

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2024



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TURTLE LAKE, WISCONSIN
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TURTLE LAKE, WISCONSIN
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INDEPENDENT AUDITORS' REPORT

Board of Education
School District of Turtle Lake
Turtle Lake, Wisconsin

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 the School District of Turtle Lake, Wisconsin (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District'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 the District, as of June 30, 2024, and the respective changes in financial position, 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 the District 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 the District's ability to continue as a going concern for 12 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 the District'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 the District'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 budgetary comparison and the schedules relating to pensions as listed in the table of contents 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules and charter school authorizer annual report, sections VI through VII, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration are also 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 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 and schedules, charter school authorizer annual report, sections VI through VII and schedule of expenditures for federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

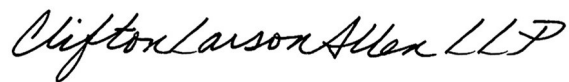
Management is responsible for the other information included in the annual report. The other information comprises the charter school authorizer annual report, sections I through V, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial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

Board of Education
School District of Turtle Lake

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 November 4, 2024, on our consideration of the District'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 the District'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 the District's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
November 4, 2024

FINANCIAL SECTION

BASIC FINANCIAL STATEMENTS

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
STATEMENT OF NET POSITION
JUNE 30, 2024**

	<u>Governmental Activities</u>
ASSETS	
Cash and Investments	\$ 4,181,155
Taxes Receivable	1,737,328
Accounts Receivable	2,556
Due from Other Governments	243,105
Prepaid Items	109,000
Capital Assets Not Being Depreciated/Amortized:	
Land	6,202
Construction Work in Progress	146,378
Capital Assets Being Depreciated/Amortized:	
Land Improvements	807,679
Buildings and Building Improvements	9,521,353
Furniture and Equipment	1,588,937
Leased Asset - Equipment	47,774
Less: Accumulated Depreciation/Amortization	<u>(7,614,855)</u>
Total Assets	10,776,612
DEFERRED OUTFLOWS OF RESOURCES	
Wisconsin Retirement System Pension Related	2,240,411
LIABILITIES	
Accounts Payable	108,978
Accrued Salaries and Wages	350,464
Payroll Taxes and Withholdings	346,669
Unearned Revenue	5,955
Long-Term Liabilities:	
Amounts Due Within One Year:	
Leases Payable	8,992
Compensated Absences	11,346
Amounts Due In More than One Year:	
Leases Payable	30,291
Compensated Absences	84,320
Wisconsin Retirement System Net Pension Plan Liability	<u>262,384</u>
Total Liabilities	1,209,399
DEFERRED INFLOWS OF RESOURCES	
Wisconsin Retirement System Pension Related	1,407,087
NET POSITION	
Net Investment in Capital Assets	4,464,185
Restricted for:	
Unspent Common School Funds	11,418
Debt Service	32,783
Capital Projects	2,333,048
Student Scholarship and Student Activities	556,546
Food Service	262,574
Community Services	130,561
Unrestricted	<u>2,609,422</u>
Total Net Position	<u><u>\$ 10,400,537</u></u>

See accompanying Notes to Basic Financial Statements.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
FUNCTIONS/PROGRAMS	Expenses	Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Primary Government:					
Governmental Activities:					
Instruction:					
Regular Instruction	\$ 2,655,327	\$ 676,797	\$ 354,057	\$ -	\$ (1,624,473)
Vocational Instruction	275,483	48,588	4,940	-	(221,955)
Special Instruction	676,096	-	252,246	-	(423,850)
Other Instruction	433,571	91,235	24,755	-	(317,581)
Total Instruction	4,040,477	816,620	635,998	-	(2,587,859)
Support Services:					
Pupil Services	205,135	-	71,254	-	(133,881)
Instructional Staff Services	525,815	-	253,272	37,507	(235,036)
General Administration Services	359,035	-	-	-	(359,035)
Building Administration Services	379,693	-	-	-	(379,693)
Business Services	116,679	-	-	-	(116,679)
Operation and Maintenance of Plant	980,228	6,420	30,112	-	(943,696)
Pupil Transportation Services	370,229	-	74,967	-	(295,262)
Food Service	367,441	107,232	256,724	-	(3,485)
Central Services	82,038	-	5,098	-	(76,940)
Insurance and Judgments	112,758	-	-	-	(112,758)
Interest and Fiscal Fees	2,473	-	-	-	(2,473)
Other Support Services	54,694	-	14,211	-	(40,483)
Community Services	109,506	15,546	-	-	(93,960)
Nonprogram:					
Purchased Instructional Services	879,767	-	-	-	(879,767)
Other Nonprogram	1,651	-	-	-	(1,651)
Post-Secondary Scholarship	19,528	-	-	-	(19,528)
Total Support Services	4,566,670	129,198	705,638	37,507	(3,694,327)
Total Primary Government	\$ 8,607,147	\$ 945,818	\$ 1,341,636	\$ 37,507	(6,282,186)
GENERAL REVENUES					
Taxes:					
Property Taxes, Levied for General Purposes					4,664,478
Property Taxes, Levied for Community Service Purposes					140,000
Other Taxes					2,731
State and Federal Aids Not Restricted to Specific Functions					1,471,408
Interest and Investment Earnings					214,224
Miscellaneous					217,702
Total General Revenues					6,710,543
CHANGE IN NET POSITION					428,357
Net Position - Beginning of Year					9,972,180
NET POSITION - END OF YEAR					\$ 10,400,537

See accompanying Notes to Basic Financial Statements.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024**

	General Fund	Debt Service Fund	Capital Improvements Fund	Other Governmental Funds	Totals
ASSETS					
Cash and Investments	\$ 1,269,142	\$ 32,783	\$ 1,933,048	\$ 946,182	\$ 4,181,155
Taxes Receivable	1,737,328	-	-	-	1,737,328
Accounts Receivable	2,534	-	-	22	2,556
Due from Other Governments	222,803	-	-	20,302	243,105
Due from Other Funds	-	-	400,000	-	400,000
Prepaid Items	107,059	-	-	1,941	109,000
	<u>3,338,866</u>	<u>32,783</u>	<u>2,333,048</u>	<u>968,447</u>	<u>6,673,144</u>
Total Assets	<u>\$ 3,338,866</u>	<u>\$ 32,783</u>	<u>\$ 2,333,048</u>	<u>\$ 968,447</u>	<u>\$ 6,673,144</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 99,346	\$ -	\$ -	\$ 9,632	\$ 108,978
Accrued Salaries and Wages	348,490	-	-	1,974	350,464
Payroll Taxes and Withholdings	345,464	-	-	1,205	346,669
Due to Other Funds	400,000	-	-	-	400,000
Unearned Revenues	-	-	-	5,955	5,955
Total Liabilities	<u>1,193,300</u>	<u>-</u>	<u>-</u>	<u>18,766</u>	<u>1,212,066</u>
FUND BALANCES					
Nonspendable	107,059	-	-	1,941	109,000
Restricted	11,418	32,783	2,333,048	947,740	3,324,989
Unassigned	2,027,089	-	-	-	2,027,089
Total Fund Balances	<u>2,145,566</u>	<u>32,783</u>	<u>2,333,048</u>	<u>949,681</u>	<u>5,461,078</u>
Total Liabilities and Fund Balances	<u>\$ 3,338,866</u>	<u>\$ 32,783</u>	<u>\$ 2,333,048</u>	<u>\$ 968,447</u>	<u>\$ 6,673,144</u>

See accompanying Notes to Basic Financial Statements.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2024**

Total Fund Balances - Governmental Funds		\$ 5,461,078
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Capital Assets	\$ 12,118,323	
Accumulated Depreciation/Amortization	<u>(7,614,855)</u>	4,503,468

Wisconsin Retirement System Pension Plan:

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	(262,384)	
Deferred Outflows of Resources - Pension Related	2,240,411	
Deferred Inflows of Resources - Pension Related	<u>(1,407,087)</u>	570,940

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:

Leases Payable	39,283	
Compensated Absences	<u>95,666</u>	<u>(134,949)</u>

Net Position of Governmental Activities		<u>\$ 10,400,537</u>
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**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024**

	General Fund	Debt Service Fund	Capital Improvements Fund	Other Governmental Funds	Totals
REVENUES					
Local Sources:					
Property Taxes	\$ 4,664,478	\$ -	\$ -	\$ 140,000	\$ 4,804,478
Other Local Sources	135,549	1,584	104,653	322,185	563,971
Interdistrict Sources	784,929	-	-	-	784,929
Intermediate Sources	7,468	-	-	-	7,468
State Sources	1,893,557	-	-	8,419	1,901,976
Federal Sources	692,804	-	-	248,304	941,108
Other Sources	31,574	-	-	-	31,574
Total Revenues	<u>8,210,359</u>	<u>1,584</u>	<u>104,653</u>	<u>718,908</u>	<u>9,035,504</u>
EXPENDITURES					
Instruction:					
Regular Instruction	2,686,999	-	-	3,546	2,690,545
Vocational Instruction	251,704	-	-	18,072	269,776
Physical Curriculum	155,173	-	-	6,084	161,257
Special Instruction	683,517	-	-	-	683,517
Co-Curricular Activities	217,798	-	-	47,354	265,152
Support Services:					
Pupil Services	178,358	-	-	28,055	206,413
Instructional Staff Services	559,376	-	-	-	559,376
General Administration	362,039	-	-	280	362,319
School Building Administration	384,230	-	-	-	384,230
Business Services	117,751	-	-	-	117,751
Operation and Maintenance	698,315	-	167,045	15,576	880,936
Pupil Transportation Services	359,050	-	-	4,307	363,357
Food Service	-	-	-	372,465	372,465
Central Services	110,380	-	-	425	110,805
Insurance and Judgments	112,758	-	-	-	112,758
Debt Service	10,964	-	-	-	10,964
Other Support Services	37,951	-	18,898	12,522	69,371
Community Services	-	-	-	110,131	110,131
Nonprogram:					
Purchased Instructional Services	879,767	-	-	-	879,767
Other Nonprogram	1,651	-	-	-	1,651
Post-Secondary Scholarship	-	-	-	19,528	19,528
Total Expenditures	<u>7,807,781</u>	<u>-</u>	<u>185,943</u>	<u>638,345</u>	<u>8,632,069</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	402,578	1,584	(81,290)	80,563	403,435
OTHER FINANCING SOURCES (USES)					
Leases	47,774	-	-	-	47,774
Proceeds from Sale of Capital Assets	4,100	-	-	-	4,100
Transfers In	-	-	400,000	-	400,000
Transfers Out	(400,000)	-	-	-	(400,000)
Net Other Financing Sources (Uses)	<u>(348,126)</u>	<u>-</u>	<u>400,000</u>	<u>-</u>	<u>51,874</u>
NET CHANGE IN FUND BALANCES	54,452	1,584	318,710	80,563	455,309
Fund Balances - Beginning of Year	2,091,114	31,199	2,014,338	869,118	5,005,769
FUND BALANCES - END OF YEAR	<u>\$ 2,145,566</u>	<u>\$ 32,783</u>	<u>\$ 2,333,048</u>	<u>\$ 949,681</u>	<u>\$ 5,461,078</u>

See accompanying Notes to Basic Financial Statements.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Net Change in Fund Balances - Total Governmental Funds \$ 455,309

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 the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. In the current period these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 366,365	
Depreciation/Amortization Expense Reported in the Statement of Activities	<u>(405,871)</u>	(39,506)

In the statement of activities, the gain or loss on the sale or disposal of capital assets is recognized. The fund financial statements recognize only the proceeds from these sales.

Loss on disposal of capital assets		(9,665)
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Wisconsin Retirement System Pension Plan:

Pension expenses on the governmental funds are measured by current year employee contributions. Pension expenditures on the Statement of Activities are measured by the change in Net Pension Liability and the related deferred inflows and outflows of resources.

64,574

Long-term debt incurred in governmental funds is reported as an other financing source, but is reported as an increase in outstanding long-term debt in the statement of net position and does not affect the statement of activities. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net position

Leases	(47,774)	
Principal Paid on Leases	<u>8,491</u>	(39,283)

Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Compensated Absences	(3,072)	<u>(3,072)</u>
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Change in Net Position of Governmental Activities		<u><u>\$ 428,357</u></u>
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NOTES TO BASIC FINANCIAL STATEMENTS

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of the School District of Turtle Lake (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. The significant accounting principles and policies utilized by the District are described below.

B. Reporting Entity

The District is organized as a common school district. The District, governed by a five-member elected school board, operates grades K through 12 and is comprised of all or parts of six taxing districts.

The financial reporting of the District is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the District consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the District.

C. Government-Wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds) as described below:

Government-Wide Statements

The statement of net position and the statement of activities present financial information about the District's governmental type activities. (The District had no business-type activities for the reporting year.) These statements include the financial activities of the overall government in its entirety. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

The fund statements provide information about the District's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds; each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District has the following major governmental funds:

General Fund – The General Fund is the operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in another fund.

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

Capital Improvements Fund - The Capital Improvements Fund is used to account for the accumulation of resources for the financing of capital improvements included in the District's approved long-term capital improvements plan.

D. 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. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within six months after the end of the fiscal year, except for property taxes which have an availability period of 60 days. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions of right-to-use assets by lease arrangements are reported as other financing sources.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

The preparation of the basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity

1. Deposits and Investments

Investments of the District are stated at fair value. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

The District is required to invest its funds in accordance with Wisconsin Statutes 66.0603 and 67.11(2). State statutes permit the District to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. agency issues, high grade commercial paper, and the local government pooled-investment fund administered by the state investment board. Available balances in the debt service fund may be invested in municipal obligations, obligations of the United States and the local government pooled-investment fund.

Donations to the District of securities or other property are considered trust funds and are invested as the donor specifies. In the absence of any specific directions, the District may invest the donated items in accordance with the laws applicable to trust investments.

2. Receivables and Payables

Property Taxes

Under Wisconsin law, personal property taxes and first installment real estate taxes are collected by city, town, and village treasurers or clerks who then make proportional settlement with the school district and county treasurer for those taxes collected on their behalf. The county treasurer who then makes settlement with the city, town, village, and school districts before retaining any for county purposes collects second installment real estate taxes and delinquent taxes.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

2. Receivables and Payables (Continued)

The District's property taxes are levied on or before October 31 on the equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31, and a final payment no later than the following July 31. The District is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15, and by the 20th of each subsequent month thereafter. On or before August 20, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which taxes are levied. The 2023 tax levy is used to finance operations of the District's fiscal year ended June 30, 2024. All property taxes are considered due on January 1, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30th and are available to pay current liabilities.

Accounts Receivable

Accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since such allowance would not be material.

Interfund Balances

The current portion of lending/borrowing arrangements between funds is identified as "due to/from other funds." The noncurrent portion of outstanding balances between funds is reported as "advances to/from other funds." Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not expendable available financial resources. For government-wide financial statements, eliminations were made for amounts due to and due from within the same fund type.

3. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased. In the governmental funds, reported prepaid items are classified as nonspendable fund balance.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

4. Capital Assets

Capital assets are reported at actual cost or estimated historical costs. The costs of normal maintenance and repairs that do not add to the value of the asset or materiality extend its life are not capitalized. Donated assets are reported at estimated acquisition value at the time received.

Capitalization thresholds (the dollar valued above which individual asset acquisitions are added to the capital asset accounts), depreciation/amortization methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation/ Amortization Method	Estimated Useful Life
Land and Construction Work in Progress	\$ 5,000	N/A	N/A
Land Improvements	5,000	Straight-Line	20 Years
Buildings	5,000	Straight-Line	50 Years
Building Improvements	5,000	Straight-Line	7 to 30 Years
Furniture and Equipment	5,000	Straight-Line	5 to 20 Years
Vehicles	5,000	Straight-Line	8 Years
Textbooks, Library, and Media*	5,000	Straight-Line	10 Years

* For purposes of determining the capitalization threshold for these items the District groups all purchases for the year.

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.

5. Deferred Outflows of Resources

The District reports decreases in net position or fund balance that relate to future periods as deferred outflows of resources in a separate section of its government-wide statement of net position or governmental fund balance sheet. The District reports deferred outflows of resources for pension related items.

6. Deferred Inflows of Resources

The District reports increases in net position or fund balance that relate to future periods as deferred inflows of resources in a separate section of its government-wide statement of net position or governmental fund balance sheet. The District reports deferred inflows of resources for pension related items.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

7. Unearned Revenue

Unearned revenues are reported in connection with resources that have been received but not yet earned.

8. Wisconsin Retirement System Pension Benefit

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset),
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions,
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

9. Long-Term Obligations

In the government-wide financial statements, outstanding long-term debt and other long-term obligations are reported as liabilities.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt 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.

10. Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick leave. The cost of accumulated vacation pay is accrued when earned in the government-wide financial statements. A liability for accumulated sick leave is accrued only to the extent that the leave will result in cash payments at termination. A liability for these amounts is reported in governmental funds only if they have matured, due to employee retirement or resignation.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

11. Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

12. Equity Classifications

Fund equity, representing the difference between assets, deferred inflows/outflows of resources and liabilities, is classified as follows in the District's financial statements:

Government-Wide Statements

Fund equity is classified as net position in the government-wide financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net positions are displayed as unrestricted.

Fund Financial Statements

In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that will never be converted to cash or will not be converted to cash soon enough to affect the current period. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the District Administrator who has been delegated to exercise such authority in accordance with policy established by the board.

Unassigned fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications. It is the District's policy that at the end of each fiscal year, the District will maintain unassigned portion of fund balance for cash flow of at least 15% of the general fund operating expenditure budget. Only the general fund may report a positive unassigned fund balance.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

12. Equity Classifications (Continued)

Committed fund balance is required to be established, modified, or rescinded by resolution of the District Board prior to each year-end. Based on resolution of the District Board, the District Administrator has the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for an expenditure, it is the District's policy to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for an expenditure, it is the District's policy to use committed, assigned, and finally unassigned fund balance.

NOTE 2 STEWARDSHIP AND ACCOUNTABILITY

In the general fund, at June 30, 2024, the expenditures exceeded the budgeted amount for expenditures as shown below:

EXPENDITURES	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Instruction:				
Co-Curricular Activities	\$ 186,920	\$ 186,920	\$ 217,798	\$ (30,878)
Support Services:				
Instructional Staff Services	554,824	554,824	559,376	(4,552)
General Administration	361,560	361,560	362,039	(479)
Pupil Transportation	343,180	343,180	359,050	(15,870)
Central Services	53,865	53,865	110,380	(56,515)
Insurance and Judgments	104,423	104,423	112,758	(8,335)
Debt Services	-	-	10,964	(10,964)
Other Support Services	24,788	24,788	37,951	(13,163)
Nonprogram:				
Purchased Instructional Services	862,187	862,187	879,767	(17,580)
Other Nonprogram	-	-	1,651	(1,651)

These overages were determined necessary and authorized by management.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The debt service fund accounts for its transactions through separate and distinct bank and investment accounts as recommended by the Department of Public Instruction. All other funds share in common cash and investment accounts.

The District's cash and investments balances at June 30, 2024 as shown in the financial statements as follows:

Governmental Funds:	
General Fund	\$ 1,269,142
Debt Service Fund	32,783
Capital Improvements Fund	1,933,048
Other Governmental Funds	946,182
Total Cash and Investments	\$ 4,181,155

The above balances at June 30, 2024 consisted of the following:

Deposits at Financial Institutions	\$ 3,990,896
Investments in Mutual Funds	190,159
Nondepository Petty Cash Funds	100
Total	\$ 4,181,155

Deposits at Financial Institutions

The District's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and up to \$250,000 for demand deposits at any institution. In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. Coverage under the State Guarantee Fund may not exceed \$1,000,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the District to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that, in the event of bank failure, the District's deposits may not be returned. At June 30, 2024, the District's deposits were not exposed to custodial credit risk.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. 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 the 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), evaluator models using credit information, market movement and sector news (Level 2) 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.

Financial assets and liabilities recorded on the statement of net position and balance sheet – governmental funds 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 and would use in pricing the asset.

Assets measured at fair value on a recurring basis:

	Level 1	Level 2	Level 3	Total
Mutual Funds	\$ 190,159	\$ -	\$ -	\$ 190,159

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligations to the holder of the investment. The District’s policy is to invest its funds in accordance with provision of the Wisconsin Statutes previously discussed in Note 1.E.1. These investments are not rated.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The District’s bond mutual fund has a weighted average maturity of 6.2 years.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Changes in the capital assets for the year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Nondepreciable/Nonamortized:				
Land	\$ 6,202	\$ -	\$ -	\$ 6,202
Construction Work in Progress	-	146,378	-	146,378
Total Capital Assets, Nondepreciable/Nonamortized	6,202	146,378	-	152,580
Capital Assets, Depreciable/Amortizable:				
Land Improvements	807,679	-	-	807,679
Buildings and Improvements	9,507,574	38,494	(24,715)	9,521,353
Furniture and Equipment	1,477,334	133,719	(22,116)	1,588,937
Leased Assets - Equipment	-	47,774	-	47,774
Subtotals	11,792,587	219,987	(46,831)	11,965,743
Less Accumulated Depreciation/Amortization for:				
Land Improvements	548,025	21,814	-	569,839
Buildings and Improvements	5,647,312	277,358	(15,050)	5,909,620
Furniture and Equipment	1,050,813	97,144	(22,116)	1,125,841
Leased Assets - Equipment	-	9,555	-	9,555
Subtotals	7,246,150	405,871	(37,166)	7,614,855
Total Capital Assets, Depreciable/Amortizable, Net	4,546,437	(185,884)	(9,665)	4,350,888
Governmental Activities Capital Assets, Net	\$ 4,552,639	\$ (39,506)	\$ (9,665)	\$ 4,503,468

Depreciation/amortization was charged to governmental functions as follows:

Instruction:	
Vocational Instruction	\$ 8,679
Other Instruction	10,314
Support Services:	
Instructional Staff Services	6,484
Operation and Maintenance of Plant	342,538
Pupil Transportation Services	6,872
Food Service	11,877
Central Services	19,107
Total Depreciation/Amortization for Governmental Activities	<u>\$ 405,871</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2024 was as follows:

Interfund Receivables and Payables

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
Capital Improvements Fund	General Fund	\$ 400,000	Finance Capital Costs

Interfund Transfers

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Purpose</u>
Capital Improvements Fund	General Fund	\$ 400,000	Finance Capital Costs

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the District for the year ended June 30, 2024 were as follows:

	<u>Balances July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balances June 30, 2024</u>	<u>Amounts Due Within One Year</u>
Leases Payable	\$ -	\$ 47,774	\$ 8,491	\$ 39,283	\$ 8,992
Compensated Absences	92,594	3,072	-	95,666	11,346
Total	<u>\$ 92,594</u>	<u>\$ 50,846</u>	<u>\$ 8,491</u>	<u>\$ 134,949</u>	<u>\$ 20,338</u>

The District's estimated liabilities for compensated absences are discussed in Note 4.B.

General Obligation Debt

The 2023 equalized valuation of the District is certified by the Wisconsin Department of Revenue annually. The legal debt limit and margin of indebtedness as of June 30, 2024 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes is as follows:

Debt Limit (10% of \$813,454,036)	\$ 81,345,404
Deduct Long-Term Debt Applicable to Debt Margin	-
Margin of Indebtedness	<u>\$ 81,345,404</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Leases Payable

During 2023-24 the District entered into a long-term noncancelable lease agreement for printers and copiers totaling \$47,774. The District is required to make various monthly principal and interest payments through June 30, 2028. The District used the incremental borrowing rate as the interest rate for the right-to-use asset agreement if an interest rate was not provided in the lease agreement.

The right-to-use lease assets and the related accumulated amortization are detailed in Note 3.C.

Principal and interest requirements to maturity under lease agreements are as follows:

<u>Fiscal Year Ending June 30.</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 8,992	\$ 1,972	\$ 10,964
2026	9,523	1,441	10,964
2027	10,086	878	10,964
2028	10,682	282	10,964
	<u>\$ 39,283</u>	<u>\$ 4,573</u>	<u>\$ 43,856</u>

F. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at June 30, 2024 consisted of the following:

	<u>Total</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Unassigned</u>
Major Funds:				
General Fund:				
Prepaid Items	\$ 107,059	\$ 107,059	\$ -	\$ -
Restricted - Common School Fund	11,418	-	11,418	-
Unassigned	<u>2,027,089</u>	<u>-</u>	<u>-</u>	<u>2,027,089</u>
Subtotal General Fund	2,145,566	107,059	11,418	2,027,089
Debt Service	32,783	-	32,783	-
Capital Improvement Projects	2,333,048	-	2,333,048	-
Nonmajor Funds:				
Special Revenue Funds:				
Student Scholarship and Student Activities	556,546	-	556,546	-
Food Service Program	262,574	148	262,426	-
Community Services Programs	<u>130,561</u>	<u>1,793</u>	<u>128,768</u>	<u>-</u>
Subtotal Nonmajor Funds	<u>949,681</u>	<u>1,941</u>	<u>947,740</u>	<u>-</u>
Total Governmental Funds Balances at June 30, 2024	<u>\$ 5,461,078</u>	<u>\$ 109,000</u>	<u>\$ 3,324,989</u>	<u>\$ 2,027,089</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION

A. Wisconsin Retirement System Pension Plan Benefits

General Information about the Pension Plan

Plan Description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government, and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at: <http://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

Year	Core Fund Adjustment %	Variable Fund Adjustment %
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

During the reporting period, the WRS recognized \$241,771 in contributions from the employer.

Contribution rates as of June 30, 2024 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (Including Teachers, Executives, and Elected Officials)	6.90%	6.90%

Pension Assets/Liabilities, Pension Expense/Revenues, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the District reported a liability of \$262,384 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022 and rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2023, the District's proportion was 0.01764753%, which was an increase of 0.01668500% from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$181,147.

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 1,057,931	\$ (1,401,237)
Changes of Assumptions	114,365	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	914,367	-
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	2,401	(5,850)
District Contributions Subsequent to the Measurement Date	151,347	-
Total	<u>\$ 2,240,411</u>	<u>\$ (1,407,087)</u>

\$151,347 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2025.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense/Revenue, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	<u>Pension Expense Amount</u>
2025	\$ 139,281
2026	146,850
2027	572,627
2028	(176,781)
Total	<u>\$ (681,977)</u>

Actuarial Assumptions. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date	December 31, 2022
Measurement Date of Net Pension Liability (Asset)	December 31, 2023
	January 1, 2018 - December 31, 2020
Experience Study	Published November 19, 2021
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Long-Term Expected Rate of Return	6.8%
Discount Rate	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% to 5.6%
Mortality	2020 WRS Experience mortality table
Post-Retirement Adjustments*:	1.7%

* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The total pension liability to December 31, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2022 actuarial valuation.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense/Revenue, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Long-Term Expected Return on Plan Assets. 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 real 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 the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage 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:

<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Real Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Public Equity	40.0 %	7.3 %	4.5 %
Public Fixed Income	27.0	5.8	3.0
Inflation Sensitive	19.0	4.4	1.7
Real Estate	8.0	5.8	3.0
Private Equity/Debt	18.0	9.6	6.7
Leverage	(12.0)	3.7	1.0
Total Core Fund	100.0	7.4	4.8
<u>Variable Fund Asset</u>			
U.S. Equities	70.0 %	6.8 %	4.0 %
International Equities	30.0	7.6	4.8
Total Variable Fund	100.0	7.3	4.5

Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations.

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.7%.

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Assets/Liabilities, Pension Expense/Revenue, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Single Discount Rate. A single discount rate of 6.8% was used to measure the Total Pension Liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 3.77% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2023. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District’s proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 6.8%, as well as what the District’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.8%) or one percentage point higher (7.8%) than the current rate:

	1% Decrease (5.8%)	Current Discount Rate (6.8%)	1% Increase (7.8%)
District’s Proportionate Share of the Net Pension Liability (Asset)	\$ 2,536,073	\$ 262,384	\$ (1,328,611)

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Payable to the Pension Plan

The District reported a payable of \$107,956 for the outstanding amount of contributions to the pension plan for the year ended June 30, 2024.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Compensated Absences

The District's policy on allowing accumulated employee leave to vest varies between types of benefits. The District administrator and principals have vested severance pay as allowed for in their contracts. Vacation pay for the administration and staff is discretionary and is voted on a case-by-case basis by the School Board. Sick leave vests for support staff only. The employee must be with the District at least 10 years for the sick leave to vest. Support staff employees are paid \$30 per day up to a maximum of ninety days when an employee leaves or retires from the District. The District's estimated liability for vacation and sick leave benefits at June 30, 2024 was \$11,346 and \$84,320, respectively. The District's general fund finances the compensated absences on a pay-as-you-go basis.

C. Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The Plan, available to all District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Contributions to this plan are entirely from employee voluntary contributions. The District makes no employer contributions to this plan.

D. Limitation on School District Revenues

Wisconsin statutes limit the amount of revenues school districts may derive from general school aids and property taxes. The annual revenue increase from these sources is based on pupil count and is limited to the amount approved by legislative action unless a higher amount has been approved by a referendum. The State has also placed a limit on the decrease in the annual revenue cap due to declining enrollments. The State further allows an exemption equal to 75% of the prior year unused allowable revenue.

This limitation does not apply to revenues needed for payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

- A resolution of the school board or by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

E. Subsequent Events

On November 1, 2024, the District approved the short-term borrowing of a tax and revenue anticipation note in an amount not to exceed \$535,400. This note bears an interest rate of 5.45% and is due on October 31, 2025.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

F. 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; and natural disasters. The District maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three years.

G. Contingencies

The District participates in various federal and state grant programs, which are subject to program compliance audits. Accordingly, the District's compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the District anticipates such amounts, if any, will be immaterial.

H. Commitments

At June 30, 2024, the District was committed under various construction contracts related to District improvements. The District entered into contracts totaling \$292,756 which will be financed with fund balance. As of June 30, 2024, \$146,378 remains yet to be paid.

REQUIRED SUPPLEMENTARY INFORMATION

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local Sources:				
Property Taxes	\$ 4,664,478	\$ 4,664,478	\$ 4,664,478	\$ -
Other Local Sources	82,205	82,205	135,549	53,344
Interdistrict Sources	820,409	820,409	784,929	(35,480)
Intermediate Sources	8,566	8,566	7,468	(1,098)
State Sources	1,865,114	1,865,114	1,893,557	28,443
Federal Sources	565,432	565,432	692,804	127,372
Other Sources	13,200	13,200	31,574	18,374
Total Revenues	8,019,404	8,019,404	8,210,359	190,955
EXPENDITURES				
Instruction:				
Regular Curriculum	2,725,366	2,725,366	2,686,999	38,367
Vocational Curriculum	272,442	272,442	251,704	20,738
Physical Curriculum	161,590	161,590	155,173	6,417
Special Education Curriculum	717,707	717,707	683,517	34,190
Co-Curricular Activities	186,920	186,920	217,798	(30,878)
Total Instruction	4,064,025	4,064,025	3,995,191	68,834
Support Services:				
Pupil Services	233,888	233,888	178,358	55,530
Instructional Staff Services	554,824	554,824	559,376	(4,552)
General Administration	361,560	361,560	362,039	(479)
School Building Administration	390,703	390,703	384,230	6,473
Business Administration	119,407	119,407	117,751	1,656
Operation and Maintenance	877,184	877,184	698,315	178,869
Pupil Transportation	343,180	343,180	359,050	(15,870)
Central Services	53,865	53,865	110,380	(56,515)
Insurance and Judgments	104,423	104,423	112,758	(8,335)
Debt Services	-	-	10,964	(10,964)
Other Support Services	24,788	24,788	37,951	(13,163)
Total Support Services	3,063,822	3,063,822	2,931,172	132,650
Nonprogram:				
Purchased Instructional Services	862,187	862,187	879,767	(17,580)
Other Nonprogram	-	-	1,651	(1,651)
Total Nonprogram	862,187	862,187	881,418	(19,231)
Total Expenditures	7,990,034	7,990,034	7,807,781	182,253
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	29,370	29,370	402,578	373,208
OTHER FINANCING SOURCES (USES)				
Leases	-	-	47,774	47,774
Proceeds from Sale of Capital Assets	-	-	4,100	4,100
Transfers Out	-	-	(400,000)	(400,000)
Total Other Financing Sources (Uses)	-	-	(348,126)	(348,126)
NET CHANGE IN FUND BALANCE	29,370	29,370	54,452	25,082
Fund Balance - Beginning of Year	2,091,114	2,091,114	2,091,114	-
FUND BALANCE - END OF YEAR	\$ 2,120,484	\$ 2,120,484	\$ 2,145,566	\$ 25,082

See accompanying Notes to Required Supplementary Information.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF
WISCONSIN RETIREMENT SYSTEM NET PENSION LIABILITY (ASSET)
LAST TEN MEASUREMENT PERIODS**

<u>Year Ending</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Covered Payroll</u>	<u>Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
12/31/2023	0.01764753 %	\$ 262,384	\$ 3,395,098	7.73 %	98.85 %
12/31/2022	0.01748068	926,074	3,207,880	28.87	95.72
12/31/2021	0.01744145	(1,405,812)	3,068,635	45.81	106.02
12/31/2020	0.01742358	(1,087,778)	2,828,473	38.46	105.26
12/31/2019	0.01778764	(573,554)	2,817,561	20.36	102.96
12/31/2018	0.01797029	639,326	2,732,510	23.40	96.45
12/31/2017	0.01806558	(536,388)	2,672,756	20.07	102.93
12/31/2016	0.01758383	144,933	2,642,273	5.49	99.12
12/31/2015	0.01720043	279,504	2,564,355	10.90	98.20
12/31/2014	0.01744766	(428,562)	2,319,175	18.48	102.74

See accompanying Notes to Required Supplementary Information.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF DISTRICT'S CONTRIBUTIONS TO
WISCONSIN RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS**

Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2024	\$ 241,771	\$ (241,771)	\$ -	\$ 3,548,125	6.81 %
6/30/2023	223,956	(223,956)	-	3,301,042	6.78
6/30/2022	212,037	(212,037)	-	3,141,295	6.75
6/30/2021	203,036	(203,036)	-	2,982,887	6.81
6/30/2020	184,552	(184,552)	-	2,788,543	6.62
6/30/2019	185,550	(185,550)	-	2,792,986	6.64
6/30/2018	183,197	(183,197)	-	2,694,080	6.80
6/30/2017	178,571	(178,571)	-	2,655,097	6.73
6/30/2016	175,405	(175,405)	-	2,628,151	6.67
6/30/2015	178,524	(178,524)	-	2,519,056	7.09

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions:

Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year ended December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

See accompanying Notes to Required Supplementary Information.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

Budgetary Information

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund is derived from the District's annual operating budget.

Budgets are adopted each fiscal year for all funds in accordance with Section 65.90 of the Wisconsin Statutes, using the budgetary accounting basis prescribed by the Wisconsin Department of Public Instruction. The District's legally adopted budget and budgetary expenditure control is exercised at the function level in the general fund and at the fund level for all other funds. Reported budget amounts are as originally adopted or as amended by School Board resolution.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

- Based upon requests from District staff, District administration recommends budget proposals to the school board.
- The school board prepares a proposed budget including proposed expenditures and the means of financing them for the July 1 through June 30 fiscal year.
- A public notice is published containing a summary of the budget and identifying the time and place where the public hearing will be held on the proposed budget.
- Pursuant to the public budget hearing, the school board may make alterations to the proposed budget.
- Once the school board (following the public hearing) adopts the budget, no changes may be made in the amount of the tax to be levied or in the amount of the various appropriations and the purposes of such appropriations unless authorized by a 2/3 vote of the entire school board.
- Appropriations lapse at year-end unless authorized as a carryover by the school board.

EXCESS OF EXPENDITURES OVER BUDGET

Comparisons of actual revenues and expenditures to budgeted amounts for the District's general fund are presented as required supplementary information following the basic financial statements. Expenditures in excess of budgeted amounts at the legally adopted levels for each of the funds are shown below.

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Instruction:				
Co-Curricular Activities	\$ 186,920	\$ 186,920	\$ 217,798	\$ (30,878)
Support Services:				
Instructional Staff Services	554,824	554,824	559,376	(4,552)
General Administration	361,560	361,560	362,039	(479)
Pupil Transportation	343,180	343,180	359,050	(15,870)
Central Services	53,865	53,865	110,380	(56,515)
Insurance and Judgments	104,423	104,423	112,758	(8,335)
Debt Services	-	-	10,964	(10,964)
Other Support Services	24,788	24,788	37,951	(13,163)
Nonprogram:				
Purchased Instructional Services	862,187	862,187	879,767	(17,580)
Other Nonprogram	-	-	1,651	(1,651)

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
FUND 10 AND FUND 27
COMBINING BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	Original Budgets				Final Budgets				Actuals			
	Fund 10	Fund 27	Elimination	Combined	Fund 10	Fund 27	Elimination	Combined	Fund 10	Fund 27	Elimination	Combined
	General	Special			General	Special			General	Special		
	Fund	Education	Adjustments	Totals	Fund	Education	Adjustments	Totals	Fund	Education	Adjustments	Totals
REVENUES												
Local Sources:												
Property Taxes	\$ 4,664,478	\$ -	\$ -	\$ 4,664,478	\$ 4,664,478	\$ -	\$ -	\$ 4,664,478	\$ 4,664,478	\$ -	\$ -	\$ 4,664,478
Other Local Sources	82,205	-	-	82,205	82,205	-	-	82,205	135,549	-	-	135,549
Interdistrict Sources	820,409	-	-	820,409	820,409	-	-	820,409	784,929	-	-	784,929
Intermediate Sources	7,616	950	-	8,566	7,616	950	-	8,566	6,706	762	-	7,468
State Sources	1,675,699	189,415	-	1,865,114	1,675,699	189,415	-	1,865,114	1,699,473	194,084	-	1,893,557
Federal Sources	448,441	116,991	-	565,432	448,441	116,991	-	565,432	553,906	138,898	-	692,804
Other Sources	13,200	-	-	13,200	13,200	-	-	13,200	31,574	-	-	31,574
Total Revenues	7,712,048	307,356	-	8,019,404	7,712,048	307,356	-	8,019,404	7,876,615	333,744	-	8,210,359
EXPENDITURES												
Instruction:												
Regular Curriculum	2,725,366	-	-	2,725,366	2,725,366	-	-	2,725,366	2,686,999	-	-	2,686,999
Vocational Curriculum	272,442	-	-	272,442	272,442	-	-	272,442	251,704	-	-	251,704
Physical Curriculum	161,590	-	-	161,590	161,590	-	-	161,590	155,173	-	-	155,173
Special Education Curriculum	-	717,707	-	717,707	-	717,707	-	717,707	-	683,517	-	683,517
Co-Curricular Activities	186,920	-	-	186,920	186,920	-	-	186,920	217,798	-	-	217,798
Total Instruction	3,346,318	717,707	-	4,064,025	3,346,318	717,707	-	4,064,025	3,311,674	683,517	-	3,995,191
Support Services:												
Pupil Services	157,920	75,968	-	233,888	157,920	75,968	-	233,888	118,625	59,733	-	178,358
Instructional Staff Services	502,608	52,216	-	554,824	502,608	52,216	-	554,824	491,538	67,838	-	559,376
General Administration	361,560	-	-	361,560	361,560	-	-	361,560	362,039	-	-	362,039
School Building Administration	390,703	-	-	390,703	390,703	-	-	390,703	384,230	-	-	384,230
Business Administration	119,407	-	-	119,407	119,407	-	-	119,407	117,751	-	-	117,751
Operation and Maintenance	877,184	-	-	877,184	877,184	-	-	877,184	698,315	-	-	698,315
Pupil Transportation	343,180	-	-	343,180	343,180	-	-	343,180	359,050	-	-	359,050
Central Services	52,715	1,150	-	53,865	52,715	1,150	-	53,865	106,785	3,595	-	110,380
Insurance and Judgments	104,423	-	-	104,423	104,423	-	-	104,423	112,758	-	-	112,758
Debt Services	-	-	-	-	-	-	-	-	10,964	-	-	10,964
Other Support Services	24,788	-	-	24,788	24,788	-	-	24,788	37,951	-	-	37,951
Total Support Services	2,934,488	129,334	-	3,063,822	2,934,488	129,334	-	3,063,822	2,800,006	131,166	-	2,931,172
Nonprogram:												
Purchased Instructional Services	808,760	53,427	-	862,187	808,760	53,427	-	862,187	819,064	60,703	-	879,767
Other Nonprogram	-	-	-	-	-	-	-	-	1,651	-	-	1,651
Total Nonprogram	808,760	53,427	-	862,187	808,760	53,427	-	862,187	820,715	60,703	-	881,418
Total Expenditures	7,089,566	900,468	-	7,990,034	7,089,566	900,468	-	7,990,034	6,932,395	875,386	-	7,807,781
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	622,482	(593,112)	-	29,370	622,482	(593,112)	-	29,370	944,220	(541,642)	-	402,578
OTHER FINANCING SOURCES (USES)												
Leases	-	-	-	-	-	-	-	-	47,774	-	-	47,774
Proceeds from Sale of Capital Assets	-	-	-	-	-	-	-	-	4,100	-	-	4,100
Transfers In	-	593,112	(593,112)	-	-	593,112	(593,112)	-	-	541,642	(541,642)	-
Transfers Out	(593,112)	-	593,112	-	(593,112)	-	593,112	-	(941,642)	-	541,642	(400,000)
Total Other Financing Sources (Uses)	(593,112)	593,112	-	-	(593,112)	593,112	-	-	(889,768)	541,642	-	(348,126)
NET CHANGE IN FUND BALANCE	29,370	-	-	29,370	29,370	-	-	29,370	54,452	-	-	54,452
Fund Balance - Beginning of Year	2,091,114	-	-	2,091,114	2,091,114	-	-	2,091,114	2,091,114	-	-	2,091,114
FUND BALANCE - END OF YEAR	\$ 2,120,484	\$ -	\$ -	\$ 2,120,484	\$ 2,120,484	\$ -	\$ -	\$ 2,120,484	\$ 2,145,566	\$ -	\$ -	\$ 2,145,566

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
FUND 10
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance With
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Local Sources:				
Property Taxes	\$ 4,664,478	\$ 4,664,478	\$ 4,664,478	\$ -
Other Local Sources	82,205	82,205	135,549	53,344
Interdistrict Sources	820,409	820,409	784,929	(35,480)
Intermediate Sources	7,616	7,616	6,706	(910)
State Sources	1,675,699	1,675,699	1,699,473	23,774
Federal Sources	448,441	448,441	553,906	105,465
Other Sources	13,200	13,200	31,574	18,374
Total Revenues	<u>7,712,048</u>	<u>7,712,048</u>	<u>7,876,615</u>	<u>164,567</u>
EXPENDITURES				
Instruction:				
Regular Curriculum	2,725,366	2,725,366	2,686,999	38,367
Vocational Curriculum	272,442	272,442	251,704	20,738
Physical Curriculum	161,590	161,590	155,173	6,417
Co-Curricular Activities	186,920	186,920	217,798	(30,878)
Total Instruction	<u>3,346,318</u>	<u>3,346,318</u>	<u>3,311,674</u>	<u>34,644</u>
Support Services:				
Pupil Services	157,920	157,920	118,625	39,295
Instructional Staff Services	502,608	502,608	491,538	11,070
General Administration	361,560	361,560	362,039	(479)
School Building Administration	390,703	390,703	384,230	6,473
Business Administration	119,407	119,407	117,751	1,656
Operation and Maintenance	877,184	877,184	698,315	178,869
Pupil Transportation	343,180	343,180	359,050	(15,870)
Central Services	52,715	52,715	106,785	(54,070)
Insurance and Judgments	104,423	104,423	112,758	(8,335)
Debt Services	-	-	10,964	(10,964)
Other Support Services	24,788	24,788	37,951	(13,163)
Total Support Services	<u>2,934,488</u>	<u>2,934,488</u>	<u>2,800,006</u>	<u>134,482</u>
Nonprogram:				
Purchased Instructional Services	808,760	808,760	819,064	(10,304)
Other Nonprogram	-	-	1,651	(1,651)
Total Nonprogram	<u>808,760</u>	<u>808,760</u>	<u>820,715</u>	<u>(11,955)</u>
Total Expenditures	<u>7,089,566</u>	<u>7,089,566</u>	<u>6,932,395</u>	<u>157,171</u>
EXCESS OF REVENUES OVER EXPENDITURES	622,482	622,482	944,220	321,738
OTHER FINANCING SOURCES (USES)				
Leases	-	-	47,774	47,774
Proceeds from Sale of Capital Assets	-	-	4,100	4,100
Transfers Out	(593,112)	(593,112)	(941,642)	(348,530)
Total Other Financing Sources (Uses)	<u>(593,112)</u>	<u>(593,112)</u>	<u>(889,768)</u>	<u>(296,656)</u>
NET CHANGE IN FUND BALANCE	29,370	29,370	54,452	25,082
Fund Balance - Beginning of Year	<u>2,091,114</u>	<u>2,091,114</u>	<u>2,091,114</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,120,484</u>	<u>\$ 2,120,484</u>	<u>\$ 2,145,566</u>	<u>\$ 25,082</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
FUND 27
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intermediate Sources	\$ 950	\$ 950	\$ 762	\$ (188)
State Sources	189,415	189,415	194,084	4,669
Federal Sources	116,991	116,991	138,898	21,907
Total Revenues	<u>307,356</u>	<u>307,356</u>	<u>333,744</u>	<u>26,388</u>
EXPENDITURES				
Instruction:				
Special Education Curriculum	717,707	717,707	683,517	34,190
Support Services:				
Pupil Services	75,968	75,968	59,733	16,235
Instructional Staff Services	52,216	52,216	67,838	(15,622)
Central Services	1,150	1,150	3,595	(2,445)
Total Support Services	<u>129,334</u>	<u>129,334</u>	<u>131,166</u>	<u>(1,832)</u>
Nonprogram:				
Purchased Instructional Services	53,427	53,427	60,703	(7,276)
Total Expenditures	<u>900,468</u>	<u>900,468</u>	<u>875,386</u>	<u>25,082</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(593,112)	(593,112)	(541,642)	51,470
OTHER FINANCING SOURCES				
Transfers In	593,112	593,112	541,642	(51,470)
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Education Trust	Food Service	Community Services	
ASSETS				
Cash and Investments	\$ 561,473	\$ 253,878	\$ 130,831	\$ 946,182
Accounts Receivable	-	-	22	22
Due from Other Governments	-	20,302	-	20,302
Prepaid Items	-	148	1,793	1,941
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 561,473</u>	<u>\$ 274,328</u>	<u>\$ 132,646</u>	<u>\$ 968,447</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 4,858	\$ 4,401	\$ 373	\$ 9,632
Accrued Salaries and Wages	59	970	945	1,974
Payroll Taxes and Withholdings	10	428	767	1,205
Unearned Revenues	-	5,955	-	5,955
Total Liabilities	<u>4,927</u>	<u>11,754</u>	<u>2,085</u>	<u>18,766</u>
FUND BALANCES				
Nonspendable	-	148	1,793	1,941
Restricted	556,546	262,426	128,768	947,740
Total Fund Balances	<u>556,546</u>	<u>262,574</u>	<u>130,561</u>	<u>949,681</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balances	<u>\$ 561,473</u>	<u>\$ 274,328</u>	<u>\$ 132,646</u>	<u>\$ 968,447</u>

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Education Trust	Food Service	Community Services	
REVENUES				
Local Sources:				
Property Taxes	\$ -	\$ -	\$ 140,000	\$ 140,000
Other Local Sources	197,318	107,233	17,634	322,185
State Sources	-	8,419	-	8,419
Federal Sources	-	248,304	-	248,304
Total Revenues	<u>197,318</u>	<u>363,956</u>	<u>157,634</u>	<u>718,908</u>
EXPENDITURES				
Instruction:				
Regular Instruction	3,546	-	-	3,546
Vocational Instruction	18,072	-	-	18,072
Physical Instruction	6,084	-	-	6,084
Co-Curricular Instruction	47,354	-	-	47,354
Support Services:				
Pupil Services	28,055	-	-	28,055
General Administration	280	-	-	280
Operation and Maintenance of Plant	7,310	7,194	1,072	15,576
Pupil Transportation Services	3,823	-	484	4,307
Food Service	-	372,465	-	372,465
Central Services	-	-	425	425
Other Support Services	22	-	12,500	12,522
Community Services	-	-	110,131	110,131
Nonprogram:				
Post-Secondary Scholarship	19,528	-	-	19,528
Total Expenditures	<u>134,074</u>	<u>379,659</u>	<u>124,612</u>	<u>638,345</u>
NET CHANGE IN FUND BALANCES	63,244	(15,703)	33,022	80,563
Fund Balances - Beginning of Year	<u>493,302</u>	<u>278,277</u>	<u>97,539</u>	<u>869,118</u>
FUND BALANCES - END OF YEAR	<u>\$ 556,546</u>	<u>\$ 262,574</u>	<u>\$ 130,561</u>	<u>\$ 949,681</u>

OTHER INFORMATION

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
CHARTER SCHOOL AUTHORIZER ANNUAL REPORT
YEAR ENDED JUNE 30, 2024**

SECTION I: AUTHORIZER INFORMATION

Authorizing Entity: School District of Turtle Lake
Authorizer Address: 205 Oak Street, Turtle Lake, WI 54889
Authorizer Contact Person: Kent Kindschy
Contact Person Title: District Administrator
Contact Person Phone: 715-986-2597
Contact Person Email: kkindschy@turtlelake.k12.wi.us

SECTION II: CHARTER SCHOOL INFORMATION

Charter Schools Currently Under Contract:

School Name:	Contract Start Date:	Contract Expiration Date:	Grades Served:
Laker OnLine	8/1/2020	8/1/2025	K-12

Charter Schools Whose Contract was Not Renewed or Revoked:

None.

Charter Schools Currently Under Contract that have not Opened:

None.

Charter Schools that Closed:

None.

SECTION III: ACADEMIC PERFORMANCE OF CHARTER SCHOOL

Each student enrolled in the Laker Online Virtual Charter School who finished the year did make academic progress. The Charter School had performance rating of maintaining or improving performance for reading/language arts and mathematics as noted with the Alternative School Accountability report.

SECTION IV: FINANCIAL PERFORMANCE OF CHARTER SCHOOL

The Laker Online Virtual Charter School serves students from within the district and open enrolled students. There is some movement in and out of the program throughout the year. The annual budget is approved by our Virtual Charter School board in August. We include all the necessary materials, help, and technology needed for the student to succeed.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
CHARTER SCHOOL AUTHORIZER ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2024**

SECTION V: OTHER CONTRACT TERMS AND EXPECTATIONS

The Governance board members are appointed and serve a one-year term. Members of the board will meet in the fall to approve the budget, staff, calendar and accountability plan. Board members are updated on enrollment and any major expenditures at future meetings.

SECTION VI: AUTHORIZER OPERATING COST

Laker On Line

OPERATING ACTIVITY	WUFAR OBJECT CODE	COST
EMPLOYEE SALARIES	100	\$ 15,148
EMPLOYEE BENEFITS	200	2,181
TOTAL		\$ 17,329

SECTION VII: SERVICES PROVIDED TO CHARTER SCHOOLS

Laker On Line

SERVICES PROVIDED	FUNCTION CODE	COST
GENERAL ADMINISTRATION	230000	\$ 50
OTHER SERVICES	431000	48,632
TOTAL		\$ 48,682

SINGLE AUDIT SECTION

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued Receivable (Unearned Revenue) July 1, 2023	Total Federal Expenditures	Grant Reimbursements	Accrued Receivable (Unearned Revenue) June 30, 2024
<u>U.S. Department of Agriculture</u>								
Wisconsin Department of Public Instruction:								
Child Nutrition Cluster:								
School Breakfast Program	10.553	WI DPI	2024-035810-DPI-SB-SEVRE-546 *	\$ -	\$ -	\$ 53,520	\$ 53,520	\$ -
Food Donation	10.555	WI DPI	A001-00000-035810 *	-	-	23,734	23,734	-
National School Lunch Program	10.555	WI DPI	2024-035810-DPI-NSL-547 *	-	-	135,232	135,232	-
Summer School Lunch Program	10.559	WI DPI	2024-035810-DPI-SFSP-586 *	-	20,834	26,797	27,329	20,302
Fresh Fruit and Vegetables Program - July	10.582	WI DPI	2024-035810-DPI-FFVPPUB-594 *	-	-	1,914	1,914	-
Fresh Fruit and Vegetables Program - October	10.582	WI DPI	2024-035810-DPI-FFVPPUB-376 *	-	-	7,107	7,107	-
Total Child Nutrition Cluster				-	20,834	248,304	248,836	20,302
Total Department of Agriculture				-	20,834	248,304	248,836	20,302
<u>U.S. Department of Education</u>								
Wisconsin Department of Public Instruction:								
ESEA Title I-A Basic Grant	84.010	WI DPI	2024-035810-DPI-TI-A-141	-	92,039	96,346	165,912	22,473
Special Education Cluster:								
IDEA Flow Through	84.027	WI DPI	2024-035810-DPI-FLOW-341	-	62,178	167,660	190,928	38,910
PL 99-457 (Preschool Entitlement)	84.173	WI DPI	2024-035810-DPI-PRESCH-347	-	3,167	4,181	6,653	695
Early Childhood Social Emotional Learning LEA Mini-Grant	84.173	WI DPI	2024-035810-DPI-ECSELMG-348	-	-	15,620	-	15,620
Total Special Education Cluster				-	65,345	187,461	197,581	55,225
ESEA Title VI-B Rural Education Initiative:	84.358							
Small Rural Schools Achievement Program		Direct Aid	N/A	-	20,926	52,231	73,157	-
Supporting Effective Instruction State Grants	84.367	WI DPI	2024-035810-DPI-TIIA-365	-	34,235	19,270	39,954	13,551
ESEA Title IV-A Rural Education Initiative:	84.424	WI DPI	2024-035810-DPI-TIVA-381	-	8,602	2,823	11,221	204
Small Rural Schools Achievement Program				-				
COVID-19 - Elementary and Secondary School Emergency Relief II	84.425D	WI DPI	2022-035810-DPI-ESSERFII-163 *	-	140,056	20,911	160,967	-
COVID-19 - ARPA LETRS Reimbursements - Elementary and Secondary School Emergency Relief III	84.425U	WI DPI	2023-035810-DPI-LETRS-165 *	-	2,206	-	2,206	-
COVID-19 - ARPA Elementary and Secondary School Emergency Relief III	84.425D	WI DPI	2022-035810-DPI-ESSERFII-165 *	-	103,434	282,060	282,234	103,260
COVID-19 - ARPA - Homeless Children and Youth	84.425W	WI DPI	2022-035810-DPI-ESSERFII-163 *	-	1,678	-	1,678	-
Total (COVID-19) Education Stabilization Fund				-	247,374	302,971	447,085	103,260
Total Department of Education				-	468,521	661,102	934,910	194,713
<u>Federal Communications Commission</u>								
COVID 19 - Emergency Connectivity Fund Program	32.009	Direct Aid	N/A	-	21,277	-	21,277	-
<u>U.S. Department of Health and Human Services</u>								
Cooperative Educational Service Agency No. 11								
Public Health Emergency Response Cooperative Agreement for Emergency Response:								
Public Health Emergency Response	93.354	CESA #11	N/A	-	13,940	-	13,940	-
Wisconsin Department of Health and Family Services:								
Medicaid Cluster - Medical Assistance Program	93.778	WI DHS	Provider #44238100	-	-	31,703	31,703	-
Total Department of Health and Human Services				-	13,940	31,703	45,643	-
Total Federal Program Awards				\$ -	\$ 524,572	\$ 941,109	\$ 1,250,666	\$ 215,015

See accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2024**

Award Agency/ Pass-Through Agency/Award Description	State Assistance Number	State I.D. Number	Accrued Receivable (Unearned Revenue) July 1, 2023	Expenditures	State Reimbursements	Accrued Receivable (Unearned Revenue) June 30, 2024
<u>Wisconsin Department of Public Instruction</u>						
Entitlement Programs:						
Major State Programs:						
General Equalization	255.201	35810-116	\$ -	\$ 846,581	\$ 846,581	\$ -
Special Adjustment Aid	255.203	35810-118	-	33,447	33,447	-
Total Major Programs			-	880,028	880,028	-
Nonmajor State Programs:						
Handicapped Pupils and School Age Parents:						
Internal District Programs						
Participant in Package Program at CESA No. 11	255.101	35810-100	-	190,489	190,489	-
Total Handicapped Program			-	762	762	-
State Lunch	255.102	35810-107	-	191,251	191,251	-
Common School Fund	255.103	35810-104	-	2,805	2,805	-
Pupil Transportation	255.107	35810-102	-	29,233	29,233	-
Morning Milk Program	255.109	35810-109	-	15,510	15,510	-
Sparsity Aid	255.212	35810-162	-	2,783	2,783	-
School Based Mental Health Services Grant	255.297	35810-177	-	180,607	180,607	-
School Breakfast Program	255.344	35810-108	-	14,476	14,476	-
Achievement Gap Reduction	255.504	35810-160	-	2,830	2,830	-
Per Pupil Adjustment Aid	255.945	35810-113	-	157,515	157,515	-
High Cost Transportation Aid	255.947	35810-100	-	326,480	326,480	-
Educator Effectiveness Grant	255.940	35810-154	-	37,867	37,867	-
Career and Technical Education Incentive Grants	255.950	35810-152	-	4,080	4,080	-
Assessments of Reading Readiness	255.956	35810-166	-	8,565	8,565	-
Special Education Transition Incentives Grant	255.960	35810-174	-	875	875	-
			-	3,595	3,595	-
<u>Wisconsin Department of Workforce Development</u>						
Youth Apprenticeship Grant	445.107	CESA #11	-	3,579	2,934	645
<u>Wisconsin Department of Justice</u>						
School Safety Grant	445.206	2018-SSI-0113068	-	2,094	2,094	-
Total Nonmajor Programs			-	984,145	983,500	645
Total State Financial Assistance			\$ -	\$ 1,864,173	\$ 1,863,528	\$ 645

See accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2024**

NOTE 1 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance present the expenditures of all federal financial assistance programs and state financial assistance of the District subject to inclusion under the federal and state single audit requirements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the State of Wisconsin Single Audit Guidelines, which in certain types of expenditures are not allowable or are limited as to reimbursement. The reporting entity is defined in Note 1 to the financial statements. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)* and the State Single Audit Guidelines. Because the Schedules presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements.

NOTE 3 FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed for the USDA Commodities Program (Assistance Listing Number #10.555).

NOTE 4 INDIRECT COSTS

The District has not elected to use the 10% de minimis indirect cost rate.

NOTE 5 MEDICAL ASSISTANCE

Expenditures presented for the Medicaid School Based Services (SBS) Benefit represent only the federal funds for the program that the District receives from the Department of Health Services (DHS). District records should be consulted to determine the total amount expended for this program.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education
School District of Turtle Lake
Turtle Lake, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of School District of Turtle Lake (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 4, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2024-001 and 2024-002 to be material weaknesses.

Report on Compliance and Other Matters


As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

School District of Turtle Lake's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
November 4, 2024



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
AND STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
*UNIFORM GUIDANCE AND STATE SINGLE AUDIT GUIDELINES***

Board of Education
School District of Turtle Lake
Turtle Lake, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited School District of Turtle Lake's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the *State Single Audit Guidelines*. Our responsibilities under those standards, the Uniform Guidance, and the *State Single Audit Guidelines* are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal and state programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, the Uniform Guidance, and the *State Single Audit Guidelines* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *State Single Audit Guidelines* we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.


Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
November 4, 2024

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors' report issued	Unmodified	
2. Internal control over financial reporting:		
* Material weakness(es) identified?	<u> X </u> Yes	<u> </u> No
* Significant deficiency(es) identified?	<u> </u> Yes	<u> X </u> None Noted
3. Noncompliance material to financial statements noted?	<u> </u> Yes	<u> X </u> No

Federal Awards

1. Internal control over major programs:		
* Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
* Significant deficiency(es) identified?	<u> </u> Yes	<u> X </u> None Noted
2. Type of auditors' report issued on compliance for major programs	Unmodified	
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 516(a)?	<u> </u> Yes	<u> X </u> No

Identification of Major Federal Program

Assistance Listing Number(s)	Name of Federal Program or Cluster	
10.553, 10.555 and 10.559	Child Nutrition Cluster	
84.425	COVID-19 - Education Stabilization Fund	
Dollar threshold used to distinguish between Type A and Type B programs:		\$750,000
Auditee qualified as low-risk auditee?	<u> </u> Yes	<u> X </u> No

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results (Continued)

State Financial Assistance

1. Internal control over major programs:

* Material weakness(es) identified?	_____ Yes	_____ X No	
* Significant deficiency(es) identified?	_____ Yes	_____ X	None Reported

Type of auditors' report issued on compliance for major projects: Unmodified

Any audit findings disclosed that are required to be reported in accordance with state requirements? _____ Yes X No

Identification of Major State Projects

CSFA Number(s)	Name of State Project
255.201	General Equalization Aids
255.203	Special Aid Adjustment

Dollar threshold used to distinguish between Type A and Type B state projects: \$250,000

Other Issues

- | | | |
|----|--|----------|
| 1. | Does the auditors' report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? | No |
| 2. | Does the auditors' report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, significant deficiencies, management letter comments, excess revenue or excess reserve) related to grants or contracts with funding agencies that require audits to be in accordance with the <i>Wisconsin Public School District Audit Manual</i> :

Department of Public Instruction
Department of Health Services | No
No |
| 3. | Was a management letter or other document conveying audit comments issued as a result of this letter? | No |

4.	Name and signature of Principal	 Brock J. Geyen, CPA
5.	Date of Report	November 4, 2024

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings

Finding: 2024-001	Limited Segregation of Duties
Type of Finding:	Material Weakness in Internal Control Over Financial Reporting
Condition:	The auditors noted during the audit that the available staff may preclude a proper separation of duties to assure adequate internal control.
Criteria or Specific Requirement:	Generally, a system of internal control contemplates separation of duties such that no individual has responsibility to execute a transaction, have physical access to the related assets, and have responsibility or authority to record the transaction.
Effect:	Lack of segregation of duties could result in a financial statement misstatement, caused by error or fraud, that would not be detected or prevented by District staff.
Cause:	The condition is due to limited staff available.
Repeat Finding:	The finding is a repeat of the finding in the immediately prior year. Prior year finding number was 2023-001.
Recommendation:	The District should continue to evaluate its staffing in order to segregate incompatible duties whenever possible.
Views of Responsible Officials and Planned Corrective Actions:	The District will continue to work to achieve segregation of duties whenever cost effective. The District's Superintendent is the official responsible for ensuring corrective action of the deficiency.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings (Continued)

FINDING: 2024-002 Material Audit Adjustments

Type of Finding: Material Weakness in Internal Control over Financial Reporting

Condition: The audit firm proposed and the District posted to its general ledger accounts journal entries for correcting certain misstatements.

Criteria or Specific Requirement: The District should have controls in place to prevent or detect a material misstatement in the financial statements in a timely manner.

Effect: The financial statements of the District may include inaccurate information not detected or prevented by District staff.

Cause: The District has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.

Repeat Finding: No.

Recommendation: The District should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that accounts are adjusted to their appropriate year end balances in accordance with GAAP.

**Views of
Responsible
Officials and
Planned Corrective
Actions:**

The District will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review, approve and accept all audit entries prior to posting to the District's finance system. The District's Superintendent is the official responsible for ensuring corrective action of the deficiency.

**SCHOOL DISTRICT OF TURTLE LAKE
TURTLE LAKE, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Section III – Findings and Question Costs - Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

Section IV – Findings and Questioned Costs - Major State Financial Assistance Programs

Our audit did not disclose any matters required to be reported in accordance with *State Single Audit Guidelines* issued by the Wisconsin Department of Administration.

Section V – Findings and Questioned Costs - State General Requirements

Our audit did not disclose any matters required to be reported in accordance with Wisconsin Public School District Audit Manual.



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