



Roseville Area Schools

1251 County Road B2 West • Roseville, MN 55113  
PHONE 651-635-1600 • FAX 651-635-1659 • [www.isd623.org](http://www.isd623.org)

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

*For the fiscal year ended June 30, 2024*

Excellence, Innovation & Equity in All We Do

INDEPENDENT SCHOOL DISTRICT 623

Roseville Area Schools

Roseville, Minnesota

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
ROSEVILLE, MINNESOTA**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**YEAR ENDED JUNE 30, 2024**

**PREPARED BY THE  
BUSINESS SERVICES DEPARTMENT**

**SHARI THOMPSON  
DIRECTOR OF BUSINESS SERVICES**

**DENISE MICKLE  
CONTROLLER**

**KATHY ENGLUND  
DISTRICT ACCOUNTANT**

**POLLY LUTZKA  
ACCOUNTS PAYABLE**

**LAURA GARNJOBST  
ACCOUNTS RECEIVABLE**

**MELISSA WOLFF  
PAYROLL**

**MAUREEN WILLET  
PAYROLL**

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INDEPENDENT SCHOOL DISTRICT NO. 623  
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## **INTRODUCTORY SECTION**



# Roseville Area Schools

1251 County Road B2 West • Roseville, MN 55113  
PHONE 651-635-1600 • FAX 651-635-1659 • www.isd623.org

**February 6, 2025**

**FISCAL YEAR 2024**  
**ANNUAL COMPREHENSIVE**  
**FINANCIAL REPORT**

To: Independent School District No. 623 – Roseville Area Schools School Board Members and Citizens

The Annual Comprehensive Financial Report (ACFR) of Independent School District No. 623 – Roseville Area Schools (the District) for the fiscal year ended June 30, 2023, is submitted herewith. Minnesota state law requires that public school districts publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2024. The District is required to undergo an annual Single Audit in conformity with the provisions of the U.S. Office of Management and Budget's Uniform Guidance. The District is also required to undergo an annual Minnesota State legal compliance audit under Minnesota Statutes § 6.65. Independent auditor reports and a Schedule of Expenditures of Federal Awards are included in a separately issued document.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The ACFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the management's discussion and analysis (MD&A), basic financial statements, required supplementary information, and combining and individual fund statements and schedules presented as supplemental information, as well as the independent auditor's report on the financial statements. The statistical section includes a number of tables of unaudited data depicting the financial history of the District for the past 10 years, demographics, and other miscellaneous information.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## **PROFILE OF THE DISTRICT**

The District was incorporated in 1949 and serves portions of seven suburban communities on the north edge of the Minneapolis/St. Paul metropolitan area. The District enrolled 7,234 students in fiscal year (FY) 2024 from a population of 58,239 citizens residing in a 21.65 square mile area. The District encompasses the cities of Arden Hills, Falcon Heights, Little Canada, Lauderdale, Maplewood, Roseville, and Shoreview.

The District is governed by an elected six-member School Board. The seated School Board consists of six members who are elected at large in odd-numbered years. Members serve alternating four-year terms.

The School Board hires the superintendent and delegates the authority and responsibility to administer school district operations. The superintendent serves as an ex-officio member of the School Board.

Roseville Area Schools offer four option schools. The first is Parkview Center School offering a kindergarten through eighth grade model. The second is our Spanish Dual Language Immersion Program at Little Canada Elementary. The goal of Dual Language Immersion programs is to create bi-lingual, bi-literate, multi-cultural students who are better prepared for success in the ever-expanding global community. The third is our year-round school, Harambee Elementary, with a focus on Environmental Science and Community Cultures. Last is the SPARK Program at Central Park Elementary which focuses on Science, Technology, Engineering, Arts and Math.

The District's students reflect the global community, coming from homes where 91 dialects or languages other than English are spoken. Diverse demographics contribute to rich, real-life learning environments that prepare students for the 21st century workplace.

Gifted education programs serve the academic, social, and emotional needs of gifted/talented learners.

Co-curricular offerings build character, stretch minds, and challenge the body. Students have been recognized as state champions in various sports; Minnesota State High School League Academic Excellence award winners; state qualifiers in multiple sports; and All-Conference musicians.

Preschool is offered at early childhood centers at Harambee, Parkview, and Appétu Téça Education Center. Free all-day kindergarten is available at all elementary sites. High quality before- and after-school care (Friendship Connection) is available to all elementary and middle school students.

The financial reporting entity includes all the funds of the primary government (the District). Component units are legally separate entities for which the District (primary government) is financially accountable. There are no organizations considered to be component units of the District.

The District is required to adopt an initial budget for the fiscal year no later than June 30th preceding the beginning of the fiscal year on July 1st. This annual budget serves as the foundation for the District's financial planning and control.

## LOCAL ECONOMY

During FY 2024, the District operated 12 buildings: 1 high school, 1 middle school, 1 kindergarten through eighth grade, 7 elementary schools, 1 education center including the alternative high school, and a central administration building. The instructional program is organized using several grade configurations: Pre-K–6, K-8, 7–8, and 9–12. The District had a budgeted enrollment of 7,224, average daily membership for FY 2024 and an actual enrollment of 7,234. Student enrollment has declined slightly over the last four years, much of the decrease is a direct result of COVID-19. The pandemic has primarily impacted the elementary enrollment with a higher number of families choosing an option to home school, enroll in an online program, or enrollment at a charter school or private school. The 7<sup>th</sup> through 12<sup>th</sup> grade enrollment numbers continue to experience more stabilized enrollment numbers. Enrollment is projected to be stagnant over the next three years.

The majority of the District’s school buildings were built between 1951 and 1996. Although some of the school buildings are over 50 years old, the District participates in the Long-Term Facilities Maintenance Program through the state of Minnesota and has a 10-year spending plan with a \$14 million annual budget to address deferred maintenance and health and safety facility needs. In FY 2018 the District was successful in passing a \$144 million dollar bond for improvement and expansion of buildings in the District. The District completed the final phase of construction in December 2021. To date, the District has been able to stay on schedule and on budget for all construction projects and deferred maintenance projects.

The District intentionally focuses on efforts of staff and other resources to identify financial resources that are available to maximize revenue. Except for locally imposed fees for things like student activities, the District is dependent on the state of Minnesota for its revenue authority and state aid. Some revenue authority, such as operating referenda and building bonds, also require voter approval. Thanks to the support of the local taxpayers, the District successfully passed an increase of \$915 per pupil unit in November 2021, effective with the 21-22 fiscal year.

For the past several years, the funding provided for public education in the state of Minnesota has not been sufficient to meet instructional program needs, due to increased inflationary costs and required mandates. The 2023 Legislature authorized a 4 percent increase in the basic funding formula for fiscal year 2023-2024 and a 2 percent increase in 2024-2025. Since the outbreak in March 2020, the pandemic has made economic conditions in Minnesota as well as other states extremely volatile. Fiscal year 2024 marks the end date of additional federal funds used to supplement the costs related to the COVID-19 pandemic.

Numerous factors affect public school finance and are monitored on an on-going basis, such as:

- State aid versus local taxpayer funding for programs and services.
- Economic factors, such as the ongoing pandemic and related unemployment and overall revenue collections by the state.
- Mandated programs that are not fully funded, such as special education.
- Compliance and implementation of governmental pronouncements.
- Impact to local taxpayers for funding requests.
- Increased competition for students from other public schools, as well as charter schools.
- Housing development and growth.
- Enrollment trends.
- Health insurance cost increases.
- Pension obligations, both local and state.
- Management of federal and other special funded state programs.

## **INTERNAL CONTROL STRUCTURE AND BUDGETARY CONTROL**

The District complies with the Uniform Financial Accounting and Reporting Standards (UFARS) for Minnesota Schools. UFARS, established in 1976, dictates a modified accrual basis of accounting. An audited annual financial report must be provided to the Minnesota Department of Education by December 31, subsequent to year-end on June 30.

The District has established a system of internal controls that provide reasonable assurance that assets are safeguarded from misuse or losses. Reasonable assurance means the cost of controls is weighed against the benefits received. The District utilizes an integrated payroll/finance system for all financial recordkeeping. Encumbrances, or open purchase orders, are used as a budgetary control tool and are charged against line item budgets when issued. Each site and department administrator has access to the finance system to extract reports and review detailed budget activity specific to their area of responsibility. The district administration receives and reviews monthly financial reports. These reports are also presented to the Board of Education and are publicly available as part of the Board's meeting materials.

The District's budgeting process begins with a review and estimation of projected student enrollment. Enrollment is the main driver of the allocation of the unrestricted revenue resources. A majority of the budgeting decisions are made centrally including staffing, capital expenditures, and infrastructure improvements. Budget managers receive an allocation for site or department-specific needs.

Legal budgetary control is at the fund level; however, directors, principals, supervisors, and other budget managers are responsible for monitoring their budget centers within each of the funds. All appropriations lapse at year-end.

## **RELEVANT FINANCIAL POLICIES**

The District has adopted a comprehensive set of financial policies. The management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America and with Minnesota Uniform Financial Accounting and Reporting Standards. The internal control framework is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits require estimates and judgments by management.

School Board Policy 744 addresses fund balance. The policy is in place to ensure the financial stability of the District, to provide a sound basis to justify continuation of the strong financial rating, and to provide a reserve enabling the District to deal with unforeseen budget expenditures. The School Board strives to maintain an unassigned fund balance that will not fall below 3 percent of the District's General Fund operating expenditure budget, excluding capital programs.

Minnesota Statutes § 123B.83 requires districts to "limit its expenditures so that its net unreserved General Fund balance does not constitute statutory operating debt under § 123B.81." The district's unreserved General Fund balance is above the statutory guidelines for statutory operating debt.

Unassigned fund balance in the General Fund Operating Account at June 30, 2024 was \$15,593,754 or 11.51 percent of total General Fund Operating Account expenditures. This amount was above the policy guidelines of 3 percent set by the School Board for budgetary and planning purposes.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

### **INDEPENDENT AUDIT AND CERTIFICATE OF EXCELLENCE**

State statutes require an annual audit by independent certified public accountants. The accounting firm of CliftonLarsonAllen LLP was initially selected by the School Board to conduct the annual audit for fiscal year 2001-2002.

This report has been prepared following the guidelines provided by the Association of School Business Officials International (ASBO) for their Certificate of Excellence in Financial Reporting Program. Achieving recognition by this program provides a clear indication of the District's high standards for financial reporting. The District intends to submit this report, its second Comprehensive Annual Financial Report, to the ASBO Certificate Program for consideration. The District received its first ASBO Certificate of Excellence in Financial Reporting beginning with the 2018-2019 Comprehensive Annual Financial Report.

### **ACKNOWLEDGMENTS**

We acknowledge the efforts of the entire business office and the related district staff in providing complete and accurate data for this Comprehensive Annual Financial Report.

Respectfully submitted,



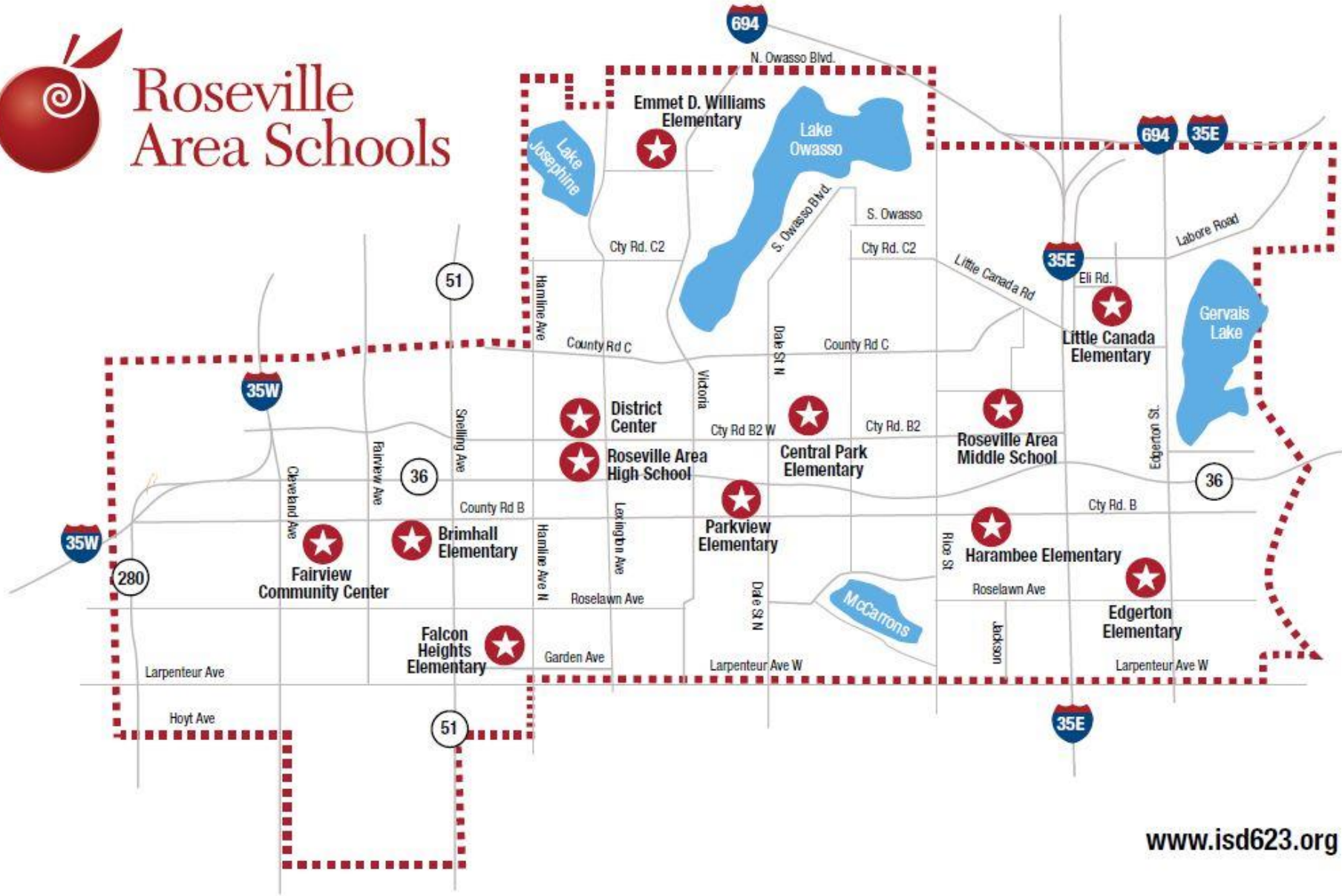
Shari Thompson  
Director of Business Services



Denise Mickle  
Controller



# Roseville Area Schools



[www.isd623.org](http://www.isd623.org)

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHOOL BOARD AND ADMINISTRATION  
JUNE 30, 2024**

**SCHOOL BOARD**

<b>NAME</b>	<b>TERM ON BOARD EXPIRES</b>	<b>BOARD POSITION</b>
Todd Anderson	December 31, 2027	Chairperson
Dr. Rose Chu	December 31, 2027	Clerk
Mannix Clark	December 31, 2025	Treasurer
Curtis Johnson	December 31, 2025	Director
Mike Boguszewski	December 31, 2027	Director
Kitty Gogins	December 31, 2025	Director

**ADMINISTRATION**

**Cabinet:**

Dr. Jenny Loeck	Superintendent
Melissa Sonnek	Assistant Superintendent
Jacob Von De Linde	Director of Student Achievement
Delon Smith	Director of Equity and Innovation
Niceta Thomas	Director of Student Services
Shari Thompson	Director of Business Services
Kenyatta McCarty	Director of Human Resources
Cyndi Arneson	Director of Community Education
Carrie Ardito	Director of Communications

**Business Services Office:**

Denise Mickle	Controller
Kathy Englund	District Accountant

**District Offices:**

Independent School District No. 623  
Roseville Area Schools  
1251 West. County Road B-2  
Roseville, MN 55113-3299  
(651) 635-1600

ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
ORGANIZATIONAL CHART  
2023-2024

# Roseville Area Schools

DISTRICT  
LEADERSHIP  
TEAM



## **FINANCIAL SECTION**



## INDEPENDENT AUDITORS' REPORT

School Board  
Independent School District No. 623  
Roseville Area Schools  
Roseville, Minnesota

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Roseville Area Schools, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Roseville Area Schools's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Roseville Area Schools, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Roseville Area Schools and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Roseville Area Schools'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.

***Auditors' 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 auditors' 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 Roseville Area Schools'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 Roseville Area Schools's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules, schedule of changes in the District's net OPEB liability and related ratios, schedule of money-weighted rate of return of plan assets – OPEB, schedules of the District's proportionate share of net pension liabilities, and schedule of District pension contributions 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit for the year ended June 30, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Roseville Area Schools's basic financial statements. The combining and individual fund financial statements, budgetary comparison schedules, and the Uniform Financial Accounting and Reporting Standards (UFARS) compliance table for the year ended June 30, 2024 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2024 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 GAAS. In our opinion, the combining and individual fund financial statements, budgetary comparison schedules, and UFARS compliance table are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2024.

We also previously audited, in accordance with GAAS, the basic financial statements of Roseville Area Schools as of and for the year ended June 30, 2023, (not presented herein), and have issued our report thereon dated April 1, 2024 which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The combining and individual fund financial statements for the year ended June 30, 2023 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2023 basic financial statements. The information was subjected to the audit procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2023.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 6, 2025, on our consideration of Roseville Area Schools'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 Roseville Area Schools'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 Roseville Area Schools's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

Minneapolis, Minnesota  
February 6, 2025

**REQUIRED SUPPLEMENTARY INFORMATION**

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

This section of Roseville Area Schools – Independent School District No. 623's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the District's financial statements, which immediately follow this section. The Management's Discussion and Analysis (MD&A) is a required element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 – *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the 2023-2024 fiscal year include the following:

- Net position increased by \$21,229,774 from current year activity in 2024.
- Overall General Fund revenues were \$139,787,505 as compared to \$135,513,956 of expenditures.
- The total fund balance of the General Fund increased overall by \$4,225,699 from the prior year. The fund balance in the unassigned fund balance category increased by \$6,364,874 having begun the year with a balance of \$9,228,880 and ending with a balance of \$15,593,754. While an increase of \$4,616,001 in fund balance was projected in the revised budgets adopted by the Board, the actual increase of \$4,225,699 was the result of higher than anticipated exchange revenue as well as less expenditures than were budgeted for, especially with regards to special education instruction and pupil support services.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial section of the annual report consists of four parts – Independent Auditors' Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the district-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the *short term* as well as what remains for future spending.
- *Fiduciary funds* statements provide information about the financial relationships in which the District acts solely as a *trustee or agent* for the benefit of others to whom the resources belong.

**District-Wide Statements**

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**ROSEVILLE AREA SCHOOLS  
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MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**District-Wide Statements (Continued)**

The two district-wide statements report the District's net position and how they have changed. Net position – the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources – is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the district-wide financial statements the District's activities are shown in one category:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration, food services, and community education. Property taxes and state aids finance most of these activities.

**Fund Financial Statements**

The fund financial statements provide more detailed information about the District's *funds* – focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., food service).

The District has three kinds of funds:

- *Governmental Funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements to explain the relationship (or differences) between them.
- *Proprietary Funds* – The District uses an internal service fund to report activities that provide supplies and services for the District's other programs and activities. The District currently has an internal service fund for self-insurance of dental benefits.

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Fund Financial Statements (Continued)**

- *Fiduciary Funds* – The District is the trustee, or *fiduciary*, for assets that belong to others, such as the Suburban Ramsey Family Collaborative Custodial Fund. The District has also established an irrevocable trust fund for other postemployment benefits (OPEB). This trust was funded with the proceeds from General Obligation OPEB Bonds issued in 2009. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations.

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

**Net Position**

The District's *combined* net position was \$(8,857,915) on June 30, 2024, an increase of \$21,229,774, or 70.56% A-1). Total assets increased by approximately \$27.37 million or 9.16%. Capital assets increased by approximately \$6.14 million or 2.84%. Total liabilities increased by \$7.27 million or 11.59% with the net pension liability decreasing \$2.89 million and other long-term liabilities increasing \$10.06 million as the result of new debt issued exceeding the scheduled debt service payments.

**Table A-1  
The District's Net Position**

	Governmental Activities as of June 30,		Percentage Change
	2024	2023	
Current and Other Assets	\$ 104,137,629	\$ 82,910,412	25.60 %
Capital Assets	222,131,427	215,990,371	2.84
Total Assets	<u>326,269,056</u>	<u>298,900,783</u>	9.16
Deferred Outflows of Resources	20,832,290	26,606,294	(21.70)
Current Liabilities	10,816,949	10,731,979	0.79
Net Pension Liability	83,300,845	86,176,320	(3.34)
Long-Term Liabilities	209,203,021	199,124,289	5.06
Total Liabilities	<u>303,320,815</u>	<u>296,032,588</u>	2.46
Deferred Inflows of Resources	<u>52,656,578</u>	<u>59,562,178</u>	(11.59)
Net Position			
Net Investment in Capital Assets	31,710,398	38,623,832	(17.90)
Restricted	16,987,261	17,406,311	(2.41)
Unrestricted	<u>(57,573,706)</u>	<u>(86,117,832)</u>	(33.15)
Total Net Position	<u>\$ (8,876,047)</u>	<u>\$ (30,087,689)</u>	(70.50)

**ROSEVILLE AREA SCHOOLS  
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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)**

**Net Position (Continued)**

The largest positive portion of the District's net position represents its investment in capital assets (land, buildings, equipment, etc.) less any related debt used to acquire those assets that is still outstanding. The District is able to report positive balances in the net investment in capital assets portion of its net position. Another portion of the District's net position, restricted net position, represents resources that are subject to external restrictions on how they may be used. The restricted portion of the District's net position decreased by approximately \$419 thousand during the current year. The remaining unrestricted portion is that which may be used to meet the District's ongoing obligations. This portion of net position increased by approximately \$28.56 million, to a year-end balance of (\$57,555,574). The District's overall net position has been a deficit balance since fiscal year 2015 when the District implemented Governmental Accounting Standards Board Statement No. 68, which required recording the District's long-term liabilities for pensions.

**Changes in Net Position**

In Table A-2, Change in Net Position, operations are reported on a governmental-wide basis with no reference to funds. This format is similar to the fund financial statements, except it is presented on an accrual basis of accounting.

Total revenues for all governmental activities were \$172,320,324 for the year ended June 30, 2024. Property taxes and state formula aid accounted for 67% of total revenue for the year (see Figure A-1). 4% from charges for services, 28% from operating grants and contributions, and the remaining 1% from capital grants and contributions and other.

Total revenues for fiscal year 2024 were \$15,165,165 higher than the prior year. The main increases were in unrestricted state aid and investment earnings.

Expenses increased \$20,787,053 compared to fiscal year 2023 levels, with the largest increase being in regular instruction.

Total revenues were \$172,320,324 while total expenses were \$151,090,550, increasing net position by \$21,229,774 for fiscal year 2024.

**ROSEVILLE AREA SCHOOLS  
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MANAGEMENT'S DISCUSSION AND ANALYSIS  
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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)**

**Changes in Net Position (Continued)**

**Table A-2  
Change in Net Position**

	Governmental Activities for the Fiscal Year Ended June 30,		Percentage Change
	2024	2023	
<b>REVENUES</b>			
Program Revenues:			
Charges for Services	\$ 6,453,493	\$ 7,249,444	(10.98)%
Operating Grants and Contributions	47,678,433	48,614,540	(1.93)
Capital Grants and Contributions	-	891,440	(100.00)
General Revenues:			
Property Taxes	45,882,355	46,064,949	(0.40)
Unrestricted State Aid	70,989,719	53,470,840	32.76
Investment Earnings	1,312,825	863,946	51.96
Other	3,499	-	100.00
Total Revenues	<u>172,320,324</u>	<u>157,155,159</u>	9.65
<b>EXPENSES</b>			
Administration	5,110,787	4,475,940	14.18
District Support Services	6,236,164	5,739,189	8.66
Regular Instruction	55,292,497	41,574,631	33.00
Vocational Education Instruction	1,799,099	1,728,657	4.07
Special Education Instruction	25,194,849	20,389,089	23.57
Instructional Support Services	9,730,571	9,721,651	0.09
Pupil Support Services	17,037,806	14,406,797	18.26
Sites and Buildings	10,394,611	13,633,906	(23.76)
Fiscal and Other Fixed Cost Programs	683,563	572,450	19.41
Food Service	5,891,738	5,070,713	16.19
Community Service	8,128,176	7,473,513	8.76
Interest and Fiscal Charges on Long-Term Liabilities	5,608,821	5,516,961	1.67
Total Expenses	<u>151,108,682</u>	<u>130,303,497</u>	15.97
<b>CHANGE IN NET POSITION</b>	21,211,642	26,851,662	
Beginning Net Position	(30,087,689)	(42,665,912)	
Prior Period Restatement	-	(14,273,439)	
Beginning Net Position, as Restated	<u>(30,087,689)</u>	<u>(56,939,351)</u>	
<b>ENDING NET POSITION</b>	<u>\$ (8,876,047)</u>	<u>\$ (30,087,689)</u>	(70.50)

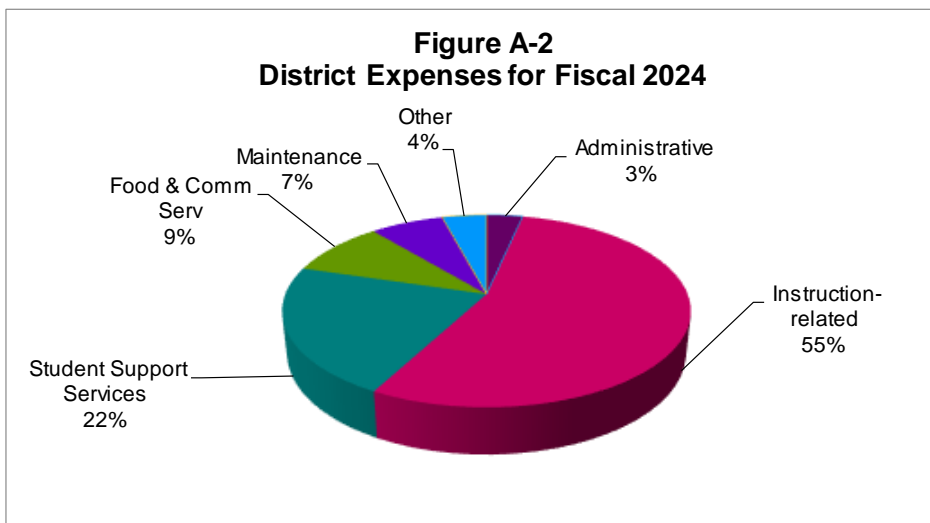
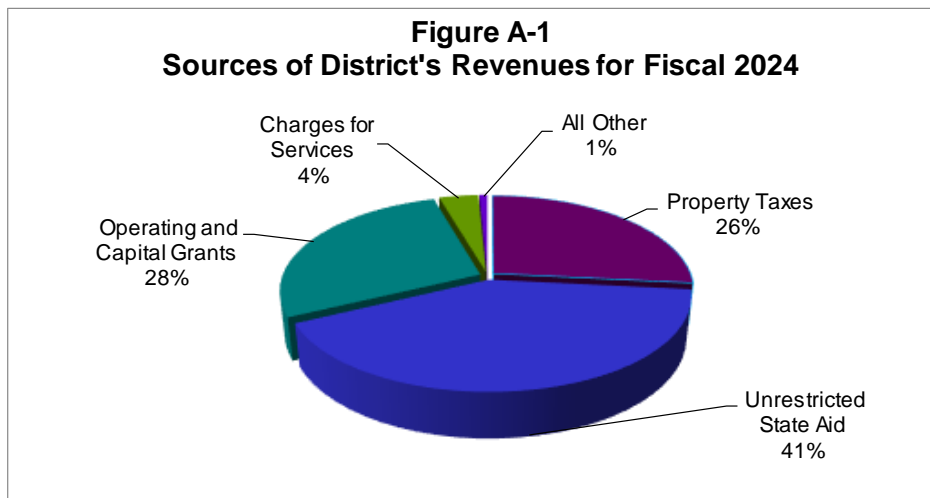
**ROSEVILLE AREA SCHOOLS  
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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)**

**Changes in Net Position (Continued)**

The cost of all *governmental* activities this year was \$151,090,550.

- Some of the cost was paid by the users of the District's programs (Table A-2, Charges for Services, \$6,453,493). The majority of this category, approximately \$5.39 million, comes from community education class tuition.
- The federal and state governments subsidized specific programs with grants and contributions (\$47,678,433).
- Of the amount paid for by taxpayers of the District and the state, \$45,882,355 came in the form of property taxes, and \$70,989,719 in the form of unrestricted state aid based primarily on the statewide education aid formula.
- The remaining revenue came from investment earnings and other miscellaneous revenue.



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**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (CONTINUED)**

**Changes in Net Position (Continued)**

All governmental activities include not only funds received for the general operation of the District, which are used for classroom instruction, but also includes resources from the special revenue funds of Food Service and Community Education, and from resources for fiscal service transactions. Funding for the general operation of the District is controlled by the state and the District does not have the latitude to allocate money received in Food Service or Community Education or for fiscal services to enhance classroom instruction resources. The District cannot take funds from these restricted areas and use the funds to hire teachers to enhance instruction.

**Table A-3  
Program Expenses and Net Cost of Services**

	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2024	2023		2024	2023	
Administration	\$ 5,109,863	\$ 4,475,940	14.16 %	\$ (2,820,945)	\$ (5,081,362)	(44.48)%
District Support Services	6,235,498	5,739,189	8.65	5,306,645	4,627,194	14.68
Regular Instruction	55,284,782	41,574,631	32.98	51,755,383	30,061,216	72.17
Vocational Education Instruction	1,798,855	1,728,657	4.06	1,766,292	1,728,657	2.18
Special Education Instruction	25,190,873	20,389,089	23.55	527,803	(9,775)	(5499.52)
Instructional Support Services	9,729,051	9,721,651	0.08	9,596,843	9,577,092	0.21
Pupil Support Services	17,036,547	14,406,797	18.25	14,910,107	13,463,069	10.75
Sites and Buildings	10,393,889	13,633,906	(23.76)	9,822,340	13,323,456	(26.28)
Fiscal and Other Fixed Cost Programs	683,563	572,450	19.41	683,563	572,450	19.41
Food Service	5,891,738	5,070,713	16.19	(742,298)	(263,949)	181.23
Community Service	8,127,070	7,473,513	8.74	544,070	32,905	1553.46
Interest and Fiscal Charges on Long-Term Liabilities	5,608,821	5,516,961	1.67	5,608,821	5,517,120	1.66
<b>Total</b>	<b>\$ 151,090,550</b>	<b>\$ 130,303,497</b>	<b>15.95</b>	<b>\$ 96,958,624</b>	<b>\$ 73,548,073</b>	<b>31.83</b>

The cost of all governmental activities this year was \$151,090,550, an increase of \$20,787,053 from the prior year. After applying program specific revenue, the net cost of all governmental activities this year was \$96,958,624, an increase of \$23,410,551 from the prior year.

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a *combined* fund balance of \$48,603,244 which is \$17,723,451 more than last year's ending fund balance of \$30,879,793.

Revenues for the District's governmental funds were \$172,668,476, an increase of \$14,830,146 compared to fiscal year 2023. Expenditures in all governmental funds totaled \$175,780,660, an increase of \$9,365,155 from the prior year.

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**GENERAL FUND**

The General Fund reflects the primary operations of the District that provide educational services to students from Pre-K and kindergarten through grade 12. This includes K-12 educational activities, district instructional support, and student support programs, expenditures for the superintendent, district administration, normal operations and maintenance, pupil transportation, capital outlay projects, and other legal school district expenditures not specifically designated to be accounted for in any other fund.

Approximately 90% of General Fund operational revenue is controlled by a complex set of state funding formulas resulting in the local school board having no meaningful authority to determine the level of resources available to the District. This includes special education state aid that is based upon a cost reimbursement model providing approximately 68% of personnel expenditures. The revenue is later prorated to a lesser amount dependent on the total revenue appropriated by the Legislature for this purpose. Other state formulas then determine what portion of the revenue will be provided by property taxes and what portion will come from state aid. The state further controls the timing of payments made to school districts, which affects the cash balances available to meet ongoing costs.

**ENROLLMENT**

Enrollment is a critical factor in determining revenue with approximately 90% of General Fund revenue being determined by enrollment. The following chart shows that previous years' enrollment growth has slowed, the total enrollment from 2023 to 2024 increased by 36, or 0.5%.

**Table A-4  
Enrollment Trend  
Average Daily Membership (ADM)**

Grade	2020	2021	2022	2023	2024
ECSE	94	102	100	87	114
Kdgt.	594	544	577	564	517
1-3	1,706	1,613	1,634	1,656	1,677
4-6	1,694	1,628	1,596	1,593	1,595
7-12	3,492	3,412	3,321	3,298	3,331
Total K-12	7,580	7,299	7,228	7,198	7,234
ADM Change	-	(281)	(71)	(30)	36
Percent Change	0.0%	-3.7%	-1.0%	-0.4%	0.5%

The District experienced consistent enrollment growth from 2005 to 2019, with increases in both resident enrollment and students from neighboring districts through options programs. Total enrollment peaked in the 2018-2019 school year. From 2020 to 2023, there was a slight decline in enrollment, but this year has shown a slight increase. In the 2023-2024 school year, the District served 1,720 students from other districts, while approximately 1,310 of the District's residents attended other school districts, including public charter schools. The students served, along with resident students attending other districts under tuition agreements, generate revenue primarily through the General Education Aid formula. In the short term, the District is expected to enroll a slightly reduced number of elementary students, as some families opt for homeschooling, nonpublic, charter schools, or other options. Beyond the 2024-2025 school year, the pre-school population is expected to remain steady at a slightly lower rate than pre-pandemic numbers, providing approximately 500 kindergarten students annually, along with stable enrollment across most grade levels.

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**GENERAL FUND ACTIVITY**

The following schedule presents a summary of General Fund Revenues.

**Table A-5  
General Fund Revenues**

	Year Ended		Change	
	June 30, 2024	June 30, 2023	Increase (Decrease)	Percent Change
Local Sources:				
Property Taxes	\$ 27,466,693	\$ 30,428,557	\$ (2,961,864)	(9.7)%
Earnings on Investments	756,037	433,667	322,370	74.3
Exchange Revenue	3,874,085	3,240,025	634,060	19.6
State Sources	98,634,247	83,532,204	15,102,043	18.1
Federal Sources	9,056,443	12,134,018	(3,077,575)	(25.4)
Total General Fund Revenue	<u>\$ 139,787,505</u>	<u>\$ 129,768,471</u>	<u>\$ 10,019,034</u>	7.7

General Fund Revenue increased by \$10,019,034 or 7.7% from the previous year. Property tax revenue shows a decrease of \$2,961,864. Property tax revenue is driven by student enrollment, Minnesota State Legislative approved funding, local voter approved funding, and the final levy is determined by the amount approved by the school board to levy each year.

Interest earnings increased by \$322,370. Exchange revenue increased by \$634,060. State aid increased \$15,102,043, or 18.1%, partially due to a 4% increase in the General Education Revenue formula and partially due to an increase in special ed aid with the increase in program activity.

Basic general education revenue is determined by multiple state formulas, largely enrollment driven, and consists of mostly state aid revenue. Other state-authorized revenues, which include the operating levy referendum, operating capital revenue, and the property tax shift involve an equalized mix of property tax and state aid revenue. The mix of property tax and state aid can change significantly from year to year without any net change in total revenue and is dependent on legislative action.

Federal revenue decreased \$3,077,575, or 25.4%.

**ROSEVILLE AREA SCHOOLS  
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**GENERAL FUND ACTIVITY (CONTINUED)**

The following schedule presents a summary of General Fund Expenditures.

**Table A-6  
General Fund Expenditures**

	Year Ended		Amount of Increase (Decrease)	Percent Increase (Decrease)
	June 30, 2024	June 30, 2023		
Salaries	\$ 72,576,239	\$ 67,341,152	\$ 5,235,087	7.8 %
Employee Benefits	26,301,998	25,030,485	1,271,513	5.1
Purchased Services	24,158,332	20,719,369	3,438,963	16.6
Supplies and Materials	6,035,262	5,387,358	647,904	12.0
Capital Expenditures	4,890,495	3,142,823	1,747,672	55.6
Debt Service Expenditures	1,052,362	467,750	584,612	125.0
Other Expenditures	499,268	524,704	(25,436)	(4.8)
Total General Fund Expenditures	<u>\$ 135,513,956</u>	<u>\$ 122,613,641</u>	<u>\$ 12,900,315</u>	10.5

Total General Fund Expenditures increased by \$12,900,315 or 10.5% over the previous year.

In fiscal year 2024, salaries increased 7.8% and employee benefits increased 5.1%. The increase in salaries and benefits is attributed to employee contract improvements.

Purchased Services expenditures increased by 16.6%. The increase is due largely to costs for contracted services, especially the cost of contracting for student transportation services. There was also an increase in demand for specialized transportation for students requiring special accommodations and students experiencing homelessness.

Supplies and Materials consist of expenditures for diesel and gasoline, natural gas and building fuel oil, maintenance repairs, instructional supplies, and textbooks. Supplies and materials expenditures increased by 12.0% during fiscal year 2024. The increased costs were attributable to the District spending more money on language arts curriculum instructional materials and technology devices during fiscal year 2024.

Spending for capital expenditures increased by \$1,747,672 over the prior year. The increase in capital expenditures is attributed to purchases supporting technology infrastructure.

In 2023-24, total General Fund revenues and other financing sources exceeded expenditures by \$4,225,699. Therefore, the total fund balance increased from \$12,515,311 at June 30, 2023, to a balance of \$16,741,010 at June 30, 2024. After deducting statutory restrictions and nonspendable balances, the general unassigned fund balance increased from \$9,228,880 at June 30, 2023 to \$15,593,754 at June 30, 2024 – an increase of \$6,364,874.

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**GENERAL FUND ACTIVITY (CONTINUED)**

The unassigned fund balance is the single best measure of overall financial health of a school district. The unassigned general fund balance totals \$15,593,754. The Minnesota Department of Education divides this balance by the expenditures related to these balances to calculate the fund balance as a percentage of expenditures. The District's unassigned fund balance at June 30, 2024, represents 11.51% of applicable annual expenditures. The School Board has set a goal to maintain a minimum target fund balance of 3.0 of the annual budget%. The current fund balance of 11.51% meets the target set by the District. The District closely monitors its fund balances.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Following approval of the budget prior to the beginning of the fiscal year, the District revises the annual operating budget in mid-year. These budget adjustments typically fall into two categories:

- Implementing budgets for specially funded projects, which include both federal and state grants and reinstating unexpended funds being carried over.
- Legislation passed subsequent to budget adoption, changes necessitated by collective bargaining agreements, and increases in appropriations for significant unbudgeted costs.

Actual General Fund revenues were \$6,557,088, or 4.92% more than expected. Property tax collections, exchange revenue, and state sources coming in over budget were key drivers in the variance.

Actual General Fund expenditures were \$6,887,540, or 5.36% more than budgeted. District support services, regular instruction, instructional support services, sites and buildings, fiscal and other fixed costs, capital outlay, and debt service payments were over budget. This was partially offset by administration, vocational education instruction, special education instruction, and pupil support costs being under budget.

While the District's final budget for the total General Fund anticipated that revenues and other financing sources would exceed expenditures by \$4,616,001, the actual results for the year show that revenues and other financing sources exceeded expenditures by \$4,225,699, a difference of \$378,302.

**OTHER MAJOR FUNDS**

The Food Service Fund revenue for 2023-2024 totaled \$6,633,892 and expenditures were \$5,995,845. The June 30, 2024, fund balance is \$4,539,464, an increase of \$898,338 from fiscal year 2023. Actual revenues were \$1,304,627 higher than budgeted due to additional state and federal aid received for the food service program. Actual expenditures were \$231,249 more than budgeted as a result of additional meals served. These variances resulted in the change in fund balance being \$1,333,669 higher than expected.

**ROSEVILLE AREA SCHOOLS  
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**OTHER MAJOR FUNDS (CONTINUED)**

The Community Service Fund revenue for 2023-2024 totaled \$8,717,116 and expenditures were \$8,483,868. The June 30, 2024 fund balance is \$2,504,782, an increase of \$233,248. Many of the accounts that make up the Community Service Fund are reported under specific reserve accounts.

**CAPITAL PROJECTS AND DEBT SERVICE FUNDS**

The Capital Projects Fund is where most of the District's revenues and expenditures for Long Term Facilities Maintenance and new construction are being tracked. Because of the age of its buildings and their total square footage, the District is eligible to levy for funds to finance specific projects to maintain the structural integrity of the buildings. These projects are submitted to the state Department of Education and must be approved prior to authorizing the levy. This fund is permitted to go into deficit to the extent of approved and anticipated revenues. Ending fund balance of the Capital Projects Fund at June 30, 2024 was \$23,846,569.

The Combined Debt Service Funds are comprised of a regular debt service account and an account for Other Postemployment Benefit Bonds. Combined Debt Service Funds expenditures exceeded revenues by \$11,441.

Revenues in the Regular Debt Service Fund Account are used to pay off the principal and interest of bonds issued in past years for building construction and improvements. The total fund balance of the regular debt service account at June 30, 2024 is \$745,098. The Other Postemployment Benefits Bond Fund records the expenditures and revenues related to repayment of the bonded debt issued to create the Other Postemployment Benefits Trust. The OPEB fund balance of \$226,321 combined with revenues generated by levies on future property taxes, will be used to pay the obligation on the debt as it comes due.

**INTERNAL SERVICE FUND**

The District changed to a self-insured plan for dental benefits for District employees effective July 1, 2011, and an Internal Service Fund was created to record related revenues and expenses. The plan is administered by a third party. In 2023-2024, expenses exceeded revenues by \$123,636. Total net position for the plan is now \$457,548 or 44% of total claims and expenses. The efficiency in the administration of this funding model and the positive claims experience has allowed the District to maintain the same monthly dental premium amount for thirteen consecutive years.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

By the end of 2024, the District had invested almost \$326.98 million in a broad range of capital assets, including school buildings, athletic facilities, computer and audio-visual equipment, administrative offices, and subscription based software (see Table A-7). (More detailed information about capital assets can be found in Note 4 to the financial statements.) Total net depreciation and amortization expense for the year was \$6,569,461.

**Table A-7  
Capital Assets**

	<u>2024</u>	<u>2023</u>	<u>Percentage Change</u>
Land	\$ 1,862,539	\$ 1,862,539	-
Construction in Progress	10,697,602	2,790,039	283.4
Land Improvements	15,357,029	14,757,293	4.1
Buildings and Improvements	287,955,930	285,800,807	0.8
Equipment	11,078,698	9,186,573	20.6
Subscription Based Information Technology Arrangements	27,399	85,420	(67.9)
Less: Accumulated Depreciation and Amortization	<u>(104,847,770)</u>	<u>(98,492,300)</u>	6.5
Total District Capital Assets	<u><u>\$ 222,131,427</u></u>	<u><u>\$ 215,990,371</u></u>	2.8

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

**CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)**

**Long-Term Liabilities**

At year-end, the District had \$175,340,000 in general obligation bonds outstanding – an increase of \$9,945,000 from last year – as detailed in Note 5 to the financial statements. The District also had \$14,835,000 in certificates of participation outstanding as well as \$1,022,989 in total liabilities related to financed purchases, leases, and subscriptions payable. The District also had an estimated \$1,175,027 in vacation payable at June 30, 2024, a decrease of \$153,738 from June 30, 2023. Other compensated absences totaled \$290,447 as of June 30, 2024, which is the amount estimated to be paid in severance to current employees in the future, a decrease of \$68,068 from June 30, 2023.

**Table A-8  
Long-Term Liabilities**

	2024	2023	Percentage Change
General Obligation Bonds	\$ 175,340,000	\$ 165,395,000	6.0 %
Net Bond Premium and Discount	12,954,791	12,881,378	0.6
Certificates of Participation Payable	14,835,000	15,740,000	(5.7)
Financed Purchases Payable	723,279	119,975	502.9
Leases Payable	299,710	148,782	101.4
Subscriptions Payable	-	32,078	(100.0)
Net Pension Liability	83,300,845	86,176,320	(3.3)
Vacation Payable	1,175,027	1,328,765	(11.6)
Other Compensated Absences Payable	290,447	358,515	(19.0)
Total Long-Term Liabilities	<u>\$ 288,919,099</u>	<u>\$ 282,180,813</u>	2.4
Long-Term Liabilities:			
Due Within One Year	\$ 9,752,682	\$ 8,549,130	
Due in More Than One Year	<u>279,166,417</u>	<u>273,631,683</u>	
Total	<u>\$ 288,919,099</u>	<u>\$ 282,180,813</u>	

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

With the exception of voter-approved excess operating referendum, the District is dependent on the state of Minnesota for most of its revenue authority. School districts experienced many years without revenue increases which adequately met instructional program needs and increased costs due to inflation.

Thanks to the generous support of the Roseville Area Schools community, the District renewed an operating levy that was scheduled to sunset as of June 30, 2024. In addition, voters approved an additional operating levy increasing per pupil levy authority by an additional \$915 per pupil unit. These operating levies also have an annual inflationary factor built in. The added funds, over \$7,000,000 annually, will be used to decrease class sizes, increase social/emotional supports for our students, maintain academic programs, and allow the district to grow its fund balance and maintain financial stability.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED JUNE 30, 2024**

**FACTORS BEARING ON THE DISTRICT'S FUTURE (CONTINUED)**

The ongoing demands on limited resources continue to present challenges in funding education for Minnesota schools. The Legislature added \$275, or 4.00%, per pupil to the basic general education funding formula for fiscal year 2024. The state currently passed legislation to increase the per-pupil funding formula by 2.00% for fiscal year 2025 with increases tied to inflation at a maximum of 3.00% in following years.

Decreased birth rates as well as the lingering impacts of the COVID-19 pandemic have had some lingering impacts on enrollment. A smaller student birth pool, in addition to families choosing to enroll in other school districts, online schools, private school options, homeschool and charter schools has had an impact on the district and resulted in slowed growth and therefore less revenue for the District.

The District will continue to seek all available sources of funding, respond to changes in enrollment, maintain systems that ensure financial stability, and adopt budgets that will allow the District to have adequate fund balance reserves in the various components of the General Fund Balance in the upcoming years.

Due to increased needs in both security and technology, the District is exploring how to provide a dedicated source of funding to support the essential and expanding role of technology in education, ensuring students and staff have access to the tools and resources needed for success in today's digital world.

The District is actively working on its 10-year facilities plan. Goals of the plan are to provide the address the backlog of deferred maintenance in buildings; improve energy efficiency, and support strategic plan initiatives. The plan is being funded with a planned \$12 million annual investment of Long-Term Facilities Maintenance funds over the next ten-year period.

During fiscal year 2024, construction was completed at Falcon Heights Elementary. Phase one of a two summer remodeling project was also completed at ED Williams Elementary School, with completion in the summer of 2025. Extensive roofing projects will occur in the summer of 2025.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office, Independent School District 623, District Center, 1251 West County Road B-2, Roseville, Minnesota 55113.

**Bond Ratings**

The District's bonds presently carry a Moody's "A3" rating.

**Limitations on Debt**

The state limits the amount of general obligation debt the District can issue to 15% of the assessed value of all taxable property within the District's corporate limits. Our outstanding debt is significantly below this limit – which is currently \$1,179,890,749.

## **BASIC FINANCIAL STATEMENTS**

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF NET POSITION  
JUNE 30, 2024**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and Investments	\$ 58,025,040
Cash with Fiscal Agent	14,276
Receivables:	
Property Taxes	27,805,512
Other Governments	16,680,820
Other	1,032,500
Prepaid Items	431,030
Inventories	148,451
Capital Assets:	
Land and Construction in Progress	12,560,141
Other Capital Assets, Net of Depreciation	209,571,286
Total Assets	<u>326,269,056</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Losses on Debt Refunding	36,869
Deferred Outflows - Pension Related	19,954,390
Deferred Outflows - Other Postemployment Benefits Related	841,031
Total Deferred Outflows	<u>20,832,290</u>
<b>LIABILITIES</b>	
Salaries Payable	489,269
Accounts and Contracts Payable	5,509,531
Accrued Interest	2,830,411
Due to Other Governmental Units	1,630,162
Claims Payable	14,863
Unearned Revenue	342,713
Long-Term Liabilities:	
Net Pension Liability	83,300,845
Net Other Postemployment Benefits Liability	3,584,767
Portion Due Within One Year	9,752,682
Portion Due in More Than One Year	195,865,572
Total Liabilities	<u>303,320,815</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes Levied for Subsequent Year	45,545,661
Gains on Debt Refunding	138,355
Deferred Inflows - Pension Related	6,555,077
Deferred Inflows - Other Postemployment Benefits Related	417,485
Total Deferred Inflows of Resources	<u>52,656,578</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	31,710,398
Restricted for:	
General Fund Operating Capital Purposes	54,424
Restricted for Student Activities	141,457
Food Service	4,230,362
Community Service	2,532,298
Capital Projects - Building Construction	10,013,332
Other Purposes	15,388
Unrestricted	<u>(57,573,706)</u>
Total Net Position	<u>\$ (8,876,047)</u>

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2024**

Functions	Expenses	Charges for Services	Program Revenues		Net (Expense) Revenue and Change in Net Position
			Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
<b>GOVERNMENTAL ACTIVITIES</b>					
Administration	\$ 5,110,787	\$ -	\$ 7,930,808	\$ -	\$ 2,820,021
District Support Services	6,236,164	18,257	910,596	-	(5,307,311)
Regular Instruction	55,292,497	821,108	2,708,291	-	(51,763,098)
Vocational Education Instruction	1,799,099	-	32,563	-	(1,766,536)
Special Education Instruction	25,194,849	430,270	24,232,800	-	(531,779)
Instructional Support Services	9,730,571	4,567	127,641	-	(9,598,363)
Pupil Support Services	17,037,806	33,018	2,093,422	-	(14,911,366)
Sites and Buildings	10,394,611	2,816	568,733	-	(9,823,062)
Fiscal and Other Fixed Cost Programs	683,563	-	-	-	(683,563)
Food Service	5,891,738	286,608	6,347,428	-	742,298
Community Service	8,128,176	4,856,849	2,726,151	-	(545,176)
Interest and Fiscal Charges on Long-Term Liabilities	5,608,821	-	-	-	(5,608,821)
Total School District	<u>\$ 151,108,682</u>	<u>\$ 6,453,493</u>	<u>\$ 47,678,433</u>	<u>\$ -</u>	<u>(96,976,756)</u>
<b>GENERAL REVENUES</b>					
Property Taxes Levied for:					
General Purposes					27,762,276
Community Service					1,123,879
Debt Service					13,996,200
State Aid Not Restricted to Specific Purposes					70,989,719
Earnings on Investments					1,312,825
Miscellaneous					3,499
Total General Revenues					<u>118,188,398</u>
<b>CHANGE IN NET POSITION</b>					
					21,211,642
Net Position - Beginning of Year					<u>(30,087,689)</u>
<b>NET POSITION - END OF YEAR</b>					
					<u>\$ (8,876,047)</u>

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Major Funds					Total Governmental Funds
	General	Food Service	Community Service	Capital Projects	Debt Service	
<b>ASSETS</b>						
Cash and Investments	\$ 16,199,709	\$ 4,072,749	\$ 2,610,431	\$ 26,803,269	\$ 7,813,798	\$ 57,499,956
Cash with Fiscal Agent	-	-	-	14,276	-	14,276
Receivables:						
Current Property Taxes	17,749,917	-	576,729	-	7,989,571	26,316,217
Delinquent Property Taxes	992,968	-	36,417	-	459,910	1,489,295
Accounts and Interest Receivable	106,763	156,109	47,744	56	-	310,672
Due from Other Minnesota School Districts	19,184	19,326	505,599	-	-	544,109
Due from Minnesota Department of Education	10,480,740	93,900	109,848	-	11,262	10,695,750
Due from Federal through Minnesota Department of Education	4,789,098	119,685	222,001	-	-	5,130,784
Due from Other Governmental Units	241,978	-	65,472	-	2,727	310,177
Due from Other Funds	672,602	30,420	18,806	-	-	721,828
Inventory	-	148,451	-	-	-	148,451
Prepays	260,265	160,651	10,114	-	-	431,030
<b>Total Assets</b>	<b>\$ 51,513,224</b>	<b>\$ 4,801,291</b>	<b>\$ 4,203,161</b>	<b>\$ 26,817,601</b>	<b>\$ 16,277,268</b>	<b>\$ 103,612,545</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>						
Liabilities:						
Salaries and Compensated Absences Payable	\$ 344,771	\$ 37,059	\$ 107,257	\$ -	\$ -	\$ 489,087
Payroll Deductions and Employer Contributions Payable	-	54	128	-	-	182
Accounts and Contracts Payable	2,138,635	147,939	199,252	2,971,032	-	5,456,858
Due to Other Governmental Units	1,612,442	-	17,720	-	-	1,630,162
Due to Other Funds	-	-	-	-	-	-
Unearned Revenue	-	76,775	265,938	-	-	342,713
<b>Total Liabilities</b>	<b>4,095,848</b>	<b>261,827</b>	<b>590,295</b>	<b>2,971,032</b>	<b>-</b>	<b>7,919,002</b>
Deferred Inflows of Resources:						
Unavailable Revenue - Property Taxes Levied for Subsequent Year	29,646,070	-	1,070,454	-	14,829,137	45,545,661
Unavailable Revenue - Delinquent Property Taxes	1,030,296	-	37,630	-	476,712	1,544,638
<b>Total Deferred Inflows of Resources</b>	<b>30,676,366</b>	<b>-</b>	<b>1,108,084</b>	<b>-</b>	<b>15,305,849</b>	<b>47,090,299</b>
Fund Balance:						
Nonspendable:						
Inventory	-	148,451	-	-	-	148,451
Prepays	260,265	160,651	10,114	-	-	431,030
Restricted for:						
Student Activities	141,457	-	-	-	-	141,457
Operating Capital	54,424	-	-	-	-	54,424
Community Education	-	-	1,483,926	-	-	1,483,926
Early Childhood and Family Education	-	-	312,579	-	-	312,579
School Readiness	-	-	145,911	-	-	145,911
Adult Basic Education	-	-	552,252	-	-	552,252
Long Term Facilities Maintenance	-	-	-	14,827,301	-	14,827,301
Food Service	-	4,230,362	-	-	-	4,230,362
Capital Projects	-	-	-	9,019,268	-	9,019,268
Debt Service	-	-	-	-	971,419	971,419
Other Purposes	15,388	-	-	-	-	15,388
Assigned for Extracurricular Activities	675,722	-	-	-	-	675,722
Unassigned	15,593,754	-	-	-	-	15,593,754
<b>Total Fund Balance</b>	<b>16,741,010</b>	<b>4,539,464</b>	<b>2,504,782</b>	<b>23,846,569</b>	<b>971,419</b>	<b>48,603,244</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 51,513,224</b>	<b>\$ 4,801,291</b>	<b>\$ 4,203,161</b>	<b>\$ 26,817,601</b>	<b>\$ 16,277,268</b>	<b>\$ 103,612,545</b>

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
GOVERNMENTAL FUNDS  
JUNE 30, 2024**

<b>Total Fund Balance for Governmental Funds</b>	<b>\$</b>	<b>48,603,244</b>
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land		1,862,539
Construction in Progress		10,697,602
Land Improvements, Net of Accumulated Depreciation		6,906,871
Buildings and Improvements, Net of Accumulated Depreciation		198,275,300
Equipment, Net of Accumulated Depreciation		4,079,755
Leased Equipment, Net of Accumulated Amortization		309,360
Some of the District's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows of resources in the funds.		
		1,544,638
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.		
		(2,830,411)
Deferred amounts on refundings are not current financial resources and, therefore, are not reported in the governmental funds.		
Gains on Debt Refunding		(138,355)
Losses on Debt Refunding		36,869
The District's net pension liability and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:		
Net Pension Liability		(83,300,845)
Deferred Outflows of Resources - Pensions		19,954,390
Deferred Inflows of Resources - Pensions		(6,555,077)
The District's net other postemployment benefits liability and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:		
Net Other Postemployment Benefits Liability		(3,584,767)
Deferred Outflows of Resources - Other Postemployment Benefits		841,031
Deferred Inflows of Resources - Other Postemployment Benefits		(417,485)
Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and, therefore, are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position. Balances at year-end are:		
Bonds Payable		(175,340,000)
Unamortized Premiums		(12,954,791)
Certificates of Participation Payable		(14,835,000)
Financed Purchases Payable		(723,279)
Leases and Subscriptions Payable		(299,710)
Vacation Payable		(1,175,027)
Other Compensated Absences		(290,447)
Internal service funds are used by management to charge the costs of dental insurance services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position at year-end is:		
		457,548
<b>Total Net Position of Governmental Activities</b>	<b>\$</b>	<b><u><u>(8,876,047)</u></u></b>

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

	Major Funds					Total Governmental Funds
	General	Food Service	Community Service	Capital Projects	Debt Service	
<b>REVENUES</b>						
Local Sources:						
Property Taxes	\$ 27,466,693	\$ -	\$ 1,113,115	\$ 3,000,000	\$ 13,857,032	\$ 45,436,840
Earnings and Investments	756,037	-	-	556,788	-	1,312,825
Exchange Revenue	3,874,085	286,608	5,388,107	-	-	9,548,800
Other	-	-	-	3,499	-	3,499
State Sources	98,634,247	1,890,986	1,333,871	-	112,644	101,971,748
Federal Sources	9,056,443	4,456,298	882,023	-	-	14,394,764
Total Revenues	139,787,505	6,633,892	8,717,116	3,560,287	13,969,676	172,668,476
<b>EXPENDITURES</b>						
Current:						
Administration	5,556,507	-	-	-	-	5,556,507
District Support Services	5,793,743	-	-	-	-	5,793,743
Elementary and Secondary Regular Instruction	53,572,859	-	-	-	-	53,572,859
Vocational Education Instruction	1,922,962	-	-	-	-	1,922,962
Special Education Instruction	26,791,243	-	-	-	-	26,791,243
Instructional Support Services	9,740,370	-	-	-	-	9,740,370
Pupil Support Services	17,075,445	-	-	-	-	17,075,445
Sites and Buildings	8,433,332	-	-	25,104	-	8,458,436
Fiscal and Other Fixed Cost Programs	683,563	-	-	-	-	683,563
Food Service	-	5,841,992	-	-	-	5,841,992
Community Service	1,075	-	8,461,295	-	-	8,462,370
Capital Outlay	4,890,495	152,691	20,057	10,079,917	-	15,143,160
Debt Service:						
Principal	1,035,922	1,162	1,903	-	8,305,000	9,343,987
Interest and Fiscal Charges	16,440	-	613	152,153	7,224,817	7,394,023
Total Expenditures	135,513,956	5,995,845	8,483,868	10,257,174	15,529,817	175,780,660
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	4,273,549	638,047	233,248	(6,696,887)	(1,560,141)	(3,112,184)
<b>OTHER FINANCING SOURCES</b>						
Issuance of Bonds	-	-	-	17,345,000	-	17,345,000
Bond Premium	-	-	-	1,729,494	-	1,729,494
Leases	256,595	-	-	-	-	256,595
Subscriptions	3,528	-	-	-	-	3,528
Financed Purchase Agreements	1,501,018	-	-	-	-	1,501,018
Transfers In	-	260,291	-	-	1,548,700	1,808,991
Transfers Out	(1,808,991)	-	-	-	-	(1,808,991)
Total Other Financing Sources	(47,850)	260,291	-	19,074,494	1,548,700	20,835,635
<b>NET CHANGE IN FUND BALANCE</b>	4,225,699	898,338	233,248	12,377,607	(11,441)	17,723,451
<b>FUND BALANCES</b>						
Beginning of Year	12,515,311	3,641,126	2,271,534	11,468,962	982,860	30,879,793
End of Year	\$ 16,741,010	\$ 4,539,464	\$ 2,504,782	\$ 23,846,569	\$ 971,419	\$ 48,603,244

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE – GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2024**

<b>Net Change in Fund Balance - Total Governmental Funds</b>	<b>\$</b>	<b>17,723,451</b>
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation and amortization expense. The amount by which capital outlays exceeded depreciation and amortization in the current period is:		
Capital Outlays		12,710,517
Depreciation/Amortization Expense		(6,569,461)
Delinquent property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the governmental funds.		
		445,515
Some capital asset additions are right-to-use assets through long-term leases. In governmental funds, a long-term lease arrangement is considered a source of financing, but in the statement of net position, the lease obligation is reported as a liability. Repayment of lease principal is an expenditure in the governmental funds, but repayment reduces the lease obligation in the statement of net position.		
Repayment of Lease Liability		105,667
Repayment of Subscription Liability		35,606
Pension expenditures in the governmental funds are measured by current year employer contributions. Pension expenses on the statement of activities are measured by the change in net pension liability and the related deferred inflows and outflows of resources.		
		6,945,685
Other postemployment benefit (OPEB) expenditures in the governmental funds are measured by current year employer contributions. OPEB expenses on the statement of activities are measured by the change in the net OPEB liability and the related deferred inflows and outflows of resources.		
		(435,789)
In the statement of activities, certain operating expenses - severance benefits and compensated absences - are measured by amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (amounts actually paid).		
		221,806
The governmental funds report debt issuances as financing sources, while repayment of bond principal is reported as an expenditure. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:		
General Obligation Bonds Issued		(17,345,000)
Bond Premium or Discount		(1,729,494)
Leases Issued		(256,595)
Subscriptions Issued		(3,528)
Financed Purchases Issued		(1,501,018)
Repayment of Bond Principal		7,400,000
Repayment of Certificates of Participation Payable		905,000
Repayment of Financed Purchases		897,714
Change in Accrued Interest		(24,260)
Amortization of Bond Premium		1,656,081
Amortization of Deferred Gains on Refunding		161,425
Amortization of Deferred Losses on Refunding		(8,044)
Internal service funds are used by the District to charge the costs of employee health and dental benefits to individual funds. The net revenue of the internal service funds is reported with governmental activities.		
		(123,636)
Total	<b>\$</b>	<b>21,211,642</b>

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS**  
**INDEPENDENT SCHOOL DISTRICT NO. 623**  
**STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUND**  
**PROPRIETARY FUND**  
**JUNE 30, 2024**

	Governmental Activities Internal Service Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 525,084
<b>LIABILITIES</b>	
Accounts Payable	52,673
Claims Payable - Medical	14,863
Total Liabilities	67,536
<b>NET POSITION</b>	
Unrestricted	457,548
Total Net Position	\$ 457,548

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
 INDEPENDENT SCHOOL DISTRICT NO. 623  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
 INTERNAL SERVICE FUND  
 PROPRIETARY FUND  
 YEAR ENDED JUNE 30, 2024**

	Governmental Activities Internal Service Funds
<b>OPERATING REVENUES</b>	
Charges for Services:	
Dental Insurance Premiums	\$ 927,081
<b>OPERATING EXPENSES</b>	
Dental Insurance Claim Payment	1,000,301
General Administrative Fees	50,416
Total Operating Expenses	1,050,717
<b>CHANGE IN NET POSITION</b>	(123,636)
Net Position - Beginning of Year	581,184
<b>NET POSITION - END OF YEAR</b>	\$ 457,548

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUND  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2024**

	Governmental Activities Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from Interfund Services Provided	\$ 927,081
Payments for Administrative Costs	(41,797)
Payments for Claims	(1,001,909)
Net Cash Used by Operating Activities	(116,625)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(116,625)
Cash and Cash Equivalents - Beginning of Year	641,709
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 525,084
<b>RECONCILIATION OF CHANGE IN NET POSITION TO NET CASH USED BY OPERATING ACTIVITIES</b>	
Change in Net Position	\$ (123,636)
Adjustments to Reconcile Change in Net Position to Net Cash Used by Operating Activities:	
Increase (Decrease) in Accounts Payable	8,619
Increase (Decrease) in Claims Payable	(1,608)
Total Adjustments	7,011
Net Cash Used by Operating Activities	\$ (116,625)

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUND  
JUNE 30, 2024**

	Other Postemployment Benefit Trust	Custodial Fund
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ -	\$ 546,115
State Board of Investment - Bond Fund	5,656,604	-
Due from Other Governments	-	234,535
Total Assets	5,656,604	780,650
<b>LIABILITIES</b>		
Accounts and Contracts Payable	-	222,748
Due to Other Funds	721,828	-
Due to Other MN School Districts	-	15,818
Due to Other Governments	-	66,416
Total Liabilities	721,828	304,982
<b>NET POSITION</b>		
Restricted for Local Collaborative Time Study	-	475,668
Restricted for OPEB/Other Purposes	4,934,776	-
Total Net Position	\$ 4,934,776	\$ 475,668

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUND  
YEAR ENDED JUNE 30, 2024**

	Other Postemployment Benefit Trust	Custodial Fund
<b>ADDITIONS</b>		
Investment Income	\$ 165,490	\$ -
Contributions	-	849,210
Total Additions	165,490	849,210
<b>DEDUCTIONS</b>		
Salaries	-	475
Benefits Paid to Participants or Beneficiaries	721,828	73
Purchased Services	-	1,386,989
Supplies and Materials	-	284
Total Deductions	721,828	1,387,821
<b>CHANGE IN NET POSITION</b>	(556,338)	(538,611)
Net Position - Beginning of Year	5,491,114	1,014,279
<b>NET POSITION - END OF YEAR</b>	\$ 4,934,776	\$ 475,668

See accompanying Notes to Financial Statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Presentation**

The financial statements of Independent School District No. 623 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

This financial report has been prepared in conformity with GASB Statement No. 34.

**B. Financial Reporting Entity**

The District is an instrumentality of the state of Minnesota established to function as an educational institution. The elected School Board (Board) is responsible for legislative and fiscal control of the District. A Superintendent is appointed by the Board and is responsible for administrative control of the District.

Accounting principles generally accepted in the United States of America (GAAP) require that the District's financial statements include all funds, departments, agencies, boards, commissions, and other organizations which are not legally separated from the District. In addition, the District's financial statements are to include all component units - entities for which the District is financially accountable.

Financial accountability includes such aspects as appointing a voting majority of the organization's governing body, significantly influencing the programs, projects, activities, or level of services performed or provided by the organization or receiving specific financial benefits from, or imposing specific financial burden on, the organization. As the District has assumed obligations to contribute to the OPEB Trust, a financial burden exists and the OPEB Trust is considered a component unit of the District. The Trust Fund is also engaged in a fiduciary activity of the District; therefore, the Trust Fund is considered a fiduciary component unit and is being reported in the District's fiduciary fund financial statements.

Student activities are determined primarily by student participants under the guidance of an adult and are generally conducted outside school hours. The School Board does have a fiduciary responsibility in establishing broad policies and ensuring that appropriate financial records are maintained for student activities. In accordance with Minnesota state statutes, the District's student activity accounts are included in these financial statements in the District's General Fund.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

C. Basic Financial Statement Presentation

The District-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) display information about the reporting government as a whole. These statements include all the financial activities of the District, except for the fiduciary funds. The Fiduciary Funds are only reported in the statements of Fiduciary Net Position at the fund financial statement level.

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

The District applies restricted resources first when an expense is incurred for purpose for which both restricted and unrestricted net position are available. Depreciation and amortization expense that can be specifically identified by function is included in the direct expenses of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. Generally, the effect of material interfund activity has been removed from the District-wide financial statements.

Separate fund financial statements are provided for governmental and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Fiduciary funds are presented in the fiduciary fund financial statements by type. Since by definition, fiduciary fund assets are being held for the benefit of a third party and cannot be used for activities or obligations of the District, these funds are excluded from the District-wide statements.

The Internal Service Fund is presented in the proprietary fund financial statements. Because the principal user of the internal services are the District's governmental activities, the financial statement of the internal service fund are consolidated into the governmental activities column when presented in the government-wide financial statements. The costs of these services are reported in the appropriate functional activity.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are generally recognized as revenues in the fiscal year for which they are levied, except for amounts advance recognized in accordance with a statutory “tax shift” described later in these notes. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting transactions are recorded in the following manner:

**1. Revenue Recognition**

Revenue is recognized when it becomes measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue is generally considered as available if collected within 60 days after year-end. State revenue is recognized in the year to which it applies according to Minnesota Statutes and accounting principles generally accepted in the United States of America. Minnesota Statutes include state aid funding formulas for specific fiscal years. Federal revenue is recorded in the year in which the related expenditure is made as long as the school also receives the payment within 6 months of year-end. Food service sales, community education tuition, and other miscellaneous revenue (except investment earnings) are recorded as revenues when received because they are generally not measurable until then. Investment earnings are recorded when earned because they are measurable and available. A six-month availability period is generally used for other fund revenue.

**2. Recording of Expenditures**

Expenditures are generally recorded when a liability is incurred. However, expenditures are recorded as prepaid for approved disbursements or liabilities incurred in advance of the year in which the item is to be used. Principal and interest on long-term debt issues are recognized on their due dates.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

D. Measurement Focus and Basis of Accounting (Continued)

**Description of Funds**

The existence of the various District funds has been established by the state of Minnesota, Department of Education. The accounts of the district are organized on the basis of funds, each of which is considered a separate accounting entity. A description of the funds included in this report is as follows:

*Major Governmental Funds*

General Fund

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. It includes the general operations and pupil transportation activities of the district, as well as the capital related activities such as maintenance of facilities equipment purchases, health and safety projects, and disabled accessibility projects.

Food Service Special Revenue Fund

The Food Service Fund is used to account for food service revenues and expenditures. Revenues for the Food Service Fund are generated from user fees, federal reimbursements, and state aids.

Community Service Special Revenue Fund

The Community Service Fund is used to account for services provided to residents in the areas of recreation, civic activities, nonpublic pupils, veterans, adult or early childhood programs, K-6 extended day programs or other similar services. Revenues for the Community Service Fund are generated primarily from user fees, local property taxes and state aids.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and payment of, general long-term obligation bond principal, interest, and related costs.

*Proprietary Funds*

Internal Service Fund

The Internal Service Fund is established to account for the District's self-insured dental insurance plan for its employees.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

D. Measurement Focus and Basis of Accounting (Continued)

**Description of Funds (Continued)**

*Fiduciary Funds*

Other Postemployment Benefit Trust

The Other Postemployment Benefit Trust Fund is used to account for resources set aside and held in an irrevocable trust arrangement for postemployment benefits.

Custodial Fund

The Custodial Fund is established to account for cash and other assets held by the District as the agent for others. This fund is used to account for a local collaborative time study grant.

E. Budgeting

Budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America. Each June, the School Board adopts an annual budget for the following fiscal year for the General, Food Service, Community Service, Capital Projects, and Debt Service Funds. The approved budget is published in summary form in the District's legal newspaper. Reported budget amounts represent the amended budget as adopted by the School Board. Legal budgetary control is at the fund level.

Procedurally, in establishing the budgetary data reflected in these financial statements, the Superintendent submits to the School Board prior to July 1, a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means to finance them. The budget is legally enacted by School Board action. Revisions to budgeted amounts must be approved by the School Board.

Total fund expenditures in excess of the budget require approval of the School Board. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at line item levels.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

E. Budgeting (Continued)

Budget amounts include mid-year budget amendments as follows:

	Original Budget	Amendments	Amended Budget
<b>REVENUES</b>			
General Fund	\$ 129,701,056	\$ 3,529,361	\$ 133,230,417
Special Revenue Fund:			
Community Service Fund	8,443,923	106,009	8,549,932
Capital Projects Fund	14,843,883	(12,000,000)	2,843,883
Debt Service Fund	13,852,892	1,780,074	15,632,966
 <b>EXPENDITURES</b>			
General Fund	127,926,013	700,403	128,626,416
Special Revenue Funds:			
Food Service Fund	5,576,880	187,716	5,764,596
Community Service Fund	8,383,269	18,884	8,402,153
Debt Service Fund	13,779,093	1,720,775	15,499,868

Budget provisions for the Debt Service Fund are set by state law governing required debt service levels.

At the end of each fiscal year, if the General Fund has a net unassigned deficit fund balance, calculated in accordance with the uniform financial accounting and reporting standards for Minnesota school districts which excludes certain restricted balances specified in Minnesota Statutes, exceeding 2.5% of expenditures, a condition referred to as "statutory operating debt" exists. That debt requires retirement through the accumulation of subsequent operating surpluses in accordance with a "special operating plan" approved by the Commissioner of the Department of Education.

F. Cash and Investments

Cash balances from all funds are combined and invested to the extent available in various securities as authorized by Minnesota Statutes. Earnings from the pooled investments are allocated to the respective funds on the basis of applicable cash balance participation by each fund. For purposes of the statement of cash flows, the District's proprietary funds consider demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments are stated at their fair value as determined by quoted market prices, except for money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less which are recorded at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer or by other factors. Money market investments are short-term, highly liquid debt instruments including commercial paper, banker's acceptances, and U.S. Treasury and agency obligations.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

G. Accounts Receivable

Represents amounts receivable from individuals, firms, and corporations for goods and services furnished by the District. No substantial losses are anticipated from present receivable balances, therefore, no allowance for uncollectible accounts is deemed necessary.

H. Inventories

Inventories are recorded using the consumption method of accounting and consist of purchased paper supplies, food, supplies, and surplus commodities received from the federal government. Food and supply purchases are recorded at invoice cost, computed on a first-in, first-out method, and surplus commodities are stated at standardized cost, as determined by the Department of Agriculture.

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments. Expense is allocated over the periods benefitted.

J. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position and balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has three items in this category, one related to pensions (see Note 7 for details), one related to other postemployment benefits (see Note 8 for details), and one related to deferred losses on debt refunding.

In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has five types of deferred inflows, two of which are related to revenue recognition. The first is property taxes levied for subsequent year. As an imposed nonexchange revenue transaction, property taxes received or reported as a receivable before the period for which the property taxes are levied are reported as a deferred inflow of resources in the government-wide financial statements and in the governmental fund financial statements. The second type of deferred inflow of resources is delinquent property taxes. Governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the District's year-end) under the modified accrual basis of accounting. Delinquent taxes not collected within 60 days after the District's year-end are considered unavailable and reported as a deferred inflow of resources in the governmental fund financial statements. The third type of deferred inflow is for deferred gains on debt refunding, which is being amortized over the life of the bonds. The fourth type of deferred inflow is related to pensions (see Note 7 for details) and the fifth type is related to other postemployment benefits (see Note 8 for details).

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**K. Property Taxes**

Property tax levies are established by the School Board in December each year and are certified to the County for collection the following calendar year. In Minnesota, counties act as collection agents for all property taxes and are responsible for spreading all levies over taxable property. Such taxes become a lien on January 1. Taxes are generally due on May 15 and October 15 and counties generally remit taxes to Districts at periodic intervals as they are collected. A portion of property taxes levied is paid through state credits which are included in revenue from state sources in the financial statements.

Generally, tax revenue is recognized in the fiscal year ending June 30, following the calendar year in which the tax levy is collectible, while the current calendar year tax levy is recorded as a deferred inflow of resources (property taxes levied for subsequent year). The majority of District revenue in the General Fund (and to a lesser extent in the District's Community Service Special Revenue Fund) is determined annually by statutory funding formulas. The total revenue allowed by these formulas is then allocated between taxes and state aids by the Legislature based on education funding priorities. Changes in this allocation are periodically accompanied by a change in property tax revenue recognition referred to as the "tax shift".

Taxes that remain unpaid are classified as delinquent taxes receivable. Revenue from these delinquent property taxes that is not collected within 60 days of year-end is deferred because it is not known to be available to finance the operations of the District in the current year. No allowance for uncollectible taxes has been provided as such amounts are not expected to be material. Current levies of local taxes, less the amount recognized as revenue in the current period, including portions assumed by the state which will be recognized as revenue in the next fiscal year beginning July 1, 2024, are included in Property Taxes Levied for Subsequent Year to indicate that, while they are current assets, they will not be recognized as revenue until the following year.

**L. Capital Assets**

Capital assets are capitalized at historical cost or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their acquisition value at the date of donation. The District maintains a threshold level of \$5,000 or more for capitalizing capital assets. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

L. Capital Assets (Continued)

Capital assets are recorded in the government-wide financial statement but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in progress.

The District does not possess any material amounts of infrastructure capital assets. Items such as sidewalks and other land improvements are considered to be part of the cost of buildings or other improvable property.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Subscription-based information technology arrangements (SBITA) assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the subscription term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

M. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

N. Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and Teachers Retirement Association (TRA) and additions to/deductions from PERA's and TRA's fiduciary net position have been determined on the same basis as they are reported by PERA and TRA. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

TRA has a special funding situation created by direct aid contributions made by the state of Minnesota, City of Minneapolis, and Minneapolis School District. This direct aid is a result of the merger of the Minneapolis Teachers Retirement Fund Association into TRA in 2006. A second direct aid source is from the state of Minnesota for the merger of the Duluth Teacher's Retirement Fund Association in 2015.

O. Accrued Employee Benefits

Vacation Pay

The District's 12-month employees are entitled to annual vacations. These benefits are reported as liabilities in the government-wide financial statements and as expenditures when taken in the fund financial statements.

Sick Pay

Substantially all district employees are entitled to sick leave at various rates. For certain employees, unused sick leave is a factor in the calculation of an employee's severance pay upon retirement.

Severance and Health Benefits

Severance and health benefits consist of lump sum early retirement incentive payments and postemployment health care benefits. Accounting policies for severance and health benefits are described below.

**1. Early Retirement Incentive and Convertible Sick Leave**

The District maintains various early retirement incentive payment plans for its employee groups. Each employee group plan contains benefit formulas based on years of service and/or minimum age requirements. No employee can receive early retirement incentive payments exceeding one year's salary. For substantially all employees, early retirement incentive benefits are eliminated if employment with the District occurred subsequent to July 1, 1994. In addition, certain bargaining unit members are eligible to be compensated for unused accumulated sick leave upon termination subject to certain conditions. If retirement occurs by year-end, the related benefits are included with salaries and other compensated absences as a current liability. See Note 5 for further information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

O. Accrued Employee Benefits (Continued)

**2. Postemployment Health Care Benefits**

Under the terms of certain collectively bargained employment contracts, including the teachers' and administrators' contracts, the District is required to pay the health and dental insurance premiums for retired employees until they reach specified age requirements such as Medicare eligibility. These plans are no longer available to employees hired subsequent to July 1, 1994. The long-term portion of the postemployment health care benefits liability is included as Other Postemployment Benefits of long-term debt. See Note 8 for further information.

P. Fund Balance

In the fund financial statements, governmental funds report fund balances in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

*Nonspendable* – portions of fund balance related to prepaids, inventories, long-term receivables, and corpus on any permanent fund.

*Restricted* – funds are constrained from outside parties (statute, grantors, bond agreements, etc.).

*Committed* – funds are established and modified by a resolution approved by the Board of Education.

*Assigned* – consists of internally imposed constraints. The Board of Education passed a resolution authorizing the Superintendent or the Superintendent's designee to assign fund balances and its intended uses.

*Unassigned* – is the residual classification for the general fund and also reflects negative residual amounts in other funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the District's policy to use restricted first, then unrestricted fund balance.

When an expenditure is incurred for purposes for which committed, assigned, and unassigned amounts are available, it is the District's policy to use committed first, then assigned, and finally unassigned amounts.

The District formally adopted a fund balance policy for the General Fund. The policy established a year-end target unassigned fund balance of 6% of the annual budget.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Q. Risk Management**

The 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; natural disasters and workers compensation. The District purchases commercial insurance coverage for such risks.

There has been no significant reduction in insurance coverage from the previous year in any of the District's policies. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years. The District is self-insured for dental benefits. See Note 12 for details.

**R. Net Position**

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in the government-wide, proprietary fund, and fiduciary fund financial statements. Net investment in capital assets consists of capital assets, net of accumulated depreciation and amortization, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position are reported as restricted in the District-wide financial statement when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, laws or regulations of other governments. Any residual net position/(deficit) is reported as unrestricted.

**S. Use of Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 STEWARDSHIP AND ACCOUNTABILITY**

**Excess of Expenditures Over Budget**

Expenditures exceeded budgeted amounts in the following funds at June 30, 2024:

	<u>Budget</u>	<u>Expenditures</u>	<u>Excess</u>
General Fund	\$ 128,626,416	\$ 135,513,956	\$ 6,887,540
Special Revenue Fund:			
Food Service Fund	\$ 5,764,596	\$ 5,995,845	\$ 231,249
Community Service Fund	8,402,153	8,483,868	81,715
Capital Projects Fund	9,025,000	10,257,174	1,232,174
Debt Service Fund	15,499,868	15,529,817	29,949

General Fund expenditures exceeded budgeted amounts in two primary areas. The first being transportation purchased services, due to both an increase in transportation routes as well as a significant student increase for both specialized and homeless transportation needs. Curriculum purchases for required changes to our English Language Arts curriculum and technology needs accounted for the remaining excess expenditures within the general fund. Capital Projects expenses were higher than budgeted due to a timing issue rather than an increase in the overall cost of the projects.

**NOTE 3 DEPOSITS AND INVESTMENTS**

A. Deposits

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and the balance sheet as "Cash and Investments." In accordance with Minnesota Statutes, the District maintains deposits at financial institutions which are authorized by the School District's Board.

*Custodial Credit Risk* – Custodial credit risk for deposits is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. The School District does not have a deposit policy for custodial credit risk and follows Minnesota Statutes for deposits. Minnesota Statutes require that all deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or corporate surety bonds. Authorized collateral include: U.S. government treasury bills, notes, or bonds; issues of a U.S. government agency; general obligations of a state or local government rated "A" or better; revenue obligations of a state or local government rated "AA" or better; irrevocable standby letter of credit issued by a Federal Home Loan Bank; and time deposits insured by a federal agency. Minnesota Statutes require securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or at an account at a trust department of a commercial bank or other financial institution not owned or controlled by the depository.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)**

A. Deposits (Continued)

The bank balance and carrying value of the District's deposits in banks at June 30, 2024 is \$15,667,888 and \$13,650,047, respectively, and were entirely covered by federal depository insurance or by surety bonds and collateral in accordance with Minnesota Statutes.

B. Investments

The District may also invest idle funds as authorized by Minnesota Statutes as follows:

- Direct obligations or obligations guaranteed by the United States or its agencies
- Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, is rated in one of the two highest rating categories by a statistical rating agency, and all of the investments have a final maturity of thirteen months or less
- General obligations rated "A" or better; revenue obligations rated "AA" or better
- General obligations of the Minnesota Housing Finance Agency rate "A" or better
- Bankers acceptances of United States banks eligible for purchase by the Federal Reserve System
- Commercial paper issued by United States banks, corporations or their Canadian subsidiaries, of highest quality category by a least two nationally recognized rating agencies, and maturing in 270 days or less
- Guaranteed investment contracts guaranteed by United States commercial banks or domestic branches of foreign banks or United States insurance companies if similar debt obligations of the issuer or the collateral pledged by the issuer is in the top two rating categories
- Repurchase or reverse purchase agreement and securities lending agreements financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding \$10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers

In addition, investments held in the Other Postemployment Benefits Irrevocable Trust Fund may be invested as authorized by Minnesota State Statute 356A.06, Subdivision 7.

**ROSEVILLE AREA SCHOOLS  
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**NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)**

B. Investments (Continued)

At June 30, 2024, the District had the following investments:

	Fair Value
MN State Board of Investments Internal Fixed Pool	\$ 5,656,604
	Amortized Cost
MSDLAF+ Liquid Class	\$ 9,678,306
MSDLAF+ MAX Class	35,242,802
Money Market Mutual Funds	14,276
Total Investments at Amortized Cost	\$ 44,935,384

MSDLAF's investments are restricted to securities described in Minnesota Statutes §118.04. MSDLAF's Term Series portfolios are separate portfolios with a fixed investment term and a designated maturity. A Term Series portfolio consists of investments in certificates of deposit, obligations of the U.S. Government, its agencies and instrumentalities, and municipal obligations. These investments are reported at amortized cost.

The District has established an Other Postemployment Benefits Irrevocable Trust Fund, which is administered by PERA, in accordance with Minnesota Statute 471.6175. In accordance with this statute, funds must be invested with the State Board of Investments (SBI). The District's trust funds are invested in an external investment pool comprised of fixed income securities. The average years to maturity for this investment pool is less than one year. The SBI investments are unrated. The fair value of the position in the pool is the same as the value of pool shares.

***Custodial Credit Risk***

For an investment, custodial risk is the risk that, in the event of a failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

***Credit Risk***

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

***Concentration of Credit Risk***

The District places no limit on the amount that the District may invest in any one issuer. The District does not currently have any investments with issuers that individually comprise more than 5% of the District's investments.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)**

**B. Investments (Continued)**

The following table shows the distribution of the District's investments by maturity as well as ratings:

Type	Total	12 Months or Less	13 to 60 Months	More Than 60 Months	Rating
MN SBI Internal Fixed Pool	\$ 5,656,604	\$ 5,656,604	\$ -	\$ -	Not Rated
MSDLAF+ Liquid Class	9,678,306	9,678,306	-	-	AAAm
MSDLAF+ MAX Class	35,242,802	35,242,802	-	-	Not Rated
Money Market Mutual Fund	14,276	14,276	-	-	AAA
<b>Total</b>	<b>\$ 50,591,988</b>	<b>\$ 50,591,988</b>	<b>\$ -</b>	<b>\$ -</b>	

The deposits and investments are presented in the financial statements as follows:

Cash and Investments - Statement of Net Position	\$ 58,025,040
Cash and Investments Held by Trustee - Statement of Net Position	14,276
Cash and Investments - Statement of Fiduciary Net Position	<u>6,202,719</u>
Total Cash and Investments	<u>\$ 64,242,035</u>

**C. Fair Value Measurements**

The District uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures.

The District follows an accounting standard that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the District has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)**

Financial assets and liabilities recorded on the combined statements of financial position are categorized based on the inputs to the valuation techniques as follows:

*Level 1* – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.

*Level 2* – Financial assets and liabilities are valued based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.

*Level 3* – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity’s own assumptions about the assumptions market participants would use in pricing the asset.

Assets measured at fair valued on a recurring basis are as follows:

	Level 1	Level 2	Level 3	Total
MN SBI Internal Fixed Pool	\$ 5,656,604	\$ -	\$ -	\$ 5,656,604

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Reclassifications	Ending Balance
<b>Governmental Activities</b>					
Capital Assets, Not Being Depreciated:					
Land	\$ 1,862,539	\$ -	\$ -	\$ -	\$ 1,862,539
Construction in Progress	2,790,039	10,697,602	(2,790,039)	-	10,697,602
Total Capital Assets, Not Being Depreciated	4,652,578	10,697,602	(2,790,039)	-	12,560,141
Capital Assets, Being Depreciated:					
Land Improvements	14,757,293	599,736	-	-	15,357,029
Buildings and Improvements	285,800,807	2,155,123	-	-	287,955,930
Equipment	8,838,185	1,787,972	-	-	10,626,157
Total Capital Assets, Being Depreciated	309,396,285	4,542,831	-	-	313,939,116
Right-to-Use Assets, Being Amortized:					
Equipment	348,388	256,595	(152,442)	-	452,541
Subscription Based Information Technology Arrangements	85,420	3,528	(61,549)	-	27,399
Total Right-to-Use Assets, Being Amortized	433,808	260,123	(213,991)	-	479,940
Accumulated Depreciation for:					
Land Improvements	(7,890,662)	(559,496)	-	-	(8,450,158)
Buildings and Improvements	(84,314,460)	(5,366,170)	-	-	(89,680,630)
Equipment	(6,046,401)	(500,001)	-	-	(6,546,402)
Total Accumulated Depreciation	(98,251,523)	(6,425,667)	-	-	(104,677,190)
Accumulated Amortization for:					
Equipment	(205,228)	(106,481)	152,442	-	(159,267)
Subscription Based Information Technology Arrangements	(35,549)	(37,313)	61,549	-	(11,313)
Total Accumulated Amortization	(240,777)	(143,794)	213,991	-	(170,580)
Total Accumulated Depreciation/Amortization	(98,492,300)	(6,569,461)	213,991	-	(104,847,770)
Total Capital Assets, Being Depreciated or Amortized, Net	211,337,793	(1,663,554)	(90,893)	-	209,571,286
Governmental Activities Capital Assets, Net	<u>\$ 215,990,371</u>	<u>\$ 9,034,048</u>	<u>\$ (2,880,932)</u>	<u>\$ -</u>	<u>\$ 222,131,427</u>

**ROSEVILLE AREA SCHOOLS  
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JUNE 30, 2024**

**NOTE 4 CAPITAL ASSETS (CONTINUED)**

Depreciation and amortization expense was charged to functions of the District as follows:

**Governmental Activities**

Administration	\$ 951
District Support Services	485,435
Regular Instruction	5,814,863
Vocational Education Instruction	1,692
Special Education Instruction	599
Instructional Support Services	57,087
Sites and Buildings	136,431
Food Service	64,198
Community Service	<u>8,205</u>
Total Depreciation/Amortization Expense Governmental Activities	<u><u>\$ 6,569,461</u></u>

**NOTE 5 LONG-TERM LIABILITIES**

**A. Components of Long-Term Debt**

Issue Date	Net Interest Rate	Series Number	Original Issue	Final Maturity	Principal Outstanding	
					Due Within One Year	Total
General Obligation Bonds:						
10/5/2017	1.30-3.125%	2017A	\$ 18,420,000	2/1/2029	\$ 1,880,000	\$ 14,690,000
12/28/2017	4.00%	2017B	9,995,000	2/1/2032	-	9,995,000
2/1/2018	4.00-5.00%	2018A	130,045,000	2/1/2038	4,290,000	110,805,000
11/6/2019	5.00%	2019A	6,610,000	2/1/2025	505,000	505,000
4/23/2020	2.00-4.00%	2020A	8,185,000	2/1/2040	125,000	7,510,000
11/10/2021	5.00%	2021B	2,425,000	2/1/2026	615,000	1,270,000
3/22/2022	3.125%-4.0%	2022A	13,250,000	2/1/2040	-	13,220,000
5/16/2024	5.00%	2024A	17,345,000	2/1/2034	<u>725,000</u>	<u>17,345,000</u>
Total General Obligation Bonds					8,140,000	175,340,000
Certificates of Participation:						
3/9/2021	3.00-5.00%	2021A	17,510,000	4/1/2036	950,000	14,835,000
Bond Premiums					-	12,954,791
Financed Purchases Payable					500,339	723,279
Leases Payable					107,198	299,710
Accrued Vacation					-	1,175,027
Other Compensated Absences Payable					55,145	290,447
Total					<u>\$ 9,752,682</u>	<u>\$ 205,618,254</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 LONG-TERM LIABILITIES (CONTINUED)**

**B. Minimum Debt Payments**

Minimum annual principal and interest payments required to retire long-term debt, not including severance, health benefits payable, or other compensated absences, are as follows:

<u>Year Ending</u> <u>June 30,</u>	General Obligation Bonds Payable		Certificates of Participation Payable		Financed Purchases Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 8,140,000	\$ 6,852,870	\$ 950,000	\$ 600,450	\$ 500,339	\$ -
2026	10,900,000	6,737,668	1,000,000	552,950	222,940	-
2027	10,690,000	6,251,118	1,050,000	502,950	-	-
2028	11,365,000	5,807,918	1,100,000	450,450	-	-
2029	11,270,000	5,333,868	1,155,000	395,450	-	-
2030-2034	62,105,000	18,720,048	6,615,000	1,145,100	-	-
2035-2039	48,620,000	6,447,823	2,965,000	134,100	-	-
2040-2041	12,250,000	114,693	-	-	-	-
Total	<u>\$ 175,340,000</u>	<u>\$ 56,266,006</u>	<u>\$ 14,835,000</u>	<u>\$ 3,781,450</u>	<u>\$ 723,279</u>	<u>\$ -</u>

<u>Year Ending</u> <u>June 30,</u>	Leases Payable	
	Principal	Interest
2025	\$ 107,198	\$ 19,023
2026	72,396	12,975
2027	78,530	6,594
2028	41,483	805
2029	103	-
Total	<u>\$ 299,710</u>	<u>\$ 39,397</u>

**C. Description of Long-Term Debt**

General Obligation School Building Bonds

These bonds were issued to finance acquisition, construction, and/or improvement of capital facilities or to refinance (refund) previous bond issues. Assets of the Debt Service Fund, together with scheduled future ad valorem tax levies, are dedicated for the retirement of these bonds. The annual future debt service levies authorized are equal to 105% of the principal and interest due each year. These levies are subject to reduction if fund balance amounts exceed limitations imposed by Minnesota law.

On February 1, 2018, the District issued \$130,045,000 of General Obligation School Building Bonds, Series 2018A with interest rates ranging between 4.00% and 5.00%. The proceeds were used to finance the acquisition and betterment of school sites and facilities, as authorized in a referendum on November 7, 2017.

On April 23, 2020, the District issued \$8,185,000 of General Obligation Facilities Maintenance Bonds, Series 2020A with interest rates ranging between 2.00% and 4.00%. The proceeds were used to finance deferred maintenance projects included in the ten-year facility plan of the District.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 LONG-TERM LIABILITIES (CONTINUED)**

C. Description of Long-Term Debt (Continued)

General Obligation Taxable OPEB Bonds

These bonds were issued for funding actuarial liabilities to pay other postemployment benefits. Assets of the OPEB Debt Service Fund, together with scheduled future ad valorem tax levies, are dedicated for the retirement of these bonds. The annual future debt service levies authorized are equal to 105% of the principal and interest due each year. These levies are subject to reduction if fund balance amounts exceed limitations imposed by Minnesota law.

On October 5, 2017, the District issued \$18,420,000 of General Obligation Taxable OPEB Refunding Bonds, Series 2017A with interest rates ranging between 1.300% and 3.125%. The District issued the bonds to refund, in advance of their stated maturities, \$16,790,000 of the outstanding series 2009A General Obligation Taxable OPEB Bonds. The proceeds were used to call, in advance of their maturity, the remaining outstanding maturities of the 2009A bonds on their call date of February 1, 2019.

General Obligation Refunding Bonds

On November 6, 2019, the District issued \$6,610,000 of General Obligation School Building Refunding Bonds, Series 2019A. A total of \$7,195,000 of the proceeds was used to refund, in advance of their stated maturities, the remaining outstanding maturities of the District's Series 2010B General Obligation School Building Refunding Bonds.

On November 10, 2021, the District issued \$2,425,000 of General Obligation School Building Refunding Bonds, Series 2021B. The proceeds were used on February 1, 2022 to call and redeem the remaining balance of the District's 2013B bonds.

General Obligation Facilities Maintenance Bonds

On December 28, 2017, the District issued \$9,995,000 of General Obligation Facilities Maintenance Bonds, Series 2017B, bearing interest at a rate of 4.00%. The proceeds of this issuance were used to finance a portion of the costs of deferred maintenance and health and safety projects included in the District's 10-year facility plan approved by the Commissioner of Education.

On April 14, 2022, the District issued 13,250,000 of General Obligation Facilities Maintenance Bonds, Series 2022A, bearing interest rates of 3.125% to 4.000%. The proceeds of this issuance were used to finance deferred maintenance projects at school district facilities included in the District's 10-year facility plan approved by the Commissioner of Education.

On April 23, 2024, the District issued \$17,345,000 of General Obligation Facilities Maintenance Bonds, Series 2024A, bearing an interest rate of 5.00%. The proceeds of this issuance were used to finance deferred maintenance projects at school district facilities included in the District's 10-year facility plan approved by the Commissioner of Education.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 LONG-TERM LIABILITIES (CONTINUED)**

C. Description of Long-Term Debt (Continued)

Certificates of Participation

On March 9, 2021, the District issued \$17,510,000 of Certificates of Participation, Series 2021A, bearing interest at a rate of 4.00%. The proceeds of the issuance were used to finance a portion of the costs of the Fairview Community Center facility replacement and related site costs.

Leases and Subscriptions Payable

The District leases equipment as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2026 and contain discount rates ranging from 3.95% to 18.20%. The right-to-use lease assets and related accumulated amortization are detailed in Note 3.

The District has also entered into certain Subscription Based Information Technology Arrangements (SBITAs) for the use of various software. The SBITAs expire at various dates through 2028 and all utilized the discount rate of 8.5%. The SBITA assets and related accumulated amortization are detailed in Note 3.

Severance and Other Compensated Absences Benefits Payable

Severance and other compensated absences benefits payable consist of early retirement incentive payments, administrator experience benefits, and other accrued benefit liabilities.

D. Changes in Long-Term Debt

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
Bonds Payable	\$ 165,395,000	\$ 17,345,000	\$ 7,400,000	\$ 175,340,000	\$ 8,140,000
Certificates of Participation	15,740,000	-	905,000	14,835,000	950,000
Premiums	12,881,378	1,729,494	1,656,081	12,954,791	-
Financed Purchases Payable	119,975	1,501,018	897,714	723,279	500,339
Leases Payable	148,782	256,595	105,667	299,710	107,198
Subscriptions Payable	32,078	3,528	35,606	-	-
Vacation Payable	1,328,765	-	153,738	1,175,027	-
Other Compensated Absences	358,515	-	68,068	290,447	55,145
Total	<u>\$ 196,004,493</u>	<u>\$ 20,835,635</u>	<u>\$ 11,221,874</u>	<u>\$ 205,618,254</u>	<u>\$ 9,752,682</u>

Governmental compensated absences and retirement benefits are typically liquidated (paid) by the General Fund.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 FUND BALANCES**

Certain portions of fund balance are restricted based on state requirements to track special program funding, to provide for funding on certain long-term liabilities, or as required by other outside parties. A description of deficit balance restrictions is included herein since the District has specific statutory authority to levy taxes for such deficits.

Restricted fund balances at June 30, 2024 are as follows:

- a. Restricted for Student Activities – This fund balance represents the resources available for the extracurricular activity funds raised by students.
- b. Restricted for Operating Capital - The District levies taxes based on voter approved referendums and receives state grants and aid to be used for the purchase of equipment or facilities. The cumulative excess of such revenues over equipment and facilities expenditures is reported as a restriction of fund balance in the General Fund.
- c. Restricted for Community Education Programs - The fund balance restriction represents accumulated resources available to provide general community education programming.
- d. Restricted for Early Childhood and Family Education Programs - This fund balance restricted represents accumulated resources available to provide services for early childhood and family education programming.
- e. Restricted for School Readiness - This fund balance restriction represents accumulated resources available to provide school readiness programming in accordance with funding made available for that purpose.
- f. Restricted for Adult Basic Education - This fund balance restriction represents the balance of carryover monies for all activity involving Adult Basic Education.
- g. Restricted for Long Term Facilities Maintenance - Represents resources available to be used for long-term facilities maintenance projects in accordance with the District's 10-year plan.
- h. Restricted for Food Service – Represents amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation related to the Food Service Fund.
- i. Restricted for Capital Projects Service – Represents amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation related to capital projects.
- j. Restricted for Debt Service – Represents amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation for the payment of debt service obligations.
- k. Restricted for Other Purposes - This fund balance represents amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7 DEFINED BENEFIT PENSION PLANS**

Substantially all employees of the District are required by state law to belong to the pension plans administered by Teachers' Retirement Association (TRA) or Public Employees' Retirement Association (PERA), all of which are administered on a statewide basis. Disclosures relating to these plans follow:

A. Plan Description

The District participates in the following cost-sharing, multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association (PERA) and Teachers Retirement Fund (TRA). PERA's and TRA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERA's and TRA's defined benefit pension plans are tax-qualified plans under Section 401(a) of the Internal Revenue Code.

**1. General Employees Retirement Plan**

All full-time and certain part-time employees of the District, other than teachers, are covered by the General Employees Plan. General Employees Plan members belong to the Coordinated Plan. Coordinated Plan members are covered by Social Security.

**2. Teachers Retirement Fund (TRA)**

The Teachers Retirement Association (TRA) is an administrator of a multiple employer, cost-sharing, defined benefit retirement fund. TRA administers a Basic Plan (without Social Security coverage) and a Coordinated Plan (with Social Security coverage) in accordance with Minnesota Statutes, Chapters 354 and 356. TRA is a separate statutory entity and administered by a Board of Trustees. The Board consists of four active members, one retired member and three statutory officials.

Educators employed in Minnesota's public elementary and secondary schools, charter schools, and certain other TRA-covered educational institutions maintained by the state are required to be TRA members (except those employed by St. Paul schools or Minnesota State Colleges and Universities). Educators first hired by Minnesota State may elect either TRA coverage or coverage through the Defined Contribution Plan (DCR) administered by Minnesota State.

**ROSEVILLE AREA SCHOOLS  
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NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

**B. Benefits Provided**

PERA and TRA provide retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state Legislature. Vested, terminated employees who are entitled to benefits, but are not receiving them yet, are bound by the provisions in effect at the time they last terminated their public service.

**1. General Employees Plan Benefits**

General Employees Plan benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for PERA's Coordinated Plan members. Members hired prior to July 1, 1989, receive the higher of Method 1 or Method 2 formulas. Only Method 2 is used for members hired after June 30, 1989. Under Method 1, the accrual rate for Coordinated members is 1.2 percent for each of the first 10 years of service and 1.7 percent for each additional year. Under Method 2, the accrual rate for Coordinated members is 1.7 percent for all years of service. For members hired prior to July 1, 1989 a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at 66.

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50 percent of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1 percent and a maximum of 1.5 percent. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a reduced prorated increase. In 2023, legislation repealed the statute delaying increases for members retiring before full retirement age.

**2. TRA Benefits**

TRA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by Minnesota Statute and vest after three years of service credit. The defined retirement benefits are based on a member's highest average salary for any five consecutive years of allowable service, age, and a formula multiplier based on years of credit at termination of service.

Two methods are used to compute benefits for TRA's Coordinated and Basic Plan members. Members first employed before July 1, 1989, receive the greater of the Tier I or Tier II benefits as described.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

B. Benefits Provided (Continued)

**2. TRA Benefits (Continued)**

*Tier 1 Benefits*

Tier 1	Step Rate Formula	Percentage
Basic	First Ten Years of Service	2.2% per Year
	All Years After	2.7% per Year
Coordinated	First Ten Years if Service Years Are up to July 1, 2006	1.2% per Year
	First Ten Years if Service Years Are July 1, 2006 or After	1.4% per Year
	All Other Years of Service if Service Years Are up to July 1, 2006	1.7% per Year
	All Other Years of Service if Service Years Are July 1, 2006 or After	1.9% per Year

With these provisions:

- (a) Normal retirement age is 65 with less than 30 years of allowable service and age 62 with 30 or more years of allowable service.
- (b) 3.0% per year early retirement reduction factor for all years under normal retirement age.
- (c) Unreduced benefits for early retirement under a Rule-of-90 (age plus allowable service equals 90 or more).

Or

For years of service prior to July 1, 2006, a level formula of 1.7% per year for coordinated members and 2.7% per year for basic members is applied. For years of service July 1, 2006 and after, a level formula of 1.9% per year for coordinated members and 2.7% per year for Basic members applies. Beginning July 1, 2015, the early retirement reduction factors are based on rates established under Minnesota Statute. Smaller reductions, more favorable to the member, will be applied to individuals who reach age 62 and have 30 years or more of service credit.

*Tier II Benefits*

Members first employed after June 30, 1989, receive only the Tier II benefit calculation with a normal retirement age that is their retirement age for full Social Security retirement benefits, but not to exceed age 66.

Six different types of annuities are available to members upon retirement. The No Refund Life Plan is a lifetime annuity that ceases upon the death of the retiree – no survivor annuity is payable. A retiring member may also choose to provide survivor benefits to a designated beneficiary(ies) by selecting one of the five plans that have survivorship features. Vested members may also leave their contributions in the TRA Fund upon termination of service in order to qualify for a deferred annuity at retirement age. Any member terminating service is eligible for a refund of their employee contributions plus interest.

The benefit provisions sated apply to active plan participations. Vested, terminated employees who are entitled to benefits but not yet receiving them are bound by the plan provisions in effect at the time they last terminated their public service.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

C. Contributions

**1. General Employees Fund Contributions**

*Minnesota Statutes* Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature. Coordinated Plan members were required to contribute 6.50 percent of their annual covered salary in fiscal year 2024 and the District was required to contribute 7.50 percent for Coordinated Plan members. The District's contributions to the General Employees Fund for the year ended June 30, 2024, were \$1,479,609. The District's contributions were equal to the required contributions as set by state statute.

**2. TRA Contributions**

Per Minnesota Statutes, Chapter 354 sets the contribution rates for employees and employers. Rates for each fiscal year ended June 30, 2022, June 30, 2023, and June 30, 2024 were:

	2024		2023		2022	
	Employee	Employer	Employee	Employer	Employee	Employer
Basic	11.00%	12.75%	11.00%	12.55%	11.00%	12.34%
Coordinated	7.50%	8.75%	7.50%	8.55%	7.50%	8.34%

The District's contributions to TRA for the plan's fiscal year ended June 30, 2024 were \$5,082,945. The District's contributions were equal to the required contributions for each year as set by state statute.

The following is a reconciliation of employer contributions in TRA's fiscal year 2023 ACFR "Statement of Changes in Fiduciary Net Position" to the employer contributions used in Schedule of Employer and Nonemployer Pension Allocations.

	<u><i>in thousands</i></u>
Employer Contributions Reported in TRA's ACFR, Statement of Changes in Fiduciary Net Position	\$ 508,764
Add Employer Contributions not Related to Future Contribution Efforts	(87)
Deduct TRA's Contributions not Included in Allocation	<u>(643)</u>
Total Employer Contributions	508,034
Total Non-Employer Contributions	<u>35,587</u>
Total Contributions Reported in Schedule of Employer and Non-Employer Allocations	<u><u>\$ 543,621</u></u>

Amounts reported in the allocations schedules may not precisely agree with financial statement amounts or actuarial valuations due to the number of decimal places used in the allocations. TRA has rounded percentage amounts to the nearest ten thousandths.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

D. Pension Costs

**1. General Employees Fund Pension Costs**

At June 30, 2024, the District reported a liability of \$12,520,237 for its proportionate share of the General Employees Fund's net pension liability. The District's net pension liability reflected a reduction due to the state of Minnesota's contribution of \$16 million. The state of Minnesota is considered a nonemployer contributing entity and the state's contribution meets the definition of a special funding situation. The state of Minnesota's proportionate share of the net pension liability associated with the District totaled \$345,181 for a total net pension liability of \$12,865,418 associated with the District.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportionate share of the net pension liability was based on the District's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2022 through June 30, 2023, relative to the total employer contributions received from all of PERA's participating employers. The District's proportionate share was 0.2239 percent at the end of the measurement period and 0.2382 percent for the beginning of the period.

For the year ended June 30, 2024, the District recognized pension expense of \$1,797,690 for its proportionate share of the General Employees Plan's pension expense. In addition, the District recognized \$1,551 as grant revenue for its proportionate share of the state of Minnesota's pension expense for the annual \$16 million contribution.

At June 30, 2024, the District reported its proportionate share of the General Employees Plan's deferred outflows of resources and deferred inflows of resources from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Economic Experience	\$ 411,169	\$ 86,250
Changes in Actuarial Assumptions	2,026,852	3,431,692
Net Difference Between Projected and Actual Earnings on Plan Investments	-	468,214
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	-	698,970
District Contributions Subsequent to the Measurement Date	1,479,609	-
Total	<u>\$ 3,917,630</u>	<u>\$ 4,685,126</u>

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

D. Pension Costs (Continued)

**1. General Employees Fund Pension Costs (Continued)**

\$1,479,609 reported as deferred outflows of resources related to pensions resulting from 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 and inflows of resources related to General Employees Plan pensions will be recognized in pension expense as follows:

Year Ending June 30,	Pension Expense Amount
2025	\$ 60,039
2026	(2,111,895)
2027	76,357
2028	(271,606)
2029	-
Thereafter	-

**2. TRA Pension Costs**

At June 30, 2024, the District reported a liability of \$70,780,608 for its proportionate share of TRA's net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's contributions to TRA in relation to total system contributions including direct aid from the state of Minnesota, City of Minneapolis, and Minneapolis School District. The District's proportionate share was 0.8573 percent at the end of the measurement period and 0.8406 percent for the beginning of the period.

The pension liability amount reflected a reduction due to direct aid provided to TRA. The amount recognized by the District as its proportionate share of the net pension liability, the direct aid, and total portion of the net pension liability that was associated with the District were as follows:

Description	Amount
District's Proportionate Share of the TRA Net Pension Liability	\$ 70,780,608
State's Proportionate Share of the Net Pension Liability Associated with the District	4,958,082
Total	\$ 75,738,690

For the year ended June 30, 2024, the District recognized a decrease to pension expense of \$2,162,774. It also recognized \$490,127 as a decrease to pension expense and grant revenue for the support provided by direct aid.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

D. Pension Costs (Continued)

**2. TRS Pension Costs (Continued)**

At June 30, 2024, the District reported its proportionate share of the TRA's deferred outflows of resources and deferred inflows of resources, and its contributions subsequent to the measurement date, related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual		
Economic Experience	\$ 701,682	\$ 1,030,737
Changes in Actuarial Assumptions	8,245,546	-
Net Difference Between Projected and Actual		
Earnings on Plan Investments	-	262,531
Changes in Proportion and Differences Between		
District Contributions and Proportionate		
Share of Contributions	2,006,587	576,683
District Contributions Subsequent to the		
Measurement Date	5,082,945	-
Total	<u>\$ 16,036,760</u>	<u>\$ 1,869,951</u>

A total of \$5,082,945 reported as deferred outflows of resources related to pensions resulting from District contributions to TRA subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to TRA will be recognized in pension expense as follows:

Year Ending June 30,	Pension Expense Amount
2025	\$ 974,248
2026	(53,752)
2027	8,507,314
2028	(441,197)
2029	97,251
Thereafter	-

**3. Aggregate Pension Costs**

For the year ended June 30, 2024, the District had the following record in relation to all plans in which it participates:

	TRA	PERA	Total
Net Pension Liability	\$ 70,780,608	\$ 12,520,237	\$ 83,300,845
Deferred Outflows of Resources	16,036,760	3,917,630	19,954,390
Deferred Inflows of Resources	1,869,951	4,685,126	6,555,077
Pension Expense	(2,652,901)	1,799,241	(853,660)

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

E. Long-Term Expected Return on Investment

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future 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 an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages and by adding expected inflation.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	33.5 %	5.10 %
Private Markets	25.0	5.90
Fixed Income	25.0	0.75
International Equity	16.5	5.30
Totals	100.0 %	

The TRA actuary has determined the average of the expected remaining service lives of all members for fiscal year 2023 is six years. The *Difference between Expected and Actual Experience, Changes in Assumptions, and Changes in Proportion* use the amortization period of six years in the schedule presented. The amortization period for Net Difference between Projected and Actual Investment Earnings on Pension Plan Investments is five years as required by GASB 68.

F. Actuarial Assumptions

The total pension liability in the June 30, 2023, actuarial valuation was determined using an individual entry-age normal actuarial cost method. The long-term rate of return on pension plan investments used in the determination of the total liability is 7.0 percent. This assumption is based on a review of inflation and investments return assumptions from a number of national investment consulting firms. The review provided a range of return investment return rates deemed to be reasonable by the actuary. An investment return of 7.0 percent was deemed to be within that range of reasonableness for financial reporting purposes.

Inflation is assumed to be 2.25 percent for the General Employees Plan. Benefit increases after retirement are assumed to be 1.25 percent for the General Employees Plan.

Salary growth assumptions in the General Employees Plan range in annual increments from 10.25 percent after one year of service to 3.0 percent after 27 years of service.

Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. The tables were adjusted slightly to fit PERA's experience.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

F. Actuarial Assumptions (Continued)

Actuarial assumptions for the General Employees Plan are reviewed every four years. The most recent four-year experience study for the General Employees Plan was completed in 2022. The assumption changes were adopted by the Board and became effective with the July 1, 2023 actuarial valuation.

TRA pre-retirement mortality rates were based on the RP-2014 white collar employee table, male rates set back five years and female rates set back seven years. Generational projection uses the MP-2015 scale. Post-retirement mortality rates were based on the RP-2014 white collar annuitant table, male rates set back three years and female rates set back three years, with further adjustments of the rates. Generational projection uses the MP-2015 scale. Post-disability mortality rates were based on the RP-2014 disabled retiree mortality table, without adjustment.

Inflation is assumed to be 2.5 percent for TRA. Cost of living adjustments are assumed to be 1.0 percent for January 2019 through January 2023 then increasing by 0.10 percent each year up to 1.5 percent annually.

Salary growth assumptions for TRA range in annual increments from 2.85 percent to 8.85 percent before July 1, 2028 and 3.25 percent to 9.25 percent after June 30, 2028.

The following changes in actuarial assumptions and plan provisions for General Employees Fund occurred in 2023:

Changes in Actuarial Assumptions:

- The investment return assumption and single discount rate were changed from 6.5 percent to 7.0 percent.

Changes in Plan Provisions:

- An additional one-time direct state aid contribution of \$170.1 million will be contributed to the Plan on October 1, 2023.
- The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service.
- The benefit increase delay for early retirements on or after January 1, 2024, was eliminated.
- A one-time, noncompounding benefit increase of 2.5 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

F. Actuarial Assumptions (Continued)

The following changes in actuarial assumptions and plan provisions for TRA occurred in 2023:

Changes in Actuarial Assumptions:

- There have been no changes since the prior valuation.

Changes in Plan Provisions:

- There have been no changes since the prior valuation.

G. Discount Rate

The discount rate used to measure the PERA General Employees Plan liability in 2023 was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota statutes. Based on these assumptions, the fiduciary net positions of the General Employees Fund were projected to be available to make all projected 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.

The discount rate used to measure the TRA pension liability was 7.00%. There was no change in the discount rate since the prior measurement date. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the fiscal year's 2023 contribution rate, contributions from school districts will be made at contractually required rates (actuarially determined), and contributions from the state will be made at current statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was not projected to be depleted and, as a result, the Municipal Bond Index Rate was not used in the determination of the Single Equivalent Interest Rate (SEIR).

**ROSEVILLE AREA SCHOOLS  
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**NOTE 7 DEFINED BENEFITS PENSION PLANS (CONTINUED)**

H. Pension Liability Sensitivity

The following presents the District's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

<u>Description</u>	<u>1% Decrease in Discount Rate</u>	<u>Current Discount Rate</u>	<u>1% Increase in Discount Rate</u>
PERA Discount Rate	6.00%	7.00%	8.00%
District's Proportionate Share of the GERF Net Pension Liability	\$ 22,149,305	\$ 12,520,237	\$ 4,599,963
TRA Discount Rate	6.00%	7.00%	8.00%
District's Proportionate Share of the TRA Net Pension Liability	\$ 112,889,864	\$ 70,780,608	\$ 36,309,055

I. Pension Plan Fiduciary Net Position

Detailed information about the General Employees Plan's fiduciary net position is available in a separately issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the Internet at [www.mnpera.org](http://www.mnpera.org).

Detailed information about TRA's fiduciary net position is available in a separately issued TRA financial report. That report can be obtained at [www.MinnesotaTRA.org](http://www.MinnesotaTRA.org); by writing to TRA at 60 Empire Drive #400, St. Paul, Minnesota, 55103-2088; or by calling (651) 296-2409 or 1-800-652-9026.

**ROSEVILLE AREA SCHOOLS  
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JUNE 30, 2024**

**NOTE 8 OTHER POSTEMPLOYMENT BENEFIT PLAN**

A. Plan Description

The District operates a single-employer retiree benefit plan (the Plan) that provides health, dental, and life insurance to eligible employees and their spouses. The plan includes 994 active participants, 254 retired participants, and 114 spouses. Benefit and eligibility provisions are established through negotiations between the District and various unions representing District employees and are renegotiated each two-year bargaining period. The Plan does not issue a publicly available financial report.

B. Funding Policy

The District has assets designated for OPEB. These assets are in a qualified irrevocable trust which is included as a fiduciary fund in these financial statements. The District's investment policy is to follow state statutes as listed in Note 3. The District is assumed to make no future contributions to the trust. Benefit payments equal to the annual direct subsidy plus implicit subsidy are assumed to be made from the trust. For fiscal year 2024, the District made no contribution to the plan; the current year benefits were paid from the District's OPEB Trust Fund. For the year ended June 30, 2024, the annual money-weighted rate of return on investments, net of investment expense, was 1.3%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

C. Net OPEB Liability (Asset) of the District

The components of the net OPEB liability (asset) of the District at June 30, 2024 were as follows:

Total OPEB Liability	\$	8,519,543
Plan Fiduciary Net Position		4,934,776
District's Net OPEB Liability		\$ 3,584,767
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability		58%

**ROSEVILLE AREA SCHOOLS  
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**NOTE 8 OTHER POSTEMPLOYMENT BENEFITS PLAN (CONTINUED)**

D. Actuarial Methods and Assumptions

The long-term expected rate of return on OPEB plan investments that are expected to be used to finance the payment of benefits, to the extent that (1) the OPEB plan's fiduciary net position is projected to be sufficient to make projected benefit payments and (2) OPEB plan assets are expected to be invested using a strategy to achieve that return, and a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale), to the extent that the conditions above are not met.

The District's net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation with a valuation date of July 1, 2022. Liabilities in this report were calculated as of the valuation date and rolled forward to the measurement date using the standard actuarial roll-forward techniques.

The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	4.10%
Inflation	2.50%
Salary Increases	Service Graded Table
Investment Rate of Return	4.50%
20-Year Municipal Bond Yield	4.10%
Health Care Trend Rates	6.00% decreasing to 5.00% over five years and then to 4.00% over the next 48 years

Best estimates of geometric real and nominal rates of return for each major asset class included in the OPEB plan's asset allocation as of the measurement date are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Fixed Income	100.00 %	4.50 %

The discount rate used to measure the total OPEB liability was 4.10%. The projection of cash flows and OPEB trust assets used to determine the discount rate were based on recent employer contribution history and their stated funding policy. The OPEB trust's long-term assumed investment return was used to discount projected benefit payments for as long as projected trust assets are available to fund OPEB payments. Once projected trust assets are exhausted, the municipal bond index rate was applied to the remaining expected benefit payments. The expected employer asset return is based on the long-term expected return on short-term/cash-equivalent assets using our capital market assumption model.

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**NOTE 8 OTHER POSTEMPLOYMENT BENEFITS PLAN (CONTINUED)**

D. Actuarial Methods and Assumptions (Continued)

Since the most recent valuation, the following changes have been made:

- The discount rate was changed from 3.70% to 4.10%.
- The investment rate of return was changed from 3.10% to 4.50%.
- The health care trend rates was changed from 6.50% to 6.00%.

E. Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at June 30, 2023	\$ 8,610,910	\$ 5,491,114	\$ 3,119,796
Adjustments	(101,183)	3,187	(104,370)
Adjusted Balances at June 30, 2023	8,509,727	5,494,301	3,015,426
Changes for the Year:			
Service Cost	482,142	-	482,142
Interest Cost	336,742	-	336,742
Change in Benefit Terms	-	-	-
Assumption Changes	(87,240)	-	(87,240)
Differences Between Expected and Actual Experience	-	(85,756)	85,756
Contributions-Employer	-	-	-
Net Investment income	-	248,059	(248,059)
Benefit Payments	(721,828)	(721,828)	-
Administrative Expense	-	-	-
Net Changes	<u>9,816</u>	<u>(559,525)</u>	<u>569,341</u>
Balances at June 30, 2024	<u>\$ 8,519,543</u>	<u>\$ 4,934,776</u>	<u>\$ 3,584,767</u>

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (3.10%)	Discount Rate (4.10%)	1% Increase (5.10%)
Net OPEB Liability	\$ 4,064,806	\$ 3,584,767	\$ 3,060,199

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**NOTE 8 OTHER POSTEMPLOYMENT BENEFITS PLAN (CONTINUED)**

E. Changes in the Net OPEB Liability (Continued)

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% point lower (5.00% decreasing to 4.00%, then 3.00%) or 1% point higher (6.00% decreasing to 5.00%, then 4.00%) than the current healthcare cost trend rates:

	Healthcare Cost		
	1% Decrease (5.00% Decreasing to 4.00%, then 3.00%)	Current Trend Rates (6.00% Decreasing to 5.00%, then 4.00%)	1% Increase (7.00% Decreasing to 6.00%, then 5.00%)
Net OPEB Liability	\$ 2,694,437	\$ 3,584,767	\$ 4,543,544

For the year ended June 30, 2024, the District recognized OPEB expense of \$(417,657). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 5,665	\$ 94,264
Change of Assumptions	102,045	323,221
Net Difference Between Projected and Actual Investment Earnings	733,321	-
Contributions Between Measurement Date and Reporting Date	N/A	N/A
Total	<u>\$ 841,031</u>	<u>\$ 417,485</u>

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

Year Ending June 30,	Future Recognition
2025	\$ 213,148
2026	171,632
2027	39,066
2028	(300)
2029	-
Thereafter	-
Total	<u>\$ 423,546</u>

**ROSEVILLE AREA SCHOOLS  
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JUNE 30, 2024**

**NOTE 9 FLEXIBLE BENEFIT PLAN**

The District has a flexible benefit plan which is classified as a “cafeteria plan” under Section 125 of the Internal Revenue Code. All employee groups of the District are eligible if and when the collective bargaining agreement or contract with their group allows eligibility. Eligible employees can elect to participate by contributing pre-tax dollars withheld from payroll checks to the plan for health care and dependent care benefits.

Before the beginning of the plan year, which is July 1 to June 30, each participant designates a total amount of pre-tax dollars to be contributed to the plan during the year. At June 30, the District is contingently liable for claims against the total amount of participants’ annual contributions to the plan, whether or not such contributions have been made.

All assets of the plan are administered by a third-party administrator and held with a trustee according to a trust agreement established between the plan administrator and the trustee. Payments are made by the third-party administrator to participating employees upon submitting a request for reimbursement of eligible expenses incurred by the participant.

**NOTE 10 INTERFUND BALANCES**

The District had the following interfund receivables and payables at June 30, 2024:

	<u>Due from Other Fund</u>	<u>Due to Other Fund</u>
General Fund	\$ 672,602	\$ -
Special Revenue Funds:		
Food Service Fund	30,420	-
Community Service Fund	18,806	-
Other Postemployment Benefits Trust	-	721,828
Total	<u>\$ 721,828</u>	<u>\$ 721,828</u>

The purpose of these interfund balances is as follows:

The Other Postemployment Benefits Trust owes the General Fund, Food Service Fund, and Community Service Fund for OPEB payments made by those funds.

The District had the following interfund transfers at June 30, 2024:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 1,808,991
Special Revenue Fund:		
Food Service Fund	260,291	-
Debt Service Fund	1,548,700	-
Total	<u>\$ 1,808,991</u>	<u>\$ 1,808,991</u>

The transfers are to cover deficits within the funds.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 11 COMMITMENTS AND CONTINGENCIES**

A. Federal and State Programs

Amounts received or receivable from federal and state agencies are subject to agency audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of funds which may be disallowed by the agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

B. Contingencies

The District is subject to legal proceedings and claims which arise in the ordinary course of business. Management believes the resolution of these matters will not have a material impact on the District.

C. Commitments

The District has remaining construction contract commitments at June 30, 2024 on ongoing projects of \$17,992,811.

**NOTE 12 DENTAL SELF-INSURANCE PLAN**

The District established a self-insured plan for dental benefits for District employees effective July 1, 2011, and an Internal Service Fund was created to record related revenues and expenditures. The plan is administered by a third party. Total premiums paid in the year ended June 30, 2024 were \$927,081 while total claims payments and administration fees were \$1,000,301 and \$50,416, respectively.

Participants in the program make premium payments to the fund based on the insurance premium. The excess amount received above current year claims is used to establish a reserve for future claims. At June 30, 2024, there is a reserve of \$457,548.

District liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing a claim liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 12 DENTAL SELF-INSURANCE PLAN (CONTINUED)**

There were no liabilities in excess of claims paid at June 30, 2024. There is a possibility for loss if claims are in excess of the premiums collected. The District does not believe this occurrence would have a material financial effect on the District. The District held \$525,084 in cash and investments at June 30, 2024 for payment of claims. Schedule of changes in claims liability is as follows:

	2024	2023
Beginning of Fiscal Year Liability - July 1	\$ 16,471	\$ 19,762
Current Year Claims, Changes in Estimates, and Other Charges	1,000,301	949,380
Payments on Claims	(1,001,909)	(952,671)
End of Fiscal Year Liability - June 30	\$ 14,863	\$ 16,471

**NOTE 13 GYMNASISTICS GYMNASIUM AGREEMENT**

In 1996, the City of Roseville paid \$920,000 to the District to construct a gymnastics gymnasium. Under the terms of the agreement, the City will allow the District to utilize the gymnasium in turn for the City's ability to use the High School. The agreement is cancelable by either party with 90 days' written notice. In the event of termination, the City will be entitled to the depreciated value of its investment, based on a 50-year life depreciated on a straight-line basis.

**REQUIRED SUPPLEMENTARY INFORMATION**

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
<b>REVENUES</b>				
Local Sources:				
Property Taxes	\$ 25,671,014	\$ 25,671,014	\$ 27,466,693	\$ 1,795,679
Earnings and Investments	10,000	10,000	756,037	746,037
Exchange Revenue	1,345,600	1,401,500	3,874,085	2,472,585
State Sources	93,625,213	96,528,379	98,634,247	2,105,868
Federal Sources	9,049,229	9,619,524	9,056,443	(563,081)
Total Revenues	<u>129,701,056</u>	<u>133,230,417</u>	<u>139,787,505</u>	<u>6,557,088</u>
<b>EXPENDITURES</b>				
Current:				
Administration	5,796,567	5,673,977	5,556,507	(117,470)
District Support Services	4,871,752	5,140,363	5,793,743	653,380
Elementary and Secondary Regular Instruction	50,809,173	50,603,070	53,572,859	2,969,789
Vocational Education Instruction	2,100,673	2,016,711	1,922,962	(93,749)
Special Education Instruction	28,365,761	28,375,637	26,791,243	(1,584,394)
Community Education and Services	12,000	12,000	1,075	(10,925)
Instructional Support Services	9,406,197	9,589,124	9,740,370	151,246
Pupil Support Services	16,231,929	16,883,943	17,075,445	191,502
Sites and Buildings	8,205,246	8,205,246	8,433,332	228,086
Fiscal and Other Fixed Cost Programs	515,000	515,000	683,563	168,563
Capital Outlay	1,611,715	1,611,345	4,890,495	3,279,150
Debt Service:				
Principal	-	-	1,035,922	1,035,922
Interest and Fiscal Charges	-	-	16,440	16,440
Total Expenditures	<u>127,926,013</u>	<u>128,626,416</u>	<u>135,513,956</u>	<u>6,887,540</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,775,043</b>	<b>4,604,001</b>	<b>4,273,549</b>	<b>(330,452)</b>
<b>OTHER FINANCING SOURCES</b>				
Leases	-	-	256,595	256,595
Subscriptions	-	-	3,528	3,528
Financed Purchases	-	-	1,501,018	1,501,018
Transfers Out	-	-	(1,808,991)	(1,808,991)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>(47,850)</u>	<u>(47,850)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<b><u>\$ 1,775,043</u></b>	<b><u>\$ 4,604,001</u></b>	<b>4,225,699</b>	<b><u>\$ (378,302)</u></b>
<b>FUND BALANCE</b>				
Beginning of Year			<u>12,515,311</u>	
End of Year			<u><u>\$ 16,741,010</u></u>	

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
MAJOR FOOD SERVICE FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
<b>REVENUES</b>				
Local Sources:				
Exchange Revenue	\$ 97,000	\$ 97,000	\$ 286,608	\$ 189,608
State Sources	1,525,000	1,525,000	1,890,986	365,986
Federal Sources	3,707,265	3,707,265	4,456,298	749,033
Total Revenues	<u>5,329,265</u>	<u>5,329,265</u>	<u>6,633,892</u>	<u>1,304,627</u>
<b>EXPENDITURES</b>				
Current:				
Food Service	4,867,675	5,055,391	5,841,992	786,601
Capital Outlay	709,205	709,205	152,691	(556,514)
Debt Service:				
Principal	-	-	1,162	1,162
Total Expenditures	<u>5,576,880</u>	<u>5,764,596</u>	<u>5,995,845</u>	<u>231,249</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(247,615)	(435,331)	638,047	1,073,378
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	260,291	260,291
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (247,615)</u>	<u>\$ (435,331)</u>	898,338	<u>\$ 1,333,669</u>
<b>FUND BALANCE</b>				
Beginning of Year			<u>3,641,126</u>	
End of Year			<u>\$ 4,539,464</u>	

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
MAJOR COMMUNITY SERVICE FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
<b>REVENUES</b>				
Local Sources:				
Property Taxes	\$ 1,106,748	\$ 1,106,748	\$ 1,113,115	\$ 6,367
Exchange Revenue	5,337,446	5,228,528	5,388,107	159,579
State Sources	1,309,708	1,350,154	1,333,871	(16,283)
Federal Sources	690,021	864,502	882,023	17,521
Total Revenues	<u>8,443,923</u>	<u>8,549,932</u>	<u>8,717,116</u>	<u>167,184</u>
<b>EXPENDITURES</b>				
Current:				
Community Service	8,342,869	8,335,677	8,461,295	125,618
Capital Outlay	40,400	66,476	20,057	(46,419)
Debt Service:				
Principal	-	-	1,903	1,903
Interest	-	-	613	613
Total Expenditures	<u>8,383,269</u>	<u>8,402,153</u>	<u>8,483,868</u>	<u>81,715</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 60,654</u>	<u>\$ 147,779</u>	233,248	<u>\$ 85,469</u>
<b>FUND BALANCE</b>				
Beginning of Year			<u>2,271,534</u>	
End of Year			<u>\$ 2,504,782</u>	

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS  
LAST EIGHT FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017
<b>Total OPEB Liability</b>								
Service Cost	\$ 482,142	\$ 494,260	\$ 500,722	\$ 585,700	\$ 543,390	\$ 491,646	\$ 350,169	\$ 305,193
Interest	336,742	319,905	214,430	278,055	312,793	366,477	407,579	415,532
Changes of Benefit Terms	-	-	-	-	-	23,877	-	-
Differences Between Expected and Actual Experience	-	(170,623)	-	28,341	-	379,117	-	-
Changes of Assumptions	(87,240)	150,792	(633,572)	26,147	235,612	(69,751)	313,178	-
Benefit Payments	(721,828)	(685,175)	(811,138)	(734,023)	(869,053)	(787,884)	(892,054)	(956,705)
<b>Net Change in Total OPEB Liability</b>	9,816	109,159	(729,558)	184,220	222,742	403,482	178,872	(235,980)
Total OPEB Liability - Beginning	8,610,910	8,501,751	9,231,309	9,047,089	8,824,347	8,420,865	8,241,993	8,477,973
Adjustments	(101,183)	-	-	-	-	-	-	-
<b>Total OPEB Liability - Ending (a)</b>	<b>\$ 8,519,543</b>	<b>\$ 8,610,910</b>	<b>\$ 8,501,751</b>	<b>\$ 9,231,309</b>	<b>\$ 9,047,089</b>	<b>\$ 8,824,347</b>	<b>\$ 8,420,865</b>	<b>\$ 8,241,993</b>
<b>Plan Fiduciary Net Position</b>								
Employer Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Member Contributions	-	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	(85,756)	-	-	-	-	-	-	-
Net Investment Income	165,490	(99,069)	(881,134)	113,102	792,417	730,983	(35,777)	91,284
Benefits Paid	(721,828)	(685,175)	(811,138)	(734,023)	(869,053)	(787,884)	(892,054)	(956,705)
Administrative Expense	-	-	-	-	-	-	-	-
<b>Net Change in Plan Fiduciary Net Position</b>	(642,094)	(784,244)	(1,692,272)	(620,921)	(76,636)	(56,901)	(927,831)	(865,421)
Plan Fiduciary Net Position - Beginning	5,491,114	6,275,358	7,967,630	8,588,551	8,665,187	8,722,088	9,649,919	10,515,340
Adjustments	85,756	-	-	-	-	-	-	-
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b>\$ 4,934,776</b>	<b>\$ 5,491,114</b>	<b>\$ 6,275,358</b>	<b>\$ 7,967,630</b>	<b>\$ 8,588,551</b>	<b>\$ 8,665,187</b>	<b>\$ 8,722,088</b>	<b>\$ 9,649,919</b>
<b>District's Net OPEB Liability (Asset) - Ending (a) - (b)</b>	<b>\$ 3,584,767</b>	<b>\$ 3,119,796</b>	<b>\$ 2,226,393</b>	<b>\$ 1,263,679</b>	<b>\$ 458,538</b>	<b>\$ 159,160</b>	<b>\$ (301,223)</b>	<b>\$ (1,407,926)</b>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	57.92%	63.77%	73.81%	86.31%	94.93%	98.20%	103.58%	117.08%
Covered-Employee Payroll	\$ 69,656,997	\$ 67,628,152	\$ 65,063,201	\$ 63,168,156	\$ 61,218,059	\$ 59,435,009	\$ 52,665,303	\$ 51,131,362
District's Net OPEB Liability as a Percentage of Covered-Employee Payroll	5.15%	4.61%	3.42%	2.00%	0.75%	0.27%	-0.57%	-2.75%

\*The District implemented GASB Statement Nos. 74 and 75 in the fiscal year 2017, and the above tables will be expanded to 10 years of information as the information becomes available.

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
 INDEPENDENT SCHOOL DISTRICT NO. 623  
 SCHEDULE OF MONEY-WEIGHTED RATE OF RETURN ON PLAN ASSETS – OPEB  
 YEAR ENDED JUNE 30, 2024**

Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2017	5.60%
2018	5.00%
2019	8.40%
2020	8.40%
2021	1.30%
2022	1.30%
2023	1.30%
2024	1.30%

\*The District implemented GASB Statement Nos. 74 and 75 in the fiscal year 2017, and the above tables will be expanded to 10 years of information as the information becomes available.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
LAST TEN MEASUREMENT DATES**

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

	Measurement Date June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.2239%	0.2382%	0.2396%	0.2404%	0.2300%	0.2385%	0.2451%	0.2488%	0.2535%	0.2717%
District's Proportionate Share of the Net Pension Liability	\$ 12,520,237	\$ 18,865,519	\$ 10,231,993	\$ 14,413,079	\$ 12,716,185	\$ 13,231,002	\$ 15,647,022	\$ 20,201,326	\$ 13,137,686	\$ 12,763,105
State's Proportionate Share of the Net Pension Liability Associated with District	345,181	553,118	312,443	444,425	395,231	433,960	196,782	263,785	-	-
Total	<u>\$ 12,865,418</u>	<u>\$ 19,418,637</u>	<u>\$ 10,544,436</u>	<u>\$ 14,857,504</u>	<u>\$ 13,111,416</u>	<u>\$ 13,664,962</u>	<u>\$ 15,843,804</u>	<u>\$ 20,465,111</u>	<u>\$ 13,137,686</u>	<u>\$ 12,763,105</u>
District's Covered Payroll	\$ 17,857,667	\$ 17,857,667	\$ 17,292,720	\$ 17,144,333	\$ 16,012,200	\$ 16,000,773	\$ 15,790,987	\$ 15,459,267	\$ 14,916,610	\$ 14,186,372
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	72.04%	108.74%	60.98%	86.66%	81.88%	85.40%	100.33%	132.38%	88.07%	89.97%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.10%	76.67%	87.00%	79.10%	80.23%	79.50%	75.90%	68.90%	78.20%	78.70%

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

	Measurement Date June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.8573%	0.8406%	0.8291%	0.8277%	0.8408%	0.8493%	0.8589%	0.8565%	0.8650%	0.8650%
District's Proportionate Share of the Net Pension Liability	\$ 70,780,608	\$ 67,310,801	\$ 36,283,895	\$ 61,151,585	\$ 53,592,769	\$ 53,344,444	\$ 171,452,020	\$ 204,295,686	\$ 53,508,805	\$ 41,287,030
State's Proportionate Share of the Net Pension Liability Associated with District	4,958,082	4,991,692	3,060,054	5,124,887	4,742,755	5,011,862	16,573,240	20,506,603	6,563,362	2,904,390
Total	<u>\$ 75,738,690</u>	<u>\$ 72,302,493</u>	<u>\$ 39,343,949</u>	<u>\$ 66,276,472</u>	<u>\$ 58,335,524</u>	<u>\$ 58,356,306</u>	<u>\$ 188,025,260</u>	<u>\$ 224,802,289</u>	<u>\$ 60,072,167</u>	<u>\$ 44,191,420</u>
District's Covered Payroll	\$ 52,270,480	\$ 52,270,480	\$ 49,878,868	\$ 48,154,646	\$ 46,366,263	\$ 45,589,624	\$ 46,142,533	\$ 44,692,867	\$ 44,031,293	\$ 44,031,293
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	135.41%	128.77%	72.74%	126.99%	115.59%	117.01%	371.57%	457.11%	121.52%	93.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76.42%	76.17%	86.63%	75.48%	78.21%	78.07%	51.57%	44.88%	76.80%	81.50%

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHEDULE OF DISTRICT'S CONTRIBUTIONS  
LAST TEN FISCAL YEARS**

**PERA Schedule of District Contributions**

	Fiscal Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily Required Contribution	\$ 1,479,609	\$ 1,329,151	\$ 1,339,325	\$ 1,296,954	\$ 1,285,825	\$ 1,200,915	\$ 1,200,058	\$ 1,184,324	\$ 1,159,445	\$ 1,100,100
Contributions in Relation to the Statutorily Required Contribution	(1,479,609)	(1,329,151)	(1,339,325)	(1,296,954)	(1,285,825)	(1,200,915)	(1,200,058)	(1,184,324)	(1,159,445)	(1,100,100)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 19,728,120	\$ 17,722,013	\$ 17,857,667	\$ 17,292,720	\$ 17,144,333	\$ 16,012,200	\$ 16,000,773	\$ 15,790,987	\$ 15,459,267	\$ 14,916,610
Contributions as a Percentage of Covered Payroll	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%	7.375%

**TRA Schedule of District Contributions**

	Fiscal Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily Required Contribution	\$ 5,082,945	\$ 4,656,307	\$ 4,359,358	\$ 4,055,152	\$ 3,813,848	\$ 3,672,208	\$ 3,514,960	\$ 3,460,690	\$ 3,351,965	\$ 3,302,347
Contributions in Relation to the Statutorily Required Contribution	(5,082,945)	(4,656,307)	(4,359,358)	(4,055,152)	(3,813,848)	(3,672,208)	(3,514,960)	(3,460,690)	(3,351,965)	(3,302,347)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 58,090,800	\$ 54,459,731	\$ 52,270,480	\$ 49,878,868	\$ 48,154,646	\$ 46,366,263	\$ 45,589,624	\$ 46,142,533	\$ 44,692,867	\$ 44,031,293
Contributions as a Percentage of Covered Payroll	8.75%	8.55%	8.34%	8.13%	7.92%	7.92%	7.71%	7.50%	7.50%	7.50%

See accompanying Notes to Required Supplementary Information.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS**

The following changes were reflected in the valuation performed on behalf of the Public Employees Retirement Association for the year ended June 30:

**General Employees Fund**

**2023**

Changes in Actuarial Assumptions

- The investment return and single discount rates were changed from 6.50 percent to 7.00 percent.

Changes in Plan Provisions

- An additional one-time direct state aid contribution of \$170.1 million will be contributed to the Plan on October 1, 2023.
- The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service.
- The benefit increase delay for early retirements on or after January 1, 2024, was eliminated.
- A one-time, noncompounding benefit increase of 2.5 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

**2022**

Changes in Actuarial Assumptions

- The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

**2021**

Changes in Actuarial Assumptions

- The investment return and single discount rates were changed from 7.50 percent to 6.50 percent, for financial reporting purposes.
- The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

Changes in Plan Provisions

- There were no changes in plan provisions since the previous valuation.

**2020**

- The price inflation assumption was decreased from 2.50 percent to 2.25 percent.
- The payroll growth assumption was decreased from 3.25 percent to 3.00 percent.
- Assumed salary increase rates were changed as recommended in the June 30, 2019 experience study. The net effect is assumed rates that average 0.25 percent less than previous rates.
- Assumed rates of retirement were changed as recommended in the June 30, 2019 experience study. The changes result in more unreduced (normal) retirements and slightly fewer Rule of 90 and early retirements.
- Assumed rates of termination were changed as recommended in the June 30, 2019 experience study. The new rates are based on service and are generally lower than the previous rates for years 2-5 and slightly higher thereafter.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS (CONTINUED)**

**General Employees Fund (Continued)**

2020 (Continued)

- Assumed rates of disability were changed as recommended in the June 30, 2019 experience study. The change results in fewer predicted disability retirements for males and females.
- The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 General Mortality table, with adjustments. The base mortality table for disabled annuitants was changed from the RP-2014 disabled annuitant mortality table to the PUB-2010 General/Teacher disabled annuitant mortality table, with adjustments.
- The mortality improvement scale was changed from Scale MP-2018 to Scale MP-2019.
- The assumed spouse age difference was changed from two years older for females to one year older.
- The assumed number of married male new retirees electing the 100 percent Joint & Survivor option changed from 35 percent to 45 percent. The assumed number of married female new retirees electing the 100 percent Joint & Survivor option changed from 15 percent to 30 percent. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.
- Augmentation for current privatized members was reduced to 2.0 percent for the period July 1, 2020 through December 31, 2023 and 0.0 percent after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019

- The mortality projection scale was changed from MP-2017 to MP-2018.
- The employer supplemental contribution was changed prospectively, decreasing from \$31.0 million to \$21.0 million per year. The State's special funding contribution was changed prospectively, requiring \$16.0 million due per year through 2031.

2018

- The mortality projection scale was changed from MP-2015 to MP-2017.
- The assumed postretirement benefit increase was changed from 1.0 percent per year through 2044 and 2.5 percent per year thereafter to 1.25 percent per year.

2017

- The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60 percent for vested and nonvested deferred members. The revised CSA loads are now 0.0 percent for active member liability, 15.0 percent for vested deferred member liability, and 3.0 percent for nonvested deferred member liability.
- The assumed postretirement benefit increase rate was changed from 1.0 percent per year for all years to 1.0 percent per year through 2044 and 2.5 percent per year thereafter.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS (CONTINUED)**

**General Employees Fund (Continued)**

**2016**

- The assumed postretirement benefit increase rate was changed from 1.0 percent per year through 2035 and 2.5 percent per year thereafter to 1.0 percent per year for all future years.
- The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 7.5 percent.
- Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.50 percent for inflation.

The following changes were reflected in the valuation performed on behalf of the Teachers Retirement Association for the year ended June 30:

**TRA**

**2023**

Changes in Actuarial Assumptions

- There have been no changes since the prior valuation.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

**2022**

No changes.

**2021**

Changes in Actuarial Assumptions

- The investment return assumption was changed from 7.50 percent to 7.00 percent.

Changes in Plan Provisions

- There have been no changes since the prior valuation.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS (CONTINUED)**

**TRA (Continued)**

2020

- Assumed termination rates were changed to more closely reflect actual experience.
- The pre-retirement mortality assumption was changed to the RP-2014 white collar employee table, male rates set back five years and female rates set back seven years. Generational projection uses MP-2015 scale.
- Generational projection uses the MP-2015 scale. Assumed form of annuity election proportions were changed to more closely reflect actual experience for female retirees.

2019

No changes.

2018

- The cost of living adjustment (COLA) was reduced from 2.0 percent each January 1 to 1.0 percent, effective January 1, 2019. Beginning January 1, 2024, the COLA will increase 0.1 percent each year until reaching the ultimate rate of 1.5 percent in January 1, 2028.
- Beginning July 1, 2024, eligibility for the first COLA changes to normal retirement age (age 65 to 66, depending on date of birth). However, members who retire under Rule of 90 and members who are at least age 62 with 30 years of service credit are exempt.
- The COLA trigger provision, which would have increased the COLA to 2.5 percent if the funded ratio was at least 90 percent for two consecutive years, was eliminated.
- Augmentation in the early retirement reduction factors is phased out over a five-year period beginning July 1, 2019 and ending June 30, 2024 (this reduces early retirement benefits). Members who retire and are at least age 62 with 30 years of service are exempt.
- Augmentation on deferred benefits will be reduced to 0 percent beginning July 1, 2019. Interest payable on refunds to members was reduced from 4.0 percent to 3.0 percent, effective July 1, 2018. Interest due on payments and purchases from members, employers is reduced from 8.5 percent to 7.5 percent, effective July 1, 2018.
- The employer contribution rate is increased each July 1 over the next four years, (7.92 percent in 2019, 8.13 percent in 2021, 8.55 percent in 2022, and 8.75 percent in 2023). In addition, the employee contribution rate will increase from 7.50 percent to 7.75 percent on July 1, 2023. The state provides funding for the higher employer contribution rate through an adjustment in the school aid formula.
- The single discount rate was changed from 5.12 percent to 7.5 percent.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS (CONTINUED)**

**TRA (Continued)**

**2017**

- The COLA was assumed to increase from 2.0 percent annually to 2.5 percent annually on July 1, 2045.
- The COLA was not assumed to increase to 2.5 percent, but remain at 2.0 percent for all future years.
- The investment return assumption was changed from 8.0 percent to 7.5 percent.
- The price inflation assumption was lowered from 2.75 percent to 2.5 percent.
- The payroll growth assumption was lowered from 3.5 percent to 3.0 percent.
- The general wage growth assumption was lowered from 3.5 percent to 2.85 percent for ten years followed by 3.25 percent thereafter.
- The salary increase assumption was adjusted to reflect the changes in the general wage growth assumption.
- The single discount rate was changed from 4.66 percent to 5.12 percent.

**2016**

- There was a change in actuarial assumptions that affected the measurement of the total liability since the prior measurement date.
- Post-retirement benefit adjustments are now assumed to stay level at 2.0 percent annually.
- The single discount rate was changed from 8.0 percent to 4.66 percent.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2024**

**NOTE 1 CHANGES IN SIGNIFICANT PLAN PROVISIONS, ACTUARIAL METHODS, AND ASSUMPTIONS (CONTINUED)**

The following changes were reflected in the valuation performed on behalf of the District's Postemployment Benefits Plan for the year ended June 30:

2023

- The discount rate was changed from 3.70% to 4.10%.
- The investment rate of return was changed from 3.10% to 4.50%.
- The health care trend rates was changed from 6.50% to 6.00%.

2022

- The discount rate was changed from 2.30% to 3.70%.

2021

- The health care trend rates were changed to better anticipate short-term and long-term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2017 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2019 Generational Improvement Scale.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.
- The expected long-term investment return was changed from 4.30% to 3.10%.
  
- The discount rate was changed from 3.00% to 2.30%.

2020

- The discount rate was changed from 3.50% to 3.00%.

2019

- The health care trend rates were changed to better anticipate short-term and long-term medical increases.
- The mortality table was updated from RP-2014 White Collar Mortality Tables with MP-2015 Generational Improvement Scale to the RP-2014 White Collar Mortality Tables with MP-2017 Generational Improvement Scale.
- Pre-age 55 employees on long-term disability (LTD) are assumed to continue on one of the District's medical plans for five years. Previously, they were assumed to continue until age 65.
- The expected long-term investment return was changed from 5.00% to 4.30%.
- The discount rate was changed from 4.30% to 3.50%.

2018

- The expected long-term investment return was changed from 5.60% to 5.00%.
- The discount rate was changed from 5.00% to 4.30%.

## **SUPPLEMENTARY INFORMATION**

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024	2023
<b>ASSETS</b>		
Cash and Investments	\$ 16,199,709	\$ 9,914,409
Receivables:		
Current Taxes	17,749,917	16,264,323
Delinquent Taxes	992,968	764,423
Accounts and Interest Receivable	106,763	109,497
Due from Other Minnesota School Districts	19,184	18,405
Due from Minnesota Department of Education	10,480,740	8,710,862
Due from Federal Through the Minnesota Department of Education	4,789,098	6,087,313
Due from Other Governmental Units	241,978	620,224
Due from Other Funds	672,602	803,643
Prepays	260,265	1,190,862
Total Assets	\$ 51,513,224	\$ 44,483,961
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>		
Liabilities:		
Salaries and Compensated Absences Payable	\$ 344,771	\$ 310,551
Accounts and Contracts Payable	2,138,635	2,180,524
Due to Other Minnesota School Districts	1,410,566	1,452,371
Due to Other Governmental Units	201,876	81,492
Total Liabilities	4,095,848	4,024,938
Deferred Inflows of Resources:		
Unavailable Revenue - Property Taxes Levied for Subsequent Year	29,646,070	27,208,999
Unavailable Revenue - Delinquent Taxes	1,030,296	734,713
Total Deferred Inflows of Resources	30,676,366	27,943,712
Fund Balance:		
Nonspendable:		
Prepays	260,265	1,190,862
Restricted for:		
Student Activities	141,457	136,246
Operating Capital	54,424	370,619
Long Term Facilities Maintenance	-	908,794
Other Purposes	15,388	-
Assigned for Extracurricular Activities	675,722	679,910
Unassigned	15,593,754	9,228,880
Total Fund Balance	16,741,010	12,515,311
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 51,513,224	\$ 44,483,961

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024		Over (Under) Final Budget	2023
	Final Budget	Actual Amounts		Actual Amounts
<b>REVENUES</b>				
Local Sources:				
Property Taxes	\$ 25,671,014	\$ 27,466,693	\$ 1,795,679	\$ 30,428,557
Earnings and Investments	10,000	756,037	746,037	433,667
Exchange Revenue	1,401,500	3,874,085	2,472,585	3,240,025
State Sources	96,528,379	98,634,247	2,105,868	83,532,204
Federal Sources	9,619,524	9,056,443	(563,081)	12,134,018
Total Revenues	<u>133,230,417</u>	<u>139,787,505</u>	<u>6,557,088</u>	<u>129,768,471</u>
<b>EXPENDITURES</b>				
Current:				
Administration:				
Salaries	4,075,162	4,049,933	(25,229)	3,899,123
Employee Benefits	1,410,391	1,349,296	(61,095)	1,355,306
Purchased Services	84,574	80,595	(3,979)	38,822
Supplies and Materials	8,250	15,993	7,743	10,510
Other Expenditures	95,600	60,690	(34,910)	58,545
Total Administration	<u>5,673,977</u>	<u>5,556,507</u>	<u>(117,470)</u>	<u>5,362,306</u>
District Support Services:				
Salaries	2,348,032	2,918,840	570,808	2,441,873
Employee Benefits	957,771	1,027,787	70,016	896,730
Purchased Services	432,180	403,943	(28,237)	368,227
Supplies and Materials	1,402,380	1,443,173	40,793	1,107,883
Other Expenditures	-	-	-	41,963
Total District Support Services	<u>5,140,363</u>	<u>5,793,743</u>	<u>653,380</u>	<u>4,856,676</u>
Elementary and Secondary Regular Instruction:				
Salaries	33,808,788	33,794,156	(14,632)	31,174,449
Employee Benefits	12,458,948	12,040,021	(418,927)	10,920,772
Purchased Services	2,468,005	4,772,813	2,304,808	2,885,414
Supplies and Materials	1,831,372	2,651,283	819,911	1,478,861
Other Expenditures	35,957	314,586	278,629	316,622
Total Elementary and Secondary Regular Instruction	<u>50,603,070</u>	<u>53,572,859</u>	<u>2,969,789</u>	<u>46,776,118</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE (CONTINUED)  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024			2023
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>EXPENDITURES (CONTINUED)</b>				
Current (Continued):				
Vocational Education Instruction:				
Salaries	\$ 1,072,718	\$ 1,067,407	\$ (5,311)	\$ 1,193,504
Employee Benefits	449,674	429,507	(20,167)	471,914
Purchased Services	476,500	389,246	(87,254)	381,746
Supplies and Materials	17,819	31,105	13,286	33,821
Other Expenditures	-	5,697	5,697	5,633
Total Vocational Education Instruction	<u>2,016,711</u>	<u>1,922,962</u>	<u>(93,749)</u>	<u>2,086,618</u>
Special Education Instruction:				
Salaries	18,208,287	17,415,859	(792,428)	15,554,042
Employee Benefits	7,046,727	6,576,349	(470,378)	6,291,013
Purchased Services	2,909,228	2,660,084	(249,144)	2,533,791
Supplies and Materials	204,395	134,396	(69,999)	170,025
Other Expenditures	7,000	4,555	(2,445)	3,992
Total Special Education Instruction	<u>28,375,637</u>	<u>26,791,243</u>	<u>(1,584,394)</u>	<u>24,552,863</u>
Community Education and Services:				
Purchased Services	12,000	1,075	(10,925)	-
Instructional Support Services:				
Salaries	6,729,461	6,657,316	(72,145)	7,037,803
Employee Benefits	2,369,599	2,304,147	(65,452)	2,616,690
Purchased Services	262,069	239,304	(22,765)	209,389
Supplies and Materials	207,395	459,666	252,271	1,033,191
Other Expenditures	20,600	79,937	59,337	79,237
Total Instructional Support Services	<u>9,589,124</u>	<u>9,740,370</u>	<u>151,246</u>	<u>10,976,310</u>
Pupil Support Services:				
Salaries	3,727,260	3,384,079	(343,181)	2,802,311
Employee Benefits	1,353,775	1,272,723	(81,052)	1,067,091
Purchased Services	1,020,679	647,548	(373,131)	942,991
Supplies and Materials	216,840	50,392	(166,448)	44,614
Other Expenditures	300	13,932	13,632	12,309
Total Pupil Support Services	<u>6,318,854</u>	<u>5,368,674</u>	<u>(950,180)</u>	<u>4,869,316</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE (CONTINUED)  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024			2023
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>EXPENDITURES (CONTINUED)</b>				
Current (Continued):				
Sites and Buildings:				
Salaries	\$ 3,199,796	\$ 3,162,962	\$ (36,834)	\$ 3,165,967
Employee Benefits	1,426,956	1,280,785	(146,171)	1,395,129
Purchased Services	2,146,194	2,722,247	576,053	3,031,909
Supplies and Materials	1,429,500	1,247,547	(181,953)	1,466,592
Other Expenditures	2,800	19,791	16,991	6,403
Total Sites and Buildings	<u>8,205,246</u>	<u>8,433,332</u>	<u>228,086</u>	<u>9,066,000</u>
Fiscal and Other Fixed Costs:				
Employee Benefits	40,000	-	(40,000)	-
Purchased Services	475,000	683,563	208,563	572,450
Total Fiscal and Other Fixed Costs	<u>515,000</u>	<u>683,563</u>	<u>168,563</u>	<u>572,450</u>
Transportation:				
Salaries	101,675	125,687	24,012	72,080
Employee Benefits	46,488	21,383	(25,105)	15,840
Purchased Services	10,405,676	11,557,914	1,152,238	9,754,630
Supplies and Materials	11,000	1,707	(9,293)	41,861
Other Expenditures	250	80	(170)	-
Total Transportation	<u>10,565,089</u>	<u>11,706,771</u>	<u>1,141,682</u>	<u>9,884,411</u>
Capital Outlay:				
Administration	5,000	-	(5,000)	-
District Support Services	85,630	1,765,222	1,679,592	455,473
Regular Instruction	191,715	196,329	4,614	187,798
Vocational Education Instruction	-	16,282	16,282	-
Special Education Instruction	17,000	-	(17,000)	-
Instructional Support Services	115,000	429,774	314,774	172,270
Pupil Support Services	50,000	-	(50,000)	30,057
Sites and Buildings	1,147,000	2,482,888	1,335,888	2,297,225
Total Capital Outlay	<u>1,611,345</u>	<u>4,890,495</u>	<u>3,279,150</u>	<u>3,142,823</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE (CONTINUED)  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024		2023	
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>EXPENDITURES (CONTINUED)</b>				
Debt Service:				
Principal	\$ -	\$ 1,035,922	\$ 1,035,922	\$ 455,843
Interest and Fiscal Charges	-	16,440	16,440	11,907
Total Debt Service	<u>-</u>	<u>1,052,362</u>	<u>1,052,362</u>	<u>467,750</u>
 Total Expenditures	 <u>128,626,416</u>	 <u>135,513,956</u>	 <u>6,887,540</u>	 <u>122,613,641</u>
 <b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	 4,604,001	 4,273,549	 (330,452)	 7,154,830
 <b>OTHER FINANCING SOURCES</b>				
Leases	-	256,595	256,595	-
Subscriptions	-	3,528	3,528	-
Financed Purchased Agreements	-	1,501,018	1,501,018	40,554
Transfers Out	<u>-</u>	<u>(1,808,991)</u>	<u>(1,808,991)</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>(47,850)</u>	<u>(47,850)</u>	<u>40,554</u>
 <b>NET CHANGE IN FUND BALANCE</b>	 <u>\$ 4,604,001</u>	 4,225,699	 <u>\$ (378,302)</u>	 7,195,384
 <b>FUND BALANCE</b>				
Beginning of Year		<u>12,515,311</u>		<u>5,319,927</u>
 End of Year		 <u>\$ 16,741,010</u>		 <u>\$ 12,515,311</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
FOOD SERVICE SPECIAL REVENUE FUND  
JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024	2023
<b>ASSETS</b>		
Cash and Investments	\$ 4,072,749	\$ 3,373,692
Receivables:		
Accounts and Interest Receivable	156,109	117,308
Due from Other Minnesota School Districts	19,326	23,072
Due from Minnesota Department of Education	93,900	5,829
Due from Federal Through the Minnesota Department of Education	119,685	131,729
Due from Other Funds	30,420	13,475
Inventory	148,451	124,069
Prepays	160,651	8,895
	\$ 4,801,291	\$ 3,798,069
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Salaries and Compensated Absences Payable	\$ 37,059	\$ 16,702
Payroll Deductions and Employer Contributions Payable	54	62
Accounts and Contracts Payable	147,939	41,538
Unearned Revenue	76,775	98,641
Total Liabilities	261,827	156,943
Fund Balance:		
Nonspendable:		
Inventory	148,451	124,069
Prepays	160,651	8,895
Restricted for:		
Food Service	4,230,362	3,508,162
Total Fund Balance	4,539,464	3,641,126
	\$ 4,801,291	\$ 3,798,069

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
FOOD SERVICE SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024		2023	
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>REVENUES</b>				
Local Sources:				
Exchange Revenue	\$ 97,000	\$ 286,608	\$ 189,608	\$ 1,246,602
State Sources	1,525,000	1,890,986	365,986	201,471
Federal Sources	3,707,265	4,456,298	749,033	3,878,958
Total Revenues	<u>5,329,265</u>	<u>6,633,892</u>	<u>1,304,627</u>	<u>5,327,031</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	1,955,348	1,858,254	(97,094)	1,730,704
Employee Benefits	823,200	794,626	(28,574)	717,503
Purchased Services	48,429	157,844	109,415	85,943
Supplies and Materials	2,219,115	3,023,018	803,903	2,503,749
Other Expenditures	9,299	8,250	(1,049)	8,802
Capital Outlay	709,205	152,691	(556,514)	194,552
Debt Service:				
Principal	-	1,162	1,162	1,251
Interest	-	-	-	475
Total Expenditures	<u>5,764,596</u>	<u>5,995,845</u>	<u>231,249</u>	<u>5,242,979</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(435,331)	638,047	1,073,378	84,052
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	260,291	260,291	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (435,331)</u>	898,338	<u>\$ 1,333,669</u>	84,052
<b>FUND BALANCE</b>				
Beginning of Year		<u>3,641,126</u>		<u>3,557,074</u>
End of Year		<u>\$ 4,539,464</u>		<u>\$ 3,641,126</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
COMMUNITY SERVICE SPECIAL REVENUE FUND  
JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024	2023
<b>ASSETS</b>		
Cash and Investments	\$ 2,610,431	\$ 2,228,149
Receivables:		
Current Taxes	576,729	605,472
Delinquent Taxes	36,417	27,973
Accounts and Interest Receivable	47,744	29,787
Due from Other Minnesota School Districts	505,599	583,169
Due from Minnesota Department of Education	109,848	115,571
Due from Federal Through the Minnesota Department of Education	222,001	166,641
Due from Other Governmental Units	65,472	66,555
Due from Other Funds	18,806	17,880
Prepays	10,114	4,629
Total Assets	\$ 4,203,161	\$ 3,845,826
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>		
Liabilities:		
Salaries and Compensated Absences Payable	\$ 107,257	\$ 84,743
Payroll Deductions and Employer Contributions Payable	128	263
Accounts and Contracts Payable	199,252	110,576
Due to Other Minnesota School Districts	16,924	13,820
Due to Other Governmental Units	796	-
Unearned Revenue	265,938	204,804
Total Liabilities	590,295	414,206
Deferred Inflows of Resources:		
Property Taxes Levied for Subsequent Year	1,070,454	1,133,220
Unavailable Revenue - Delinquent Taxes	37,630	26,866
Total Deferred Inflows of Resources	1,108,084	1,160,086
Fund Balance:		
Nonspendable:		
Prepays	10,114	4,629
Restricted for:		
Community Education	1,483,926	1,164,094
Early Childhood and Family Education	312,579	342,863
School Readiness	145,911	182,263
Adult Basic Education	552,252	620,092
Total Fund Balance	2,504,782	2,271,534
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 4,203,161	\$ 3,845,826

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
COMMUNITY SERVICE SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024			2023
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>REVENUES</b>				
Local Sources:				
Property Taxes	\$ 1,106,748	\$ 1,113,115	\$ 6,367	\$ 1,082,775
Exchange Revenue	5,228,528	5,388,107	159,579	5,449,351
State Sources	1,350,154	1,333,871	(16,283)	1,179,343
Federal Sources	864,502	882,023	17,521	848,126
Total Revenues	<u>8,549,932</u>	<u>8,717,116</u>	<u>167,184</u>	<u>8,559,595</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	4,848,707	4,989,794	141,087	4,656,766
Employee Benefits	1,639,211	1,576,185	(63,026)	1,550,610
Purchased Services	1,392,046	1,471,804	79,758	1,399,905
Supplies and Materials	420,819	390,043	(30,776)	325,555
Other Expenditures	34,894	33,469	(1,425)	15,674
Capital Outlay	66,476	20,057	(46,419)	53,006
Debt Service:				
Principal	-	1,903	1,903	2,079
Interest	-	613	613	546
Total Expenditures	<u>8,402,153</u>	<u>8,483,868</u>	<u>81,715</u>	<u>8,004,141</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ 147,779</u></u>	<u>233,248</u>	<u><u>\$ 85,469</u></u>	<u>555,454</u>
<b>FUND BALANCE</b>				
Beginning of Year		<u>2,271,534</u>		<u>1,716,080</u>
End of Year		<u><u>\$ 2,504,782</u></u>		<u><u>\$ 2,271,534</u></u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
CAPITAL PROJECTS – BUILDING CONSTRUCTION FUND  
JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024	2023
<b>ASSETS</b>		
Cash and Investments	\$ 26,803,269	\$ 10,302,181
Cash with Fiscal Agent	14,276	4,570,029
Receivables:		
Accounts and Interest Receivable	56	15,791
Total Assets	<b>\$ 26,817,601</b>	<b>\$ 14,888,001</b>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts and Contracts Payable	\$ 2,971,032	\$ 3,269,216
Due to Other Funds	-	149,823
Total Liabilities	2,971,032	3,419,039
Fund Balance:		
Restricted for:		
Long Term Facilities Maintenance	14,827,301	2,117,920
Capital Projects	9,019,268	9,351,042
Total Fund Balance	23,846,569	11,468,962
Total Liabilities and Fund Balance	<b>\$ 26,817,601</b>	<b>\$ 14,888,001</b>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
CAPITAL PROJECTS – BUILDING CONSTRUCTION FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024		2023	
	Final Budget	Actual Amounts	Over (Under) Final Budget	Actual Amounts
<b>REVENUES</b>				
Local Sources:				
Property Taxes	\$ 2,842,883	\$ 3,000,000	\$ 157,117	\$ -
Earnings and Investments	1,000	556,788	555,788	430,279
Other	-	3,499	3,499	-
Total Revenues	<u>2,843,883</u>	<u>3,560,287</u>	<u>716,404</u>	<u>430,279</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	-	-	-	105,000
Employee Benefits	-	-	-	44,823
Purchased Services	1,025,000	25,104	(999,896)	156,800
Capital Outlay	8,000,000	10,079,917	2,079,917	14,934,527
Debt Service:				
Interest and Fiscal Charges	-	152,153	152,153	-
Total Expenditures	<u>9,025,000</u>	<u>10,257,174</u>	<u>1,232,174</u>	<u>15,241,150</u>
<b>DEFICIENCY OF REVENUES UNDER EXPENDITURES</b>	(6,181,117)	(6,696,887)	(515,770)	(14,810,871)
<b>OTHER FINANCING SOURCES</b>				
Issuance of Bonds	12,000,000	17,345,000	5,345,000	-
Bond Premium	-	1,729,494	1,729,494	-
Total Other Financing Sources	<u>12,000,000</u>	<u>19,074,494</u>	<u>7,074,494</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 5,818,883</u>	12,377,607	<u>\$ 6,558,724</u>	(14,810,871)
<b>FUND BALANCE</b>				
Beginning of Year		<u>11,468,962</u>		<u>26,279,833</u>
End of Year		<u>\$ 23,846,569</u>		<u>\$ 11,468,962</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BALANCE SHEET  
DEBT SERVICE FUND  
JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	Regular Debt	OPEB Debt	Totals	
	Service	Service	2024	2023
<b>ASSETS</b>				
Cash and Investments	\$ 6,467,314	\$ 1,346,484	\$ 7,813,798	\$ 7,518,518
Receivables:				
Current Taxes	6,681,118	1,308,453	7,989,571	7,524,595
Delinquent Taxes	414,868	45,042	459,910	351,303
Due from Minnesota Department of Education	11,262	-	11,262	8,253
Due from Other Governmental Units	-	2,727	2,727	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 13,574,562</u>	<u>\$ 2,702,706</u>	<u>\$ 16,277,268</u>	<u>\$ 15,402,669</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>				
Deferred Inflows of Resources:				
Property Taxes Levied for Subsequent Year	\$ 12,400,546	\$ 2,428,591	\$ 14,829,137	\$ 14,082,265
Unavailable Revenue - Delinquent Taxes	428,918	47,794	476,712	337,544
Total Deferred Inflows of Resources	<u>12,829,464</u>	<u>2,476,385</u>	<u>15,305,849</u>	<u>14,419,809</u>
Fund Balance:				
Restricted for:				
Debt Service	<u>745,098</u>	<u>226,321</u>	<u>971,419</u>	<u>982,860</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 13,574,562</u>	<u>\$ 2,702,706</u>	<u>\$ 16,277,268</u>	<u>\$ 15,402,669</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
YEAR ENDED JUNE 30, 2024  
(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2023)**

	2024				2023	
	Final Budgeted Amounts	Regular Debt Service	Actual		Over (Under) Final Budget	Actual Amounts
			OPEB Debt Service	Total Actual Amounts		
<b>REVENUES</b>						
Local Sources:						
Property Taxes	\$ 15,632,966	\$ 12,110,945	\$ 1,746,087	\$ 13,857,032	\$ (1,775,934)	\$ 13,682,630
State Sources	-	112,644	-	112,644	112,644	70,324
Total Revenues	15,632,966	12,223,589	1,746,087	13,969,676	(1,663,290)	13,752,954
<b>EXPENDITURES</b>						
Debt Service:						
Bond Principal	6,748,693	7,060,000	1,245,000	8,305,000	1,556,307	7,785,000
Bond Interest	8,745,175	6,746,717	474,775	7,221,492	(1,523,683)	7,525,269
Paying Agent Fees and Other	6,000	2,850	475	3,325	(2,675)	3,325
Total Expenditures	15,499,868	13,809,567	1,720,250	15,529,817	29,949	15,313,594
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	133,098	(1,585,978)	25,837	(1,560,141)	(1,693,239)	(1,560,640)
<b>OTHER FINANCING SOURCES</b>						
Transfers In	-	1,548,700	-	1,548,700	1,548,700	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 133,098</u>	(37,278)	25,837	(11,441)	<u>\$ (144,539)</u>	(1,560,640)
<b>FUND BALANCE</b>						
Beginning of Year		782,376	200,484	982,860		2,543,500
End of Year		<u>\$ 745,098</u>	<u>\$ 226,321</u>	<u>\$ 971,419</u>		<u>\$ 982,860</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
UNIFORM FINANCIAL ACCOUNTING AND  
REPORTING STANDARDS COMPLIANCE TABLE  
JUNE 30, 2024**

	AUDIT	UFARS	DIFFERENCE
<b>01 GENERAL FUND</b>			
Total Revenue	\$ 139,787,505	\$ 140,327,450	\$ (539,945)
Total Expenditures	135,513,956	135,883,147	(369,191)
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	260,265	255,886	4,379
<i>Restricted:</i>			
401 Student Activities	141,457	141,457	-
402 Scholarships	-	-	-
403 Staff Development	-	-	-
407 Capital Project Levy	-	-	-
408 Cooperative Programs	-	-	-
413 Projects Funded by COP	-	-	-
414 Operating Debt	-	-	-
416 Levy Reduction	-	-	-
417 Taconite Building Maintenance	-	-	-
424 Operating Capital	54,424	54,317	107
426 \$25 Taconite	-	-	-
427 Disabled Accessibility	-	-	-
428 Learning and Development	-	-	-
434 Area Learning Center	-	-	-
435 Contracted Alternative Programs	-	-	-
436 State-Approved Alternative Programs	-	-	-
438 Gifted and Talented	-	-	-
440 Teacher Development and Evaluations	-	-	-
441 Basic Skills Programs	-	-	-
448 Achievement and Integration	-	-	-
449 Safe Schools Crime Levy	-	-	-
451 QZAB Payments	-	-	-
452 OPEB Liability Not Held in Trust	-	-	-
453 Unfunded Severance & Retirement Levy	-	-	-
459 Basic Skills Extended Time	-	-	-
467 Long Term Facilities Maintenance	-	373,713	(373,713)
472 Medical Assistance	-	-	-
464 Restricted Fund Balance	15,388	15,285	103
475 Title VII Impact Aid	-	-	-
476 Payments in Lieu of Taxes	-	-	-
<i>Committed:</i>			
418 Committed for Separation	-	-	-
461 Committed Fund Balance	-	-	-
<i>Assigned:</i>			
462 Assigned Fund Balance	675,722	675,722	-
<i>Unassigned:</i>			
422 Unassigned Fund Balance	15,593,754	15,395,491	198,263
<b>02 FOOD SERVICE</b>			
Total Revenue	6,633,892	6,628,497	5,395
Total Expenditures	5,995,845	5,995,845	-
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	309,102	309,102	-
<i>Restricted:</i>			
452 OPEB Liability Not Held in Trust	-	-	-
464 Restricted Fund Balance	4,230,362	4,261,575	(31,213)
<i>Unassigned:</i>			
463 Unassigned Fund Balance	-	-	-
<b>04 COMMUNITY SERVICE</b>			
Total Revenue	8,717,116	8,717,101	15
Total Expenditures	8,483,868	8,384,786	99,082
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	10,114	4,629	5,485
<i>Restricted:</i>			
426 \$25 Taconite	-	-	-
431 Community Education	1,483,926	1,376,394	107,532
432 E.C.F.E.	312,579	342,861	(30,282)
440 Teacher Development and Evaluations	-	-	-
444 School Readiness	145,911	151,177	(5,266)
447 Adult Basic Education	552,252	410,379	141,873
452 OPEB Liability Not Held in Trust	-	-	-
464 Restricted Fund Balance	-	318,410	(318,410)
<i>Unassigned:</i>			
463 Unassigned Fund Balance	-	-	-

\*Adjustments were posted after the UFARS compliance deadline.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
UNIFORM FINANCIAL ACCOUNTING AND  
REPORTING STANDARDS COMPLIANCE TABLE (CONTINUED)  
JUNE 30, 2024**

	AUDIT	UFARS	DIFFERENCE
<b>06 BUILDING CONSTRUCTION</b>			
Total Revenue	\$ 3,560,287	\$ 3,560,288	\$ (1)
Total Expenditures	10,257,174	10,257,174	-
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	-	-	-
<i>Restricted:</i>			
407 Capital Projects Levy	-	-	-
409 Alternative Facility Program	-	-	-
413 Projects Funded by COP	-	-	-
467 Long Term Facilities Maintenance	14,827,301	14,918,939	(91,638)
464 Restricted Fund Balance	9,019,268	8,927,630	91,638
<i>Unassigned:</i>			
463 Unassigned Fund Balance	-	-	-
<b>07 DEBT SERVICE</b>			
Total Revenue	12,223,589	12,223,589	-
Total Expenditures	13,809,567	13,809,568	(1)
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	-	-	-
<i>Restricted:</i>			
425 Bond Refunding	-	-	-
451 QZAB and QSCB Payments	-	-	-
464 Restricted Fund Balance	745,098	745,098	-
<i>Unassigned:</i>			
463 Unassigned Fund Balance	-	-	-
<b>08 TRUST</b>			
Total Revenue	-	-	-
Total Expenditures	-	-	-
<i>Net Position:</i>			
422 Net Position	-	-	-
<b>18 CUSTODIAL</b>			
Total Revenue	849,210	849,210	-
Total Expenditures	1,387,821	1,355,321	32,500
<i>Restricted/Reserved:</i>			
401 Student Activities	-	-	-
402 Scholarships	-	-	-
448 Achievement and Integration	475,668	508,168	(32,500)
<b>20 INTERNAL SERVICE</b>			
Total Revenue	927,081	927,081	-
Total Expenditures	1,050,717	1,050,717	-
<i>Net Position:</i>			
422 Net Position	457,548	457,548	-
<b>25 OPEB REVOCABLE TRUST</b>			
Total Revenue	-	-	-
Total Expenditures	-	-	-
<i>Net Position:</i>			
422 Net Position	-	-	-
<b>45 OPEB IRREVOCABLE TRUST</b>			
Total Revenue	165,490	165,490	-
Total Expenditures	721,828	721,828	-
<i>Net Position:</i>			
422 Net Position	4,934,776	4,934,777	(1)
<b>47 OPEB DEBT SERVICE</b>			
Total Revenue	1,746,087	1,746,087	-
Total Expenditures	1,720,250	1,720,250	-
<i>Nonspendable:</i>			
460 Nonspendable Fund Balance	-	-	-
<i>Restricted:</i>			
425 Bond Refunding	-	-	-
464 Restricted Fund Balance	226,321	226,321	-
<i>Unassigned:</i>			
463 Unassigned Fund Balance	-	-	-

\*Adjustments were posted after the UFARS compliance deadline.

**STATISTICAL SECTION (UNAUDITED)**

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STATISTICAL SECTION  
(UNAUDITED)**

This part of Roseville Area Schools' Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	108
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	115
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	119
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	123
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report related to services The District provides and the activities it performs.	124

Source: Unless otherwise note, the information in these tables is derived from the comprehensive financial reports for the relevant year.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 29,454,388	\$ 29,788,218	\$ 31,082,118	\$ 20,772,076	\$ 24,551,012	\$ 35,487,015	\$ 46,807,538	\$ 39,991,157	\$ 38,623,832	\$ 31,710,398
Restricted	12,897,412	14,755,133	4,595,020	154,103,599	8,718,947	6,099,942	15,202,918	27,454,489	17,406,311	16,987,261
Unrestricted	(74,933,447)	(73,654,824)	(101,604,940)	(272,898,615)	(100,347,122)	(91,611,628)	(117,130,771)	(110,111,558)	(86,117,832)	(57,573,706)
Total Governmental										
Activities Net Position	<u>\$ (32,581,647)</u>	<u>\$ (29,111,473)</u>	<u>\$ (65,927,802)</u>	<u>\$ (98,022,940)</u>	<u>\$ (67,077,163)</u>	<u>\$ (50,024,671)</u>	<u>\$ (55,120,315)</u>	<u>\$ (42,665,912)</u>	<u>\$ (30,087,689)</u>	<u>\$ (8,876,047)</u>

Source: District's financial records.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>EXPENSES</b>										
Governmental Activities:										
Administration	\$ 4,926,467	\$ 5,302,720	\$ 6,722,609	\$ 6,220,212	\$ 3,482,502	\$ 5,948,248	\$ 5,280,207	\$ 5,021,711	\$ 4,475,940	\$ 5,109,863
District Support Services	3,537,993	3,101,677	3,353,697	3,775,704	4,208,383	4,347,348	4,681,295	5,009,915	5,739,189	6,235,498
Regular Instruction	44,469,287	46,210,131	62,326,785	61,376,632	31,908,065	48,407,934	50,300,028	51,258,248	41,574,631	55,284,782
Vocational Education Instruction	1,157,265	1,229,949	2,159,314	2,314,266	1,339,143	2,187,037	2,015,161	1,799,637	1,728,657	1,798,855
Special Education Instruction	18,486,701	18,513,528	25,951,953	25,045,146	14,632,985	21,823,100	22,434,079	22,510,599	20,389,089	25,190,873
Instructional Support Services	8,453,869	9,216,623	12,155,864	11,859,599	6,820,861	9,723,062	10,994,308	9,789,363	9,721,651	9,729,051
Pupil Support Services	9,076,026	8,943,604	10,843,988	11,099,498	9,546,883	10,808,725	9,583,128	11,988,862	14,406,797	17,036,547
Sites and Buildings	7,058,049	7,458,334	9,700,258	12,288,900	14,613,380	263,203	16,073,597	11,074,452	13,633,906	10,393,889
Fiscal and Other Fixed										
Cost Programs	227,700	231,433	131,630	246,882	270,532	288,494	453,063	647,713	572,450	683,563
Food Service	4,362,884	4,937,762	4,593,511	4,500,950	4,595,988	4,156,549	4,783,454	4,839,758	5,070,713	5,891,738
Community Service	6,598,502	7,064,253	8,388,465	8,625,757	7,002,228	7,534,582	6,878,034	7,062,164	7,473,513	8,127,070
Interest on Long-Term Debt	1,964,096	1,960,336	1,833,746	5,440,437	6,907,002	6,440,655	4,928,594	6,094,197	5,516,961	5,608,821
Total Governmental Activities Expenses	<u>\$ 110,318,839</u>	<u>\$ 114,170,350</u>	<u>\$ 148,161,820</u>	<u>\$ 152,793,983</u>	<u>\$ 105,327,952</u>	<u>\$ 121,928,937</u>	<u>\$ 138,404,948</u>	<u>\$ 137,096,619</u>	<u>\$ 130,303,497</u>	<u>\$ 151,090,550</u>
<b>PROGRAM REVENUES</b>										
Governmental Activities:										
Charges for Services:										
Administration	\$ -	\$ -	\$ 15,783	\$ 15,215	\$ 15,512	\$ -	\$ -	\$ 250	\$ -	\$ -
District Support Services	205	75	25,356	29,533	76,847	47,113	10,734	24,080	21,799	18,257
Regular Instruction	969,210	1,004,708	984,464	989,088	922,188	644,160	601,190	745,999	791,289	821,108
Vocational Education Instruction	-	-	-	-	-	-	-	-	-	-
Special Education Instruction	643,797	651,906	676,517	744,332	726,628	376,011	261,323	330,259	335,410	430,270
Instructional Support Services	20,513	3,803	9,759	12,087	10,768	2,734	7,428	32,295	25,431	4,567
Pupil Support Services	49,199	54,892	47,477	47,520	45,864	23,451	6,537	41,880	39,546	33,018
Sites and Buildings	171,413	7,724	63,825	57,390	27,197	5,559	-	2,786	-	2,816
Food Service	1,483,473	1,401,588	1,344,572	1,318,093	1,407,903	1,113,318	195,381	127,898	1,246,602	286,608
Community Service	3,996,088	4,250,797	4,418,110	4,732,671	4,942,040	3,971,509	2,727,655	3,971,901	4,789,367	4,856,849
Operating Grants and Contributions	18,621,151	21,306,839	31,494,304	33,432,300	34,386,287	35,629,136	43,545,473	48,915,606	48,950,038	47,678,433
Capital Grants and Contributions	1,806,308	1,931,813	995,835	1,225,343	1,291,198	1,184,933	1,132,180	990,875	891,440	-
Total Governmental Activities Program Revenue	<u>\$ 27,761,357</u>	<u>\$ 30,614,145</u>	<u>\$ 40,076,002</u>	<u>\$ 42,603,572</u>	<u>\$ 43,852,432</u>	<u>\$ 42,997,924</u>	<u>\$ 48,487,901</u>	<u>\$ 55,183,829</u>	<u>\$ 57,090,922</u>	<u>\$ 54,131,926</u>

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
CHANGES IN NET POSITION (CONTINUED)  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>NET EXPENSE</b>										
Governmental Activities	\$ (82,557,482)	\$ (83,556,205)	\$ (108,085,818)	\$ (110,190,411)	\$ (61,475,520)	\$ (78,931,013)	\$ (89,917,047)	\$ (81,912,790)	\$ (73,212,575)	\$ (96,958,624)
<b>GENERAL REVENUES AND OTHER</b>										
Governmental Activities:										
Property Taxes:										
General Purposes and Capital Projects	\$ 18,359,024	\$ 20,648,918	\$ 20,492,568	\$ 19,987,128	\$ 24,839,630	\$ 26,827,077	\$ 26,355,031	\$ 26,967,041	\$ 31,009,126	\$ 30,762,276
Community Service	907,044	958,531	966,329	927,889	933,720	1,068,872	961,380	1,005,917	1,103,399	1,123,879
Debt Service	4,341,458	4,161,665	4,427,647	4,313,325	12,433,541	12,493,115	12,857,016	13,592,540	13,952,424	13,996,200
Unrestricted Grants and Contributions	57,049,466	57,322,680	53,320,699	52,091,085	49,254,050	53,533,726	52,498,407	52,457,736	53,135,342	70,989,719
Unrestricted Investment Earnings	4,052	6,310	7,375	587,862	4,860,105	2,015,558	288,861	31,186	863,946	1,312,825
Miscellaneous	3,528,872	3,928,275	571,429	187,984	99,935	45,157	59,152	312,773	-	3,499
Gain on Sale of Capital Assets	-	-	-	-	316	-	31,347	-	-	-
Total Governmental Activities	\$ 84,189,916	\$ 87,026,379	\$ 79,786,047	\$ 78,095,273	\$ 92,421,297	\$ 95,983,505	\$ 93,051,194	\$ 94,367,193	\$ 100,064,237	\$ 118,188,398
<b>CHANGE IN NET POSITION</b>	\$ 1,632,434	\$ 3,470,174	\$ (28,299,771)	\$ (32,095,138)	\$ 30,945,777	\$ 17,052,492	\$ 3,134,147	\$ 12,454,403	\$ 26,851,662	\$ 21,229,774
Net Position - Beginning of Year	23,932,763	(32,581,647)	(29,111,473)	(65,927,802)	(98,022,940)	(67,077,163)	(50,024,671)	(55,120,315)	(42,665,912)	(30,087,689)
Change in Accounting Principle	(58,146,844)	-	(8,516,558)	-	-	-	-	-	-	-
Prior Period Restatement	-	-	-	-	-	-	(8,229,791)	-	(14,273,439)	-
<b>NET POSITION - END OF YEAR</b>	\$ (32,581,647)	\$ (29,111,473)	\$ (65,927,802)	\$ (98,022,940)	\$ (67,077,163)	\$ (50,024,671)	\$ (55,120,315)	\$ (42,665,912)	\$ (30,087,689)	\$ (8,857,915)

Source: District's financial records.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>GENERAL FUND</b>										
Nonspendable	\$ 541,338	\$ 734,087	\$ 869,406	\$ 792,020	\$ 749,779	\$ 655,323	\$ 591,417	\$ 395,436	\$ 1,190,862	\$ 260,265
Restricted	(881,704)	2,472,900	1,645,357	1,199,824	1,146,771	1,571,140	1,894,878	1,015,008	1,415,659	211,269
Assigned	-	-	-	-	-	-	-	620,504	679,910	675,722
Unassigned	1,051,272	2,055,938	2,285,861	2,225,462	2,853,523	6,624,473	1,234,587	3,288,979	9,228,880	15,593,754
Total General Fund	710,906	5,262,925	4,800,624	4,217,306	4,750,073	8,850,936	3,720,882	5,319,927	12,515,311	16,741,010
<b>ALL OTHER GOVERNMENTAL FUNDS</b>										
Nonspendable	86,394	68,270	54,514	68,904	489,947	59,408	71,423	95,265	137,593	319,216
Restricted, Reported in:										
Food Service Fund	475,029	362,728	266,283	165,934	279,768	321,823	1,746,032	3,470,829	3,508,162	4,230,362
Community Service Fund	1,098,652	1,281,314	1,218,168	851,698	981,048	739,233	1,231,910	1,710,263	2,309,312	2,494,668
Capital Projects Fund	120,057	115,743	115,743	151,504,112	127,096,599	61,051,083	22,675,423	26,279,833	11,468,962	23,846,569
Debt Service Funds	760,474	714,080	936,447	18,638,594	1,432,542	1,729,188	2,155,505	2,543,500	982,860	971,419
Unassigned, Reported in:										
Community Service Fund	-	-	-	-	-	-	-	(3,203)	(42,407)	-
All Other Governmental Funds	2,540,606	2,542,135	2,591,155	171,229,242	130,279,904	63,900,735	27,880,293	34,096,487	18,364,482	31,862,234
Total All Funds	\$ 3,251,512	\$ 7,805,060	\$ 7,391,779	\$ 175,446,548	\$ 135,029,977	\$ 72,751,671	\$ 31,601,175	\$ 39,416,414	\$ 30,879,793	\$ 48,603,244

Source: District's financial records

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>REVENUES</b>										
Local Sources:										
Property Taxes	\$ 23,424,439	\$ 25,958,825	\$ 26,014,153	\$ 25,198,641	\$ 38,038,250	\$ 40,378,926	\$ 40,051,675	\$ 41,954,574	\$ 45,193,962	\$ 45,436,840
Earnings on Investments	4,052	6,310	7,375	587,862	4,860,105	2,015,558	288,861	31,186	863,946	1,312,825
Exchange	8,921,401	8,893,649	9,042,739	9,656,164	9,503,264	8,356,860	6,156,762	7,706,680	9,935,978	9,548,800
Other	-	-	-	-	-	-	-	312,773	-	3,499
State Sources	71,227,671	74,731,949	74,631,015	77,762,409	79,415,571	80,591,905	80,537,973	81,666,804	84,983,342	101,971,748
Federal Sources	6,249,254	5,829,383	6,780,960	6,952,531	7,584,384	7,192,776	14,205,588	18,831,077	16,861,102	14,394,764
Total Revenues	109,826,817	115,420,116	116,476,242	120,157,607	139,401,574	138,536,025	141,240,859	150,503,094	157,838,330	172,668,476
<b>EXPENDITURES</b>										
Current:										
Administration	4,876,865	5,176,243	5,046,403	4,877,844	4,733,506	5,545,225	5,224,686	5,251,721	5,362,306	5,556,507
District Support Services	3,034,400	3,048,934	3,013,071	3,406,152	4,149,811	4,351,885	4,651,153	4,730,714	4,856,676	5,793,743
Regular Instruction	42,288,193	42,727,091	43,190,679	42,655,871	44,047,533	42,565,307	43,592,426	45,539,379	46,776,118	53,572,859
Vocational Education Instruction	1,116,633	1,214,382	1,646,034	1,782,455	1,822,857	2,039,215	1,897,445	1,858,296	2,086,618	1,922,962
Special Education Instruction	18,414,938	18,397,284	19,390,490	19,470,686	19,933,088	20,359,525	21,372,548	23,576,557	24,552,863	26,791,243
Instructional Support Services	8,159,483	8,501,344	8,746,361	8,745,629	9,002,818	9,392,968	10,540,032	10,142,573	10,976,310	9,740,370
Pupil Support Services	8,939,811	8,897,544	9,457,968	10,007,799	10,151,062	10,424,327	9,338,604	12,060,245	14,753,727	17,075,445
Sites and Buildings	6,678,180	6,686,092	7,426,505	11,342,637	19,863,670	19,740,705	16,826,839	10,197,041	9,372,623	8,458,436
Fiscal and Other Fixed										
Cost Programs	227,700	231,433	131,630	246,882	270,532	288,494	453,063	647,713	572,450	683,563
Food Service	4,366,088	4,564,590	4,589,410	4,498,018	4,535,517	4,106,629	4,694,952	4,844,087	5,046,701	5,841,992
Community Service Fund	6,392,397	6,933,921	7,413,838	7,997,568	7,871,819	7,436,971	6,937,502	7,383,968	7,948,510	8,462,370
Capital Outlay	3,225,049	2,588,834	3,175,365	5,618,572	23,530,946	70,386,757	65,134,479	14,596,958	18,324,908	15,143,160
Debt Service:										
Principal	2,115,000	2,215,000	2,275,000	2,760,000	4,790,000	5,245,000	5,450,000	10,662,852	8,244,173	9,343,987
Interest and Fiscal Charges	2,118,759	2,096,785	1,958,198	3,164,107	8,425,237	7,327,353	7,157,142	7,945,058	7,541,522	7,394,023
Total Expenditures	111,953,496	113,279,477	117,460,952	126,574,220	163,128,396	209,210,361	203,270,871	159,437,162	166,415,505	175,780,660
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(2,126,679)	2,140,639	(984,710)	(6,416,613)	(23,726,822)	(70,674,336)	(62,030,012)	(8,934,068)	(8,577,175)	(3,112,184)

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

<b>OTHER FINANCING SOURCES (USES)</b>	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Proceeds from Sale of Equipment	\$ -	\$ 2,790	\$ -	\$ -	\$ 316	\$ -	\$ 7,495	\$ -	\$ -	\$ -
Proceeds from Sale of Real Property	-	2,393,240	-	-	-	-	23,852	-	-	-
Insurance Recovery	5,703	16,879	571,429	187,984	99,935	45,157	59,152	-	-	-
Bonds/COPs Issued	-	-	-	158,460,000	-	14,795,000	17,510,000	15,675,000	-	17,345,000
Bond/COP Premium (Discount)	-	-	-	15,823,398	-	750,873	-	714,382	-	1,729,494
Leases	-	-	-	-	-	-	-	-	-	256,595
Subscriptions	-	-	-	-	-	-	-	-	-	3,528
Payment to Refunded Bond Escrow	-	-	-	-	(16,790,000)	(7,195,000)	3,279,017	359,925	40,554	1,501,018
Transfers In	-	-	-	-	-	-	5,918,000	-	-	1,808,991
Transfers Out	-	-	-	-	-	-	(5,918,000)	-	-	(1,808,991)
Total Other Financing Sources (Uses)	5,703	2,412,909	571,429	174,471,382	(16,689,749)	8,396,030	20,879,516	16,749,307	40,554	20,835,635
<b>NET CHANGES IN FUND BALANCES</b>	(2,120,976)	4,553,548	(413,281)	168,054,769	(40,416,571)	(62,278,306)	(41,150,496)	7,815,239	(8,536,621)	17,723,451
Fund Balance - Beginning of Year	5,372,488	3,251,512	7,805,060	7,391,779	175,446,548	135,029,977	72,751,671	31,601,175	39,416,414	30,879,793
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 3,251,512</u>	<u>\$ 7,805,060</u>	<u>\$ 7,391,779</u>	<u>\$ 175,446,548</u>	<u>\$ 135,029,977</u>	<u>\$ 72,751,671</u>	<u>\$ 31,601,175</u>	<u>\$ 39,416,414</u>	<u>\$ 30,879,793</u>	<u>\$ 48,603,244</u>
Debt Service as a Percentage of Noncapital Expenditures	12.40%	10.10%	8.20%	4.82%	4.82%	10.60%	9.17%	12.74%	10.33%	10.26%

Sources: District's financial records

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Tax Capacity Valuation									
For Taxes Collectible			Fiscal Disparities		Tax Increment	Total Taxable	Taxable Market Value	Tax Capacity as a Percentage of Market Value	
	Agricultural	Nonagricultural	Contribution	Distribution					
2015	\$	1,456	\$ 63,716,481	\$ (8,141,263)	\$ 6,569,476	\$ (1,720,772)	\$ 60,425,378	\$ 5,333,812,300	1.13%
2016		1,456	64,655,443	(7,894,090)	6,670,314	(1,413,807)	62,019,316	5,423,990,600	1.14
2017		2,716	67,191,992	(7,954,475)	7,349,115	(1,430,888)	65,158,460	5,705,909,900	1.14
2018		2,903	72,611,117	(8,649,546)	8,032,789	(1,027,494)	70,969,769	6,033,507,500	1.18
2019		2,995	77,362,316	(9,168,590)	8,319,736	(1,004,278)	75,512,179	6,431,234,700	1.17
2020		3,191	81,645,627	(9,729,174)	8,886,632	(1,072,923)	79,733,353	6,800,952,800	1.17
2021		3,287	88,362,570	(9,818,134)	9,446,851	(1,344,635)	86,649,939	7,279,489,500	1.19
2022		1,768	90,218,020	(11,018,513)	10,299,114	(1,346,783)	88,153,606	7,466,211,400	1.18
2023		13,133	100,957,224	(10,895,823)	9,800,455	(1,665,188)	98,209,801	8,369,964,518	1.17
2024		1,854	107,433,615	(11,388,892)	10,420,506	(2,079,653)	104,387,430	8,825,335,637	1.18

Source: School Tax Report issued by the Minnesota Department of Education and Ramsey County

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Rate	Tax Collection Calendar Fiscal Year	ISD No. 623	Overlapping Rates					Overlapping Rates					Total Roseville Resident		
			Municipalities					Municipalities						County	Misc
			Roseville	Maplewood	Shoreview	Little Canada	Arden Hills	Falcon Heights	Lauderdale	Ramsey	Other (1)				
Tax Capacity Rate	2015	0.17180	0.40471	0.46353	0.35196	0.30696	0.27294	0.23470	0.28856	0.58922	0.10742	1.27315			
Market Value Rate	2015	0.00259	0.00019	0.00009								0.00278			
Tax Capacity Rate	2016	0.20958	0.39324	0.48507	0.35689	0.30331	0.26539	0.25866	0.29042	0.58885	0.09052	1.28219			
Market Value Rate	2016	0.00210	0.00019	0.00009								0.00229			
Tax Capacity Rate	2017	0.18894	0.38552	0.47248	0.34627	0.28903	0.27211	0.26342	0.28678	0.55850	0.08669	1.21965			
Market Value Rate	2017	0.00193	0.00018	0.00008								0.00211			
Tax Capacity Rate	2018	0.34396	0.38177	0.45911	0.33935	0.26664	0.25532	0.31780	0.29919	0.53962	0.09086	1.35621			
Market Value Rate	2018	0.00220	0.00017	0.00007								0.00236			
Tax Capacity Rate	2019	0.31687	0.37422	0.44693	0.32960	0.26131	0.25555	0.37356	0.29347	0.48565	0.25210	1.42884			
Market Value Rate	2019	0.00253	0.01574	0.00657								0.01827			
Tax Capacity Rate	2020	0.30668	0.39201	0.44646	0.32626	0.25773	0.25414	0.35635	0.29330	0.52302	0.09270	1.31441			
Market Value Rate	2020	0.00198	0.09531	0.00633								0.09729			
Tax Capacity Rate	2021	0.31250	0.37071	0.41953	0.32331	0.23983	0.25089	0.36348	0.27733	0.47760	0.08938	1.25019			
Market Value Rate	2021	0.00169	0.00000	0.00000								0.00169			
Tax Capacity Rate	2022	0.26914	0.38483	0.43662	0.32961	0.25555	0.26543	0.38800	0.29596	0.48067	0.10919	1.24381			
Market Value Rate	2022	0.00269	0.00000	0.00000								0.00269			
Tax Capacity Rate	2023	0.25533	0.36083	0.40548	0.30258	0.25486	0.23632	0.35174	0.28159	0.44901	0.10347	1.16864			
Market Value Rate	2023	0.00214	0.00000	0.00000								0.00214			
Tax Capacity Rate	2024	0.25030	0.37229	0.42926	0.31432	0.24829	0.24491	0.36979	0.29497	0.45455	0.18580	1.26294			
Market Value Rate	2024	0.00233	0.00000	0.00000								0.00233			

Source: Ramsey County Department of Property Tax and Public Records

(1) The miscellaneous other levy includes Metropolitan Council, mosquito control, watershed district, and other metro services. These miscellaneous levies vary slightly between municipalities.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)**

Taxpayer	2024			2015		
	Net Tax Capacity	Rank	Percentage of Tax Capacity Value	Net Tax Capacity	Rank	Percentage of Tax Capacity Value
Rosedale Shopping Center	\$ 2,096,990	1	2.08%	\$ 2,349,250	1	3.45%
Xcel Energy	956,695	2	0.95	1,187,502	2	1.74
St. Jude Medical Inc.	937,352	3	0.93	423,714	8	0.62
Gateway Washington Inc & Co	860,970	4	0.85	807,026	3	1.18
Wilcal Crossroads LLC	847,172	5	0.84	616,788	5	0.90
Arrow Lexington Apartments, LLC	769,853	6	0.74	-	N/A	-
Rosedale Commons, LP	745,514	7	0.76	406,280	6	0.66
Meritex Industrial Portfolio, LLC	538,874	8	0.53	-	N/A	-
Rosedale Marketplace	480,068	9	0.48	362,452	4	1.04
Roseville Properties	451,172	10	0.45	347,202	7	0.66
<b>Total</b>	<b>\$ 8,684,660</b>		<b>8.60%</b>	<b>\$ 6,500,214</b>		<b>10.25%</b>

Source: Current Property Valuations, Net Tax Capacity by Classification. Trend Valuations and Larger Taxpayers have been furnished by Ramsey County

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

For Taxes Collectible	Original Levy				First Year Levy Recognized		Collections Received in Subsequent Years	Total Collections to Date		Uncollected Taxes Receivable as of June 30, 2024	
	Local Spread	Fiscal Disparities	Property Tax Credits	Total Spread	Amount	Percentage of Levy		Amount	Percentage of Levy	Delinquent	
							Amount			Percent	
2015	\$ 23,082,763	\$ 2,747,542	\$ 262,018	\$ 26,092,323	\$ 25,961,837	99.5%	\$ 130,486	\$ 26,092,323	100.0%	\$ -	0.0%
2016	23,014,487	2,858,884	243,935	26,117,306	26,013,744	99.6	103,562	26,117,306	100.0	-	-
2017	22,147,148	3,055,799	218,646	25,421,593	25,198,644	99.1	222,949	25,421,593	100.0	-	-
2018	34,891,855	3,026,465	200,048	38,118,368	38,127,149	100.0	(17,039)	38,110,110	100.0	8,258	0.0
2019	35,779,776	4,612,447	197,120	40,589,343	39,894,491	98.3	655,237	40,549,728	99.9	39,615	0.1
2020	35,204,430	4,732,099	213,160	40,149,689	39,821,716	99.2	283,412	40,106,853	99.9	44,561	0.1
2021	36,410,633	4,694,269	-	41,104,902	40,004,638	97.3	999,020	41,003,658	99.8	101,244	0.2
2022	41,065,541	4,857,279	176	45,922,996	45,020,894	98.0	143,987	45,164,881	98.3	758,115	1.7
2023	40,448,425	5,169,304	1,161	45,618,890	44,022,228	96.5	1,059,449	45,081,677	98.8	537,213	1.2
2024	44,077,177	4,767,635	-	48,844,812	22,528,608	46.1	In process of collection	-	-	-	-
Total										<u>\$ 1,489,006</u>	

Note 1: A portion of the total spread levy is paid through various property tax credits which are paid through state aids and have been included in collections.

Note 2: Only a portion of calendar year 2024 taxes are collectible by June 30, 2024. A total of \$22,528,608 of 2024 taxes were collected by June 30, 2024.

Note 3: Delinquent taxes receivable are written off after seven years. The amount of collections has been adjusted to reflect the write off of delinquent taxes receivable.

Source: State of Minnesota School Tax Report

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Long-Term Leases and Subscriptions	Certificates of Participation	Financed Purchases				
2015	\$ 40,487,320	\$ -	\$ -	\$ -	\$ -	\$ 40,487,320	0.01%	\$ 701
2016	38,176,006	-	-	-	-	38,176,006	0.01	643
2017	35,804,694	-	-	-	-	35,804,694	0.01	597
2018	206,883,978	-	-	-	-	206,883,978	0.07	654
2019	183,686,615	-	-	-	-	183,686,615	0.06	3,602
2020	164,845,000	-	-	-	-	164,845,000	0.05	3,204
2021	178,604,247	314,871	20,789,017	348,760		200,056,895	0.07	2,830
2022	184,156,431	216,374	19,445,665	414,330		204,232,800	0.07	3,435
2023	178,101,497	180,860	15,914,881	119,975		194,317,213	0.07	3,507
2024	188,119,910	299,710	15,009,881	723,279		204,152,780	N/A	3,337

N/A - Not Available

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Note: Details regarding the District's outstanding debt can be found in the notes to basic financial statements.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
JUNE 30, 2024  
(UNAUDITED)**

Governmental Unit	2023/2024 Taxable Net Tax Capacity	Bonded Debt	Percent Allocable to ISD No. 623	Portion Allocable to ISD No. 623
Independent School District No. 623	\$ 100,970,357	\$ 178,101,497	100.00%	\$ 178,101,497
Overlapping Debt				
Ramsey County	814,342,324	183,990,000	12.0668	22,189,194
Falcon Heights	6,926,807	1,055,000	100.0000	1,055,000
Lauderdale	3,565,072	600,000	100.0000	600,000
Little Canada	16,488,400	1,750,000	90.3656	1,604,246
Maplewood	63,383,753	43,565,000	27.7930	5,980,734
Roseville	72,837,847	9,725,000	81.0795	7,961,994
Shoreview	49,384,821	19,005,000	7.4768	1,358,287
Metropolitan Council	5,878,109,833	191,435,000	1.7740	3,198,496
Total Overlapping Debt				<u>43,947,951</u>
Total Direct and Overlapping Debt				<u><u>\$ 222,049,448</u></u>

Note (1): The above debt includes all outstanding general obligation debt supported by taxes of the Metropolitan Council. The Council also has general obligation sewer revenue, wastewater revenue, and radio revenue bonds and lease obligations outstanding all of which are supported entirely by revenues and have not been included in the Overlapping Debt or Debt Ratios.

Source: Ramsey County

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
RATIO OF NET GENERAL OBLIGATIONS BONDED DEBT TO TAX CAPACITY  
AND NET OBLIGATION BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Gross Bonded Debt	Less Debt Service Funds on Hand	Net Bonded Debt	Tax Capacity	Percent Net Debt to Tax Capacity	Percent of		Net Bonded Debt per Capita
						Estimated Actual Market Value of Property (1)	Estimated Population	
2015	\$ 40,487,320	\$ 2,738,124	\$ 37,749,196	\$ 57,150,218	66.05%	0.71%	54,723	\$ 690
2016	38,176,006	2,892,601	35,283,405	60,425,378	58.39	0.65	54,723	645
2017	35,804,694	2,892,697	32,911,997	62,019,316	53.07	0.58	54,723	601
2018	206,883,978	24,629,902	182,254,076	65,158,460	279.71	3.02	54,723	3,330
2019	169,100,000	7,229,222	161,870,778	70,969,769	228.08	2.52	57,443	2,818
2020	164,845,000	7,339,239	157,505,761	75,512,179	208.58	2.32	57,325	2,748
2021	161,090,000	8,424,043	152,665,957	79,733,353	191.47	2.10	58,239	2,621
2022	184,156,431	9,020,174	175,136,257	86,649,939	202.12	2.35	58,239	3,007
2023	178,101,497	7,518,518	170,582,979	88,153,606	193.51	2.04	58,239	2,929
2024	188,119,910	7,813,798	180,306,112	98,209,801	183.59	2.04	58,239	3,096

(1) - See the Schedule of Tax Capacities and Market Value for information on the market value of the District's property.

Source: Annual school district census and U.S. census

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 800,071,845	\$ 814,498,590	\$ 855,886,485	\$ 905,026,125	\$ 964,685,205	\$ 1,020,142,920	\$1,091,923,425	\$ 950,347,636	\$1,086,413,355	\$1,179,890,749
Total Net Debt Applicable to Limit	37,749,196	35,283,405	32,911,997	182,254,076	182,254,076	176,457,393	178,604,247	169,584,074	169,081,323	180,601,392
Legal Debt Margin	<u>\$ 762,322,649</u>	<u>\$ 779,215,185</u>	<u>\$ 822,974,488</u>	<u>\$ 722,772,049</u>	<u>\$ 782,431,129</u>	<u>\$ 843,685,527</u>	<u>\$ 913,319,178</u>	<u>\$ 780,763,562</u>	<u>\$ 917,332,032</u>	<u>\$ 999,289,357</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.72%	4.33%	3.85%	20.14%	18.89%	17.30%	16.36%	17.84%	15.56%	15.31%

Legal Debt Margin Calculation for Fiscal Year 2024

Market Value (1)	(1)	\$9,069,947,604
Debt Limit (15% of Market Value)		1,360,492,141
Debt Applicable to Limit:		
General Obligation Bonds		188,119,910
Less: Amount Set Aside for Repayment of General Obligation Debt		<u>(7,518,518)</u>
Total Net Debt Applicable to Limit		<u>180,601,392</u>
Legal Debt Margin		<u><u>\$1,179,890,749</u></u>

(1) Economic Market Value for School Districts. Assessment  
Year 2024 for taxes payable in 2025. Minnesota  
Department of Revenue.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Calendar Year	Population (1)	Estimated Personal Income (2)	Per Capita Personal Income (2)	Median Age	School Enrollment (3)	City of Roseville Unemployment Rate (4)
2015	54,723	\$ 2,573,020,737	\$ 47,019	41	7,500	3.0%
2016	54,723	2,651,712,411	48,457	40	7,550	3.0
2017	54,723	2,723,384,555	49,767	40	7,615	3.0
2018	54,723	2,861,520,393	52,291	40	7,664	2.9
2019	57,443	2,937,060,590	51,130	38	7,580	3.0
2020	57,325	3,000,505,150	52,342	43	7,580	3.0
2021	58,239	2,968,849,503	50,977	44	7,299	2.3
2022	58,239	3,065,060,331	52,629	42	7,228	2.1
2023	58,239	2,851,905,591	48,969	40	7,272	3.2
2024	58,239	N/A	N/A	N/A	N/A	N/A

Note 1: Student enrollment numbers are estimated for the most recent fiscal year.

Note 2: Annual average unemployment rates compiled by the Minnesota Department of Employment and Economic Development.

Sources:

- (1) MDE's Levy Limitation Reports
- (2) Estimated personal income is calculated by multiplying the per capital personal income by the estimated population per census
- (3) MDE's Levy Limitation Reports
- (4) United States Department of Agriculture/Economic Research Service

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)**

Employer	2024		2015	
	Employees	Rank	Employees	Rank
Minnesota State Fair (1)	2,636	1	2,670	1
University of Minnesota (St. Paul Campus)	2,018	2	4,691	2
Abbott-St. Jude Medical	1,159	3	1,126	3
ISD No 623 (Roseville Area Schools)	1,254	4	1,113	4
Minnesota Department of Transportation	800	5	700	5
Hypro	400	6	N/A	
Lunds & Byerlys	377	7	N/A	
Asmodee North America	250	8	N/A	
Old Dutch Foods	250	9	400	6
Slumberland, Inc. (2)	110	10	N/A	
<b>Total</b>	<b>9,254</b>		<b>10,700</b>	

Source: Data Axle Reference Solutions, written and telephone survey, and the Minnesota Department of Employment and Economic Development.

Note: Information regarding the percentage of total employment for each employer was not available.

- (1) This includes full-time staff year round, the 12 days before and after fair, summer seasonal staff, and special events.
- (2) Total number of employees includes two locations in the District.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEE BY TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
Administrative Staff	22	23	22	26	27	28	28	29	29	28
Support Service Staff	91.78	90.76	85.05	85.20	86.10	86.30	71.30	88.10	96.00	76.71
Classroom Teachers	406.61	388.73	401.64	405.28	401.40	406.80	402.50	407.90	412.40	361.48
Special Education Teachers	75.84	74.49	78.41	72.09	73.60	70.80	68.80	76.30	84.70	83.49

Source: STAR reports

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHOOL BUILDING INFORMATION  
(UNAUDITED)**

Facility	Use	Constructed	Acres	Additions	Square Footage	Enrollment <sup>(1)</sup>
Brimhall Elementary	School	1957	16.8	1957, 1958, 1959, 1972 1994, 2019 2023	101,342	577
Central Park Elementary	School	1966	9.4	1968, 1996, 2019	88,801	414
District Center	Administration	1968	5.0		16,952	N/A
Edgerton Elementary	School	1952	13.0	1955, 1961 1967, 1969, 1996, 2004, 2019	86,880	405
Anpétu Téča Education Center	Community	2021	21.7		109,190	N/A
Falcon Heights Elementary	School	1951	8.8	1951, 1961, 1969, 1995, 1998, 2015 2020	74,081	459
Harambee Elementary	School	1996	27.3	2020	85,266	269
Little Canada Elementary	School	1968	16.0	1989, 1995, 2019	88,796	652
Williams Elementary	School	1963	13.6	1966, 1969, 1997, 2020	76,423	462
Parkview Center School	School	1967	26.3	1969, 1975, Renovated in 1997 2020	168,594	725
Roseville Area Middle School	School	1963	41.0	1963, 1966, 1970, 1972 1975, 1990 2004, 2020	260,232	850
Roseville Area High School	School	1952	40.0	1962, 1969, 1970, 1975, 1985, 1993-1996 2003, 2005, 2019-2023	527,990	2,179

N/A - Not Available

(1) Source: 2023-24 MN Department of Education School ADM Served Report

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
STANDARDIZED TESTING  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>STANDARDIZED TESTS</b>										
MCA Reading (See Note 1)										
Grade 3	57.3%	52.9%	51.4%	53.1%	47.8%	N/A	41.9%	48.0%	42.3%	43.3%
Grade 5	66.3%	64.1%	63.2%	61.6%	60.1%	N/A	55.6%	54.4%	54.7%	48.8%
Grade 7	46.2%	48.3%	51.2%	58.3%	60.6%	N/A	46.5%	50.5%	44.4%	43.6%
Grade 10	57.3%	54.8%	57.8%	53.1%	55.4%	N/A	69.1%	60.8%	52.4%	48.8%
MCA Math (See Note 1)										
Grade 3	66.1%	62.7%	62.6%	61.7%	57.1%	N/A	48.0%	53.3%	50.0%	48.8%
Grade 5	60.0%	50.8%	48.7%	48.0%	46.3%	N/A	28.4%	32.2%	33.7%	32.4%
Grade 7	46.5%	49.6%	47.3%	44.5%	52.8%	N/A	25.1%	34.4%	27.3%	37.1%
Grade 11	43.9%	38.8%	45.2%	45.1%	35.6%	N/A	39.6%	36.6%	39.1%	25.2%
ACT										
Independent School District No. 623 Average										
Composite Score	23.1%	20.6%	21.1%	20.8%	20.2%	N/A	24.3%	19.7%	19.0%	19.2%
State Average Composite Score	22.7%	21.1%	21.5%	21.3%	21.4%	N/A	21.6%	21.0%	20.8%	20.7%

N/A - Not Available

Note 1: Percent of students scoring at or above proficiency on the Minnesota Comprehensive Assessment Test.

Note 2: MCAs were not administered in the 2019-2020 school year due to COVID-19 Pandemic

Note 3: Student participation in MCAs during the 2020-2021 school year was severely impacted due to the COVID-19 Pandemic

Note 4: Student participation in ACT during the 2020-21 school year was severely impacted due to the COVID-19 Pandemic

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SUMMARY OF MEALS SERVED  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Average Daily Attendance (1)	Total Lunches Served	Days	Average Daily Participation	Participation as a Percent of Average Daily Attendance	Free Lunch		Reduced Lunch	
						Number Served	Percent of Total	Number Served	Percent of Total
2015	7,012	854,397	173.0	4,939	70.43	430,054	50.33	69,909	8.18
2016	7,059	869,259	173.0	5,025	71.18	440,887	50.72	81,054	9.32
2017	7,120	868,930	173.0	5,023	70.54	430,019	49.49	84,893	9.77
2018	7,166	844,827	173.0	4,883	68.14	405,578	48.01	85,311	10.10
2019	7,087	820,170	170.0	4,825	68.07	374,353	45.64	102,462	12.49
2020	7,087	583,066	116.0	5,026	70.92	248,842	42.68	69,867	11.98
2021	N/A - All students fed through Summer Nutrition Program and/or CACFP per USDA guidance								
2022	N/A - All students fed through Summer Nutrition Program and/or CACFP per USDA guidance								
2023	6,730	735,651	168.0	4,379	65.07	374,743	50.94	67,311	9.15
2024	6,590	879,436	168.0	5,236	79.45	461,042	52.42	44,395	5.05

(1) Based on State Food and Nutrition Department guidelines, attendance is deemed to be 91.25% of enrollment.

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHEDULE OF INSURANCE COVERAGE  
JUNE 30, 2024  
(UNAUDITED)**

Type of Coverage	Amount of Coverage
<b>PROPERTY COVERAGE</b>	
Real and Personal Property (Blanketed)	\$ 455,943,471
Unscheduled Locations- Property in Open	Included in Blanket
Blanket Business Income	\$ 2,000,000
Blanket Extra Expense Including Equipment Breakdown	2,000,000
Blanket Flood Coverage	1,000,000
Interruption of Services Coverage	100,000
Course of Construction Specific Projects	100,000
Land Improvements	100,000
Mobile Equipment and Tools	4,828,500
<b>PROPERTY EXTENSIONS</b>	
Accounts Receivable	100,000
Arson Reward	25,000
Computer Virus and Denial of Access	25,000
Debris Removal Expense	500,000
Except for windblown debris	25,000
Deferred Payments	25,000
Fine Arts	100,000
Fungus Cleanup Expense	250,000
Installation of Personal Property or Property of Others	250,000
Lock and Key Replacement	25,000
Plants, Trees or Shrubs	100,000
Pollution Cleanup Expense	Applicable Limit of Liability
Professional Fees	\$ 50,000
<b>EQUIPMENT BREAKDOWN EXTENSIONS</b>	
Expediting Expenses Coverage	250,000
Hazardous Substances Coverage	250,000
Perishable Goods Coverage	250,000
Data Restoration	250,000
Water Damage Coverage	included
CFC Refrigerants	included
<b>LIABILITY COVERAGES</b>	
General:	
Each Occurrence	1,000,000
General Aggregate	2,000,000
Products/Completed Operations Aggregate	2,000,000
Personal/Advertising Injury Limit	1,000,000
Damage to Rented Premises	1,000,000
Medical Expense Limit - Excluding Students	15,000

**ROSEVILLE AREA SCHOOLS  
INDEPENDENT SCHOOL DISTRICT NO. 623  
SCHEDULE OF INSURANCE COVERAGE (CONTINUED)  
JUNE 30, 2024  
(UNAUDITED)**

Type of Coverage	Amount of Coverage
<b>LIABILITY COVERAGES (CONTINUED)</b>	
Custom Select Educational Institutions:	
Animals	\$ 25,000
Classroom Chemical Spills, Per Occurrence	10,000
Crisis Event, Per Occurrence	50,000
Employee Dishonesty, Per Occurrence	25,000
Forgery or Alteration, Per Occurrence	25,000
Misc. School Property at School Sponsored Events	
Away from a Covered Location	50,000
Money and Securities, Per Occurrence	25,000
Money Orders and Counterfeit Currency, Per Occurrence	25,000
Personal Effects of Your Students, Per Occurrence	100,000
Employee Benefit Liability:	
Each Employee	1,000,000
Aggregate	3,000,000
Sexual Misconduct Liability	1,000,000
Aggregate	3,000,000
Umbrella Liability:	
Each Occurrence	2,000,000
Aggregate	2,000,000
Crime Coverage:	
Employee Dishonesty	500,000
Forgery or Alteration	50,000
Computer Fraud and Funds Transfer Fraud	250,000
Theft, Disappearance, and Destruction	100,000
Money Orders and Counterfeit Money	50,000
False Pretenses Coverage	25,000
Cyber Suite Annual Aggregate Limit	1,000,000
Business Automobile Coverage:	
Liability	1,000,000
Personal Injury Protection	Statutory
Uninsured Motorists	1,000,000
Underinsured Motorists	1,000,000
Hired and Non-Owned Liability	1,000,000
School Leaders Errors and Omissions	1,000,000
Aggregate Limit	1,000,000
Aggregate Defense Expense	500,000
Workers Compensation Coverage:	
Employers Liability:	
Each Accident	500,000
Disease - Policy Limit	500,000
Disease - Each Employee	500,000