

Independent School District No. 881 Maple Lake, Minnesota

Report to the Members of
Governance

December 7, 2024

**SCHLENNER
WENNER & CO.**
CPAs

INDEPENDENT SCHOOL DISTRICT NO. 881
TABLE OF CONTENTS

Introductory Letter 1

Required Communications 2

Exhibit A – Representation Letter

Members of Governance
Independent School District No. 881
Maple Lake, Minnesota

We are pleased to present this report related to our audit of the basic financial statements of Independent School District No. 881 (the District) as of and for the year ended June 30, 2024. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the District's financial reporting process.

This report is intended solely for the information and use of the members of governance and management and is not intended to be, and should not be, used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have regarding this report. We appreciate the opportunity to continue to be of service to the District.



SCHLENNER WENNER & CO.
St. Cloud, Minnesota
December 7, 2024

**INDEPENDENT SCHOOL DISTRICT NO. 881
REQUIRED COMMUNICATIONS**

Auditing standards generally accepted in the United States of America (AU-C 260, *The Auditor's Communication With Those Charged With Governance*) require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the financial statement audit as well as observations arising from our audit that are significant and relevant to your responsibility to oversee the financial and related compliance reporting process.

Our Responsibilities With Regard to the Financial Statement and Compliance Audit

Our responsibilities under auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States have been described to you in our engagement letter dated September 17, 2024. Our audit of the basic financial statements does not relieve management or those charged with governance of their responsibilities, which are also described in that letter.

Overview of the Planned Scope and Timing of the Financial Statement Audit

We have issued a separate communication dated September 17, 2024 regarding the planned scope and timing of our audit and identified significant risks.

Accounting Policies and Practices

Preferability of Accounting Policies and Practices

Under accounting principles generally accepted in the United States of America, in certain circumstances, management may select among alternative accounting practices. In our view, in such circumstances, management has selected the preferable accounting practice.

Adoption of, or Change in, Accounting Policies

Management has the ultimate responsibility for the appropriateness of the accounting policies used by the District. The District did not adopt any significant new accounting policies, nor have there been any changes in existing significant accounting policies during the current period.

Significant Accounting Policies

We did not identify any significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Unusual Transactions

We did not identify any significant unusual transactions.

Management's Judgments and Accounting Estimates

Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgment. The process used by management encompasses their knowledge and experience about past and current events and certain assumptions about future events. You may wish to monitor throughout the year the process used to determine and record these accounting estimates. The only estimates we have deemed significant to the financial statements are estimates associated with the following balances reported at year-end:

- Amounts due from the Minnesota Department of Education
- Net pension asset/liability and related deferred outflows/inflows of resources
- Net OPEB liability and related deferred outflows/inflows of resources

**INDEPENDENT SCHOOL DISTRICT NO. 881
REQUIRED COMMUNICATIONS**

Audit Adjustments and Uncorrected Misstatements

Audit adjustments, other than those that are clearly trivial, proposed by us and recorded by the District are shown following the attached representation letter at Exhibit A.

We are not aware of any uncorrected misstatements other than misstatements that are clearly trivial.

Observations About the Audit Process

Disagreements with Management

We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit or significant disclosures to be included in the basic financial statements.

Consultations with Other Accountants

We are not aware of any consultations management had with other accountants about accounting or auditing matters.

Significant Issues Discussed with Management

No significant issues arising from the audit were discussed or were the subject of correspondence with management.

Significant Difficulties Encountered in Performing the Audit

We did not encounter any significant difficulties in dealing with management during the audit.

Difficult or Contentious Matters That Required Consultation

We did not encounter any significant and difficult or contentious matters that required consultation outside the engagement team.

Shared Responsibilities for Independence

Independence is a joint responsibility and is managed most effectively when management, audit committees (or their equivalents), and audit firms work together in considering compliance with American Institute of Certified Public Accountants (AICPA) and *Government Accountability Office* (GAO) independence rules. For Schlenner Wenner & Co. to fulfill its professional responsibility to maintain and monitor independence, management, the audit committee (when applicable), and Schlenner Wenner & Co. each play an important role.

Our Responsibilities

- AICPA and GAO rules require independence both of mind and in appearance when providing audit and other attestation services. Schlenner Wenner & Co. is to ensure that the AICPA and GAO's General Requirements for performing non-attest services are adhered to and included in all letters of engagement.
- Maintain a system of quality management control over compliance with independence rules and firm policies.

**INDEPENDENT SCHOOL DISTRICT NO. 881
REQUIRED COMMUNICATIONS**

The District's Responsibilities

- Timely inform Schlenner Wenner & Co., before the effective date of transactions or other business changes, of the following:
 - New affiliates, members of governance, or person in financial reporting oversight roles.
 - Changes in the organizational structure or the reporting entity impacting affiliates such as partnerships, related entities, investments, and joint ventures.
- Provide necessary affiliate information such as new or updated investment structure charts, as well as financial information required to perform materiality calculations needed for making affiliate determinations.
- Understand and conclude on the permissibility, prior to the District and its affiliates, officers, directors, or persons in a decision-making capacity, engaging in business relationships with Schlenner Wenner & Co.
- Not entering into arrangements of nonaudit services resulting in Schlenner Wenner & Co. being involved in making management decisions on behalf of the District.
- Not entering into relationships resulting in close family members of Schlenner Wenner & Co. covered persons, temporarily or permanently acting as an officer, director, or person in an accounting, financial reporting or compliance oversight role at the District.

Internal Control and Compliance Matters

We have separately communicated any internal control and compliance over financial reporting matters identified during our audit of the basic financial statements, as required by *Government Auditing Standards*. This communication is included within the compliance section of the District's financial report for the year ended June 30, 2024.

Significant Written Communications Between Management and Our Firm

Copies of significant written communications between our firm and the management of the District, including the representation letter provided to us by management, are attached as Exhibit A.

EXHIBIT A

REPRESENTATION LETTER

**INDEPENDENT SCHOOL DISTRICT NO. 881
MAPLE LAKE, MINNESOTA**

December 7, 2024

Schlenner Wenner & Co.
St. Cloud, MN 56302

This representation letter is provided in connection with your audit of the basic financial statements of Independent School District No. 881 (the District), as of and for the year ended June 30, 2024 for the purpose of expressing an opinion on whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

We confirm, to the best of our knowledge and belief, that as of December 7, 2024:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated September 17, 2024, for the preparation and fair presentation of the financial statements referred to above in accordance with U.S. GAAP.
2. We acknowledge our responsibility 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.
3. We acknowledge our responsibility for the design, implementation and maintenance of controls to prevent and detect fraud.
4. The methods, data, and significant assumptions used by us in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in the context of U.S. GAAP, and reflect our judgment based on our knowledge and experience about past and current events, and our assumptions about conditions we expect to exist and courses of action we expect to take.
5. Related-party transactions have been recorded in accordance with the economic substance of the transaction and appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP. Types of related party transactions engaged in by the District include:
 - a. Interfund transactions, including interfund accounts and advances receivable and payable, sale and purchase transactions, interfund transfers, long-term loans, leasing arrangements and guarantees.
6. All funds that meet the quantitative criteria in GASB Statement No. 34; *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as amended, and No. 37, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments: Omnibus—an amendment of GASB Statements No. 21 and No. 34*, for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
7. The financial statements properly classify all funds and activities in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as amended.

8. The District followed either its established accounting policy regarding which resources (that is, restricted, committed, assigned or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available or followed paragraph 18 of GASB Statement No. 54 to determine the fund balance classifications for financial reporting purposes.
9. The financial statements include all fiduciary activities required by GASB Statement No. 84, *Fiduciary Activities*, as amended.
10. All events subsequent to the date of the financial statements, and for which U.S. GAAP requires adjustment or disclosure, have been adjusted or disclosed.
11. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.
12. Management has followed applicable laws and regulations in adopting, approving and amending budgets.
13. Risk disclosures associated with deposit and investment securities and derivative transactions are presented in accordance with GASB requirements.
14. Provisions for uncollectible receivables have been properly identified and recorded.
15. Capital assets, including infrastructure, intangible assets, and right of use assets are properly capitalized, reported and, if applicable, depreciated.
16. The government properly separated information in debt disclosures related to direct borrowings and direct placements of debt from other debt and disclosed any unused lines of credit, collateral pledged to secure debt, terms in the debt agreements related to significant default or termination events with finance-related consequences and significant subjective acceleration clauses in accordance with GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*.
17. Components of net position (net investment in capital assets, restricted, and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
18. Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
19. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
20. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
21. The District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and appropriately disclosed and that net position is properly recognized under the policy.
22. The government disclosed the names of entities with which it has a tax abatement agreement, the total gross amount of taxes abated during the period, the specific taxes that were abated and whether any commitments other than to reduce taxes were made as part of any tax abatement agreement as required by GASB Statement No. 77, *Tax Abatement Disclosures*.
23. The government disclosed tax abatements entered into by other governments that affect its revenues, including the names of the governments that entered into the agreements, the specified taxes being abated, and the gross dollar amount of taxes abated during the period, as required by GASB Statement No. 77.

24. Leases have been properly identified, recorded and disclosed in accordance with GASB Statement No. 87, *Leases*.
25. Subscription-based technology information arrangements (SBITAs) have been properly identified, recorded and disclosed in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.
26. If applicable, public-private and public-public partnerships and availability payments have been properly identified, recorded and disclosed in accordance with GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*.
27. We have no direct or indirect legal or moral obligation for any debt of any organization, public or private, that is not disclosed in the financial statements.
28. The government has properly disclosed or recognized conduit debt obligations and/or certain arrangements associated with conduit debt obligations in accordance with GASB Statement No. 91, *Conduit Debt Obligations*.
29. We have complied with all aspects of laws, regulations and provisions of contracts and agreements that would have a material effect on the financial statements in the event of noncompliance. In connection therewith, we specifically represent that we are responsible for determining that we are not subject to the requirements of the Single Audit Act because we have not received, expended or otherwise been the beneficiary of the required amount of federal awards during the period of this audit.
30. We believe the implementation of the GASB Statement listed below is appropriate:
 - a. GASB Statement No. 100, *Accounting Changes and Error Corrections* – The standard prescribes and clarifies the accounting and financial reporting for changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity.
31. We have no knowledge of any uncorrected misstatements in the financial statements.
32. We have requested an unsecured electronic copy of the auditor's report and basic financial statements and agree that the auditor's report and basic financial statements will not be modified in any manner.

Information Provided

33. We have provided you with:
 - a. Access to all information of which we are aware that is relevant to the preparation and fair presentation of the basic financial statements such as records, documentation and other matters.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the District from whom you determined it necessary to obtain audit evidence.
 - d. Minutes of the meetings of the School Board, or summaries of actions of recent meetings for which minutes have not yet been prepared.
34. All transactions have been recorded in the accounting records and are reflected in the basic financial statements.
35. We have disclosed to you the results of our assessment of risk that the basic financial statements may be materially misstated as a result of fraud.

36. We have no knowledge of allegations of fraud or suspected fraud affecting the District's basic financial statements involving:
 - a. Management.
 - b. Employees who have significant roles in internal control.
 - c. Others where the fraud could have a material effect on the basic financial statements.
37. We have no knowledge of any allegations of fraud or suspected fraud affecting the District's basic financial statements received in communications from employees, former employees, analysts, regulators, or others.
38. We have no knowledge of noncompliance or suspected noncompliance with laws and regulations.
39. We are not aware of any pending or threatened litigation, claims or assessments; unasserted claims or assessments that are probable of assertion and must be disclosed in accordance with Government Accounting Standards Board (GASB) Codification Section C50, Claims and Judgments; or other matters, including gain or loss contingencies, whose effects should be considered when preparing the financial statements. Neither we nor the District or others acting on behalf of the District have consulted a lawyer concerning litigation, claims, assessments or other matters affecting the District.
40. We have disclosed to you the identity of all of the District's related parties and all the related-party relationships and transactions of which we are aware.
41. We have informed you of all deficiencies in internal control over financial reporting, including significant deficiencies or material weaknesses, in the design or operation of internal controls that could adversely affect the District's ability to record, process, summarize and report financial data.
42. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
43. It is our responsibility to inform you of all current and potential affiliates of the District as defined by the "State and Local Government Client Affiliates" interpretation (ET sec. 1.224.020). Financial interests in, and other relationships with, affiliates of the District may create threats to independence. We have:
 - a. Provided you with all information we are aware of with respect to current and potential affiliates, including degree of influence assessments and materiality assessments.
 - b. Notified you of all changes to relevant considerations that may impact our determination of the existence of current or potential affiliates involving (i) changes in the determination of the materiality of an entity to the District's financial statements as a whole, (ii) the level of influence the District has over an entity's financial reporting process or (iii) the level of control or influence the District or a potential or current affiliate has over an investee that is not trivial or clearly inconsequential, sufficiently in advance of their effective dates to enable the District and Schlenner Wenner & Co. to identify and eliminate potential impermissible services and relationships between Schlenner Wenner & Co. prior to the effective dates.
 - c. Made you aware, to the best of our knowledge and belief, of any nonaudit services that the District or any of our affiliates has engaged Schlenner Wenner & Co. to perform.

44. We agree with the findings of the specialists in evaluating the Minnesota Public Employees Retirement Association and Teachers Retirement Association net pension liabilities and related balances, as well as the District's net OPEB balances, and have adequately considered the qualifications of the specialists in determining the amounts and disclosures used in the financial statements and underlying accounting records. We did not give instructions, or cause any instructions to be given, to the specialists with respect to the values or amounts derived in an attempt to bias their work, and we are not otherwise aware of any matters that have had an impact on the independence or objectivity of the specialists.
45. We believe that the actuarial assumptions and methods used by the actuary for funding purposes and for determining accumulated Plan benefits are appropriate in the circumstances. We did not give instructions, or cause any instructions to be given, to the actuary with respect to the values or amounts derived in an attempt to bias their work, and we are not otherwise aware of any matters that have had an impact on the independence or objectivity of the Plans' actuaries.
46. We believe that the information obtained from the audited financial statements of and other participant information provided by the Minnesota Public Employees Retirement Association and Teachers Retirement Association is appropriate in the circumstances. We did not give instructions, or cause any instructions to be given, to the Plans or their auditors in an attempt to bias their work, and we are not otherwise aware of any matters that have had an impact on the independence or objectivity of the Plans or their auditors.
47. During the course of your audit, you may have accumulated records containing data that should be reflected in our books and records. All such data have been so reflected. Accordingly, copies of such records in your possession are no longer needed by us.

Supplementary Information

48. With respect to supplementary information presented in relation to the basic financial statements as a whole:
 - a. We acknowledge our responsibility for the presentation of such information.
 - b. We believe such information, including its form and content, is fairly presented in accordance with U.S. GAAP.
 - c. The methods of measurement or presentation have not changed from those used in the prior period.
 - d. We have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation.
 - e. When supplementary information is not presented with the audited basic financial statements, we will make the audited basic financial statements readily available to the intended users of the supplementary information no later than the date of issuance of the supplementary information and the auditor's report thereon.

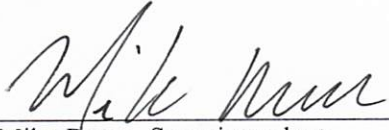
49. With respect to the Budgetary Comparison Schedule, Schedule of Changes in District's Net OPEB Liability, Schedule of Money-Weighted Rate of Return on OPEB Plan Assets, Schedule of District's Proportionate Share of Net Pension Liability, Schedule of District Pension Contributions, and Management's Discussion and Analysis presented as required by the Governmental Accounting Standards Board to supplement the basic financial statements:
- a. We acknowledge our responsibility for the presentation of such required supplementary information.
 - b. We believe such required supplementary information is measured and presented in accordance with guidelines prescribed by U.S. GAAP.
 - c. The methods of measurement and presentation have not changed from those used in the prior period.
 - d. We have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation.
50. We understand, as part of your audit, you have prepared a draft of our financial statements and related notes from the trial balance and other information we provided to you. We have reviewed and approve those financial statements and have a responsibility to be in a position in fact and appearance to make an informed judgment on those financial statements and have performed our responsibility to prevent and detect errors. Further, we have designated a qualified management level individual to be responsible and accountable for overseeing your services.
51. We are in agreement with the proposed journal entries you have recommended (as shown in Exhibits A-1 and A-2), and the adjusting journal entries have been recorded in the District's accounting records.

Compliance Considerations

In connection with your audit conducted in accordance with *Government Auditing Standards*, we confirm that management:

52. Is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework.
53. Is responsible for compliance with the laws, regulations and provisions of contracts and grant agreements applicable to the auditee.
54. Is not aware of any instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that have a material effect on the financial statements.
55. Is responsible 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.
56. Acknowledges its responsibility for the design, implementation and maintenance of controls to prevent and detect fraud.
57. If applicable, has taken timely and appropriate steps to remedy identified or suspected fraud or noncompliance with provisions of laws, regulations, contracts, and grant agreements that the auditor reports.
58. Has a process to track the status of audit findings and recommendations.
59. Has identified for the auditor previous audits, attestation engagements and other studies related to the objectives of the audit and whether related recommendations have been implemented.

60. Is not aware of any investigations or legal proceedings that have been initiated with respect to the period under audit.
61. If applicable, has provided views on the auditor's reported findings, conclusions, and recommendations, as well as management's planned corrective actions, for the report.
62. Acknowledges its responsibilities as it relates to non-audit services performed by the auditor, including that it assumes all management responsibilities; that it oversees the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge or experience; that it evaluates the adequacy and results of the services performed; and that it accepts responsibility for the results of the services.



Mike Rowe, Superintendent
Independent School District No. 881



Lisa Rademacher, Finance Manager
Independent School District No. 881

EXHIBIT A-1

JOURNAL ENTRIES

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Adjusting

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference	Annotatlon	Debit	Credit	Recurrence	Misstatemen	
1	6/30/2024	OTHER DEBT SER EXP	E-08-005-870-000-000-790 CPF01	6056		90,842.00				
1	6/30/2024	Sale of Bonds Const	R-06-005-000-000-366-831 CPF01	6056			90,842.00			
		To gross up debt issuance proceeds for underwriter's discount.							Recurring	Factual
2	6/30/2024	Construction Contracts Payable	B-06-220-000 CPF01	5516			152,991.00			
2	6/30/2024	Bldg Construction	E-06-005-867-000-366-520 CPF01	5516		152,991.00				
		To record current year construction contracts payable (retainage).							Recurring	Factual
3	6/30/2024	Long Term Leases or Financed Purchases	E-01-005-850-000-348-535 GF01A	6500 LEAD		137,258.00				
3	6/30/2024	Long-Term Lease Transaction or Finance Purch	E-01-005-850-000-348-589 GF01A	6500 LEAD			137,258.00			
		To record lease proceeds and capital outlay for fitness center lease renewal.							Recurring	Factual
4	6/30/2024	DEPOSIT ON ASSET	B-01-131-002 GF01A			21,625.00				
4	6/30/2024	Unappropriated Fund Balance	B-01-422-000 GF01A			21,625.00				
4	6/30/2024	Nonspendable Fund Balance	B-01-460-000 GF01A				21,625.00			
4	6/30/2024	DEPOSIT ON ASSET	B-11-131-002 GF01A			35,615.00				
4	6/30/2024	Nonspendable Fund Balance	B-11-460-000 GF01A				35,615.00			
4	6/30/2024	Athletics - Varsity Club	B-11-462-970 GF01A			35,615.00				
4	6/30/2024	Equipment	E-01-020-292-000-000-530 GF01A				21,625.00			
4	6/30/2024	Equipment	E-11-020-292-000-000-530 GF01A				35,615.00			
		To record deposit on asset for scoreboard and basketball hoop purchases (reverse in FY25).							Recurring	Factual
5	6/30/2024	Fees For Services	E-06-005-867-000-366-305 CPF01			18,176.00				
5	6/30/2024	Investment Interest	R-06-005-000-000-366-092 CPF01				18,176.00			
		To adjust for investment fees included in interest income.							Recurring	Factual
						513,747.00	513,747.00			

EXHIBIT A-2

OTHER JOURNAL ENTRIES

Includes:

- Entries provided by the District
- Reclassifications for financial statement presentation
- Government-wide conversion entries

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Reclassifying

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference	Annotation	Debit	Credit	Recurrence	Misstatement
101	6/30/2024	Unappropriated Fund Balance	B-01-422-000 GF01A				1.00		
101	6/30/2024	Restricted Fund Balance	B-04-464-000 SRF02			1.00			
101	6/30/2024	Restricted Fund Balance	B-07-464-000 DSF01				1.00		
101	6/30/2024	Land Improvements	B-98-141-000 G34G			1.00			
101	6/30/2024	Buildings	B-98-142-000 G34G			1.00			
101	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G				1.00		
101	6/30/2024	Office Supplies	E-01-005-110-000-000-402 GF01A				3.00		
101	6/30/2024	General Supplies	E-02-005-770-000-701-401 SRF01			4.00			
101	6/30/2024	Instruction Supplies	E-04-500-582-000-344-430 SRF02				3.00		
101	6/30/2024	Fees For Services	E-06-005-867-000-366-305 CPF01			3.00			
101	6/30/2024	Group Hosp Ins	E-45-005-935-000-000-220 OF02				1.00		
		To balance funds and tie out beginning equity						Recurring	
102	6/30/2024	Severance Pay Payable	B-99-260-000 G34G	6210	GOV LE,	694,567.00			
102	6/30/2024	OPEB Liability	B-99-265-000 G34G	6210	GOV LE,		694,567.00		
		To reclassify OPEB to proper account for financial statement presentation purposes						Recurring	
103	6/30/2024	Repair Maint Service	E-01-005-865-000-379-350 GF01A	5514					
103	6/30/2024	Building Construction	E-01-005-865-000-379-520 GF01A	5514					
103	6/30/2024	Repair Maint Service	E-01-005-865-000-380-350 GF01A	5514					
103	6/30/2024	Bldg Construction	E-01-005-865-000-380-520 GF01A	5514					
103	6/30/2024	Instruction Supplies	E-01-020-206-000-433-430 GF01A	5514					
103	6/30/2024	Equipment	E-01-020-206-000-433-530 GF01A	5514					
103	6/30/2024	Prof Tech Services	E-06-005-870-002-000-311 CPF01	5514					
103	6/30/2024	ABATEMENT Site-Ground Improve	E-06-005-870-002-000-511 CPF01	5514					
		To reclassify capital asset costs to capital outlay (N/A in FY24).						Recurring	
104	6/30/2024	Principal Lease Levy	E-01-005-850-000-348-570 GF01A				2,365.00		
104	6/30/2024	Interest Lease Levy	E-01-005-850-000-348-571 GF01A			2,365.00			
		To reclass lease payments to proper accounts.						Recurring	
105	6/30/2024	Sale of Bonds Const	R-06-005-000-000-366-631 CPF01			882,926.00			
105	6/30/2024	Premium on Bond issuance	R-06-005-000-000-366-632 CPF01				882,926.00		
		To record bond premium on the fund level.						Recurring	
106	6/30/2024	Fees For Services	E-06-005-867-000-366-305 CPF01				93,192.00		
106	6/30/2024	Capital Outlay	E-06-005-867-000-366-790 CPF01			93,192.00			
		To move cost of issuance to the proper account.						Recurring	
107	6/30/2024	Cash W/Fiscal Agent	B-01-103-000 GF01A	PBC		1,371.00			
107	6/30/2024	Cash W/Fiscal Agent	B-01-103-000 GF01A	PBC			7,669.00		
107	6/30/2024	Cash W/Fiscal Agent	B-01-103-000 GF01A	PBC			45,000.00		
107	6/30/2024	Princ-Lease/Instalmt	E-01-005-850-000-000-580 GF01A	PBC		45,000.00			
107	6/30/2024	Interest-Lease/Instl	E-01-005-850-000-000-581 GF01A	PBC		7,669.00			
107	6/30/2024	Investment Interest	R-01-005-000-000-000-092 GF01A	PBC			1,371.00		
		PBC - To post client JE 13748 (US Bank year end activity)							
108	6/30/2024	Cash	B-01-101-000 GF01A	PBC		51,353.00			
108	6/30/2024	Cash	B-45-101-000 OF02	PBC			51,353.00		
108	6/30/2024	Group Hosp Ins	E-01-010-203-000-000-220 GF01A	PBC			51,353.00		
108	6/30/2024	Group Hosp Ins	E-45-005-935-000-000-220 OF02	PBC		51,353.00			
		PBC - To adjust for implicit subsidy payments.							
109	6/30/2024	Pynt MN Sch DIST	E-01-005-405-000-740-391 GF01A	PBC			116.00		
109	6/30/2024	General Supplies	E-01-005-405-000-740-401 GF01A	PBC		116.00			

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Reclassifying

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference Annotation	Debit	Credit	Recurrence	Misstatemen
109	6/30/2024	Pymt MN Sch DIST (MAWSECO)	E-01-005-420-000-740-391 GF01A	PBC		52.00		
109	6/30/2024	General Supplies	E-01-005-420-000-740-401 GF01A	PBC	52.00			
109	6/30/2024	CRF-Other Salary	E-01-010-203-000-000-185 GF01A	PBC	133.00			
109	6/30/2024	Instructional Salary	E-01-010-408-000-740-140 GF01A	PBC		10,825.00		
109	6/30/2024	Instructional Salary	E-01-010-408-000-740-140 GF01A	PBC		1,226.00		
109	6/30/2024	Instructional Salary	E-01-010-410-000-740-140 GF01A	PBC	10,825.00			
109	6/30/2024	Other Salary	E-01-010-410-220-740-185 GF01A	PBC		67.00		
109	6/30/2024	Instructional Salary	E-01-010-411-000-740-140 GF01A	PBC	1,226.00			
109	6/30/2024	Other Salary	E-01-010-411-220-740-185 GF01A	PBC		66.00		
109	6/30/2024	Instructional Salary	E-01-020-405-000-740-140 GF01A	PBC		8,766.00		
109	6/30/2024	Instructional Salary	E-01-020-408-000-740-140 GF01A	PBC	8,766.00			
		PBC - To post client JE #13780 (SEDRA changes).						
110	6/30/2024	CRF-Other Salary	E-01-010-203-000-000-185 GF01A	PBC		133.00		
110	6/30/2024	Other Salary	E-01-010-410-220-740-185 GF01A	PBC	67.00			
110	6/30/2024	Other Salary	E-01-010-411-220-740-185 GF01A	PBC	66.00			
		PBC - To post client JE #13791 (SEDRA entry fix).						
111	6/30/2024	Cash	B-01-101-000 GF01A	PBC		14,104.00		
111	6/30/2024	Cash	B-45-101-000 OF02	PBC	14,104.00			
111	6/30/2024	Retired Health Insurance	E-01-005-203-000-797-291 GF01A	PBC	7,052.00			
111	6/30/2024	Retired Health Insurance	E-01-005-211-000-797-291 GF01A	PBC	7,052.00			
111	6/30/2024	Group Hosp Ins	E-45-005-935-000-000-220 OF02	PBC		14,104.00		
		PBC - To post client JE #13798 (adjust OPEB expenditures to GF to match OPEB levy letter).						
112	6/30/2024	Sale Lunches Adults	R-02-005-770-000-701-606 SRF01	PBC	6,227.00			
112	6/30/2024	Sale Lunches Adults	R-02-005-770-000-705-606 SRF01	PBC	192.00			
112	6/30/2024	Food Svc Sales to Adults	R-02-005-770-000-707-606 SRF01	PBC		6,419.00		
		PBC - To post client JE #13799 (reclass FS sales).						
113	6/30/2024	Accounts Payable	B-01-206-000 GF01A	PBC		3,547.00		
113	6/30/2024	PURCHASED SERVICES MN JPA	E-01-005-400-000-000-316 GF01A	PBC	773.00			
113	6/30/2024	Ed Pay to MN School	E-01-020-211-000-000-390 GF01A	PBC	2,774.00			
		PBC - To post client JE #13807 (Additional A/P).						
114	6/30/2024	Prepaid Expenses	B-01-131-000 GF01A		72,806.00			
114	6/30/2024	Insurances Payable	B-01-215-030 GF01A			72,806.00		
114	6/30/2024	Prepaid Expenses	B-02-131-000 SRF01		967.00			
114	6/30/2024	Group Insurance	B-02-215-030 SRF01			967.00		
114	6/30/2024	Prepaid Expenses	B-04-131-000 SRF02		3,413.00			
114	6/30/2024	Group Insurance	B-04-215-030 SRF02			3,413.00		
		PBC - To adjust health insurance accrual.						
201	6/30/2024	Amount to Be Provided from Property Taxe	B-99-151-000 G34G	7012		14,698.00		
201	6/30/2024	Deferred Revenue - Delinquent Taxes	B-99-231-000 G34G	7012	18,159.00			
201	6/30/2024	Tax Revenue	R-99-001-000 G34G	7012		3,461.00		
		To eliminate deferred revenue - delinquent property taxes. Recurring						
202	6/30/2024	Deferred Outflows-GASB 68	B-99-100-000 G34G	6354 GOV LE,	2,336,612.00			
202	6/30/2024	Deferred Inflows-GASB 68	B-99-232-000 G34G	6354 GOV LE,		1,455,545.00		
202	6/30/2024	Net Pension Liability	B-99-270-000 G34G	6354 GOV LE,		7,619,017.00		
202	6/30/2024	GASB Net Balance	B-99-275-000 G34G	6354 GOV LE,	6,737,950.00			
		To record beginning of year GASB 68 activity Recurring						
203	6/30/2024	Deferred Outflows-GASB 68	B-99-100-000 G34G	6354A		636,508.00		

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Reclassifying

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference Annotation	Debit	Credit	Recurrence	Misstatement
203	6/30/2024	Deferred Inflows-GASB 68	B-99-232-000 G34G	6354A	884,904.00			
203	6/30/2024	Net Pension Liability	B-99-270-000 G34G	6354A	367,087.00			
203	6/30/2024	Pension Expense	E-99-010-000-000-000-299 G34G	6354A		39,218.00		
203	6/30/2024	Pension Expense	E-99-110-000-000-000-299 G34G	6354A	4,554.00			
203	6/30/2024	Pension Expense	E-99-200-000-000-000-299 G34G	6354A		399,740.00		
203	6/30/2024	Pension Expense	E-99-300-000-000-000-299 G34G	6354A		4,106.00		
203	6/30/2024	Pension Expense	E-99-400-000-000-000-299 G34G	6354A		86,506.00		
203	6/30/2024	Pension Expense	E-99-500-000-000-000-299 G34G	6354A		21,487.00		
203	6/30/2024	Pension Expense	E-99-600-000-000-000-299 G34G	6354A		225.00		
203	6/30/2024	Pension Expense	E-99-700-000-000-000-299 G34G	6354A		16,104.00		
203	6/30/2024	Pension Expense	E-99-800-000-000-000-299 G34G	6354A	6,787.00			
203	6/30/2024	State Revenue	R-99-000-000-000-000-201 G34G	6354A		59,438.00		
		To record current year GASB 68 activity					Recurring	
204	6/30/2024	Deferred Outflows-GASB 75	B-99-100-005 G34G	6355 GOV LE	103,316.00			
204	6/30/2024	Amount to Be Provided For Severance Pay	B-99-161-000 G34G	6355 GOV LE	162,767.00			
204	6/30/2024	Deferred Inflows - GASB 75	B-99-232-005 G34G	6355 GOV LE		266,083.00		
204	6/30/2024	OPEB Liability	B-99-265-000 G34G	6355 GOV LE			Recurring	
		To record beginning of year OPEB balances					Recurring	
205	6/30/2024	Deferred Outflows-GASB 75	B-99-100-005 G34G	6355A		40,617.00		
205	6/30/2024	Deferred Inflows - GASB 75	B-99-232-005 G34G	6355A	111,813.00			
205	6/30/2024	OPEB Liability	B-99-265-000 G34G	6355A		38,605.00		
205	6/30/2024	Comp Abs and OPEB - Regular Instruction	E-99-5200-100 G34G	6355A		32,591.00		
		To adjust for current year OPEB activity					Recurring	
206	6/30/2024	Compensated Absences Payable	B-99-262-000 G34G	6210 GOV LE	1,247.00			
206	6/30/2024	Comp Abs and OPEB - Regular Instruction	E-99-5200-100 G34G	6210 GOV LE		1,247.00		
		To adjust for change in compensated absences.					Recurring	
207	6/30/2024	Amount Available For Retirement of Bonds	B-99-150-000 G34G	6001	841,890.00			
207	6/30/2024	Capital Lease Payable	B-99-254-000 G34G	6001		841,890.00		
		To record BOY balance of the solar panel financing.					Recurring	
208	6/30/2024	Bonds Payable	B-99-250-000 G34G	6001	1,035,000.00			
208	6/30/2024	Energy Loan Payable	B-99-253-000 G34G	6001	45,000.00			
208	6/30/2024	Energy Loan Payable	B-99-253-000 G34G	6001				
208	6/30/2024	Bond Principal	E-99-5900-710 G34G	6001		1,035,000.00		
208	6/30/2024	Bond Principal	E-99-5900-710 G34G	6001		45,000.00		
208	6/30/2024	Bond Principal	E-99-5900-710 G34G	6001				
		To adjust for current year debt payments					Recurring	
209	6/30/2024	Capital Lease Payable	B-99-254-000 G34G	6001	6,972.00			
209	6/30/2024	Capital Lease Payable	B-99-254-000 G34G	6001	45,615.00			
209	6/30/2024	Capital Lease Principal	E-99-5900-711 G34G	6001		6,972.00		
209	6/30/2024	Capital Lease Principal	E-99-5900-711 G34G	6001		45,615.00		
		To record the Solar Capital Lease and current year activity					Recurring	
210	6/30/2024	Accrued Interest Payable	B-99-208-000 G34G	6001		482,985.00		
210	6/30/2024	Bond Interest	E-99-5900-720 G34G	6001	427,037.00			
210	6/30/2024	Fund Balance GASB 34 Adjustment	SW-99-000-000-000-002 G34G	6001	55,948.00			
		To record accrued interest at year-end.					Recurring	
211	6/30/2024	Bond Premium	B-99-137-000 G34G	6001		1,004,954.00		
211	6/30/2024	Amount Available For Retirement of Bonds	B-99-150-000 G34G	6001	228,059.00			

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Reclassifying

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference Annotation	Debit	Credit	Recurrence	Misstatemen	
211	6/30/2024	Amortization of Bond Premium	E-99-5900-800 G34G	6001		106,031.00			
211	6/30/2024	Premium on Bond Issuance	R-99-005-000-000-001-631 G34G	6001	882,926.00				
		To record beginning of the year and current year debt premium amortization						Recurring	
212	6/30/2024	Bonds Payable - Current	B-99-249-000 G34G	6001		1,005,000.00			
212	6/30/2024	Bonds Payable	B-99-250-000 G34G	6001	1,005,000.00				
212	6/30/2024	Energy Loan Payable	B-99-253-000 G34G	6001	45,000.00				
212	6/30/2024	Capital Lease Payable	B-99-254-000 G34G	6001	52,899.00				
212	6/30/2024	Financing Arrangement Payable - Current Portio	B-99-261-001 G34G	6001		45,000.00			
212	6/30/2024	Financing Arrangement Payable - Current Portio	B-99-261-001 G34G	6001		52,899.00			
		To adjust the current and long-term portion of long-term debt.						Recurring	
213	6/30/2024	Lease Asset	B-98-148-000 G34G	6550'S	135,330.00				
213	6/30/2024	Accumulated Amortization - Lease Asset	B-98-174-000 G34G	6550'S		66,702.00			
213	6/30/2024	Long-Term Lease Payable	B-98-254-000 G34G	6550'S		27,848.00			
213	6/30/2024	Long-Term Lease Payable - Current Portion	B-98-254-001 G34G	6550'S		43,655.00			
213	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G	6550'S		68,628.00			
213	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G	6550'S	71,503.00				
		To record BOY balances for leased assets and liabilities (under GASB 87).						Recurring	
214	6/30/2024	Accumulated Amortization - Lease Asset	B-98-174-000 G34G	6550'S		49,642.00			
214	6/30/2024	Amortization - Instructional Support Services	E-98-5600-532 G34G	6550'S	9,980.00				
214	6/30/2024	Amortization - Sites and Buildings	E-98-5800-532 G34G	6550'S	39,662.00				
		To record current year amortization expense for leased assets.						Recurring	
215	6/30/2024	Long-Term Lease Payable	B-98-254-000 G34G	6501	53,101.00				
215	6/30/2024	Lease Principal (Contra)	E-98-000-000-000-000-560 G34G	6501		53,101.00			
		To adjust for current year lease principal payments.						Recurring	
216	6/30/2024	Long-Term Lease Payable	B-98-254-000 G34G	6501	7,041.00				
216	6/30/2024	Long-Term Lease Payable - Current Portion	B-98-254-001 G34G	6501		7,041.00			
		To record current portion of lease liabilities.						Recurring	
217	6/30/2024	Accum. Depreciation - Land Improvements	B-98-171-000 G34G	5510 GOV LE,		977,853.00			
217	6/30/2024	Accum. Depreciation - Land Improvements	B-98-171-000 G34G	5510 GOV LE,		91,590.00			
217	6/30/2024	Accum. Depreciation - Land Improvements	B-98-171-000 G34G	5510 GOV LE,					
217	6/30/2024	Accum. Depreciation - Buildings and Improve	B-98-172-000 G34G	5510 GOV LE,		14,070,647.00			
217	6/30/2024	Accum. Depreciation - Buildings and Improve	B-98-172-000 G34G	5510 GOV LE,		667,338.00			
217	6/30/2024	Accum. Depreciation - Equipment and Vehicles	B-98-173-000 G34G	5510 GOV LE,		1,753,568.00			
217	6/30/2024	Accum. Depreciation - Equipment and Vehicles	B-98-173-000 G34G	5510 GOV LE,		122,572.00			
217	6/30/2024	Accum. Depreciation - Equipment and Vehicles	B-98-173-000 G34G	5510 GOV LE,					
217	6/30/2024	Accum. Depreciation - Equipment and Vehicles	B-98-173-000 G34G	5510 GOV LE,					
217	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G	5510 GOV LE,	16,802,068.00				
217	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G	5510 GOV LE,					
217	6/30/2024	Depreciation - Administration	E-98-5000-531 G34G	5510 GOV LE,	166.00				
217	6/30/2024	Depreciation - District Support	E-98-5100-531 G34G	5510 GOV LE,	90.00				
217	6/30/2024	Depreciation - Regular Instruc	E-98-5200-531 G34G	5510 GOV LE,	40,311.00				
217	6/30/2024	Depreciation - Vocational Inst	E-98-5300-531 G34G	5510 GOV LE,	1,947.00				
217	6/30/2024	Depreciation - Exceptional Ins	E-98-5400-531 G34G	5510 GOV LE,					
217	6/30/2024	Depreciation - Community Ed	E-98-5500-531 G34G	5510 GOV LE,	11,048.00				
217	6/30/2024	Depreciation - Instructional S	E-98-5600-531 G34G	5510 GOV LE,	15,131.00				
217	6/30/2024	Depreciation - Pupil Support S	E-98-5700-531 G34G	5510 GOV LE,	8,416.00				
217	6/30/2024	Depreciation - Sites and Build	E-98-5800-531 G34G	5510 GOV LE,	333,969.00				
217	6/30/2024	Depreciation - Sites and Build	E-98-5800-531 G34G	5510 GOV LE,					
217	6/30/2024	Unallocated Depreciation	E-98-5905-531 G34G	5510 GOV LE,	470,422.00				
		To record begining of year accumulated depreciation and to adjust for current year depreciation additions and disposals.						Recurring	

Independent School District No. 881

Year End: June 30, 2024

Journal Entries: Reclassifying

Date: 7/1/2023 To 6/30/2024

Number	Date	Name	Account No	Reference	Annotation	Debit	Credit	Recurrence	Misstatement
218	6/30/2024	Construction Work in Process	B-98-149-000 G34G	5516		6,217,325.00			
218	6/30/2024	Capital Outlay - Sites and Buildings	E-98-5800-520 G34G	5516			6,217,325.00		
		To record current year CIP additions.							
219	6/30/2024	Buildings	B-98-142-000 G34G	5513,5514		24,559.00			
219	6/30/2024	Equipment	B-98-143-000 G34G	5513,5514		97,058.00			
219	6/30/2024	Equipment	B-98-143-000 G34G	5513,5514					
219	6/30/2024	Capital Outlay - Instructional Support	E-98-5600-520 G34G	5513,5514			30,871.00		
219	6/30/2024	Capital Outlay - Pupil Support	E-98-5700-520 G34G	5513,5514			60,086.00		
219	6/30/2024	Capital Outlay - Sites and Buildings	E-98-5800-520 G34G	5513,5514			30,660.00		
219	6/30/2024	Capital Outlay - Sites and Buildings	E-98-5800-520 G34G	5513,5514					
		To record current year capital asset additions and disposals.							
220	6/30/2024	Subscription Asset	B-98-148-500 G34G	6503		30,500.00			
220	6/30/2024	Accumulated Amortization - Subscription	B-98-174-500 G34G	6503			51.00		
220	6/30/2024	Investment in General Fixed Assets	B-98-430-000 G34G	6503			30,449.00		
		To record beginning of year subscription right-to-use assets. Recurring							
221	6/30/2024	Accumulated Amortization - Subscription	B-98-174-500 G34G	6503			6,100.00		
221	6/30/2024	Amortization - Sites and Buildings	E-98-5800-532 G34G	6503		6,100.00			
		To record current year subscription right-to-use asset amortization. Recurring							
222	6/30/2024	Bond Premium	B-99-137-000 G34G						
222	6/30/2024	Bonds Payable	B-99-250-000 G34G				12,530,000.00		
222	6/30/2024	Sale of Bonds Const	R-99-005-000-000-000-631 G34G			12,530,000.00			
222	6/30/2024	Premium on Bond Issuance	R-99-005-000-000-001-631 G34G						
		To record current year debt issuance.							
223	6/30/2024	Lease Asset	B-98-148-000 G34G	6533C		137,258.00			
223	6/30/2024	Capital Outlay - Sites and Buildings	E-98-5800-520 G34G	6533C			137,258.00		
		To record new lease asset.							
224	6/30/2024	Long-Term Lease Payable	B-98-254-000 G34G	6501			137,258.00		
224	6/30/2024	Lease Proceeds (Contra)	R-98-000-000-000-000-589 G34G	6501		137,258.00			
		To record current year lease proceeds.							
225	6/30/2024	Equipment	B-98-143-000 G34G				29,305.00		
225	6/30/2024	Accum. Depreciation - Equipment and Vehicles	B-98-173-000 G34G			29,055.00			
225	6/30/2024	Gain/Loss on Sale of Assets	R-98-000-000-000-000-624 G34G			250.00			
		To record disposal of asset and gain/loss.							
226	6/30/2024	Lease Asset	B-98-148-000 G34G				85,432.00		
226	6/30/2024	Accumulated Amortization - Lease Asset	B-98-174-000 G34G			85,432.00			
		To record disposal of lease asset due to end of fitness center lease.							
						54,667,939.00	54,667,939.00		