

ISD No. 191 Burnsville-Eagan-Savage, MN

Nancy Schulzetenberg, CPA



The Audit

Independent Auditor's Report

- ◆ Financial statements are management's responsibility; auditor's responsibility to express an opinion on them
- ◆ Audit includes examining, on a test basis, evidence supporting amounts and disclosures in the financial statements
- ◆ Unmodified opinion on the District's basic financial statements which comprise the District's governmental activities, each major fund and the aggregate remaining funds, and budget to actual statements for the District's General Fund, Food Service Fund, and Community Service Fund

Compliance Reports

- ◆ Report in Accordance with *Government Auditing Standards*
 - ◇ No internal control or compliance findings
- ◆ Report on Compliance in Accordance with *OMB Uniform Guidance*
 - ◇ Unmodified opinion on compliance with requirements of your Education Stabilization Funds and Federal Special Education
 - ◇ No internal control findings
- ◆ Report on Minnesota Legal Compliance
 - ◇ No findings

Communications Letter

- ◆ Required Communication
- ◆ Financial Analysis
- ◆ Legislative Update
- ◆ Emerging Issues

Financial Communications

General Education Aid – Formula Allowance

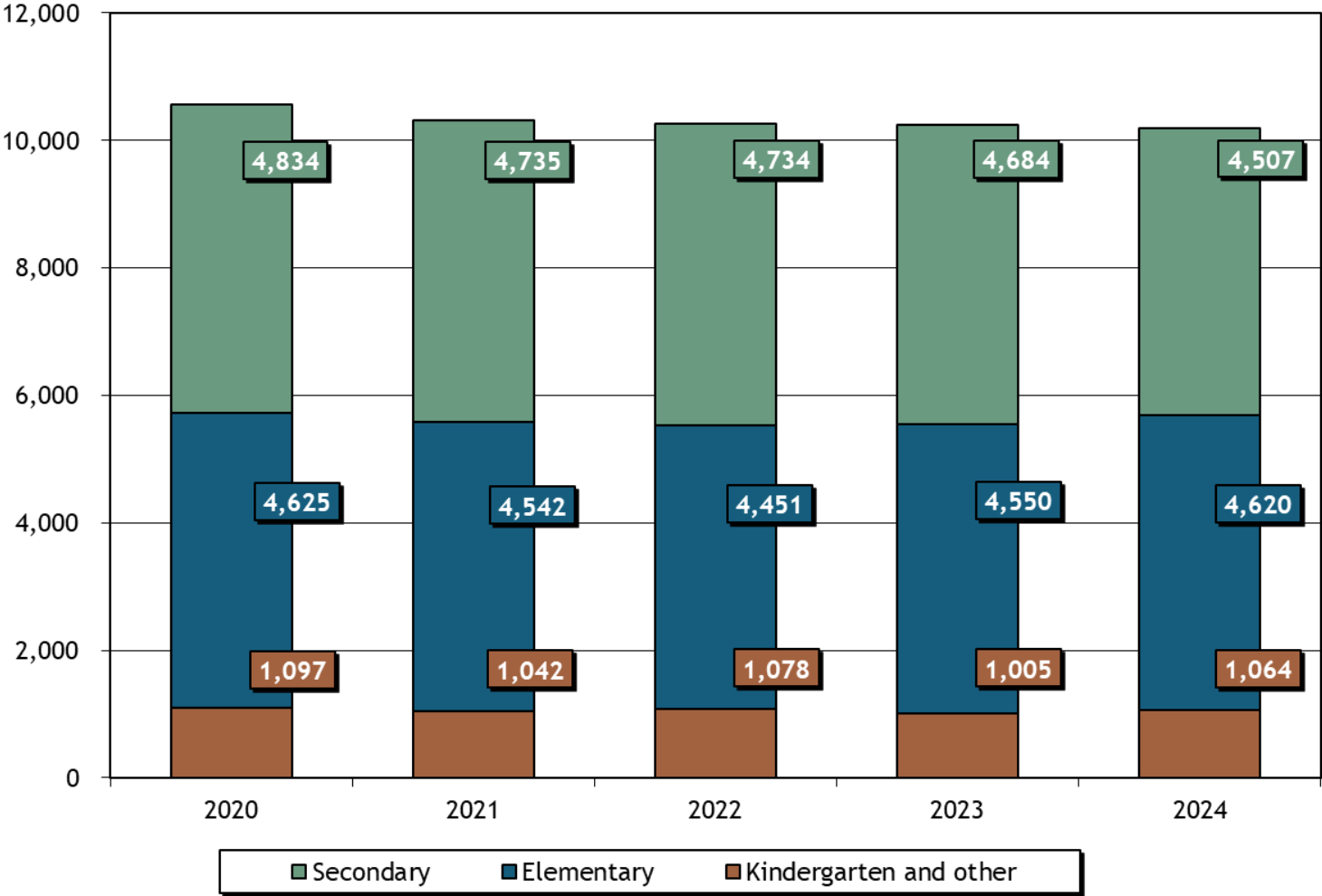
Year	General Education Aid Formula Allowance	
	Amount	Percent Increase
2014	\$ 5,302	1.5%
2015*	5,831	1.9%
2016	5,948	2.0%
2017	6,067	2.0%
2018	6,188	2.0%
2019	6,312	2.0%
2020	6,438	2.0%
2021	6,567	2.0%
2022	6,728	2.5%
2023	6,863	2.0%
2024	7,138	4.0%
2025	7,281	2.0%

* General Education Aid - Of the \$529 increase over 2014, \$105 is for inflation at 1.9%; the remaining \$424 is a shifting of revenue to adjust for pupil weight changes, pension adjustments changes and other restructuring.

Average Daily Membership and Pupil Units - Students (Resident ADM)

Students (Resident ADM)	2020	2021	2022	2023	2024
Kindergarten and other	1,097	1,042	1,078	1,005	1,064
Elementary	4,625	4,542	4,451	4,550	4,620
Secondary	4,834	4,735	4,734	4,684	4,507
Total Students (Resident ADM)	10,556	10,319	10,262	10,239	10,192

Average Daily Membership and Pupil Units - Resident ADM

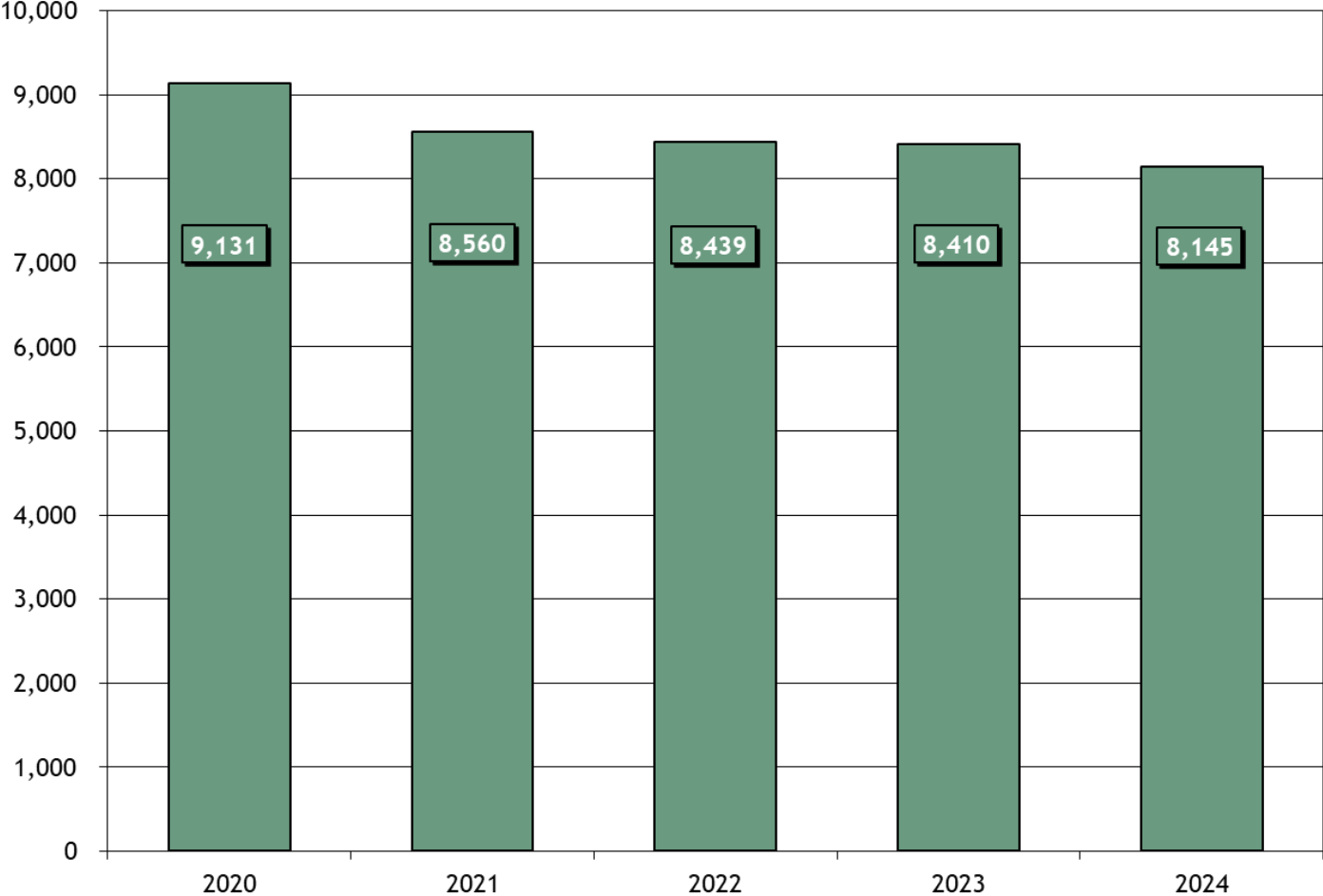


Average Daily Membership and Pupil Units - Weighting & Adjusted PUN

Pupil Units Weighting						
	Pre-Kindergarten	Part-Time	All-Day	Elementary	Secondary	
2020-2024	1.000	1.000	1.000	1.000	1.000	1.200

Adjusted Pupil Units	2020	2021	2022	2023	2024
Residents	11,523	11,265	11,209	11,176	11,093
Pupil unit gain	616	639	621	689	747
Pupil unit loss	(3,007)	(3,343)	(3,391)	(3,455)	(3,695)
Total Adjusted Pupil Units	9,131	8,560	8,439	8,410	8,145

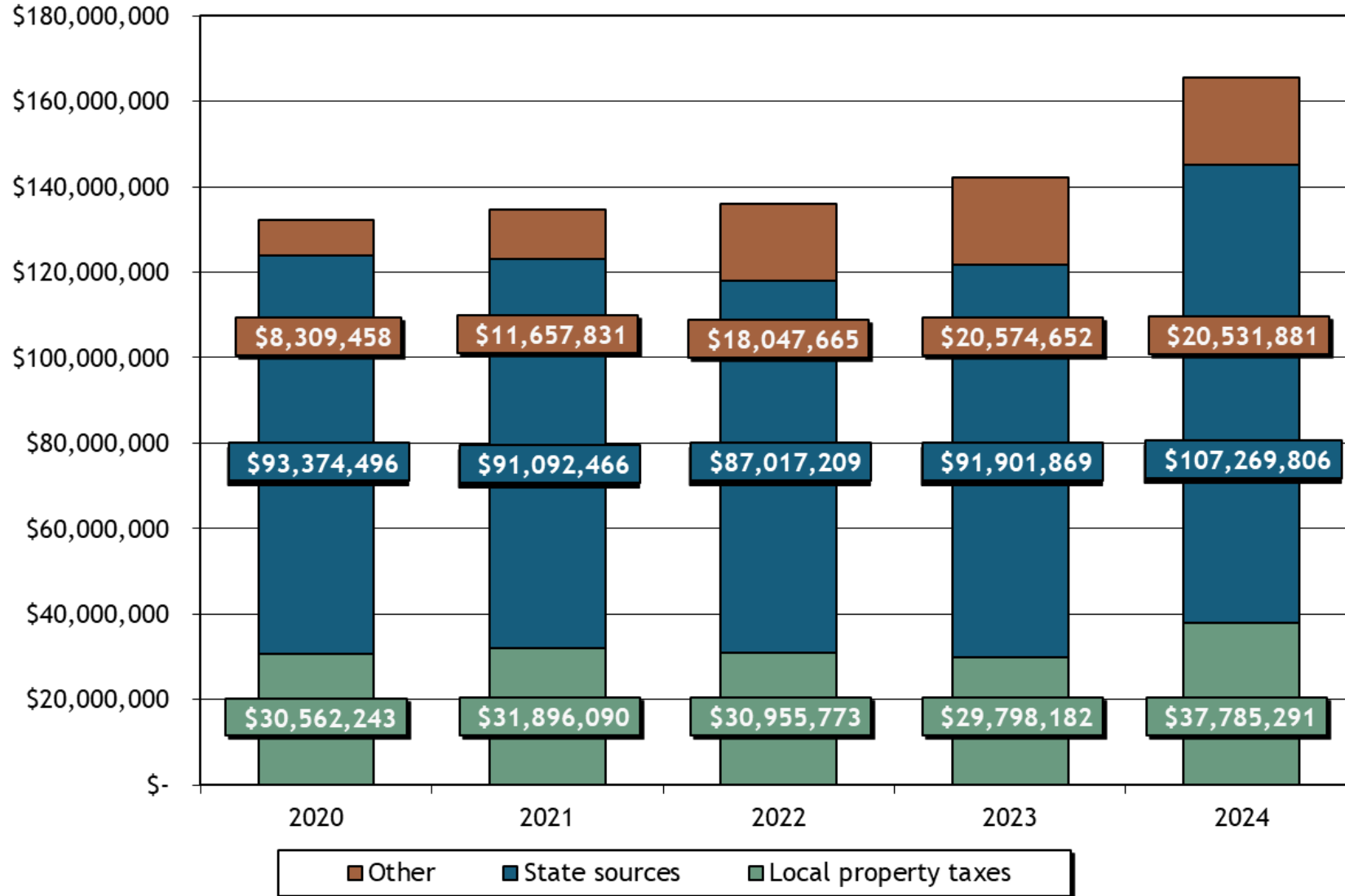
Average Daily Membership and Pupil Units - Pupil Units Served



General Fund Sources of Revenue

Year Ended June 30,	2020	2021	2022	2023	2024
Local property taxes	\$ 30,562,243	\$ 31,896,090	\$ 30,955,773	\$ 29,798,182	\$ 37,785,291
State sources	93,374,496	91,092,466	87,017,209	91,901,869	107,269,806
Other	8,309,458	11,657,831	18,047,665	20,574,652	20,531,881
Total	\$ 132,246,197	\$ 134,646,387	\$ 136,020,647	\$ 142,274,703	\$ 165,586,978

General Fund Sources of Revenue

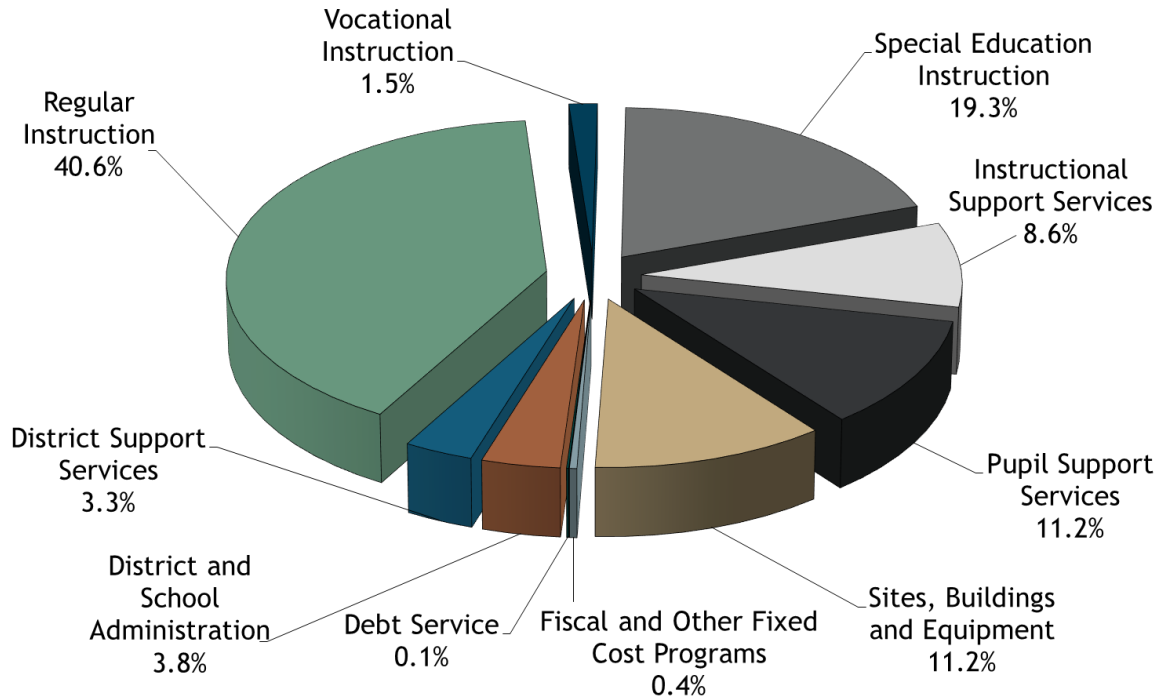


General Fund - Budget and Actual

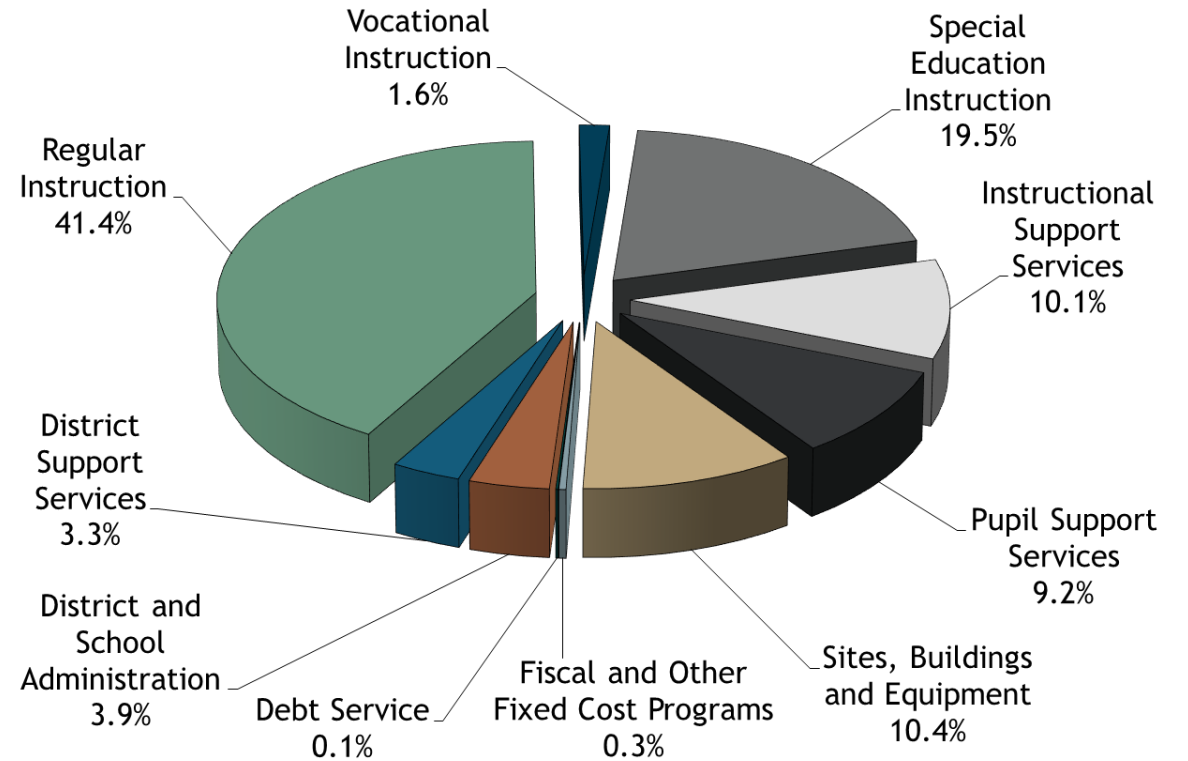
	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
Revenues				
Local property taxes	\$ 37,737,983	\$ 37,990,707	\$37,785,291	\$ (205,416)
Other local and county revenues	2,587,408	3,439,000	6,481,333	3,042,333
Revenue from state sources	102,508,778	104,338,340	107,269,806	2,931,466
Revenue from federal sources	13,420,447	14,357,204	13,999,930	(357,274)
Sales and other conversion of assets	60,000	61,000	50,618	(10,382)
Total revenues	156,314,616	160,186,251	165,586,978	5,400,727
Expenditures				
Administration	5,594,769	5,784,757	5,630,932	(153,825)
District support services	4,587,153	4,261,879	4,619,344	357,465
Regular instruction	65,309,589	64,937,744	60,457,360	(4,480,384)
Vocational education instruction	2,341,888	2,406,879	2,234,521	(172,358)
Special education instruction	29,643,896	28,887,125	28,874,464	(12,661)
Instructional support services	12,504,167	11,032,508	10,888,514	(143,994)
Pupil support services	12,920,507	15,578,043	16,650,421	1,072,378
Sites and buildings	12,243,843	12,182,782	11,592,406	(590,376)
Fiscal and other fixed cost programs	530,000	530,000	525,199	(4,801)
Capital outlay	7,660,677	7,818,040	7,649,670	(168,370)
Debt service	156,496	161,496	156,462	(5,034)
Total expenditures	153,492,985	153,581,253	149,279,293	(4,301,960)
Excess of revenues over expenditures	2,821,631	6,604,998	16,307,685	9,702,687
Other Financing Sources				
Proceeds from Sale of Capital Assets	-	-	1,000	1,000
Net Change in Fund Balances	\$ 2,821,631	\$ 6,604,998	\$ 16,308,685	\$ 9,703,687

General Fund Expenditures

2024 General Fund Expenditures



2023 General Fund Expenditures

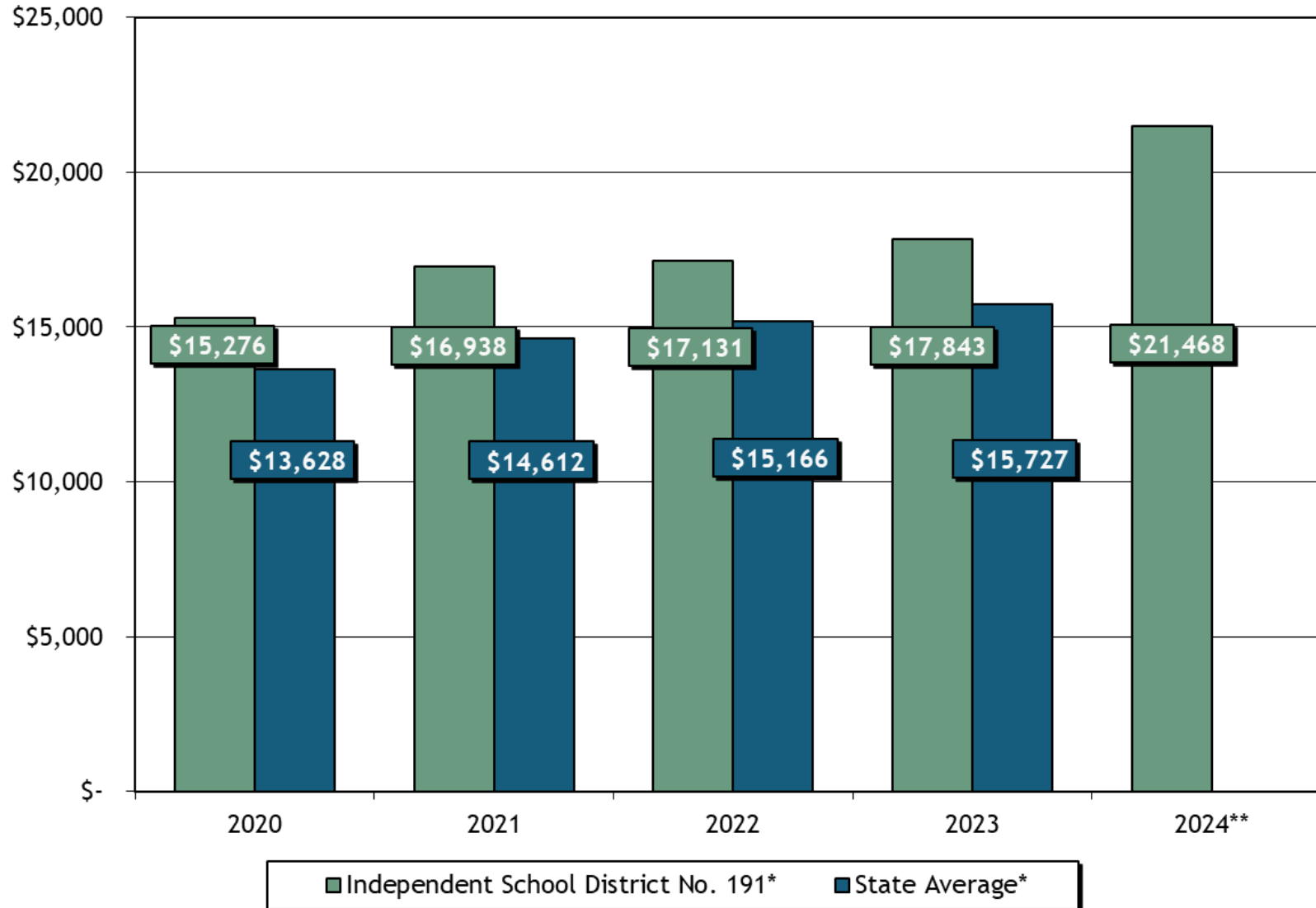


Revenues Per Student

Independent School District No. 191*	2020	2021	2022	2023	2024**
General Fund	\$ 15,276	\$ 16,938	\$ 17,131	\$ 17,843	\$ 21,468
Food Service Fund	650	562	796	741	929
Community Service Fund	797	770	807	855	937
Building Construction Fund	4	-	-	-	-
Debt Service Fund	1,448	1,441	1,537	1,390	1,375
Total Revenues Per Student	\$ 18,175	\$ 19,711	\$ 20,271	\$ 20,829	\$ 24,710

State Average*	2020	2021	2022	2023	2024
General Fund	\$ 13,628	\$ 14,612	\$ 15,166	\$ 15,727	N/A
Food Service Fund	548	569	791	667	N/A
Community Service Fund	595	571	685	745	N/A
Building Construction Fund	134	82	35	104	N/A
Debt Service Fund	1,307	1,466	1,447	1,509	N/A
Total Revenues Per Student	\$ 16,212	\$ 17,300	\$ 18,124	\$ 18,752	N/A

General Fund Revenues Per ADM Served

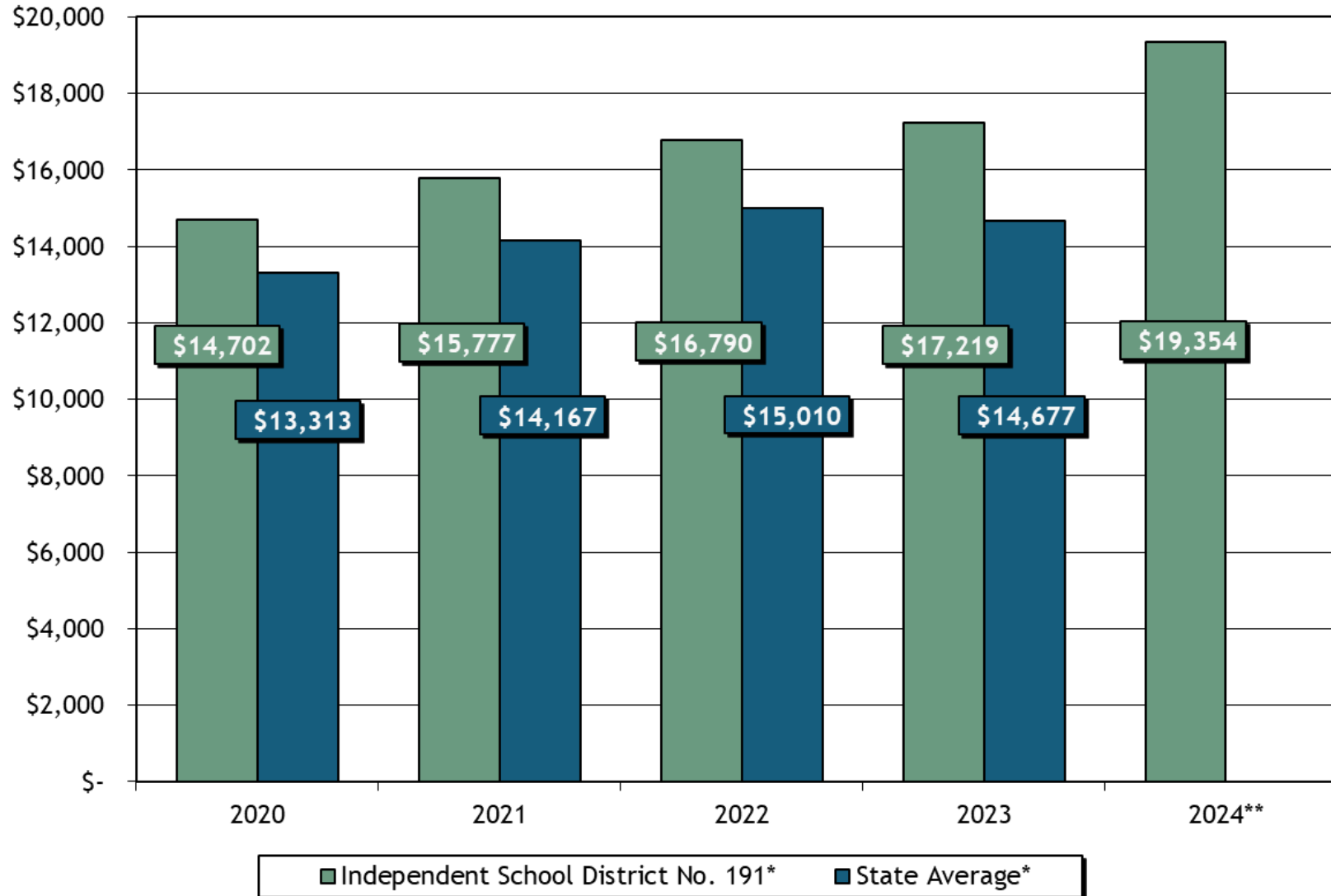


Expenditures Per Student

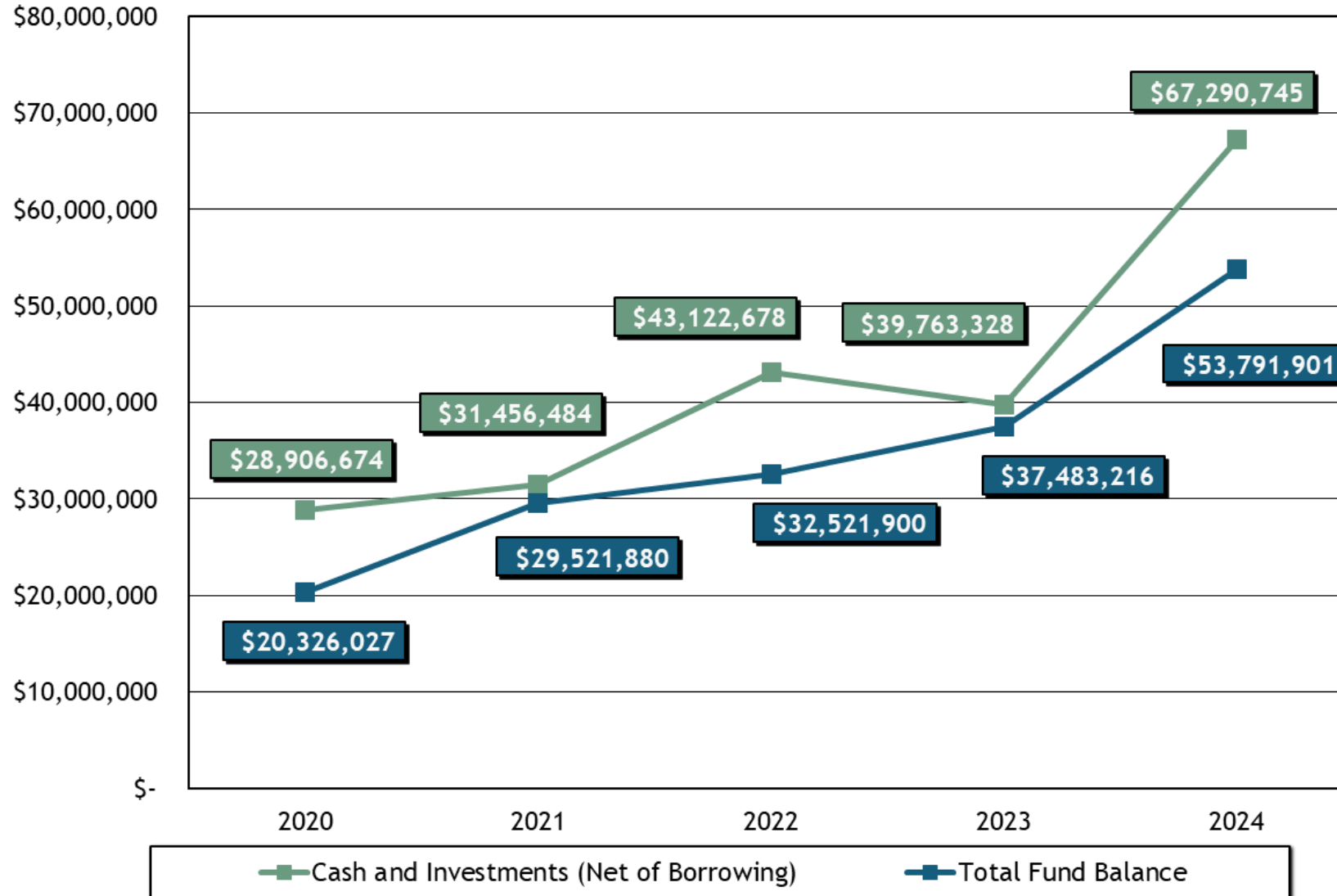
Independent School District No. 191*	2020	2021	2022	2023	2024**
General Fund	\$ 14,702	\$ 15,777	\$ 16,790	\$ 17,219	\$ 19,354
Food Service Fund	650	551	621	657	799
Community Service Fund	701	653	665	743	795
Building Construction Fund	86	55	209	-	-
Debt Service Funds	1,351	1,485	1,450	1,428	1,472
Total Expenditures Per Student	\$ 17,490	\$ 18,521	\$ 19,735	\$ 20,047	\$ 22,421

State Average*	2020	2021	2022	2023	2024
General Fund	\$ 13,313	\$ 14,167	\$ 15,010	\$ 14,677	N/A
Food Service Fund	554	529	666	702	N/A
Community Service Fund	622	571	646	715	N/A
Building Construction Fund	2,085	2,008	1,773	1,513	N/A
Debt Service Funds	1,345	1,522	1,531	1,551	N/A
Total Expenditures Per Student	\$ 17,919	\$ 18,797	\$ 19,626	\$ 19,158	N/A

General Fund Expenditures Per ADM Served



Financial Position



General Fund Operations

Year Ended June 30,	2020	2021	2022	2023	2024
Revenues	\$ 132,246,197	\$ 134,646,387	\$ 136,020,647	\$ 142,274,703	\$ 165,586,978
Expenditures	(127,299,185)	(125,450,534)	(133,508,576)	(137,348,622)	(149,279,293)
Excess of revenues over expenditures	4,947,012	9,195,853	2,512,071	4,926,081	16,307,685
Other financing sources	-	-	487,949	35,235	1,000
Fund balance, July 1	15,284,399	20,326,027	29,521,880	32,521,900	37,483,216
Change in accounting principle	94,616	-	-	-	-
Fund Balance, June 30	\$ 20,326,027	\$ 29,521,880	\$ 32,521,900	\$ 37,483,216	\$ 53,791,901

Components of Fund Balance					
Year Ended June 30,	2020	2021	2022	2023	2024
Nonspendable	\$ 435,457	\$ 382,338	\$ 254,436	\$ 603,936	\$ 342,495
Restricted for					
Student activities	252,499	215,674	231,296	249,669	259,689
Capital projects levy	470,611	794,657	521,753	860,910	832,955
Literacy incentive aid	-	-	-	-	313,959
Area Learning Center	3,739,848	4,406,743	5,173,831	7,072,672	8,801,478
Safe schools levy	-	-	-	-	196,200
American Indian Ed aid	-	-	-	-	17,957
Medical assistance	149,917	204,234	376,714	1,991,314	3,340,272
Long-term facilities maintenance	88,742	114,943	212,365	(281,509)	(264,191)
Operating capital	3,177,211	3,284,531	3,325,929	2,962,681	2,049,497
Committed	1,735,209	1,849,490	1,837,017	1,505,311	1,207,116
Assigned	-	5,081,823	1,810,980	-	-
Unassigned	10,276,533	13,187,447	18,777,579	22,518,232	36,694,474
Fund Balance, June 30	\$ 20,326,027	\$ 29,521,880	\$ 32,521,900	\$ 37,483,216	\$ 53,791,901

Food Service Fund

Year Ended June 30,	2020	2021	2022	2023	2024
Revenues	\$ 5,612,682	\$ 4,457,931	\$ 6,313,631	\$ 5,888,279	\$ 7,165,712
Expenditures	(5,609,449)	(4,364,348)	(4,921,294)	(5,227,056)	(6,162,393)
Excess of revenues over expenditures	3,233	93,583	1,392,337	661,223	1,003,319
Other financing sources	7,793	338	-	1,807	4,667
Fund balance, July 1	1,014,178	1,025,204	1,119,125	2,511,462	3,174,492
Fund Balance, June 30	\$ 1,025,204	\$ 1,119,125	\$ 2,511,462	\$ 3,174,492	\$ 4,182,478

Community Service Fund

Year Ended June 30,	2020		2021		2022		2023		2024	
Revenues	\$	6,889,843	\$	6,114,709	\$	6,396,433	\$	6,800,786	\$	7,226,888
Expenditures		(6,066,435)		(5,185,327)		(5,273,555)		(5,911,010)		(6,135,359)
Excess of revenues over expenditures		823,408		929,382		1,122,878		889,776		1,091,529
Fund balance, July 1		319,842		1,143,250		2,072,632		3,195,510		4,085,286
Fund Balance, June 30	\$	1,143,250	\$	2,072,632	\$	3,195,510	\$	4,085,286	\$	5,176,815
Restricted for										
Community education	\$	731,211	\$	1,430,281	\$	2,375,459	\$	3,289,382	\$	4,116,125
Adult basic education		-		-		29,077		-		-
ECFE		-		12,334		212,310		304,140		455,932
School readiness		380,855		588,050		577,712		459,219		588,915
Community service		31,184		41,967		952		32,545		15,843
Total Fund Balance, June 30	\$	1,143,250	\$	2,072,632	\$	3,195,510	\$	4,085,286	\$	5,176,815

Auditor



Nancy Schulzetenberg

AUDIT PARTNER

320-650-0219

NANCY.SCHULZETENBERG@CREATIVEPLANNING.COM

Thank You



This commentary is provided for general information purposes only, should not be construed as investment, tax or legal advice, and does not constitute an attorney/client relationship. Past performance of any market results is no assurance of future performance. The information contained herein has been obtained from sources deemed reliable but is not guaranteed.