



EDEN PRAIRIE SCHOOLS

Inspiring each student every day

November 24, 2025

To: Dr. Josh Swanson
From: Business Office
Re: 2024-25 Annual Financial Audit

We are pleased to present the year-end financial results for the fiscal year 2025. This agenda item includes three documents: Management Report, Special Purpose Audit Report, and the Annual Comprehensive Financial Report. Following this board meeting, all reports will be available on the district website for community access.

The District engaged LB Carlson, an independent audit firm, to conduct the financial audit. The auditors issued a clean, unmodified opinion, the highest level of assurance, indicating the District's financial statements are fairly presented. There were no audit findings.

The Annual Financial Statement includes Management's Discussion and Analysis (pages 5-16), which provides a narrative summary of financial activity for the year. The Management Report offers additional context on Minnesota's public education finance system and observations from the audit process.

This presentation also serves as our year-end financial report to the School Board. The general fund yielded ended the year with an unassigned fund balance of \$21,992,802, representing 14.7% of annual expenditures. This is an increase of \$867,826 from the prior year.

Key takeaways from the 2024-25 audit presentation:

- The District served 9,267 ADM, its highest since 2012-13, including 140 voluntary Prekindergarten ADMs.
- The Food Service fund reflects a modest decrease of \$84,413 in fund balance.
- The Community Education fund reported an increase of \$273,621 in fund balance.
- The Custodial Fund ended the year with a \$117,678 fund balance. These resources are collected and disbursed on behalf of the Eden Prairie Family Services Collaborative, for which the District serves as Fiscal Host.
- The Self-Funded Medical fund recognized a planned decrease of \$827,561 in fund balance. Both Medical and Dental accounts remain strong, with fund balance equal to 45.0% and 65.9% of expenditures, respectively.
- The Other Post-Employment Benefits (OPEB) trust closed the year with a fund balance of \$16,829,968, equal to 1.85 times the District's estimated OPEB Liability.

We are pleased with the year-end results across all District funds and continue to meet our financial targets as expected. The updated five-year financial projection will be presented to the School Board in January 2026, incorporating these audited financials.