

CEDAR FALLS COMMUNITY SCHOOL DISTRICT

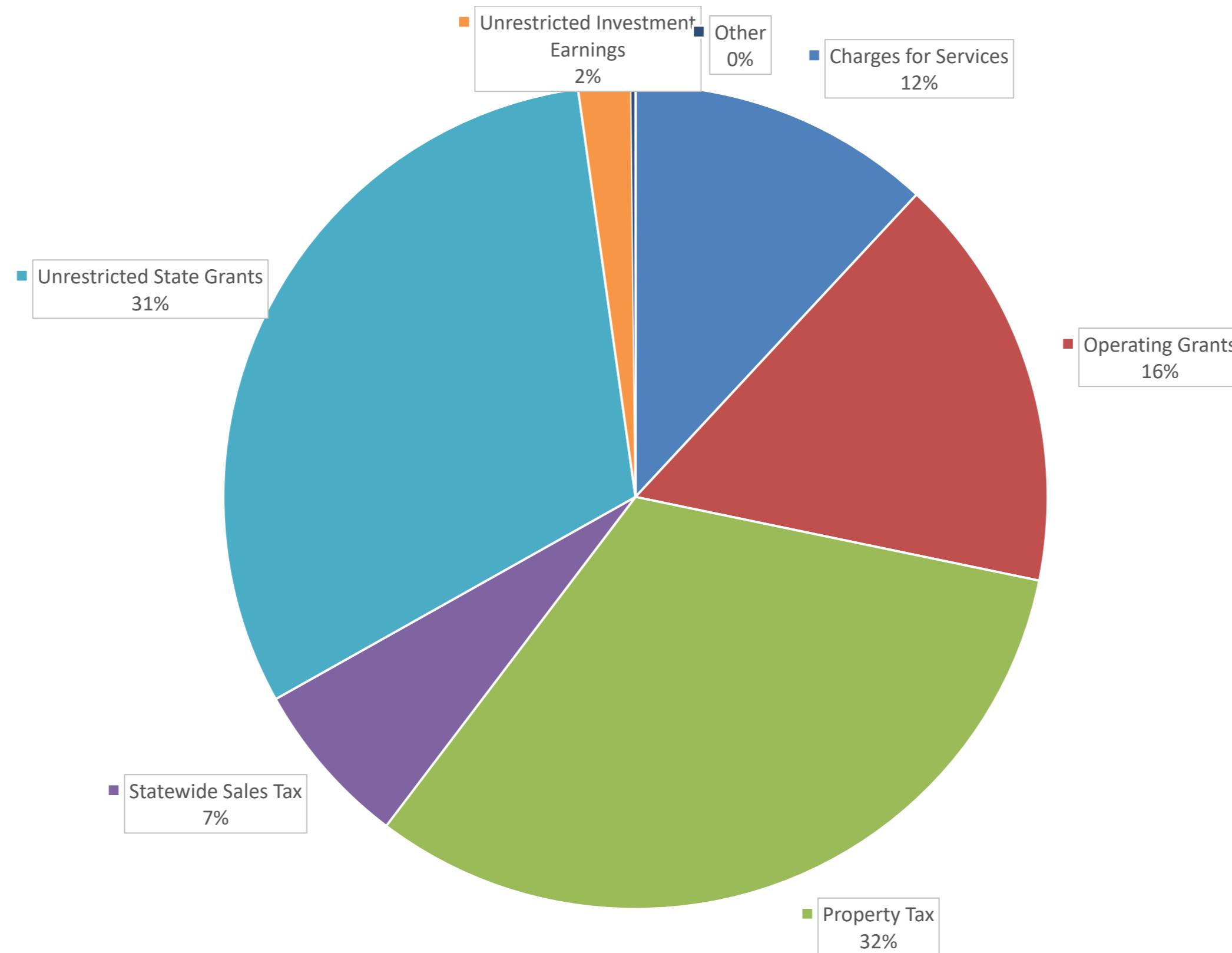


Audit Report for the Year Ending June 30, 2025

Audit

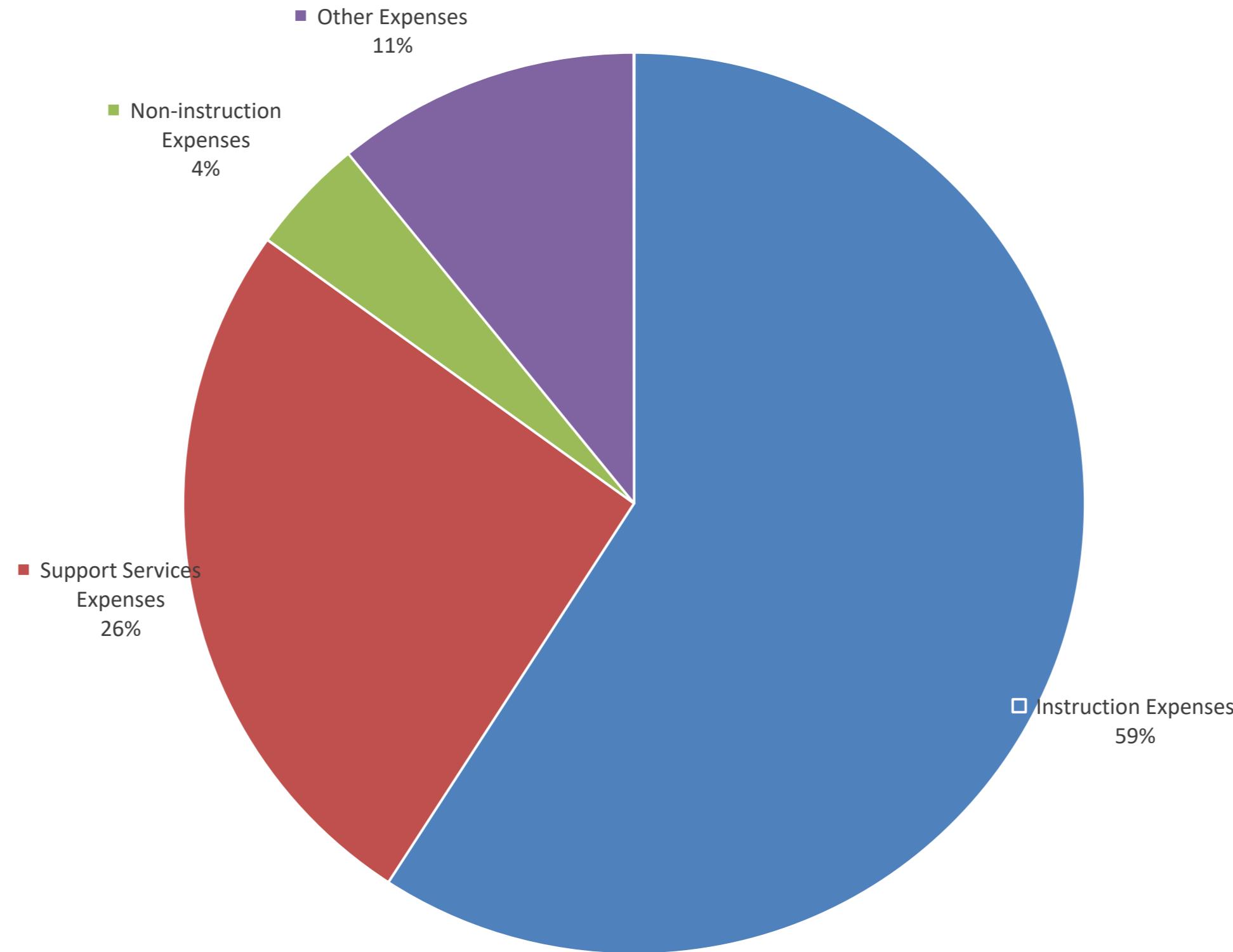
- Auditors' responsibility is to express an opinion on the management's (District) financial statements in accordance with accounting principles generally accepted in the United States of America.
- Auditors' responsibility is to express an opinion on these financial statements based on their audit. Audit is conducted in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Governmental Audit Standards, issued by the Comptroller General of the United States.

FY 2025 Revenue – All Funds



Due to rounding percentages may not total 100.00%

FY 2025 Expenditures – All Funds

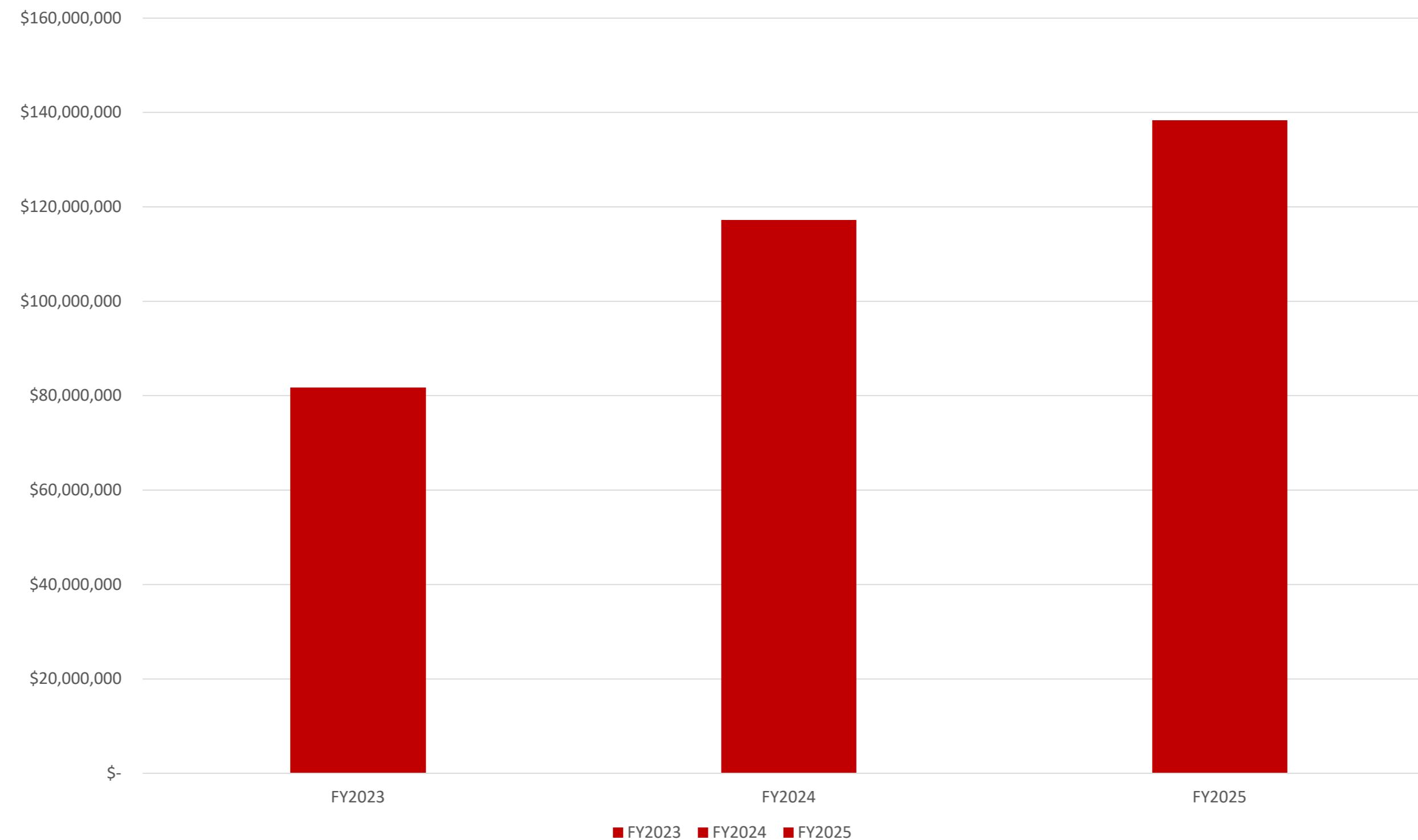


Due to rounding percentages may not total 100.00%

Condensed Statement of Net Position – Governmental Funds

	FY2023	FY2024	FY2025
Total Assets	\$287,048,202	\$312,578,845	\$327,848,528
Less Total Liabilities	\$172,760,514	\$165,740,589	\$157,640,537
Less Net Deferred Inflows/Outflows	\$32,667,503	\$29,616,402	\$31,952,652
Net Assets	\$81,620,185	\$117,221,854	\$138,255,339

Historical Statement of Net Position – Governmental Funds



Condensed Balance Sheet – Governmental Funds

	2023	2024	2025
Assets			
Cash	\$ 68,039,299	\$ 48,543,409	\$ 47,329,512
Receivables	4,073,580	5,296,764	8,128,433
Succeeding Year	34,575,474	35,179,583	35,932,100
Inventories	19,373	28,037	18,598
Total Assets	106,707,726	89,047,793	91,408,643
Liabilities/Inflows/Balance			
Liabilities			
Accounts Payable	4,707,780	2,389,606	1,642,649
Salaries/Benefits Payable	7,271,393	7,414,482	7,392,852
Total Liabilities	11,979,173	9,804,088	9,035,501
Deferred Inflows	35,163,505	35,937,294	37,088,153
Fund Balance			
Nonspendable	19,373	28,037	18,598
Restricted	49,043,519	30,848,847	31,581,227
Unassigned	10,502,156	12,429,527	13,685,164
Total Fund Balance	59,565,048	43,306,411	45,284,989
Liabilities/Inflows/Balance	\$ 106,707,726	\$ 89,047,793	\$ 91,408,643

Statement of Net Position – Proprietary Funds

	School Nutrition	Coffee Shop	Total
Current Assets			
Cash	\$ 3,783,761	\$ 39,759	\$ 3,823,520
Receivables	50	-	50
Inventories	53,665	-	53,665
<i>Total Current Assets</i>	<i>3,837,476</i>	<i>39,759</i>	<i>3,877,235</i>
Noncurrent Assets			
Capital Assets, net of accumulated depreciation	102,587	-	102,587
Total Assets	3,940,063	39,759	3,979,822
Deferred Pension Related Outflows			
	120,047	-	120,047
Current Liabilities			
Accounts Payable	117,195	-	117,195
Accrued expenses	323,620	-	323,620
<i>Total Current Liabilities</i>	<i>440,815</i>	<i>-</i>	<i>440,815</i>
Noncurrent Pension Liability			
	349,448	-	349,448
Total Liabilities	790,263	-	790,263
Deferred Pension Related Inflows			
	17,057	-	17,057
Net Position			
Invested in capital assets	102,587	-	102,587
Unrestricted	3,150,203	39,759	3,189,962
Total net position	\$ 3,252,790	\$ 39,759	\$ 3,292,549

Debt

	Balance 6/30/2023	Balance 6/30/2024	Balance 6/30/2025	Due Within 1 Year
Government Activities				
General Obligation Bonds				
Bonds Payable	\$ 91,425,000	\$ 87,475,000	\$ 83,390,000	\$ 4,225,000
Bonds Payable Premium	729,693	676,566	623,439	53,127
Total G.O. Bonds	92,154,693	88,151,566	84,013,439	4,278,127
Total Revenue Bonds	45,825,000	42,870,000	39,795,000	3,100,000
Total Bonds	\$ 137,979,693	\$ 131,021,566	\$ 123,808,439	\$ 7,378,127
Other Liabilities				
Compensated Absences	\$ 240,798	\$ 4,815,133	\$ 4,988,353	\$ 215,027
Net OPEB Liability	2,662,018	2,430,149	2,363,747	-
Total Other Liabilities	2,902,816	7,245,282	7,352,100	215,027
Long-term Debt less Pension	140,882,509	138,266,848	131,160,539	7,593,154
Net Pension Liability	19,539,166	21,929,749	17,122,951	-
Total Gov't Long-term Debt	\$ 160,421,675	\$ 160,196,597	\$ 148,283,490	\$ 7,593,154
Business Type Activities				
NPL & Comp. Absences	\$ 398,759	\$ 447,546	\$ 620,111	2,773
Grand Total – Government & Business Type Activities	\$ 160,820,434	\$ 160,644,143	\$ 148,903,601	\$ 7,595,927

Component Unit

- District component unit (Cedar Falls Schools Foundation) activities are included.

Net Position – July 1, 2024		\$ 8,047,584
Income		
Contributions/Restricted Income	1,193,095	
Other Income	117,288	
Investment Income	735,256	
Total Available		<u>2,045,639</u> 10,093,223
Expenses		<u>3,318,752</u>
Net Position – June 30, 2025		<u>\$ 6,774,471</u>

Part I: Summary of the Independent Auditors' Results

- a. Unmodified opinion was issued on the financial statements prepared in accordance with U.S. generally accepted accounting principals.
- b. The audit did not disclose any significant deficiencies in internal controls over financial reporting.
- c. The audit did not disclose any non-compliance which is material to the financial statements.
- d. The audit did not disclose any significant deficiencies in internal control over major programs.

Part I: Summary of the Independent Auditors' Results

- e. An unmodified opinion was issued on compliance with requirements applicable to each major program
- f. The audit did not disclose any findings which were required to be reported in accordance with the Uniform Guidance, Section 200.515.
- g. Major programs were as follows:
 - Child Nutrition Cluster
 - Title 1
- h. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
- i. Cedar Falls Community School **did qualify** as a low-risk auditee.

Part II: Findings Related to the Financial Statements

Instances of Non-Compliance

No matters were noted.

Internal Control Deficiencies:

No matters were noted.

Part III: Findings and Questioned Costs for Federal Awards

Instances of Non-Compliance

No matters were noted.

Internal Control Deficiencies:

No matters were noted.

Part IV: Other Findings Related to Required Statutory Reporting

- A. Certified Budget – Expenditures for the year ending June 30, 2025 exceeded the amended certified budget amounts in the non-instructional expense function.
- B. No expenditures we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.
- C. No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.
- D. No business transactions between the District and District officials or employees were noted.

Part IV: Other Findings Related to Required Statutory Reporting

- E. No transactions were noted between the District, District officials or District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.
- F. Surety bond coverage of District officials and employees is in accordance with statutory provisions.
- G. No transactions requiring Board approval which had not been approved by the Board were noted.
- H. No variances in the basic enrollment data certified to the Iowa Department of Education were noted.
- I. No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

Part IV: Other Findings Related to Required Statutory Reporting

- J. No instances of non-compliance with the deposit and investment provisions of Chapter 12B & Chapter 12C of the Code of Iowa and District investment policy were noted.
- K. Certified Annual Report was filed with the Department of Education timely with no significant deficiencies in the amounts reported.
- L. No instances of categorical funding used to supplant rather than supplement other funds.

Part IV: Other Findings Related to Required Statutory Reporting

M. No instances of non-compliance with the use of Statewide Sales and Service Tax revenue provisions of Chapter 423F of the Code of Iowa were noted.

Summary of Standard Letter to Board/Audit Committee

- A. District adopted GASB No. 101 Compensated Absences during FY25.
- B. Accounting estimate included in financial statements: management's estimate of depreciation based on lives/methods.
- C. No difficulties encountered in performing the audit. Accounting department was very well prepared and knowledgeable.
- D. Adjustments to financial statements during the audit: GASB 68 IPERS, GASB 75 OPEB, capital asset activity, compensated absences restatement.
- E. No disagreements with management.
- F. Management consultations with other accountants: prior auditors consultation/communication.
- G. No other findings or issues. Noted good system of internal control, segregation of duties.

Thank you!