

BradyMartz

Audit Results

Independent School District No. 682

FY 2026

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Agenda

- Audit Opinion
- Financial Statement Highlights
- Required Communications

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Audit Opinion



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Audit Objective

Audit Guidelines:

- Generally Accepted Audit Standards
- Government Audit Standards

Designed to obtain reasonable, not absolute, assurance about whether the financial statements are free of a material misstatement

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Audit Opinion

Independent Auditor's Report – Financial Statements

- Unmodified audit opinion
  - Highest level of assurance CPA firm can provide
- Implementation of a new accounting principle" GASB Statement No. 103: Financial Reporting Model Improvements.

Independent Auditor's Report on Minnesota Legal Compliance

- 2026-004 – Timeliness of Bills Paid

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Audit Opinion

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 *Governmental Standards*

- Findings
  - 2026-001 – Financial Statement Preparation– Significant Deficiency
  - 2026-002 – Segregation of Duties – Significant Deficiency
  - 2026-003 – Investment Account Bank Reconciliation - Material Weakness

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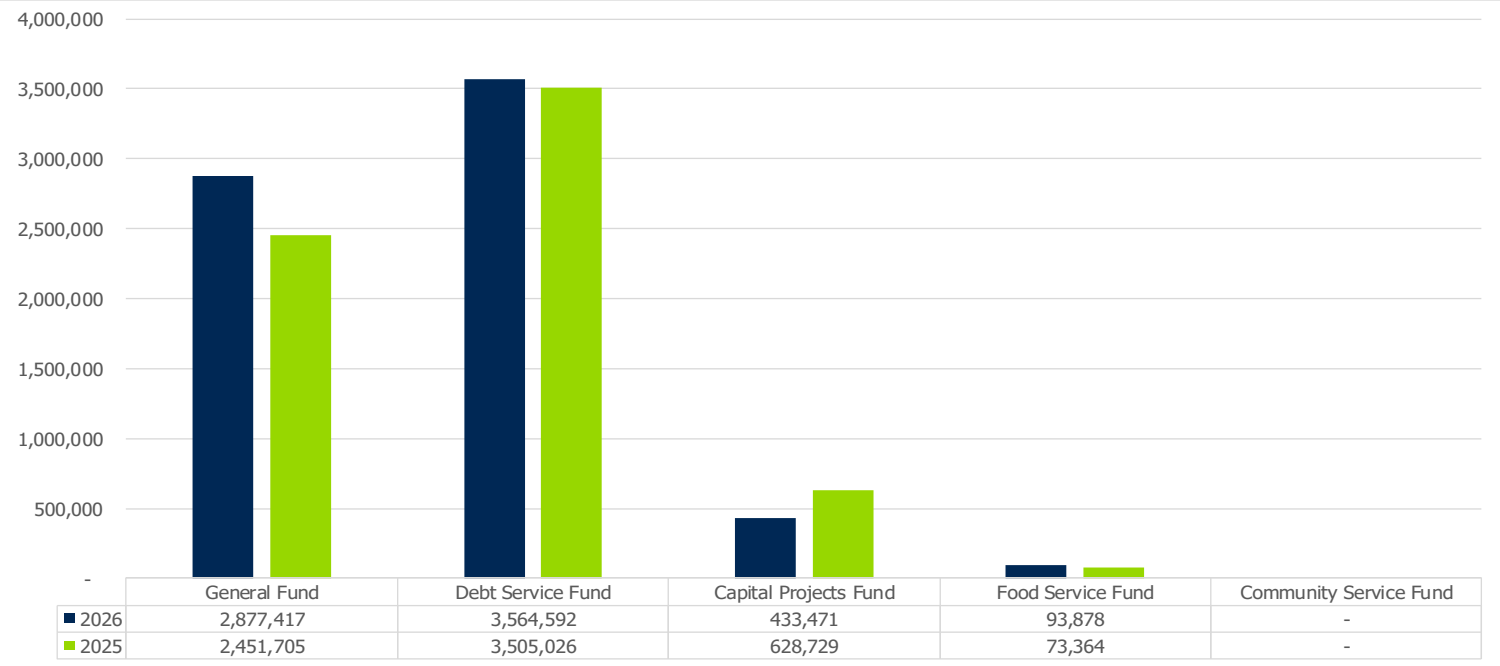
Financial Statement Highlights



The following financial statement highlights are derived from the audited financial statements and may be presented at a different level of detail. Readers should refer to the audited financial statements and related notes for complete information.

Cash Position



	General Fund	Debt Service Fund	Capital Projects Fund	Food Service Fund	Community Service Fund
2026	2,877,417	3,564,592	433,471	93,878	-
2025	2,451,705	3,505,026	628,729	73,364	-

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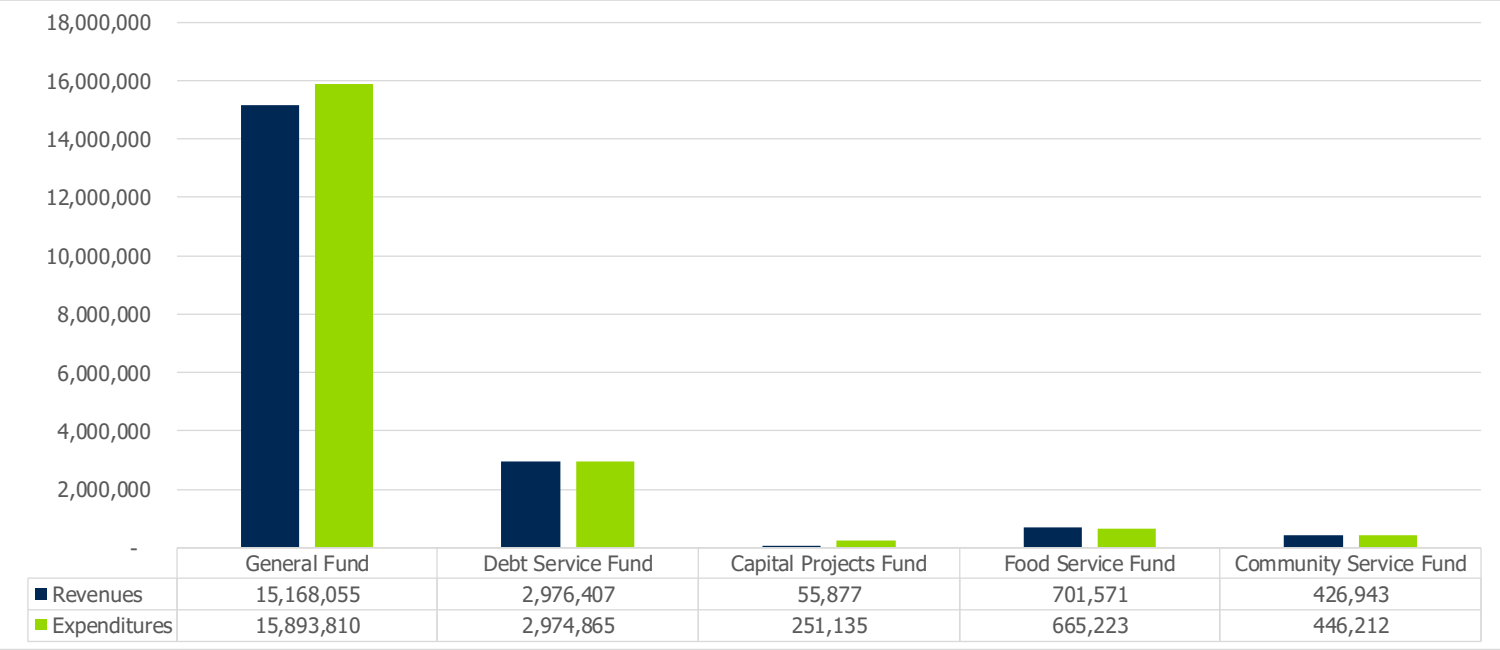
Revenues & Expenditures by Fund



	General Fund	Debt Service Fund	Capital Projects Fund	Food Service Fund	Community Service Fund
Revenues	15,168,055	2,976,407	55,877	701,571	426,943
Expenditures	15,893,810	2,974,865	251,135	665,223	446,212

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Change in Fund Balance



	General Fund	Debt Service Fund	Capital Projects Fund	Food Service Fund	Community Service Fund
2026	(488,539)	1,542	(195,258)	36,348	(19,269)
2025	(114,557)	48,178	(387,920)	(26,209)	(43,497)

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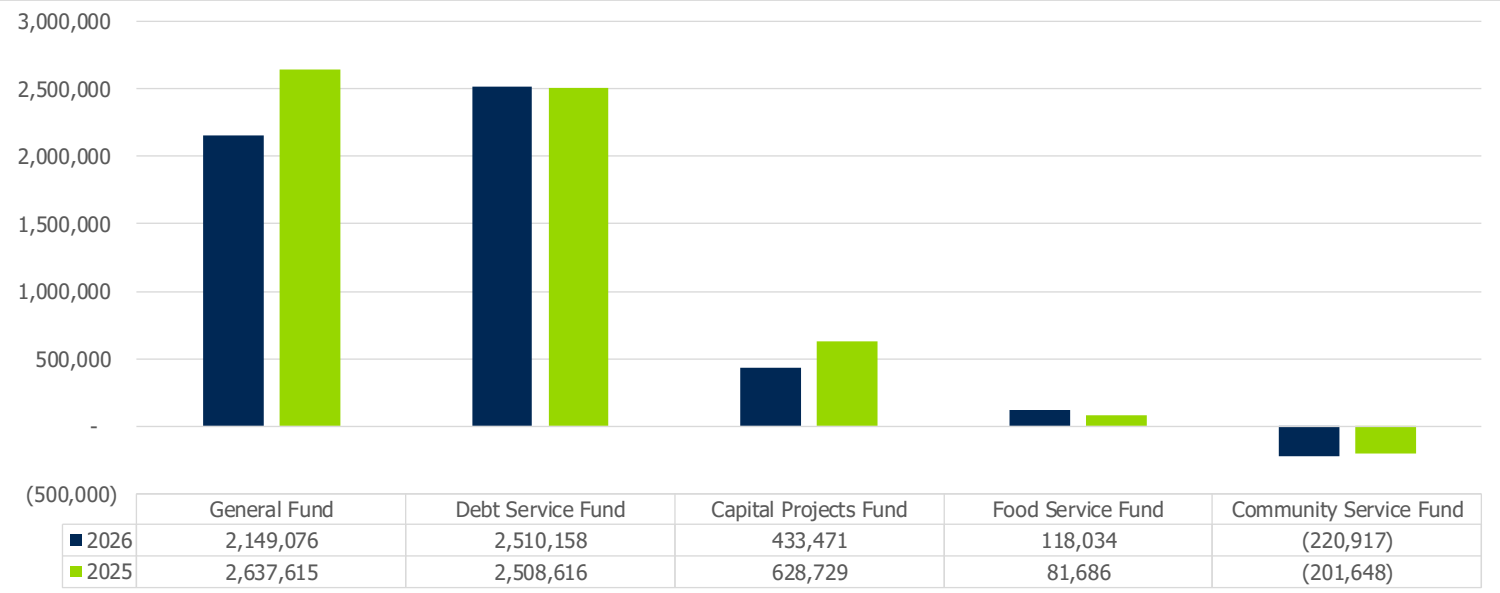
Fund Balance



	General Fund	Debt Service Fund	Capital Projects Fund	Food Service Fund	Community Service Fund
2026	2,149,076	2,510,158	433,471	118,034	(220,917)
2025	2,637,615	2,508,616	628,729	81,686	(201,648)

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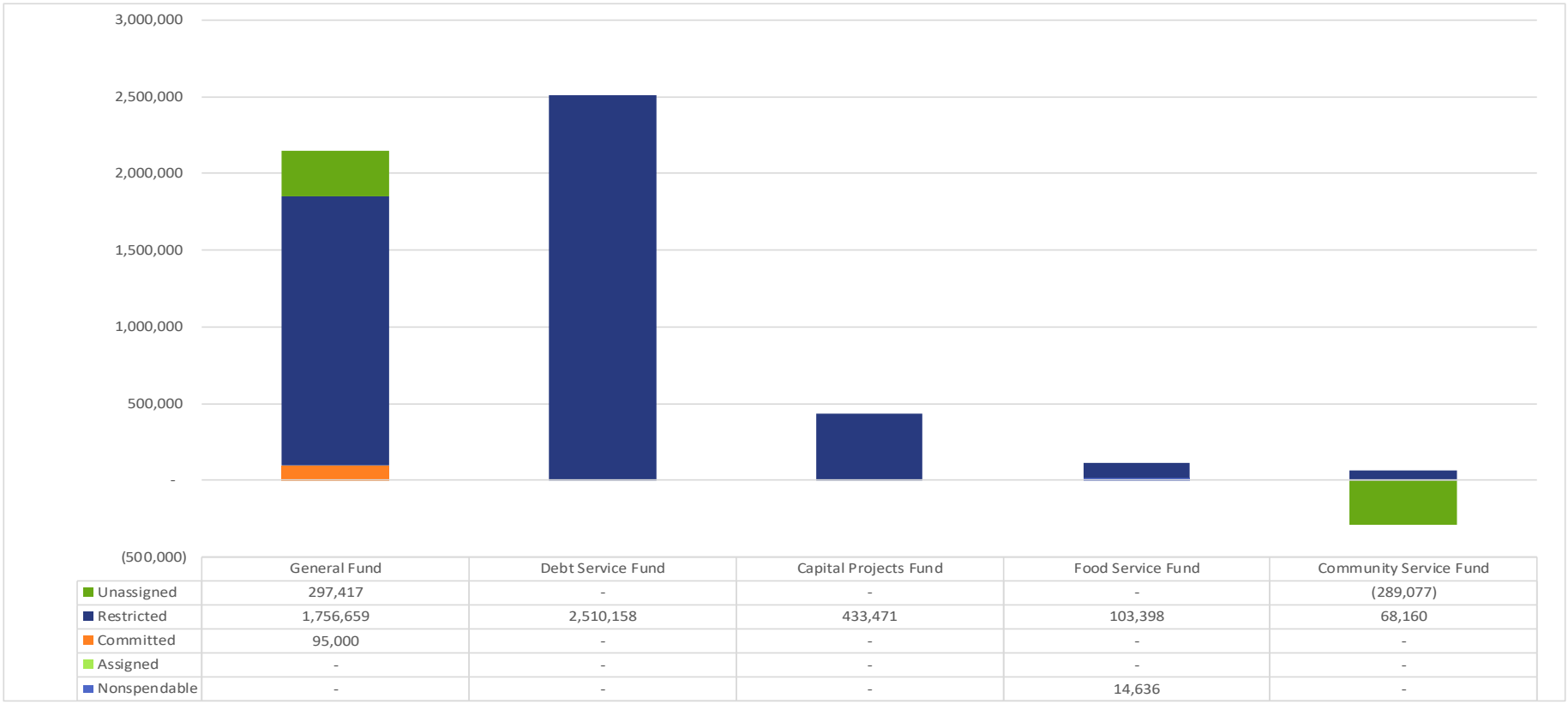
Fund Balance



	General Fund	Debt Service Fund	Capital Projects Fund	Food Service Fund	Community Service Fund
Unassigned	297,417	-	-	-	(289,077)
Restricted	1,756,659	2,510,158	433,471	103,398	68,160
Committed	95,000	-	-	-	-
Assigned	-	-	-	-	-
Nonspendable	-	-	-	14,636	-

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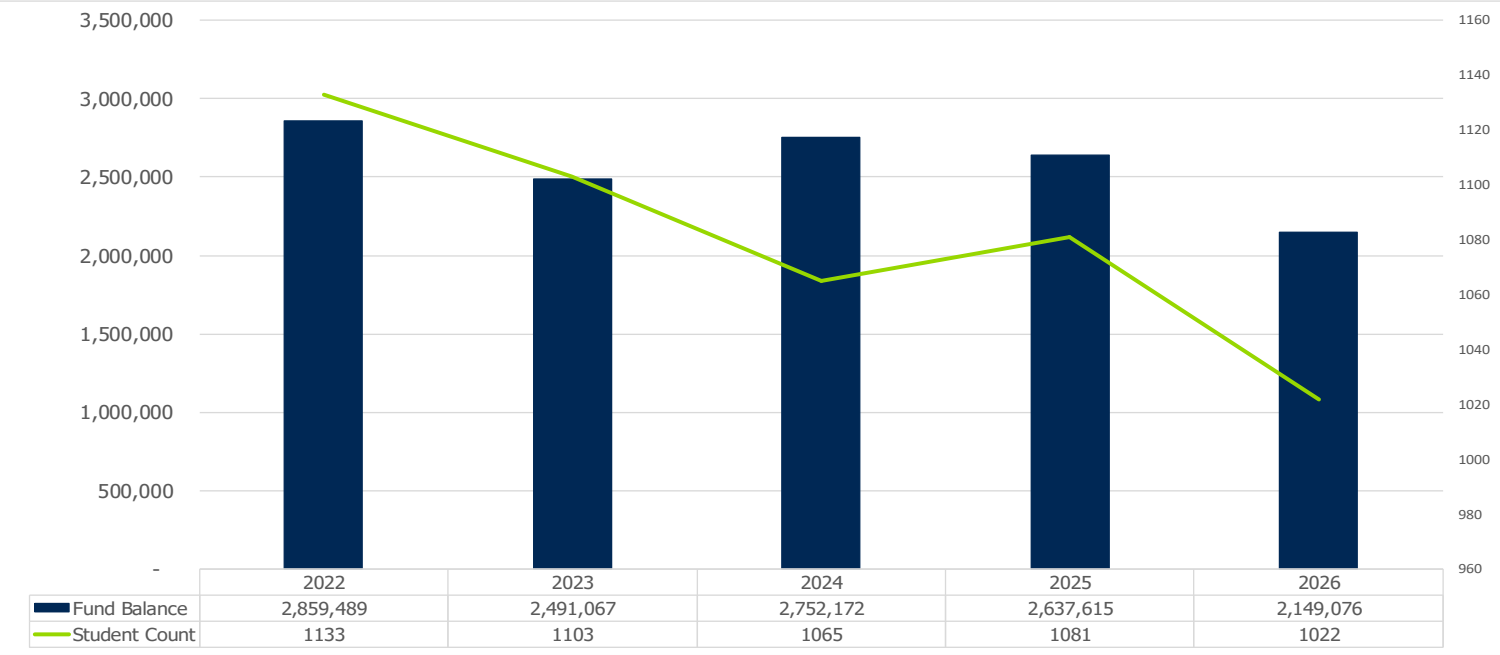
General Fund – Fund Balance



	2022	2023	2024	2025	2026
Fund Balance	2,859,489	2,491,067	2,752,172	2,637,615	2,149,076
Student Count	1133	1103	1065	1081	1022

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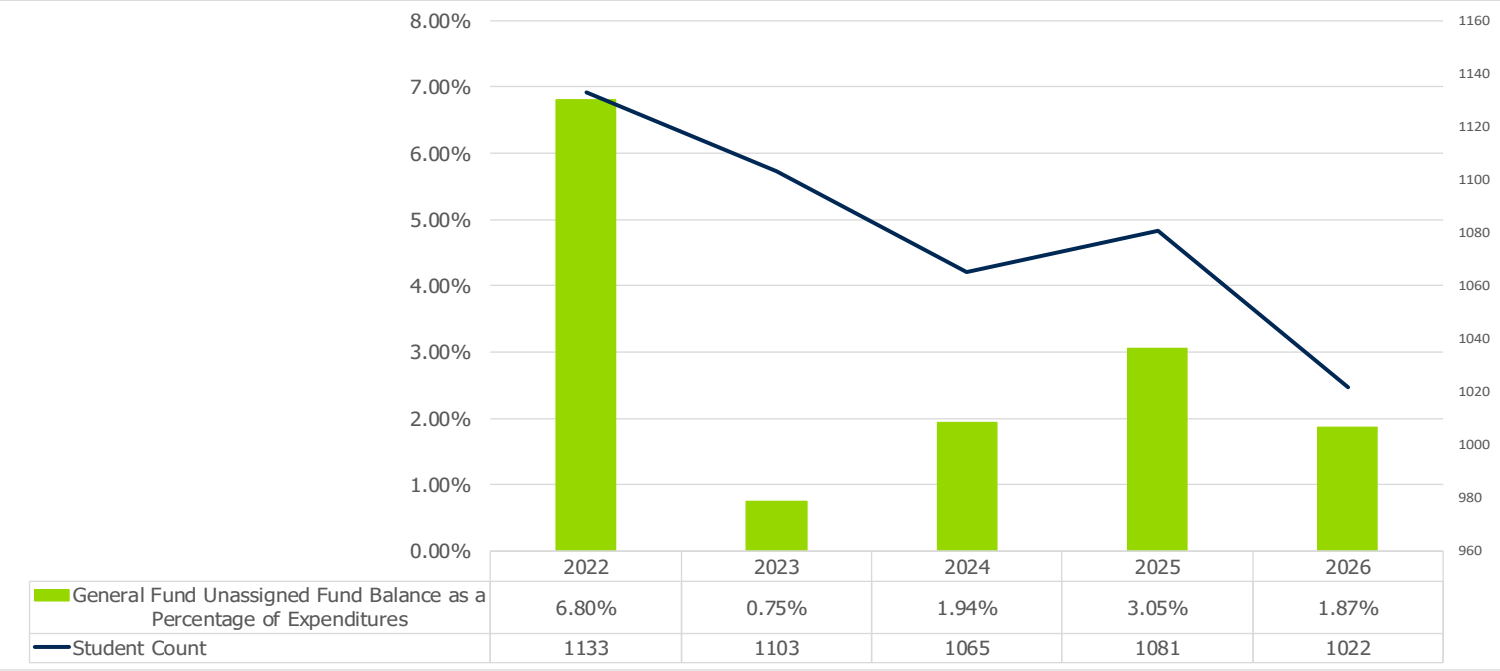
General Fund – Unassigned Fund Balance



	2022	2023	2024	2025	2026
General Fund Unassigned Fund Balance as a Percentage of Expenditures	6.80%	0.75%	1.94%	3.05%	1.87%
Student Count	1133	1103	1065	1081	1022

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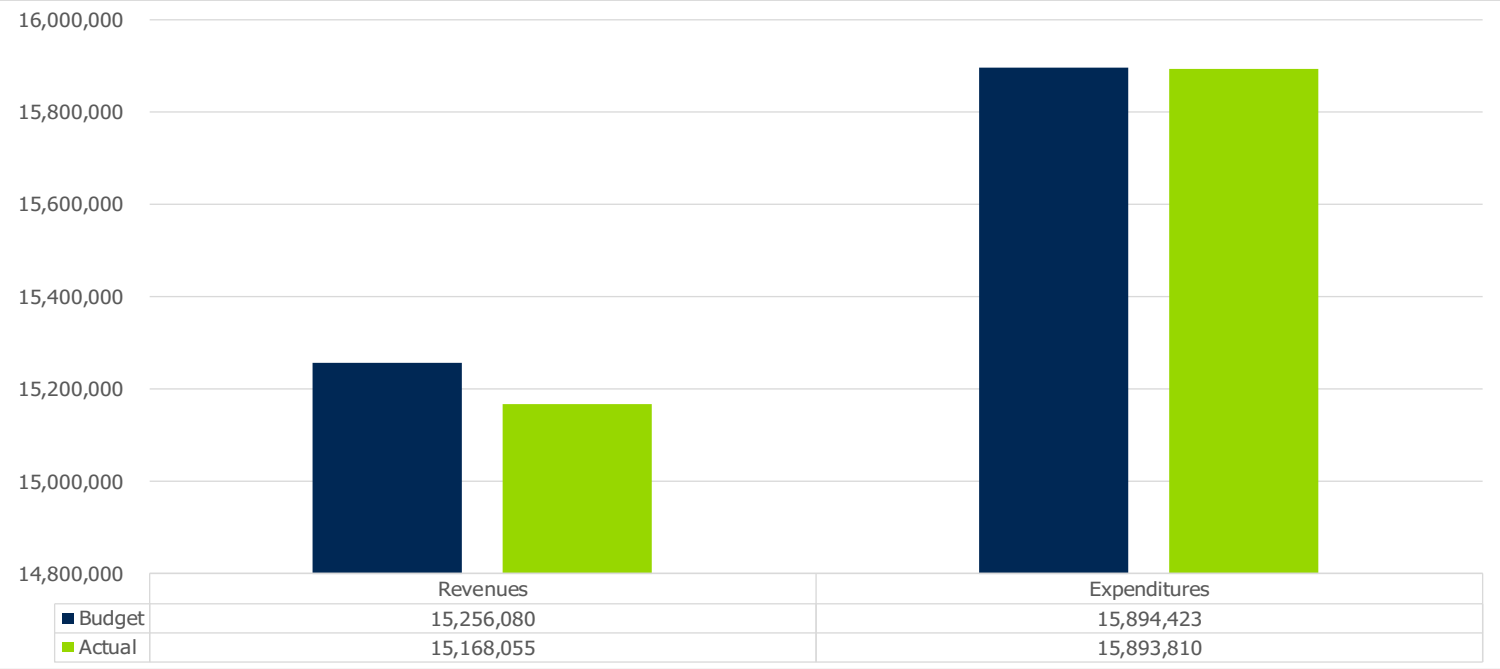
General Fund – Budget vs. Actual



	Revenues	Expenditures
Budget	15,256,080	15,894,423
Actual	15,168,055	15,893,810

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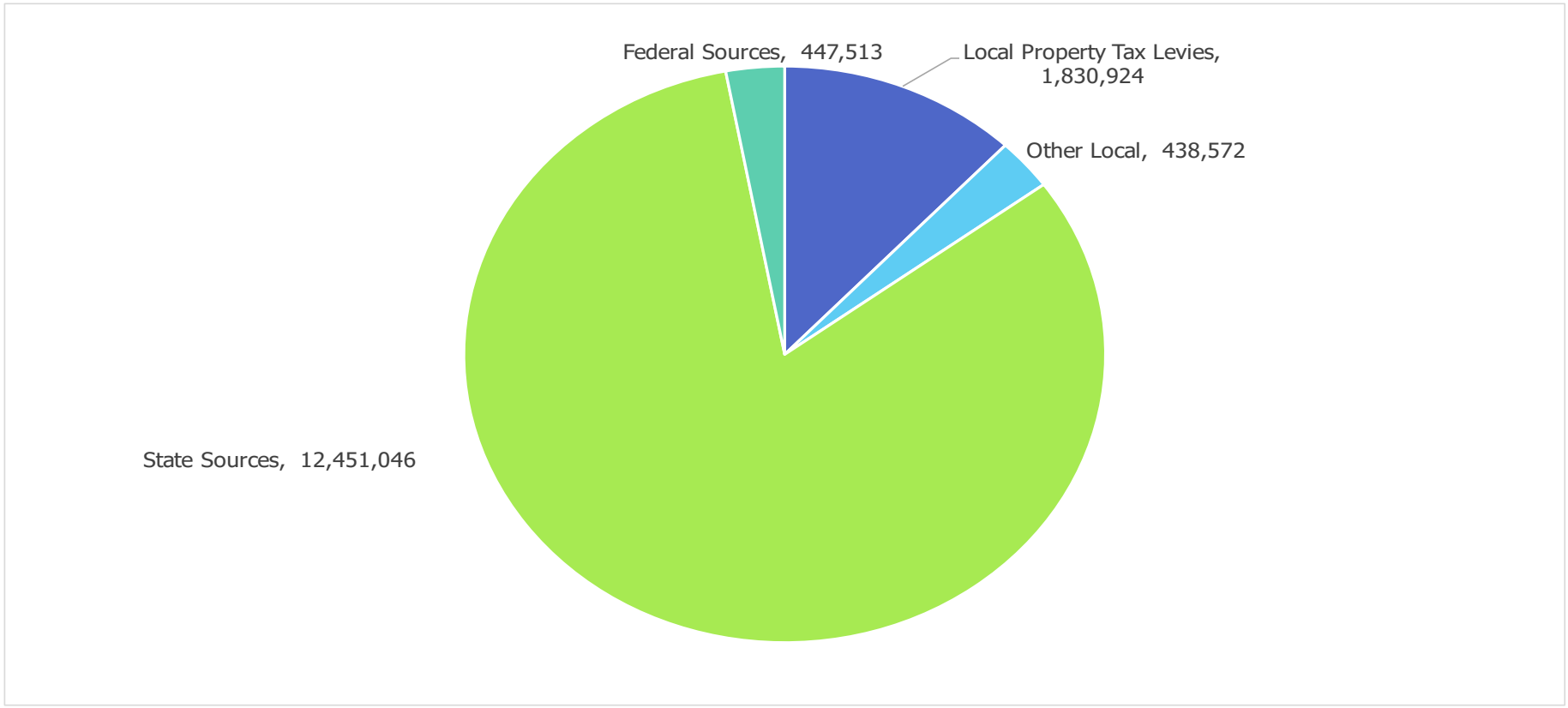
General Fund – Revenue Source



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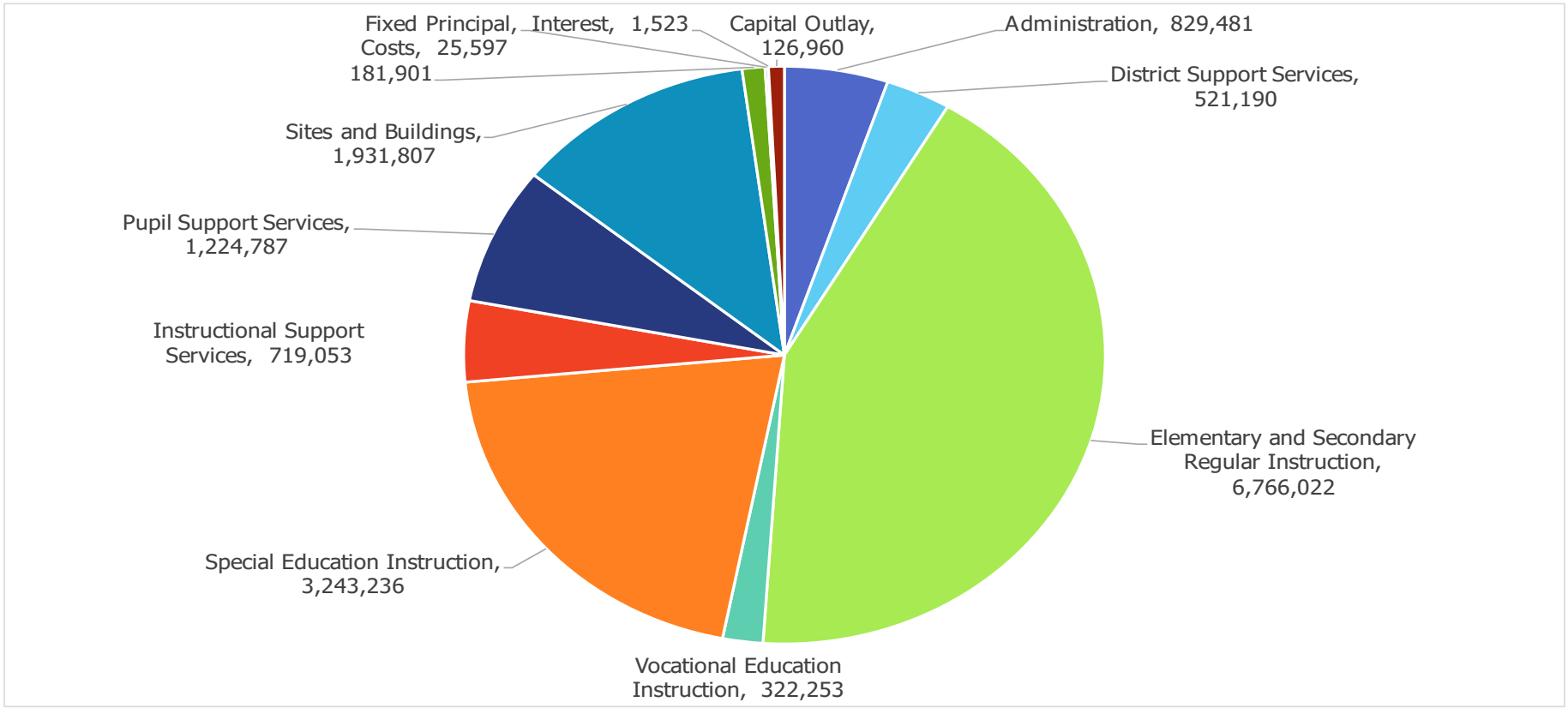
General Fund – Expenditure Type



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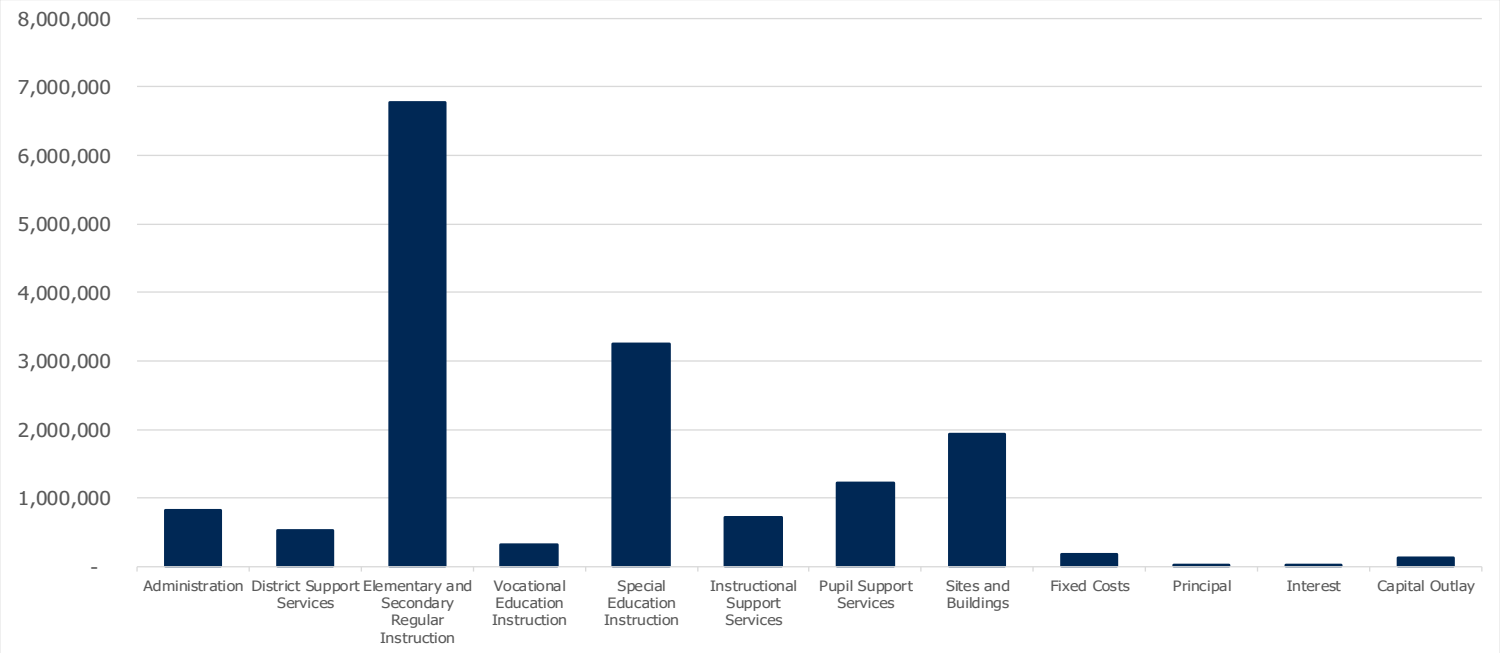
General Fund – Expenditure Type



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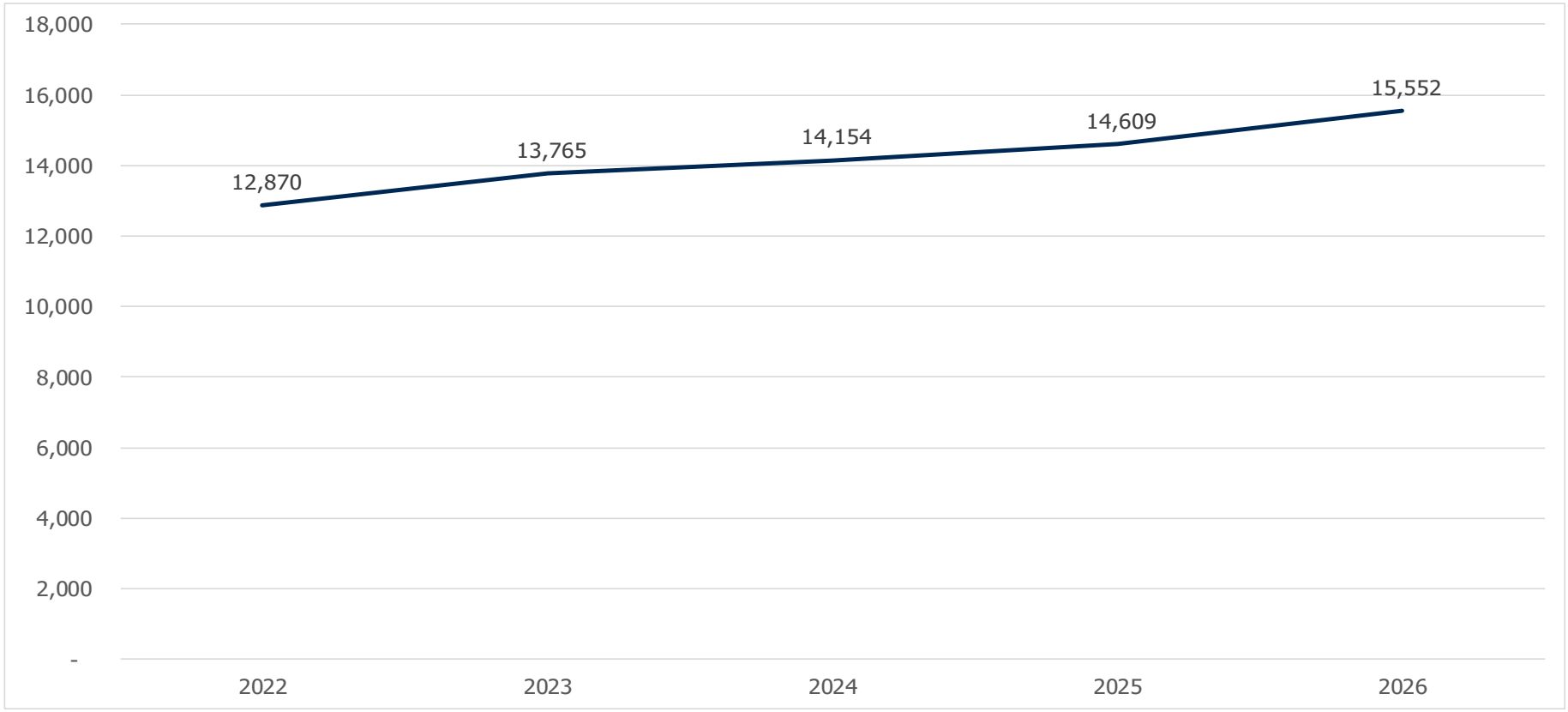
General Fund – Cost Per Student



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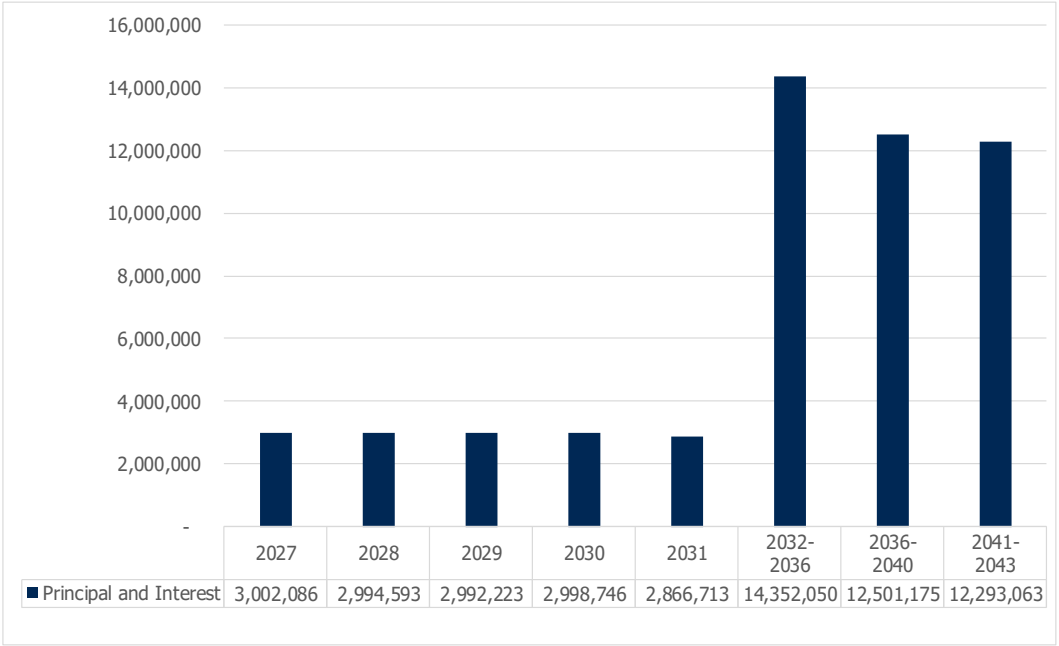
Future Debt Payments

- GO Bonds:
  - $43,505,000
- Lease Liability:
  - $30,980



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Required Communications



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Required Communications

- Significant estimates:
  - Net Pension Liability
  - OPEB Liability
  - Compensated Absences
- No unusual transactions
- No difficulties or disagreements with management
- Uncorrected misstatement
- Management representations

Contact Us



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Thank You

