

Waunakee Community School District

Waunakee, Wisconsin

Financial Report

Year ended June 30, 2024



Waunakee Community School District
Financial Statements and Supplementary Financial Information
Year Ended June 30, 2024

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Waunakee Community School District
Financial Statements and Supplementary Financial Information
Year Ended June 30, 2024

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Independent Auditor's Report

Board of Education
Waunakee Community School District
Waunakee, Wisconsin

Report on 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 Waunakee Community School District (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 Waunakee Community School District, as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States (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 Auditor's 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 these financial statements in accordance with accounting principles generally accepted in the United States; this includes 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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's 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 auditor's 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 management's discussion and analysis, the budgetary comparison schedule - general fund, the schedules of the employer's proportionate share of the net pension liability (asset) and employer contributions – Wisconsin Retirement System and the schedule of changes in the employer's net OPEB liability and related ratios and employer contributions - OPEB 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 auditing standards generally accepted in the United States, 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.

Supplementary Financial 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 statements 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 are presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) 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, and are also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate 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 auditing standards generally accepted in the United States. In our opinion, the combining statements and the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024, on our consideration of the Waunakee Community School 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.

Wipfli LLP

Wipfli LLP
Madison, Wisconsin
December 5, 2024

Waunakee Community School District

Management's Discussion and Analysis

The discussion and analysis of the financial performance of the Waunakee Community School District (the "District") provides an overview of financial activities for the fiscal year ended June 30, 2024. The analysis focuses on school district financial performance as a whole. Efforts have been made to provide comparison to prior year data when such data is relevant. It should be read in conjunction with the District's financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

The District's government-wide financial statements reflect the following:

- Total net position of the District increased to \$60,585,332 at June 30, 2024.
- Total revenues increased to \$90,313,060 in fiscal year 2024, up from \$82,941,195 in fiscal year 2023, an increase of approximately 8.89%.
- Total expenses increased to \$88,274,742 in fiscal year 2024, up from \$78,209,363 in fiscal year 2023, an increase of 12.87%.

The District's governmental fund financial statements reflect the following:

- Total fund balances of the District's governmental funds decreased \$65,356,367 in fiscal year 2024. This increase included a \$540,987 decrease in the general fund, a \$1,201,444 decrease in the debt service fund, a \$63,377,342 decrease in the capital projects fund, and a \$236,594 decrease in non-major governmental funds.
- The fund balance for all governmental funds on June 30, 2024 was \$54,444,173. Of this amount, \$135,941 is nonspendable, \$47,345,256 was restricted for common school fund, self-insurance, capital improvements, debt service, special revenue gifts, and community service; \$458,360 was committed; \$1,023,955 was assigned; and \$5,480,661 remains unassigned.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as an introduction to the District's basic financial statements. Those basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains information supplementary to the basic financial statements.

Waunakee Community School District

Management's Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

District-Wide Financial Statements

District-wide financial statements report information about the District as a whole, using accounting methods similar to those used by private sector companies. The *statement of net position* presents financial information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the District is improving. To assess the overall financial condition of the District, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered. The District does not have any proprietary funds and the fiduciary funds are not included in the statement of net position.

The *statement of activities* includes all revenues and expenses of the District, irrespective of when cash is actually received or paid out. The intent of the district-wide statements is to provide a snapshot of the District's net position and to provide an explanation of material changes that occurred since the prior year.

Fund Financial Statements

The *fund financial statements* provide detailed information about the District's significant funds rather than the District as a whole. A fund is an accounting entity with a self-balancing set of accounts for recording assets, liabilities, revenues, and expenditures. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All the funds of the District can be divided into two categories: governmental and fiduciary. Table 1 summarizes the various features of each of these funds.

- *Governmental Funds*—Most of the District's basic services are included in governmental funds, which focus on (1) cash and other financial assets that can readily be converted to cash and (2) the balances remaining at year-end that are available for funding future basic services. Governmental funds statements provide a detailed short-term view that helps the reader determine whether there are financial resources to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information is provided that explains the relationship between them.
- *Fiduciary Funds*—The District serves as a fiduciary for the Employee Benefit Trust to account for post-employment benefits. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. These activities are excluded from the district-wide financial statements because the District cannot use these assets to finance its operations.

Waunakee Community School District

Management’s Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS (continued)

Table 1
Major Features of the District-wide and Fund Financial Statements

	District-wide Statements	Fund Financial Statements	
		Governmental	Fiduciary
Scope	Entire district (except fiduciary funds).	The activities of the District that is not proprietary or fiduciary, such as instruction, support services, debt service, capital projects, food service and community services.	The district acts as trustee or agent for another; e.g. other post-employment trusts
Required Financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures and Changes in Fund Balance 	<ul style="list-style-type: none"> • Statement of Fiduciary Net Position • Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting. Economic resources focus.	Modified accrual accounting. Current financial resources focus.	Accrual accounting. Economic resources focus.
Type of asset, deferred inflow/outflow of resources, and liability information	All assets, deferred inflows/outflows of resources, and liabilities; both financial and capital, short-term and long-term.	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter. No capital assets or long-term liabilities included.	All assets and liabilities, financial and capital; short-term and long-term. These funds do not currently contain any capital assets, although they can.
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues when cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability are due and payable.	All additions or deductions during the year, regardless of when cash is received and paid.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements.

Other Information

Required supplementary information (RSI) includes a budget to actual comparison that provides readers with information about the accuracy with which management was able to project the District’s revenues and expenditures. In addition, the RSI includes information concerning the District’s other post-employment benefits (OPEB) liabilities, and certain details about the District’s net pension (asset) liability.

Waunakee Community School District

Management's Discussion and Analysis

DISTRICT-WIDE FINANCIAL STATEMENTS

Statement of Net Position

The District ended its fiscal year with net position of \$60,585,332, of which \$46,724,128 was net investment in capital assets, \$34,097 was restricted for common school fund, \$348,166 was restricted for self-insurance, \$6,124,108 was restricted for debt service, \$1,249,477 was restricted by donors, \$79,383 was restricted for community service, and \$6,025,973 was unrestricted net position. Unrestricted net position represents the amount of discretionary resources that can be used to fund general District operations.

Table 2
Condensed Statements of Net Position
(in thousands of dollars)

	Governmental Activities		
	2024	2023	% Change
Assets			
Current and other assets	\$ 76,480	\$ 133,260	-42.61%
Capital assets	156,580	100,892	55.20%
Total assets	233,060	234,152	-0.47%
Deferred Outflows of Resources	25,888	37,568	-31.09%
Liabilities			
Long-term liabilities	157,756	175,992	-10.36%
Other liabilities	23,242	15,071	54.22%
Total liabilities	180,998	191,063	-5.27%
Deferred Inflows of Resources	17,365	22,110	-21.46%
Net Position as restated			
Net investment in capital assets	46,724	45,097	3.61%
Restricted	7,835	9,192	-14.76%
Unrestricted	6,026	4,258	41.52%
Total Net Position	\$ 60,585	\$ 58,547	3.48%

The largest portion, approximately 77% or \$46.7 million, of the District's net position continues to be its net investment in capital assets (e.g. land, buildings, and equipment), less related outstanding debt used to acquire those assets.

Waunakee Community School District

Management's Discussion and Analysis

DISTRICT-WIDE FINANCIAL STATEMENTS (continued)

Changes in Net Position

Table 3 demonstrates that on a district-wide basis the District ended fiscal year 2024 with an increase in net position of \$2,038,318 compared to an increase of \$4,731,832 in fiscal year 2023.

The district received \$90,313,060 in revenue for the fiscal year 2024. The District relies primarily on property taxes (46.2% of total governmental revenues), and state equalization aid (30.9%) to fund governmental activities. The District received approximately 16.1% in the form of specific use state grants, federal aid and direct fees for services.

Individuals who directly participated or benefited from a program paid 7.1% of the cost. Book and activity fees, admission to athletic events, open enrollment tuition and other fees are included as charges for services.

Federal and state governments subsidized certain programs with grants and awards of \$8,262,726. Operating grants include ESEA, IDEA, and State Special Education Aid.

In the fiscal year ended 2024, the District spent \$88,274,742 as compared to \$78,209,363 in 2023, for an increase of 12.87%.

Table 3
Changes in Net Position from Operating Results
(in thousands of dollars)

	Governmental Activities		
	2024	2023	% Change
REVENUES			
Program revenues			
Charges for services	\$ 6,309	\$ 5,908	6.79%
Operating grants & contributions	8,263	9,001	-8.20%
General revenues			
Property taxes	41,693	38,556	8.14%
General aid	27,931	27,128	2.96%
Other	6,117	2,348	160.52%
Total revenues	90,313	82,941	8.89%
EXPENSES			
Instruction	40,083	40,267	-0.46%
Pupil and instructional services	8,743	8,194	6.70%
Administrative services	29,572	22,183	33.31%
Interest on debt	5,765	3,937	46.43%
Other	4,112	3,628	13.34%
Total expenses	88,275	78,209	12.87%
Change in Net Position	\$ 2,038	\$ 4,732	-56.93%

Waunakee Community School District

Management’s Discussion and Analysis

DISTRICT-WIDE FINANCIAL STATEMENTS (continued)

Table 4 presents the cost of district activities. The table reports each activity’s net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost reflects the financial burden that was placed on the District’s taxpayers by each of these functions.

The cost of all governmental activities this year was \$88,274,742. Individuals who directly participated or benefited from a program offering paid \$6,309,359 of costs. Federal and state governments subsidized certain programs with grants and contributions of \$8,262,726. The net cost of governmental activities, \$73,702,657 was financed by \$41,692,918 of property taxes and \$27,931,291 of state general aid.

Table 4
Net Cost of Governmental Activities
(in thousands of dollars)

EXPENSES	Total Cost of Services	Net Cost of Services
Instruction	\$ 40,083	\$ (29,362)
Pupil and instructional services	8,743	(8,302)
Administrative services	29,572	(26,540)
Interest on debt	5,765	(5,587)
Other	4,112	(3,911)
Total expenses	\$ 88,275	\$ (73,702)

FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

The focus of the District’s governmental funds is to provide information on near-term inflows, outflows, and balances in spendable resources. Such information is useful in assessing the District’s financing requirements. Unassigned fund balances or lack thereof, may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year. The District completed the year with a total governmental fund balance of \$54,444,173, down from last year’s ending fund balance of \$119,800,540. The District’s unassigned fund balance, available for spending at the district’s discretion was \$5,480,661.

The General Fund is the chief operating fund of the District. During the current fiscal year, the general fund saw a fund balance decrease of \$540,987.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District’s original budget for the general fund anticipated that expenditures and other financing uses would equal revenues. The amended budget anticipated expenditures and other financing uses in excess of revenues by \$388,650. The actual results for the year ended June 30, 2024 had expenditures and other financing uses in excess of revenues by \$540,987.

Waunakee Community School District

Management's Discussion and Analysis

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the June 30, 2024, the District had \$215,723,847 in capital assets, including land, construction in progress, buildings and improvements, and furniture and equipment. Total accumulated depreciation on these assets was \$59,143,432. Asset acquisitions for governmental activities totaled \$63,745,896. The District recognized depreciation expense of \$3,613,249. Detailed information about capital assets can be found in Note 4 to the financial statements.

Table 5
Capital Assets
(in thousands of dollars)

	2024	2023
Land	\$ 2,725	\$ 2,725
Construction in progress	66,799	8,488
Buildings and improvements	134,722	142,119
Furniture and equipment	11,478	8,429
Accumulated depreciation	(59,144)	(60,869)
Net capital assets	\$ 156,580	\$ 100,892

Long-Term Debt

At June 30, 2024, the District had \$146,060,000 in general obligation debt outstanding—an decrease of \$8,700,000 from fiscal year 2023. Debt of the District is secured by a tax levy adopted by the Board of Education at the time of issuance. Wisconsin statutes require that the first property tax receipts be segregated for annual debt service payments. Detailed information about the District's long-term obligations is presented in Note 7 to the financial statements.

Table 6
Outstanding Long-term Obligations
(in thousands of dollars)

	2024	2023
General obligation debt	\$ 148,141	\$ 157,240
Capital leases	19	42
Compensated absences	3,442	3,168
Net pension liability	2,843	9,857
Other postemployment benefits	3,311	5,685
Net long-term obligations	\$ 157,756	\$ 175,992

Waunakee Community School District

Management's Discussion and Analysis

FACTORS BEARING ON THE DISTRICT'S FUTURE

The following items may have a bearing on the future of the District:

- The School Board approved in August of 2022 two referendum questions for the public to consider on November 8th, 2022. The first question was an operational referendum question, on a non-recurring basis as follows: 2022-23 \$1 million, 2023-24 \$3 million, 2024-25 \$6 million. The second question was a capital referendum question for \$175 million that included the following: construction of a new Heritage Elementary at a district owned site, construction of a new Middle School at the former Heritage Elementary site, specific renovation projects at the Waunakee High School, Teaching and Learning Center, and Administrative offices, and districtwide maintenance projects. Both referendum questions were approved by the public.
- The School Board approved presenting a non-recurring operational referendum in the amount of \$2,127,502 to the voting public on Tuesday, November 3rd, 2020. This is a 5 -year non-recurring operational referendum. This referendum passed on November 3rd, 2020. The primary use of the funds for the 2020-21 school year were COVID related school reopening costs. These funds were utilized for continuing COVID related costs in the 2022-23 and 2023-24 school years as well as operational costs of the district.
- The district has borrowed a portion of the \$175 million authorized in the November 2022 capital referendum question. The first borrowing took place in December 2022 (\$9.9 million) and the second borrowing took place in January of 2023 (\$99 million). The remaining balance is anticipated to be borrowed during the 2024-25 fiscal year.
- The construction of the new Heritage Elementary School was completed by September 1, 2024. The construction of the new Middle School started in July 2024 and will conclude by September 1, 2026.
- The district approved a November 2024 operational referendum question designed to replace the operational referendums approved in November 2020 and November 2022.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact any of the individuals below at (608) 849-2000:

- Randy Guttenberg, District Superintendent - randyguttenberg@waunakee.k12.wi.us
- Steve Summers, Executive Director of Operations - stevesummers@waunakee.k12.wi.us
- Alexandra Newton, Director of Business Services - alexandranewton@waunakee.k12.wi.us

Additional information about the District and its services can also be found on the District's website at www.waunakee.k12.wi.us.

Government-Wide Financial Statements

Waunakee Community School District

Statement of Net Position

June 30, 2024

	Governmental
<i>Assets and Deferred Outflows of Resources</i>	Activities
Current assets:	
Cash and investments	\$ 62,784,729
Accounts receivable	12,098,477
Prepaid items	135,941
Due from fiduciary fund	588,431
Due from other governments	872,907
Total current assets	76,480,485
Noncurrent assets:	
Capital assets not being depreciated	69,523,344
Capital assets being depreciated, net	87,057,071
Total noncurrent assets	156,580,415
Total assets	233,060,900
Deferred outflows of resources - Related to pensions/OPEB	25,888,271
Total assets and deferred outflows of resources	\$ 258,949,171
<i>Liabilities, Deferred Inflows of Resources, and Net Position</i>	
Current liabilities:	
Short-term notes payable	\$ 12,770,000
Accounts payable	7,574,267
Accrued payroll	1,035,974
Medical claims payable	155,521
Accrued interest	1,639,325
Unearned revenue	67,279
Current portion of long-term obligations	5,929,459
Total current liabilities	29,171,825
Noncurrent liabilities:	
Due in more than one year	151,826,827
Total liabilities	180,998,652
Deferred inflows of resources - Related to pensions/OPEB	17,365,187
Net position:	
Net investment in capital assets	46,724,128
Restricted	7,835,231
Unrestricted	6,025,973
Total net position	60,585,332
Total liabilities, deferred inflows of resources, and net position	\$ 258,949,171

See accompanying notes to the financial statements.

Waunakee Community School District

Statement of Activities

Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Revenues and Changes in Net Position
				Total Governmental Activities
Governmental activities:				
Instruction:				
Regular instruction	\$ 26,346,194	\$ 2,871,260	\$ 994,190	\$ (22,480,744)
Vocational instruction	2,314,234	-	24,985	(2,289,249)
Special education instruction	8,085,987	-	5,808,755	(2,277,232)
Other instruction	3,336,060	465,515	555,502	(2,315,043)
Total instruction	40,082,475	3,336,775	7,383,432	(29,362,268)
Support services:				
Pupil services	3,726,299	-	426,491	(3,299,808)
Instructional staff services	5,016,396	-	13,900	(5,002,496)
General administration	1,351,676	-	72,200	(1,279,476)
Building administration	4,436,783	-	-	(4,436,783)
Business services	23,784,106	2,888,759	71,808	(20,823,539)
Central services	173,714	-	-	(173,714)
Insurance	403,759	-	-	(403,759)
Other support services	3,534,926	83,825	117,487	(3,333,614)
Interest	5,764,608	-	177,408	(5,587,200)
Total support services	48,192,267	2,972,584	879,294	(44,340,389)
Total school district	\$ 88,274,742	\$ 6,309,359	\$ 8,262,726	(73,702,657)
General revenues:				
Property taxes:				
General purposes				28,460,117
Debt service				12,838,301
Community service				394,500
State and federal aids not restricted to specific functions				27,931,291
Interest and investment earnings				5,054,557
Miscellaneous				1,062,209
Total general revenues				75,740,975
Change in net position				2,038,318
Net position - Beginning of year				58,547,014
Net position - End of year				\$ 60,585,332

See accompanying notes to the financial statements.

Fund Financial Statements

Waunakee Community School District

Balance Sheet - Governmental Funds

June 30, 2024

	General Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Assets:					
Cash and investments	\$15,041,972	\$ 191,861	\$ 46,349,025	\$ 1,201,871	\$ 62,784,729
Receivables:					
Accounts	510,149	-	232,937	102,124	845,210
Taxes	7,720,466	3,138,301	-	394,500	11,253,267
Prepaid items	43,635	-	-	92,306	135,941
Due from other funds	1,968,202	4,000,000	-	55,905	6,024,107
Due from other governments	806,942	-	-	65,965	872,907
Total assets	\$26,091,366	\$7,330,162	\$ 46,581,962	\$ 1,912,671	\$ 81,916,161
Liabilities:					
Short-term notes payable	\$12,770,000	\$ -	\$ -	\$ -	\$ 12,770,000
Accounts payable	234,645	-	7,278,321	61,301	7,574,267
Accrued payroll	1,016,172	-	-	19,802	1,035,974
Accrued interest	433,271	-	-	-	433,271
Due to other funds	4,000,577	-	999,670	435,429	5,435,676
Medical claims payable	155,521	-	-	-	155,521
Unearned revenue	-	-	-	67,279	67,279
Total liabilities	18,610,186	-	8,277,991	583,811	27,471,988
Fund balances:					
Nonspendable	43,635	-	-	92,306	135,941
Restricted	382,263	7,330,162	38,303,971	1,328,860	47,345,256
Committed	458,360	-	-	-	458,360
Assigned	1,023,955	-	-	-	1,023,955
Unassigned	5,572,967	-	-	(92,306)	5,480,661
Total fund balances	7,481,180	7,330,162	38,303,971	1,328,860	54,444,173
Total liabilities and fund balances	\$26,091,366	\$7,330,162	\$ 46,581,962	\$ 1,912,671	\$ 81,916,161

See accompanying notes to the financial statements.

Waunakee Community School District
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
June 30, 2024

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - Governmental funds		\$ 54,444,173
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the fund statements. Amounts reported for governmental activities in the statement of net position:

Governmental capital assets	\$ 215,723,847	
Governmental accumulated depreciation	(59,143,432)	156,580,415

The supplemental pension, net pension and OPEB liability (asset) and the deferred outflows of resources and deferred inflows of resources related to pensions and OPEB are only reported in the statement of net position:

Net pension liability	(2,842,576)	
Net OPEB liability	(3,311,635)	
Deferred outflows of resources related to pensions/OPEB	25,888,271	
Deferred inflows of resources related to pensions/OPEB	(17,365,187)	2,368,873

Long-term liabilities and the related interest payable, including bonds and notes payable, are not due in the current period and, therefore, are not reported in the fund statements. Long-term liabilities reported in the statement of net position that are not reported in the fund's balance sheet are:

Bonds and notes payable	(146,060,000)	
Obligations under contracts payable	(19,459)	
Unamortized premiums	(2,080,799)	
Accrued interest	(1,206,054)	
Compensated absences	(3,441,817)	(152,808,129)

Total net position - Governmental activities		\$ 60,585,332
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See accompanying notes to the financial statements.

Waunakee Community School District
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
Year Ended June 30, 2024

	General Fund	Debt Service Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$ 28,460,117	\$ 12,838,301	\$ -	\$ 394,500	\$ 41,692,918
Other local sources	1,748,474	493,178	3,760,594	4,118,277	10,120,523
Interdistrict sources	2,171,018	-	-	186,860	2,357,878
Intermediate sources	36,142	-	-	-	36,142
State sources	32,184,348	-	-	-	32,184,348
Federal sources	2,821,020	-	-	116,210	2,937,230
Other sources	805,341	177,408	-	1,272	984,021
Total revenues	68,226,460	13,508,887	3,760,594	4,817,119	90,313,060
Expenditures:					
Instruction:					
Regular instruction	28,286,630	-	-	155,170	28,441,800
Vocational instruction	2,324,852	-	-	4,210	2,329,062
Special instruction	8,421,635	-	-	-	8,421,635
Other instruction	2,783,100	-	-	774,021	3,557,121
Total instruction	41,816,217	-	-	933,401	42,749,618
Support services:					
Pupil services	3,712,846	-	-	13,453	3,726,299
Instructional staff services	4,853,664	-	-	308,137	5,161,801
General administration	1,397,681	-	-	-	1,397,681
Building administration	4,485,196	-	-	140,532	4,625,728
Business services	8,517,660	-	67,137,936	3,028,755	78,684,351
Central services	136,179	-	-	43,950	180,129
Insurance	401,077	-	-	2,682	403,759
Other support services	2,847,151	-	-	600,637	3,447,788
Total support services	26,351,454	-	67,137,936	4,138,146	97,627,536
Debt service:					
Principal	23,232	8,700,000	-	-	8,723,232
Interest	558,710	6,010,331	-	-	6,569,041
Total debt service	581,942	14,710,331	-	-	15,292,273
Total expenditures	68,749,613	14,710,331	67,137,936	5,071,547	155,669,427
Excess of revenues over (under) expenditures	(523,153)	(1,201,444)	(63,377,342)	(254,428)	(65,356,367)
Other financing sources:					
Transfers in (out)	(17,834)	-	-	17,834	-
Total other financing sources	(17,834)	-	-	17,834	-
Net change in fund balances	(540,987)	(1,201,444)	(63,377,342)	(236,594)	(65,356,367)
Fund balances - Beginning of year	8,022,167	8,531,606	101,681,313	1,565,454	119,800,540
Fund balances - End of year	\$ 7,481,180	\$ 7,330,162	\$ 38,303,971	\$ 1,328,860	\$ 54,444,173

See accompanying notes to the financial statements.

Waunakee Community School District
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances - Governmental Funds to the Statement of Activities
Year Ended June 30, 2024

Net change in fund balances - Governmental funds (from previous page) \$ (65,356,367)

Amounts reported for governmental activities in the statement of activities are different because:

The acquisition of capital assets is reported in the governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.

Capital outlays reported in governmental fund statements	\$ 63,745,896
Depreciation expense reported in the statement of activities	(3,613,249)
Book value of assets disposed during the current year.	(4,444,113)

Amount by which capital outlays are less than depreciation in the current year 55,688,534

Vested employee benefits are reported in the governmental funds when amounts are paid.

The statement of activities reports the value of benefits earned during the year. This amount is the net effect of the changes in employee benefit accounts 2,178,486

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities.

The amount of long-term debt principal payments in the current year	8,723,232
Change in accrued interest	405,612
Amortization of discounts and premiums	398,821

Change in net position - Governmental activities \$ 2,038,318

See accompanying notes to the financial statements.

Waunakee Community School District

Statement of Fiduciary Net Position

June 30, 2024

	Employee Benefit Trust	
<hr/>		
Assets:		
Cash and investments	\$	9,517,007
Accounts receivable		7,128
Due from other funds		577
<hr/>		
Total assets		9,524,712
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Liabilities:		
Due from other funds		589,008
<hr/>		
Total liabilities		589,008
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Net position:		
Restricted for OPEB		3,216,347
Restricted for pension		5,719,357
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Total net position	\$	8,935,704
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See accompanying notes to the financial statements.

Waunakee Community School District
Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2024

		Employee Benefit Trust
<hr/>		
Additions:		
Contributions	\$	519,958
Investment income		974,800
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Total additions		1,494,758
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Deductions:		
Retiree benefit payments		1,080,180
<hr/>		
Total deductions		1,080,180
<hr/>		
Change in net position		414,578
<hr/>		
Net position - Beginning of year		8,521,126
<hr/>		
Net position - End of year	\$	8,935,704
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See accompanying notes to the financial statements.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Introduction

The financial statements of the Waunakee Community School District (the "District") have been prepared in accordance with accounting principles generally accepted in the United States (GAAP) as applied to government 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.

Reporting Entity

The Waunakee Community School District is organized as a common school district. The District, governed by a seven-member elected school board, and operates grades pre-kindergarten through 12.

This report includes all of the funds of the District. The reporting entity for the District consists 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 their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. This report does not contain any component units.

Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) display information about the reporting government as a whole. These statements include all the financial activities of the District, except for the fiduciary funds. The fiduciary funds are only reported in the statement of fiduciary net position and statement of changes in fiduciary net position at the fund financial statement level.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

The statement of net position and the statement of activities present financial information about the District's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. 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 for 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.

The District applies restricted resources first when an expense is incurred for a purpose for which both restricted and unrestricted net position are available. Depreciation expense that can be specifically identified by function is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the statement of activities.

Fund Financial Statements

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category—governmental and fiduciary—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 other governmental funds.

The District reports the following major governmental funds:

- General Fund – This is the District's primary operating fund. It accounts for all financial activity that is not accounted for and reported in another fund, including educational programs for students with disabilities.
- Debt Service Fund – This fund accounts for financial resources that are restricted, committed, or assigned to expenditure for principal and interest on long-term general obligation debt of governmental activities, including amounts accumulated for principal and interest maturing in future years.
- Capital Projects Fund – This fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The District accounts for assets accumulated from employer contributions used to pay for postemployment benefits in the Employee Benefit Trust Funds.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction 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. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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 they become both measurable and available (susceptible to accrual). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after the end of the current fiscal year.

Expenditures are recognized 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 under capital leases are reported as other financing sources.

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.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts. The Debt Service Fund accounts for its transactions through separate and distinct bank and investment accounts as required by State Statutes.

State Statutes permit the District to invest available cash balances, other than debt service funds, in time deposits (maturing in not more than three years) of authorized depositories, U.S. Treasury obligations, U.S. agency issues, municipal obligations within Wisconsin, 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 obligations of the United States and the local government pooled investment fund administered by the State of Wisconsin Investment Board.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A three-tier hierarchy prioritizes the inputs used in measuring fair value. These tiers include Level 1, defined as quoted market prices in active markets for identical assets or liabilities; Level 2, defined as inputs other than quoted market prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs, therefore requiring an entity to develop its own assumptions. The asset's or liability's fair value measurement within the hierarchy is based on techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Receivables and Payables

All accounts receivable are shown at gross amounts and, where appropriate, are reduced by an allowance for uncollectible accounts. No allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material.

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the district-wide and the fund financial statements.

Capital Assets

Capital assets are recorded at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated acquisition value at the date of donation. The District maintains a threshold level of \$25,000 for capitalizing buildings and building improvements and \$5,000 for capitalizing land improvements and furniture and equipment.

Capital assets are recorded in the government-wide financial statements but are not reported in the fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared no longer needed for public school purposes by the District, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 20 to 50 years for buildings and building improvements from 10 to 20 years for land improvements and 5 to 20 years for furniture and equipment. The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend the asset's life is not capitalized. Capital assets not being depreciated include land and construction in progress. The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Unearned Revenue

Unearned revenue consists of money received related to food deposits that has not been earned.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

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

Contracts Payable

Contracts that transfer ownership of an asset to the District by the end of the contract and do not contain termination options are reported as a financed purchase of the underlying asset by the District.

Accumulated Unpaid Sick Pay and Other Employee Benefit Amounts

The District's policy allows employees to earn varying amounts of sick pay for each year employed. Upon retirement, the employee is entitled to a deposit into a Health Reimbursement Account at the various rates as follows:

Teachers	\$85/day up to a maximum of 120 days
Classified staff and administrative assistants	\$110/day up to a maximum of 120 days
Custodians	\$110/day up to a maximum of 120 days

Administrators and administrative support staff are eligible for vacation per diems and health, dental, and life insurance up to age 65.

All compensated absences are accrued when earned in the district-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Accumulated Unpaid Sick Pay and Other Employee Benefit Amounts (Continued)

Pensions - 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.

The District also offers an OPEB plan for health insurance. The net other postemployment liability for this plan has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits and OPEB expense. 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.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has deferred outflows related to pension and other postemployment benefit activity.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents the acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has deferred inflows related to pension and other postemployment benefit activity.

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets (less any unexpended proceeds). 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, or imposed by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first.

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balances

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form - prepaid items or inventories or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance: This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance: These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Board of Education - the District's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the Board of Education removes the specified use by taking the same type of action that imposed the original commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance: This classification reflects the amounts constrained by the District's "intent" to be used for specific purposes, but the amounts are neither restricted nor committed. The Board of Education has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance: This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then unrestricted resources - committed, assigned, and unassigned - in order as needed.

Property Tax Levy

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. Second installment real estate taxes and delinquent taxes are collected by the county treasurer who then makes settlement with the city, town, village, and school districts before retaining any for county purposes.

The aggregate district tax levy is apportioned and certified by November 6 of the current fiscal year for collection to comprising municipalities based on the immediate past October 1 full or "equalized" taxable property values. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with

Waunakee Community School District

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Property Tax Levy (Continued)

the first installment payable the subsequent January 31 and a final payment no later than the following July 31. On or before January 15, and by the 20th of each subsequent month thereafter, the District may be paid by the collecting municipalities its proportionate share of tax collections received through the last day of the preceding month. On or before August 20, the county treasurer makes full settlement to the District for any remaining balance.

Property taxes are recognized as revenue in the period for which the 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 30 and are available to pay current liabilities.

Note 2: Stewardship and Accountability

Limitation on School District Revenues

Wisconsin Statutes limit the amount of revenues school districts may derive from general school aids and property taxes unless a higher amount is approved by a referendum. This limitation does not apply to revenues needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

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

Note 3: Cash and Investments

The District's cash and investment balances at June 30, 2024 were as follows:

	Amount	Fair Value Level	Average Maturity
Deposits with financial institutions	\$ 18,557,376	N/A	N/A
Investments:			
Wisconsin Investment Series Cooperative	18,801,332	N/A	<30 days average
US Treasury Bills	24,766,991	Level 2	<12 months
Wisconsin Local Government Investment Pool	659,031	N/A	<30 days average
Corporate bonds	5,234,353	Level 2	<12 months
Mortgage and asset-backed securities	1,713,061	Level 1	<12 months
Direct commercial mortgages	1,617,891	Level 1	<12 months
Other equity investments	951,701	Level 1	<12 months
Total	\$ 72,301,736		

Waunakee Community School District

Notes to Financial Statements

Note 3: Cash and Investments (Continued)

The District's cash and investment balances as shown in the basic financial statements are as follows:

Government-wide statement of net position	
Cash and investments	\$ 62,784,729
Fiduciary fund statement of net position	
Cash and investments	9,517,007
<hr/>	
Total	\$ 72,301,736
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Deposits

Custodial Credit Risk: Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2024, the District's bank balance of \$19,525,535 was not exposed to custodial credit risk as follows: \$250,000 was covered by FDIC insurance, \$1,000,000 was covered by the State of Wisconsin, and \$18,275,535 was covered by a line of credit held by the Federal Home Loan Bank of Chicago.

Investments

The District is a participant in the Local Government Investment Pool (LGIP), which is authorized in Wisconsin statutes 25.14 and 25.17 under the oversight of the State of Wisconsin Investment Board. The LGIP is not registered with the Securities Exchange Commission as an investment company. The LGIP operates and reports to participants on the amortized cost basis. LGIP pool shares are bought and redeemed at \$1 based on the amortized cost of the investments in the LGIP. The investment in the LGIP is not subject to the fair value hierarchy disclosures.

The District is a participant in the Wisconsin Investment Series Cooperative (WISC) funds, which is authorized in Wisconsin Statute 66.0301 and are governed by a commission in accordance with the terms of an intergovernmental cooperation agreement. The WISC is not registered with the Securities Exchange Commission (SEC) as an investment company. The WISC reports to participants on the amortized cost basis. WISC shares are bought and redeemed at \$1 based on the amortized cost of the investments in the pool. Participants in WISC have the right to withdraw their funds in total on one day's notice. The investments in WISC are not subject to the fair value hierarchy disclosures.

Interest Rate Risk: 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. State Statute limits the maturity of fixed income securities to not more than seven years.

Credit Risk: State Statute limits investments in fixed income securities to the top two ratings issued by nationally recognized statistical rating organizations. Ratings are not required, or available, for the Wisconsin Local Government Investment Pool (LGIP). The Wisconsin Investment Series Cooperative has a credit rating of AAAM. The District has no investment policy that would further limit its investment choices.

Waunakee Community School District

Notes to Financial Statements

Note 4: Capital Assets

Capital asset balances and activity for the year ended June 30, 2024, were as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,724,693	\$ -	\$ -	\$ 2,724,693
Construction in progress	8,488,302	58,310,349	-	66,798,651
Total capital assets not being depreciated	11,212,995	58,310,349	-	69,523,344
Capital assets being depreciated:				
Building	142,118,798	2,386,386	(9,782,921)	134,722,263
Furniture & Equipment	8,429,079	3,049,161	-	11,478,240
Total capital assets being depreciated	150,547,877	5,435,547	(9,782,921)	146,200,503
Less accumulated depreciation	(60,868,991)	(3,613,249)	5,338,808	(59,143,432)
Total capital assets, being depreciated - Net of accumulated depreciation	89,678,886	1,822,298	(4,444,113)	87,057,071
Governmental activities capital assets - Net	\$ 100,891,881	\$50,132,647	\$(4,444,113)	\$ 156,580,415

Depreciation expense was charged to governmental activities as follows:

Regular instruction	\$ 140,295
Vocational instruction	18,222
Other instruction	15,227
Administrative services	5,420
Instructional staff services	6,768
Other support services	87,138
Building Administrative Services	3,340,179
Total depreciation for governmental activities	\$ 3,613,249

Waunakee Community School District

Notes to Financial Statements

Note 5: Interfund Balances and Activity

Interfund receivable and payable balances in the fund financial statements on June 30, 2024, are as follows:

Due From:	Due To: Employee Benefit Trust	Due To: General Fund	Due To: Debt Service Fund	Due To: Non-Major Governmental Funds	Total
General Fund	\$ 577	\$ -	\$ 4,000,000	\$ -	4,000,577
Capital Projects Fund	-	943,765	-	55,905	999,670
Non-Major Governmental Funds	-	435,429	-	-	435,429
Employee Benefit Trust	-	589,008	-	-	589,008
Totals	\$ 577	\$ 1,968,202	\$ 4,000,000	\$ 55,905	\$ 6,024,684

The purpose for the interfund balances are to reimburse costs paid out of one fund and allocated to other funds. The amounts will be reimbursed in the subsequent fiscal year.

In addition, the General Fund transferred \$17,834 to the Food Service Fund to eliminate a current year deficit.

Note 6: Short-Term Notes Payable

The District issues tax anticipation notes in advance of property tax collections. The note dated October 24, 2022 matured on October 24, 2023, with an interest rate of 5.00%. The note dated October 26, 2023 matures on September 24, 2024, with an interest rate of 5.00%. Interest for the year ended June 30, 2024 was \$558,710. Short-term debt activity for the year ended June 30, 2024 was as follows:

Description	Balance 07/01/23	Additions	Payments	Balance 06/30/24
Promissory note dated October 27, 2022	\$ 8,700,000	\$ -	\$ 8,700,000	\$ -
Promissory note dated October 26, 2023	-	12,770,000	-	12,770,000
Total	\$ 8,700,000	\$ -	\$ 8,700,000	\$ -

Waunakee Community School District

Notes to Financial Statements

Note 7: Long-Term Obligations

Long-term liability activity for the year ended June 30, 2024 was as follows:

	Balance 07/01/23	Additions	Reductions	Balance 06/30/24	Amounts Due Within One Year
Bonds	\$ 154,760,000	\$ -	\$ 8,700,000	\$ 146,060,000	\$ 5,910,000
Deferred amounts:					
Premium	2,479,620	-	398,821	2,080,799	-
Subtotals	157,239,620	-	9,098,821	148,140,799	5,910,000
Net Pension Liability	9,856,617	-	7,014,041	2,842,576	-
Net OPEB Liability	5,684,822	-	2,373,187	3,311,635	-
Contracts Payable	42,691	-	23,232	19,459	19,459
Compensated Absences	3,168,093	273,724	-	3,441,817	-
Totals	\$ 175,991,843	\$ 273,724	\$ 18,509,281	\$ 157,756,286	\$ 5,929,459

General Obligation Debt

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the District. Long-term debt will be retired by future property tax levies and resources accumulated in the debt service fund.

General obligation debt at June 30, 2024 is comprised of the following individual issues:

	Governmental Activities				Balance 06/30/24
	Issue Dates	Interest Rates %	Dates of Maturity	Original amounts	
GO Refunding Bonds	11/07/11	2.15-4.00%	04/01/25	\$ 4,475,000	\$ 290,000
GO Refunding Bonds	04/03/13	2.00-2.50%	03/01/25	9,515,000	1,345,000
GO Bonds	05/11/15	3.25%	04/01/35	9,990,000	8,020,000
GO Bonds	06/08/15	3.00-5.00%	04/01/31	34,800,000	28,460,000
GO Refunding Bonds	02/04/16	1.00-2.00%	04/01/26	9,995,000	1,965,000
GO Improvement Bonds	12/29/22	4.00%	04/01/42	9,980,000	9,980,000
GO Promissory Notes	02/01/23	3.25-6.00%	04/01/28	99,000,000	96,000,000
Total general obligation debt				\$ 177,755,000	\$ 146,060,000

Waunakee Community School District

Notes to Financial Statements

Note 7: Long-Term Obligations (Continued)

The 2023 equalized valuation of the District as certified by the Wisconsin Department of Revenue is \$4,879,197,335. The legal debt limit and margin of indebtedness as of June 30, 2024, in accordance with Section 67.03(1)(a) of the Wisconsin Statutes, are as follows:

Debt limit (10% of \$4,879,197,335)	\$ 487,919,734
Deduct:	
Long-term debt applicable to debt margin	(146,060,000)
Add:	
Debt service fund assets available	7,330,162
<hr/>	
Margin of indebtedness	\$ 349,189,896

Debt service requirements to maturity on general obligation debt are as follows:

<i>Year Ended June 30:</i>	Bonds Payable		Contracts Payable	
	Principal	Interest	Principal	Interest
2025	\$ 5,910,000	\$ 4,904,620	\$ 19,459	\$ 693
2026	6,165,000	4,674,744	-	-
2027	6,530,000	4,396,344	-	-
2028	102,730,000	4,200,444	-	-
2029	2,195,000	878,544	-	-
2030-2034	11,900,000	3,292,487	-	-
2035-2039	6,005,000	1,706,526	-	-
2040-2042	4,625,000	375,000	-	-
Totals	\$ 146,060,000	\$ 24,428,709	\$ 19,459	\$ 693

In prior years, the District defeased certain general obligation bonds by placing the proceeds of new debt in an irrevocable trust to provide for the future debt service payments in the old debt. Accordingly, the trust account assets and liability for the defeased bonds are not included in the District's financial statements. At June 30, 2024 \$1,970,000 of debt outstanding is considered defeased.

Waunakee Community School District

Notes to Financial Statements

Note 8: Net Position

Net position reported on the government wide statement of net position at June 30, 2024:

Governmental Activities:

Net investment in capital assets:

Land and other nondepreciable assets	\$ 69,523,344
Other capital assets, net of accumulated depreciation	87,057,071
Less: Related long-term debt outstanding (net of unspent proceeds)	(109,856,287)

Total net investment in capital assets	46,724,128
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Restricted:

Common school fund	\$ 34,097
Self-insurance	348,166
Debt service	6,124,108
Special revenue gifts	1,249,477
Community services	79,383

Total restricted	7,835,231
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Unrestricted	6,025,973
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Governmental activities net position	\$ 60,585,332
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Waunakee Community School District

Notes to Financial Statements

Note 9: Fund Balance

Fund balance reported on the balance sheet - governmental funds at June 30, 2024:

Nonspendable Fund Balance

Prepaid items	\$ 135,941
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Restricted Fund Balance

Common school fund	\$ 34,097
Self-insurance	348,166
Debt service	7,330,162
Capital improvements	38,303,971
Special revenue gifts	1,249,477
Community services	79,383
<hr/>	
Total restricted fund balance	\$ 47,345,256

Committed Fund Balance

Band uniform and parking lot replacement	\$ 458,360
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Assigned Fund Balance

Allocate unspent funds for next fiscal year	\$ 1,023,955
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Unassigned Fund Balance

General fund	\$ 5,572,967
Food services	(92,306)
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Total unassigned fund balance	\$ 5,480,661

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System

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, and 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 <https://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 12/31/2016) are entitled to receive 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.

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.

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System (Continued)

Postretirement 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	- %	(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 executive 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.

During the reporting period, the WRS recognized \$2,817,676 in contributions from the employer.

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System (Continued)

Contribution rates as of June 30, 2024, are as follows:

Employee Category	Employee	Employer
General (including teachers, executives, and elected officials)	6.90%	6.90%
Protective with Social Security	6.90%	14.30%
Protective without Social Security	6.90%	19.10%

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

At June 30, 2024, the District reported an liability of \$2,842,576 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, 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 0.19118680%, which was an increase of 0.00513228% from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$1,946,662.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 11,461,241	\$ 15,180,484
Net differences between projected and actual earnings on pension plan investments	9,905,918	-
Change in assumptions	1,238,997	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	55,899
Employer contributions subsequent to the measurement date	1,654,366	-
Total	\$ 24,260,522	\$ 15,236,383

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System (Continued)

\$1,654,366 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Net Deferred Outflows (Inflows) of Resources
2025	\$ 1,501,519
2026	1,577,633
2027	6,202,826
2028	(1,912,205)

Actuarial Assumptions

The total pension liability in the December 31, 2023, 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
Experience study	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial cost method	Entry age
Asset valuation method	Fair value
Long-term expected rate of return	6.8%
Discount rate	6.8%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality	2020 WRS Experience Mortality Table
Postretirement adjustments*	1.7%

**No postretirement 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 postretirement discount rate.*

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

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System (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:

Asset Allocation Targets and Expected Returns

As of December 31, 2023

Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Core fund:			
Global equities	40.0%	7.3%	4.5%
Fixed income	27.0%	5.8%	3.0%
Inflation sensitive assets	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%	4.6%
Variable fund:			
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 U.S. CPI (Inflation) Forecast: 2.70%

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%.

Waunakee Community School District

Notes to Financial Statements

Note 10: Employee Retirement Plans - Wisconsin Retirement System (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 (asset) calculated using the discount rate of 6.80%, as well as what the District's proportionate share of the net pension (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.80%) or 1 percentage point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
District's proportionate share of the net pension liability (asset)	\$ 27,474,877	\$ 2,842,576	\$(14,393,686)

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>.

Waunakee Community School District

Notes to Financial Statements

Note 11: Other Postemployment Benefits

Plan description - The District provides other post-employment benefits (OPEB) for its employees through a single-employer defined benefit plan that provides postemployment health insurance benefits to eligible employees and their spouses. Benefits and eligibility are established by the Board of Education.

Teachers who have been employed by the District at least 15 years and who have reached the age of 55 are eligible to receive retirement benefits. Teachers hired after April 1, 2008 receive a credit of \$1,000 per year of service to the District to be used to fund a post-employment Health Reimbursement Account (HRA). Teachers hired before April 1, 2008 receive a credit of \$1,200 per year of service to the District to be used to fund a post-employment HRA.

Administrators are eligible for retirement benefits at age 55. The District contributes to health, dental, and life insurance via a Health Reimbursement Account (HRA) for a maximum of 10 years or the age the retired employee is eligible for Medicare, whichever comes first. Premiums contributed are based on a vesting schedule. Vesting varies based on years of services. For employees with less than 6 years of service no premium is contributed. After 6 years, 10% of the premium is contributed for each additional year of services up to 10%. Employees are fully vested at 15 years. Administrators hired after April 1, 2011, will have a deposit to an HRA based on number of hours worked.

Employees covered by benefit terms - At June 30, 2024, the date of the latest actuarial valuation, there were 585 active plan members and 50 inactive plan members eligible to receive OPEB benefits.

Contributions -Contribution requirements are established through past practices and may be amended by the action of the Board of Education. The Board establishes rates based on an actuarially determined rate. Plan members are not required to contribute to the plan.

Actuarial assumptions - The net OPEB liability was determined by an actuarial valuation using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2024
Measurement date	June 30, 2024
Actuarial Cost Method	Entry Age Normal (level percent of salary)
Inflation	2.50%
Discount Rate	2.25%
Healthcare cost trend rates	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter
Actuarial Assumptions	Based on an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018-20
Mortality Assumptions	Wisconsin 2020 Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010.

Waunakee Community School District

Notes to Financial Statements

Note 11: Other Postemployment Benefits (Continued)

Discount rate - The discount rate of 2.25% was used in calculating the District's OPEB liabilities (based upon all projected payments discounted at a long-term expected rate of return of 2.25%). This rate was based upon the District's asset allocation and expected nominal return as of June 30, 2024.

Changes in the Net OPEB Liability (Asset)

<i>Changes in Net OPEB Liability</i>	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances at June 30, 2023	\$ 8,721,168	\$ 3,036,346	\$ 5,684,822
Changes for the year:			
Service cost	505,558	-	505,558
Interest	198,045	-	198,045
Changes of benefit terms	(1,482,518)	-	(1,482,518)
Differences between expected and actual experience	(924,823)	-	(924,823)
Changes of assumptions or other input	(219,861)	-	(219,861)
Contributions - Employer	-	402,420	(402,420)
Net investment income	-	47,206	(47,206)
Benefit payments	(343,861)	(343,861)	-
Adjustment	-	(38)	38
Net changes	(2,267,460)	105,727	(2,373,187)
Balances at June 30, 2024	\$ 6,453,708	\$ 3,142,073	\$ 3,311,635

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.25%) or 1 percentage point higher (3.25%) than the current rate:

	1% Decrease (1.25%)	Current Discount Rate (2.25%)	1% Increase (3.25%)
Net OPEB liability	\$ 3,618,354	\$ 3,311,635	\$ 3,010,265

Waunakee Community School District

Notes to Financial Statements

Note 11: Other Postemployment Benefits (Continued)

The following presents the District's net OPEB liability calculated using the health care cost trend rate of 7.0% decreasing to 4.5%, as well as what the District's net OPEB liability would be if it were calculated using the health care cost trend rate that is 1 percentage point lower (6.0% decreasing to 3.5%) or 1 percentage point higher (8.0% decreasing to 5.5%) than the current rate:

	1% Decrease (6.0% in Year 1 then 5.5% decreasing to 3.5%)		Health Care Cost Trend Rates (7.0% in Year 1 then 6.5% decreasing to 4.5%)		1% Increase (8.0% in Year 1 then 7.5% decreasing to 5.5%)
Net OPEB liability	\$ 3,060,903	\$	3,311,635	\$	3,594,659

For the year ended June 30, 2024, the District recognized OPEB expense of \$(1,079,364).

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

	Deferred Outflows of Resources		Deferred Inflows of Resources
Differences between expected and actual experience	\$ 633,700	\$	1,323,150
Changes in assumptions	994,049		784,529
Net difference between projected and actual earnings on OPEB plan investments	-		21,125
Total	\$ 1,627,749	\$	2,128,804

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Deferred Inflows of Resources
2025	(225,584)
2026	(163,279)
2027	(167,875)
2028	2,857
2029	(13,467)
Thereafter	66,293

Waunakee Community School District

Notes to Financial Statements

Note 12: Reconciliation of Deferred Outflows and Inflows

The tables below reconciles the deferred outflows and inflows from the Notes to the financial statements:

	Deferred Outflows	Deferred Inflows
Employee Retirement Plans - Wisconsin Retirement System	\$ 24,260,522	\$ 15,236,383
Other Postemployment Benefits - Healthcare Plan	1,627,749	2,128,804
Total	\$ 25,888,271	\$ 17,365,187

Note 13: 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; natural disasters; and workers' compensation for which the District carries commercial insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There was no significant reduction in the District's insurance coverage in fiscal 2024.

Required Supplementary Information

Waunakee Community School District
Budgetary Comparison Schedule - General Fund
Year Ended June 30, 2024

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 28,460,117	\$ 28,460,117	\$ 28,460,117	\$ -
Other local sources	1,641,334	1,621,334	1,748,474	127,140
Interdistrict sources	2,155,558	2,155,558	2,171,018	15,460
Intermediate sources	-	-	26,054	26,054
State sources	28,734,410	28,918,509	28,985,721	67,212
Federal sources	2,380,541	2,381,541	1,821,531	(560,010)
Other sources	192,903	535,333	805,341	270,008
Total revenues	63,564,863	64,072,392	64,018,256	(54,136)
Expenditures:				
Instruction:				
Regular instruction	27,176,311	27,243,611	28,044,586	(800,975)
Vocational instruction	2,337,331	2,337,157	2,324,852	12,305
Other instruction	2,551,333	2,551,333	2,783,100	(231,767)
Total instruction	32,064,975	32,132,101	33,152,538	(1,020,437)
Support services:				
Pupil services	2,021,652	2,153,491	2,003,127	150,364
Instructional staff services	4,038,134	4,203,280	4,276,095	(72,815)
General administration	1,320,989	1,345,989	1,397,636	(51,647)
Building administration	4,538,524	4,539,924	4,485,196	54,728
Business services	8,590,524	9,105,178	8,360,013	745,165
Central services	116,744	116,744	123,857	(7,113)
Insurance	369,000	369,000	369,296	(296)
Other support services	2,803,051	2,784,051	2,847,151	(63,100)
Total support services	23,798,618	24,617,657	23,862,371	755,286
Debt service				
Principal	25,000	25,000	23,232	1,768
Interest	411,103	411,103	558,710	(147,607)
Total expenditures	56,299,696	57,185,861	57,596,851	(410,990)
Excess of revenues over expenditures	7,265,167	6,886,531	6,421,405	356,854
Other financing uses:				
Transfers out	(7,265,167)	(7,275,181)	(6,962,392)	312,789
Net change in fund balance	-	(388,650)	(540,987)	669,643
Fund balance - Beginning of year	8,022,167	8,022,167	8,022,167	-
Fund balance - End of year	\$ 8,022,167	\$ 7,633,517	\$ 7,481,180	\$ (152,337)

See Independent Auditor's Report.

See accompanying notes to budgetary comparison schedule.

Waunakee Community School District

Notes to Budgetary Comparison Schedule - General Fund

Note 1: Budgetary Information

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 (DPI). The legally adopted budget and budgetary expenditure control are exercised at the two-digit subfunction level in the General Fund and at the function 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 a 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 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. The portion of fund balance representing carryover appropriations is reported as an assigned fund balance.

Waunakee Community School District

Notes to the Budgetary Comparison Schedule - General Fund (Continued)

Note 2: Budgetary Comparisons

GAAP requires a budgetary comparison for the General Fund and each major special revenue fund.

Required comparisons are between the final budget and actual on a budgetary basis. The "original budget" represents the budget as approved by the school board after it sets the tax to be levied for the fiscal year. The "final budget" is the "original budget" adjusted for any budget amendments approved by the school board during the fiscal year and up to the time the financial statements are ready to be issued. The "actual on a budgetary basis" excludes the revenues, expenditures, and other financing sources/(uses) of the special education fund, which is treated as a special revenue fund for budgetary purposes. The following schedule reconciles the "budgetary basis" revenues and expenditures of the *budgetary comparison schedule - general fund* to the *governmental funds - statement of revenues, expenditures, and changes in fund balances*:

	General Fund Actual on Budgetary Basis	Special Education Fund	General Fund Actual on GAAP Basis
Revenues	\$ 64,018,256	\$ 4,208,204	\$ 68,226,460
Expenditures	(57,596,851)	(11,152,762)	(68,749,613)
Other financing sources (uses)	(6,962,392)	6,944,558	(17,834)
Net change in fund balance	\$ (540,987)	\$ -	\$ (540,987)

Note 3: Excess of Expenditures Over Appropriations

For the year ended June 30, 2024, the General Fund had expenditures in excess of appropriations for the following two-digit subfunction categories:

	Budget	Actual	Actual Over Budget
Regular curriculum	\$ 27,243,611	\$ 28,044,586	\$ 800,975
Other instruction	2,551,333	2,783,100	231,767
Instructional staff services	4,203,280	4,276,095	72,815
General administration	1,345,989	1,397,636	51,647
Central services	116,744	123,857	7,113
Insurance	369,000	369,296	296
Other support services	2,784,051	2,847,151	63,100
Debt service-interest	411,103	558,710	147,607

Waunakee Community School District

Schedule of the Employer's Proportionate Share of the Net Pension Liability (Asset) and Employer Contributions - Wisconsin Retirement System

Last 10 Years

Schedule of the Employer's Proportionate Share of the Net Pension Liability (Asset) Wisconsin Retirement System (WRS)

Last 10 Calendar Years

Measurement Date December 31,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered Payroll	Districts Proportionate Share of the Net Pension Liability (Asset) as a Percentage of it's Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2023	0.19118680 %	\$ 2,842,576	\$ 38,202,771	7.44 %	98.85 %
2022	0.18605452	9,856,617	34,670,657	28.43	95.72
2021	0.18302477	(14,752,133)	31,878,460	(46.28)	106.02
2020	0.18163655	(11,339,821)	30,376,745	(37.33)	105.26
2019	0.18037600	(5,816,148)	29,182,831	(19.93)	102.96
2018	0.17849100	6,350,158	27,774,660	22.86	96.45
2017	0.17547800	(5,210,156)	26,449,566	(19.70)	102.93
2016	0.17053400	1,406,103	25,521,523	5.51	99.12
2015	0.16757700	2,723,101	24,804,900	10.98	98.20
2014	0.16689200	(4,098,207)	24,191,077	(16.94)	102.74

Schedule of the Employer Contributions Wisconsin Retirement System (WRS)

Last 10 Fiscal Years

Year Ended June 30,	Contractually Required Contributions for the Fiscal Period	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered Payroll for the Fiscal Year	Contributions as a Percentage of Covered Payroll
2024	\$ 2,817,676	\$ 2,817,676	\$ -	\$ 41,083,826	6.86 %
2023	2,319,945	2,319,945	-	34,780,770	6.67
2022	2,204,478	2,204,478	-	33,385,317	6.60
2021	2,069,015	2,069,015	-	30,651,834	6.75
2020	1,911,485	1,911,485	-	30,064,495	6.36
2019	1,860,902	1,860,902	-	27,998,578	6.65
2018	1,798,630	1,798,630	-	27,270,041	6.60
2017	1,798,630	1,798,630	-	25,956,056	6.93
2016	1,657,559	1,657,559	-	25,521,523	6.49
2015	1,665,033	1,665,033	-	24,388,896	6.83

Waunakee Community School District

Schedule of the Employer's Proportionate Share of the Net Pension Liability (Asset) and Employer Contributions - Wisconsin Retirement System

Last 10 Years

Notes to the Schedules:

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-end 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 Independent Auditor's Report.

Waunakee Community School District

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2023	2022	2021	2020	2019
Valuation Date:	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed
Amortization Method:	Amortization Period	Amortization Period	Amortization Period	Amortization Period	Amortization Period
	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Amortization Period:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Asset Valuation Method:					
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.4%	5.5%
Pre-retirement:	6.8%	7.0%	7.0%	7.0%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Wage Inflation:	3.0%	3.0%	3.0%	3.0%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.7%	1.9%	1.9%	1.9%	2.1%

Waunakee Community School District

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions (continued):

	2023	2022	2021	2020	2019
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.
Mortality:	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).

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

Waunakee Community School District

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions (continued):

	2018	2017	2016	2015	2014
Valuation Date:	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
	Level Percent of	Level Percent of	Level Percent of	Level Percent of	Level Percent of
	Payroll-Closed	Payroll-Closed	Payroll-Closed	Payroll-Closed	Payroll-Closed
Amortization Method:	Amortization Period	Amortization Period	Amortization Period	Amortization Period	Amortization Period
	30 Year closed from	30 Year closed from	30 Year closed from	30 Year closed from	30 Year closed from
	date of participation in	date of participation	date of participation	date of participation	date of participation
	WRS	in WRS	in WRS	in WRS	in WRS
Amortization Period:	Five Year Smoothed	Five Year Smoothed	Five Year Smoothed	Five Year Smoothed	Five Year Smoothed
	Market (Closed)	Market (Closed)	Market (Closed)	Market (Closed)	Market (Closed)
Asset Valuation Method:					
Actuarial Assumptions					
Net Investment Rate of Return:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.2%	7.2%	7.2%	7.2%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.2%	3.2%	3.2%	3.2%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	2.1%	2.1%	2.1%	2.1%	2.1%

Waunakee Community School District

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions (continued):

<i>Year Ended June 30, 2024</i>	2018	2017	2016	2015	2014
Retirement Age:	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2011 - 2014.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience based table of rates that are specific to the type of eligibility condition. Last updated for the 2009 valuation pursuant to an experience study of the period 2006 - 2008.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.

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

Waunakee Community School District
Schedule of Changes in Net OPEB Liability and
Related Ratios
Last 10 Fiscal Years

Fiscal Year Ending - June 30,	2024	2023	2022	2021
Total OPEB Liability				
Service cost	\$ 505,558	\$ 494,433	\$ 328,636	\$ 321,404
Interest	198,045	185,668	148,788	147,771
Change in benefit terms	(1,482,518)		413,577	-
Differences between expected and actual experience	(924,823)	627,269	85,524	-
Changes in assumptions or other input	(219,861)		1,300,971	-
Benefit payments	(343,861)	(1,181,825)	(260,684)	(594,519)
Net Change in OPEB Liability	(2,267,460)	125,545	2,016,812	(125,344)
Total OPEB liability - beginning	8,721,168	8,595,623	6,578,811	6,704,155
Total OPEB liability - ending	\$ 6,453,708	\$ 8,721,168	\$ 8,595,623	\$ 6,578,811
Plan Fiduciary Net Position				
Contributions - employer	\$ 402,420	\$ 912,701	\$ 331,201	\$ 489,885
Net investment income	47,206	46,030	50,184	376,591
Benefit payments	(343,861)	(1,181,825)	(260,684)	(594,519)
Adjustment	(38)	(47)	(77,561)	-
Net Change in Plan Fiduciary Net Position	105,727	(223,141)	43,140	271,957
Plan Fiduciary Net Position - beginning	3,036,346	3,259,487	3,216,347	2,944,390
Plan Fiduciary Net Position - ending	\$ 3,142,073	\$ 3,036,346	\$ 3,259,487	\$ 3,216,347
Net OPEB Liability	\$ 3,311,635	\$ 5,684,822	\$ 5,336,136	\$ 3,362,464
Plan fiduciary net position as a percentage of the total OPEB liability	48.69%	34.82%	37.92%	48.89%
Covered payroll	\$ 38,103,191	\$ 29,404,464	\$29,404,464	\$29,189,262
Net OPEB liability as a percentage of covered payroll	8.69%	19.33%	18.15%	11.52%

* These schedules are intended to present information for the last 10 years.
Additional information will be presented as it becomes available.

See Independent Auditor's Report.

Waunakee Community School District
Schedule of Changes in Net OPEB Liability and
Related Ratios
Last 10 Fiscal Years

Fiscal Year Ending - June 30,	2020	2019	2018	2017	2016
Total OPEB Liability					
Service cost	\$ 431,620	\$ 400,957	\$ 600,092	\$ 582,614	\$ 549,170
Interest	254,740	254,812	242,874	237,452	225,676
Change in benefit terms	-	-	-	-	-
Differences between expected and actual experience	(899,814)	-	194,262	(365,688)	(5,292)
Changes in assumptions or other input	(2,933)	119,726	(1,950,182)	-	-
Benefit payments	(283,885)	(331,177)	(245,382)	(102,465)	(352,833)
Net Change in OPEB Liability	(500,272)	444,318	(1,158,336)	351,913	416,721
Total OPEB liability - beginning	7,204,427	6,760,109	7,918,445	7,566,532	7,149,811
Total OPEB liability - ending	\$ 6,704,155	\$ 7,204,427	\$ 6,760,109	\$ 7,918,445	\$ 7,566,532
Plan Fiduciary Net Position					
Contributions - employer	\$ 587,108	\$ 587,220	\$ 564,841	\$ 589,384	\$ 508,468
Net investment income	50,452	37,175	12,416	8,322	5,441
Benefit payments	(283,885)	(331,177)	(245,382)	(102,465)	(352,833)
Adjustment - Note 1	-	-	1,136,646	-	-
Net Change in Plan Fiduciary Net Position	353,675	293,218	1,468,521	495,241	161,076
Plan Fiduciary Net Position - beginning	2,590,715	2,297,497	828,976	333,735	172,659
Plan Fiduciary Net Position - ending	\$ 2,944,390	\$ 2,590,715	\$ 2,297,497	\$ 828,976	\$ 333,735
Net OPEB Liability	\$ 3,759,765	\$ 4,613,712	\$ 4,462,612	\$ 7,089,469	\$ 7,232,797
Plan fiduciary net position as a percentage of the total OPEB liability					
	43.92%	35.96%	33.99%	10.47%	4.41%
Covered payroll	\$29,189,262	\$26,556,897	\$26,556,897	\$25,638,082	\$23,967,500
Net OPEB liability as a percentage of covered payroll					
	12.88%	17.37%	16.80%	27.65%	30.18%

* These schedules are intended to present information for the last 10 years. Additional information will be presented as it becomes available.

See Independent Auditor's Report.

Waunakee Community School District

Schedule of Employer Contributions - OPEB

Last 10 Fiscal Years

Fiscal Year Ending	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Actual Contribution as a Percentage of Covered Employee Payroll
6/30/2024	\$ 934,322	\$ 402,420	531,902	\$ 38,103,191	1.06%
6/30/2023	907,109	912,701	(5,592)	29,404,464	3.10%
6/30/2022	456,976	331,201	125,775	29,404,464	1.13%
6/30/2021	443,666	489,885	(46,219)	29,189,262	1.68%
6/30/2020	587,108	587,108	-	29,189,262	2.01%
6/30/2019	666,290	587,220	79,070	26,556,897	2.21%
6/30/2018	816,351	564,841	251,510	26,556,897	2.13%
6/30/2017	816,351	102,465	713,886	25,638,082	0.40%
6/30/2016	516,717	508,468	8,249	23,967,500	2.12%

Notes to Schedule:

Valuation date: 6/30/2024

Method and assumptions used to determine contributions rates:

Actuarial cost method	Entry age normal
Amortization method	13 year Level %
Asset valuation method	Market value
Inflation	2.5 percent
Healthcare cost trend rates	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.5%, and level thereafter
Discount rate	2.25 percent
Actuarial assumptions	Based on an experience study conducted in 2021 using Wisconsin Retirement (WRS) experience from 2018-20
Mortality assumptions	2020 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection case from a base year of 2010

* These schedules are intended to present information for the last 10 years. Additional information will be presented as it becomes available.

See Independent Auditor's Report.

Supplementary Financial Information

Waunakee Community School District
Combining Balance Sheet - General Fund
June 30, 2024

	General Operating Fund	Special Education Fund	Total General Fund
Assets:			
Cash and investments	\$ 15,041,972	\$ -	\$ 15,041,972
Receivables:			
Accounts	494,968	15,181	510,149
Taxes	7,720,466	-	7,720,466
Prepaid items	43,635	-	43,635
Due from other funds	2,153,186	(184,984)	1,968,202
Due from other governments	622,751	184,191	806,942
Total assets	\$ 26,076,978	\$ 14,388	\$ 26,091,366
Liabilities:			
Short-term notes payable	\$ 12,770,000	\$ -	\$ 12,770,000
Accounts payable	221,096	13,549	234,645
Accrued payroll	1,015,333	839	1,016,172
Accrued interest	433,271	-	433,271
Due to other funds	4,000,577	-	4,000,577
Medical claims payable	155,521	-	155,521
Total liabilities	18,595,798	14,388	18,610,186
Fund balances:			
Nonspendable	43,635	-	43,635
Restricted	382,263	-	382,263
Committed	458,360	-	458,360
Assigned	1,023,955	-	1,023,955
Unassigned	5,572,967	-	5,572,967
Total fund balances	7,481,180	-	7,481,180
Total liabilities and fund balances	\$ 26,076,978	\$ 14,388	\$ 26,091,366

See Independent Auditor's Report.

Waunakee Community School District
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - General Fund
Year Ended June 30, 2024

	General Operating Fund	Special Education Fund	Total General Fund
Revenues:			
Property taxes	\$ 28,460,117	\$ -	\$ 28,460,117
Other local sources	1,748,474	-	1,748,474
Interdistrict sources	2,171,018	-	2,171,018
Intermediate sources	26,054	10,088	36,142
State sources	28,985,721	3,198,627	32,184,348
Federal sources	1,821,531	999,489	2,821,020
Other sources	805,341	-	805,341
Total revenues	64,018,256	4,208,204	68,226,460
Expenditures:			
Instruction:			
Regular instruction	28,044,586	242,044	28,286,630
Vocational instruction	2,324,852	-	2,324,852
Special instruction	-	8,421,635	8,421,635
Other instruction	2,783,100	-	2,783,100
Total instruction	33,152,538	8,663,679	41,816,217
Support services:			
Pupil services	2,003,127	1,709,719	3,712,846
Instructional staff services	4,276,095	577,569	4,853,664
General administration	1,397,636	45	1,397,681
Building administration	4,485,196	-	4,485,196
Business services	8,360,013	157,647	8,517,660
Central services	123,857	12,322	136,179
Insurance	369,296	31,781	401,077
Other support services	2,847,151	-	2,847,151
Total support services	23,862,371	2,489,083	26,351,454
Debt service:			
Principal	23,232	-	23,232
Interest	558,710	-	558,710
Total expenditures	57,596,851	11,152,762	68,749,613
Excess of revenues over (under) expenditures	6,421,405	(6,944,558)	(523,153)
Other financing sources:			
Transfers out	(6,962,392)	6,944,558	(17,834)
Net change in fund balances	(540,987)	-	(540,987)
Fund balances - Beginning of year	8,022,167	-	8,022,167
Fund balances - End of year	\$ 7,481,180	\$ -	\$ 7,481,180

See Independent Auditor's Report.

Waunakee Community School District
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Gift Fund	School Nutrition Services Fund	Cooperative Program Fund	Community Service Fund	Total Nonmajor Governmental Funds
Assets:					
Cash and investments	\$ 1,196,827	\$ -	\$ 5,044	\$ -	\$ 1,201,871
Accounts receivable	72,504	29,262	-	358	102,124
Taxes	-	-	-	394,500	394,500
Prepaid expenses	-	92,306	-	-	92,306
Due from other funds	-	55,905	-	-	55,905
Due from other governments	23,199	20,470	20,824	1,472	65,965
Total assets	\$ 1,292,530	\$ 197,943	\$ 25,868	\$ 396,330	\$ 1,912,671
Liabilities:					
Accounts payable	\$ 21,010	\$ 953	\$ 1,208	\$ 38,130	\$ 61,301
Accrued payroll	19,507	-	-	295	19,802
Due to other funds	-	132,247	24,660	278,522	435,429
Unearned revenue	2,536	64,743	-	-	67,279
Total liabilities	43,053	197,943	25,868	316,947	583,811
Fund balances:					
Nonspendable	-	92,306	-	-	92,306
Restricted	1,249,477	-	-	79,383	1,328,860
Unassigned	-	(92,306)	-	-	(92,306)
Total fund balances	1,249,477	-	-	79,383	1,328,860
Total liabilities and fund balance	\$ 1,292,530	\$ 197,943	\$ 25,868	\$ 396,330	\$ 1,912,671

See Independent Auditor's Report.

Waunakee Community School District
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2024

	Special Revenue Gift Fund	School Nutrition Services Fund	Cooperative Program Fund	Community Service Fund	Total Nonmajor Governmental Funds
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ 394,500	\$ 394,500
Other local sources	1,144,416	2,888,759	-	85,102	4,118,277
Interdistrict sources	-	-	186,860	-	186,860
Federal sources	-	-	-	116,210	116,210
Other sources	562	-	-	710	1,272
Total revenues	1,144,978	2,888,759	186,860	596,522	4,817,119
Expenditures:					
Instruction:					
Regular instruction	155,170	-	-	-	155,170
Vocational instruction	4,210	-	-	-	4,210
Other instruction	774,021	-	-	-	774,021
Total instruction	933,401	-	-	-	933,401
Support services:					
Pupil services	13,453	-	-	-	13,453
Instructional staff services	123,061	-	185,076	-	308,137
Building administration services	-	-	-	140,532	140,532
Business services	66,775	2,906,341	-	55,639	3,028,755
Central services	-	-	-	43,950	43,950
Insurance	-	252	-	2,430	2,682
Other support services	-	-	1,784	598,853	600,637
Total support services	203,289	2,906,593	186,860	841,404	4,138,146
Total expenditures	1,136,690	2,906,593	186,860	841,404	5,071,547
Excess of revenues over (under) expenditures	8,288	(17,834)	-	(244,882)	(254,428)
Other financing sources:					
Transfers in	-	17,834	-	-	17,834
Net change in fund balances	8,288	-	-	(244,882)	(236,594)
Fund balances - Beginning of year	1,241,189	-	-	324,265	1,565,454
Fund balances - End of year	\$ 1,249,477	\$ -	\$ -	\$ 79,383	\$ 1,328,860

See Independent Auditor's Report.

Other Reports

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit Performed in Accordance with *Government Auditing Standards*

Board of Education
Waunakee Community School District
Waunakee, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States 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 the Waunakee Community School District (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 December 5, 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 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

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*.

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 District'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.

A handwritten signature in cursive script that reads "Wipfli LLP".

Wipfli LLP

December 5, 2024
Madison, Wisconsin

Independent Auditor's Report on Compliance for Each Major Federal and State Program and on Internal Control Over Compliance Required by the Uniform Guidance and the State of Wisconsin Single Audit Guidelines

Board of Education
Waunakee Community School District
Waunakee, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Waunakee Community School District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *State of Wisconsin Single Audit Guidelines*, issued by the Wisconsin Department of Administration, that could have a direct and material effect on each of its 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 auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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* (the "Uniform Guidance"); and the *State of Wisconsin Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's 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 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 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

Auditor's 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 generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the *State of Wisconsin 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 or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the *State of Wisconsin 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 of Wisconsin 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 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 the attention of those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's 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 of Wisconsin Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

Wipfli LLP

Wipfli LLP
December 5, 2024
Madison, Wisconsin

Waunakee Community School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Grantor Agency/Pass Through Agency/Program Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Accrued Revenue 7/1/2023	Cash Received	Expenditures	Accrued Revenue 6/30/2024
<u>U.S. DEPARTMENT OF EDUCATION</u>						
Pass-through program from Wisconsin Department of Public Instruction						
<i>Special Education Cluster</i>						
IDEA Flow Through	84.027	2024-136181-DPI-FLOW-341	\$ 127,658	\$ 806,257	\$ 848,434	\$ 169,835
Preschool Entitlement	84.173	2024-136181-DPI-PRESCH-347	989	44,027	47,910	4,872
Total Special Education Cluster			<u>128,647</u>	<u>850,284</u>	<u>896,344</u>	<u>174,707</u>
Title I Grants to Local Educational Agencies	84.010	2024-136181-DPI-TI-A-141	28,659	88,765	86,571	26,465
Title III-A	84.365	2024-136181-DPI-TIIIA-391	-	16,857	16,857	-
Supporting Effective Instruction State Grants	84.367	2024-136181-DPI-TIIA-365	15,439	67,882	58,165	5,722
Student Support and Academic Enrichment Grants	84.424	2024-136181-DPI-TIVA-381	9,720	18,763	9,043	-
COVID-19 Education Stabilization Fund						
Emergency Relief Fund - III	84.425	2024-136181-DPI-ESSERFIII-165	994,170	2,020,935	1,451,876	425,111
Career and Technical Education -- Basic Grants to States	84.048	2024-136181-DPI-CTE-400	3,384	22,524	24,985	5,845
Total U.S. Department of Education			<u>1,180,019</u>	<u>3,086,010</u>	<u>2,543,841</u>	<u>637,850</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
Passed through CESA #2						
Public Health Emergency Response	93.354	N/A	-	26,054	26,054	-
Passed through Wisconsin Department of Health Services						
Drug-Free Communities Support Program Grants	93.276	N/A	2,281	117,019	116,210	1,472
Medicaid Cluster	93.778	N/A	9,160	289,565	294,036	13,631
Total U.S. Department of Health and Human Services			<u>11,441</u>	<u>406,584</u>	<u>410,246</u>	<u>15,103</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 1,191,460</u>	<u>\$ 3,518,648</u>	<u>\$ 2,980,141</u>	<u>\$ 652,953</u>

See Independent Auditor's Report.

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

Waunakee Community School District

Schedule of State Financial Assistance

Year Ended June 30, 2024

Grantor Agency/Pass Through Agency/Program Title	State I.D. Number	Pass-Through Entity Identifying Number	Accrued Revenue 7/1/2023	Cash Received	Expenditures	Accrued Revenue 6/30/2024
<u>WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION</u>						
Special Education and School Age Parents	255.101	136181-100	\$ -	\$ 2,906,434	\$ 2,906,434	\$ -
Common School Fund Library Aid	255.103	136181-104	-	267,990	267,990	-
General Transportation Aid for Public School Pupils	255.107	136181-102	-	87,854	87,854	-
Equalization Aids	255.201	136181-116	-	24,685,494	24,685,494	-
High Cost Special Education State Aid	255.210	136181-119	-	302,970	302,970	-
Aid for School Mental Health Programs	255.227	136181-176	-	147,292	147,292	-
School based mental health servicea grant	255.297	136181-177	-	152,781	152,781	-
Peer Review and Mentoring	255.301	136181-141	-	-	11,236	11,236
Early College Credit Program	255.455	136181-178	515	514	655	656
Educator Effectiveness Eval Sys Grants	255.940	136181-154	-	32,000	32,000	-
Per Pupil Aid	255.945	136181-113	-	3,097,850	3,097,850	-
Career and Technical Education Incentive Grants	255.950	136181-152	52,202	134,992	165,581	82,791
Assessments of Reading Readiness	255.956	136181-166	-	16,495	16,495	-
Spcl education transition incentive grants	255.960	136181-168	-	15,277	15,277	-
Total Wisconsin Department of Public Instruction			<u>52,717</u>	<u>31,847,943</u>	<u>31,889,909</u>	<u>94,683</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			<u>\$ 52,717</u>	<u>\$ 31,847,943</u>	<u>\$ 31,889,909</u>	<u>\$ 94,683</u>

See Independent Auditor's Report.

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

Waunakee Community School District

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance

Year Ended June 30, 2024

Note 1: Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state award activity of the District under programs of the federal and state government for the year ended June 30, 2024. The information in these schedules is presented in accordance with the 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 of Wisconsin Single Audit Guidelines*. Because the schedules present only a selected portion of the operations of the District, it is not intended to, and does not, present the financial position, changes in net position, or cash flows of the District. Expenditures reported on the schedules are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 2: De Minimis Cost Rate

The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3: Special Education and School Age Parents Program

2023-2024 eligible costs under the State Special Education Program are \$10,196,798.

Note 4: Subrecipients

The District does not have subrecipients or subrecipient expenditures.

Waunakee Community School District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major federal programs:	

Assistance Listing Number	Name of Federal Program or Cluster
84.027 and 84.173 84.425	Special Education Cluster Education Stabilization Fund
Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as a low-risk auditee?	Yes

Waunakee Community School District

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section I - Summary of Auditor's Results (Continued)

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported

Type of auditor's report issued on compliance for major programs:	Unmodified
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Any audit findings disclosed that are required to be reported in accordance with the <i>State of Wisconsin Single Audit Guidelines</i> ?	No
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Identification of major state programs:

State ID Number	Name of State Program
255.101	Special Education and School Age Parents
255.201	Equalization Aids

Section II - Financial Statement Findings

None.

Section III - Federal and State Findings and Questioned Costs

None

Waunakee Community School District

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2024

Section IV - Other Issues


Does the auditor's 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

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weakness, significant deficiency, management letter comment, excess revenue, or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *State of Wisconsin Single Audit Guidelines*:

Department of Public Instruction No
Department of Health Services No

Was a Management Letter or other document conveying audit comments issued as a result of this audit? Yes

Name of Partner



Brian Anderson

Date

December 5, 2024