

**Independent
School District
No. 2143**

**Waterville,
Minnesota**

**2019 – 2020
Financial
Statement Audit**

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Audit Results

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Minnesota Legal
Compliance Report



Audit Results

*Fiscal Year 2020
Audit Findings*



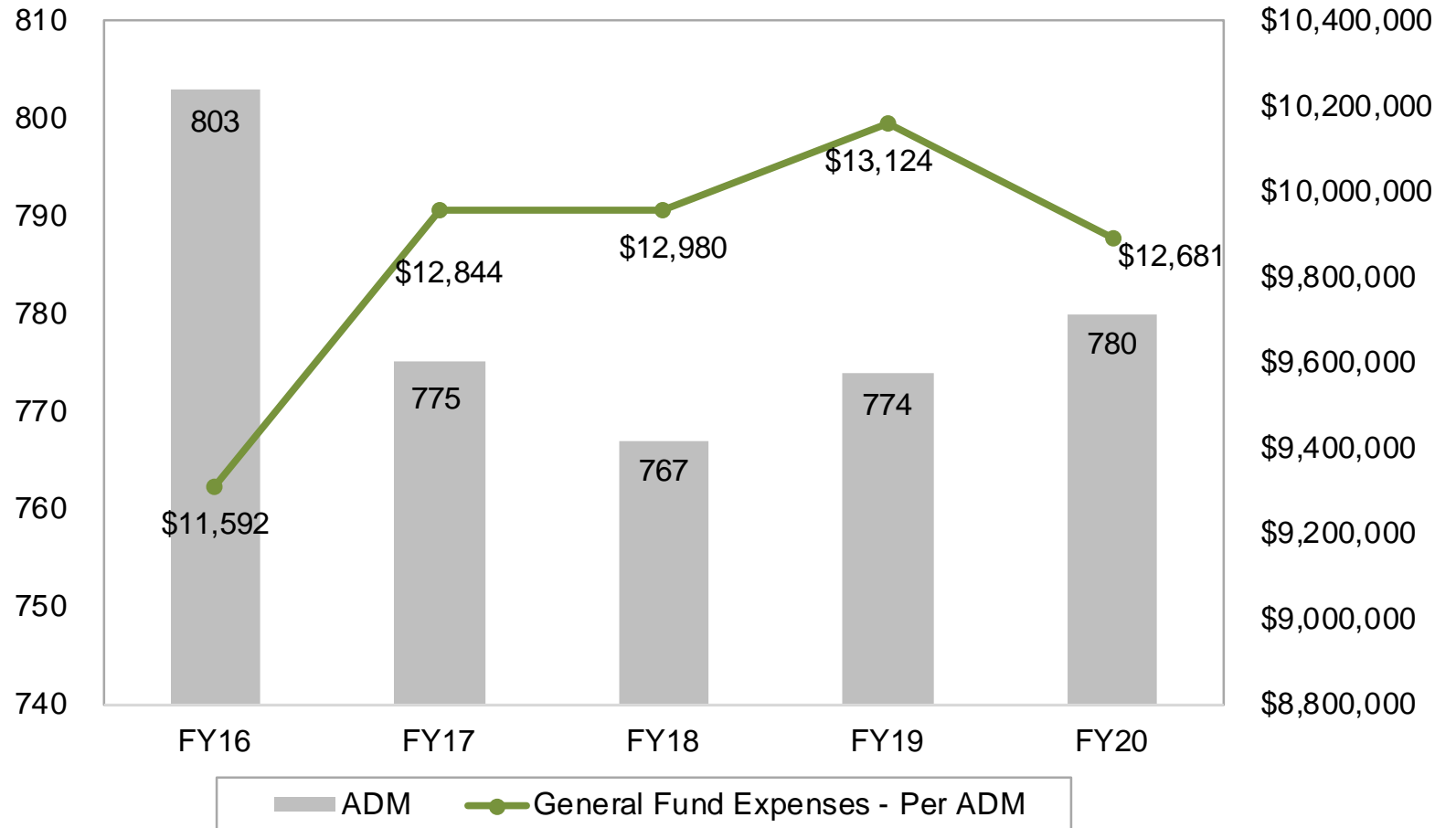
Student Activities

- Student Activity Compliance Finding

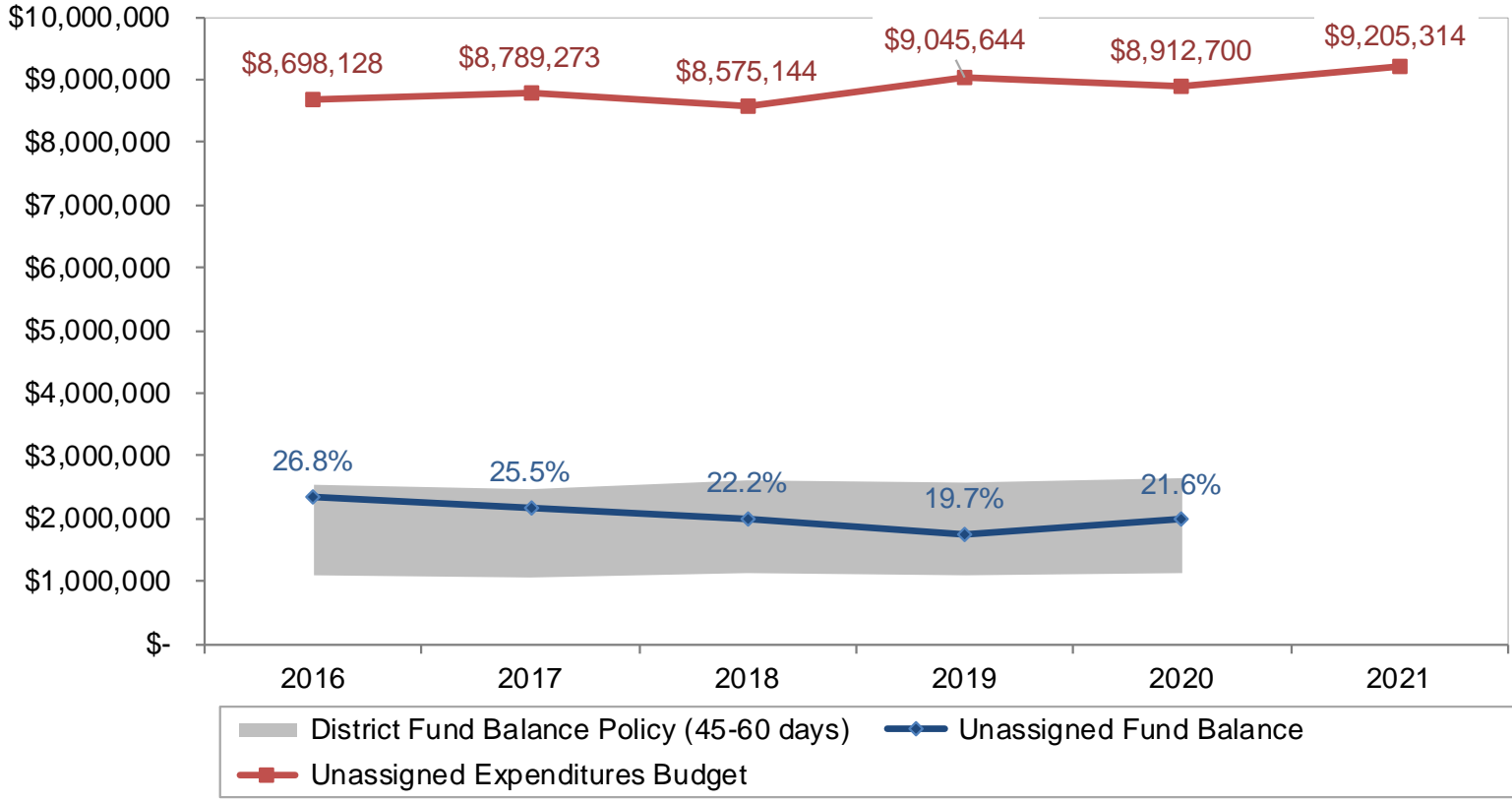
Relevant Future Accounting Standards

- **GASB Statement No. 87: Lease Accounting**
Implementation Date – Fiscal year 2021

Average Daily Membership and General Fund Expenditures



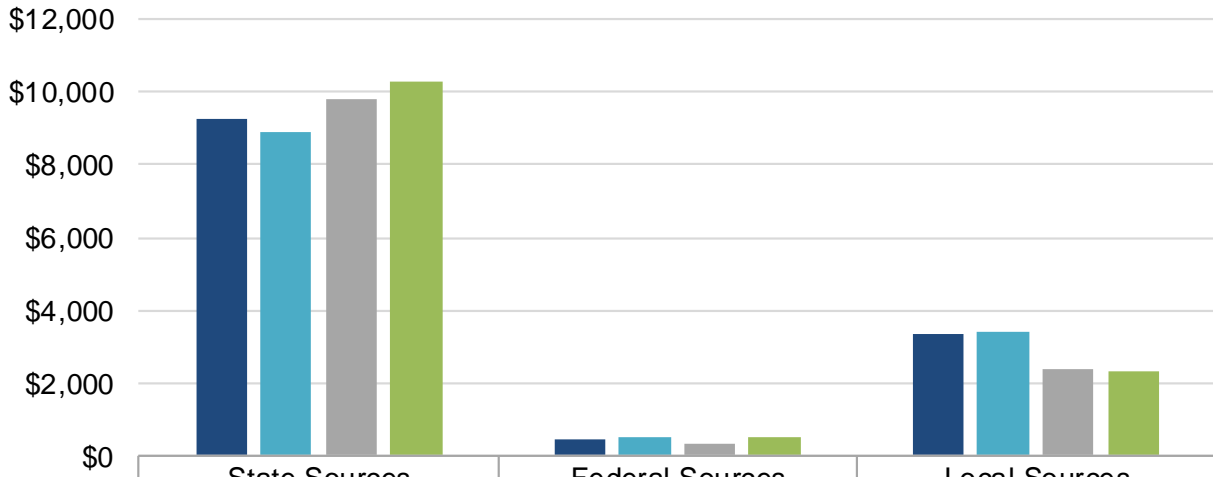
Fund Balance Policy



General Fund Budget to Actual

	Final Budget	Actual Amounts	Variance with Final Budget
Revenues	\$ 10,295,378	\$ 10,265,708	\$ (29,670)
Expenditures	10,142,185	9,891,510	250,675
Excess (Deficiency) of Revenues Over (Under) Expenditures	153,193	374,198	221,005
Other Financing Sources (Uses)			
Sale of assets	-	300	300
Net Change in Fund Balances	153,193	374,498	221,305
Fund Balances, July 1	2,094,565	2,094,565	-
Prior Period Restatement (Note 7)	-	101,476	101,476
Fund Balances, June 30	<u>\$ 2,247,758</u>	<u>\$ 2,570,539</u>	<u>\$ 322,781</u>

General Fund Revenues per ADM

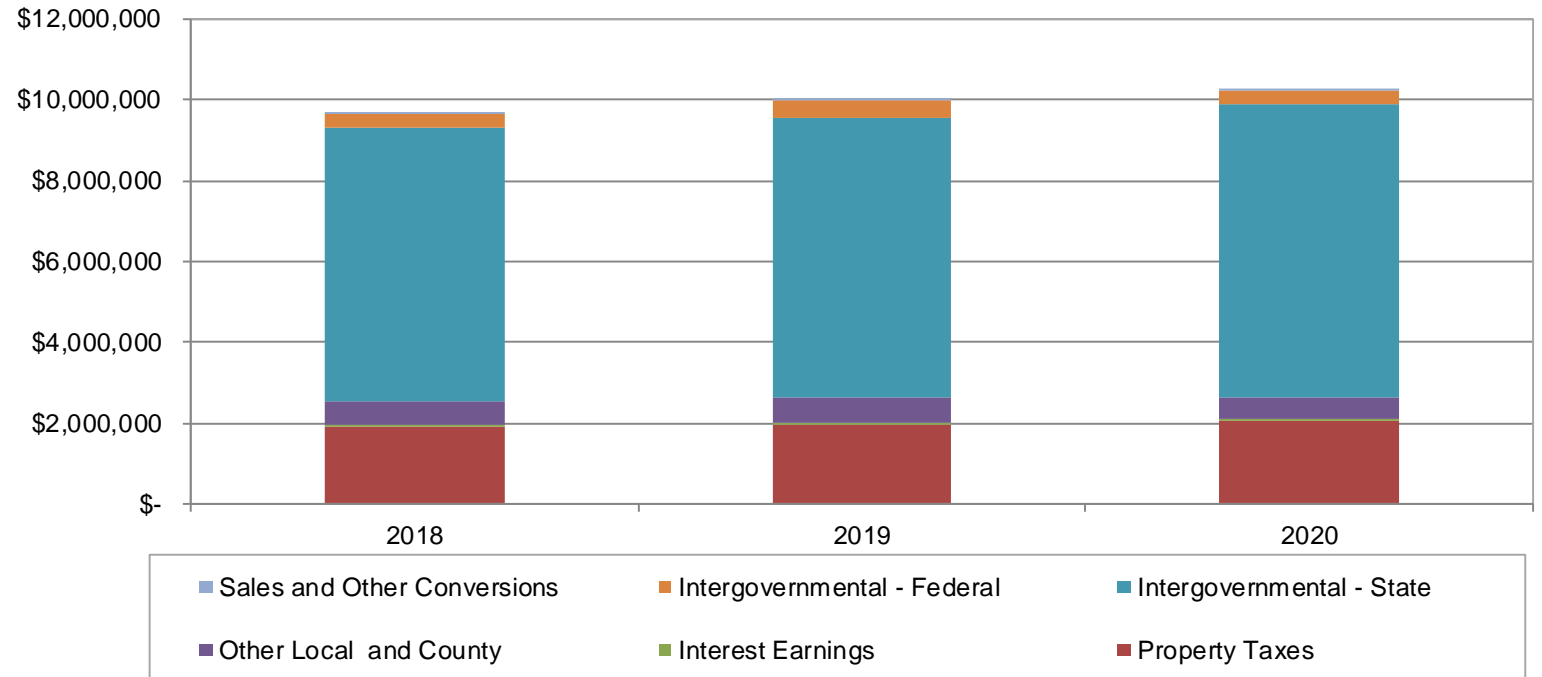


	State Sources	Federal Sources	Local Sources
■ 2020 Waterville-Elysian-Morristown Public School District	\$9,292	\$451	\$3,345
■ 2019 Waterville-Elysian-Morristown Public School District	\$8,915	\$504	\$3,410
■ 2019 Region 09*	\$9,803	\$365	\$2,399
■ 2019 Statewide Average*	\$10,263	\$533	\$2,342

* Information obtained from School District Profile reports published by the MDE

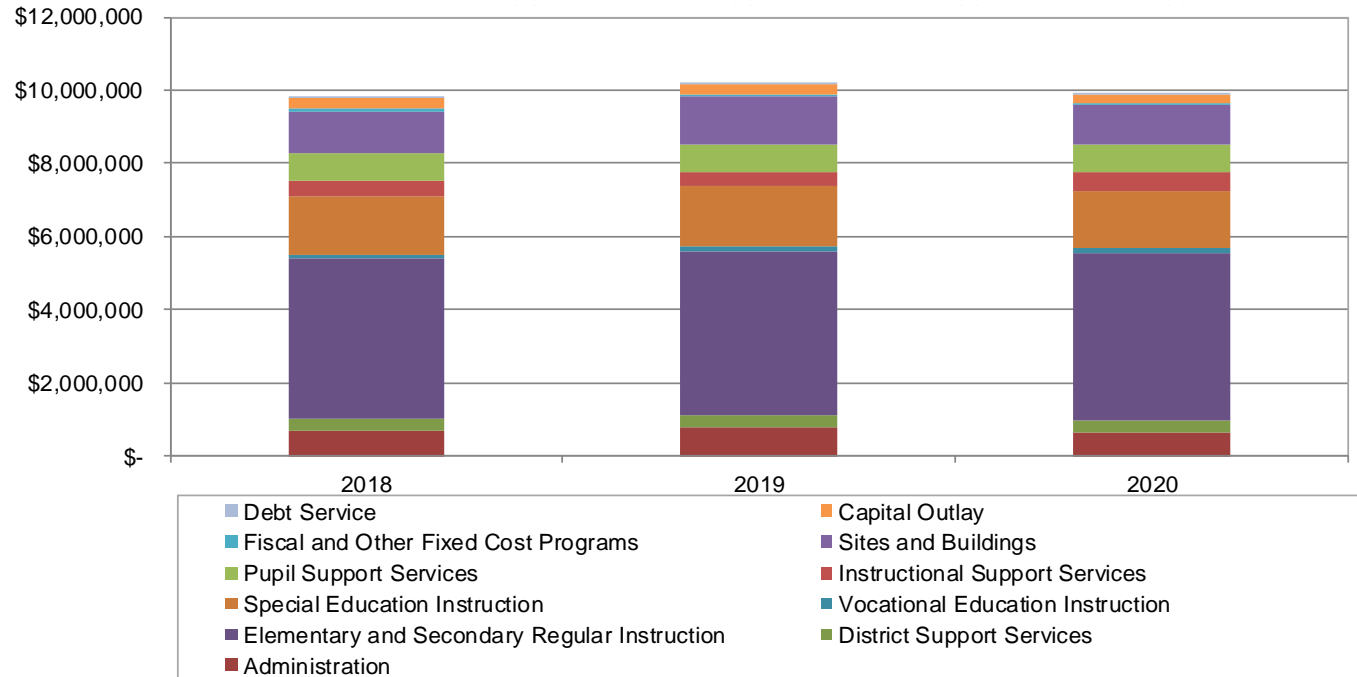
General Fund Revenues by Source

Revenue Source	Amount			Percentage of Total Revenues
	2018	2019	2020	
Property Taxes	\$ 1,903,325	\$ 1,946,673	\$ 2,063,706	20.1%
Interest Earnings	29,054	54,146	42,532	0.4%
Other Local and County	583,283	642,220	545,503	5.3%
Intergovernmental - State	6,808,914	6,935,825	7,247,626	70.7%
Intergovernmental - Federal	336,718	392,135	351,403	3.4%
Sales and Other Conversions	9,645	10,155	14,938	0.1%
Total Revenues	\$ 9,670,939	\$ 9,981,154	\$ 10,265,708	100.0%



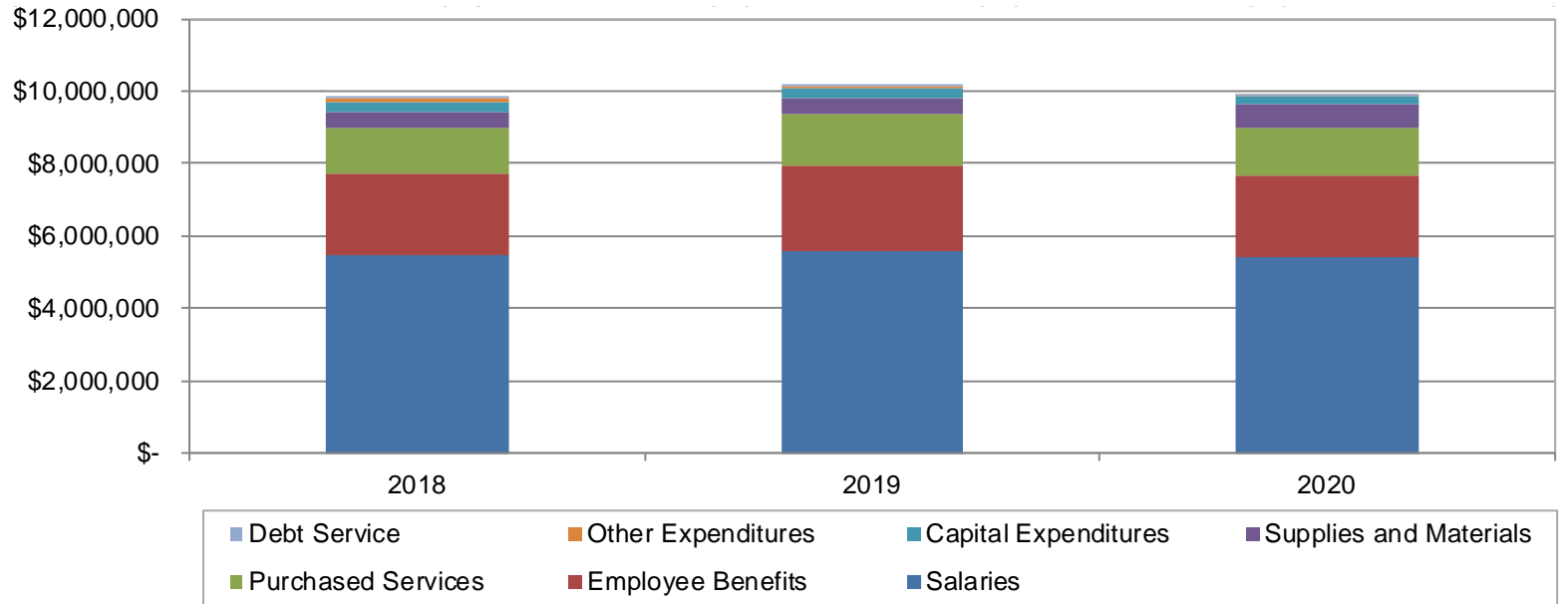
General Fund Expenditures by Program

Expenditures by Program	Amount			Percentage of Total Expenditures
	2018	2019	2020	
Administration	\$ 687,750	\$ 797,699	\$ 630,428	6.4%
District Support Services	340,997	333,403	348,611	3.5%
Elementary and Secondary Regular Instruction	4,359,666	4,473,562	4,579,250	46.2%
Vocational Education Instruction	115,030	120,195	151,150	1.5%
Special Education Instruction	1,612,588	1,638,803	1,530,570	15.5%
Instructional Support Services	421,489	418,289	504,116	5.1%
Pupil Support Services	729,132	726,300	776,815	7.9%
Sites and Buildings	1,165,471	1,305,842	1,083,209	11.0%
Fiscal and Other Fixed Cost Programs	64,968	52,852	62,001	0.6%
Capital Outlay	297,782	284,070	218,689	2.2%
Debt Service	6,670	6,671	6,671	0.1%
Total Expenditures	\$ 9,801,543	\$ 10,157,686	\$ 9,891,510	100.0%

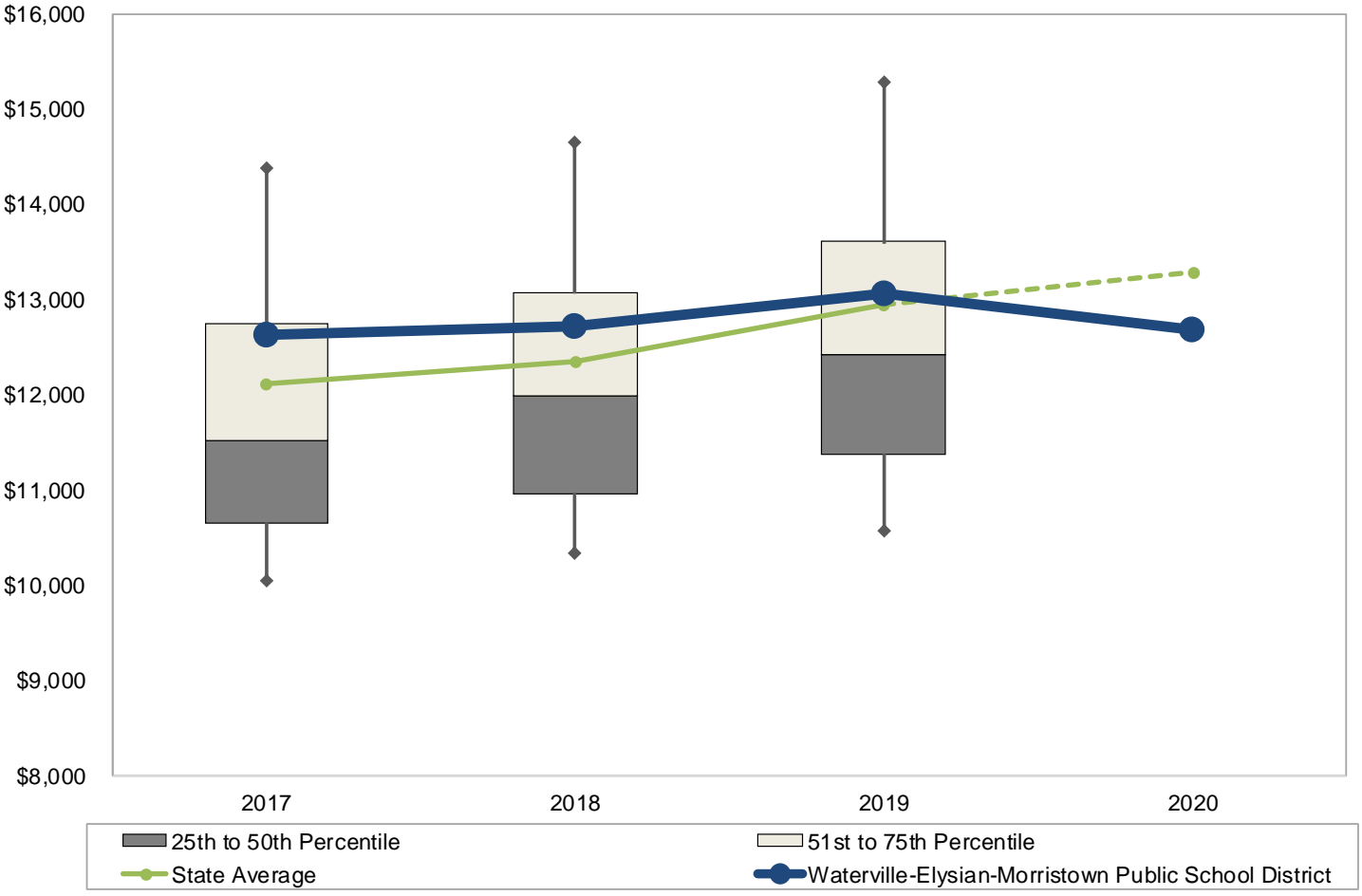


General Fund Expenditures by Object

Expenditures by Object	Amount			Percentage of Total Expenditures
	2018	2019	2020	
Salaries	\$ 5,455,676	\$ 5,605,476	\$ 5,392,716	54.4%
Employee Benefits	2,269,504	2,317,963	2,273,273	23.0%
Purchased Services	1,253,459	1,422,638	1,331,566	13.5%
Supplies and Materials	450,173	481,321	622,739	6.3%
Capital Expenditures	297,782	284,070	218,689	2.2%
Other Expenditures	68,279	39,547	45,856	0.5%
Debt Service	6,670	6,671	6,671	0.1%
Total Expenditures	\$ 9,801,543	\$ 10,157,686	\$ 9,891,510	100.0%



General Fund Expenditures per ADM



* Percentile data and state average obtained from School District Profile reports published by the MDE

Food Service Fund

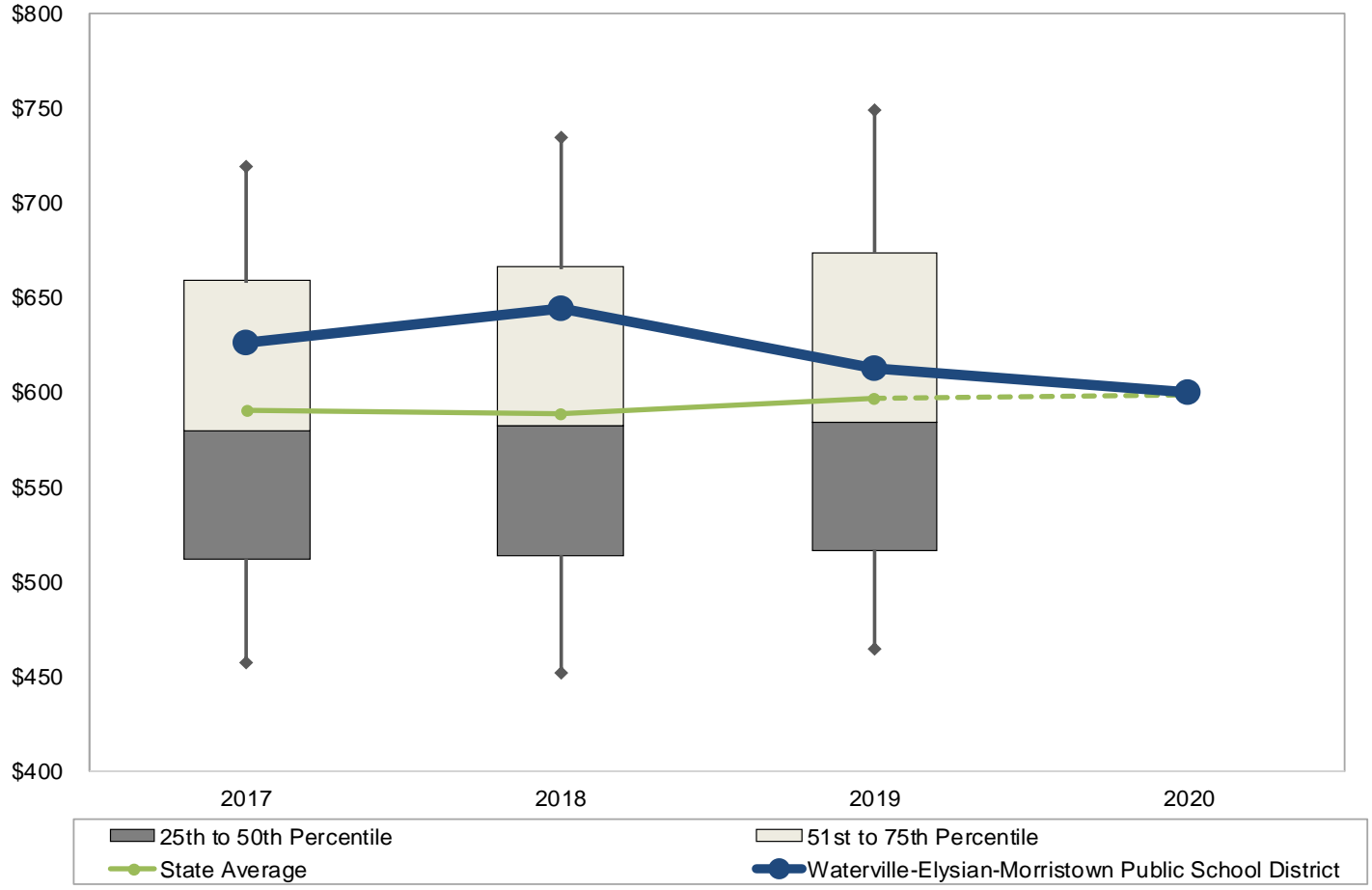
Budget to Actual



	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues	\$ 486,310	\$ 426,859	\$ (59,451)
Expenditures	<u>475,213</u>	<u>467,953</u>	<u>7,260</u>
Net Change in Fund Balances	11,097	(177)	(11,274)
Fund Balances, July 1	<u>29,998</u>	<u>29,998</u>	<u>-</u>
Fund Balances, June 30	<u><u>\$ 41,095</u></u>	<u><u>\$ 29,821</u></u>	<u><u>\$ (11,274)</u></u>

Food Service Fund

Expenditures per ADM Comparison



* Percentile data and state average obtained from School District Profile reports published by the MDE

Community Service Fund

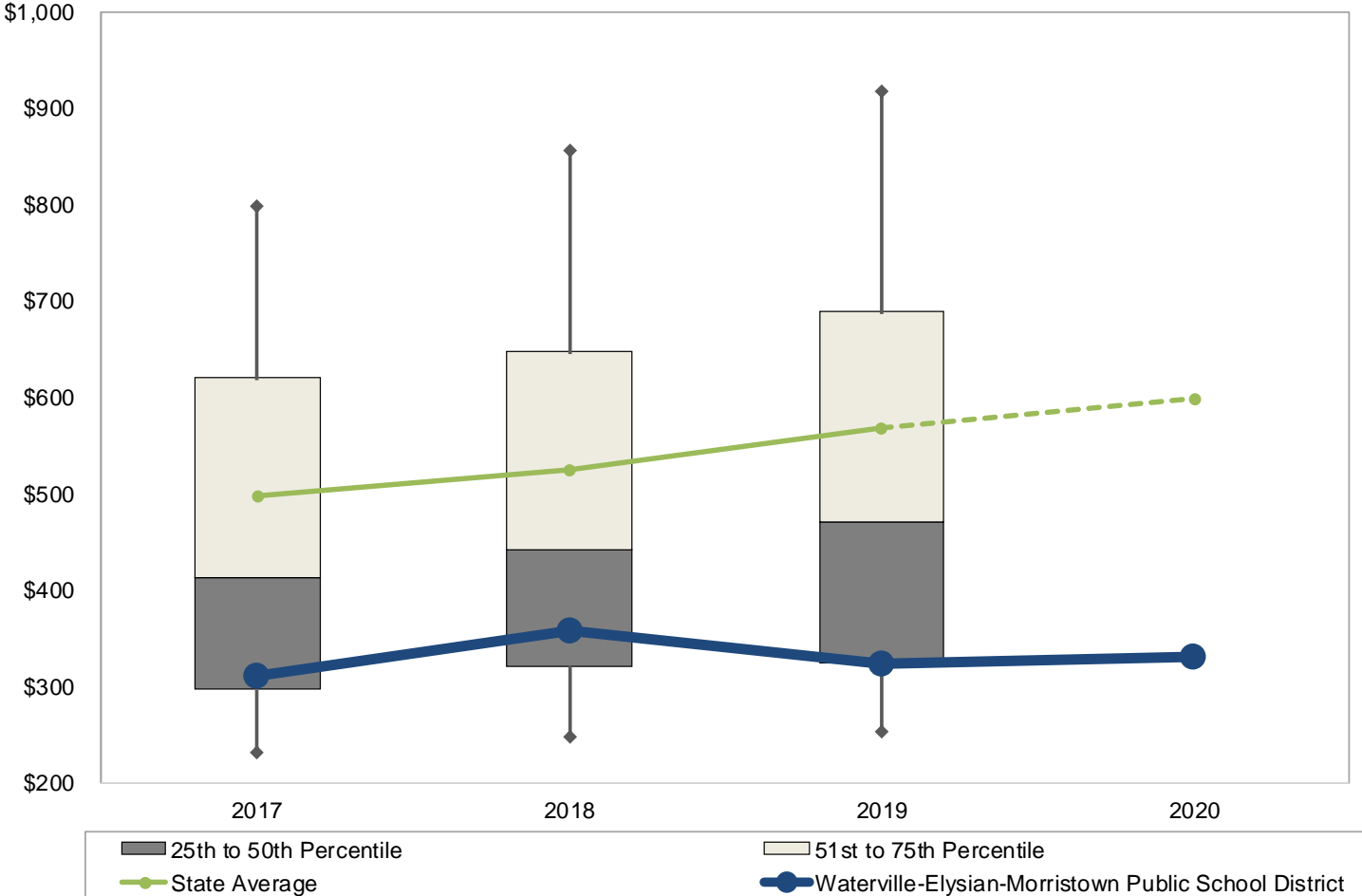
Budget to Actual



	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
Revenues	\$ 288,614	\$ 240,672	\$ (47,942)
Expenditures	<u>288,262</u>	<u>257,276</u>	<u>30,986</u>
Excess of Revenues Over Expenditures	352	(16,604)	(16,956)
Other Financing Sources			
Transfer out	<u>-</u>	<u>(40,917)</u>	<u>(40,917)</u>
Net Change in Fund Balances	352	(57,521)	(57,873)
Fund Balances, July 1	<u>166,493</u>	<u>166,493</u>	<u>-</u>
Fund Balances, June 30	<u><u>\$ 166,845</u></u>	<u><u>\$ 108,972</u></u>	<u><u>\$ (57,873)</u></u>

Community Service Fund

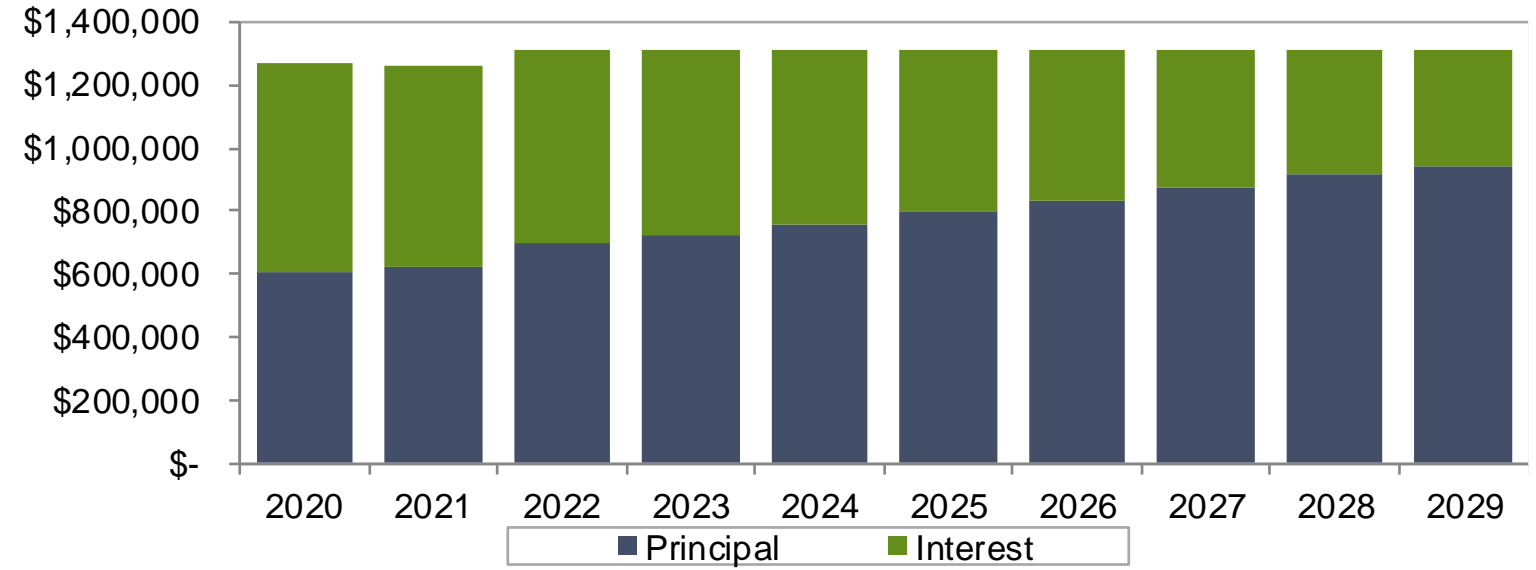
Expenditures per ADM Comparison



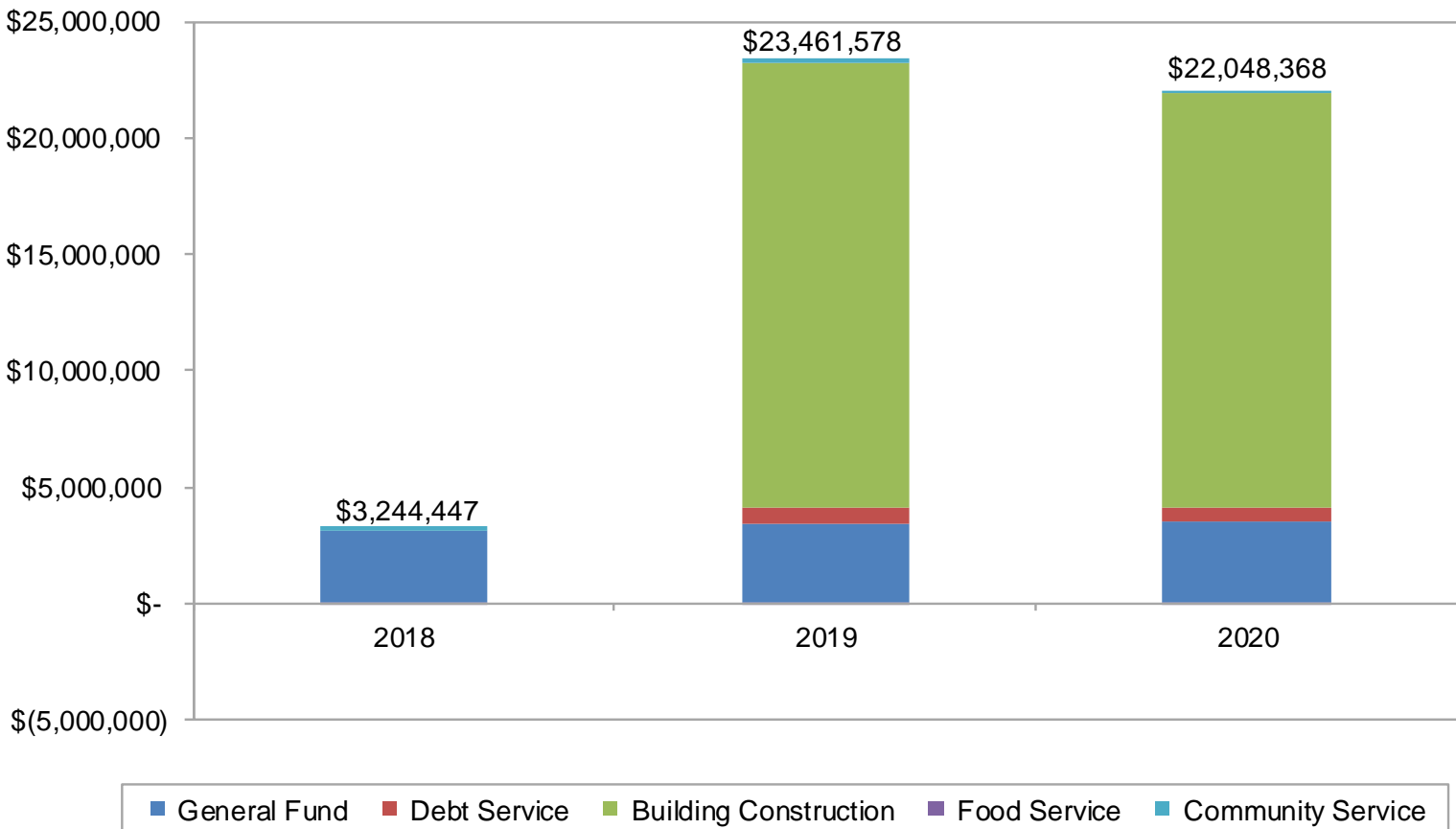
* Percentile data and state average obtained from School District Profile reports published by the MDE

Debt Service Fund

Description	Authorized and Issued	Interest Rate	Maturity Date	Balance at Year End	Due Within One Year
G.O. School Building					
Bonds, Series 2019A	\$ 18,500,000	3.00 - 5.00 %	02/01/39	\$ 17,805,000	\$ 600,000
Capital Lease, Copiers	28,820	5.93	03/28/21	4,899	4,899
Total Debt Outstanding				\$ 17,809,899	\$ 604,899

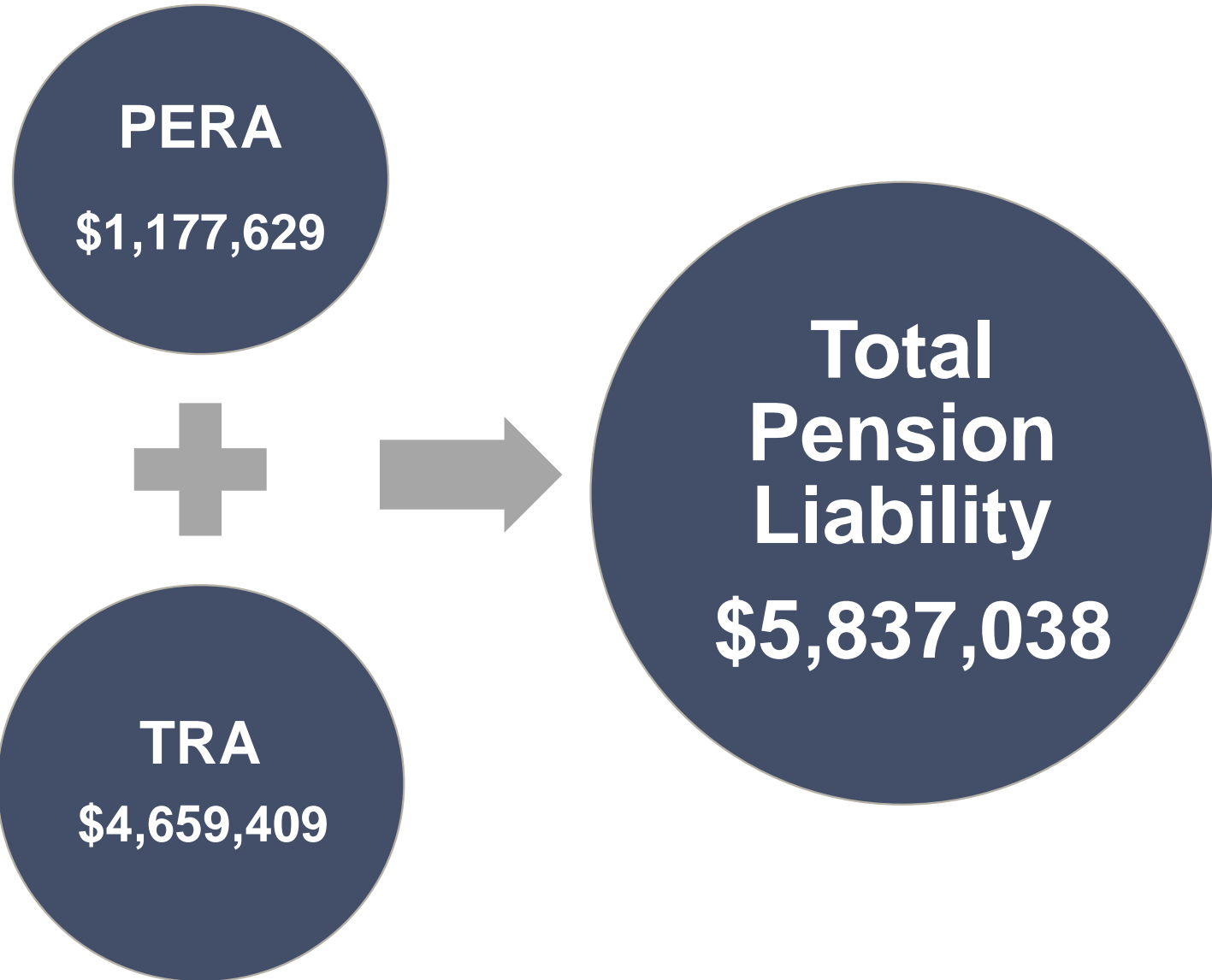


Cash and Investments Balances by Fund



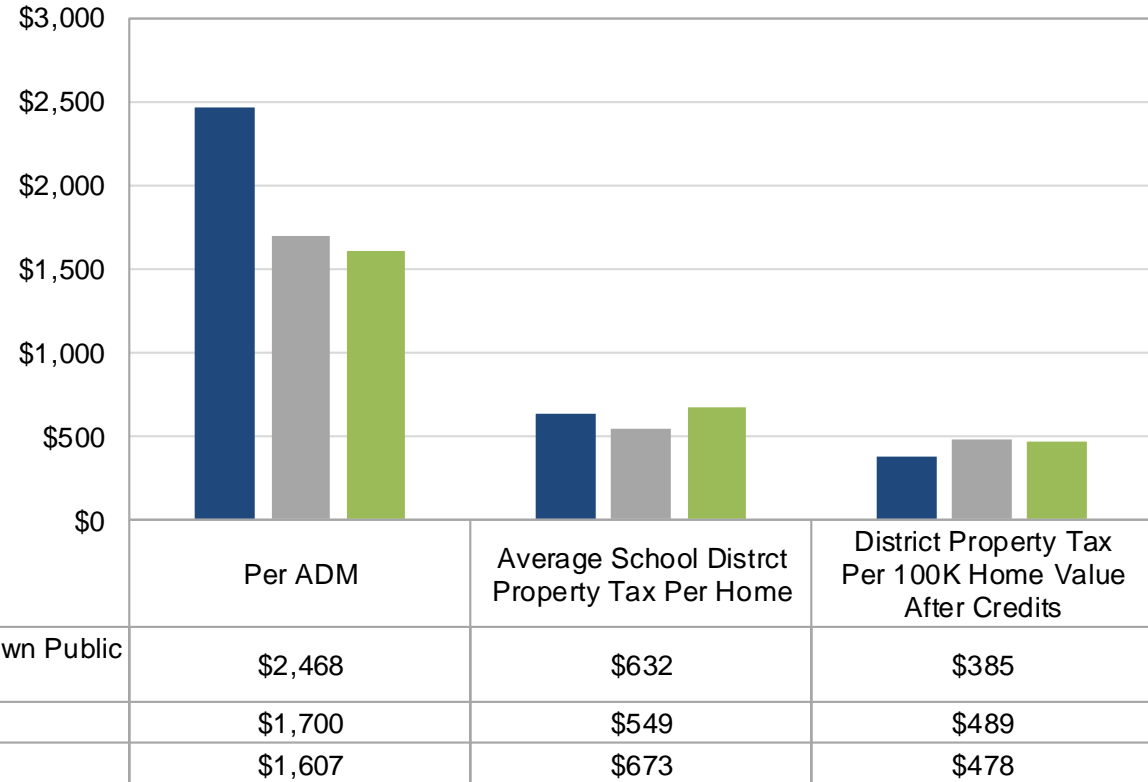
Pension Liability

GASB Statement No. 68



Key Performance Indicators

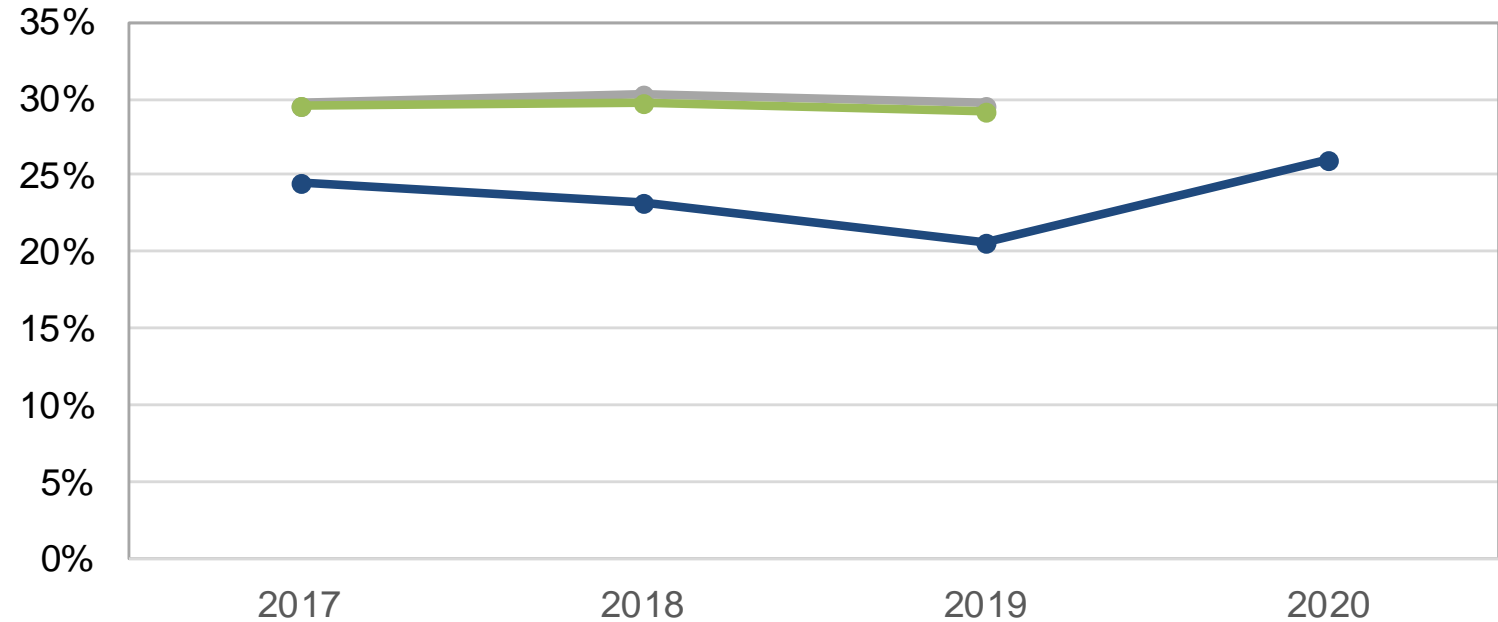
Property Taxes



* Information obtained from School District Profile reports published by the MDE

Key Performance Indicators

General Fund Fund Balance as a Percentage of Expenditures

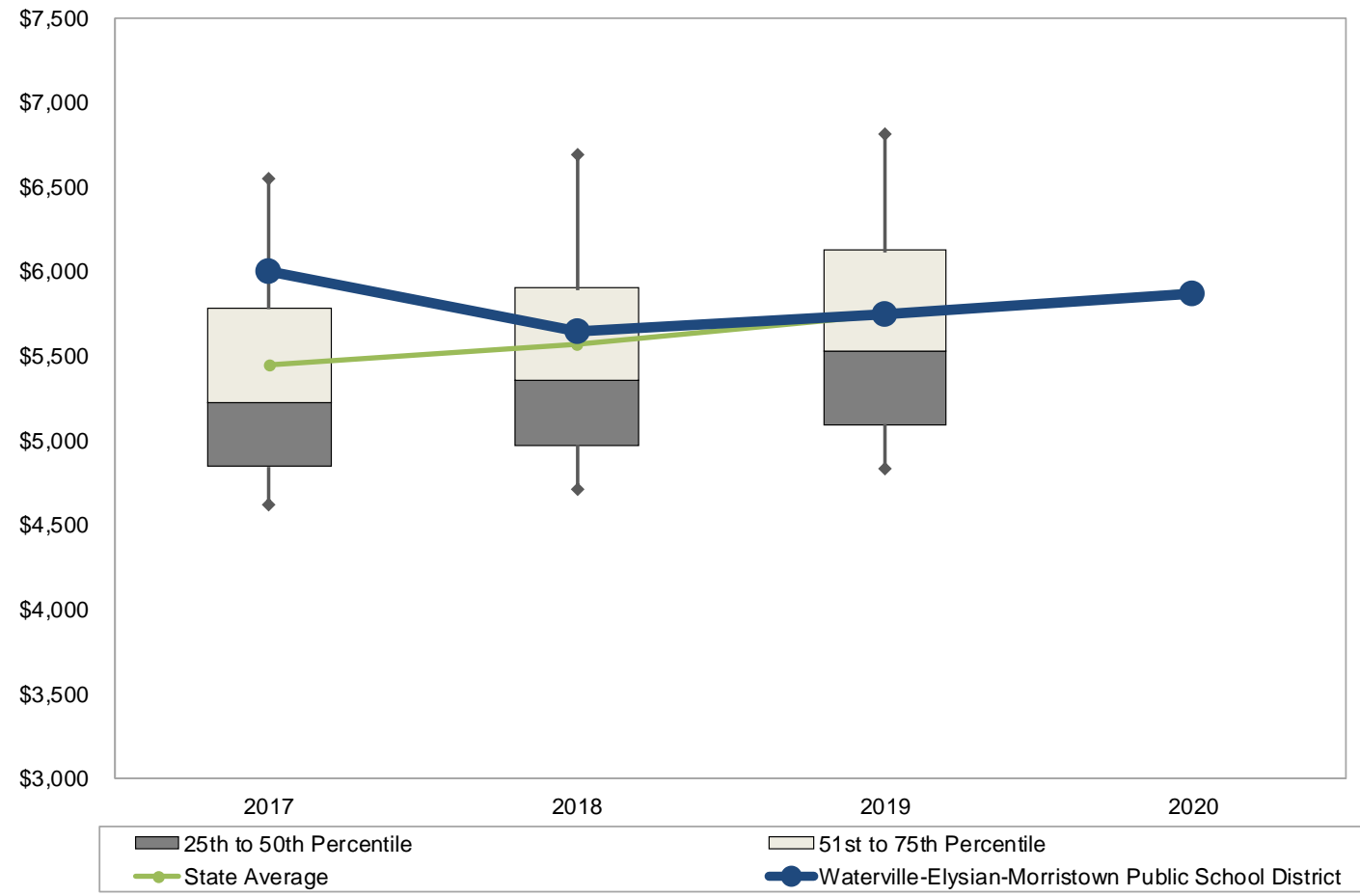


- Waterville-Elysian-Morristown Public School District
- 2019 Region 09*
- 2019 Statewide Average*

* Information obtained from School District Profile reports published by the MDE

Key Performance Indicators

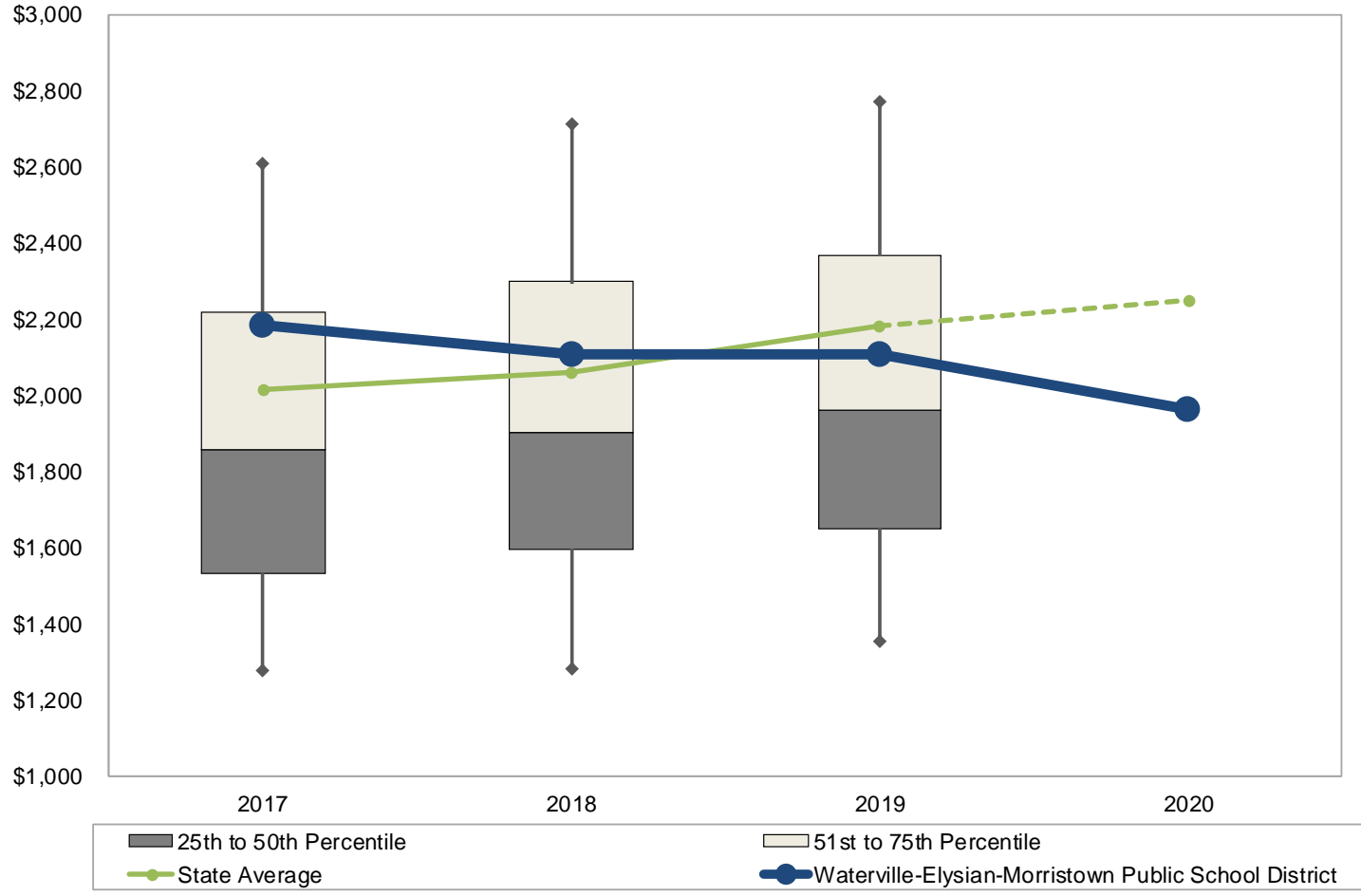
Elementary and Secondary Regular Instruction Expenditures per ADM



* Percentile data and state average obtained from School District Profile reports published by the MDE

Key Performance Indicators

Special Education Expenditures per ADM



* Percentile data and state average obtained from School District Profile reports published by the MDE

Audit Team Contacts



Tom Olinger, CPA

Government Partner

thomas.olinger@aemcpas.com



Erin Enstad, CPA

Manager

erin.enstad@aemcpas.com



Cliff Crimmins, CPA

Senior Associate

cliff.crimmins@aemcpas.com



Abby Schmidt, CPA

Senior Associate

abby.schmidt@aemcpas.com



Chad Guse

Intern

chad.guse@aemcpas.com

