

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2023



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://www.CLAconnect.com)

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	1
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	6
STATEMENT OF ACTIVITIES	7
BALANCE SHEET – GOVERNMENTAL FUNDS	8
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES	9
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS	10
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES	11
STATEMENT OF NET POSITION – FIDUCIARY FUND	12
STATEMENT OF CHANGES IN NET POSITION – FIDUCIARY FUND	13
NOTES TO BASIC FINANCIAL STATEMENTS	14
REQUIRED SUPPLEMENTARY INFORMATION	
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	44
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN LIABILITY (ASSET) – LAST TEN MEASUREMENT PERIODS	45
SCHEDULE OF DISTRICT'S CONTRIBUTIONS TO WISCONSIN RETIREMENT SYSTEM PENSION PLAN – LAST TEN MEASUREMENT PERIODS	46
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS – LAST TEN FISCAL YEARS	47
SCHEDULE OF DISTRICT'S CONTRIBUTIONS – OTHER POSTEMPLOYMENT BENEFITS PLAN – LAST TEN FISCAL YEARS	48
SCHEDULE OF DISTRICT'S INVESTMENT RETURNS ON OPEB PLAN ASSETS	49
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	50

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

COMBINING BUDGETARY COMPARISON SCHEDULE – FUND 10 AND FUND 27	51
BUDGETARY COMPARISON SCHEDULE – FUND 10	52
BUDGETARY COMPARISON SCHEDULE – FUND 27	53
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS	54
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS	55
DETAILED BALANCE SHEET – DEBT SERVICE FUND	56
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES – DEBT SERVICE FUND	57

SINGLE AUDIT SECTION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	58
SCHEDULE OF STATE FINANCIAL ASSISTANCE	60
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE	61
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	62
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND MAJOR STATE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY UNIFORM GUIDANCE AND <i>STATE SINGLE AUDIT GUIDELINES</i>	64
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	68



INDEPENDENT AUDITORS' REPORT

Board of Education
School District of Amery
Amery, Wisconsin

Report on the Audit of 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 School District of Amery, Wisconsin (the District) as of and for the year ended June 30, 2023, 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 District, as of June 30, 2023, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 Auditors' 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 of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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.

Auditors' 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 auditors' 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 budgetary comparison information and the pension plan schedules 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 GAAS, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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 operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

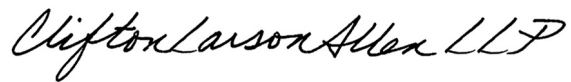
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The individual and combining fund statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the schedule of state financial assistance as required by the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 GAAS. In our opinion, the individual and combining fund statements and schedules, the schedule of expenditures of federal awards, and the schedule of state financial assistance is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Education
School District of Amery

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2024, on our consideration of the 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.



CliftonLarsonAllen LLP

Hudson, Wisconsin
March 12, 2024

BASIC FINANCIAL STATEMENTS

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
ASSETS	
Cash and Investments	\$ 45,110,935
Taxes Receivable	3,554,867
Accounts Receivable	74,296
Land Held for Resale	25,900
Due from Other Governments	706,773
Due from Fiduciary Funds	142,978
Capital Assets:	
Capital Assets Not Being Depreciated	4,972,302
Capital Assets Being Depreciated	38,871,028
Accumulated Depreciation/Amortization	<u>(23,292,294)</u>
Total Assets	70,166,785
DEFERRED OUTFLOWS OF RESOURCES	
Other Post Employment Benefits Pension Related	193,305
Wisconsin Retirement System Pension Related	<u>13,049,202</u>
Total Deferred Outflows of Resources	13,242,507
LIABILITIES	
Short-Term Notes Payable	2,000,500
Accounts Payable	10,400
Accrued Interest Payable	4,811
Accrued Salaries and Wages	284,702
Payroll Taxes and Withholdings	1,809,125
Due to Fiduciary Fund	464,175
Unearned Revenue	55,351
Long-Term Liabilities:	
Amounts Due Within One Year	1,180,384
Amounts Due In More Than One Year	43,488,958
Other Post Employment Benefits Liability	591,700
Wisconsin Retirement System Pension Liability	<u>3,580,840</u>
Total Liabilities	53,470,946
DEFERRED INFLOWS OF RESOURCES	
Other Post Employment Benefits Pension Related	140,786
Wisconsin Retirement System Pension Related	<u>7,500,644</u>
Total Inflows of Resources	7,641,430
NET POSITION	
Net Investment in Capital Assets	15,442,027
Restricted for:	
Debt Service	1,032,563
Capital Projects	1,075,968
Education Trust	325,159
Food Service	455,401
Unrestricted	<u>3,965,798</u>
Total Net Position	<u><u>\$ 22,296,916</u></u>

See accompanying Notes to Basic Financial Statements.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Primary Government					
Governmental Activities:					
Instruction:					
Regular Instruction	\$ 11,323,921	\$ 1,007,949	\$ 638,882	\$ -	\$ (9,677,090)
Vocational Instruction	862,102	78,452	119,874	-	(663,776)
Special Instruction	2,452,700	-	1,077,522	-	(1,375,178)
Other Instruction	962,660	81,027	-	-	(881,633)
Total Instruction	15,601,383	1,167,428	1,836,278	-	(12,597,677)
Support Services:					
Pupil Services	1,292,437	-	198,204	-	(1,094,233)
Instructional Staff Services	1,085,038	-	436,670	-	(648,368)
General Administration Services	821,949	-	-	-	(821,949)
Building Administration Services	1,009,442	-	-	-	(1,009,442)
Business Services	302,854	-	-	-	(302,854)
Operation and Maintenance of Plant	2,508,437	-	-	988,902	(1,519,535)
Pupil Transportation Services	1,100,295	-	233,533	-	(866,762)
Food Service	1,295,863	338,654	718,533	-	(238,676)
Central Services	77,100	-	-	-	(77,100)
Insurance and Judgments	310,660	-	-	-	(310,660)
Interest and Fiscal Fees	1,582,887	-	-	-	(1,582,887)
Other Support Services	415,651	280,971	4,188	-	(130,492)
Community Services	1,131,837	943,248	61,610	-	(126,979)
Depreciation/Amortization/ Amortization - Unallocated	629,414	-	-	-	(629,414)
Total Support Services	13,563,864	1,562,873	1,652,738	988,902	(9,359,351)
Total Primary Government	\$ 29,165,247	\$ 2,730,301	\$ 3,489,016	\$ 988,902	(21,957,028)
GENERAL REVENUES					
Taxes:					
Property Taxes, Levied for General Purposes					7,902,202
Property Taxes, Levied for Debt Purposes					2,762,700
Property Taxes, Levied for Community Service Purposes					104,000
Other Taxes					32,620
State and Federal Aids Not Restricted to Specific Functions:					
General					10,601,036
Interest and Investment Earnings					31,560
Miscellaneous					479,237
Total General Revenues					21,913,355
CHANGE IN NET POSITION					
					(43,673)
Net Position - Beginning of Year					22,340,589
NET POSITION - END OF YEAR					\$ 22,296,916

See accompanying Notes to Basic Financial Statements.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Totals
ASSETS					
Cash and Investments	\$ 3,147,059	\$ 1,037,374	\$ 40,252,209	\$ 674,293	\$ 45,110,935
Taxes Receivable	3,554,867	-	-	-	3,554,867
Accounts Receivable	909	-	-	73,387	74,296
Land Held for Resale	25,900	-	-	-	25,900
Due from Other Governments	469,714	-	-	237,059	706,773
Due from Other Governmental Funds	111,007	-	-	-	111,007
Due from Fiduciary Funds	142,978	-	-	-	142,978
	<u>\$ 7,452,434</u>	<u>\$ 1,037,374</u>	<u>\$ 40,252,209</u>	<u>\$ 984,739</u>	<u>\$ 49,726,756</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Short-Term Notes Payable	\$ 2,000,500	\$ -	\$ -	\$ -	\$ 2,000,500
Accounts Payable	9,463	-	-	937	10,400
Accrued Salaries and Wages	284,702	-	-	-	284,702
Payroll Taxes and Withholdings	1,809,125	-	-	-	1,809,125
Due to Other Governmental Funds	-	-	-	111,007	111,007
Due to Fiduciary Funds	454,152	-	-	10,023	464,175
Unearned Revenues	-	-	-	55,351	55,351
Total Liabilities	4,557,942	-	-	177,318	4,735,260
FUND BALANCES					
Nonspendable	25,900	-	-	-	25,900
Restricted	-	1,037,374	40,252,209	839,571	42,129,154
Unassigned	2,868,592	-	-	(32,150)	2,836,442
Total Fund Balances	<u>2,894,492</u>	<u>1,037,374</u>	<u>40,252,209</u>	<u>807,421</u>	<u>44,991,496</u>
Total Liabilities and Fund Balances	<u>\$ 7,452,434</u>	<u>\$ 1,037,374</u>	<u>\$ 40,252,209</u>	<u>\$ 984,739</u>	<u>\$ 49,726,756</u>

See accompanying Notes to Basic Financial Statements.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2023

Total Fund Balances - Governmental Funds \$ 44,991,496

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Capital Assets	\$ 43,843,330	
Accumulated Depreciation/Amortization	<u>(23,292,294)</u>	20,551,036

Wisconsin Retirement System Pension Plan:

The District's net pension plan liability (asset) and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:

Net Pension Liability	(3,580,840)	
Deferred Outflows of Resources - Pension Related	13,049,202	
Deferred Inflows of Resources - Pension Related	<u>(7,500,644)</u>	1,967,718

Other Post Employment Benefit and Supplemental Pension Plan:

The District's pension liability and related deferred inflows and outflows are recorded only on the statement of net position. Balances at year-end are:

Net OPEB Liability	(591,700)	
Deferred Outflows of Resources - OPEB Related	193,305	
Deferred Inflows of Resources - OPEB Related	<u>(140,786)</u>	(539,181)

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:

General Obligation Debt	40,965,000	
Bond Anticipation Notes	332,113	
Financed Purchase Agreements	210	
Leased Liability (Right-to-Use)	56,756	
Accrued Interest Payable on Long-Term Debt	4,811	
Vested Employee Benefits	<u>330,285</u>	(41,689,175)

The premium and discount on debt issued is deferred in the statement of net position and amortized over the life of the related debt.

In the governmental funds the premium is considered an other financing source when received

(2,984,978)

Net Position of Governmental Activities

\$ 22,296,916

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Totals
REVENUES					
Local Sources:					
Property Taxes	\$ 7,902,202	\$ 2,762,700	\$ -	\$ 104,000	\$ 10,768,902
Other Local Sources	486,802	8,492	399,710	1,584,253	2,479,257
Interdistrict Sources	1,073,676	-	-	-	1,073,676
Intermediate Sources	130,265	-	-	-	130,265
State Sources	11,653,577	-	-	85,298	11,738,875
Federal Sources	2,091,571	-	-	718,533	2,810,104
Other Sources	120,311	-	-	183	120,494
Total Revenues	<u>23,458,404</u>	<u>2,771,192</u>	<u>399,710</u>	<u>2,492,267</u>	<u>29,121,573</u>
EXPENDITURES					
Instruction:					
Regular Instruction	10,469,249	-	-	320,425	10,789,674
Vocational Instruction	829,172	-	-	-	829,172
Special Instruction	2,374,198	-	-	-	2,374,198
Other Instruction	927,913	-	-	-	927,913
Support Services:					
Pupil Services	1,200,939	-	-	-	1,200,939
Instructional Staff Services	1,046,878	-	-	-	1,046,878
General Administration	1,066,289	-	-	191,532	1,257,821
School Building Administration	977,251	-	-	-	977,251
Business Services	283,801	-	-	-	283,801
Operation and Maintenance of Plant	2,835,144	-	3,357,005	43,733	6,235,882
Pupil Transportation Services	1,073,803	-	-	-	1,073,803
Food Service	-	-	-	1,299,879	1,299,879
Central Services	80,096	-	-	14	80,110
Insurance and Judgments	310,660	-	-	-	310,660
Debt Service	97,527	2,240,963	-	-	2,338,490
Other Support Services	427,116	-	-	-	427,116
Community Services	-	-	-	1,096,574	1,096,574
Total Expenditures	<u>24,000,036</u>	<u>2,240,963</u>	<u>3,357,005</u>	<u>2,952,157</u>	<u>32,550,161</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(541,632)	530,229	(2,957,295)	(459,890)	(3,428,588)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	147,098	147,098
Transfers Out	(147,098)	-	-	-	(147,098)
Net Other Financing Sources (Uses)	<u>(147,098)</u>	<u>-</u>	<u>-</u>	<u>147,098</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(688,730)	530,229	(2,957,295)	(312,792)	(3,428,588)
Fund Balances - Beginning of Year	<u>3,583,222</u>	<u>507,145</u>	<u>43,209,504</u>	<u>1,120,213</u>	<u>48,420,084</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,894,492</u>	<u>\$ 1,037,374</u>	<u>\$ 40,252,209</u>	<u>\$ 807,421</u>	<u>\$ 44,991,496</u>

See accompanying Notes to Basic Financial Statements.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - Total Governmental Funds \$ (3,428,588)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as Depreciation/Amortization expenses. In the current period these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 4,635,628	
Depreciation/Amortization Expense Reported in the Statement of Activities	<u>(1,303,748)</u>	3,331,880

Wisconsin Retirement System Pension Asset:

Pension expenditures on the governmental funds are measured by current year employee contributions. Pension expenses on the statement of activities are measured by the change in net pension liability and the related deferred inflows and outflows of resources.

Pension Liability (Asset) and Related Items	(990,537)	
OPEB Liability and Related Items	<u>144,817</u>	(845,720)

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 is:

General Obligation Bond Payable	658,241	
Financed Purchase Agreements	70,260	
Lease Liability - Right to Use	<u>27,445</u>	755,946

In governmental funds, interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities interest is reported as it accrues:

Interest Paid During the Current Period	1,380,266	
Interest Accrued During the Current Period	<u>(1,380,266)</u>	-

Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Amortization of Debt Discount	(343)	
Net Change in Vested Employee Benefits Assets/Liabilities	<u>143,152</u>	<u>142,809</u>

Change in Net Position of Governmental Activities \$ (43,673)

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
STATEMENT OF NET POSITION – FIDUCIARY FUND
JUNE 30, 2023

	Employee Benefit Trust Fund
ASSETS	
Cash and Investments Held By Fiscal Agent	\$ 482,156
Due from Governmental Funds	464,175
Total Assets	946,331
 LIABILITIES	
Accounts Payable	112,500
Due to Governmental Funds	142,978
Total Liabilities	255,478
 FIDUCIARY NET POSITION	
Restricted for Other Postemployment Benefits	\$ 690,853

See accompanying Notes to Basic Financial Statements.

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
STATEMENT OF CHANGES IN NET POSITION – FIDUCIARY FUND
YEAR ENDED JUNE 30, 2023**

	Employee Benefit Trust Fund
ADDITIONS	
Local Sources:	
Interest	\$ 8,009
Contributions Other Post Employment Benefit Plan	255,478
Total Additions	263,487
DEDUCTIONS	
Benefit Payments	255,478
Total Deductions	255,478
CHANGE IN FIDUCIARY NET POSITION	8,009
Fiduciary Net Position - Beginning of Year	682,844
FIDUCIARY NET POSITION - END OF YEAR	\$ 690,853

See accompanying Notes to Basic Financial Statements.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of the School District of Amery (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental 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.

B. Reporting Entity

The School District of Amery is organized as a common school district. The District, governed by a five-member elected school board, operates early childhood through grade twelve and is comprised of all or parts of twelve taxing districts.

The financial reporting of the District is defined by the GASB to consist 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 the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Fiduciary Component Unit

The Employee Benefit Trust accounts for several interdependent pieces arising from the rules of the other post employment benefit plan. The Plan is reported as a fiduciary activity and does not issue separate financial statements.

C. Government-Wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds) as described below:

Government-Wide Statements

The statement of net position and the statement of activities present financial information about the District's governmental type activities. (The District had no business-type activities for the reporting year.) 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.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Continued)

Government-Wide Statements (Continued)

Program revenues include (a) charges paid by the recipients of 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.

Fund Financial Statements

The fund statements provide information about the District's funds, including the fiduciary fund. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major funds; each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The District has the following major governmental funds:

General Fund

The General Fund is the operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in another fund.

Capital Projects Fund

The Capital Projects Fund is used to account for the accumulation of resources for, and the payment of, capital project related costs.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

All remaining governmental funds are aggregated and reported as non-major funds.

Additionally, the District reports the following fiduciary fund:

Employee Benefit Trust Fund

The Employee Benefit Trust Fund is used to account for resources held in trust for formally established employee benefit plans.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting

The government-wide and fiduciary trust fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange 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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

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 measurable and available. 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 fiscal year. Expenditures are recorded 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 financing through 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 expenditures are incurred, both restricted and unrestricted fund balance 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.

The preparation of the basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity

1. Deposits and Investments

Investments of the District are stated at fair value. 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 from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

1. Deposits and Investments (Continued)

The District is required to invest its funds in accordance with Wisconsin Statutes 66.0603 and 67.11(2). State statutes permit the District to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. agency issues, 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 municipal obligations, obligations of the United States and the local government pooled-investment fund.

Donations to the District of securities or other property are included in the Education Trust Fund and are invested as the donor specifies. In the absence of any specific directions, the District may invest the donated items in accordance with the laws applicable to trust investments.

2. Receivables and Payables

Property Taxes

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. The county treasurer then makes settlement with the city, town, village, and school districts before retaining any for county purposes collects second installment real estate taxes and delinquent taxes.

The District's property taxes are levied on or before October 31 on the equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31st, and a final payment no later than the following July 31st. The District is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15th, and by the 20th of each subsequent month thereafter. On or before August 20th, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which taxes are levied. The 2022 tax levy is used to finance operations of the District's fiscal year ended June 30, 2023. All property taxes are considered due on January 1st, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes that are collected within 60 days of June 30th are considered available to pay current liabilities.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

2. Receivables and Payables (Continued)

Accounts Receivable

All accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since such allowance would not be material.

Interfund Balances

The current portion of lending/borrowing arrangements between funds is identified as “due to/from other funds.” The non-current portion of outstanding balances between funds is reported as “advances to/from other funds.” Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not expendable available financial resources. For government-wide financial statements, eliminations were made for amounts due to and due from within the same fund type.

3. Inventories and Prepaid Items

Expendable supplies or non-capital items acquired for initial use in subsequent fiscal periods are recorded as inventories and/or prepaid expenses. Inventory and prepaid supplies are valued at the lower of cost (first-in, first-out method) or market and recorded as an expenditure when consumed rather than when purchased.

4. Capital Assets

Capital assets are reported at actual cost or estimated historical costs based on an appraisal conducted by an independent third-party appraisal firm. Donated assets are reported at estimated acquisition value at the time received.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation/ Amortization Method	Estimated Useful Life
Land	\$ 5,000	N/A	NA
Land Improvements	5,000	Straight-Line	20 Years
Buildings	5,000	Straight-Line	50 Years
Building Improvements	5,000	Straight-Line	7 to 30 Years
Furniture and Equipment	5,000	Straight-Line	5 to 20 Years
Vehicles	5,000	Straight-Line	8 Years
Leased Asset (Right-to-Use)	5,000	Straight-Line	5 to 20 Years
Textbooks, Library, and Media*	5,000	Straight-Line	5 to 7 Years

* For purposes of determining the capitalization threshold for these items the District groups all purchases for the year.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

5. Deferred Outflows of Resources

The District reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its government-wide statement of net position. The District reports deferred outflows of resources for other post-employment benefit and pension related items.

6. Deferred Inflows of Resources

The District reports increases in net position that apply to a future period as deferred inflows of resources in a separate section of its government-wide statement of net position. The District reports deferred inflows of resources for other post-employment benefit and pension related items.

7. Compensated Absences

It is the District's policy to permit certain employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the District's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide financial statements when earned. The District's policies and estimated liabilities at year-end are further discussed in Note 5.C.

8. Other Postemployment Benefits Payable

Under the provisions of various employee and union contracts the District provides a retirement program for certain employees which include certain health insurance benefits. The amount to be incurred is limited as specified by contract. All premiums are funded from an employee benefit trust fund (see Note 5.E). The benefit accrual was actuarially determined.

9. Wisconsin Retirement System Pension Benefits

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by 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.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

10. Long-Term Obligations

In the government-wide financial statements, outstanding long-term debt and other long-term obligations are reported as liabilities.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. As required by state statute, premium and accrued interest received as part of the proceeds are recorded in the debt service fund.

11. Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

12. Equity Classifications

Fund equity, representing the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources, is classified as follows in the District's financial statements:

Government-Wide and Fiduciary Fund Financial Statements

Fund equity is classified as net position in the government-wide and fiduciary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted.

Governmental Fund Financial Statements

In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**E. Assets, Liabilities, Deferred Inflows/Outflows and Net Position or Equity
(Continued)**

12. Equity Classifications (Continued)

Governmental Fund Financial Statements (Continued)

Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board.

Unassigned fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications. It is the District's policy that at the end of each fiscal year, the District will maintain unassigned portion of fund balance for cash flow of at least 5% of annual general fund expenditures.

Committed fund balance is required to be established, modified, or rescinded by resolution of the District Board prior to each year end. Based on resolution of the District Board, the District Superintendent and/or District Director of Finances have the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for an expenditure, it is the District's policy to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for an expenditure, it is the District's policy to use committed, assigned and finally unassigned fund balance.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the governmental fund financial statements and the government-wide financial statements, certain financial transactions are treated differently. Reconciliations of governmental fund balances and changes thereto to the net position and revenues/expenses shown in the government-wide financial statements are presented on pages 8 and 10, respectively.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The District's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The District's legal budget is adopted at the major function level in the general fund (i.e., general government). General fund expenditures were greater than budgeted expenditures for fiscal year 2023 as follows:

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Expenditures:				
Instruction:				
Vocational Curriculum	\$ 825,791	\$ 825,791	\$ 829,172	\$ (3,381)
Special Education Curriculum	2,155,613	2,155,613	2,293,547	(137,934)
Co-Curricular Activities	398,740	398,740	420,533	(21,793)
Support Services:				
Pupil Services	1,073,449	1,073,449	1,200,939	(127,490)
Instructional Staff Services	1,002,427	1,002,427	1,046,878	(44,451)
General Administration	834,727	834,727	1,066,289	(231,562)
School Building Administration	974,846	974,846	977,251	(2,405)
Business Administration	4,094,302	4,094,302	4,196,040	(101,738)
Central Services	79,320	79,320	80,096	(776)
Debt Services	62,525	62,525	97,527	(35,002)
Non-Program:				
Purchased Instructional Services	1,498,225	1,498,225	1,509,676	(11,451)
Other Non-Program	-	-	78,230	(78,230)

These overages were determined necessary and authorized by management and the school board.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The debt service fund accounts for its transactions through separate and distinct bank and investment accounts as recommended by the Department of Public Instruction. In addition, the trust fund uses separate and distinct accounts. All other funds share in common cash and investment accounts.

The District's cash and investments balances at June 30, 2023 were shown in the financial statements as follows:

Governmental Funds	\$ 45,110,935
Fiduciary Funds:	
Employee Benefit Trust Funds	482,156
Total	<u>\$ 45,593,091</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

The above balances at June 30, 2023 consisted of the following:

Deposits at Financial Institutions:	
Governmental Activities	\$ 45,110,735
Fiduciary Activity	482,156
Non-Depository Petty Cash Funds	200
Total	<u>\$ 45,593,091</u>

Deposits at Financial Institutions

The insurance coverage of public unit accounts depends upon the type of deposit and the location of the insured depository institution. All time and savings deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. For the purpose of these rules, the term 'time and savings deposits' includes NOW accounts and money market deposit accounts but does not include interest-bearing demand deposit accounts (which were permitted after July 21, 2011). The term 'demand deposits' means both interest-bearing and noninterest-bearing deposits that are payable on demand and for which the depository institution does not reserve the right to require advance notice of an intended withdrawal. The insurance coverage of accounts held by government depositors is different if the depository institution is located outside the State in which the public unit is located. In that case, all deposits, both time and savings deposits and demand deposits, owned by the public unit and held by the public unit's official custodian are added together and insured up to \$250,000. Time and savings deposits are not insured separately from demand deposits.

Custodial credit risk for deposits is the risk that, in the event of bank failure, the District's deposits may not be returned. At June 30, 2023, the District's deposits were not exposed to custodial credit risk.

Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the District to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits in Repurchase Investment Sweep Account

The District has invested funds in government securities through and an overnight repurchase investment sweep account. After all debit and credit transactions have posted at the end of each business day, excess balances are automatically moved to the automated repurchase investment sweep account for overnight investment in government securities to maximize the use of idle funds. Interest is earned on a daily basis and withdrawals are generally available on the day of the request. Deposits in repurchase investment sweep account are not covered by federal depository insurance but are collateralized at 100% of the market value. The financial institution is acting as the agent and serves as custodian of the securities held as collateral for the District.

Investments

The District's investments at June 30, 2023 consisted of deposits in the following external investment pool, an investment with a fiscal agent:

Investment with Fiscal Agent

The deposits with fiscal agent consisted of amounts paid into the employee benefit trust fund (see Note 5.B and Note 5.C) and are comprised of amounts invested in non-registered fixed annuity accounts. These funds are held at MidAmerica. The investment is neither rated nor insured. Interest is earned on a daily basis and funds are available on demand.

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The District's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed Note 1.E.1. The District does not have a concentration risk policy that would restrict the percentage of investment holdings that can be in one issuer or counterparty.

<u>Type</u>	<u>Credit Quality Rating</u>	<u>Amount</u>
U.S. Treasuries	AA+	\$ 33,239,809
Fixed Interest Annuity	Not Rated	482,156

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The daily maturities of the investment in Mid-American mitigate this risk to the District.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

Investment with Fiscal Agent (Continued)

As of June 30, 2023, the District had the following investments:

Investment Type	Investment Maturities (in Years)		
	Fair Value	Less Than 1 Year	1 - 5 Years
U.S. Treasury Obligation	\$ -	\$ 25,366,818	\$ 7,872,991
Fixed Interest Annuity	482,156	-	-
Totals	<u>\$ 482,156</u>	<u>\$ 25,366,818</u>	<u>\$ 7,872,991</u>

Deposits in Wisconsin Investment Series Cooperative (WISC of Fund)

WISC was established in 1988 by school officials pursuant to an Intergovernmental Cooperation Agreement designed specifically for investment of funds by participating Wisconsin public entities. It is governed by a board of commissioners comprised of superintendents and business officials of participating entities. The investment objective of the Fund is to provide a competitive yield for participants while maintaining liquidity and preserving capital by investing only in securities and instruments in which public entities are permitted to invest by Wisconsin law. The Commission has contracted with JPMorgan Chase Bank to act as its investment advisor and with PMA Financial Network, Inc. (PMA) to administer the Fund. The District's holdings in WISC consisted of the following:

Insurer	Instrument	Amount
Not Insured	Treasury Securities	\$ 33,239,809

B. Fair Value Measurements

The District uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. The District follows an accounting standard that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the District has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Fair Value Measurements (Continued)

Financial assets and liabilities are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.

Level 2 – Financial assets and liabilities are valued based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants and would use in pricing the asset.

	Level 1	Level 2	Level 3	Total
U.S. Treasury and Agencies	\$ 33,239,809	\$ -	\$ -	\$ 33,239,809
Fixed Annuity	-	482,156	-	482,156
Total	<u>\$ 33,239,809</u>	<u>\$ 482,156</u>	<u>\$ -</u>	<u>\$ 33,721,965</u>

C. Capital Assets

Changes in the capital assets for the year ended June 30, 2023 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 739,242	\$ -	\$ -	\$ 739,242
Construction Work in Progress	260,388	3,972,672	-	4,233,060
Total Capital Assets, Not Being Depreciated	999,630	3,972,672	-	4,972,302
Capital Assets, Being Depreciated:				
Land Improvements	1,731,615	-	-	1,731,615
Buildings and Improvements	29,326,482	-	-	29,326,482
Furniture and Equipment	7,119,932	662,956	(73,579)	7,709,309
Leased Asset (Right-to-Use)	111,067	-	(7,445)	103,622
Total Capital Assets, Being Depreciated	38,289,096	662,956	(81,024)	38,871,028
Accumulated Depreciation/Amortization for:				
Land Improvements	1,144,608	58,917	-	1,203,525
Buildings and Improvements	16,487,541	651,721	-	17,139,262
Furniture and Equipment	4,409,710	565,400	(73,579)	4,901,531
Leased Asset (Right-to-Use)	27,711	27,710	(7,445)	47,976
Total Accumulated Depreciation/ Amortization	22,069,570	1,303,748	(81,024)	23,292,294
Total Capital Assets, Being Depreciated, Net	16,219,526	(640,792)	-	15,578,734
Governmental Activities:				
Capital Assets, Net	<u>\$ 17,219,156</u>	<u>\$ 3,331,880</u>	<u>\$ -</u>	<u>\$ 20,551,036</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Depreciation was charged to governmental functions as follows:

Instruction:			
Regular Instruction		\$	237,339
Special Instruction			388
Other Instruction			3,447
Support Services:			
Pupil Services			45,708
Instructional Staff Services			622
General Administrative Services			14,127
Business Services			5,800
Operation and Maintenance of Plant			204,784
Pupil Transportation Services			133,821
Food Service			28,298
Unallocated Depreciation/Amortization			629,414
Total Depreciation/Amortization for Governmental Activities		<u>\$</u>	<u>1,303,748</u>

D. Interfund Receivables, Payables, and Transfer

The composition of interfund balances as of June 30, 2023 were as follows:

Due to/From Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Day Care Community Service Fund	\$ 93,267	Settlement of Cash Deficit Balance
General Fund	Adult Education Community Service Fund	17,740	Settlement of Cash Deficit Balance
General Fund	Employee Benefit Trust Fund	142,978	Transaction Settlement Between Funds
Employee Benefit Trust Fund	General Fund	454,152	Transaction Settlement Between Funds
Employee Benefit Trust Fund	Adult Education Community Service Fund	10,023	Transaction Settlement Between Funds
		<u>\$ 718,160</u>	

Interfund Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Purpose</u>
Day Care Community Service Fund	General Fund	\$ 147,098	Finance Project Costs
		<u>\$ 147,098</u>	

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the District for the year ended June 30, 2023 were as follows:

	Balances July 1, 2022	Additions	Reductions	Balances June 30, 2023	Amounts Due Within One Year
General Obligation Bonds	\$ 41,355,000	\$ -	\$ 390,000	\$ 40,965,000	\$ 950,000
General Obligation Notes					
from Direct Borrowings	600,354	-	268,241	332,113	113,407
Bond Premiums	2,984,978	-	-	2,984,978	-
Bond Discounts	(343)	-	(343)	-	-
Financed Purchase Agreements	70,470	-	70,260	210	210
Lease Liability - Right to Use	84,201	-	27,445	56,756	24,145
Compensated Absences	473,437	6,970	150,122	330,285	92,622
Total	\$ 45,568,097	\$ 6,970	\$ 905,725	\$ 44,669,342	\$ 1,180,384

The District's estimated liabilities for its OPEB benefits and compensated absences are discussed in Note 4.B, Note 4.C, and Note 4.D.

The District's outstanding bonds payable are backed by the full faith and credit of the District. The outstanding debt in the governmental funds will be retired by future property tax levies accumulated by the debt service fund.

The District's estimated liabilities for compensated absences are discussed in Note 5.C.

General Obligation Debt

Individual general obligation long-term debt issues outstanding at June 30, 2023 and future principal and interest requirements for their retirement at that date were as follows:

	Issue Date	Final Maturity Date	Interest Rate	Original Issue	Amount Outstanding
General Obligation Bonds:					
Refunding Bonds	5/23/11	10/1/23	1.10% - 4.65%	\$ 1,035,000	\$ 105,000
Refunding Bonds	6/28/2022	4/1/2042	4.00%-5.00%	41,150,000	40,860,000
General Obligation Notes:					
G.O. Loan	4/16/21	4/16/28	2.60%	350,000	256,331
G.O. Loan	9/7/18	8/30/24	4.00%	355,000	75,782
					\$ 41,297,113

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Debt (Continued)

Security and Default: The District's outstanding bonds from direct borrowings are backed by the full faith and credit of the District. Bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund. The direct borrowings related to governmental activities contain provisions that in an event of default, outstanding amounts become immediately due if the District is unable to make payments.

Annual debt service fund cash flow requirements for retirement of the above long-term debt principal and interest at June 30, 2023 were as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>		
	<u>Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 950,000	\$ 1,774,541	\$ 2,724,541
2025	1,005,000	1,729,850	2,734,850
2026	1,170,000	1,679,600	2,849,600
2027	1,345,000	1,621,100	2,966,100
2028	1,535,000	1,553,850	3,088,850
2029-2033	10,120,000	6,434,500	16,554,500
2034-2038	12,675,000	3,994,400	16,669,400
2039-2043	12,165,000	1,240,200	13,405,200
Total	<u>\$ 40,965,000</u>	<u>\$ 20,028,041</u>	<u>\$ 60,993,041</u>

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>		
	<u>Notes from Direct Borrowing</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 113,407	\$ 8,522	\$ 121,929
2025	60,978	5,454	66,432
2026	51,232	4,101	55,333
2027	52,564	2,769	55,333
2028	53,932	1,402	55,333
Total	<u>\$ 332,113</u>	<u>\$ 22,248</u>	<u>\$ 354,360</u>

The equalized valuation of the District as certified by the Wisconsin Department of Revenue, the legal debt limit and margin of indebtedness as of June 30, 2023 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes are as follows:

Debt Limit (10% of \$1,418,882,408)	\$ 141,888,241
Deduct Long-Term Debt Applicable to Debt Margin	<u>41,297,113</u>
Margin of Indebtedness	<u>\$ 100,591,128</u>

The District's outstanding direct placement general obligation notes payable are backed by the full faith and credit of the District. The general obligation debt in the governmental funds will be retired by future property tax levies accumulated by the debt service fund.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Lease Liability – Right-to-Use

The District leases copiers, printers, computers and chromebooks with various terms under long-term noncancelable lease agreements, which expire at various dates through 2026. The District is required to make annual principal and interest payments. The District used the incremental borrowing rate as the interest rate for the right-to-use asset agreements if an interest rate was not provided in the lease agreements. The future minimum lease payments for these lease agreements are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 24,145	\$ 915	\$ 25,060
2025	23,422	431	23,853
2026	9,189	46	9,235
Total	<u>\$ 56,756</u>	<u>\$ 1,392</u>	<u>\$ 58,148</u>

These lease agreements qualify as right-to-use assets for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the date of their inception.

Financed Purchase Agreements

The District has financed purchase agreements for wireless access points IT equipment and computers. The future minimum lease payments for these lease agreements are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 210</u>	<u>\$ 4,387</u>	<u>\$ 4,597</u>

F. Temporary Notes Payable

Changes in temporary notes payable of the District for the year ended June 30, 2023 were as follows:

<u>Principal Outstanding at 7/1/22</u>	<u>Loan Proceeds</u>	<u>Repayments</u>	<u>Principal Outstanding at 6/30/23</u>	<u>Accrued Interest 6/30/23</u>	<u>Interest Expense</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$ 2,000,500	\$ 4,760,500	\$ 4,760,500	\$ 2,000,500	\$ -	\$ 12,954	3.25%	10/31/23

The District's temporary notes payable consists of a line of credit that has an outstanding maximum draw limit of \$2,000,000. Any outstanding balance on the line of credit is secured by tax receipts sufficient for repayment. The temporary notes payable is for short-term cash flow purposes.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at June 30, 2023 consisted of the following:

	Total	Nonspendable	Restricted	Unassigned
Major Funds:				
General Fund:				
Land Held for Resale	\$ 25,900	\$ 25,900	\$ -	\$ -
Unassigned	2,868,592	-	-	2,868,592
Subtotal General Fund	2,894,492	25,900	-	2,868,592
Debt Service Payments	1,037,374	-	1,037,374	-
Capital Projects Fund	40,252,209	-	40,252,209	-
Nonmajor Funds:				
Special Revenue Funds:				
Education Trust Purposes	325,159	-	325,159	-
Food Service Purposes	455,401	-	455,401	-
Long-Term Capital Projects:	53,807	-	53,807	-
Community Services Programs:				
Adult Education Purposes	(6,233)	-	-	(6,233)
Theatre Purposes	5,204	-	5,204	-
Day Care Purposes	(25,917)	-	-	(25,917)
Subtotal Nonmajor Funds	807,421	-	839,571	(32,150)
 Total Governmental Funds Balances at June 30, 2023	 \$ 44,991,496	 \$ 25,900	 \$ 42,129,154	 \$ 2,836,442

NOTE 5 OTHER INFORMATION

A. Wisconsin Retirement System Pension Plan Benefits

General Information about the Pension Plan

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, 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 <http://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

Plan Description (Continued)

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 December 31, 2016) are entitled to 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.

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.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

Postretirement Adjustments (Continued)

The Core and Variable annuity adjustments granted during recent years are as follows:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2013	(9.6)	9.0
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	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0

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. 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 year ending June 30, 2023, the WRS recognized \$831,656 in contributions from the employer.

Contribution rates for the reporting period are:

	<u>Employee</u>	<u>Employer</u>
General (Including Teachers)	6.50%	6.50%

Pension Liability (Asset), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2023, the District reported a liability of \$3,580,840 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021 and rolled forward to December 31, 2022.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Liability (Asset), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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, 2022, the District's proportion was 0.06759231%, which was a decrease of 0.00110085% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$1,826,281.

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 5,703,167	\$ 7,492,683
Change in Assumptions	704,141	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	6,083,022	-
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	31,319	7,961
District Contributions Subsequent to the Measurement Date	527,553	-
Total	<u>\$ 13,049,202</u>	<u>\$ 7,500,644</u>

\$527,553 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	<u>Pension Expense Amount</u>
2024	\$ 211,478
2025	1,040,901
2026	1,069,907
2027	2,698,719

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Liability (Asset), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Actuarial Assumptions

The total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2021
Measurement Date of Net Pension Liability (Asset):	December 31, 2022
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	3.1% to 8.6%, Including Inflation
Inflation:	2.0% to 2.5% - Approximate; No Price Inflation Assumption is Used this Valuation
Mortality:	Wisconsin 2020 Mortality Table
Post-Retirement Adjustments*:	1.7%

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.9% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2021. The Total Pension Liability for December 31, 2022 is based upon a roll-forward of the liability calculated from the December 31, 2021 actuarial valuation.

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.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Liability (Asset), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Long-Term Expected Return on Plan Assets (Continued)

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Core Fund Asset Class	Current Asset Allocation Percentage	Long-Term Expected Nominal Rate of Return	Long-Term Expected Real Rate of Return
Public Equity	48.0%	7.6%	5.0%
Public Fixed Income	25.0%	5.3%	2.7%
Inflation Sensitive Assets	19.0%	3.6%	1.1%
Real Estate	8.0%	5.2%	2.6%
Private Equity/Debt	15.0%	9.6%	6.9%
Total Core Fund	115.0%	7.4%	4.8%
<u>Variable Fund Asset Class</u>			
U.S. Equities	70.0%	7.2%	4.6%
International Equities	30.0%	8.1%	5.5%
Total Variable Fund	100.0%	7.7%	5.1%

Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.

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 liability (asset) calculated using the discount rate of 6.8%, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.8%) or 1-percentage-point higher (7.8%) than the current rate:

	1% Decrease 5.80%	Current Discount Rate 6.80%	1% Increase 7.80%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 11,884,692	\$ 3,580,840	\$ (2,131,497)

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System Pension Plan Benefits (Continued)

Pension Liability (Asset), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (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 4.05% (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, 2022. 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.

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>.

Payable to the Pension Plan

At June 30, 2023, the District reported a payable of \$-0- for the outstanding amount of contributions to the pension plan for the year ended June 30, 2023.

B. Other Postemployment Benefit Other than Pensions (OPEB)

The District engaged an actuary to determine the District's liability for postemployment healthcare benefits other than pensions.

Single-Employer Plan Description

The District offers a supplemental retirement program for certain employees which includes medical, dental, and long-term care insurance benefits. The District provides these benefits according to negotiated agreements. The amounts vary based on age, years of service, and classification of employees. The School Board of the District is designated as the administrator of the OPEB plan and it reserves the right to alter, amend, or terminate the OPEB at any time for any reason, without consent.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Other Postemployment Benefit Other than Pensions (OPEB) (Continued)

Benefits Provided

Administrators and Teachers: At least age 56 with a minimum of 15 years of service and hired prior to July 1, 2004. The District shall contribute \$9,000 annually to retirees Premium Only HRA for 8 years or until Medicare eligibility; whichever occurs first.

Employees covered by benefit terms. At June 30, 2023, the following employees were covered by the benefit terms.

Inactive Plan Members or Beneficiaries Currently	
Receiving Benefit Payments	24
Active Plan Members	122
Total	<u>146</u>

Contributions

Per the District's Trust Agreement the District shall make contributions to the Trust from time to time as required per contractual agreement, and, in addition, such other contributions, if any, as it may determine in its discretion. For the year ended June, 30, 2023, the District's average contribution rate was 2.92% of covered-employee payroll.

Investments

Investment Policy

The District's policy in regard to the allocation of invested assets is established and may be amended by the School Board by a majority vote of its members. It is the policy of the School Board that all investments shall be made and administered in compliance with legal requirements, sections 25.50, 34.05, 34.08, 66.06.07, 120.11(3), 120.12(7), 120.16(5) Wisconsin State Statutes and other regulatory authorities. The District's asset allocation policy as of June 30, 2023 was comprised entirely of fixed annuity investments.

Rate of Return

For the year ended June 30, 2023, the annual money-weighted rate of return, net of investment expense, was 3.21%.

Net OPEB Liability

Total OPEB Liability - Ending (a)	\$ 1,282,553
Plan Fiduciary Net Position - Ending (b)	<u>690,853</u>
District's Net OPEB Liability - Ending (a) - (b)	<u>\$ 591,700</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	53.87%

The District's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020.

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Other Postemployment Benefit Other than Pensions (OPEB) (Continued)

Actuarial Assumptions

The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percent of Salary
Remaining Amortization Period:	5 Years
Asset Valuation Method:	Market Value
Salary Increases:	3.00%
Investment Rate of Return:	4.25%
Discount Rate:	4.25%
Retirement Age:	Early Retirement - Age 55 years Regular Retirement - Age 57 (30 or more years of service)
Plan Participation of Future Retirees:	100%
Mortality:	Wisconsin 2018 Mortality Table
Healthcare Cost Trend Rates:	7.0% decreasing to 6.5% then decreasing 0.1% per year to 5.0%.

The long-term expected rate of return on OPEB plan investments was determined based on the District's investment in a fixed annuity account which has a guaranteed minimum rate of return of not less than 4.25%. Given this information and based upon the actuary's determination that the level of asset in the District's trust will remain sufficient to pay future retiree benefits, the District determined a 4.25% long-term expected rate of return to be reasonable for valuation purposes. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Annuity	100%	4.25%

Discount Rate

The discount rate used to measure the total OPEB liability was 4.25%. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Other Postemployment Benefit Other than Pensions (OPEB) (Continued)

Discount Rate (Continued)

Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. Further, the discount rate was determined by looking at actual investment returns for the last three years and take the rounded average, therefore a discount rate of 4.25% was used in calculating the District's OPEB liabilities.

Changes in the Net OPEB Liability

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a-b)
Balances at June 30, 2022	\$ 1,278,472	\$ 682,846	\$ 595,626
Changes for the Year:			
Service Cost	49,366	-	49,366
Interest	41,140	-	41,140
Changes of Benefit Terms	35,049	-	35,049
Differences Between Expected and Actual Experience	171,923	-	171,923
Changes of Assumptions or Other Input	(37,919)	-	(37,919)
Contributions - Employer	-	255,478	(255,478)
Contributions - Employee	-	-	-
Net Investment Income	-	8,007	(8,007)
Difference Between Expected and Actual Investment Income	-	-	-
Benefit Payments	(255,478)	(255,478)	-
Administrative Expense	-	-	-
Net Changes	4,081	8,007	(3,926)
Balances at June 30, 2023	<u>\$ 1,282,553</u>	<u>\$ 690,853</u>	<u>\$ 591,700</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

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 or 1-percentage-point higher than the current discount rate:

	1% Decrease 3.25%	Current Discount Rate 4.25%	1% Increase 5.25%
Net OPEB Liability	<u>\$ 635,969</u>	<u>\$ 591,700</u>	<u>\$ 548,058</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

B. Other Postemployment Benefit Other than Pensions (OPEB) (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

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 healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease (6.0% Decreasing to 3.5%)	Healthcare Cost Trend Rates (7.0% Decreasing to 4.5%)	1% Increase (8.0% Decreasing to 5.5%)
Net OPEB Liability	<u>\$ 572,283</u>	<u>\$ 591,700</u>	<u>\$ 613,971</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the District recognized OPEB expense of \$193,825. At June 30, 2023, District reported deferred outflows of resources or deferred inflows of resources related to OPEB from the following sources.

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 152,820	\$ 22,016
Changes of Assumptions or Other Input	20,707	118,770
Net Difference Between Projected and Actual Earnings on OPEB Investments	19,778	-
Total	<u>\$ 193,305</u>	<u>\$ 140,786</u>

These deferred outflows and inflows of resources will be recognized in OPEB expense as an increase of \$6,134 for year 2024, an increase of \$3,800 for year 2025, an increase of \$3,177 for year 2026, an increase of \$3,654 for year 2027, a decrease of \$2,677 for year 2028, and an increase of \$38,431 thereafter.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

C. Compensated Absences

The District's policy on allowing accumulated employee leave to vest varies between types of benefits. Associate staff earn varying amounts of vacation for each year employed. Vacation days must be used in the year earned unless approval is obtained from the District administrator to carry over vacation days to the next year.

The District's policy on allowing sick leave benefits to vest is based upon employee and union contracts. Teachers who meet certain age and length of service requirement and have accumulated at least 100 days of unused sick days will have their unused sick days vested at the current substitute pay rate. This amount will be contributed by the District toward the cost of health benefits for the retired teacher.

The District also provides associate staff retirees who meet certain age and length of service requirement, a cash payout of their unused sick leave at a rate of \$90 per day. The District's estimated liability for vacation and sick leave benefits at June 30, 2023 totaled \$330,285 and is financed through the District's annual operating budget on a pay-as-you-go basis. It was recorded as a long-term obligation in the government-wide financial statements.

D. Limitation on School District Revenues

Wisconsin statutes limit the amount of revenues school districts may derive from general school aids and property taxes. The annual revenue increase from these sources is based on pupil count and is limited to the amount approved by legislative action unless a higher amount has been approved by a referendum. The State also placed a limit on the decrease in the annual revenue cap due to declining enrollments. The State further allows an exemption equal to 75% of the prior year unused allowable revenue. This limitation does not apply to revenues needed for payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

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

E. 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; injuries to employees; and natural disasters. The District maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. There have been no reductions in coverage during the past year and settled claims have not exceeded this commercial coverage in any of the last three years.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 OTHER INFORMATION (CONTINUED)

F. Commitments and Contingencies

Construction Contracts

The District is committed to a series of construction contracts for the purpose of improvements for the elementary, intermediate, middle and high school buildings and grounds. Remaining bond proceeds of \$40,252,000 have been placed in the District's capital projects fund for this purpose.

G. Subsequent Events

On November 2, 2023 the District issued \$2,000,000 in tax and revenue anticipation notes for the purpose of meeting immediate expenses of operating and maintaining the public instruction in the District during the current school year. The bonds bear interest ranging from 3.25% and matures on October 31, 2024.

On March 6, 2024 the District issued \$5,000,000 in anticipation notes for the purpose of paying the cost of improvements to District athletic facilities and equipment acquisition related thereto. The bonds bear interest ranging from 4.5% and matures on September 6, 2024.

REQUIRED SUPPLEMENTARY INFORMATION

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local Sources:				
Property Taxes	\$ 7,699,997	\$ 7,699,997	\$ 7,902,202	\$ 202,205
Other Local Sources	522,650	522,650	486,802	(35,848)
Interdistrict Sources	1,187,000	1,187,000	1,073,676	(113,324)
Intermediate Sources	156,600	156,600	130,265	(26,335)
State Sources	11,880,400	11,880,400	11,653,577	(226,823)
Federal Sources	2,154,789	2,154,789	2,091,571	(63,218)
Other Sources	136,193	136,193	120,311	(15,882)
Total Revenues	<u>23,737,629</u>	<u>23,737,629</u>	<u>23,458,404</u>	<u>(279,225)</u>
EXPENDITURES				
Instruction:				
Undifferentiated Curriculum	4,800,364	4,800,364	4,701,165	99,199
Regular Curriculum	4,579,453	4,579,453	4,307,905	271,548
Vocational Curriculum	825,791	825,791	829,172	(3,381)
Physical Curriculum	520,219	520,219	507,380	12,839
Special Education Curriculum	2,155,613	2,155,613	2,293,547	(137,934)
Co-Curricular Activities	398,740	398,740	420,533	(21,793)
Other Special Needs	35,605	35,605	31,154	4,451
Total Instruction	<u>13,315,785</u>	<u>13,315,785</u>	<u>13,090,856</u>	<u>224,929</u>
Support Services:				
Pupil Services	1,073,449	1,073,449	1,200,939	(127,490)
Instructional Staff Services	1,002,427	1,002,427	1,046,878	(44,451)
General Administration	834,727	834,727	1,066,289	(231,562)
School Building Administration	974,846	974,846	977,251	(2,405)
Business Administration	4,094,302	4,094,302	4,196,040	(101,738)
Central Services	79,320	79,320	80,096	(776)
Insurance and Judgments	362,161	362,161	310,660	51,501
Debt Services	62,525	62,525	97,527	(35,002)
Other Support Services	427,862	427,862	345,594	82,268
Total Support Services	<u>8,911,619</u>	<u>8,911,619</u>	<u>9,321,274</u>	<u>(409,655)</u>
Non-Program:				
Purchased Instructional Services	1,498,225	1,498,225	1,509,676	(11,451)
Other Non-Program	-	-	78,230	(78,230)
Total Non-Program	<u>1,498,225</u>	<u>1,498,225</u>	<u>1,587,906</u>	<u>(89,681)</u>
Total Expenditures	<u>23,725,629</u>	<u>23,725,629</u>	<u>24,000,036</u>	<u>(274,407)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	12,000	12,000	(541,632)	(553,632)
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(147,098)	(147,098)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(147,098)</u>	<u>(147,098)</u>
NET CHANGE IN FUND BALANCE	12,000	12,000	(688,730)	(700,730)
Fund Balances - Beginning of Year	3,583,222	3,583,222	3,583,222	-
FUND BALANCE - END OF YEAR	<u>\$ 3,595,222</u>	<u>\$ 3,595,222</u>	<u>\$ 2,894,492</u>	<u>\$ (700,730)</u>

See accompanying Notes to Required Supplementary Information.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF
WISCONSIN RETIREMENT SYSTEM NET PENSION PLAN LIABILITY (ASSET)
LAST TEN MEASUREMENT PERIODS
(SCHEDULE IS PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

Plan Measurement Date	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2022	0.06759231 %	\$ 3,580,840	\$ 12,112,139	29.56 %	95.72 %
12/31/2021	0.06869316	(5,536,795)	11,700,915	(47.32)	106.02
12/31/2020	0.06974452	(4,354,247)	11,379,889	(38.26)	105.26
12/31/2019	0.07072844	(2,280,607)	11,246,551	(20.28)	102.96
12/31/2018	0.07110572	2,529,718	10,910,911	23.19	96.45
12/31/2017	0.07140412	(2,120,073)	10,541,054	(20.11)	102.93
12/31/2016	0.07247229	597,345	10,324,757	5.79	99.12
12/31/2015	0.07381274	1,199,443	10,210,179	11.75	92.20
12/31/2014	0.07564503	(1,858,049)	10,375,540	(17.91)	102.74

See accompanying Notes to Required Supplementary Information.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF DISTRICT'S CONTRIBUTIONS TO
WISCONSIN RETIREMENT SYSTEM PENSION PLAN
LAST TEN MEASUREMENT PERIODS
(SCHEDULE IS PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

District Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2023	\$ 835,223	\$ (835,223)	\$ -	\$ 12,436,645	6.72 %
6/30/2022	767,445	(767,445)	-	11,931,306	6.43
6/30/2021	775,837	(775,837)	-	11,464,498	6.77
6/30/2020	750,079	(750,079)	-	11,235,977	6.68
6/30/2019	823,833	(823,833)	-	12,453,384	6.62
6/30/2018	716,795	(716,795)	-	10,745,626	6.67
6/30/2017	691,268	(691,268)	-	10,313,690	6.70
6/30/2016	686,989	(686,989)	-	10,258,158	6.70
6/30/2015	709,889	(709,889)	-	10,290,643	6.90

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 postretirement 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 postretirement 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.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF CHANGES IN THE DISTRICT'S NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
(SCHEDULE IS PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability:							
Service Cost	\$ 61,392	\$ 61,392	\$ 59,043	\$ 51,355	\$ 63,318	\$ 57,023	\$ 49,366
Interest	70,373	67,084	67,966	60,062	36,667	31,333	41,140
Changes of Benefit Terms	-	-	-	-	-	-	35,049
Differences Between Expected and Actual Experience	-	-	(19,617)	-	(23,456)	-	171,923
Changes of Assumptions or Other Input	-	(16,913)	21,558	25,249	(67,220)	(49,886)	(37,919)
Benefit Payments	(242,427)	(209,022)	(220,257)	(222,712)	(236,862)	(248,139)	(255,478)
Net Change in Total OPEB Liability	(110,662)	(97,459)	(91,307)	(86,046)	(227,553)	(209,669)	4,081
Total OPEB Liability - Beginning	2,101,165	1,990,503	1,893,044	1,801,737	1,715,691	1,488,138	1,278,469
Total OPEB Liability - Ending (a)	1,990,503	1,893,044	1,801,737	1,715,691	1,488,138	1,278,469	1,282,550
Plan Fiduciary Net Position:							
Contributions - Employer	175,428	220,847	231,839	233,847	228,808	260,594	255,478
Net Investment Income	9,674	8,561	8,928	10,780	11,633	9,188	8,008
Benefit Payments	(242,427)	(209,022)	(220,257)	(222,712)	(236,862)	(248,138)	(255,479)
Net Change in Plan Fiduciary Net Position	(57,325)	20,386	20,510	21,915	3,579	21,644	8,007
Plan Fiduciary Net Position - Beginning	652,134	594,809	615,195	635,705	657,620	661,199	682,843
Plan Fiduciary Net Position - Ending (b)	594,809	615,195	635,705	657,620	661,199	682,843	690,850
District's Net OPEB Liability - Ending (a) - (b)	<u>\$ 1,395,694</u>	<u>\$ 1,277,849</u>	<u>\$ 1,166,032</u>	<u>\$ 1,058,071</u>	<u>\$ 826,939</u>	<u>\$ 595,626</u>	<u>\$ 591,700</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	29.88%	32.50%	35.28%	38.33%	44.43%	53.41%	53.87%
Covered Employee Payroll	\$ 5,900,977	\$ 5,900,977	\$ 7,253,891	\$ 7,253,891	\$ 7,994,900	\$ 7,994,900	\$ 8,735,983
District's Net OPEB Liability as a Percentage of Covered Employee Payroll	23.65%	21.65%	16.07%	14.59%	10.34%	7.45%	6.77%

See accompanying Notes to Required Supplementary Information.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF DISTRICT'S CONTRIBUTIONS – OTHER POSTEMPLOYMENT BENEFITS PLAN
LAST TEN FISCAL YEARS
(SCHEDULE IS PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Actuarially Determined Contribution (ADC)	\$ 178,077	\$ 178,077	\$ 239,680	\$ 221,690	\$ 228,026	\$ 260,003	\$ 244,069
Contributions in Relation to the Actuarially Determined Contribution	175,428	220,847	231,839	233,847	228,808	260,594	255,478
Contribution Deficiency (Excess)	<u>\$ 2,649</u>	<u>\$ (42,770)</u>	<u>\$ 7,841</u>	<u>\$ (12,157)</u>	<u>\$ (782)</u>	<u>\$ (591)</u>	<u>\$ (11,409)</u>
District's Covered Employee Payroll	\$ 5,900,977	\$ 5,900,977	\$ 7,253,891	\$ 7,253,891	\$ 7,994,900	\$ 7,994,900	\$ 8,735,983
Contributions as a Percentage of Covered Employee Payroll	2.97%	3.74%	3.20%	3.22%	2.86%	3.26%	2.92%

NOTES TO SCHEDULE

Valuation Dated: July 1, 2022

Measurement Dated: June 30, 2023

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Valuation Date:	June 30, 2022
Measurement Date:	June 30, 2023
Reporting Date:	June 30, 2023
Actuary Cost Method:	Entry Age Normal
Healthcare Cost Trend Rates:	7.00% decreasing to 6.50%, then decreasing 0.10% per year to 4.50%, and level thereafter
Discount Rate:	4.25%
Municipal Bond Rate Source:	S&P Municipal Bond 20 Year High Grade Index
Actuarial Assumption:	Based on an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2020 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements
Mortality Assumptions:	using the fully generational MP-2021 projection scale from a base year of 2010.

See accompanying Notes to Required Supplementary Information.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF DISTRICT'S INVESTMENT RETURNS ON OPEB PLAN ASSETS
LAST TEN FISCAL YEARS
(SCHEDULE IS PRESENTED PROSPECTIVELY FROM IMPLEMENTATION)

Annual Money-Weighted Rate of Return,
Net of Investment Expense

<u>Year</u>	
2017	3.44 %
2018	3.45
2019	3.68
2020	3.42
2021	2.29
2022	2.27
2023	3.21

See accompanying Notes to Required Supplementary Information.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 BUDGETARY INFORMATION

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund is derived from the District's annual operating budget.

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. The District's legally adopted budget and budgetary expenditure control is exercised at the function level in the general fund and at the fund level for all other funds. Reported budget amounts are as originally adopted or as amended by Board of Education 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 board of education.
- The board of education prepares a proposed budget including proposed expenditures and the means of financing them for the July 1 through June 30 of the fiscal year.
- A public notice is published containing a summary of the budget and identifying the time and place where public hearing will be held on the proposed budget.
- Pursuant to the public budget hearing, the board of education may make alterations to the proposed budget.
- Once the board of education (following the public hearing) adopts the budget, no changes may be made in the amount of the 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 board of education.
- Appropriations lapse at year-end unless authorized as a carryover by the board of education.

Budget amounts in the financial statements include both the original adopted budget and the final budget.

NOTE 2 EXCESS OF EXPENDITURES OVER BUDGET

Comparisons of actual revenues and expenditures to budgeted amounts for the District's general fund is presented as required supplementary information following the basic financial statements. Expenditures in excess of budgeted amounts at the legally adopted levels for each of the fund are shown in that schedule.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
COMBINING BUDGETARY COMPARISON SCHEDULE
FUND 10 AND FUND 27
YEAR ENDED JUNE 30, 2023

	Original Budgets				Final Budgets				Actuals			
	Fund 10	Fund 27	Elimination	Totals	Fund 10	Fund 27	Elimination	Totals	Fund 10	Fund 27	Elimination	Totals
	General	Special	Adjustments		General	Special	Adjustments		General	Special	Adjustments	
	Fund	Education Fund			Fund	Education Fund			Fund	Education Fund		
REVENUES												
Local Sources:												
Property Taxes	\$ 7,699,997	\$ -	\$ -	\$ 7,699,997	\$ 7,699,997	\$ -	\$ -	\$ 7,699,997	\$ 7,902,202	\$ -	\$ -	\$ 7,902,202
Other Local Sources	522,650	-	-	522,650	522,650	-	-	522,650	486,802	-	-	486,802
Interdistrict Sources	1,187,000	-	-	1,187,000	1,187,000	-	-	1,187,000	1,073,676	-	-	1,073,676
Intermediate Sources	152,000	4,600	-	156,600	152,000	4,600	-	156,600	129,104	1,161	-	130,265
State Sources	11,237,900	642,500	-	11,880,400	11,237,900	642,500	-	11,880,400	10,876,611	776,966	-	11,653,577
Federal Sources	1,686,320	468,469	-	2,154,789	1,686,320	468,469	-	2,154,789	1,593,763	497,808	-	2,091,571
Other Sources	136,193	-	-	136,193	136,193	-	-	136,193	120,311	-	-	120,311
Total Revenues	22,622,060	1,115,569	-	23,737,629	22,622,060	1,115,569	-	23,737,629	22,182,469	1,275,935	-	23,458,404
EXPENDITURES												
Instruction:												
Undifferentiated Curriculum	4,800,364	-	-	4,800,364	4,800,364	-	-	4,800,364	4,701,165	-	-	4,701,165
Regular Curriculum	4,579,453	-	-	4,579,453	4,579,453	-	-	4,579,453	4,307,905	-	-	4,307,905
Vocational Curriculum	825,791	-	-	825,791	825,791	-	-	825,791	825,125	4,047	-	829,172
Physical Curriculum	520,219	-	-	520,219	520,219	-	-	520,219	507,380	-	-	507,380
Special Education Curriculum	-	2,155,613	-	2,155,613	-	2,155,613	-	2,155,613	-	2,293,547	-	2,293,547
Co-Curricular Activities	398,740	-	-	398,740	398,740	-	-	398,740	420,533	-	-	420,533
Other Special Needs	35,465	140	-	35,605	35,465	140	-	35,605	31,154	-	-	31,154
Total Instruction	11,160,032	2,155,753	-	13,315,785	11,160,032	2,155,753	-	13,315,785	10,793,262	2,297,594	-	13,090,856
Support Services:												
Pupil Services	664,314	409,135	-	1,073,449	664,314	409,135	-	1,073,449	868,929	332,010	-	1,200,939
Instructional Staff Services	761,162	241,265	-	1,002,427	761,162	241,265	-	1,002,427	798,566	248,312	-	1,046,878
General Administration	834,727	-	-	834,727	834,727	-	-	834,727	1,066,289	-	-	1,066,289
School Building Administration	974,846	-	-	974,846	974,846	-	-	974,846	977,251	-	-	977,251
Business Administration	4,028,002	66,300	-	4,094,302	4,028,002	66,300	-	4,094,302	4,124,834	71,206	-	4,196,040
Central Services	78,850	470	-	79,320	78,850	470	-	79,320	80,096	-	-	80,096
Insurance and Judgments	362,161	-	-	362,161	362,161	-	-	362,161	310,660	-	-	310,660
Debt Services	62,525	-	-	62,525	62,525	-	-	62,525	97,527	-	-	97,527
Other Support Services	427,862	-	-	427,862	427,862	-	-	427,862	345,594	-	-	345,594
Total Support Services	8,194,449	717,170	-	8,911,619	8,194,449	717,170	-	8,911,619	8,669,746	651,528	-	9,321,274
Non-Program:												
Purchased Instructional Services	1,485,425	12,800	-	1,498,225	1,485,425	12,800	-	1,498,225	1,460,179	49,497	-	1,509,676
Other Non-Program	-	-	-	-	-	-	-	-	78,230	-	-	78,230
Total Non-Program	1,485,425	12,800	-	1,498,225	1,485,425	12,800	-	1,498,225	1,538,409	49,497	-	1,587,906
Total Expenditures	20,839,906	2,885,723	-	23,725,629	20,839,906	2,885,723	-	23,725,629	21,001,417	2,998,619	-	24,000,036
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,782,154	(1,770,154)	-	12,000	1,782,154	(1,770,154)	-	12,000	1,181,052	(1,722,684)	-	(541,632)
OTHER FINANCING SOURCES (USES)												
Transfers In	-	1,770,154	(1,770,154)	-	-	1,770,154	(1,770,154)	-	-	1,722,684	(1,722,684)	-
Transfers Out	(1,770,154)	-	1,770,154	-	(1,770,154)	-	1,770,154	-	(1,869,782)	-	1,722,684	(147,098)
Total Other Financing Sources (Uses)	(1,770,154)	1,770,154	-	-	(1,770,154)	1,770,154	-	-	(1,869,782)	1,722,684	-	(147,098)
NET CHANGE IN FUND BALANCE	12,000	-	-	12,000	12,000	-	-	12,000	(688,730)	-	-	(688,730)
Fund Balances - Beginning of Year	3,583,222	-	-	3,583,222	3,583,222	-	-	3,583,222	3,583,222	-	-	3,583,222
FUND BALANCE - END OF YEAR	\$ 3,595,222	\$ -	\$ -	\$ 3,595,222	\$ 3,595,222	\$ -	\$ -	\$ 3,595,222	\$ 2,894,492	\$ -	\$ -	\$ 2,894,492

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
BUDGETARY COMPARISON SCHEDULE
FUND 10
YEAR ENDED JUNE 30, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Local Sources:				
Property Taxes	\$ 7,699,997	\$ 7,699,997	\$ 7,902,202	\$ 202,205
Other Local Sources	522,650	522,650	486,802	(35,848)
Interdistrict Sources	1,187,000	1,187,000	1,073,676	(113,324)
Intermediate Sources	152,000	152,000	129,104	(22,896)
State Sources	11,237,900	11,237,900	10,876,611	(361,289)
Federal Sources	1,686,320	1,686,320	1,593,763	(92,557)
Other Sources	136,193	136,193	120,311	(15,882)
Total Revenues	<u>22,622,060</u>	<u>22,622,060</u>	<u>22,182,469</u>	<u>(439,591)</u>
EXPENDITURES				
Instruction:				
Undifferentiated Curriculum	4,800,364	4,800,364	4,701,165	99,199
Regular Curriculum	4,579,453	4,579,453	4,307,905	271,548
Vocational Curriculum	825,791	825,791	825,125	666
Physical Curriculum	520,219	520,219	507,380	12,839
Special Educational Curriculum				
Co-Curricular Activities	398,740	398,740	420,533	(21,793)
Other Special Needs	35,465	35,465	31,154	4,311
Total Instruction	<u>11,160,032</u>	<u>11,160,032</u>	<u>10,793,262</u>	<u>366,770</u>
Support Services:				
Pupil Services	664,314	664,314	868,929	(204,615)
Instructional Staff Services	761,162	761,162	798,566	(37,404)
General Administration	834,727	834,727	1,066,289	(231,562)
School Building Administration	974,846	974,846	977,251	(2,405)
Business Administration	4,028,002	4,028,002	4,124,834	(96,832)
Central Services	78,850	78,850	80,096	(1,246)
Insurance and Judgments	362,161	362,161	310,660	51,501
Debt Services	62,525	62,525	97,527	(35,002)
Other Support Services	427,862	427,862	345,594	82,268
Total Support Services	<u>8,194,449</u>	<u>8,194,449</u>	<u>8,669,746</u>	<u>(475,297)</u>
Non-Program:				
Purchased Instructional Services	1,485,425	1,485,425	1,460,179	25,246
Other Non-Program	-	-	78,230	(78,230)
Total Non-Program	<u>1,485,425</u>	<u>1,485,425</u>	<u>1,538,409</u>	<u>(52,984)</u>
Total Expenditures	<u>20,839,906</u>	<u>20,839,906</u>	<u>21,001,417</u>	<u>(161,511)</u>
EXCESS OF REVENUES OVER EXPENDITURES	1,782,154	1,782,154	1,181,052	(601,102)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,770,154)	(1,770,154)	(1,869,782)	(99,628)
Total Other Financing Sources (Uses)	<u>(1,770,154)</u>	<u>(1,770,154)</u>	<u>(1,869,782)</u>	<u>(99,628)</u>
NET CHANGE IN FUND BALANCE	12,000	12,000	(688,730)	(700,730)
Fund Balances - Beginning of Year	3,583,222	3,583,222	3,583,222	-
FUND BALANCE - END OF YEAR	<u>\$ 3,595,222</u>	<u>\$ 3,595,222</u>	<u>\$ 2,894,492</u>	<u>\$ (700,730)</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
BUDGETARY COMPARISON SCHEDULE
FUND 27
YEAR ENDED JUNE 30, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intermediate Sources	\$ 4,600	\$ 4,600	\$ 1,161	\$ (3,439)
State Sources	642,500	642,500	776,966	134,466
Federal Sources	468,469	468,469	497,808	29,339
Total Revenues	<u>1,115,569</u>	<u>1,115,569</u>	<u>1,275,935</u>	<u>160,366</u>
EXPENDITURES				
Instruction:				
Vocational Curriculum	-	-	4,047	(4,047)
Special Education Curriculum	2,155,613	2,155,613	2,293,547	(137,934)
Other Special Needs	140	140	-	140
Total Instruction	<u>2,155,753</u>	<u>2,155,753</u>	<u>2,297,594</u>	<u>(141,841)</u>
Support Services:				
Pupil Services	409,135	409,135	332,010	77,125
Instructional Staff Services	241,265	241,265	248,312	(7,047)
Business Administration	66,300	66,300	71,206	(4,906)
Central Services	470	470	-	470
Total Support Services	<u>717,170</u>	<u>717,170</u>	<u>651,528</u>	<u>65,642</u>
Non-Program:				
Purchased Instructional Services	12,800	12,800	49,497	(36,697)
Total Non-Program	<u>12,800</u>	<u>12,800</u>	<u>49,497</u>	<u>(36,697)</u>
Total Expenditures	<u>2,885,723</u>	<u>2,885,723</u>	<u>2,998,619</u>	<u>(112,896)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,770,154)	(1,770,154)	(1,722,684)	47,470
OTHER FINANCING SOURCES				
Transfers In	1,770,154	1,770,154	1,722,684	(47,470)
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds					Long-Term Capital Projects	Total Nonmajor Governmental Funds
	Education Trust	Food Service	Community Services				
			Adult Education	Theatre	Day Care		
ASSETS							
Cash and Investments	\$ 325,145	\$ 268,607	\$ 21,530	\$ 5,204	\$ -	\$ 53,807	\$ 674,293
Accounts Receivable	228	5,717	-	-	67,442	-	73,387
Due from Other Governments	-	237,059	-	-	-	-	237,059
Total Assets	\$ 325,373	\$ 511,383	\$ 21,530	\$ 5,204	\$ 67,442	\$ 53,807	\$ 984,739
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts Payable	\$ 214	\$ 631	\$ -	\$ -	\$ 92	\$ -	\$ 937
Due to Other Governmental Funds	-	-	17,740	-	93,267	-	111,007
Due to Fiduciary Funds	-	-	10,023	-	-	-	10,023
Unearned Revenues	-	55,351	-	-	-	-	55,351
Total Liabilities	214	55,982	27,763	-	93,359	-	177,318
FUND BALANCES							
Restricted	325,159	455,401	-	5,204	-	53,807	839,571
Unassigned	-	-	(6,233)	-	(25,917)	-	(32,150)
Total Fund Balances	325,159	455,401	(6,233)	5,204	(25,917)	53,807	807,421
Total Liabilities and Fund Balances	\$ 325,373	\$ 511,383	\$ 21,530	\$ 5,204	\$ 67,442	\$ 53,807	\$ 984,739

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	Special Revenue Funds					Long-Term Capital Projects	Total Nonmajor Governmental Funds
	Education Trust	Food Service	Community Services				
			Adult Education	Theatre	Day Care		
REVENUES							
Local Sources:							
Property Taxes	\$ -	\$ -	\$ 92,000	\$ -	\$ 12,000	\$ -	\$ 104,000
Other Local Sources	302,351	338,654	92,171	-	851,077	-	1,584,253
State Sources	-	23,688	-	-	61,610	-	85,298
Federal Sources	-	718,533	-	-	-	-	718,533
Other Sources	-	183	-	-	-	-	183
Total Revenues	<u>302,351</u>	<u>1,081,058</u>	<u>184,171</u>	<u>-</u>	<u>924,687</u>	<u>-</u>	<u>2,492,267</u>
EXPENDITURES							
Instruction:							
Regular Instruction	320,425	-	-	-	-	-	320,425
Support Services:							
General Administration	-	-	106,956	-	84,576	-	191,532
Operation and Maintenance of Plant	-	-	-	-	-	43,733	43,733
Food Service	-	1,299,879	-	-	-	-	1,299,879
Central Services	14	-	-	-	-	-	14
Community Services	-	-	83,448	-	1,013,126	-	1,096,574
Total Expenditures	<u>320,439</u>	<u>1,299,879</u>	<u>190,404</u>	<u>-</u>	<u>1,097,702</u>	<u>43,733</u>	<u>2,952,157</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(18,088)	(218,821)	(6,233)	-	(173,015)	(43,733)	(459,890)
OTHER FINANCING SOURCES (USES)							
Transfers In	-	-	-	-	147,098	-	147,098
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>147,098</u>	<u>-</u>	<u>147,098</u>
NET CHANGE IN FUND BALANCES	(18,088)	(218,821)	(6,233)	-	(25,917)	(43,733)	(312,792)
Fund Balances - Beginning of Year	343,247	674,222	-	5,204	-	97,540	1,120,213
FUND BALANCES - END OF YEAR	<u>\$ 325,159</u>	<u>\$ 455,401</u>	<u>\$ (6,233)</u>	<u>\$ 5,204</u>	<u>\$ (25,917)</u>	<u>\$ 53,807</u>	<u>\$ 807,421</u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
DETAILED BALANCE SHEET – DEBT SERVICE FUND
JUNE 30, 2023

	<u>Referendum Debt Service</u>	<u>Non-Referendum Debt Service</u>	<u>Total</u>
ASSETS			
Cash and Investments	<u>\$ 894,542</u>	<u>\$ 142,832</u>	<u>\$ 1,037,374</u>
Total Assets	<u><u>\$ 894,542</u></u>	<u><u>\$ 142,832</u></u>	<u><u>\$ 1,037,374</u></u>
LIABILITIES AND FUND BALANCES			
FUND BALANCES			
Restricted	<u>\$ 894,542</u>	<u>\$ 142,832</u>	<u>\$ 1,037,374</u>
Total Liabilities and Fund Balances	<u><u>\$ 894,542</u></u>	<u><u>\$ 142,832</u></u>	<u><u>\$ 1,037,374</u></u>

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGE IN FUND BALANCES – DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2023

	Referendum Debt Service	Non-Referendum Debt Service	Total
REVENUES			
Local Sources:			
Property Taxes	\$ 2,530,888	\$ 231,812	\$ 2,762,700
Other Local Sources	8,492	-	8,492
Total Revenues	2,539,380	231,812	2,771,192
 EXPENDITURES			
Debt Service:			
Principal Retirement	448,598	209,643	658,241
Interest and Fiscal Fees	1,559,287	19,494	1,578,781
Debt Issuance Costs	3,941	-	3,941
Total Expenditures	2,011,826	229,137	2,240,963
 NET CHANGE IN FUND BALANCES	527,554	2,675	530,229
 Fund Balances - Beginning of Year	366,988	140,157	507,145
 FUND BALANCES - END OF YEAR	\$ 894,542	\$ 142,832	\$ 1,037,374

SINGLE AUDIT SECTION

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal ALN	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued Receivable (Unearned Revenue) July 1, 2022	Expenditures	Grant Reimburse- ments	Accrued Receivable (Unearned Revenue) June 30, 2023
<u>U.S. Department of Agriculture</u>								
Child Nutrition Cluster:								
School Breakfast Program	10.553	WI DPI	2022-480119-SB-Severe-546	\$ -	\$ 18,592	\$ 30,726	\$ 40,395	\$ 8,923
COVID-19 - School Breakfast Program	10.553	WI DPI	2022-480119-SB-Severe-546	-	76,897	139,538	177,921	38,514
Total School Breakfast Program				-	95,489	170,264	218,316	47,437
National School Lunch Program:								
National School Lunch Program	10.555	WI DPI	2022-480119-NSL-547	-	357,392	432,122	635,887	153,627
Non-Cash Commodities	10.555	WI DPI	A001-00000-480119	-	-	80,152	80,152	-
Total National School Lunch Program				-	357,392	512,274	716,039	153,627
Summer Food Service Program	10.559	WI DPI	2022-480119-SFSP-586	-	-	35,995	-	35,995
Total Summer Food Service Program				-	-	35,995	-	35,995
Total Child Nutrition Cluster				-	452,881	718,533	934,355	237,059
Total Department of Agriculture				-	452,881	718,533	934,355	237,059
<u>Federal Communications Commission</u>								
Universal Service Fund - Schools and Libraries	32.004	Direct Aid	N/A	-	-	183,444	-	183,444
<u>U.S. Department of Education</u>								
Title I:	84.010							
Title I, Part A		WI DPI	22-480119-Title I-141	-	-	183,843	183,843	-
Total Title I Program				-	-	183,843	183,843	-
Special Education Cluster:								
Special Education Grants to States:								
IDEA Flow Through	84.027	WI DPI	2022-480119-IDEA-341	-	169,276	367,760	537,036	-
Total Special Education Grants to States				-	169,276	367,760	537,036	-
Special Education - Preschool Grants:								
IDEA Preschool Entitlement	84.173	WI DPI	2022-480119-Pre-S-347	-	12,553	13,845	26,398	-
Total Special Education Cluster				-	181,829	381,605	563,434	-
ESEA Title II-A Teacher and Principal Training and Recruiting Fund	84.367	CESA 11	2022-480119-Title II-365	-	10,335	34,337	37,113	7,559
ESEA Title IV-A Student Support and Academic Enrichment Grant	84.424A	WI DPI	2022-480119-Title II-365	-	1,633	22,930	1,633	22,930
ESSER - Elementary and Secondary School Emergency Relief Funds								
COVID-19 -CARES Act - General Education	84.425D	WI DPI	2022-480119-ESSERF	-	20,734	988,902	865,602	144,034
COVID-19 -CARES Act - General Education	84.425D	WI DPI	2022-480119-ESSERF	-	-	61,610	61,610	-
Total ESSER - Elementary and Secondary School Funds				-	20,734	1,050,512	927,212	144,034
ARPA - ARP HCY	84.427W	WI DPI	2022-480119-ESSERF	-	6,503	-	6,503	-
Total Department of Education				-	221,034	1,673,227	1,719,738	174,523

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal ALN	Pass-Through Entity	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Accrued Receivable (Unearned Revenue) July 1, 2022	Expenditures	Grant Reimburse- ments	Accrued Receivable (Unearned Revenue) June 30, 2023
<u>U.S. Department of Health and Human Services</u>								
Medical Assistance Program (Medicaid Cluster):								
Medical Assistance Program (School Based Services)	93.778	Direct	Not Available	\$ -	\$ -	\$ 130,663	\$ 116,202	\$ 14,461
Total Medical Assistance Program (Medicaid Cluster)				-	-	130,663	116,202	14,461
Total Department of Health and Human Services				-	-	130,663	116,202	14,461
 Total Federal Program Awards				<u>\$ -</u>	<u>\$ 673,915</u>	<u>\$ 2,705,867</u>	<u>\$ 2,770,295</u>	<u>\$ 609,487</u>

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023**

Award Agency/ Pass-Through Agency/Award Description	State I.D. Number	Pass-Through Entity Identifying Number	Accrued Receivable (Deferred Revenue) July 1, 2022	Expenditures	State Reimburse- ments	Receivable Accrued Receivable (Deferred Revenue) June 30, 2023
<u>Wisconsin Department of Public Instruction</u>						
Cost Reimbursement Programs - Nonmajor:						
Direct Grant:						
Educator Effectiveness Grant	255.940	LEA-154	\$ 10,480	\$ 10,480	\$ 20,960	\$ -
Career and Technical Education Incentive Grant	255.950	LEA-152	45,572	40,916	86,488	-
School Based Mental Health Services	255.297	LEA-297	66,826	66,826	66,826	66,826
Early College Credit Program	255.445	LEA-445	-	1,080	338	742
Reading Readiness Grant	255.257	LEA-257	-	22,010	10,298	11,712
Cooperative Educational Service Agency No. 11:						
Youth Apprenticeship Grant	445.107	Not Available	-	46,845	46,845	-
Total Cost Reimbursement Programs			<u>\$ 122,878</u>	<u>\$ 188,157</u>	231,755	<u>\$ 79,280</u>
<u>Wisconsin Department of Public Instruction</u>						
Entitlement Programs:						
Major State Programs:						
Handicapped Pupils and School Age Parents:	255.101	LEA-100	[1]		744,446	
Internal District Programs						
Less Other District's Portion						
Participant in Package Program at CESA No. 11					1,161	
Total Handicapped Program					<u>745,607</u>	
Pupil Transportation	255.107	LEA-102			83,419	
General Equalization	255.201	LEA-116			9,024,994	
Student Achievement Guarantee in Education	255.504	LEA-160			377,261	
Per Pupil Adjustment Aid	255.945	LEA-113			1,072,932	
Total Major Programs					<u>11,304,213</u>	
Nonmajor State Programs:						
State Lunch	255.102	LEA-107			8,772	
Common School Fund	255.103	LEA-104			91,568	
WI Morning Milk Program	255.115	LEA-115			7,544	
School Breakfast Program	255.344	LEA-108			7,371	
Assessment of Reading Readiness	255.956	LEA-165			3,735	
Transition Grant	255.960	LEA-168			10,510	
Total Nonmajor Programs					<u>129,500</u>	
Total State Financial Assistance					<u>\$ 11,665,468</u>	

[1] District's 2022-23 Aidable Costs Reported to DPI Totaled \$2,245,710.

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2023

NOTE 1 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance present the expenditures of all federal financial assistance programs and state financial assistance of the District subject to inclusion under the federal and state single audit requirements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and the State of Wisconsin Single Audit Guidelines, which in certain types of expenditures are not allowable or are limited as to reimbursement. The reporting entity is defined in Note 1 to the financial statements. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and the State Single Audit Guidelines. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements.

NOTE 3 INDIRECT COSTS

The District has not elected to use the 10% de minimis indirect cost rate.

NOTE 4 MEDICAL ASSISTANCE

Expenditures presented for the Medical School Based Services (SBS) Benefit represent only the federal funds for the program that the District receives from the Department of Health Services (DHS). District records should be consulted to determine the total amount expended for this program.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education
School District of Amery
Amery, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America 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 School District of Amery (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 12, 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 a 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2023-001 and 2023-002 that we consider to be material weaknesses.

Report on Compliance and Other Matters

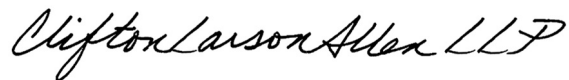
As part of obtaining reasonable assurance about whether the District’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material 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*.

School District of Amery’s Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District’s responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District’s responses were not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on them.

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 entity’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 entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Hudson, Wisconsin
March 12, 2024



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL AND STATE PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE AS REQUIRED BY *UNIFORM GUIDANCE* AND
*STATE SINGLE AUDIT GUIDELINES***

Board of Education
School District of Amery
Amery, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited School District of Amery's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the 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, 2023.

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 of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and 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* (Uniform Guidance) and the *State Single Audit Guidelines*. Our responsibilities under those standards, the Uniform Guidance, and the *State Single Audit Guidelines* are further described in the Auditors' 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 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.

Auditors' 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 GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *State 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 and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the *State 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 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 control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the State Single Audit Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2023-003. Our opinion on each major state program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on School District of Amery's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. School District of Amery's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be significant deficiency.

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 attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2023-003, to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on School District of Amery's response to the internal control over compliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. School District of Amery's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Board of Education
School District of Amery

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 Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

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

CliftonLarsonAllen LLP

Hudson, Wisconsin
March 12, 2024

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? x yes no
 - Significant deficiency(ies) identified? yes x none reported
3. Noncompliance material to financial statements noted? yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? yes x no
 - Significant deficiency(ies) identified? yes x none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes x no

Identification of Major Federal Programs

Assistance Listing Number(s)

10.553, 10.555 and 10.559
84.425D

Name of Federal Program or Cluster

Child Nutrition Program
COVID-19 Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 yes x no

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditors’ Results (Continued)

State Financial Assistance

1. Internal control over state projects:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified? X yes none reported

2. Type of auditors’ report issued on compliance for state projects: Unmodified

3. Any audit findings disclosed that are required to be reported in accordance with *State Single Audit Guidelines*? X yes no

Identification of Major State Projects

CSFA Number(s)

255.101
255.107
255.201
255.504
255.945

Name of State Project

Handicapped Pupils and School Age Parents
Pupil Transportation
General Equalization Aids
Achievement Gap Reduction
Per Pupil Adjustment Aid

Dollar threshold used to distinguish between Type A and Type B state projects: \$ 250,000


**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditors’ Results (Continued)

OTHER ISSUES

- | | |
|--|----|
| 1. Do the auditors’ 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 |
| 2. Does the auditors’ report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, significant deficiencies, management letter comments, excess revenue or excess reserve) related to grants or contracts with funding agencies that require audits to be in accordance with the <i>State Single Audit Guidelines</i> : | |
| Department of Public Instruction | No |
| Department of Health Services | No |
| 3. Was a management letter or other document conveying audit comments issued as a result of this audit? | No |

4. Name and Signature of Principal
5. Date of Report



 Jonathan Sherwood, CPA
 March 12, 2024

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Section II – Financial Statement Findings

2023 – 001 Limited Segregation of Duties

Type of Finding: Material Weakness in Internal Control over Financial Reporting

Condition: The auditors noted during the audit that the available staff precludes a proper separation of duties to assure adequate internal control.

Criteria or specific requirement: Generally, a system of internal control contemplates separation of duties such that no individual has responsibility to execute a transaction, have physical access to the related assets, and have responsibility or authority to record the transaction.

Effect: Lack of segregation of duties could result in a financial statement misstatement, caused by error or fraud that would not be detected or prevented by District staff.

Cause: The condition is due to limited staff available.

Repeat finding: This is a repeat of the prior year finding 2022-001.

Recommendation: The District should continue to evaluate its staffing in order to segregate incompatible duties whenever possible.

Views of responsible officials and planned corrective actions: The District continues to work to achieve segregation of duties whenever cost effective. The District Administrator is the official responsible for ensuring corrective action of the deficiency.

SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023

Section II – Financial Statement Findings

2023 – 002 Material Audit Adjustments

Type of Finding: Material Weakness in Internal Control over Financial Reporting

Condition: The audit firm proposed and the District posted to its general ledger accounts adjusting journal entries for correcting certain misstatements.

Criteria or specific requirement: The District should have controls in place to prevent or detect a material misstatement in the financial statements in a timely manner.

Effect: The financial statements of the District may include inaccurate information not detected or prevented by District staff.

Cause: The District has not established controls to ensure that all accounts are adjusted to their appropriate year end balances in accordance with GAAP.

Repeat finding: This finding is a repeat of the prior year finding 2022-002.

Recommendation: The District should continue to evaluate its internal control processes to determine if additional internal control procedures should be implemented to ensure that accounts are adjusted to their appropriate year end balances in accordance with GAAP.

Views of responsible officials and planned corrective actions: The District will continue to rely upon the audit firm to propose audit adjustments necessary to adjust accounts in accordance with GAAP. Management will review, approve and accept these entries prior to recording them. The District Administrator is the official responsible for ensuring corrective action of the deficiency.

**SCHOOL DISTRICT OF AMERY
Amery, Wisconsin
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2023**

Section III – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

Section IV – State Financial Assistance

2023 – 003 Pupil Transportation Deficiencies

State Agency: Wisconsin Department of Instruction

State Program Title: Pupil Transportation

State ID Number: 255.107

Pass-Through Agency: Wisconsin Department of Instruction

Pass-Through Number: LEA-107

Award Period: July 1, 2022 through June 30, 2023

Condition: The District miscalculated the mileage of seven students being transported to school.

Criteria: The District is to determine the “one-way” mileage for each student from home to school. This mileage determination should not take into account the round-trip mileage for the total bus route.

Effect: The District received aid for transporting the students.

Questioned Costs: None

Context: 7 out of 25 students tested were counted in a mileage category not corresponding to the actual distance from home to school "one-way" trip using the most direct route.

Cause: The District does not have the proper controls in place to identify the error made when the distances are determined incorrectly.

Repeat Finding: No

Recommendation: The District should implement a review process to ensure that students are reported in the correct mileage reimbursement category.

Views of Responsible Officials and Planned Corrective Actions: The District is working on implementing a process in which the mileage category determination is reviewed. The District Administrator is the official responsible for ensuring corrective action of the deficiency.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.