restricted net position, prior to the use of unrestricted net position, when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

1. Summary of Significant Accounting Policies: (Continued)

n. Fund Balance Classification Policies and Procedures:

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the School District classifies governmental fund balances as follows:

- Nonspendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted nor committed. Fund Balance may be assigned by the School Board.
- Unassigned – includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

The School District uses restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Government would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Government does not have a formal minimum fund balance policy.

The purpose of each major special revenue fund and revenue source is listed below:

Major Special Revenue Fund	Revenue Source
Capital Outlay Fund	Taxes
Special Education Fund	Taxes

o. Pensions:

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the South Dakota Retirement System (SDRS) and additions to/deletions from SDRS's fiduciary net position have been determined on the same basis as they are reported by SDRS. School District contributions and net pension liability (asset) are recognized on an accrual basis of accounting.

1. Summary of Significant Accounting Policies: (Continued)

p. Leases:

The School District is a lessee for a noncancellable lease of copiers. The School District recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The School District recognizes lease liabilities with an initial, individual value of $50,000 or more.

At the commencement of a lease, the School 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. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the School 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 School 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 School 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 School District is reasonably certain to exercise.

The School 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.

q. Subscription Based Information Technology Arrangements:

The School District does not have any subscription-based information technology arrangements (SBITAs) with vendors to use vendor-provided information technology. If the School District had any, it would recognize a subscription liability and an intangible right-to-use subscription asset (subscription asset) in the government-wide financial statements. The School District recognizes subscription liabilities with an initial, individual value of $50,000 or more.

1. Summary of Significant Accounting Policies: (Continued)

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

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

- The School District uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the School District generally uses its estimated incremental borrowing rate as the discount rate for subscriptions.

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

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

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

2. Deposits and Investments, Credit Risk, Concentrations of Credit Risk and Interest Rate Risk:

The School District follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by statutes. These restrictions are summarized below:

Deposits – The School District's deposits are made in qualified public depositories as defined by SDCL 4-6A-1, 13-16-15, 13-16-15.1 and 13-16-18.1. Qualified depositories are required by SDCL 4-6A-3 to maintain at all times, segregated from their other assets, eligible collateral having a value equal to at least 100 percent of the public deposit accounts which exceed deposit insurance such as the FDIC and NCUA. In lieu of pledging eligible securities, a qualified public depository may furnish irrevocable standby letters of credit issued by federal home loan banks accompanied by written evidence of that bank's public debt rating which may not be less than "AA" or a qualified public depository may furnish a corporate surety bond of a corporation authorized to do business in South Dakota.

2. Deposits and Investments, Credit Risk, Concentrations of Credit Risk and Interest Rate Risk: (Continued)

Investments – In general, SDCL 4-5-6 permits school funds to be invested in (a) securities of the United States and securities guaranteed by the United States government either directly or indirectly; or (b) repurchase agreements fully collateralized by securities described in (a); or in shares of an open-end, no-load fund administered by an investment company whose investments are in securities described in (a) and repurchase agreements described in (b). Also, SDCL 4-5-9 requires that investments shall be in the physical custody of the political subdivision or may be deposited in a safekeeping account with any bank or trust company designated by the political subdivision as its fiscal agent.

Custodial Credit Risk – Deposits – The risk that, in the event of depository failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2024, the District's deposits were fully insured or collateralized and were not exposed to custodial credit risk.

Custodial Credit Risk – Investments – The risk that, in the event of the counterparty to a transaction, the School District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

Interest Rate Risk – The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Assignment of Investment Income – State law allows income from deposits and investments to be credited to either the General Fund or the fund making the investment. The School District's policy is to credit all income from investments to the fund making the investment.

3. Receivables and Payables:

Receivables and payables are not aggregated in the financial statements. The School District expects all receivables to be collected within one year and no allowance has been provided for uncollectible amounts.

4. Inventory:

Inventory held for consumption is stated at cost.

Inventory for resale is stated at the lower of cost or market. The cost valuation method is based on the first-in, first-out cost flow assumption. Donated commodities are valued at estimated market value based on the USDA price list at date of receipt.

4. Inventory: (Continued)

In the government-wide financial statements and in the enterprise fund financial statements, Food Service Fund inventory items are initially recorded as assets and charged to expense in the various functions of government as they are consumed.

In the governmental fund financial statements, inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed. Reported inventories are equally offset by Nonspendable Fund Balance which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. No material inventories were on hand at June 30, 2024.

5. Property Tax:

Property taxes are levied on or before each October 1, attach as an enforceable lien on property, and become due and payable as of the following January 1, and are payable in two installments on or before the following April 30 and October 31. The county bills and collects the School District's taxes and remits them to the School District.

School District property tax revenues are recognized to the extent that they are used to finance each year's appropriations. Revenue related to current year property taxes receivable which is not intended to be used to finance the current year's appropriations and therefore are not susceptible to accrual has been reported as deferred revenue in both the fund financial statements and the government-wide financial statements. Additionally, in the fund financial statements, revenue from property taxes may be limited by any amount not collected during the current fiscal period or within the "availability period."

6. Changes in Capital Assets:

A summary of changes in capital assets for the fiscal year ended June 30, 2024 is as follows:

	6/30/2023	Increases	Decreases	6/30/2024
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 101,083	$ --	$ --	$ 101,083
Construction in progress	8,066,868	5,779,157	--	13,846,025
Total capital assets not being depreciated	8,167,951	5,779,157	--	13,947,108
Capital assets being depreciated/amortized:				
Buildings	7,217,254	--	345,755	6,871,499
Improvements	287,500	--	--	287,500
Machinery & Equipment	1,473,425	379,213	112,933	1,739,705
Intangible Lease Assets	27,906	51,399	27,906	51,399
Total capital assets being depreciated/amortiized	9,006,085	430,612	486,594	8,950,103
Less accumulated depreciation/amortization for:				
Buildings	2,335,010	88,088	222,820	2,200,278
Improvements	287,500	--	--	287,500
Machinery & Equipment	888,276	94,065	106,276	876,065
Intangible Assets	13,771	--	13,771	--
Total accumulated depreciation/amortization	3,524,557	182,153	342,867	3,363,843
Total capital assets being depreciated/amortized, net	5,481,528	248,459	143,727	5,586,260
Net Capital Assets	$ 13,649,479	$ 6,027,616	$ 143,727	$ 19,533,368

Depreciation/amortization expense was charged to functions as follows:

Instruction	$ 75,811
Support services	67,076
Co-curricular activities	39,266
Total Depreciation/Amortization Expense	$ 182,153

6. Changes in Capital Assets: (Continued)

	6/30/2023	Increases	Decreases	6/30/2024
Business-Type Activities:				
Capital assets, being depreciated:				
Machinery & Equipment	$ 64,528	$ 287,795	$ 53,571	$ 298,752
Less accumulated depreciation for:				
Machinery & Equipment	55,059	22,951	48,906	29,104
Total capital assets, net	$ 9,469	$ 264,844	$ 4,665	$ 269,648

Depreciation expense was charged to functions as follows:

Business-type activities:	
Food service	$ 22,951

Construction work in progress at June 30, 2024 is composed of the following:

Project Name	Project Authorization	Through 6/30/2024	Committed	Required Future Financing
School Additions & Remodeling	$ 13,846,025	$ 13,846,025	$ --	$ --

7. Long-Term Liabilities:

A summary of the changes in long-term liabilities for the year ended June 30, 2024 is as follows:

	6/30/2023	Increase	Decrease	6/30/2024	Due Within One Year
Governmental Activities:					
Capital Outlay Certificates Series 2022	$ 9,525,000	$ --	$ 425,000	$ 9,100,000	$ 430,000
Plus unamortized premium	38,606	--	2,069	36,537	2,069
Leases	14,135	51,399	14,135	51,399	10,646
OPEB	210,291	77,265	--	287,556	30,000
Total Long-Term Liabilities	$ 9,788,032	$ 128,664	$ 441,204	$ 9,475,492	$ 472,715

	6/30/2023	Increase	Decrease	6/30/2024	Due Within One Year
Business-Type Activities:					
OPEB	$ 18,286	$ --	$ 3,151	$ 15,135	$ --
Total Long-Term Liabilities	$ 18,286	$ --	$ 3,151	$ 15,135	$ --

7. Long-Term Liabilities: (Continued)

Liabilities payable at June 30, 2024, is comprised of the following:

Deuel School District No. 19-4 Limited Tax General Obligation Certificates Series 2022	The School District issued $9,955,000 of Limited Tax General Obligation Certificates, Series 2022. The certificates are payable March 2022 through August 2041 with interest rates from 1% to 3% depending on the length of time to maturity of the individual certificates; callable on or after August 1, 2023. The Capital Outlay Fund makes payment on this debt.	$ 9,100,000
Deuel School District No. 19-4 Intangible Lease	During 2024, the School District entered into an agreement to lease copiers. There is an imputed interest rate of 4.28% assesed on this lease. Final payment is July 2028. The Capital Outlay Fund makes payment on this debt.	$ 51,399
Other Post Employment Benefits - Payable from the general, food service, and other enterprise funds		$ 302,691

The annual debt service requirements to maturity for all debt outstanding as of June 30, 2024 are as follows:

Year Ending	Capital Outlay Certificates		Leases		Totals	
June 30,	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 430,000	$ 195,807	$ 10,646	$ 2,309	$ 440,646	$ 198,116
2026	435,000	187,282	12,634	1,498	447,634	188,780
2027	440,000	182,740	13,185	947	453,185	183,687
2028	450,000	177,488	13,761	371	463,761	177,859
2029	460,000	170,128	1,173	4	461,173	170,132
2030-2034	2,425,000	716,319	--	--	2,425,000	716,319
2035-2039	2,680,000	472,728	--	--	2,680,000	472,728
2040-2042	1,780,000	130,140	--	--	1,780,000	130,140
Totals	$ 9,100,000	$ 2,232,632	$ 51,399	$ 5,129	$ 9,151,399	$ 2,237,761

8. Restricted Net Position:

Restricted Net Position for the year ended June 30, 2024 was as follows:

Purpose	Restricted By	Amount
Major Purposes:		
Capital outlay	Law	$ 3,452,293
Special education	Law	452,435
SDRS Pension Purposes	Law	460,606
Total		$ 4,365,334

9. Interfund Transfers:

Transfers to/from other funds at June 30, 2024, consist of the following:

Transfer from the Capital Outlay Fund to Capital Projects Fund for the building project.	$ 4,000,000

10. Pension Plan:

Plan Information:

All employees, working more than 20 hours per week during the school year, participate in the South Dakota Retirement System (SDRS). SDRS is a hybrid defined benefit pension plan designed with several defined contribution plan type provisions and is administered by SDRS to provide retirement benefits for employees of the State of South Dakota and its political subdivisions. The SDRS provides retirement, disability, and survivor benefits. The right to receive retirement benefits vests after three years of credited service. Authority for establishing, administering and amending plan provisions are found in SDCL 3-12. The SDRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at http://sdrs.sd.gov/publications.aspx or by writing to the SDRS, P.O. Box 1098, Pierre, SD 57501-1098 or by calling (605)773-3731.

Benefits Provided:

SDRS has four classes of members: Class A general members, Class B public safety and judicial members, Class C Cement Plant Retirement Fund members, and Class D Department of Labor and Regulation members.

Members That were hired before July 1, 2017, are Foundation members. Class A Foundation members and Class B Foundations members who retire after age 65 with three years of contributory service are entitled to an unreduced annual retirement benefit. An unreduced annual retirement benefit is also available after age 55 for Class A Foundation members where the sum of age and credited service is equal to or greater than 85 or after age 55 for Class B Foundation judicial members where the sum of age and credited service is equal to or greater than 80. Class B Foundation public safety members can retire with an unreduced annual retirement benefit after age 55 with three years of contributory service. An unreduced annual retirement benefit is also available after age 45 for Class B Foundation public safety members where the sum of age and credited service is equal to or greater than 75. All Foundation retirements that do not meet the above criteria may be payable at a reduced level. Class A and B eligible spouses of Foundation members will receive a 60 percent joint survivor benefit when the member dies.

Members that were hired on/after July 1, 2017, are Generational members. Class A Generational members and Class B Generational judicial members who retire after age 67 with three years of contributory service are entitled to an unreduced annual retirement benefit. Class B Generational public safety members can retire with an unreduced annual retirement benefit after age 57 with three years of contributory service. At retirement, married Generational members may elect a single-life benefit, a 60 percent joint and survivor benefit, or a 100 percent joint and survivor benefit.

10. Pension Plan: (Continued)

All Generational retirement benefits that do not meet the above criteria may be payable at a reduced level. Generational members will also have a variable retirement account (VRA) established, in which they will receive up to 1.5 percent of compensation funded by part of the employer contribution. VRAs will receive investment earning based on investment returns.

Legislation enacted in 2017 established the current COLA process. At each valuation date:

- Baseline actuarial accrued liabilities will be calculated assuming the COLA is equal to long-term inflation assumption of 2.25%.
- If the fair value of assets is greater or equal to the baseline actuarial accrued liabilities, the COLA will be:
  - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than 3.5%.
- If the fair value of assets is less than the baseline actuarial accrued liabilities, the COLA will be:
  - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than a restricted maximum such that, that if the restricted maximum is assumed for future COLAs, the fair value of assets will be greater or equal to the accrued liabilities.

Legislation enacted in 2021 reduced the minimum COLA from 0.5 percent to 0.0 percent.

All benefits except those depending on the Member's Accumulated Contributions are annually increased by the Cost-of-Living Adjustments.

Contributions:

Per SDCL 3-12, contribution requirements of the active employees and participating employers are established and may be amended by the SDRS Board. Covered employees are required by state statute to contribute the following percentages of their salary to the plan; Class A Members, 6.0% of salary; Class B Judicial Members, 9.0% of salary; and Class B Public Safety Members, 8.0% of salary. State statute also requires the employer to contribute an amount equal to the employee's contribution. The School District's share of contributions to the SDRS for the years ended June 30, 2024, 2023 and 2022, equal to required contributions each year, were as follows:

Year	Amount
2024	$ 209,969
2023	191,998
2022	181,681

10. Pension Plan: (Continued)

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions:.

At June 30, 2023, SDRS is 100.1% funded and accordingly has a net pension asset. The proportionate share of the components of the net pension asset of South Dakota Retirement System, for the School District as of this measurement period ending June 30, 2023 and reported by the School District as of June 30, 2024 are as follows:

Proportionate share of pension liability	$ 17,977,153
Less proportionate share of net pension restricted for pension benefits	17,989,262
Proportionate share of net pension (asset)	$ (12,109)

At June 30, 2024, the School District reported an asset of ($12,109) for its proportionate share of the net pension (asset). The net pension (asset) was measured as of June 30, 2023 and the total pension (asset) used to calculate the net pension (asset) was based on a projection of the School District's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2023, the School District's proportion was 0.12406000%, which is a decrease of -0.0027190% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the School District recognized reduction of pension expense of ($37,130). At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 343,230	$ --
Changes in assumption	413,983	605,152
Net difference between projected and actual earnings on pension plan investments	80,616	--
Changes in proportion and difference between district contributions and proportionate share of contributions	5,851	--
School District contributions subsequent to the measurement	209,969	--
Total	$ 1,053,649	$ 605,152

10. Pension Plan: (Continued)

$209,969 reported as deferred outflow of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending 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 (revenue) as follows:

Year Ended June 30,	
2025	$ 167,070
2026	(181,987)
2027	235,916
2028	17,529
Total	$ 238,528

Actuarial Assumptions:

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

Inflation	2.50%
Salary Increases	Graded by years of service, from 7.66% at entry to 3.15% after 25 years of service
Discount Rate	6.50% net of plan investment expense. This is composed of an average inflation rate of 2.50% and real returns of 4.00%
Future COLAs	1.91%

Mortality Rates:

All mortality rates based on Pub-2010 amount-weighted mortality tables, projected generationally with improvement scale MP-2020

Active and Terminated Vested Members:
Teachers, Certified Regents, and Judicial: PubT-2010
Other Class A Members: PubG-2010
Public Safety Members: PubS-2010

Retired Members:
Teachers, Certified Regents, and Judicial Retirees: PubT-2010, 108% of rates above age 65
Other Class A Retirees: PubG-2010, 93% of rates through age 74, increasing by 2% per year until 111% of rates at age 83 and above
Public Safety Retirees: PubS-2010, 102% of rates at all ages

10. Pension Plan: (Continued)

Beneficiaries:
PubG-2010 contingent survivor mortality table

Disabled Members:
Public Safety: PubS-2010 disabled member mortality table
Others: PubG-2010 disabled member mortality table

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period of July 1, 2016, to June 30, 2022.

Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Rule (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global equity	56.3%	3.8%
Investment grade debt	22.8%	1.7%
High yield debt	7.0%	2.7%
Real estate	12.0%	3.5%
Cash	1.9%	0.8%
Total	100.0%	

Discount Rate:

The discount rate used to measure the total pension (asset) was 6.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that matching employer contributions from will be made at rates equal to the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

10. Pension Plan: (Continued)

Sensitivity of Liability (Asset) to Changes in the Discount Rate:

The following presents the School District's proportionate share of net pension (asset) calculated using the discount rate of 6.50%, as well as what the School's proportionate share of the net pension (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension (asset)	$ 2,481,881	$ (12,109)	$ (2,054,988)

Pension Plan Fiduciary Net Position:

Detailed information about the plan's fiduciary net position is available in the separately issued SDRS financial report.

11. Joint Ventures:

The School District participates in the Northeast Technical High School for the purpose of providing vocational education. Member districts jointly and cooperatively exercise any power common to a district board except for the authority to levy taxes and issue bonds. Any nonparticipating district would forego all present equity in equipment and facilities by non-membership.

The members of the Northeast Technical High School and their relative percentage is as follows:

Castlewood School District No. 28-1	5.53%
Florence School District No. 14-1	4.94%
Great Plains Lutheran School	6.91%
Hamlin School District No. 28-3	6.27%
Henry School District No. 14-2	2.87%
Summit School District No. 54-6	3.03%
Watertown School District No. 14-4	65.82%
Waverly School District No. 14-5	4.63%

The School District retains no equity in net position of the NTHS but does have a responsibility to fund deficits of the NTHS in proportion to the relative participation described above. Separate financial statements for this joint venture are available from Northeast Technical High School.

11. Joint Ventures: (Continued)

At June 30, 2024, this joint venture had:

	June 30, 2024
Total Assets and Deferred Outflows	$ 1,972,625
Total Liablities and Deferred Inflows	$ 284,218
Total Net Position	$ 1,688,407

The School District participates in the Northeast Educational Services Cooperative, a cooperative service unit (co-op) formed for the purpose of providing public support services to the member School Districts.

The members of the co-op and their relative percentage participation in the co-op are as follows:

Arlington School District No. 38-1	3.43%	Henry School District No. 14-2	2.22%
Britton-Hecla School District No. 45-4	5.87%	Iroquois School District No. 02-3	2.69%
Castlewood School District No. 28-1	3.99%	Lake Preston School District No. 38-3	2.00%
Clark School District No. 12-2	5.49%	Oldham/Ramona/Rutland School District No. 39-6	4.00%
DeSmet School District No. 38-2	3.82%	Rosholt School District No. 54-4	2.70%
Deubrook School District No. 5-6	4.78%	Sioux Valley School District No. 5-5	9.09%
Deuel School District No. 19-4	6.08%	Summit School District No. 54-6	2.09%
Elkton School District No. 5-3	5.24%	Waubay School District No. 18-3	1.95%
Enemy Swim Day School	1.62%	Waverly School District No. 14-5	3.09%
Estelline School District No. 28-2	3.26%	Webster School District No. 18-4	6.38%
Florence School District No. 14-1	3.61%	Willow Lake School District No. 12-3	3.77%
Hamlin School District No. 28-3	10.29%	Wilmot School District No. 54-7	2.54%

The co-op's governing board is composed of one school board member representative from each member school district. The board is responsible for adopting the joint venture's budget and setting service fees at a level adequate to fund the adopted budget. The School District retains no equity in the net position of the co-op but does have a responsibility to fund deficits of the co-op in proportion to the relative participation described above. Separate financial statements for this joint venture are available from the Northeast Educational Services Cooperative.

As of June 30, 2024, this joint venture had:

	June 30, 2024
Total Assets and Deferred Outflows	$ 3,472,726
Total Liabilities and Deferred Inflows	$ 1,249,798
Total Net Position	$ 2,222,928

12. Risk Management:

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the period ended June 30, 2024, the School District managed its risks as follows:

Employee Health Insurance:

The School District joined the Northern Plains Insurance Pool. This is a risk pool currently operating as a common risk management and insurance program for local government entities. The school District pays a monthly premium to the pool to provide health insurance coverage for its employees. The pool purchases coverage from either Sanford Health Plans or Avera Health Plans with the premiums it receives from the members.

The coverage includes the option of three different plans with a deductible from $1,500 to $4,000.

The School District does not carry additional health insurance coverage to pay claims in excess of this upper limit. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Liability Insurance:

The school district purchases liability insurance for risks related to torts; theft of, or damage to property; and errors and omissions of public officials, injuries to employees and natural disasters from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Worker's Compensation:

The School District participates, with several other educational units and related organizations in South Dakota, in the Associated School Boards of South Dakota Workers' Compensation Fund Pool which provided workers' compensation insurance coverage for participating members of the pool. The objective of the Fund is to formulate, develop, and administer, on behalf of the member organizations, a program of worker's compensation coverage, to obtain lower costs for that coverage, and to develop a comprehensive loss control program. The School District's responsibility is to initiate and maintain a safety program to give its employees safe and sanitary working conditions and to promptly report to and cooperate with the Fund to resolve any worker's compensation claims. The School District pays an annual premium, to provide worker's compensation coverage for its employees, under a retrospectively rated policy and the premiums are accrued based on the ultimate cost of the experience to date of the Fund members. The School District may also be responsible for additional assessments in the event the pool is determined by its board of trustees to have inadequate reserves to satisfy current obligations or judgments. Additional assessments, if any, are to be determined on a prorated basis based upon each participant's percentage of contribution in relation to the total contributions to the pool of all participants for the year in which the shortfall occurs. The pool provides loss coverage to all participants through pool retained risk retention and through insurance coverage purchased by the pool in excess of the retained risk. The pool pays the first $500,000 of any claim per individual. The pool has reinsurance which covers up to $1,000,000 per individual per incident.

12. Risk Management: (Continued)

The School District does not carry additional insurance to cover claims in excess of the upper limit. Settled claims resulting from these risks have not exceeded the liability coverage over the past three years.

Unemployment Benefits:

The School District has elected to be self-insured and retain all risk for liabilities resulting from claims for unemployment benefits.

The School District has Assigned Fund Balance in the General Fund in the amount of $17,707 for the payment of future unemployment benefits.

During the year ended June 30, 2024, no claims for unemployment benefits were paid. At June 30, 2024, no claims had been filed for unemployment benefits and none are anticipated in the next fiscal year.

13. Other Post Employment Benefits (OPEB):

Plan Description: The School District administers a single-employer defined benefit plan which provides medical and prescription drug benefits for current employees, eligible retirees, and their immediate families as permitted by South Dakota Codified Law 6-1-16. No assets are accumulated in a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75.

Individuals who are employed by the School District and 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, which results in an implicit rate subsidy and an OPEB liability.

Funding Policy: The School District funds the other post-employment benefits on a pay-as-you-go basis. Because the School District does not use a trust fund to administer the financing of other post-employment benefits, no separate financial statements are required.

Employees Covered by Benefit Terms: As of June 30, 2024, there were a total of 84 employees covered by the benefit terms. This includes 5 retirees currently receiving benefit payments and 79 active employees.

Total OPEB Liability: The School District's total OPEB liability of $302,691 was measured as of June 30, 2023 and was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions: The total OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, using the entry age normal actuarial cost method.

Inflation – 2.50%
Salary Increases – Graded by years of services, from 7.66% at entry to 3.15% after 25 years of service
Discount rate – 3.65%
Healthcare Cost Trend Rate – 6.7% initial rate decreasing annually to an ultimate rate of 3.7%
Retirees Share of Benefit-Related Cost – 100% of projected health insurance for retirees.

13. Other Post Employment Benefits (OPEB): (Continued)

The discount rate used to measure the total OPEB liability was 3.65% which is based on the 20 year Bond Buyer GO Index.

Mortality rates were based on PubT-2010 Mortality Table projected generationally with MP-2021. 108% of mortality rates for current retirees age 65 and older. Mortality rates for disabled members were based on PubG-2010 Disabled Mortality Table projected generationally with MP-2021.

The plan has not had a formal actuarial experience study performed.

Changes in the Total OPEB Liability:

	Total OPEB Liability
Total OPEB liability, beginning of year	$ 228,577
Changes for the year:	
Service cost	21,867
Interest on total OPEB liability	8,512
Effect of economic/demographic gains or losses	4,621
Effect of assumptions changes or inputs	59,298
Benefit payments	(20,184)
Total OPEB liability, end of year	$ 302,691

Sensitivity of the District's Total OPEB Liability to Changes in the Discount Rate: The following presents the School District's total OPEB liability, as well as what the School District's total OPEB liability would be if it were calculating using a discount rate that is 1-percentage point lower (2.65%) or 1-percentage point higher (4.65%) than the current discount rate:

	1% Decrease 2.65%	Discount Rate 3.65%	1% Increase 4.65%
Total OPEB Liability	$ 337,502	$ 302,691	$ 272,582

The following presents the School District's total OPEB liability, as well as what the School District's total OPEB liability would be if it were calculating using a current healthcare cost trend rates that is 1-percentage point lower or 1-percentage point higher than the current trend rate:

	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	$ 262,339	$ 302,691	$ 352,182

For the years ended June 30, 2024, the School District recognized OPEB expense of $27,874. At June 30, 2024, the School District reported $85,331 of deferred outflows of resources related to OPEB and $62,282 of deferred inflows of resources related to OPEB from economic/demographic (gains) or losses and changes in assumptions or inputs.

13. Other Post Employment Benefits (OPEB): (Continued)

The deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:	Amount
2025	$ (2,505)
2026	(1,533)
2027	(179)
2028	199
2029	5,190
Thereafter	21,877

14. Violations of Finance Related Legal and Contractual Provisions:

The School District is prohibited by statute from spending in excess of appropriated amounts at the fund level. The following represents the significant overdrafts of the expenditures compared to appropriations:

Capital Outlay Fund: $15,676

The addition of the new copier lease caused this excess spending, and is offset by the general long-term debt issued for the copier lease in the capital outlay fund.

15. Deficit Fund Balance:

The Capital Projects fund has a deficit fund balance of $67,837 as of June 30, 2024. The School District plans to supplement this with Capital Outlay funds.

16. Subsequent Events:

Management has evaluated subsequent events through the date of the independent auditor's report which is the date the financial statements were available to be issued.

Required Supplementary Information

Deuel School District No. 19-4

Required Supplementary Information – Budgetary Comparison Schedule – General Fund – Budgetary Basis

June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Revenue from Local Sources:				
Taxes:				
Ad valorem taxes	$ 1,913,000	$ 1,913,000	$ 1,918,506	$ 5,506
Prior years' ad valorem taxes	15,000	15,000	4,397	(10,603)
Utility taxes	275,000	275,000	282,763	7,763
Penalties and interest on taxes	5,000	5,000	3,542	(1,458)
Earnings on Investments and Deposits	1,000	1,000	60,881	59,881
Food service	35,000	35,000	50,152	15,152
Cocurricular Activities:				
Admissions	23,100	23,100	32,266	9,166
Other student activity income	800	800	1,620	820
Other Revenue from Local Sources:				
Rentals	3,000	3,000	5,380	2,380
Charges for services	4,000	4,000	3,403	(597)
Other	7,000	7,000	15,453	8,453
Revenue from Intermediate Sources:				
County Sources:				
County apportionment	35,000	35,000	29,009	(5,991)
Revenue in lieu of taxes	--	--	4,784	4,784
Revenue from State Sources:				
Grants-in-Aid:				
Unrestricted grants-in-aid	2,430,000	2,430,000	2,354,508	(75,492)
Revenue from Federal Sources:				
Grants-in-Aid:				
Restricted grants-in-aid received from federal government through the state	276,561	396,796	353,891	(42,905)
Total Revenues	$ 5,023,461	$ 5,143,696	$ 5,120,555	$ (23,141)

The accompanying Notes to Required Supplementary Information are an integral part of these financial statements.

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Expenditures				
Instructional Services:				
Regular Programs:				
Elementary	$ 1,123,100	$ 1,152,600	$ 1,016,445	$ 136,155
Middle/junior high	409,650	455,150	397,937	57,213
High school	790,725	900,960	837,317	63,643
Preschool	75,340	83,340	82,977	363
Special Programs:				
Educationally deprived	92,450	129,950	124,927	5,023
Support Services:				
Students:				
Guidance	193,500	193,500	189,339	4,161
Health	5,000	7,000	6,959	41
Instructional Staff:				
Improvement of instruction	31,500	31,500	22,588	8,912
Educational media	82,425	92,925	89,355	3,570
General Administration:				
Board of education	54,700	64,300	56,257	8,043
Executive administration	154,596	157,096	156,743	353
School Administration:				
Office of the principal	237,490	258,790	259,616	(826)
Other	400	400	300	100
Business:				
Fiscal services	157,040	172,240	177,056	(4,816)
Operation and maintenance of plant	641,800	649,800	575,183	74,617
Student transportation	373,400	373,400	363,796	9,604
Food service	35,000	60,000	57,986	2,014
Internal services	14,500	16,600	13,629	2,971
Cocurricular Activities:				
Male activities	79,400	88,200	80,295	7,905
Female activities	66,900	79,700	76,451	3,249
Transportation	28,000	30,600	30,598	2
Combined activities	125,010	142,560	134,354	8,206
Contingencies	75,000	75,000	--	75,000
Total Expenditures	4,846,926	5,215,611	4,750,108	465,503
Excess of Revenues Over Expenditures	176,535	(71,915)	370,447	442,362
Other Financing (Uses):				
Transfers out	(700,000)	(700,000)	--	700,000
Total Other Financing (Uses):	(700,000)	(700,000)	--	700,000
Net Change in Fund Balances	(523,465)	(771,915)	370,447	1,142,362
Fund Balance, Beginning of Year	1,217,314	1,217,314	1,217,314	--
Fund Balance, End of Year	$ 693,849	$ 445,399	$ 1,587,761	$ 1,142,362

The accompanying Notes to Required Supplementary Information are an integral part of these financial statements.

Deuel School District No. 19-4

Required Supplementary Information – Budgetary Comparison Schedule – Capital Outlay Fund – Budgetary Basis

June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Revenue from Local Sources:				
Taxes:				
Ad valorem taxes	$ 1,603,000	$ 1,603,000	$ 1,731,144	$ 128,144
Prior years' ad valorem taxes	6,000	6,000	2,227	(3,773)
Penalties and interest on taxes	4,000	4,000	3,283	(717)
Earnings on Investments & Deposits	10,000	10,000	183,396	173,396
Revenue from Federal Sources:				
Grants-in-Aid:				
Restricted grants-in-aid received from federal government through the state	--	225,600	361,387	135,787
Total Revenues	1,623,000	1,848,600	2,281,437	432,837
Expenditures				
Instructional Services:				
Regular Programs:				
Elementary	120,000	120,000	127,070	(7,070)
Middle/junior high	9,200	11,000	37,357	(26,357)
High school	83,000	83,000	139,740	(56,740)
Special Programs:				
Programs for special education	1,300	1,300	--	1,300
Educationally Deprived	1,100	1,200	1,145	55
Support Services:				
Instructional Staff:				
Educational media	143,700	233,700	57,365	176,335
Business:				
Fiscal services	15,000	15,400	15,380	20
Facilities acquisition and construction	40,000	277,000	133,188	143,812
Operation and maintenance of plant	175,000	219,000	497,368	(278,368)
Student transportation	100,000	101,600	101,568	32
Internal service	15,000	23,700	9,177	14,523
Debt Services	620,810	620,985	635,409	(14,424)
Cocurricular Activities:				
Male activities	38,000	47,300	35,174	12,126
Female activities	11,200	11,300	8,137	3,163
Combined activities	37,000	41,300	25,383	15,917
Total Expenditures	1,410,310	1,807,785	1,823,461	(15,676)
Excess of Revenue Over (Under) Expenditures	212,690	40,815	457,976	417,161
Other Financing Sources:				
Transfers in	700,000	700,000	--	(700,000)
Transfers out	--	(4,250,000)	(4,000,000)	250,000
General long-term debt issued	--	--	51,399	51,399
Sale of surplus property	--	--	700	700
Compensation for loss of general capital assets	--	--	55,841	55,841
Total Other Financing Sources	700,000	(3,550,000)	(3,892,060)	(342,060)
Net Change in Fund Balances	912,690	(3,509,185)	(3,434,084)	75,101
Fund Balance, Beginning of Year	6,886,377	6,886,377	6,886,377	--
Fund Balance, End of Year	$ 7,799,067	$ 3,377,192	$ 3,452,293	$ 75,101

The accompanying Notes to Required Supplementary Information are an integral part of these financial statements.

Deuel School District No. 19-4

Required Supplementary Information – Budgetary Comparison
Schedule – Special Education Fund – Budgetary Basis
June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Revenue from Local Sources:				
Taxes:				
Ad valorem taxes	$ 737,500	$ 737,500	$ 867,960	$ 130,460
Prior years' ad valorem taxes	4,000	4,000	1,049	(2,951)
Penalties and interest on taxes	1,500	1,500	1,521	21
Earnings on Investments & Deposits	2,000	2,000	16,223	14,223
Other Revenue from Local Sources:				
Charges for services	2,500	2,500	6,464	3,964
Total Revenues	747,500	747,500	893,217	145,717
Expenditures				
Instructional Services:				
Special Programs:				
Programs for special education	825,450	826,150	822,769	3,381
Support Services:				
Students:				
Psychological	15,000	23,600	23,555	45
Speech pathology	25,000	34,500	34,449	51
Student therapy services	19,000	21,800	21,730	70
General Administration:				
Board of education	1,600	1,600	844	756
Special Education:				
Administrative costs	54,500	54,500	--	54,500
Total Expenditures	940,550	962,150	903,347	58,803
Net Change in Fund Balance	(193,050)	(214,650)	(10,130)	204,520
Fund Balance, Beginning of Year	462,565	462,565	462,565	--
Fund Balance, End of Year	$ 269,515	$ 247,915	$ 452,435	$ 204,520

The accompanying Notes to Required Supplementary Information are an integral part of these financial statements.

1. Budgets and Budgetary Accounting:

The School District followed these procedures in establishing the budgetary data reflected in the financial statements:

a. Prior to the first regular board meeting in May of each year, the School Board causes to be prepared a proposed budget for the next fiscal year according to the budgetary standards prescribed by the Auditor General.

b. The proposed budget is considered by the School Board at the first regular meeting held in the month of May of each year.

c. The proposed budget is published for public review no later than July 15 each year.

d. Public hearings are held to solicit taxpayer input prior to the approval of the budget.

e. Before October 1 of each year, the School Board must approve the budget for the ensuing fiscal year for each fund, except trust and agency funds.

f. After adoption by the School Board, the operating budget is legally binding and actual expenditures of each fund cannot exceed the amounts budgeted except as indicated in Item (h).

g. A line item for contingencies may be included in the annual budget. Such a line item may not exceed 5 percent of the total School District budget and may be transferred by resolution of the School Board to any other budget category, except for capital outlay, that is deemed insufficient during the year. No amount of expenditures may be charged directly to the contingency line item in the budget.

h. If it is determined during the year that sufficient amounts have not been budgeted, state statute allows adoption of supplemental budgets when moneys are available to increase legal spending authority.

i. Unexpended appropriations lapse at year-end unless encumbered by resolution of the school board.

j. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.

k. Budgets for the General Fund and each major special revenue fund are adopted on a basis consistent with generally accepted accounting principles (GAAP).

2. USGAAP/Budgetary Accounting Basis Differences:

1. The financial statements prepared in conformity with USGAAP present capital outlay expenditure information in a separate category of expenditures. Under the budgetary basis of accounting, capital outlay expenditures are reported within the function to which they relate. For example, the purchase of a new school bus would be reported as a capital outlay expenditure on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, however in the Budgetary RSI Schedule, the purchase of a school bus would be reported as an expenditure of the Support Services – Business/Pupil Transportation function of government, along with all other current Pupil Transportation related expenditures.

Deuel School District No. 19-4

Schedule of the Proportionate Share of the Net Pension Liability (Asset) South Dakota Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.1240600%	0.1267790%	0.1270380%	0.1235039%	0.1267813%	0.1238577%	0.1227692%	0.1194906%	0.1189989%	0.1245593%
District's proportionate share of net pension liability (asset)	$ (12,109)	$ (11,981)	$ (972,894)	$ (5,364)	$ (13,435)	$ (2,889)	$ (11,141)	$ 403,628	$ (504,708)	$ (897,399)
District's covered-employee payroll	$ 3,195,563	$ 3,014,716	$ 2,882,988	$ 2,710,539	$ 2,695,629	$ 2,574,880	$ 2,494,416	$ 2,272,106	$ 2,172,577	$ 2,179,334
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.38%	0.40%	33.75%	0.20%	0.50%	0.11%	0.45%	17.76%	23.23%	41.18%
Plan fiduciary net position as a percentage of the total pension liability (asset)	100.10%	100.10%	105.52%	100.04%	100.09%	100.02%	100.10%	96.89%	104.10%	107.30%

Note: The information disclosed for each fiscal year is reported as the measurement date of the collective net pension liability (asset) which is June 30 of the preceding year.

Deuel School District No. 19-4

Schedule of the School District Contributions South Dakota Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually-required contribution	$ 209,969	$ 191,998	$ 181,681	$ 172,974	$ 162,632	$ 161,738	$ 154,493	$ 149,665	$ 136,500	$ 130,355
Contributions in relation to the contractually-required contribution	$ 209,969	$ 191,998	$ 181,681	$ 172,974	$ 162,632	$ 161,738	$ 154,493	$ 149,665	$ 136,500	$ 130,355
Contribution deficiency (excess)	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --	$ --
District's covered-employee payroll	$ 3,499,474	$ 3,195,563	$ 3,014,716	$ 2,882,988	$ 2,710,539	$ 2,695,629	$ 2,574,880	$ 2,494,416	$ 2,272,106	$ 2,172,577
Contributions as a percentage of employee-covered payroll	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%

Changes from Prior Valuation

The June 30, 2023, Actuarial Valuation reflects no changes to the plan provisions or actuarial methods and one change to the actuarial assumptions from the June 30, 2022 Actuarial Valuation.

The details of the changes since the last valuation are as follows:

Benefit Provision Changes

During the 2023 Legislative Session no significant SDRS benefit changes were made and emergency medical services personnel prospectively became Class B Public Safety members.

Actuarial Method Changes

No changes in actuarial methods were made since the prior valuation.

Actuarial Assumption Changes

The SDRS COLA equals the percentage increase in the most recent third calendar quarter CPI-W over the prior year, no less than 0% and no greater than 3.5%. However, if the FVFR assuming the long-term COLA is equal to the baseline COLA assumption (currently 2.25%) is less than 100%, the maximum COLA payable will be limited to the increase that if assumed on a long-term basis, results in a FVFR equal to or exceeding 100%.

As of June 30, 2022, the FVFR assuming the long-term COLA is equal to the baseline COLA assumption (2.25%) was less than 100% and the July 2023 SDRS COLA was limited to a restricted maximum of 2.10%. For the June 30, 2022 Actuarial Valuation, future COLAs were assumed to equal the restricted maximum COLA assumption of 2.10%.

As of June 30, 2023, the FVFR assuming future COLAs equal to the baseline COLA assumption of 2.25% is again less than 100% and the July 2024 SDRS COLA is limited to a restricted maximum of 1.91%. The July 2024 SDRS COLA will equal inflation, between 0% and 1.91%. For this June 30, 2023, Actuarial Valuation, future COLAs were assumed to equal the restricted maximum COLA of 1.91%.

Actuarial assumptions are reviewed for reasonability annually and reviewed in depth periodically, with the next experience analysis anticipated before the June 30, 2027, Actuarial Valuation and any recommended changes approved by the Board of Trustees are anticipated to be first implemented in the June 30, 2027, Actuarial Valuation.

Deuel School District No. 19-4

Schedule of Changes in School District's Total OPEB Liability, Related Notes, and Ratios

For the Year Ended June 30, 2024

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
Service cost	$ 21,867	$ 26,380	$ 22,147	$ 18,253	$ 19,188	$ 19,287	$ 20,946
Interest cost	8,512	5,850	5,338	7,415	10,261	9,280	7,467
Effect of economic/demographic gains or losses	4,621	--	8,109	--	(19,800)	--	--
Effect of assumption changes or inputs	59,298	(36,969)	13,502	23,254	(42,729)	(6,426)	(16,560)
Benefit payments	(20,184)	(22,170)	(25,981)	(20,128)	(18,412)	(13,873)	(12,094)
Net change in total OPEB liability	74,114	(26,909)	23,115	28,794	(51,492)	8,268	(241)
Total OPEB liability beginning of year	228,577	255,486	232,371	203,577	255,069	246,801	247,042
Total OPEB liability end of year	$ 302,691	$ 228,577	$ 255,486	$ 232,371	$ 203,577	$ 255,069	$ 246,801
School District's Covered Payroll	$ 3,499,474	$ 3,195,563	$ 3,014,716	$ 2,882,988	$ 2,710,539	$ 2,695,629	$ 2,582,526
Total OPEB Liability as a % of Covered Payroll	8.65%	7.15%	8.47%	8.06%	7.51%	9.46%	9.56%

Notes to Schedule of Changes in School District's Total OPEB Liability and Related Ratios

Changes in Benefit Terms:

There were no significant changes in benefit terms.

Changes in Assumptions:

Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Year ended June 30, 2024	3.65%
Year ended June 30, 2023	3.54%
Year ended June 30, 2022	2.16%
Year ended June 30, 2021	2.21%
Year ended June 30, 2020	3.50%
Year ended June 30, 2019	3.87%
Year ended June 30, 2018	3.58%

*GASB Statement No. 75 requires ten years of information to be presented in the table. However, until a full 10-year trend is compiled, the School District will present information for those years which information is available.

Supplementary Information

Deuel School District No. 19-4

Schedule of Expenditures of Federal Awards

June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
Department of Agriculture:			
Pass through the S.D Department of Education			
Child Nutrition Cluster:			
Non-Cash Assistance (Commodities):			
National School Lunch Program	10.555	NSLP-19004-24	$ 22,298
Cash Assistance:			
School Breakfast Program (Note 3)	10.553	NSLP-19004-24	11,249
National School Lunch Program (Note 3)	10.555	NSLP-19004-24	74,797
Supply Chain	10.555	NSLP-19004-24	31,391
Total Child Nutrition Cluster			139,735
Total Department of Agriculture			139,735
Department of Education:			
Pass through the S.D. Department of Education:			
Title I Grants to Local Educational Agencies	84.010	TIA-19004-24	126,073
Career and Technical Education	84.048	PRPI-19004-24	40,024
Supporting Effective Instruction State Grant	84.367	TIIA-19004-24	21,176
Student Support and Academic Enrichment Program	84.424	TIVA-19004-24	42,129
Education Stabilization Fund (Note 4)	84.425	NA	485,876
Total Department of Education			715,278
Grand Total			$ 855,013

1. Basis of Presentation:

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the 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 the School District, it is not intended and does not present the financial position, changes in net position, or cash flows of the School District.

2. Summary of Significant Accounting Policies:

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The School District has elected to use the 10-percent de minimus indirect cost rate as allowed under the Uniform Guidance.

3. Federal Reimbursements:

Federal reimbursements are not based upon specific expenditures. Therefore, the amounts reported here represent cash received rather than federal expenditures.

4. Major Federal Financial Assistance Program:

This represents a Major Federal Financial Assistance Program.

Membership Agreement for Child Nutrition Directorship Services

This membership agreement, is made and entered into on this _____ day of _____, 2025, by and between the Brandon Valley School District and the following school districts:

Arlington, Canistota, Chester, Colman Egan, De Smet, Deubrook, Deuel, Howard, Iroquois, Lake Preston, Marion, Montrose, Oldham-Ramona-Rutland, Platte Geddes, and Sioux Valley; hereinafter referred to as "Districts".

Whereas, there are mutual benefits from the pooling of resources to acquire Child Nutrition Director Services and Registered Dietitian Services, which reduces cost and improves quality of programming and services;

Whereas, the districts involved in the group all share similar purchasing requirements for food products;

Therefore, the districts mutually establish the Dakota 15 Food Buying Group (D15 FBG) and the agreement for Shared Child Nutrition Directorship Services, which includes Registered Dietitian Services.

PURPOSE:
The Shared Services Professional(s) will work with members of district school nutrition programs to provide menu planning, procurement, training, and overall program assistance.

The focus will be recommending opportunities to increase student participation in USDA breakfast and lunch programs while maintaining financial stability. The Shared Services Professional(s) shall build relationships within the D15 FBG to solicit support for the development of successful school nutrition programs while following required federal, state, and local guidelines. The Shared Services Professional(s) will also assist with formal procurement to reduce overall cost of food products through pooling quantities into one market basket/RFP to distributors.

PROCESS:
The Brandon Valley School District will employee the Shared Services Professional(s). All other member school districts will be responsible for the established annual payment. Participation for the 2025-2026 school year will require each member school district to pay a Shared Services fee of $5,000. The participation fee for the 2026-2027 school will be determined on or before May 8, 2026.

All federal and state procurement regulations will be followed. The member school districts will annually agree to the terms of this agreement. The Shared Services Professional(s) will coordinate training activities and primary distributor (formal) procurement for the D15 FBG. An RFP process will be utilized and will be available to all qualified distribution centers wishing to submit proposals. The D15 FBG will select the winning distributor for the group based on criteria established in the RFP. Each member school district will communicate with the distributor individually regarding customer service.

COMMITMENT:
Member school districts agree to participate in the D15 FBG for the 2025-2026 school year. Membership agreements will be renewed annually.

The D15 FBG or may conduct usage reviews a minimum of two times per year to ensure that members are purchasing the items as specified in the RFP and are on target to meet their purchasing commitments.

PROCUREMENT PROCESS:
Each spring the Shared Services Professional(s) will evaluate and update the Market Basket and RFP (as needed) to ensure appropriate items are included. The Shared Services Professional(s) individually calculate volume/usage (for each district) for the next school year based on menus and Average Daily Participation. Once a vendor/distributor is awarded a contract through the RFP process or a rollover agreement (up to four years), each member school district is committed to and shall purchase Market Basket items.

The RFP will state the terms and conditions for deliveries and the ordering procedures.

The Shared Services Professional(s) will provide support, but each member school district is responsible for coordinating procurement with lower-volume vendors. This includes (but is not limited to) milk, bread, produce, or other small purchases.

MEMBER / PARTICIPANT ROLES:
The Brandon Valley School District will provide Shared Services Professional(s) to assist with Child Nutrition program facilitation outlined within the 'Purpose' of this membership agreement. Participating member school districts will work with the Shared Services Professional(s) in coordination with menu planning, procurement, training needs and program assistance. Each member school is solely responsible for on-site staffing, personnel evaluation, equipment purchasing/maintenance, and facilities.

A member or participating school district wishing to exit the group agrees to fulfill its current school year obligation and notify the Brandon Valley School District by February 1st of its intent not to participate for the following school year.

INDEMNIFICATION:
Each member school district shall defend, indemnify and save harmless the other member school districts, from and against all claims, actions, suits, liabilities, judgments, losses, damages, costs, charges, attorney fees and other expenses incurred or suffered by any member school district arising out of failure to comply with its obligations under this agreement.

By signing the Membership Agreement Signature Page, [NAME] School District agrees to abide by all membership requirements of the Dakota Fifteen Food Buying Group. Furthermore, the [NAME] School District understands that although the buying group negotiates price with vendors, all business transactions occur between the Vendors and individual school districts in the buying group.

Membership Agreement for Child Nutrition Directorship Services
Deuel School District Membership Agreement Signature Page

School District Superintendent, PRINTED

School District Superintendent, SIGNATURE DATE

School District Board President, PRINTED

School District Board President, SIGNATURE DATE

• •

Dr. Jarod M. Larson
Brandon Valley School District Superintendent, PRINTED

Brandon Valley School District Superintendent, SIGNATURE DATE

Renee Ullom
Brandon Valley School District Board President, PRINTED

Brandon Valley School District Board president, SIGNATURE DATE

South Dakota High School Activities Association
P.O. Box 1217 ❖ Pierre, SD 57501
Phone (605) 224-9261 FAX: (605) 224-9262

SCHOOL BOARD RESOLUTION

Authorizing Membership in the South Dakota High School Activities Association

By resolution, the School Board of:

_____

(Name of School District or School)

has authorized membership in the South Dakota High School Activities Association for the high school(s) under its jurisdiction as hereinafter listed:

_____

_____

This is to be for the period which begins July 1, 2025 and ends on June, 30, 2026 with the supervision, control, and regulation of any and all high school interscholastic activities being delegated to said Association.

In addition, the above-mentioned School Board has ratified the Constitution, By-Laws, and rules of the South Dakota High School Activities Association as of July 1, 2025 and agrees to conduct its activities programs within the framework of these instruments.

_____
Date of Resolution

_____
President of Board

_____
Superintendent of Schools

Due By:

July 15, 2025

ASSOCIATED SCHOOL BOARDS
PROTECTIVE TRUST
WORKERS' COMPENSATION FUND
ADOPTION AND RENEWAL MOTION

BE IT HEREBY MOVED AND RESOLVED by the Deuel School District School Board of the Deuel School District, acting pursuant to SDCL ch. 1-24 and SDCL 13-10-3, 13-8-39, and the general authority of SDCL title 13, and hereby adopts, approves, and ratifies the ASB Workers' Compensation Trust Fund Participation Agreement as attached hereto as EXHIBIT A, effective as of the time of adoption of this Motion.

BE IT FURTHER MOVED AND RESOLVED that actions taken under prior versions of the ASB Protective Trust Joint Powers Agreement and Bylaws and ASB Workers' Compensation Trust Fund Participation Agreement since the time and date the District initially joined said Trust are hereby ratified and approved to the same extent and effect as if each amendment thereto had been separately submitted and approved at the time of its adoption.

BE IT FURTHER MOVED AND RESOLVED that the Superintendent and Business Manager are hereby authorized to execute, on behalf of the District, the present ASB Workers' Compensation Fund Participation Agreement as it presently exists and may from time to time be amended and approved pursuant to the Bylaws herein adopted. Each succeeding Participation Agreement changing in any manner the benefits, contributions, or obligations arising under the Workers' Compensation Fund shall be submitted to the Board for approval prior to execution by the Superintendent and Business Manager.

IT IS FURTHER MOVED AND RESOLVED that coverage provided in the ASB Workers' Compensation Fund Participation Agreement shall extend from 12:01 a.m. CST, July 1, 2025, to 12 midnight CST, June 30, 2026. The projected contribution required for such coverage as provided in the ASB Workers' Compensation Fund Participation Agreement is $33,192.00.

There is hereby delegated to the Superintendent the authority to carry out, or to further delegate subject to his supervision and responsibility, the obligations of the District identified in the Bylaws approved herein, the Participation Agreement, and the Master Contracts provided by the Trust Administrator. Finally, the Board hereby agrees to indemnify the Trust and its members, pursuant to the process established in the Bylaws approved herein, the full amount of any assessment levied by the Trust Board pursuant to the Bylaws and the full amount of any contribution agreed to in the current or subsequent Participation Agreements approved by the Board as submitted upon proper vouchers.

Done this _____ day of _____, 2025, at _____, South Dakota.

_____
School Board President

I hereby certify that the foregoing Motion was adopted by the Deuel School District School Board in open session at a regularly-called meeting on the _____ day of _____, 2025.

_____
Business Manager

ASSOCIATED SCHOOL BOARDS
PROTECTIVE TRUST
WORKERS' COMPENSATION FUND
PARTICIPATION AGREEMENT

WHEREAS, the Deuel School District (hereinafter "DISTRICT," "MEMBER," or "EMPLOYER") has, by resolution of its duly-elected school board, adopted the ASB PROTECTIVE TRUST JOINT POWERS AGREEMENT AND BYLAWS;

WHEREAS, the DISTRICT is desirous of receiving workers' compensation coverage as provided in this Agreement and the benefit of coverage under contracts of reinsurance secured by the ASB Protective Trust (hereinafter "TRUST") for all MEMBER DISTRICTS, their officers and employees; and

WHEREAS, the ASB PROTECTIVE TRUST WORKERS' COMPENSATION FUND exists for the purpose of providing workers' compensation coverage for MEMBER DISTRICTS;

NOW THEREFORE BE IT AGREED AS FOLLOWS:

SECTION I
DEFINITIONS

1.1. ASBSD -- Associated School Boards of South Dakota.

1.2. ASB Protective Trust -- An unincorporated assessable association operating under the laws of the State of South Dakota to provide health, property, workers' compensation, and liability coverage for school districts and their officers and employees in South Dakota (hereinafter referred to as "Trust").

1.3. Covered Party -- The MEMBER DISTRICT identified herein.

1.4. Employee -- Any full-time, part-time, or temporary individual, whether compensated or not, who provides or provided services authorized by the DISTRICT at the direction and control of the DISTRICT or its authorized agent. The term does not include independent contractors or an independent contractor's officers, employees, and agents. The term does include an enrolled student performing assigned duties without pay in an approved vocational education program away from the school premises as provided in SDCL 62-1-4.1.

1.5. Claims Administrator -- Claims Associates, Inc., P.O. Box 1898, Sioux Falls, South Dakota 57101, Telephone: (605) 333-9810, FAX (605) 333-9835.

1.6 Trust Administrator -- Associated School Board of South Dakota, 306 East Capitol, Pierre, South Dakota 57501, Telephone (605) 773-2500, FAX (605) 773-2501.

1.7. Master Contract -- Any "stop loss," "reinsurance," "insurance contract," "excess coverage contract," "endorsement," or other indemnification agreement approved by the ASB Protective Trust Board of Trustees (hereinafter "Trust Board") providing workers' compensation coverage for all or part of the liability identified herein.

1.8. Work Related Injury, Personal Injury, Compensable Injury, or Claim -- These terms have the same meaning as defined in SDCL title 62.

1.9. Workers' Compensation -- The rights, obligations, limitations, and responsibilities set out in SDCL title. 62 as it may from time-to-time be amended.

1.10. Settlement Amount -- An amount expressed in dollars or otherwise for which a claimant is willing to settle a claim.

1.11. Defense Costs – All costs incurred by the Trust in defense or prosecution of a claim or action, including attorney's fees.

SECTION II
COVERAGE

In consideration of timely payment of the MEMBER'S contribution, as described in this Participation Agreement, the TRUST agrees:

2.1. The TRUST will pay promptly when due those sums that the MEMBER becomes legally obligated to pay on account of compensable injuries or damages to an employee up to the limits set forth herein and only as required by the workers' compensation laws of South Dakota.

2.2. The TRUST will defend any proceeding against the MEMBER seeking compensation on account of a work-related injury and will defend or prosecute any such action before the Department of Labor involving the MEMBER, and any appeal therefrom, either seeking compensation or alleging damages or injuries, even though such claim or proceeding is determined to be groundless, false, or fraudulent. The TRUST may make such investigation, negotiation, and settlement of any claim or action as it deems appropriate and expedient, subject to approval by the MEMBER. Should the MEMBERS governing board refuse to approve such settlement, such MEMBER will be solely and individually liable for any amount, ultimately awarded, including defense costs above the settlement amount, as a result of such claim, and such MEMBER shall indemnify and hold the TRUST harmless for any such amount in excess of the Settlement Amount.

2.3. The TRUST will pay all expenses incurred by the TRUST, all costs taxed against a MEMBER in an administrative proceeding, and all interest accruing after entry of judgment, until the TRUST has paid, tendered payment, or deposited in the court all or part of such judgment that does not exceed the limits of liability established herein. This obligation is subject to the limitations of Section 2.1 and 2.2.

2.4. Benefits payable by the TRUST pursuant to this Participation Agreement apply only to losses and liability arising under the workers' compensation laws and personal injury for claims within the scope of coverage as defined in the Master Contract while the MEMBER is a participating member of the ASB Protective Trust Workers' Compensation Fund and coverage provided pursuant to this Participation Agreement is in effect.

In addition to claims filed during the coverage period, a notice of injury served upon a MEMBER pursuant to SDCL ch. 3-21 or SDCL 62-7-10 and received from the MEMBER by the TRUST prior to the expiration of coverage under this Agreement constitutes a claim under this Agreement.

2.5. Any change in classification, rates, or rating plans that is or becomes applicable to any coverage under this Participation Agreement as a result of a change in any law regulating such coverage or because of any amendment affecting the benefits provided by the Participation Agreement shall commence upon the effective date thereof. Each MEMBER shall maintain records of all information necessary for handling of any claim, suit, or contribution computation of a MEMBER, and shall provide such information to the TRUST at any such time during or after the benefit period as the TRUST may direct.

SECTION III
TRUST OBLIGATIONS

The Trust Administrator shall manage and administer the TRUST. The management and administration of the Trust shall be performed by the Trust or its designee upon the direction and advice of the Trust Board and shall include the following authority and obligations, including but not limited to: - The Trust Administrator shall manage and administer the TRUST. The management and administration of the Trust shall be performed by the Trust or its designee upon the direction and advice of the Trust Board and shall include the following authority and obligations, including but not limited to:

3.1. Day-to-day member communications.

3.2. Board and committee management, meeting management, communication and reporting.

3.3. Management of pool documents in accordance with pool record retention requirements (bylaws, board policies, meeting minutes, insurance policies, MOC's membership lists, member communications).

3.4. Reviewing and approving certificates of insurance (both incoming and outgoing).

3.5. Contract review.

3.6. Loss control services, training and advice.

3.7. Member services (newsletters, annual reports, education and marketing material, web site, etc.).

3.8. Marketing to potential new members (as determined by board policy).

3.9. Budget process management and communication.

3.10. Financial management and reporting.

3.11. Communication with and documentation for regulators.

3.12. Coordination of the annual financial audit and annual or semi-annual actuarial studies.

3.13. Claims management.

3.14. Claims review and litigation management.

3.15. Management of external service providers such as the auditor, actuary, broker, TPA and any outsourced services.

3.16. Monitor and address emerging risks and exposures to pool and members.

3.17. Technology solutions for pool operations and member communications and service.

3.18. Answers to coverage questions with input from insurers or reinsurers as appropriate.

3.19. Consulting – loss control, claims reviews, ERM, new services/coverages, staffing model.

3.20. Strategic/Succession planning.

3.21. Providing such reports and documentation as required by any Master Contract.

3.22. Preparing and filing reports required by the state or federal government or agencies thereof.

3.23. Providing or contracting for loss control and developing and disseminating loss control programs to reduce losses to the MEMBERS.

3.24. Establishing rating structures to determine MEMBER contributions, providing billing to MEMBERS for contributions and notices regarding contribution changes and assessments.

3.25. Developing programs for TRUST expansion.

3.26. Providing billing, collection, and auditing of contributions to the TRUST by MEMBERS.

3.27. Evaluation and establishment of reserves for claims.

3.28. Investigation and adjusting of claims.

3.29. Auditing claim losses and expenses incurred prior to making final payment.

3.30. Making payment of compensable property or liability benefits as required under the Master Contract, the Bylaws, and this Participation Agreement.

3.31. Negotiating settlements with claimants as authorized or approved pursuant to policies of the Trust Board and securing appropriate releases upon settlement of claims.

3.32. Selecting and monitoring attorneys employed to defend claims or suits against the MEMBER or the TRUST.

3.33. Monitoring claims for subrogation and undertaking recovery efforts when economically feasible and advisable.

3.34. Maintaining reports identifying MEMBERS' claims by category, payments made, and reserves of claims. Such reports shall be available to MEMBERS and each Trustee as required by policies adopted by the Trust Board.

3.35. Monitoring frequency and severity of claims' performance of MEMBERS.

3.36. Securing insurance coverage, excess insurance coverage, reinsurance, stop loss agreements, endorsements, and other indemnification agreements, both as to specific individual claims and aggregate claims as determined by the Trust Board, and determining the amount of retention for claims, if any, in each area of coverage by the TRUST.

3.37. Determining proposed distributions to MEMBERS of excess reserves, if any, based upon the Fund's performance or such criteria as may be established subject to approval and adoption by the TRUST.

3.38. Retaining and authorizing outside legal and financial assistance.

3.39. Making payment of compensable benefits as required under the workers' compensation laws, the Master Contract or the Bylaws.

3.40. Providing such reports and documentation as required by any Master Contract.

3.41. Preparing and filing reports required by the state or federal government or agencies thereof.

3.42. Providing or contracting for loss control education and developing and disseminating a loss control program.

3.43. Establishing rating structures to determine MEMBER contributions, providing billing to MEMBERS for contributions and notices regarding contribution changes and assessments.

3.44. Securing excess insurance coverage, reinsurance, stop loss agreements, endorsements, and other indemnification agreements, both as to specific individual claims and aggregate claims as determined by the Trust Board, and determining the amount of TRUST retention for claims in each area of coverage.

3.45. Developing programs for TRUST expansion.

3.46. Determining and recommending to the Fund's Board, the distribution of excess reserves, if any, to MEMBERS, based upon performance of the Fund.

3.47. Providing billing, collection, and auditing of contributions to the TRUST by MEMBERS.

3.48. Retaining and authorizing outside legal and financial assistance and services.

3.49. Costs for administrative services provided to MEMBERS will be based upon a percentage of contribution earned and to include local agent fees, if any, and will be charged to the loss fund in an amount not to exceed ten percent (10%) per coverage year.

SECTION IV
MISCELLANEOUS

4.1. MEMBERS Contribution. MEMBERS contributions will be individual, based upon the budgeted employee payroll. Annually, at the anniversary of the contract, an audit will be conducted to determine the actual payroll and contribution for each MEMBER. Adjustments to projected contributions will be based upon the audit.

Contribution rates approved by the TRUST will be used to determine standard contributions for each MEMBER. In a MEMBERS initial year, such MEMBERS experience modification, as established by the National Counsel of Compensation Insurance, will be used. If no modification rate has been established, the Claims Administrator will provide an experience modification factor.

4.2. New Member. Upon admission, a NEW MEMBER shall be required to maintain membership in the TRUST for a minimum period of three (3) consecutive years, unless the TRUST is terminated prior to the expiration of such period. Any NEW MEMBER that joins the TRUST after July 1, but before January 1 of the Fiscal Year, shall be allowed to apply that time in the TRUST toward the first year of their three (3) year initial commitment. Any NEW MEMBER that joins the TRUST between January 1 and June 30 of the Fiscal Year may not apply that time in the TRUST for the first year of the three (3) year initial commitment. A NEW MEMBER who fails to maintain membership in the TRUST for a minimum of three (3) consecutive years as set forth in this section shall pay to the TRUST, within thirty (30) days of TRUST membership termination, and amount equal to contribution applicable to the years of membership remaining in the TRUST.

4.3. Membership. Membership in the TRUST is subject to approval pursuant to policies of the Trust Board and subject to the provisions of the Trust Bylaws.

SECTION V
WRITTEN NOTICE AND TERMINATION

5.1. A MEMBER must provide board approved written notice of its intention of receiving bids or quotes for a subsequent coverage year, **no later than December 1 of any coverage year**. Once written notice is given by the MEMBER, the member will be considered a new add and shall require ASBPT board approval to rejoin the pool. Failure of a MEMBER to provide board approved written notice to obtain bids/quotes by **December 1** and of its decision not to renew coverage for a subsequent coverage year **no later than April 1 of any coverage year** shall constitute a binding commitment on the part of the MEMBER to renew membership for another year at the contribution rate established by the Trust Administrator prior to the renewal date. A MEMBER that provides written notice of its intention to seek bids/quotes and then stays with the TRUST is not allowed to submit notice for bids/quote for another 36 months. If a MEMBER provides written notice of its intention to seek bids/quotes and then stays with the TRUST, and then within the next 24 months submits notice for bids/quotes, the MEMBER's participation in the Trust shall terminate at the end of the coverage year then in effect and the MEMBER shall pay to the TRUST, as liquidated damages pursuant to SDCL 53-9-5, an amount equal to contribution applicable to the months of membership remaining in the TRUST.
A MEMBER that provides written notice of its decision not to renew coverage and leaves the TRUST, or whose membership is terminated as set forth in this section, is not allowed to rejoin the TRUST for the consecutive 24 months.

5.2. A MEMBER may be terminated from membership as set forth in the Trust Bylaws. In addition, failure or refusal of a MEMBER to cooperate, participate, and assist in the defense of a claim or proceeding against the MEMBER shall constitute grounds for termination of membership, subject to review by the Trust Board. Failure to cooperate, participate, and assist in the defense of any claim shall also void coverage if such failure to cooperate is not rectified upon written notice.

SECTION VI
ENTIRE AGREEMENT

6.1. This Participation Agreement, together with the Trust Fund Bylaws, the applicable Master Contracts, if any, as limited by SDCL tit. 62, constitute the entire agreement between the parties and may not be changed or altered, except in writing approved by all signatories to this Participation Agreement

6.2. This Participation Agreement shall be construed under the laws of the State of South Dakota, not including the conflict of law provisions as enunciated by the South Dakota Supreme Court or enacted by the Legislature.

SECTION VII
MEMBERS OBLIGATIONS

Each MEMBER agrees to be bound by all of the terms of the Trust Bylaws, as amended from time to time, and to abide by the rules, regulations, and policies promulgated by the Trust Board for administration of the TRUST. In addition, each MEMBER shall:

7.1. When a work-related injury to an employee covered by this Participation Agreement occurs, the MEMBER shall IMMEDIATELY complete the EMPLOYER'S First Report of Injury form, promulgated by the South Dakota Department of Labor, and file the form with the Department of Labor and provide a copy to the Claims Administrator. Failure of the EMPLOYER to provide First Report of Injury as required by this Section and SDCL 62-6-2 shall void coverage under this Participation Agreement as to such injury.

7.2. Provide employees with a form for notifying the EMPLOYER of the occurrence of an injury. The EMPLOYER shall notify all employees, in a manner calculated to come to their attention, of the requirement that the employee provide notice to the EMPLOYER of work-related injury within three (3) business days after its occurrence. **Failure of the employee to give the notice may result in no coverage under the workers' compensation laws of South Dakota.**

7.3. Initiate and maintain a loss control program and follow recommendations of the TRUST, its Claims Administrator, Trust Administrator, and Risk Manager, if any, to promote the general welfare of its employees and the safety of their working environment. Each MEMBER remains solely and individually responsible for all decisions concerning its safety program and practices, and may not rely upon the evaluation of TRUST agents, if any, in making final decisions concerning the MEMBER'S safety programs and risk management practices.

7.4. If any notice of employee injury or claim is made or other proceeding is brought against the MEMBER under the workers' compensation laws of South Dakota, the MEMBER shall IMMEDIATELY transmit to the Claims Administrator and Trust Administrator any demand, notice of injury, summons, or other process received, and prepare such claim forms as may be required by the workers' compensation laws of South Dakota, the TRUST, or the Claims Administrator to process such proceeding, or claim. Failure of the MEMBER to provide a copy of any summons or complaint or a petition for or notice of hearing before the South Dakota Department of Labor received by the MEMBER within ten (10) days of service thereof, or within ten (10) days of admitting service thereto, shall void coverage under this Participation Agreement.

7.5. The MEMBERS shall cooperate with the TRUST and the assigned attorneys and, upon request, shall attend hearings and trials and shall assist in effectuating and implementing settlements, securing and giving evidence, providing documents, gaining the attendance of witnesses, and otherwise fully cooperate in the conduct of hearings or proceedings. The MEMBER shall not, except at its own cost which shall not be reimbursed by the TRUST, voluntarily make any payment, assume any obligation, or incur any expense other than for immediate emergency medical services, unless such expenditure shall have been preapproved by the TRUST, the assigned attorney, or the Claims Administrator.

7.6. Each MEMBER shall make prompt payment of all contributions and assessments as required by this Participation Agreement and the Trust Bylaws.

7.7. The MEMBER does hereby appoint the Trust Administrator as agent to act on the MEMBERS behalf to file reports, confess judgment, or to arrange for payment of claims,

medical expenses, and other costs and to do all things required or necessary insofar as they affect the MEMBERS liability, subject to Section 2.2 herein. The MEMBER hereby appoints the attorney designated by the Executive Director of the ASBSD or his designee to represent the MEMBER in any proceeding for which a defense or prosecution is undertaken.

7.8. The MEMBER agrees that upon payment of any loss or the incurring of any expense or liability by the TRUST under this Participation Agreement, the TRUST is subrogated to the extent of such payment or liability to all rights of the MEMBER against any person or other entity legally responsible for such damages or losses. The MEMBER agrees to execute a specific subrogation agreement as necessary, and to render all reasonable assistance, other than pecuniary assistance, to affect recovery under the rights of subrogation transferred herein and shall refrain from any act or omission which will likely impair such right of subrogation.

7.9. The Trust Board, its designee, the Claims Administrator, or the Trust Administrator, and any of their agents, servants, employees, or attorneys are permitted at all reasonable times to inspect the MEMBERS workplaces, plants, works, machinery, buildings, records, and appliances relating in any manner to the subject of this Participation Agreement, and shall be permitted, within three (3) years following closure of any claim, to inspect any contract, document, or other record which shows or would tend to show or verify contributions which are payable or were paid to the TRUST. So long as a claim is pending against a MEMBER and being defended by the Trust, the obligation to cooperate and assist in the defense shall remain in force regardless of whether membership continues.

7.10. The MEMBER by adoption of this Participation Agreement; hereby elects to treat officials of the district, including school board members, as employees per SDCL 62-1-2 for the purposes of workers' compensation coverage while in the performance and scope of their duties.

SECTION VIII
MAXIMUM COVERAGE LIMITATIONS

As to any COMPENSABLE INJURY under this Agreement as specified in the Master Contract, pursuant to the workers' compensation laws of South Dakota, the maximum liability undertaken by the TRUST for any single occurrence is based on required statutory South Dakota workers' compensation benefits.

8.1. For employer liability, when an election is made by an employee under SDCL 62-4-38 or otherwise, Two Million Dollars ($2,000,000).

SECTION IX
CONTRIBUTION AND TERM OF COVERAGE

The projected contribution payable for coverage under this Participation Agreement is as set forth in the Adoption and Renewal Motion, attached hereto and incorporated herein by this reference, if duly executed by an authorized representative of the TRUST and approved by the MEMBERS governing board. Coverage is on an annual basis or such shorter period of time as

specifically identified in said Adoption and Renewal Motion. Coverage shall be deemed continuing unless terminated as provided herein.

IN WITNESS WHEREOF, the Superintendent hereby acknowledges participation in the Workers' Compensation Fund as indicated below.

Deuel School District

School Superintendent Date

I HEREBY CERTIFY that the School Board has, by motion duly passed in open session, authorized the execution of this Participation Agreement on behalf of the District.

Business Manager Date

- NPIP-9%
- CSI-
    - Student Interviews-
    - Strategic Plan-
    - Surveys-
- 1003 funds-
- Workforce Grant-
- Teacher Appreciation-
- Final walk through-
- Todd Rahlf-Region 3 AD of the year

UPCOMING EVENTS

- Regular Board Meeting-Monday, May 12th -6pm

MS/HS Principal Board Report

- TESTING SEASON
  - ACT March 11; thank you Leslie Cutshaw for coordinating
  - NCRC March 19; thank you to Leslie Cutshaw for coordinating
  - Smarter Balance begins April 15; thank you to Amanda Hillesheim for coordinating
- Prom – thank you to Brooke Hockett for planning; thank you to junior parents for a great after prom experience
- Senior Retreat
- Staff Recognition
- Students of the Month
  - MS
    - ELA – Hannah Turbak
    - Math – Abi Ward
    - Science – Baylor Engelbrecht
    - Social – Huxley Hennings
  - HS
    - ELA – Sienna Martinell
    - Math – Claire Spilde
    - Science – Gracyn Gohring
    - Social – Page Bundy
    - Music – Rosie Reppe
    - CTE – Allison Nielson
    - Art – Tucker Moyer
  - Cardinal Card Recognition
    - MS – 10
    - HS – 28

Elementary - Principal Board Report 4/14/25

- March Student of the Month
  - JK - Clay Broksieck
  - K - Ava Nielsen
  - 1st - Jack Goens
  - 2nd - Jennie Goens
  - 3rd - Landon Kuipers
  - 4th - Kollyns Rolfsmeier
  - 5th - Lincoln Salzer

- March Cardinal Card Winners
  - Danny Bolden
  - Colby Rahlf
  - Kenna Lauseng
  - Jack Goens
  - Henry Needham

- Congratulations to Joel Reppe who tied for 3rd Place at the South Dakota State Spelling Bee in Mitchell. He was one of 27 middle school and elementary students who competed.

- Staff Recognition
  - Sandi Block

- Deuel Jump Challenge

- Elementary Parent/Teacher conferences were held on March 28th

- Teachers are starting to plan end of the year field trips and incentive activities.

- State testing
  - 3rd-5th: April 14th-24th

- MAPS testing K-11
  - April 28th – May 16th

- K-2 Teachers - Waverly/South Shore Visit – April 25th
    - Watch an ELA curriculum we are looking at – 95%

- Kindergarten Screening – April 25th

- 3rd -5th Music Concert
    - May 13th @ 6:30

Athletic Director:

- School Play was held on March 28th and 29th – Sherlock Holmes – Never Never Land

- Spring Sports:
    - Track
        - They have competed in two indoor events and 1 outdoor event
        - Varsity Home meets on April 15th and April 22nd
        - JH home meet is April 25th
    - Golf
        - HS home meets are May 16th (May 16th boys will be at Deuel and girls will be at Castlewood)
        - Trying to get some JV meets scheduled
        - JH Home meet is April 6th
    - Softball
        - Participated at in indoor tournament in Sioux Center
        - They have been practicing indoors and sneaking outside when they can
        - 14 girls participating

Business Manager Board Report

Insurance
Election – Petitions Due May 9th
Budget
Finance Committee Meeting

Northeast Educational Services Cooperative
Advisory Board Meeting
Wednesday, March 5, 2025

The Advisory Board for the Northeast Educational Services Cooperative (NESC) met Wednesday, March 5, 2025 at HyVee in Watertown, South Dakota and via virtual. The meeting was called to order by President Books at 10:02 A.M. and adjourned at 10:50 A.M.

Present: Brian Sampson, Arlington; Steve Benson, Britton-Hecla; Peter Books, Castlewood; Travis Ahrens, Clark; Abi Van Regenmorter, DeSmet (V); Chad Schiernbeck, Deuel; Jim Hulscher, Hamlin; Todd Obele, Henry; Mike Ruth, Iroquois (V); Dana Felderman, Lake Preston (V); Dawn Hoeke, Oldham/Ramona/Rutland (ORR) (V); Spencer Oland, Rosholt (V); Scott Lepke, Waubay; Jon Meyer, Waverly/South Shore; Jim Block, Webster; Chris Lee, Willow Lake

Absent: Kim Kludt, Deubrook; Brian Jandahl, Elkton; Nadine Eastman, Enemy Swim; Paul Vonfischer, Estelline; Mitch Reed, Florence; Laura Schuster, Sioux Valley; Mike Schmidt, Summit; Larry Hulscher, Wilmot

Others Attending: Anneke Nelson, Director; Tiffany Stormo, Business Manager; Tim Frewing, Assistant Director

ADVISORY BOARD AGENDA

Call to Order

President Books called the meeting to order at 10:02 A.M.

Approval of Agenda

Motion by T. Ahrens and second by J. Meyer to approve the agenda as presented. All present voting in favor, motion carried.

Financial Report

Business Manager Stormo reviewed the financial report for January 2025.

Motion by S. Lepke and second by T. Obele to approve January 2025 financial report. All present voting in favor, motion carried.

Board of Directors

Director Nelson reviewed the January and February 2025 BOD meeting.

ESY Rates

Assistant Director Frewing discussed ESY rates and district contacts for ESY. Additional ESY information was provided.

Certified Staff	Other Non-Certified Staff
$33.00 hourly or 2024-25 contract salary; (calculated on an 8 hour day), whichever is greater.	$17.75 per hour or their 2024-25 paraprofessional hourly wage, whichever is greater.

Frontline Use and Cooperative Purchasing

Director Nelson discussed frontline use and cooperative purchasing.

Comprehensive Plans

President Books discussed comprehensive plans and informed the BOA to update individualization, policies and procedures. There will be an online training on April 8th from 3:00-4:00 P.M. and a template will be provided.

SPED Forms/SPED Advantage

Director Nelson discussed SPED Forms and SPED Advantage rates. A survey will be sent to Superintendents for input on decision.

Literacy Grant

Director Nelson discussed that the Literacy Grant is a part of DOGE, therefore the program does not have an updated status.

Behavior Specialist Position

Director Nelson discussed she is hiring a Behavior Specialist for NESC.

Center Base Update

Director Nelson informed the BOA that she has changed the name from Center Base to Pathways Learning Centers.

Resources

Director Nelson provided a link for resources.

Adjournment

There being no further business, motion by S. Benson, second by J. Block to adjourn. All present voting in favor, motion carried.

The next BOA meeting will be held on April 2, 2025.

Tiffany Stormo, Business Manager

Northeast Educational Services Cooperative
Board of Directors Meeting
Monday, March 17, 2025

The Board of Directors for the Northeast Educational Services Cooperative (NESC) met in regular session on Monday, March 17, 2025 via Zoom and at Lake Area Technical College in Watertown, SD. The meeting was called to order by President Schuurman at 7:00 P.M. and adjourned at 8:09 P.M.

Members Present

In-Person:
Audrey Schuller, Britton/Hecla; Alisha Nielsen, Castlewood; Malory McIntire, Clark; Carie Knutson, Deubrook; Wade Gubrud, Deuel; Arend Schuurman, Elkton; Chris Verhoek, Estelline; Tara Abraham, Hamlin; Lisa Amdahl, Summit; Penny Thyen, Waverly/South Shore
Zoom:
Megann Murphy, Arlington; Lisa Lauterhahn, Enemy Swim Day School; Audrey Rider, Henry; Carrie Schiernbeck, ORR; Lana Sand, Rosholt – left at 7:36 P.M.; Jayme Trygstad, Sioux Valley; Martin Looyenga, Webster

Absent:

Jared Tolzin, DeSmet; Jon Kahnke, Florence; Greg Bich, Iroquois; Reid McDaniel, Lake Preston; Art Berger Jr., Wauby; Tia Felberg, Willow Lake; Heidi Pelzel, Wilmot

Others Attending:

NESC Staff Representatives: Sara Lorensberg (Z), Shelly Skogstad (Z), Stephanie Hayunga (Z), Nicol Huyvaert(Z), Teresa Landmark (Z)
Member District Superintendents: Travis Ahrens, Clark; Todd Obele, Henry (Z)
NESC Administration: Anneke Nelson, Director; Tiffany Stormo, Business Manager; Tim Frewing, Assistant Director

Call to Order

President Schuurman called the meeting to order at 7:00 P.M.

Introduction of Guests

Travis Ahrens, Todd Obele, Sara Lorensberg, Shelly Skogstad, Stephanie Hayunga and Teresa Landmark were introduced as guests.

Agenda Review, Changes, and Approval

Action #25-52 Motion by C. Knutson, second by T. Abraham, to approve the agenda as presented. All present voted, motion carried.

Public Comment

No public comment was presented.

Conflict of Interest

No conflicts of interest were presented.

Financial Report

Action #25-53 Motion by M. McIntire, second by A. Schuller, to approve the financial report for the period ending February 28, 2025. All present voted, motion carried.

	General Fund	Special Education Fund	Agency Fund
February 1, 2025	**$195,187.66**	**$852,930.46**	**$10,978.48**
Receipts:			
Local Sources	$129,648.01	$483,265.29	$1,702.48
State Sources		$2,480.67	
Federal Sources		$161,197.00	
Other			
Total Monthly Receipts	$129,648.01	$646,942.96	$1,702.48
Balance Forward	$324,835.67	$1,499,873.42	$12,680.96
Manual Journal Entries			
Less Salaries	$3,209.19	$385,915.27	
Less Disbursements	$11,908.18	$209,063.20	$2,650.00
Total Salaries & Disbursements	$15,117.37	$594,978.47	$2,650.00
Ending Cash Balance February 28, 2025	**$309,718.30**	**$904,894.95**	**$10,030.96**

Consent Agenda

Action #25-54 Motion by A. Nielsen, second by C. Knutson to approve the following items on the Consent Agenda: 7a) Approval of February 17, 2025 Board of Directors minutes; 7b) Approval of payment of March 2025 budget claims; 7c) Approval of Contract Courtney Heath – School Psychologist – Interim - $66,000; 7d) Approval of Resignation – Lindsy Edwards – Center Base Teacher; 7e) Approval of Contract – Sara Lorensberg – Behavior Specialist - $80,000. All present voting in favor, motion carried.

March 2025 Accounts Payable

General Fund: ABC AUTOMATIC BUILDING CONTROLS FIRE ALARM MAINT 98.20; AUTOMATIVE SERVICE CENTER FLEET MAINT 152.08; AUTOMAXX CDJR, INC. FLEET MAINT 957.35; BND TOWING FLEET MAINT 225.00; BMO MASTERCARD PURCH SVCS, TRAVEL, PHONE, SPLS 201.10; BROOKINGS AUTO MALL FLEET MAINT 79.55' CENEX FLEETCARD FLEET MAINT 6,068.77; CENTURY BUSINESS PRODUCTS, INC COPIER MAINT CONTRACT 16.47; DUST TEX SERVICE, INC. FEB RUG USE 6.36; FRANKMAN MOTOR COMPANY FLEET MAINT 117.96; HAMLIN COUNTY FARMERS COOP FLEET MAINT 487.32; HEALTH EQUITY HSA/FLEX 3.47; JB REPAIR FLEET MAINT 186.52; JURGENS OIL FLEET MAINT 58.90; KDM EQUIPMENT FLEET MAINT 348.59; KSB SCHOOL LAW SCHOOL MATTERS 4.64; MILLER, ALYSSA BACKGROUND CHECK 4.26; MINERT & ASSOCIATES, INC DRUG TESTING 421.00; NESC PAYROLL MARCH 2025 3,144.39; OTTERTAIL POWER CO. ELEC 29.07; ROB'S AUTO REPAIR FLEET MAINT 987.53; TIME MANAGEMENT SYSTEMS, INC TIME CLOCK 2.20; TWIN VALLEY TIRE, INC - WEBSTER FLEET MAINT 235.54; W.W. TIRE SERVICE FLEET MAINT 1,688.73; WATERTOWN PUBLIC OPINION MINUTES 8.80; WEBSTER AUTO CARE FLEET MAINT 122.17

Fund Total: $15,655.97

Special Education Fund: ABC AUTOMATIC BUILDING CONTROLS FIRE ALARM MAINT 1,129.35; BIG STONE THERAPIES WATERTOWN, LLC OT CONTRACTED SERVICES 947.00; BMO MASTERCARD PURCH SVCS, TRAVEL, PHONE, SPLS 24,347.11; CASTLEWOOD SCHOOL DISTRICT FEB CB USE FEE 822.80; CENTURY BUSINESS PRODUCTS, INC COPIER MAINT CONTRACT 189.45; DEUEL SCHOOL DISTRICT REIMB SUBSTITUTE 839.70; DUST TEX SERVICE, INC. FEB RUG USE 73.19; HAMLIN SCHOOL DISTRICT FEB CB USE FEE 1,316.48; HEALTH EQUITY HSA/FLEX 39.93; JENKINS LIVING CENTER OT CONTRACTED SERVICES 1,090.00; KSB SCHOOL LAW SCHOOL MATTERS 53.36; LAKE PRESTON SCHOOL DISTRICT FEB CB USE FEE 617.10; MIDWEST MEDICAL SERVICE, INC. CB SUPP 375.00; MILLER, ALYSSA BACKGROUND CHECK 48.99; NESC PAYROLL MARCH 2025 395,702.22; PARENT JAN/FEB 2025 MI REIMB 251.52; OTTERTAIL POWER CO. ELEC 334.35; PROCARE THERAPY OT CONTRACTED SERVICES 1,995.00; SPEECH PARTNERS, LLC SLP CONTRACTED SERVICES 13,361.79; TEACHWELL SOLUTIONS OT CONTRACTED SERVICES 1,146.60; TIME MANAGEMENT SYSTEMS, INC TIME CLOCK 135.01; WATERTOWN PUBLIC OPINION MINUTES 101.24; WEBSTER SCHOOL DISTRICT FEB CB USE FEE 1,234.20; WILLIAMS, THEODORE PSYCH CONTRACTED SERVICES 6,821.16

Fund Total: $452,972.55

Discussion Items

Assistant Director's Report

Assistant Director Frewing reported that NESC is updating its template for the comprehensive special education plan, which will be given to school districts in a few weeks. He talked about updating NESC's policy for criminal background checks and SLP interviews recently conducted. He also shared information about different immigration visas that could allow NESC to hire skilled foreign labor.

Director's Report

Director Nelson shared she has been focused on hiring for open positions and preparing for negotiations. The center-based programs will be renamed Pathways Learning Center. She is reviewing and selecting the curriculum for Pathways program and a form system for special education paperwork. The school psychologists have completed a planning process for training they will provide next year on pre-referral processes.

Board Advisory Report

Director Nelson reviewed the BOA minutes from March 5, 2025 meeting.

FY26 NESC Monthly Insurance Allocation

Business Manager Stormo presented FY26 NESC monthly insurance allocation including health, dental and basic life renewal rates.

NESC Teacher of the Year – Sara Lorensberg

Director Nelson shared Sara Lorensberg received NESC teacher of the year. Congrats Sara!

Discontinuing BCBA Contract with SWWC

Director Nelson shared with the board she has discontinued BCBA contract with SWWC for FY26.

Teacher Apprenticeship Program

Director Nelson shared information on Teacher Apprenticeship Program. This program will help paraprofessionals to become certified teachers.

Overview of Center-Base Program

Director Nelson shared an overview of the Center Base program. Going forward our Center Base program will be known as Pathways Learning Centers.

Executive Session

Action #25-55 Pursuant to Negotiations – SDCL 1-25-2(4) Preparing for contract negotiations or negotiating with employees or employee representatives and Pursuant to – Personnel SDCL 1-25-2(1) Discussing the qualifications, competence, performance, character or fitness of any public officer or employee or prospective public officer or employee. Motion by C. Verhoek, second by M. McIntire to enter executive session at 7:49 P.M. All present voting in favor, motion carried.

President Schuurman declared the board out of executive session at 8:06 P.M.

Action Items

Approval of FY26 NESC Monthly Insurance Allocation

Action #25-56 Motion by C. Knutson, second by C. Verhoek to approve FY26 NESC monthly insurance allocation. All present voting in favor, motion carried.

Approval of NESC Participation in Teacher Apprenticeship Program

Action #25-57 Motion by W. Gubrud, second by A. Nielsen to approve participation in the Teacher Appreciation Program. All present voting in favor, motion carried.

Adjournment

Action #25-58 With there being no further business, motion by A. Nielson, second by J. Trygstad, to adjourn. All present voted, motion carried.

The next NESC Board of Directors meeting will be held at the NESC office building in Hayti, SD on Monday, April 21, 2025 at 7:00 P.M. A tour of the NESC building will take place at 6:30 P.M.

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Arend Schuurman, President **Tiffany Stormo, Business Manager**