



ISD No. 199, Inver Grove Heights

Audit Report for Year Ended June 30, 2025

Presented by: William J. Lauer, CPA

Principal

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Opinion on Financial Statements

- District Audit

Internal Controls and Compliance

- Financial Statement Audit
- State Laws and Regulations

Single Audit of Schedule of Federal Awards Expenditures

- Testing mostly complete
- Could not be completed until OMB issued final FY 2025 Compliance Supplement
- Will be issued separately by March 31, 2026

District Financial Audit

- Unmodified Opinions on Basic Financial Statements
- Implementation of GASB Statement No. 101, *Compensated Absences*

Internal Controls and Compliance – Financial Audit

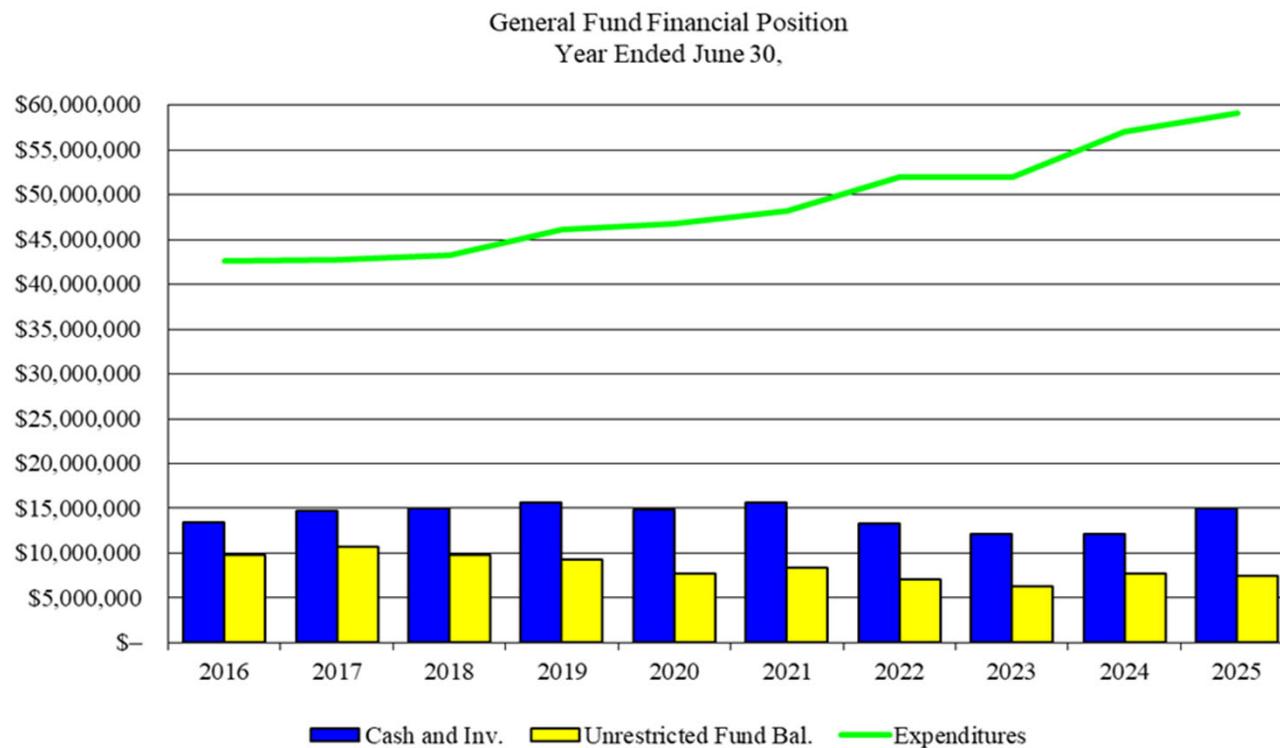
- One deficiency in the District's internal control over financial reporting that we consider to be a material weakness:
 - Limited Segregation of Duties

Minnesota Legal Compliance

- No findings based on our testing of the District's compliance with Minnesota laws and regulations

GENERAL FUND FINANCIAL POSITION – TREND ANALYSIS

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GENERAL FUND FINANCIAL POSITION – TREND ANALYSIS (CONTINUED)

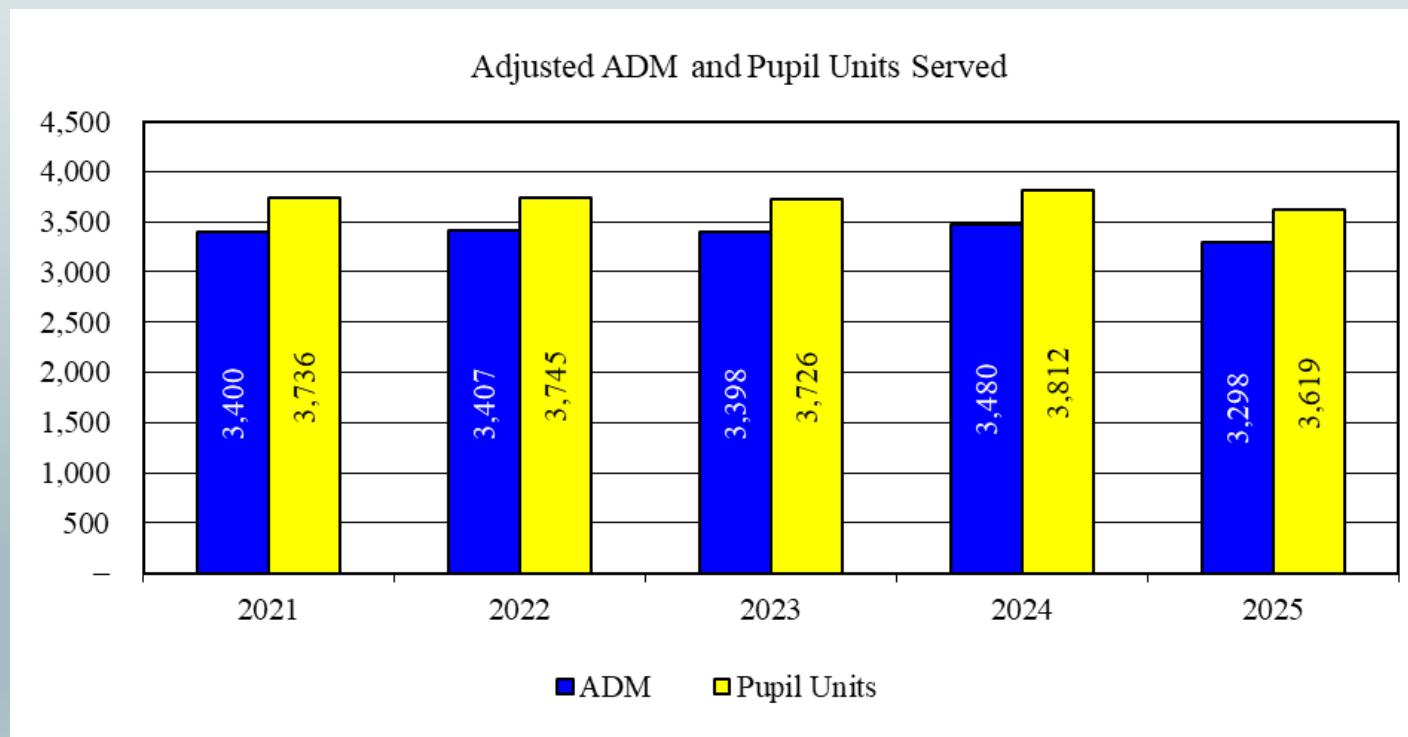
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	Year Ended June 30,				
	2021	2022	2023	2024	2025
Nonspendable fund balances	\$ 268,945	\$ 344,539	\$ 524,948	\$ 155,911	\$ 146,117
Restricted fund balances (1)	4,286,177	4,668,500	4,813,819	4,557,239	3,436,197
Unrestricted fund balances					
Assigned	4,347,655	2,706,524	2,180,752	2,903,860	2,708,359
Unassigned	4,087,272	4,314,455	4,160,574	4,777,250	4,799,017
Total fund balance	<u>\$ 12,990,049</u>	<u>\$ 12,034,018</u>	<u>\$ 11,680,093</u>	<u>\$ 12,394,260</u>	<u>\$ 11,089,690</u>
Unrestricted fund balances as a percentage of expenditures	<u>17.5%</u>	<u>13.5%</u>	<u>12.2%</u>	<u>13.5%</u>	<u>12.7%</u>
Unassigned fund balances as a percentage of expenditures	<u>8.5%</u>	<u>8.3%</u>	<u>8.0%</u>	<u>8.4%</u>	<u>8.1%</u>

(1) Includes deficits in restricted fund balance accounts allowed to accumulate deficits under UFARS, which are part of unassigned fund balance on the accounting principles generally accepted in the United States of America-based financial statements.

STUDENTS SERVED ADM AND PUPIL UNITS

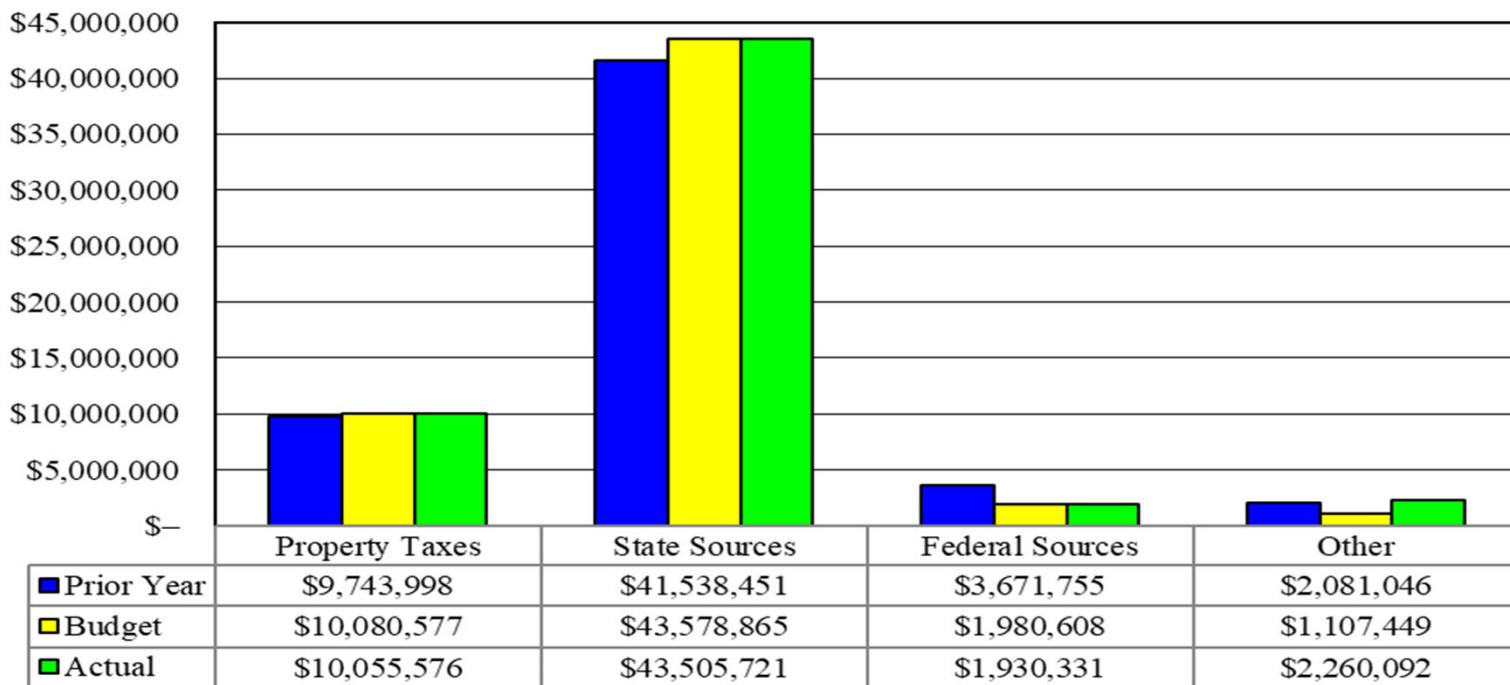
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GENERAL FUND REVENUE

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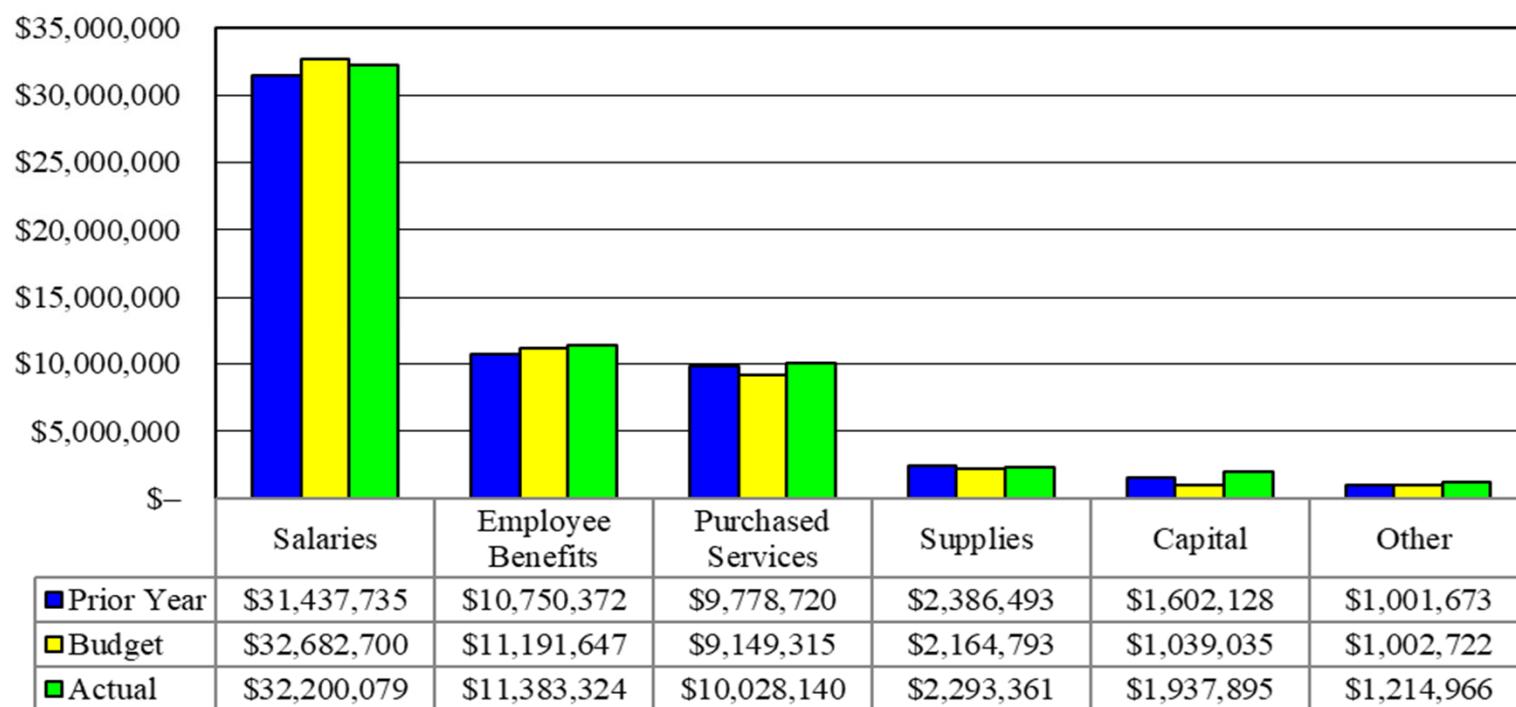
General Fund Revenue



GENERAL FUND EXPENDITURES

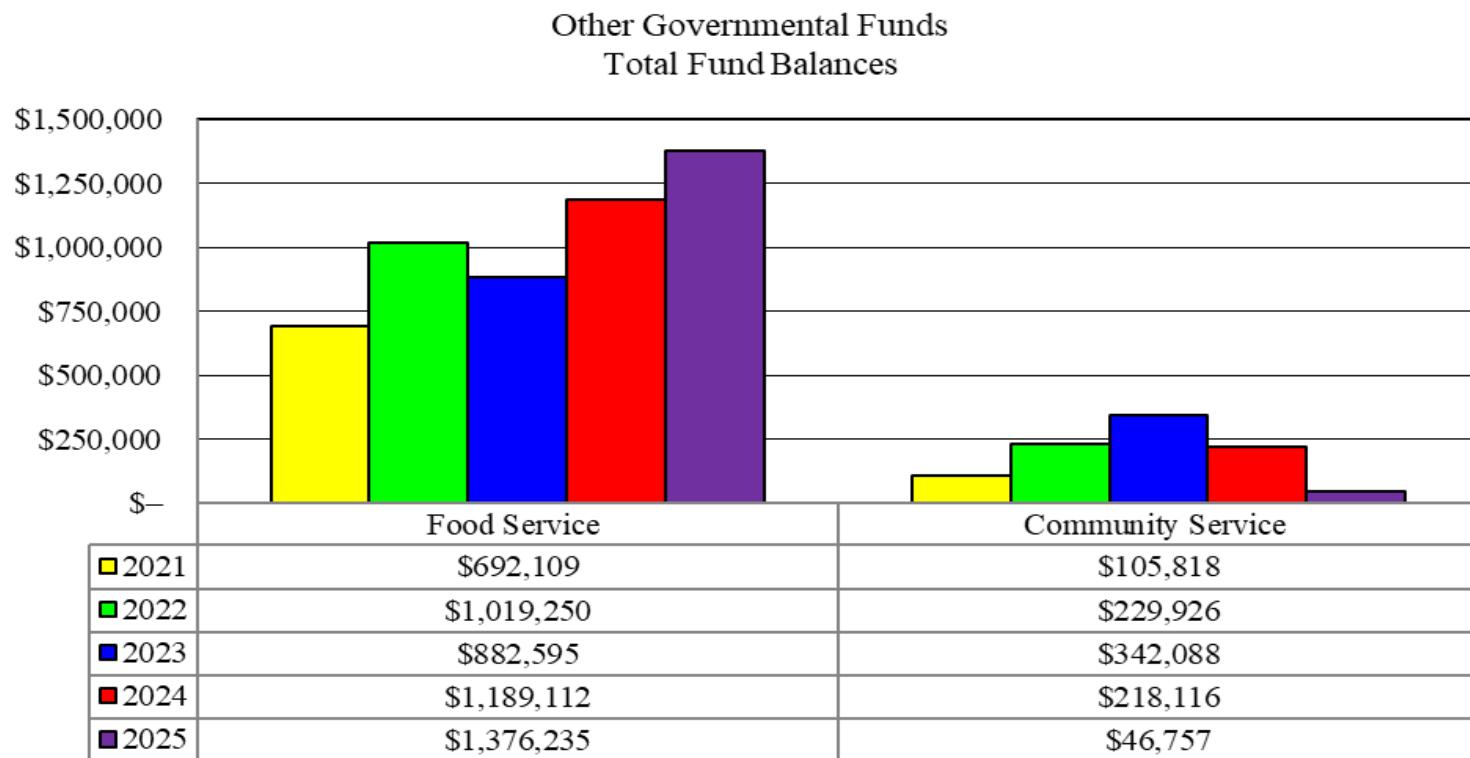
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General Fund Expenditures



OTHER GOVERNMENTAL FUNDS

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DISTRICT-WIDE STATEMENT OF NET POSITION

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	June 30,		
	2025	2024	Change
Net position – governmental activities			
Total fund balances – governmental funds	\$ 13,872,946	\$ 16,413,013	\$ (2,540,067)
Capital assets, less accumulated depreciation/amortization	65,700,860	65,289,311	411,549
G.O. debt, financed purchases, and lease liability	(41,946,191)	(47,226,873)	5,280,682
PERA and TRA pensions, net of deferments	(28,539,935)	(29,824,267)	1,284,332
Other	<u>2,312,972</u>	<u>2,442,793</u>	<u>(129,821)</u>
Total net position – governmental activities	<u><u>\$ 11,400,652</u></u>	<u><u>\$ 7,093,977</u></u>	<u><u>\$ 4,306,675</u></u>
Net position			
Net investment in capital assets	\$ 30,446,788	\$ 26,029,559	\$ 4,417,229
Restricted	5,767,755	6,695,419	(927,664)
Unrestricted	<u>(24,813,891)</u>	<u>(25,631,001)</u>	<u>817,110</u>
Total net position	<u><u>\$ 11,400,652</u></u>	<u><u>\$ 7,093,977</u></u>	<u><u>\$ 4,306,675</u></u>