



## ***Independent School District No. 877 2023-2024 End of Year Financial Report School Board Workshop – November 12, 2024***

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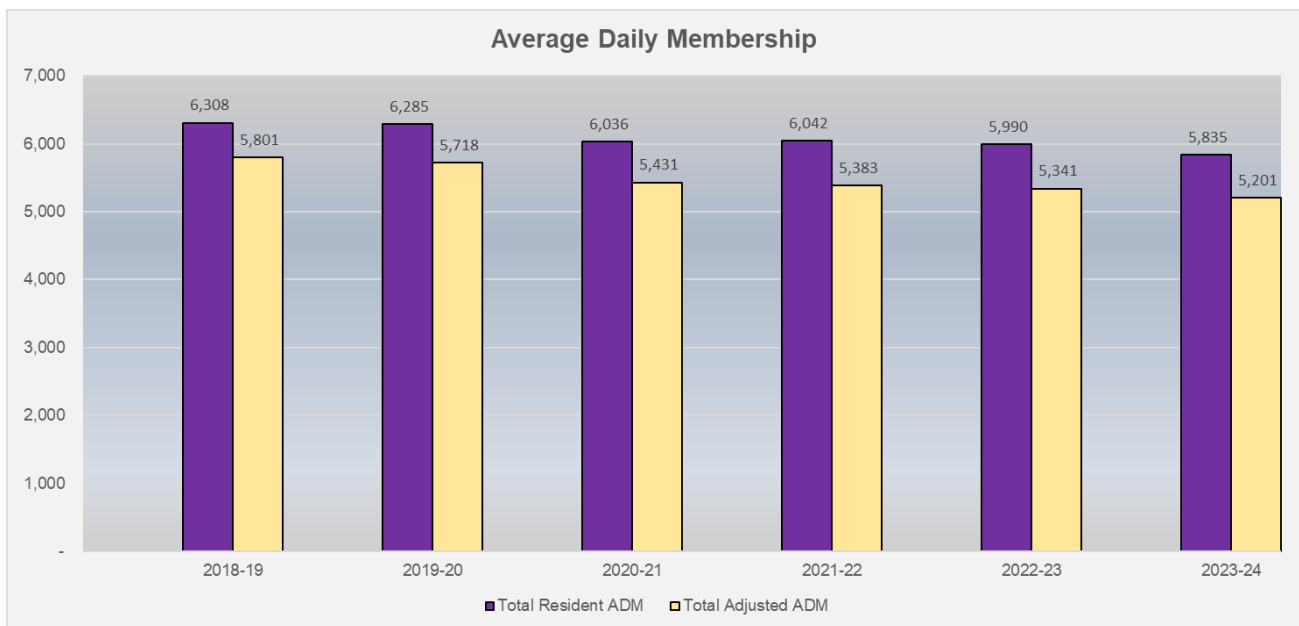
This document recaps the district's preliminary financial results for the year ended June 30, 2024. The main highlights by fund are as follows:

- **General Fund**
    - Total Average Daily Membership (ADM) was 140 students fewer than the 2022-23 school year. However, the final 2023-24 ADM was 50 more than budgeted.
    - Total extended time ADM was 1.5 less than budgeted.
    - Revenues were under budget by \$685,757.
    - Expenditures came in more favorably than anticipated. Total expenditures were under budget by \$795,589.
  - The **Food Service Fund** balance increased by \$610,607.
  - The **Community Service Fund** balance increased by \$585,339.
  - The **Building Construction Fund** balance increased by \$45,289,289.
  - The **HRA Trust Fund** balance increased by \$244,036.
  - The **OPEB Trust Fund** balance increased in value by \$810,317.
  - The **Debt Service Fund** balance increased by \$391,557.
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Average Daily Membership

Resident Average Daily Membership (ADM) counts all resident students who are enrolled in the district, educated in another district for which tuition is paid, or attending another district under enrollment options. Adjusted ADM includes resident students attending the district, students enrolled from other districts, and nonresident tuition students. History shows that we tend to serve fewer students than those who reside in our community. We saw our resident ADM totals decrease by 155. Our total adjusted ADM decreased by 140 from last year.

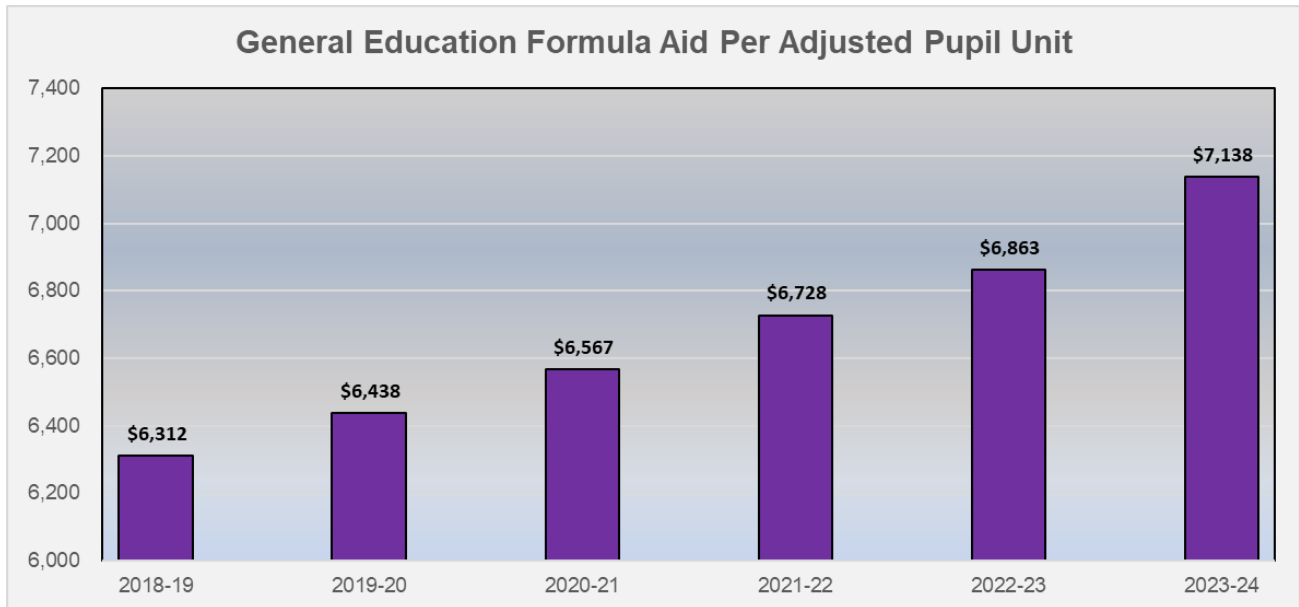
	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	Change from Prior Year
<b>Total Resident ADM</b>	6,308	6,285	6,036	6,042	5,990	5,835	(155)
<b>Residents Tuition Based</b>	68	72	64	82	89	71	(18)
<b>Residents Options Out</b>	917	935	948	993	980	1,008	28
<b>Residents Served Here</b>	5,323	5,278	5,024	4,967	4,921	4,756	(165)
<b>Non-Resident Options In</b>	410	368	343	334	331	374	43
<b>Resident Tuition Based</b>	68	72	64	82	89	71	(18)
<b>Total Adjusted ADM</b>	5,801	5,718	5,431	5,383	5,341	5,201	(140)
<b>Net Enrollment Served</b>	(575)	(639)	(669)	(741)	(738)	(705)	33
<b>Pupil Units Weighting Served</b>	6,362	6,275	5,979	5,925	5,873	5,708	(165)



General Education Revenue

The district's largest revenue source is basic General Education Revenue. Total basic General Education Revenue is calculated by multiplying the formula allowance by the number of Pupil Units Weighting (PUN) served. PUN served are calculated by applying a weighting system to the ADMs. The legislature has increased the formula as shown in the chart and graph below.

	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
<b>General Education Formula Allowance</b>	\$ 6,312	\$6,438	\$6,567	\$6,728	\$ 6,863	\$7,138
<b>Percent Increase From Prior Year</b>		2.00%	2.00%	2.45%	2.00%	4.00%



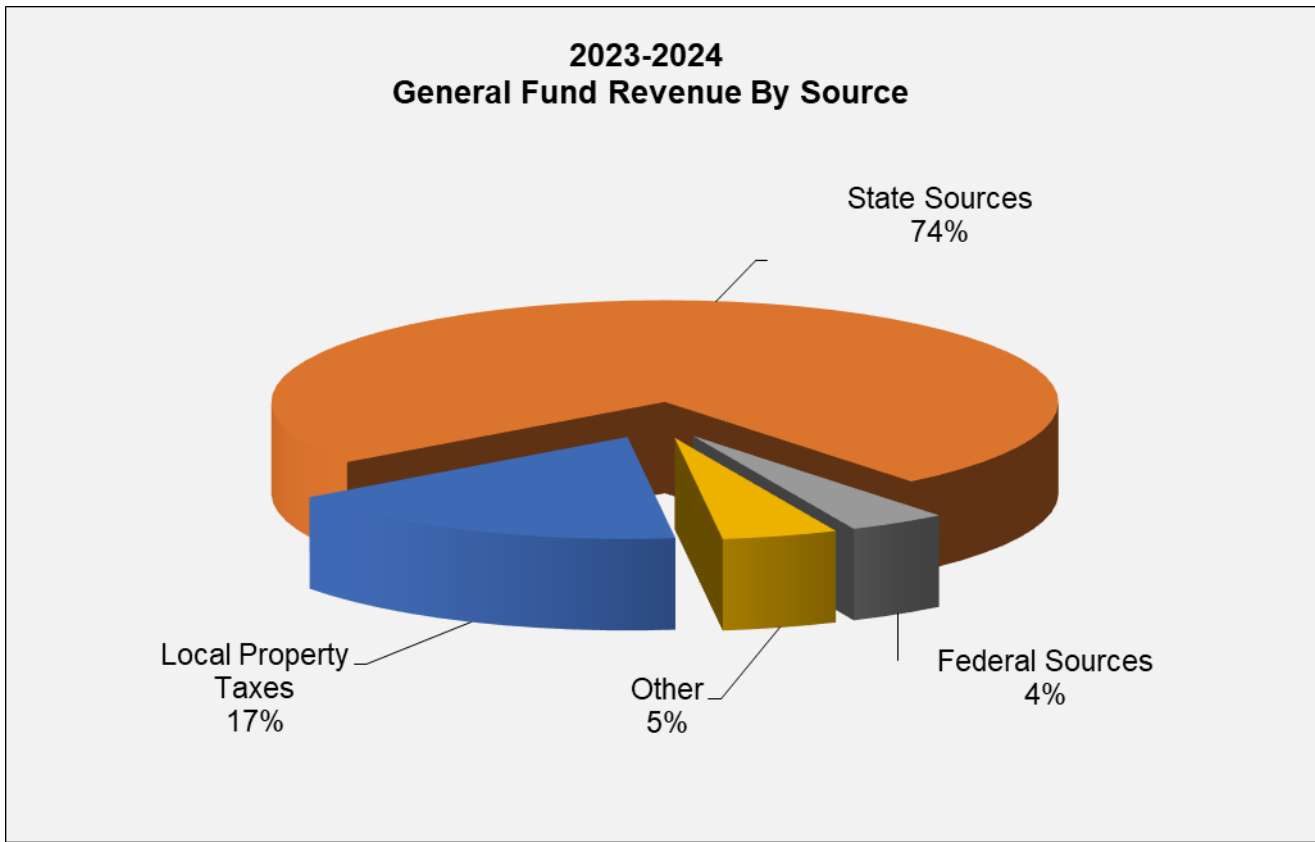
### General Fund - Revenue

In the General Fund, revenues were over budget by \$685,757 or 0.85%. Property taxes were higher resulting from changes in equalization aid, shifts in Long-Term Facilities Revenue Aid, and prior year adjustments. Revenue from state sources exceeded budget by \$306,698. General education revenue exceeded budget by \$287,482, largely due to more than budgeted APUs. Special Education Aid exceeded budget by \$242,146, due to changes in tuition costs and prior year adjustments. Federal revenue was \$119,741 less than budget, largely due to the use of federal special education funds to offset expenditures. Other local sources exceeded budget by \$459,528, largely due to higher interest revenue, donations, and activities.

In comparison to last year, total General Fund revenue increased by \$6,995,211. Revenue from local property taxes was higher by \$2,148,607 primarily due to decreases in changes in equalization aid, a shift of Long-Term Facilities Aid to debt service, and prior-year adjustments. Revenue from state sources was higher by \$5,741,433 due to the combination of general education aid, between terms unemployment aid, increase in compensatory funding, and the increase in special education cross subsidy funding. Revenue from federal sources decreased by \$1,593,631 primarily due to exhaustion of federal pandemic relief funds. Revenue from other sources increased by \$698,802. The primary reason for the increase was interest income and donations.

**GENERAL FUND 01 - REVENUE SUMMARY**

	2022-2023 Actual	2023-2024 Revised Budget	2023-2024 Actual	Budget Variance	% Budget Variance	Change from Prior Year	% Change from Prior Year
<b>Revenue</b>							
Local Property Taxes	\$11,525,163	\$13,634,498	\$13,673,770	\$39,272	0.29%	\$2,148,607	18.64%
State Sources	\$54,427,728	\$59,862,463	\$60,169,161	\$306,698	0.51%	\$5,741,433	10.55%
Federal Sources	\$4,874,319	\$3,400,429	\$3,280,688	(\$119,741)	-3.52%	(\$1,593,631)	-32.69%
Other	\$3,157,621	\$3,396,895	\$3,856,423	\$459,528	13.53%	\$698,802	22.13%
<b>Total</b>	<b>\$73,984,831</b>	<b>\$80,294,285</b>	<b>\$80,980,042</b>	<b>\$685,757</b>	<b>0.85%</b>	<b>\$6,995,211</b>	<b>9.45%</b>



### General Fund – Expenditures by Object

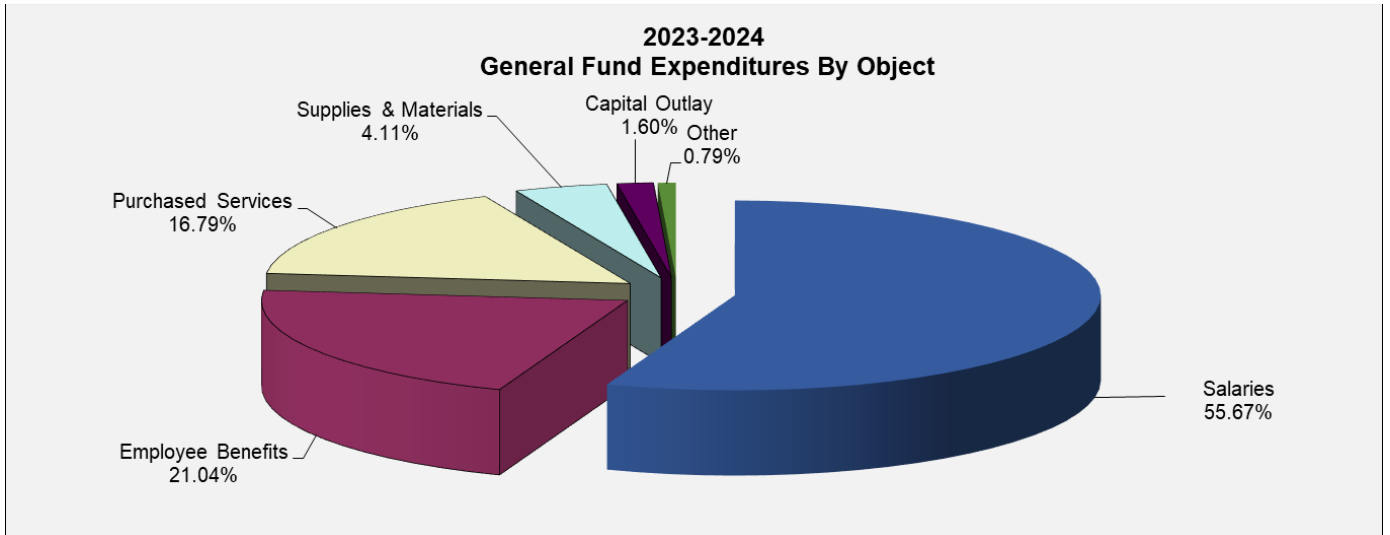
In the General Fund, expenditures were under budget by \$795,589 or 1.00%. The budget variances are primarily from the following areas:

- Salaries were lower than anticipated due to position openings throughout the year.
- Employee benefits were under budget by \$206,636, mainly due to lower than expected participation in between-terms unemployment.
- Long-Term Facilities Maintenance and Operating Capital Purchased Services were \$897,600 over budget due to project timelines.
- Payments for tuition to other schools and agencies was over budget by \$361,650.
- Utility costs were under budget by \$206,200.
- Snow removal was under budget by \$29,000.
- Instructional and non-instructional supplies and licensing agreements were \$307,950 over budget.
- Capital projects and LTFM underspent by \$1,242,480 due to project timing.
- Instructional support purchases were \$133,680 under budget.
- Early Childhood other expenditures were \$94,286 over budget.
- TRA Special Funding was under budget by \$23,300.
- Student Activities Fund 1 expenditures were \$61,350 under budget.
- Student Activities Fund 9 expenditures were \$7,625 under budget.
- Student Activities Fund 51 expenditures were \$14,105 under budget.
- Districtwide dues and fees were \$63,890 under budget.

The General Fund expenditures increased by \$3,620,034 or 4.80% from the previous year. The increase was due to a \$4,860,933 increase in salaries and benefits, a combined reduction of \$1,298,597 in purchased services, supplies and materials, and capital outlay.

**GENERAL FUND 01 - EXPENDITURE SUMMARY**

	<b>2022-2023 Actual</b>	<b>2023-2024 Revised Budget</b>	<b>2023-2024 Actual</b>	<b>Budget Variance</b>	<b>% Budget Variance</b>	<b>Change from Prior Year</b>	<b>% Change from Prior Year</b>
<b>Expenditures</b>							
Salaries	\$40,868,518	\$44,145,325	\$43,976,169	(\$169,156)	-0.38%	\$3,107,651	7.60%
Employee Benefits	\$14,865,267	\$16,825,185	\$16,618,549	(\$206,636)	-1.23%	\$1,753,282	11.79%
Purchased Services	\$13,701,054	\$12,107,095	\$13,264,549	\$1,157,454	9.56%	(\$436,505)	-3.19%
Supplies & Materials	\$3,492,919	\$3,314,088	\$3,246,306	(\$67,782)	-2.05%	(\$246,613)	-7.06%
Capital Outlay	\$1,877,113	\$2,698,946	\$1,261,634	(\$1,437,312)	-53.25%	(\$615,479)	-32.79%
Other	\$564,492	\$694,347	\$622,190	(\$72,157)	-10.39%	\$57,698	10.22%
<b>Total</b>	<b>\$75,369,363</b>	<b>\$79,784,986</b>	<b>\$78,989,397</b>	<b>(\$795,589)</b>	<b>-1.00%</b>	<b>\$3,620,034</b>	<b>4.80%</b>



General Fund - Fund Balance

With total revenues of \$80,980,042 and total expenditures of \$78,989,397, the General Fund's overall fund balance increased by \$1,990,646 to \$20,201,962 as of June 30, 2024. The Unassigned/Nonspendable Fund Balance increased by \$1,499,725. For consistency, the district's fund balance policy is calculated with the Non-Spendable and Unassigned Fund Balance totals.

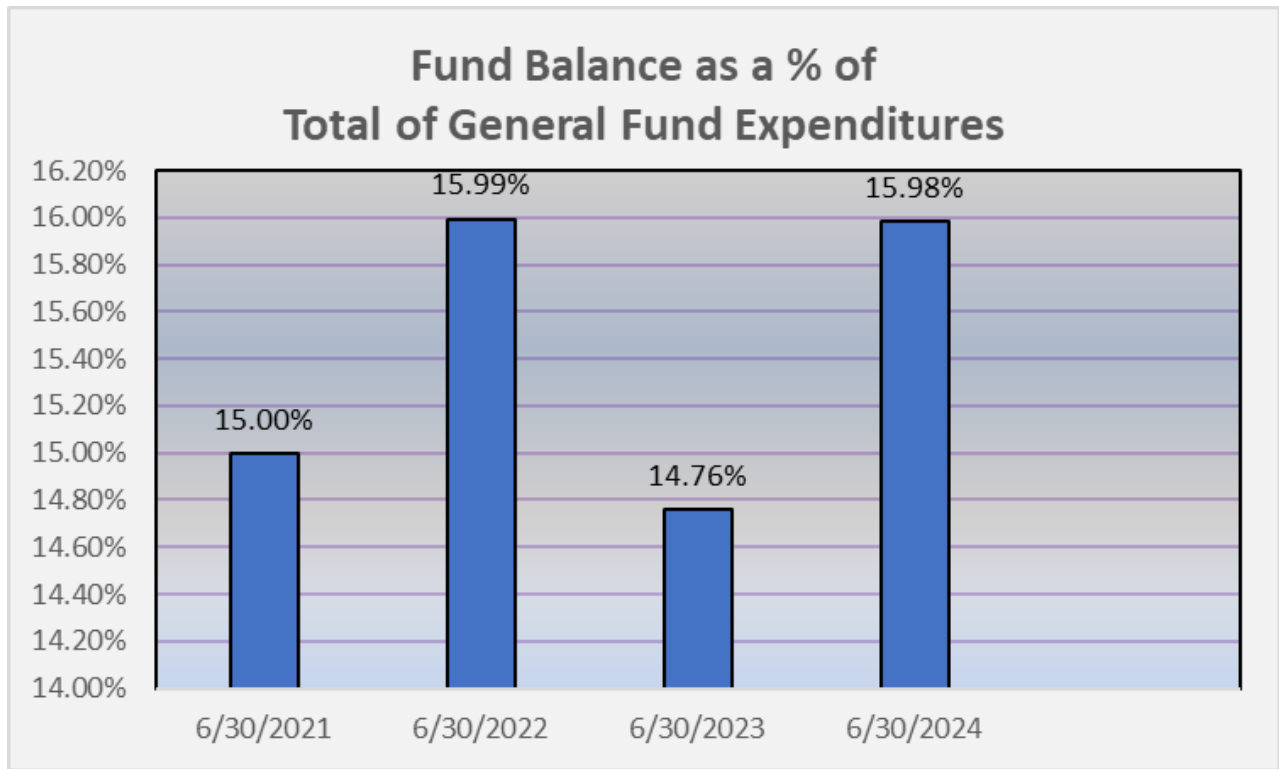
	<u>6/30/2021</u>	<u>6/30/2022</u>	<u>6/30/2023</u>	<u>6/30/2024</u>	<u>Change from Prior Year</u>
<b>Restricted Fund Balance</b>					
Operating Capital	\$ 1,182,367	\$ 1,497,207	\$ 1,749,716	\$ 1,940,959	\$ 191,243
Teacher Development	\$ -	\$ -	\$ -	\$ -	\$ -
Long-term Facilities Maintenance	\$ 347,494	\$ 624,420	\$ (198,064)	\$ 377,945	\$ 576,009
Student Activities-Fund 51	\$ 21,121	\$ 38,012	\$ 42,337	\$ 45,429	\$ 3,092
Medical Assistance	\$ 482,065	\$ 488,888	\$ 326,694	\$ 379,846	\$ 53,152
American Indian Education	\$ -	\$ -	\$ -	\$ 8,406	\$ 8,406
Literacy Incentive	\$ -	\$ -	\$ -	\$ 182,371	\$ 182,371
	<b>\$ 2,033,047</b>	<b>\$ 2,648,527</b>	<b>\$ 1,920,683</b>	<b>\$ 2,934,956</b>	<b>\$ 1,014,273</b>
<b>Committed Fund Balance</b>					
Severance Insurance Premiums	\$ 2,187,804	\$ 2,374,820	\$ 2,576,411	\$ 2,890,038	\$ 313,627
<b>Assigned Fund Balance</b>					
Carryover	\$ 1,201,806	\$ 1,425,512	\$ 1,352,588	\$ 759,429	\$ (593,159)
Student Activities-Fund 9	\$ 383,104	\$ 346,873	\$ 428,932	\$ 584,871	\$ 155,939
Dental Insurance	\$ 184,725	\$ 77,302	\$ (70,774)	\$ (20,400)	\$ 50,374
Capital	\$ 1,385,317	\$ 1,030,697	\$ 853,208	\$ 428,147	\$ (425,061)
PPD	\$ 37,353	\$ 133,344	\$ 25,072	\$ -	\$ (25,072)
Third Party Billing	\$ -	\$ -	\$ -	\$ -	\$ -
	<b>\$ 3,192,305</b>	<b>\$ 3,013,728</b>	<b>\$ 2,589,026</b>	<b>\$ 1,752,047</b>	<b>\$ (836,979)</b>
<b>Non-Spendable Fund Balance</b>	\$ 607,009	\$ 808,201	\$ 706,309	\$ 821,258	\$ 114,949
<b>Unassigned Fund Balance</b>	\$ 10,013,895	\$ 10,750,572	\$ 10,418,887	\$ 11,803,663	\$ 1,384,776
	<b>\$ 10,620,904</b>	<b>\$ 11,558,773</b>	<b>\$ 11,125,196</b>	<b>\$ 12,624,921</b>	<b>\$ 1,499,725</b>
<b>Total Fund Balance</b>	<b>\$ 18,034,060</b>	<b>\$ 19,595,848</b>	<b>\$ 18,211,316</b>	<b>\$ 20,201,962</b>	<b>\$ 1,990,646</b>



General Fund - Fund Balance

The Non-Spendable and Unassigned Fund Balances increased by \$1,499,725, reaching \$12,624,921 as of June 30, 2024, representing 15.98% of total expenditures. This is a 1.22% increase from the prior year. The fund balance percentage is slightly outside the parameters of our Fund Balance policy of 8-12% but the overage is planned for balancing the operating referendum and inflation over the next few years.

	6/30/2021	6/30/2022	6/30/2023	6/30/2024	Change from Prior Year
<b>Non-Spendable Fund Balance</b>	\$ 607,009	\$ 808,201	\$ 706,309	\$ 821,258	\$ 114,949
<b>Unassigned Fund Balance</b>	\$ 10,013,895	\$ 10,750,572	\$ 10,418,887	\$ 11,803,663	\$ 1,384,776
	<b>\$ 10,620,904</b>	<b>\$ 11,558,773</b>	<b>\$ 11,125,196</b>	<b>\$ 12,624,921</b>	<b>\$ 1,499,725</b>
<b>Total General Fund Expenditures</b>	<b>\$ 70,812,639</b>	<b>\$ 72,267,578</b>	<b>\$ 75,369,363</b>	<b>\$ 78,989,397</b>	<b>\$ 3,620,034</b>
<b>Fund Balance as a % of Total of General Fund Expenditures</b>	<b>15.00%</b>	<b>15.99%</b>	<b>14.76%</b>	<b>15.98%</b>	



Food Service – Fund 02

In the Food Service Fund, revenues exceeded expenditures causing the fund balance to increase by \$610,607. Food Service revenues were over budget by \$54,053 and the expenditures were under budget by \$848,650. Meal participation increased by 238,280 meals in 2023-24 meals compared to 2022-23. The actual number of meals served was within .04% of the budget estimate.

Food Service revenues from all sources increased by \$1,081,361 from the previous year. Expenditures were higher by \$790,760 from the previous year. Labor costs in total were \$227,143 more than the prior year due to restructuring and adding positions and having fewer open positions. All other costs increased \$563,617 from the prior year, primarily due to the rise in meals served.

	2022-2023 Actual	2023-2024 Revised Budget	2023-2024 Actual	Budget Variance	% Budget Variance	Change from Prior Year	% Change from Prior Year
<b>Revenue</b>							
State Sources	\$163,060	\$2,269,214	\$2,265,894	(\$3,320)	-0.15%	\$2,102,834	1289.61%
Federal Sources	\$1,856,614	\$1,996,470	\$2,011,036	\$14,566	0.73%	\$154,422	8.32%
Other	\$1,886,072	\$667,370	\$710,177	\$42,807	6.41%	(\$1,175,895)	-62.35%
<b>Total Revenue</b>	<b>\$3,905,746</b>	<b>\$4,933,054</b>	<b>\$4,987,107</b>	<b>\$54,053</b>	<b>1.10%</b>	<b>\$1,081,361</b>	<b>27.69%</b>
<b>Expenditures</b>							
Salaries	\$1,021,912	\$1,043,042	\$1,167,497	\$124,455	11.93%	\$145,585	14.25%
Employee Benefits	\$507,874	\$623,993	\$589,432	(\$34,561)	-5.54%	\$81,558	16.06%
Purchased Services	\$173,447	\$153,058	\$173,016	\$19,958	13.04%	(\$431)	-0.25%
Supplies & Materials	\$1,602,784	\$3,004,057	\$2,057,960	(\$946,097)	-31.49%	\$455,176	28.40%
Capital Outlay	\$260,894	\$380,000	\$380,822	\$822	0.22%	\$119,928	45.97%
Other	\$18,829	\$21,000	\$7,773	(\$13,227)	-62.99%	(\$11,056)	-58.72%
<b>Total Expenditures</b>	<b>\$3,585,740</b>	<b>\$5,225,150</b>	<b>\$4,376,500</b>	<b>(\$848,650)</b>	<b>-16.24%</b>	<b>\$790,760</b>	<b>22.05%</b>
<b>Fund Balance</b>	<b>\$3,017,534</b>	<b>\$2,725,438</b>	<b>\$3,628,141</b>	<b>\$902,703</b>	<b>33.12%</b>	<b>\$610,607</b>	<b>20.24%</b>

**Meal Counts**

	2023-24			%	Change
2022-23	Revised	2023-24	Budget	Budget	from
Actual	Budget	Actual	Variance	Variance	Prior Year

School Year Program						
<b>School Days</b>	172	174	174	-	0.00%	2
Lunch	558,694	669,818	661,129	(8,689)	-1.30%	102,435
Breakfast	178,017	303,514	312,549	9,035	2.98%	134,532
<b>Total</b>	<b>736,711</b>	<b>973,332</b>	<b>973,678</b>	<b>346</b>	<b>0.04%</b>	<b>236,967</b>
<b>Meals per Day</b>						
Lunch	3,248	3,850	3,800	(50)	-1.30%	551
Breakfast	1,035	1,744	1,796	52	-	761
<b>Total</b>	<b>4,283</b>	<b>5,594</b>	<b>5,596</b>	<b>2</b>	<b>0.04%</b>	<b>1,313</b>
Summer Food Program						
<b>Program Days</b>	38	31	31	-	0.00%	(7)
Lunch	5,728	6,559	7,880	1,321	20.14%	2,152
Breakfast	3,511	3,423	4,124	701	20.48%	613
<b>Total</b>	<b>9,239</b>	<b>9,982</b>	<b>12,004</b>	<b>2,022</b>	<b>20.26%</b>	<b>2,765</b>
<b>Meals per Day</b>						
Lunch	151	212	254	43	20.14%	103
Breakfast	92	110	133	23	20.48%	41
<b>Total</b>	<b>243</b>	<b>322</b>	<b>387</b>	<b>65</b>	<b>20.26%</b>	<b>144</b>

**Total Meal Counts - All Programs**

	2021-2022	2022-2023	2023-2024	Change from Prior Year	% Change from Prior Year
<b>Lunch</b>	699,692	564,422	669,009	104,587	18.53%
<b>Breakfast</b>	314,772	181,528	316,673	135,145	74.45%
<b>Total</b>	<b>1,014,464</b>	<b>745,950</b>	<b>985,682</b>	<b>239,732</b>	<b>32.14%</b>

Community Service – Fund 04

The Community Service Fund had increases in all fund balance categories. Revenues were in excess of budget by \$460,509 or 10.90% while expenditures were over budget by \$12,388 or 0.30%. Revenue increased in all categories except federal, resulting in a net year over year increase of \$523,533. Expenditures increased in all programs for a total increase of \$347,174 from last year. The overall Community Service fund balance increased by \$585,339 or 111% with a June 30, 2024 balance of \$1,112,662.

	2022-2023 Actual	2023-2024		Budget Variance	% Budget Variance	Change from Prior Year	% Change from Prior Year
		Revised Budget	2023-2024 Actual				
<b>Revenue</b>							
Local Property Taxes	\$579,413	\$658,055	\$661,428	\$3,373	0.51%	\$82,015	14.15%
State Sources	\$530,458	\$582,709	\$631,041	\$48,332	8.29%	\$100,583	18.96%
Federal	\$9,562	\$0	\$0	\$0	0.00%	(\$9,562)	-100.00%
Other	\$3,041,556	\$2,983,249	\$3,392,053	\$408,804	13.70%	\$350,497	11.52%
<b>Total Revenue</b>	<b>\$4,160,989</b>	<b>\$4,224,013</b>	<b>\$4,684,522</b>	<b>\$460,509</b>	<b>10.90%</b>	<b>\$523,533</b>	<b>12.58%</b>

<b>Expenditures</b>							
Salaries	\$2,412,475	\$2,617,747	\$2,655,357	\$37,610	1.44%	\$242,882	10.07%
Employee Benefits	\$817,732	\$890,597	\$856,277	(\$34,320)	-3.85%	\$38,545	4.71%
Purchased Services	\$331,511	\$377,697	\$371,230	(\$6,467)	-1.71%	\$39,719	11.98%
Supplies & Materials	\$175,845	\$187,076	\$197,440	\$10,364	5.54%	\$21,595	12.28%
Capital Outlay	\$9,995	\$10,995	\$9,995	(\$1,000)	-9.10%	\$0	0.00%
Other	\$4,451	\$2,733	\$8,884	\$6,151	225.06%	\$4,433	99.60%
<b>Total Expenditures</b>	<b>\$3,752,009</b>	<b>\$4,086,845</b>	<b>\$4,099,183</b>	<b>\$12,338</b>	<b>0.30%</b>	<b>\$347,174</b>	<b>9.25%</b>

<u>Fund Balance</u>	<u>6/30/2023</u>	<u>6/30/2024</u>	<u>Change</u>	<u>% Change</u>
Community Education	229,674	781,516	551,842	-240.27%
ECFE	195,493	206,487	10,994	5.62%
School Readiness	100,375	121,692	21,317	21.24%
Adult Basic Education	-	-	-	0.00%
Unassigned/Nonspendable	1,781	2,967	1,186	-66.59%
	<b>527,323</b>	<b>1,112,662</b>	<b>585,339</b>	<b>111.00%</b>

Building Construction – Fund 6

The Building Construction Fund tracks the revenues and expenditures from bond issues and other restricted revenue sources. Activity includes revenues and expenditures from voter approved building bond referendum passed in November of 2023. Total revenues of \$46,422,772 were from bond proceeds and interest income. Expenditures totaled \$1,133,483 as of the end of the year leaving a fund balance of \$45,289,289 on June 30, 2024.

	2023-2024						
	2022-2023	Revised	2023-2024	Budget	% Budget	Change from	% Change from
	Actual	Budget	Actual	Variance	Variance	Prior Year	Prior Year
<b>Revenue</b>							
Local Property Taxes	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
State Sources	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
Federal	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
Other	\$0	\$46,401,139	\$46,422,772	\$21,633	0.05%	\$46,422,772	100.00%
<b>Total Revenue</b>	<b>\$0</b>	<b>\$46,401,139</b>	<b>\$46,422,772</b>	<b>\$21,633</b>	<b>0.05%</b>	<b>\$46,422,772</b>	<b>100.00%</b>
<b>Expenditures</b>							
District Wide	\$0	\$2,209,950	\$373,025	(\$1,836,925)	-83.12%	\$373,025	100.00%
Phoenix LC	\$0	\$0	\$0	\$0	0.00%	\$0	100.00%
Montrose Education Center	\$0	\$0	\$10,454	\$10,454	100.00%	\$10,454	100.00%
Buffalo High School	\$42,401	\$0	\$282,619	\$282,619	100.00%	\$240,218	566.54%
Buffalo Community Middle School	\$0	\$0	\$313,988	\$313,988	100.00%	\$313,988	100.00%
Parkside Elementary	\$0	\$0	\$5,634	\$5,634	100.00%	\$5,634	100.00%
Hanover Elementary	\$0	\$0	\$27,685	\$27,685	100.00%	\$27,685	100.00%
Montrose Elementary	\$0	\$0	\$27,922	\$27,922	100.00%	\$27,922	100.00%
Tatanka Elementary	\$0	\$0	\$39,804	\$39,804	100.00%	\$39,804	100.00%
Discovery Elementary	\$0	\$0	\$52,352	\$52,352	100.00%	\$52,352	100.00%
Northwinds Elementary	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
<b>Total Expenditures</b>	<b>\$42,401</b>	<b>\$2,209,950</b>	<b>\$1,133,483</b>	<b>(\$1,076,467)</b>	<b>-48.71%</b>	<b>\$1,091,082</b>	<b>2573.25%</b>
<b>Fund Balance</b>	<b>\$0</b>	<b>\$44,191,189</b>	<b>\$45,289,289</b>	<b>\$1,098,100</b>	<b>2.48%</b>	<b>\$45,289,289</b>	<b>100.00%</b>

Health Reimbursement Account Trust – Fund 18

The district created a sunset clause in the teachers’ contract and the administrators’ contract, and some individual contracts for recently hired positions. Individuals hired after the sunset date in their respective contracts are no longer eligible for the grandfathered post-retirement insurance benefits. The new provisions require the district to make an up-front contribution to the employee’s HRA account upon hire and an annual contribution to the employee’s HRA account for each year of service. Each contract has a contribution limit for the individual employee. These funds are held in an irrevocable trust with Mid-America through National Insurance Services. Employees must meet certain vesting requirements to access these funds. As a result of these contract provisions, we are required to show the cumulative balance of contributions plus any accrued interest in these trust accounts for those individuals eligible for this new program. The actual payments to the trust are already included in the General Fund expenditures shown previously in this report. This will also be the case in future years. The balances shown represent cumulative contributions and interest earned on those individual accounts as of the end of the fiscal year. The balance in the accounts was \$4,049,836 on June 30, 2024, which was an increase of \$244,036.

	2022-2023 Actual	2023-2024 Revised Budget	2023-2024 Actual	Budget Variance	% Budget Variance	Change from Prior Year	% Change from Prior Year
<b>Revenue</b>							
Interest Income	\$43,730	\$55,000	\$54,647	(\$353)	-0.64%	\$10,917	24.96%
Miscellaneous Revenue	\$358,859	\$385,240	\$189,389	(\$195,851)	-50.84%	(\$169,470)	-47.22%
<b>Total Revenue</b>	<b>\$402,589</b>	<b>\$440,240</b>	<b>\$244,036</b>	<b>(\$196,204)</b>	<b>-44.57%</b>	<b>(\$158,553)</b>	<b>-39.38%</b>
<b>Expenditures</b>							
Transfers Out	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
<b>Total Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00%</b>	<b>\$0</b>	<b>\$0</b>
<b>Fund Balance</b>	<b>\$3,805,800</b>	<b>\$4,246,040</b>	<b>\$4,049,836</b>	<b>(\$196,204)</b>	<b>-4.62%</b>	<b>\$244,036</b>	<b>6.41%</b>

OPEB Irrevocable Trust Fund – Fund 45

During the 2009-2010 school year, the district issued \$10.845 million in OPEB Bonds and at the same time, created an irrevocable trust with Bremer Bank to fund the district’s post-employment benefits. Debt payments and property tax levy revenue were recorded in Debt Service Fund 47, while trust activity is recorded in Fund 45.

The district started using the Trust in the 2012-2013 year to cover post-employment obligations and has done so each year since. The interest earnings and dividends recognized each year represent the change in the financial markets and any distributions out of the Trust. Retiree contributions represent the employee’s share of retiree insurance costs. During the fiscal year, the market stabilized and produced returns sufficient to cover the annual expenditures and add to the trust balance. This is the ninth year of using the OPEB Trust and in 2023-2024 the trust paid for a net cost of \$592,020 that would have otherwise been in the General Fund. The amount held in trust for OPEB as of June 30, 2024, increased by \$810,317 to \$13,587,627.

	2022-2023 Actual	2023-2024 Revised Budget	2023-2024 Actual	Budget Variance	% Budget Variance	Change from Prior Year	% Change from Prior Year
<b>Revenue</b>							
Interest Income/Change in Market Value	\$942,588	\$735,820	\$1,315,335	\$579,515	78.76%	\$372,747	39.55%
Retiree Contributions	\$267,826	\$254,870	\$250,815	(\$4,055)	-1.59%	(\$17,011)	-6.35%
Sale of Bonds Proceeds	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
<b>Total Revenue</b>	<b>\$1,210,414</b>	<b>\$990,690</b>	<b>\$1,566,150</b>	<b>\$575,460</b>	<b>58.09%</b>	<b>\$355,736</b>	<b>29.39%</b>
<b>Expenditures</b>							
Health Insurance	\$501,313	\$449,830	\$460,115	\$10,285	2.29%	(\$41,198)	-8.22%
Life Insurance	\$17,998	\$14,760	\$14,994	\$234	1.59%	(\$3,004)	-16.69%
Dental Insurance	\$52,985	\$52,920	\$56,650	\$3,730	7.05%	\$3,665	6.92%
Contributions to H.S.A.	\$362,228	\$224,074	\$224,074	\$0	0.00%	(\$138,154)	-38.14%
<b>Total Expenditures</b>	<b>\$934,524</b>	<b>\$741,584</b>	<b>\$755,833</b>	<b>\$14,249</b>	<b>1.92%</b>	<b>(\$178,691)</b>	<b>-19.12%</b>
<b>Net Assets</b>	<b>\$12,777,310</b>	<b>\$13,026,416</b>	<b>\$13,587,627</b>	<b>\$561,211</b>	<b>4.31%</b>	<b>\$810,317</b>	<b>6.34%</b>

Debt Service – Funds 07 & 47

The Debt Service Fund balances for Funds 07 and 47 increased \$391,557 to an overall fund balance of \$2,082,837 as of June 30, 2024. Revenues increased by \$50,122 from the prior year, primarily due to increases in state aid and interest income offsetting reduced property tax revenue. Expenditures were slightly lower than the prior year by \$80,038. The OPEB bonds were fully paid during fiscal year 2024 and Fund 47 was closed and the remaining fund balance was transferred to the Debt Service Fund 7.

School districts are required to levy 105% of their annual debt payments to cover possible delinquent property taxes. When the fund balance reaches a certain point, the State calculates a debt excess fund balance figure and reduces the tax levy by that amount on the next year's property tax levy. All of the funds in the Restricted Fund Balance total are restricted to meet future debt obligations of the district.

<b>Fund 7 &amp; 47</b>	<b>2022-2023 Actual</b>	<b>2023-2024 Revised Budget</b>	<b>2023-2024 Actual</b>	<b>Budget Variance</b>	<b>% Budget Variance</b>	<b>Change from Prior Year</b>	<b>% Change from Prior Year</b>
<b>Revenue</b>							
Local Property Taxes	\$7,628,990	\$6,292,472	\$6,323,941	\$31,469	0.50%	(\$1,305,049)	-17.11%
State Sources	\$304,029	\$1,118,110	\$1,101,913	(\$16,197)	-1.45%	\$797,884	262.44%
Interest Revenue	\$122,845	\$381,627	\$680,132	\$298,505	78.22%	\$557,287	453.65%
Bond Proceeds	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
<b>Total Revenue</b>	<b>\$8,055,864</b>	<b>\$7,792,209</b>	<b>\$8,105,986</b>	<b>\$313,777</b>	<b>4.03%</b>	<b>\$50,122</b>	<b>0.62%</b>
<b>Expenditures</b>							
Principal & Interest	\$7,628,841	\$7,453,432	\$7,710,142	\$256,710	3.44%	\$81,301	1.07%
Other	\$5,550	\$4,288	\$4,287	(\$1)	-0.02%	(\$1,263)	100.00%
Bond Refunding Payments	\$0	\$0	\$0	\$0	0.00%	\$0	0.00%
<b>Total Expenditures</b>	<b>\$7,634,391</b>	<b>\$7,457,720</b>	<b>\$7,714,429</b>	<b>\$256,709</b>	<b>3.44%</b>	<b>\$80,038</b>	<b>1.05%</b>
<b>Fund Balance</b>	<b>\$1,691,280</b>	<b>\$2,025,769</b>	<b>\$2,082,837</b>	<b>\$57,068</b>	<b>3.37%</b>	<b>\$391,557</b>	<b>23.15%</b>