ISD No. 879
Delano, MN

Janel Bitzan, CPA

CP ASSURANCE®
(formerly BerganKDV)

The Audit

Independent Auditor's Report

- Independent Auditor's Report
  - Financial statements are management's responsibility; auditor's responsibility to express an opinion on them.
  - Unmodified opinion on the financial statements
  - Financial statements present fairly in all material respects the financial position and change in financial position

Audit Communications

- Report in Accordance with *Government Auditing Standards*
  - Internal control findings
    - Lack of Segregation of Accounting Duties
  - No compliance findings

- Report on Minnesota Legal Compliance
  - No findings on compliance with legal provisions contained in the *Minnesota Legal Compliance Audit Guide for Local Governments*

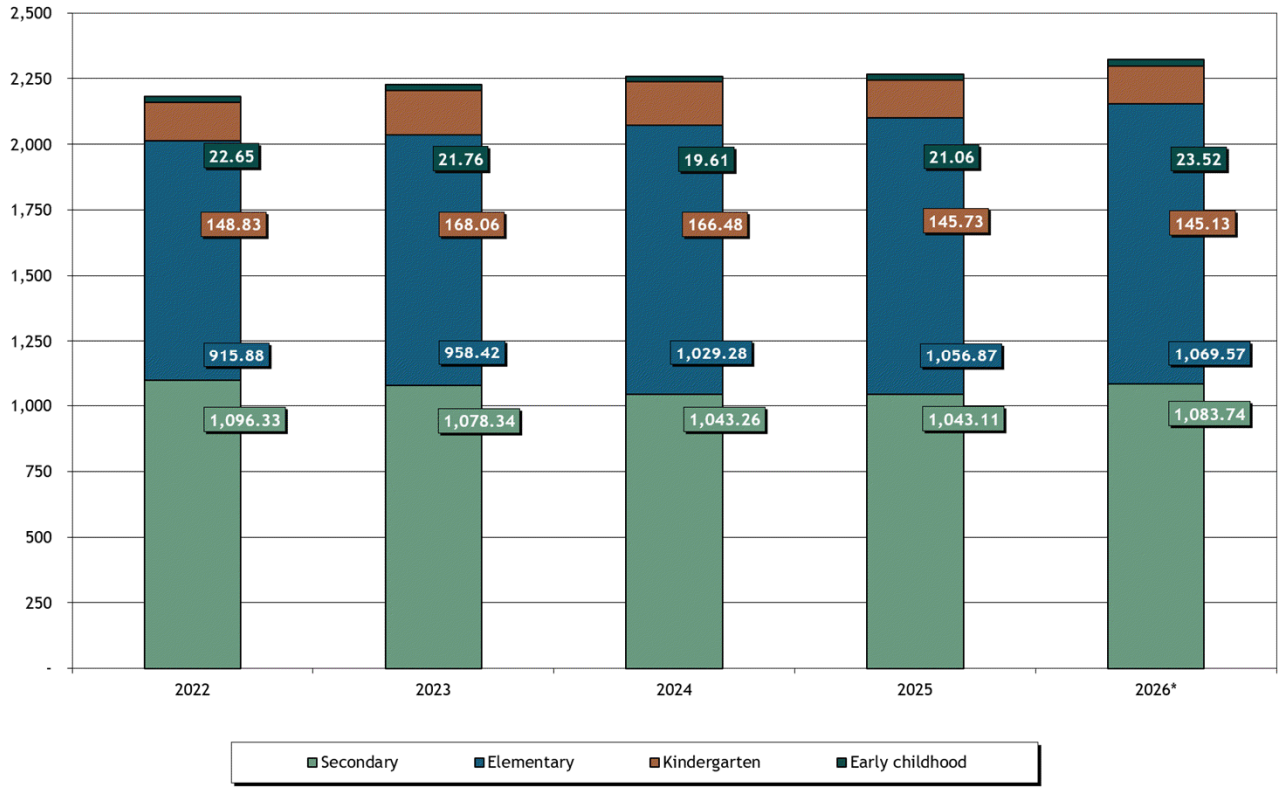
General Education Aid – Formula Allowance

Year	General Education Aid Formula Allowance Amount	Percent Increase
2017	$ 6,067	2.0%
2018	6,188	2.0%
2019	6,312	2.0%
2020	6,438	2.0%
2021	6,567	2.0%
2022	6,728	2.5%
2023	6,863	2.0%
2024	7,138	4.0%
2025	7,281	2.0%
2026	7,481	2.7%
2027	7,683	2.7%

Average Daily Membership - Resident ADM

ADM	2022	2023	2024	2025	2026*
Early childhood	22.65	21.76	19.61	21.06	23.52
Kindergarten	148.83	168.06	166.48	145.73	145.13
Elementary	915.88	958.42	1,029.28	1,056.87	1,069.57
Secondary	1,096.33	1,078.34	1,043.26	1,043.11	1,083.74
Total Resident ADM	**2,183.69**	**2,226.58**	**2,258.63**	**2,266.77**	**2,321.96**

Average Daily Membership and Pupil Units - Student ADM

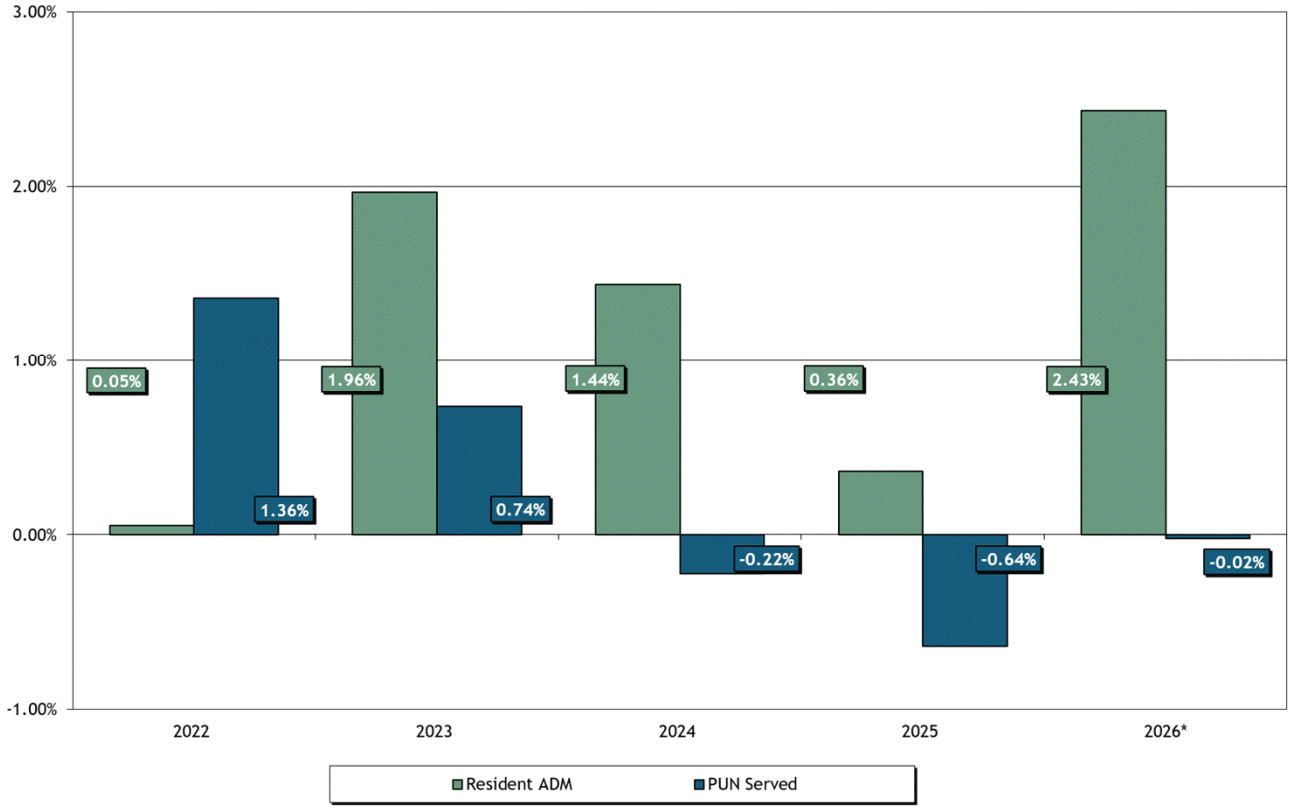


Pupil Units
- Weighting & PUN Served

Pupil Units Weighting						
	Early Childhood	Handicapped Kindergarten	Kindergarten	Elementary Grades 1-3	Elementary Grades 4-6	Secondary
Year 2022-2026	1.000	1.000	0.55/ 1.000	1.000	1.000	1.200

PUN	2022	2023	2024	2025	2026*
Residents	2,402.96	2,442.28	2,467.29	2,475.38	2,538.72
Resident PUN loss	(250.22)	(264.02)	(284.53)	(316.68)	(328.72)
Nonresident PUN gain	473.11	466.90	456.52	463.75	411.82
Total PUN Served	**2,625.85**	**2,645.16**	**2,639.28**	**2,622.45**	**2,621.82**

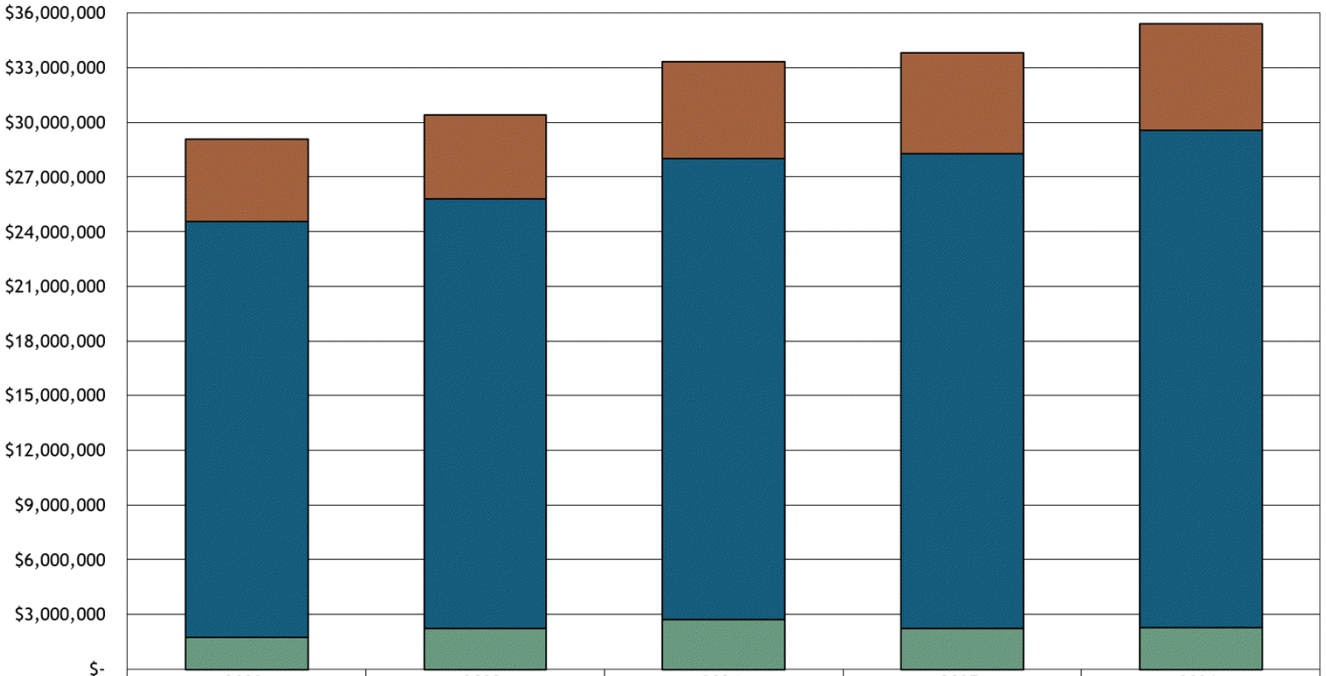
Change in Resident ADM and PUN Served



General Fund - Sources of Revenue

	2022	2023	2024	2025	2026
Local property taxes	$ 4,503,457	$ 4,611,863	$ 5,302,427	$ 5,545,452	$ 5,820,486
State sources	22,825,476	23,576,005	25,323,505	26,023,674	27,285,347
Other	1,749,786	2,222,579	2,701,224	2,235,034	2,280,767
Total	**$ 29,078,719**	**$ 30,410,447**	**$ 33,327,156**	**$ 33,804,160**	**$ 35,386,600**

General Fund - Sources of Revenue



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Local property taxes	$4,503,457	$4,611,863	$5,302,427	$5,545,452	$5,820,486
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General Fund

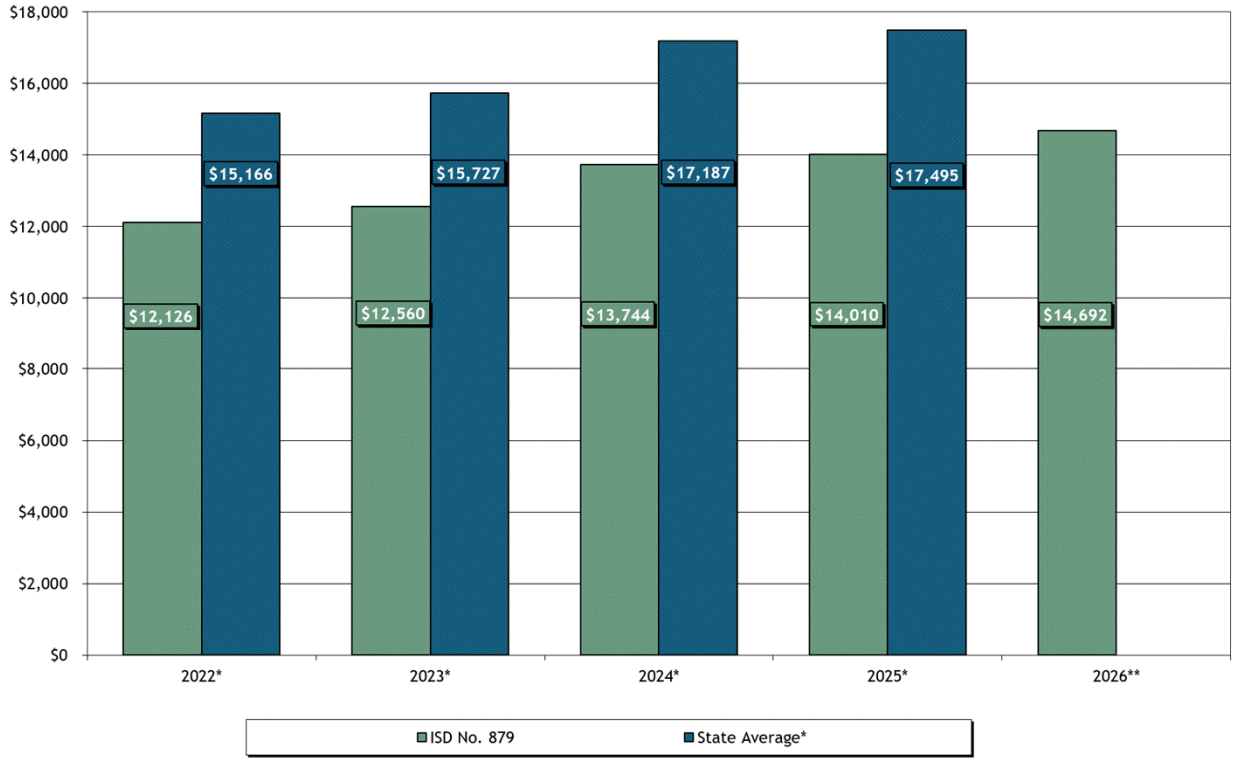
- Revenues Per Student ADM Served

ISD No. 879	2022*	2023*	2024*	2025*	2026**
Property taxes	$ 1,782	$ 1,852	$ 2,146	$ 2,227	$ 2,417
State aid	9,510	9,729	10,436	10,778	11,328
Other	834	979	1,162	1,005	947
Total	**$ 12,126**	**$ 12,560**	**$ 13,744**	**$ 14,010**	**$ 14,692**

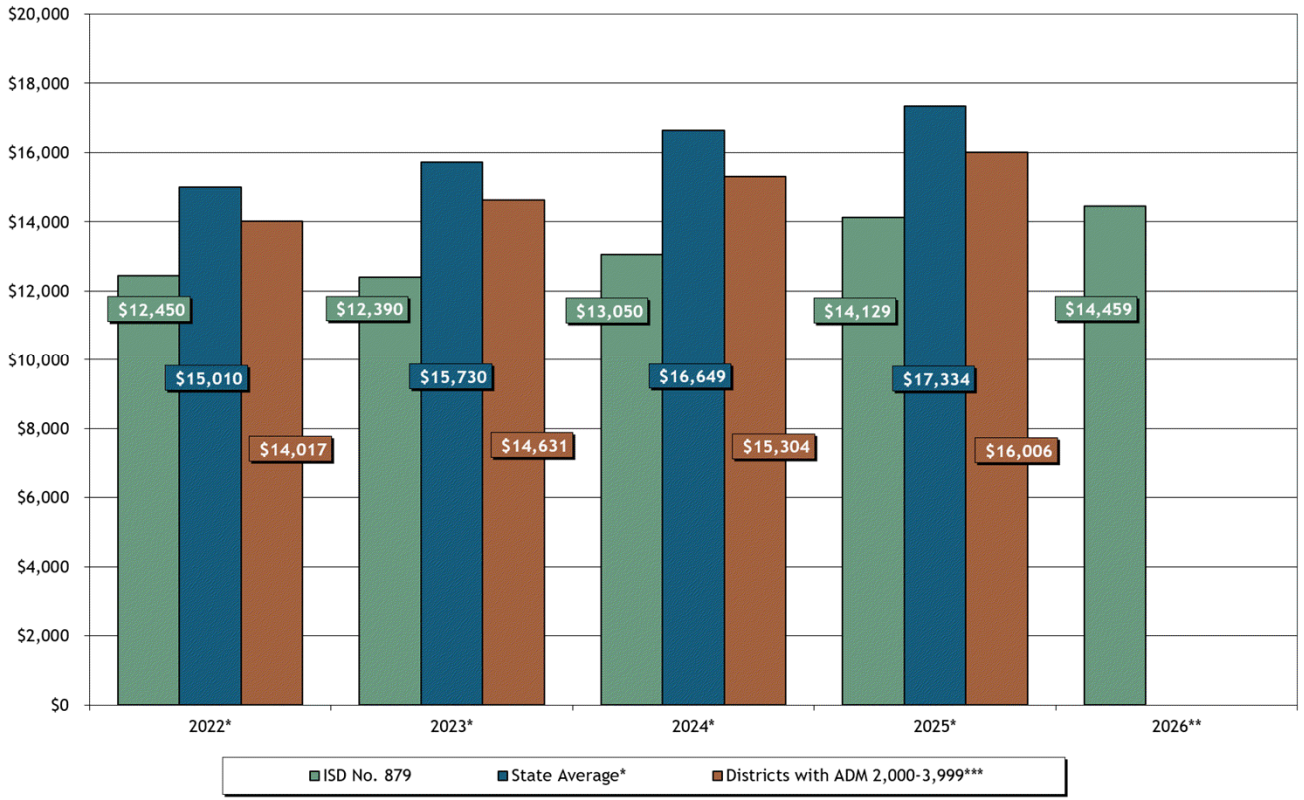
State Average *	2022*	2023*	2024*	2025*	2026**
Property taxes	$ 2,443	$ 2,545	$ 2,728	$ 2,875	N/A
State aid	10,782	11,073	12,448	13,058	N/A
Other	1,941	2,109	2,011	1,562	N/A
Total	**$ 15,166**	**$ 15,727**	**$ 17,187**	**$ 17,495**	**N/A**

General Fund

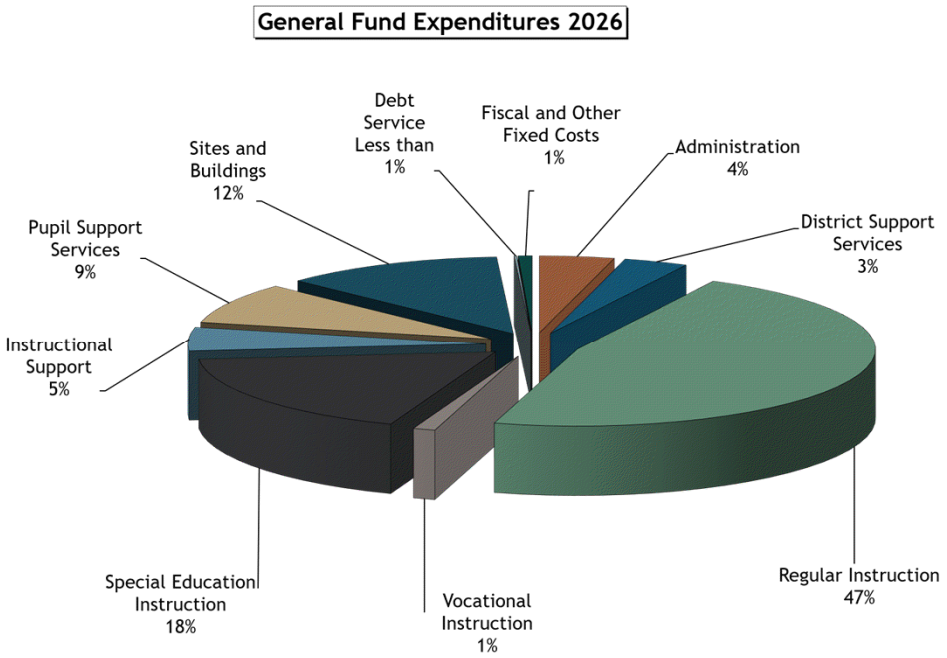
- Revenues Per Student ADM Served

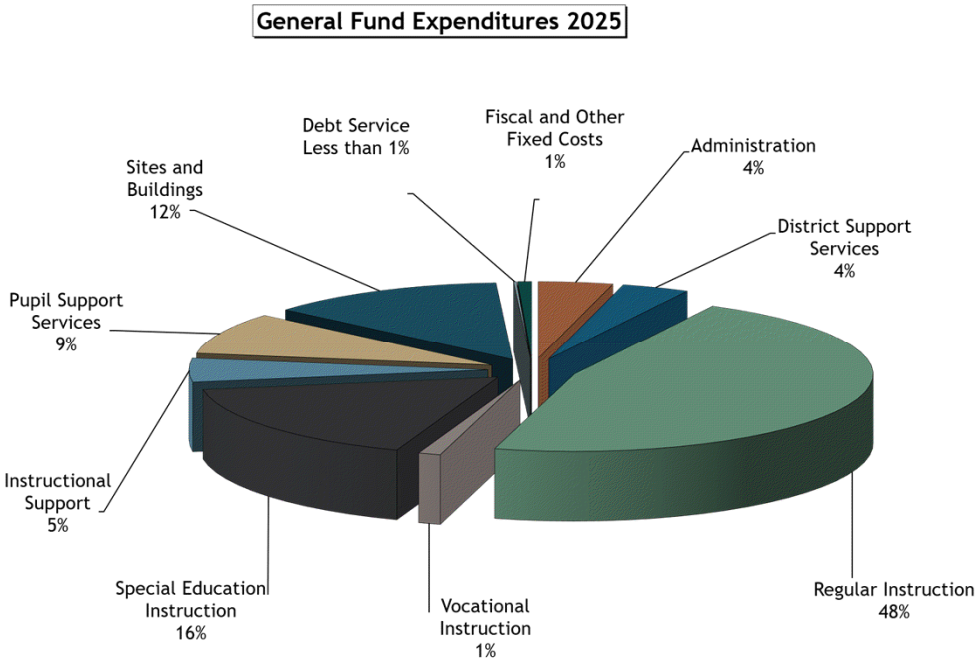


General Fund
- Expenditures Per Student ADM Served



General Fund – Expenditures





General Fund - Budget and Actual

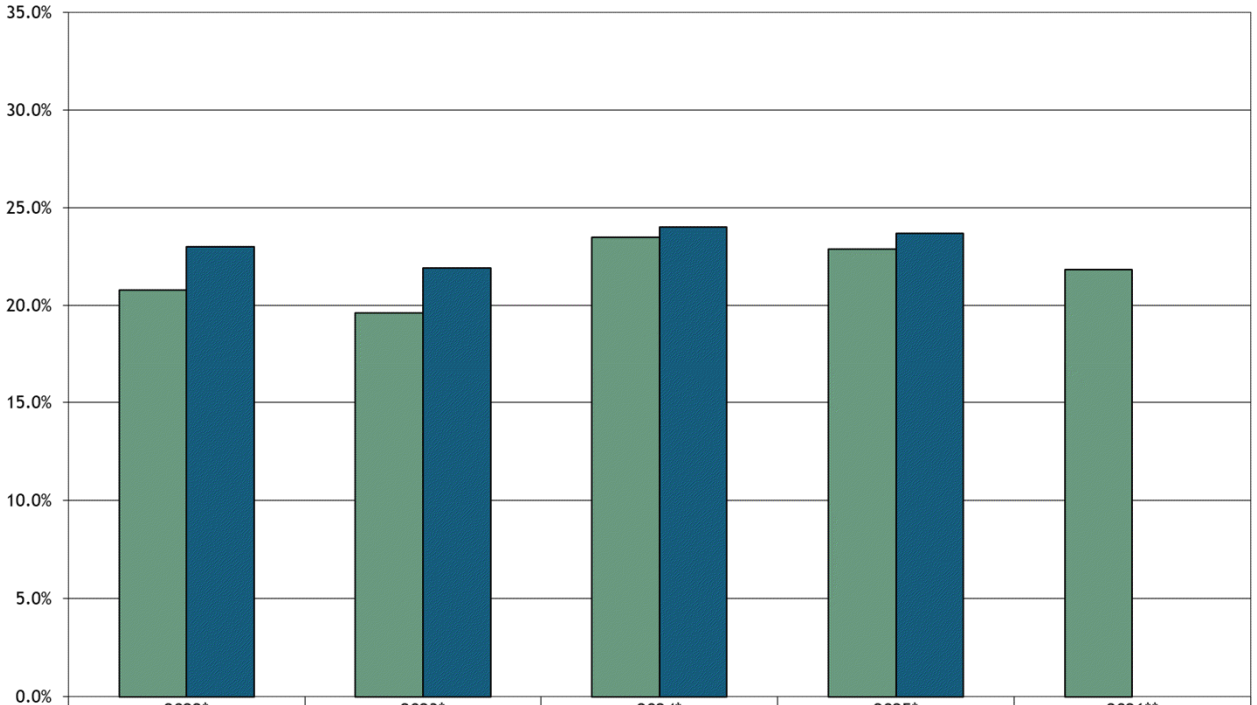
	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Over (Under)
Revenues				
Local property taxes	$ 5,688,653	$ 5,749,843	$ 5,820,486	$ 70,643
Other local and county revenues	1,158,851	1,930,227	2,073,776	143,549
Revenue from state sources	26,656,824	27,284,534	27,285,347	813
Revenue from federal sources	205,800	204,712	204,712	-
Sales and other conversion of assets	-	2,279	2,279	-
Total revenues	33,710,128	35,171,595	35,386,600	215,005
Expenditures				
Administration	1,443,397	1,454,209	1,411,626	(42,583)
District support services	1,143,980	1,272,448	1,216,820	(55,628)
Regular instruction	15,911,357	16,430,755	16,354,741	(76,014)
Vocational education instruction	446,295	450,445	416,963	(33,482)
Special education instruction	6,002,866	6,341,564	6,189,055	(152,509)
Instructional support services	2,366,136	1,802,219	1,762,162	(40,057)
Pupil support services	3,044,984	2,995,602	2,985,745	(9,857)
Sites and buildings	4,563,566	4,675,651	4,176,084	(499,567)
Fiscal and other fixed cost programs	256,000	262,525	261,450	(1,075)
Debt service	24,102	20,702	51,582	30,880
Total expenditures	35,202,683	35,706,120	34,826,228	(879,892)
Excess of revenues over (under) expenditures	(1,492,555)	(534,525)	560,372	1,094,897
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	-	661	661	-
Net change in fund balance	$ (1,492,555)	$ (533,864)	$ 561,033	$ 1,094,897

General Fund – Operations

	2022	2023	2024	2025	2026
Revenues	$ 29,078,719	$ 30,410,447	$ 33,327,156	$ 33,804,160	$ 35,386,600
Expenditures	29,853,526	30,108,074	31,647,476	34,089,445	34,826,228
Excess of revenues over (under) expenditures	(774,807)	302,373	1,679,680	(285,285)	560,372
Transfers/other financing sources/uses	146	107,114	10	50	661
Fund balance, July 1	9,018,567	8,243,906	8,653,393	10,333,083	10,047,848
Fund Balance, June 30	**$ 8,243,906**	**$ 8,653,393**	**$ 10,333,083**	**$ 10,047,848**	**$ 10,608,881**

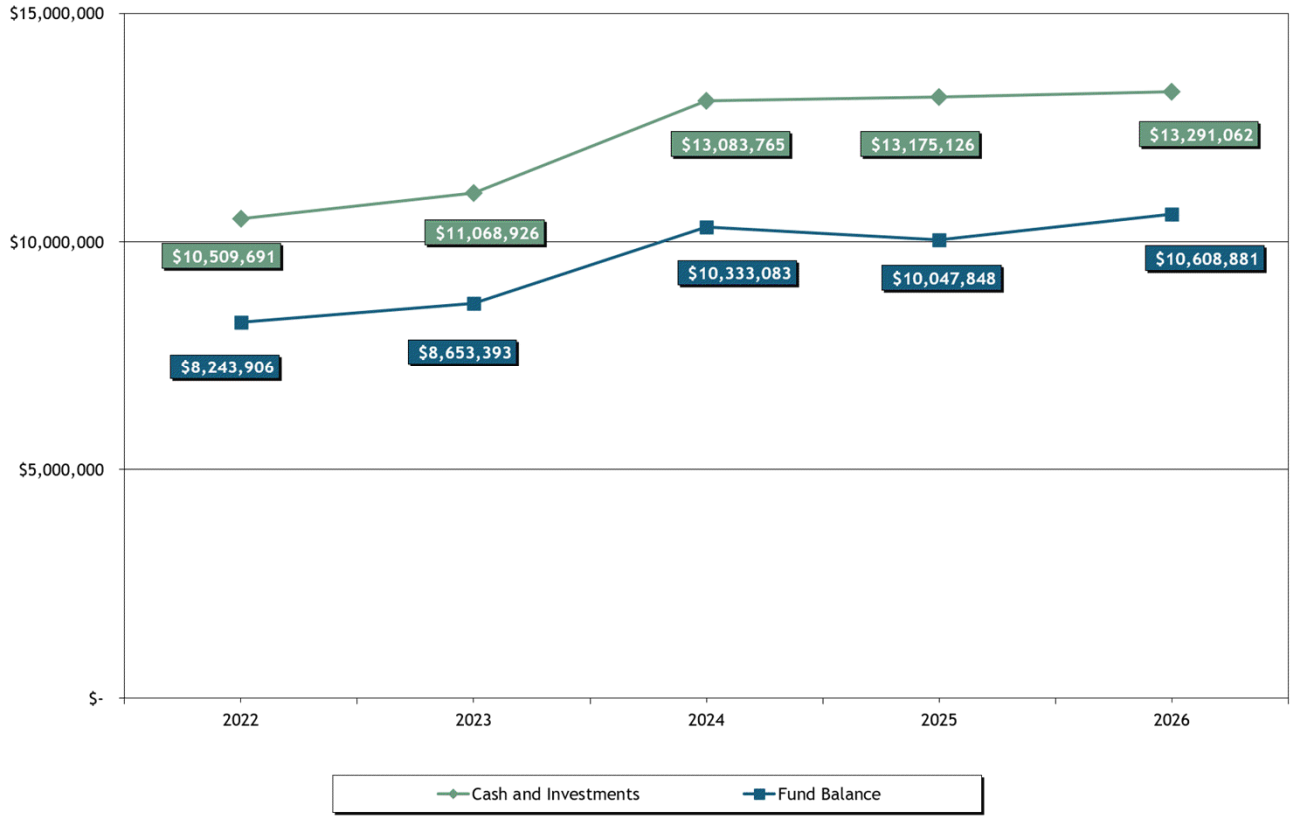
Components	**2022**	**2023**	**2024**	**2025**	**2026**
Unassigned	$ 4,493,020	$ 4,460,854	$ 5,681,239	$ 5,764,375	$ 5,839,418
Assigned for					
Donated Funds	489,523	509,357	520,424	532,616	632,660
Student Activities	66	4,803	122	-	-
Q Comp	439,297	303,129	314,995	-	-
Providing Transformative Learning	14,654	29,133	29,133	29,133	29,133
Committed for					
Separation/Retirement Benefits	117,525	43,136	102,076	100,238	143,386
Restricted for					
Student Activities	35,998	47,727	46,739	49,730	41,624
Scholarships	7,210	1,710	4,195	4,285	2,075
Staff Development	125,581	136,471	122,618	252,071	344,211
Literacy Incentive	-	-	115,336	244,397	232,325
Q Comp	-	-	-	244,893	229,281
Operating Capital	1,109,765	1,041,295	912,155	488,436	470,914
Area Learning Center	6,385	7,260	-	-	-
Teacher Read Act Training	-	-	-	19,439	-
Long-Term Facilities Maintenance	1,299,938	1,938,707	2,289,953	1,996,281	2,479,979
Medical Assistance	9,276	18,794	89,127	39,301	46,245
Nonspendable	95,668	111,017	104,971	282,653	117,630
Total	**$ 8,243,906**	**$ 8,653,393**	**$ 10,333,083**	**$ 10,047,848**	**$ 10,608,881**

General Fund
– Fund Balance as a Percent of Expenditures



	2022*	2023*	2024*	2025*	2026**
Delano School District**	20.8%	19.6%	23.5%	22.9%	21.8%
All Schools*	23.0%	21.9%	24.0%	23.7%	-

General Fund –Financial Position



Food Service Fund

For the Year Ended June 30,	2022	2023	2024	2025	2026
Revenues	$ 1,646,718	$ 1,603,656	$ 1,856,152	$ 1,750,836	$ 1,761,529
Expenditures	1,268,235	1,461,624	1,634,923	1,750,342	1,772,607
Excess of revenues over (under) expenditures	378,483	142,032	221,229	494	(11,078)
Fund balance, July 1	267,185	645,668	787,700	1,008,929	1,009,423
Fund Balance, June 30	**$ 645,668**	**$ 787,700**	**$ 1,008,929**	**$ 1,009,423**	**$ 998,345**

Community Service Fund

For the Year Ended June 30,	2022	2023	2024	2025	2026
Revenues	$ 2,465,483	$ 2,799,473	$ 2,753,397	$ 2,985,476	$ 2,910,488
Expenditures	2,386,064	2,616,172	2,624,836	2,734,843	2,872,326
Excess of revenues over (under) expenditures	79,419	183,301	128,561	250,633	38,162
Transfers/other financing sources	-	3,904	-	-	-
Fund balance, July 1	135,219	214,638	401,843	530,404	781,037
Fund Balance, June 30	**$ 214,638**	**$ 401,843**	**$ 530,404**	**$ 781,037**	**$ 819,199**

Components					
Nonspendable	$ 13,259	$ 7,795	$ 6,741	$ 6,741	$ 6,741
Restricted for					
Community Education	143,078	321,327	503,300	764,676	759,298
ECFE	45,856	53,240	260	330	45,373
School Readiness	9,494	16,114	13,610	7,885	1,750
Adult Basic Education	897	897	897	897	897
Community Service	2,054	2,470	5,596	508	5,140
Total	**$ 214,638**	**$ 401,843**	**$ 530,404**	**$ 781,037**	**$ 819,199**

Auditor



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Thank You



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