



ANNUAL COMPREHENSIVE FINANCIAL REPORT



LINN-MAR COMMUNITY SCHOOL DISTRICT
MARION, IOWA

FOR THE FISCAL YEAR ENDED
JUNE 30, 2024

issued by: Jon Galbraith,
Chief Financial Officer/
Chief Operating Officer

Annual Comprehensive Financial Report of the

Linn-Mar Community School District
Marion, Iowa

For the Fiscal Year Ended June 30, 2024

Official Issuing Report
Jon Galbraith, Chief Financial Officer

Office Issuing Report
Business Office

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Amy Kortemeyer
Superintendent

Nathan Wear
Associate Superintendent/Chief
Academic Officer

Jon Galbraith
Chief Financial Officer/Chief
Operating Officer

Melissa Frick
Executive Director of
Student Services

Karla Christian
Chief HR Officer/Executive
Director of Communications

Jeri Ramos
Chief Officer of
Technology Services

Katie Lowe-Lancaster
President
Board of Education

Inspire Learning. **Unlock Potential. Empower Achievement.**

December 12, 2024

Members of the Board of Education,
and the Citizens of Linn-Mar Community School District
Marion, Iowa

We are pleased to submit to you the Annual Comprehensive Financial Report of the Linn-Mar Community School District for the fiscal year ending June 30, 2024. This report has been prepared to conform to the guidelines recommended by the Association of School Business Officials International.

MANAGEMENT RESPONSIBILITY

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed information is fairly stated in all material respects and is presented in a manner which sets forth the financial position and results of the operations of the governmental activities, business-type activities, each major fund and aggregate of the remaining funds of the District in accordance with generally accepted accounting principles, (GAAP). It includes all funds of the entire District. The District is not included in any other reporting entity, nor are other entities included within this report. All disclosures necessary to enable a reader to gain maximum understanding of the District's financial activities have been included.

ACFR

The 2024 Annual Comprehensive Financial Report is presented in four sections: Introductory, Financial, Statistical and Internal Controls and Compliance.

Introductory Section- This section includes a transmittal letter, economic outlook of the community, the District's accomplishments, the Certificate of Excellence in Financial Reporting for the year ended June 30, 2024, the District's Team Leadership Network and a list of the Board of Directors and District Officials.

Financial Section- The School District's financial statements and schedules are presented in accordance with the financial reporting pyramid set forth by the Governmental Accounting Standards Board. This section includes the independent auditor's report, Management's Discussion and Analysis (MD&A), audited basic financial statements, required supplementary information and combining and individual fund statements and schedules. The audited basic financial statements provide both an overview and a broad long-term perspective of the School District as a whole in the government-wide financial statements. The MD&A is provided by management as a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Statistical Section- This section includes selective financial, economic and demographic information, generally presented on a multi-year basis for comparison.

Compliance Section- This section includes audit reports relating to the Board's single audit over internal control, federal and state awards, Schedule of Expenditures of Federal and State Awards.

Linn-Mar Community School District

This report includes all funds of the Linn-Mar Community School District. The District provides a full range of services including instructional, administrative, transportation, food service, maintenance of sites and facilities, custodial, clerical and extra- and co-curricular activities.

The District is governed by a seven-member elected Board of Education. Board terms are four years with school elections held in November of odd numbered years. The Board of Directors is a policymaking and planning body whose decisions are carried out by school administrators.

The Linn-Mar Community School District is located in Linn County in east central Iowa. The District includes portions of the Cities of Cedar Rapids, Marion and Robins, as well as unincorporated land in northern Linn County. The District originated in 1948 as Marion Rural Independent School District and became the Marion Rural Community School District under the Community School Reorganization Act adopted in 1955. It operated under this name from 1955 to 1963 when its name was changed to Linn-Mar Community School District. The District is currently the 12th largest of Iowa's 325 public school systems. The certified enrollment taken on October 1, 2024, was approximately 7,494 students.

The District operates one high school, two middle schools, two intermediate buildings, seven elementary schools, an alternative High School Program, a special education transition program, a home school assistance program and an early childhood preschool program. The District provides a full range of educational services appropriate to students in early childhood and preschool through grade twelve. These services include basic, regular and enriched academic education; special education for children with special needs; vocational-technical education; and numerous individualized programs such as specialized instruction for students at-risk and for limited English-speaking students.

In addition to a strong PK-12 educational program, the District works with Kirkwood Community College to offer courses for qualified high school students and a community education program for adult learners.

The District is supported financially by state aid, property taxes, state and federal grants for special projects, local revenue received for tuition and other services, and a state-wide one percent sales tax.

Economic Condition and Outlook

Linn-Mar Community School District is located in the Cedar Rapids Metropolitan Service Area (MSA). The District covers 64 square miles and encompasses the north part of the city of Marion and the NE portion of the city of Cedar Rapids. Major economic features of the Cedar Rapids Metropolitan Service Area include business, medical, recreational, educational, and cultural services.

Collins Aerospace (formerly Rockwell Collins) is the largest employer, not only in the Linn-Mar District, but in the Cedar Rapids metro area, employing approximately 8,000 people in the Cedar Rapids/Iowa City area. Collins produces advanced communications and aviation electronics for both government and commercial customers. The company is a leading supplier of commercial and military aviation electronics and communications systems.

Unemployment rates in the MSA Corridor has raised to 3.70% from 3.00% in 2023. The City of Marion continues to grow as does the City of Cedar Rapids. The District's total taxable valuation for assessment year 2022 is approximately \$2.6 billion.

The District's facilities are in good condition. The oldest building, which opened in 1948 and has several additions, was repurposed in 2010 to house the central administrative offices, the district's alternative HS program, and the district's home school assistance program. Four facilities were initially built between 1959 and 1968. Each has had several additions over the years. Five school sites were built between 1995 and 2010 and have also had several additions and/or renovations. Two new intermediate buildings were opened in the Fall of 2020 to serve fifth and sixth grade students. In addition to school sites, the district has a Transportation and Operations & Maintenance facility that was completed in 2010 and an Aquatic Center that opened in 2013. Currently a new administration building is under construction, slated to open in the fall of 2024.

The financial solvency ratio of the District measures movement and distribution of current assets. The financial solvency ratio represents a school district's year-end position after payment of all current and outstanding or accrued liabilities. Iowa Association of School Boards recommends a target solvency ratio within a range of 7% to 17%. Since fiscal year 2010 up until fiscal year 2022 the District has maintained a solvency ratio within this defined range. The current solvency ratio is 6.34%, which is a decrease from 6.42% during 2022-23. This decrease is in part due to not receiving expected grant revenue from the State's TPRA Grant and a decrease in Medicaid revenue.

State revenues make up over fifty percent of the District's general fund budget. The State set the supplemental state aid growth rate at 2.50% for the 2024 fiscal year. Future supplemental state aid beyond fiscal year 2024 is not known. Even through the pandemic the State of Iowa has reported strong state dollar surpluses, so the District is hopeful funding for schools will be adequate. The District will thoughtfully plan its budget in order to regain a solvency ratio and unspent balance ratio that is within the target range of 7% to 17%.

District Major Initiative and Achievements

The staff, board, students, and community members are to be commended for the 2023-2024 school year. Some of the many accomplishments for the year include:

- Many staff member s received local, regional, state and national recognition from various professional and community organizations for the dedicated work in educating our youth.
- The District saw success in literacy and math scores tied to new curriculum for students in grades K-8. Our 6th-8th grade scores were the highest over the past five years.
- The District was recognized for its continued excellence in financial reporting with the receipt of the District's seventeenth consecutive Certificate of Excellence in Financial Reporting award for the 2022-2023 Annual Comprehensive Financial Report (ACFR).

All of the dedicated work that went into these initiatives and achievements had one main focus: supporting the learning of the District's students. For the 2023-2024 school year, the students, as a group, continued to perform at a high level. The following are a few indicators:

- Student achievement exceeded the state average in reading and math as measured on the Iowa Statewide Assessment of Student Progress.
- 688 Advance Placement exams were taken with 88.45% of Linn-Mar students scoring 3 or higher. Linn-Mar High School also received AP Honor Roll- Bronze for AP testing.
- The Class of 2024 had 5 National Merit Finalist (and semi-finalists).
- Linn-Mar students continue to score higher than both the state and national averages of students that complete the ACT assessment. The 23-24 Linn-Mar Community School District composite ACT score was 23.7 with 392 students taking the assessments.

Financial Information

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. All internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's governing body. Activities of the General Fund, Special Revenue Funds, Enterprise Fund, Debt Service Fund and Capital Projects Fund are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established by function and encompasses all fund types. To facilitate the monitoring of the legal provisions, and to provide more complete information to interested parties the District prepares a more detailed budget for each fund. The following information reflects the comprehensive budget for these individual funds rather than demonstrating compliance at the legal level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Independent Audit

State law and District policy require an annual audit to be made of the books of account, financial records and transactions of all funds of the District by a Certified Public Accountant selected by the Board of Directors of the District. The District has complied with this requirement. The report of the District's independent accountants, Bohnsack & Frommelt, LLP, appears in this report. Their audit of the basic financial statements was performed in accordance with auditing standards generally accepted in the

United State of America and, accordingly, included a review of the District's system of budgetary and accounting controls.

Certificate of Excellence in Financial Reporting

The Association of School Business Officials International (ASBO), awards a Certificate of Excellence in Financial Reporting. This certificate is a prestigious national award recognizing conformance with the highest standards for preparation of government financial reports.

In order to be eligible to receive the Certificate, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, (ACFR) whose contents conform to program standards. Such ACFR must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

This Certificate is valid for a period of one year only. The District believes that the current ACFR conforms to the requirements for the Certificate of Excellence and therefore, is submitting to ASBO to determine its eligibility for the Certificate.

Acknowledgements

The publication of this report is a major step toward the commitment to professionalism in financial reporting and significantly increases the accountability of the District to the taxpayers. This would not have been possible without the help of several people. We would like to express our appreciation to all District, City and County employees who assisted in the preparation of this report.

Finally, sincere appreciation is extended to the Board of Education, where commitment to excellence begins. It is with great pleasure that this year's Annual Comprehensive Financial Report is submitted to the Board of Education.



Jonathan Galbraith
Chief Financial Officer
Chief Operating Officer



Amy Kortemeyer
Superintendent of Schools



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Linn-Mar Community School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2023.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director

Linn-Mar Community School District



Board of Directors

**Superintendent -
Amy Kortemeyer**

**Bob Read -
Associate
Superintendent
Elementary Level**

**Director of
Elementary
Teaching & Learning**

**Elementary
Principals,
School Facilitators,
and Staff**

**Teacher Leadership
Staff**

**Nathan Wear -
Associate
Superintendent
Secondary Level**

**Director of
Middle School
Teaching & Learning**

**Director of
High School
Teaching & Learning**

**Secondary
Principals, Associate
Principals,
and Staff**

**English Language
Learners Staff**

Athletic Directors

**Aquatics Center
Manager & Staff**

**Melissa Frick -
Exec Director of
Student Services**

**Associate
Directors of
Student Services**

**Student Assistance
Staff**

**Success Center
Staff**

**Early Childhood
Staff**

Nursing Staff

**Karla Christian -
Chief Officer of
Human Resources**

**Human Resources
Staff**

**Communications &
Media Staff**

**Community
Services
Coordinator**

**Jeri Ramos -
Chief Technology
Officer**

**Technology
Services Staff**

**Jonathan Galbraith -
Chief Financial &
Operating Officer**

**Business Services
Manager & Staff**

**Payroll/Benefits
Manager & Staff**

**Nutrition Services
Manager & Staff**

**Operations &
Maintenance
Manager & Staff**

**Transportation
Manager & Staff**

2023-24 Organizational Chart

Linn-Mar Community School District

Board of Education and School District Officials
Year Ended June 30, 2024

Name	Title	Term Expires
Board of Education		
Katie Lowe Lancaster	President	2027
Barry Buchholz	Vice President	2027
Justin Foss	Board Member	2027
Midhat Mansoor	Board Member	2025
Brittania Morey	Board Member	2027
Laura Thomas	Board Member	2025
Melissa Walker	Board Member	2025
School District Officials		
Amy Kortemeyer	Superintendent	2024
Jon Galbraith	Chief Operating Officer/ Chief Financial Officer	2024
Terry Abernathy	Attorney	Indefinite
Simmons, Perrine, Moyer & Bergman, P.C.	Attorney	Indefinite
Ahlers & Cooney, P.C.	Attorney	Indefinite
Lynch Dallas	Attorney	Indefinite



Independent Auditor's Report

To the Board of Education
Linn-Mar Community School District
Marion, Iowa

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Linn-Mar Community School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Linn-Mar Community School District, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof 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 the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Linn-Mar Community School 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 the 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 Linn-Mar Community School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement 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 Linn-Mar Community School 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 Linn-Mar Community School District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of changes in the District's total OPEB liability and related ratios, and schedule of the District's proportionate share of the net pension liability and schedule of District contributions on pages 4-15 and 55-64 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Linn-Mar Community School District's basic financial statements. The supplementary information, as listed in the table of contents and 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* (Uniform Guidance), are 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2024, on our consideration of the Linn-Mar Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Linn-Mar Community School 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 Linn-Mar Community School District's internal control over financial reporting and compliance.

Bohnsack & Frommelt LLP

Moline, Illinois
December 12, 2024



Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Linn-Mar Community School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2024. We encourage readers to consider this information in conjunction with the District's financial statements, which follow:

2023-24 Financial Highlights

- The District's net position for governmental activities was \$97,522,113 at June 30, 2024, compared to \$87,329,174 at June 30, 2023 represented an increase of \$10,192,939 or 11.67 percent.
- The District's net position for business-type activities was \$3,461,613 at June 30, 2024 compared to \$3,428,544 at June 30, 2023, an increase of \$33,069 or 0.96 percent.
- At the end of fiscal year 2024, the total of assigned and unassigned fund balances in the General Fund was \$6,386,751 or 6.10 percent of total General Fund revenues compared to prior year's total balance of \$6,402,633 or 6.42 percent of total General Fund revenues.
- The District's long-term bonded debt and capital loan notes increased \$6,275,866 due to the issuance of \$16,365,000 revenue bonds.

Using this Annual Report

The annual report consists of a series of financial statements and other information, as follows:

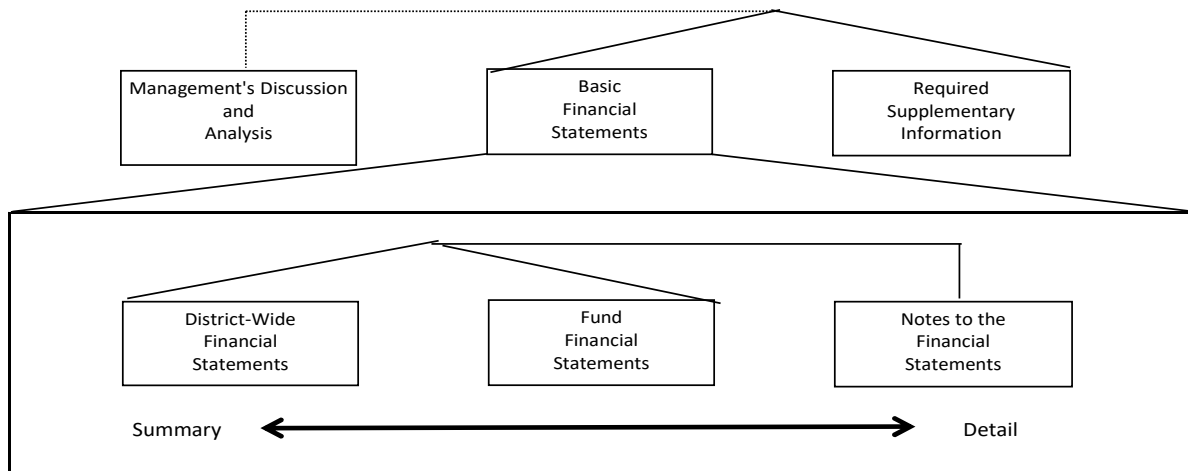
- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the District's financial activities.
- The government-wide financial statements consist of a Statement of Net Position and a Statement of Activities. These provide information about the activities of Linn-Mar Community School District as a whole and present an overall view of the District's finances.
- The fund financial statements tell how governmental services were financed in the short-term as well as what remains for future spending. Fund financial statements report the District's operations in more detail than the government-wide statements by providing information about the most significant funds.
- Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.
- Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year and information regarding the District's retiree health plan and pension plan.
- Other supplementary information provides detailed information about the nonmajor governmental funds and nonmajor enterprise funds.

Linn-Mar Community School District

**Management's Discussion and Analysis
Year Ended June 30, 2024**

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

Figure A-1
Linn-Mar Community School District



Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

Figure A-2 Major Features of the Government-Wide and Fund Financial Statements				
Government-Wide Statements		Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: school nutrition and internal service fund	Instances in which the District administers resources on behalf of someone else, such as scholarship programs, reunion moneys and funds for District employee purchases of pop, etc.
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures and changes in fund balances	Statement of net position Statement of revenues, expenses and changes in net position Statement of cash flows	Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Reporting the District's Financial Activity

Government-Wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets and deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base and condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are divided into two categories:

Governmental activities: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state aid finance most of these activities.

Business-type activities: The District charges fees to help it cover the costs of certain services it provides. The District's food service program, aquatic center and ROAR store activities would be included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes, (such as repaying its long-term debts) or to show that it is properly using certain revenues, (such as federal grants).

The District has two kinds of funds:

- 1) **Governmental Funds:** Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the Government-wide statements, additional information in the notes to financial statements explains the relationship (or differences) between them.
- 2) **Proprietary funds:** Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the Government-wide financial statements. The District's Enterprise Funds (one type of proprietary fund) are the same as its business-type activities but provides more detail and additional information, such as cash flows.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Reconciliations between the government-wide financial statements and the governmental fund financial statements follow the governmental fund financial statements.

Government-Wide Financial Analysis

Net position is an indicator of the fiscal health of the District. The District's net position increased by 11.0 percent, increasing from a net position of \$90,757,718 at June 30, 2023, to \$100,983,726 at June 30, 2024. Figure A-3 below provides a summary of the District's net position as of June 30, 2024 compared to June 30, 2023.

Figure A-3 Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023-24
Current and other assets	\$ 109,727,094	\$ 98,007,226	\$ 3,664,823	\$ 3,640,076	\$ 113,391,917	\$ 101,647,302	12%
Capital assets	211,212,209	204,263,308	707,887	825,140	211,920,096	205,088,448	3%
Total assets	320,939,303	302,270,534	4,372,710	4,465,216	325,312,013	306,735,750	6%
Deferred outflows of resources	14,510,743	9,739,442	395,148	323,009	14,905,891	10,062,451	48%
Long-term obligations	170,071,933	157,146,699	1,074,081	1,061,219	171,146,014	158,207,918	8%
Other liabilities	17,541,977	16,347,771	181,870	196,721	17,723,847	16,544,492	7%
Total liabilities	187,613,910	173,494,470	1,255,951	1,257,940	188,869,861	174,752,410	8%
Deferred inflows of resources	50,314,023	50,521,332	50,294	101,741	50,364,317	50,623,073	-1%
Net position:							
Net investment in capital assets	97,922,225	95,530,955	707,887	825,140	98,630,112	96,356,095	2%
Restricted	20,612,776	14,846,661	-	-	20,612,776	14,846,661	39%
Unrestricted	(21,012,888)	(23,048,442)	2,753,726	2,603,404	(18,259,162)	(20,445,038)	11%
Total net position	\$ 97,522,113	\$ 87,329,174	\$ 3,461,613	\$ 3,428,544	\$ 100,983,726	\$ 90,757,718	11%

Net investment in capital assets, such as land, buildings, machinery and equipment, less any outstanding debt used to acquire those assets is \$98,630,112. These assets are considered non-spendable since they represent capital assets used to provide services to students. The resources needed to pay the obligations from the debt related to these assets must be provided from other resources. \$20,612,776 of net position has some external restrictions on how the funds may be used. The deficit remaining balance of (\$18,259,162) represents unrestricted net position. Unrestricted net position remains at a deficit net position due to the District's net pension liability and other postemployment benefit liability.

As mentioned before, restricted net position represents resources that are subject to external restrictions such as enabling legislation or constitutional provisions. The District's restricted net position increased \$5,766,115, or 39 percent from the prior year. The increase is due to District issuing revenue bonds in the current year. Unspent bond proceeds as of June 30, 2024 were \$18,680,340.

Unrestricted net position represents the assets that can be used to finance day-to-day operations without constraints established by debt restrictions, enabling legislation or other legal binding requirements. Unrestricted net position increased \$2,185,876 or 11%.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

The following figure shows changes in net position for the year ended June 30, 2024, compared to the year ended June 30, 2023.

Figure A-4 Changes in Net Position From Operating Results

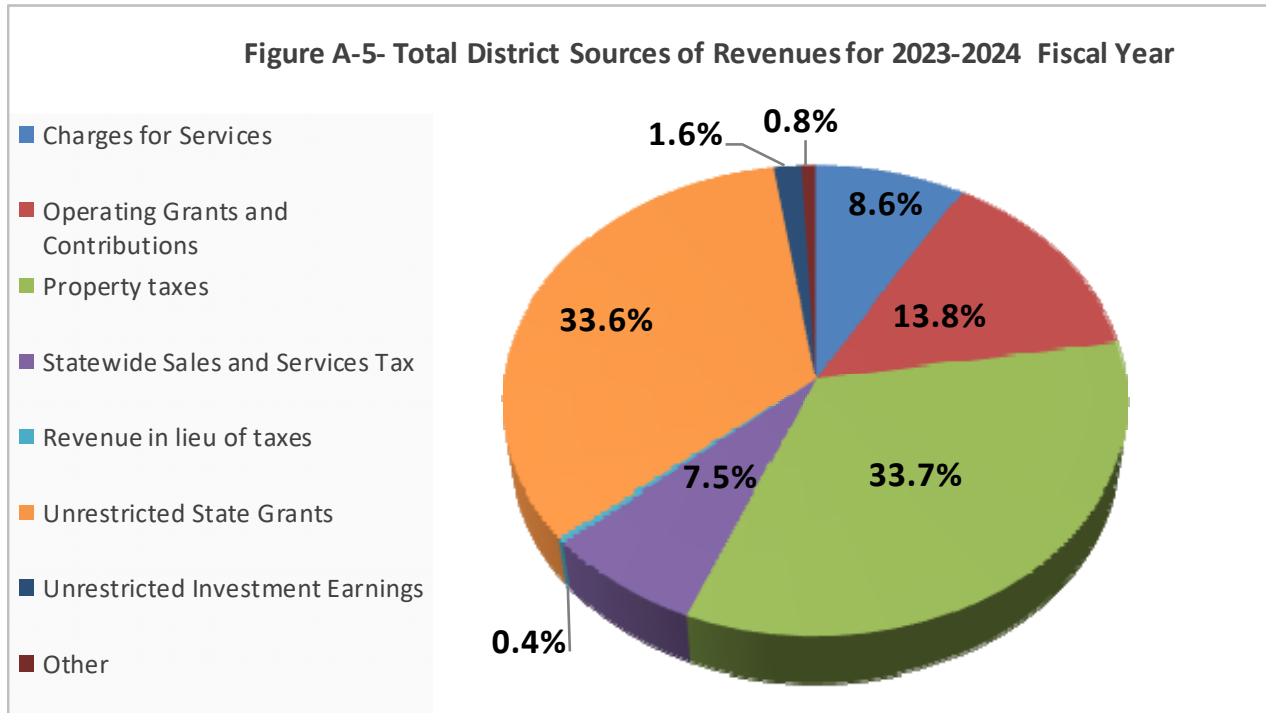
	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023-24
Revenues:							
Program revenues:							
Charges for services	\$ 8,936,819	\$ 9,203,794	\$ 2,582,519	\$ 2,570,382	\$ 11,519,338	\$ 11,774,176	-2.2%
Operating grants, contributions and restricted interest	16,799,747	19,082,722	1,838,796	2,353,625	18,638,543	21,436,347	-13.1%
Capital grants, contributions and restricted interest	-	-	-	-	-	-	0.0%
General revenues:							
Property taxes	45,409,602	42,702,565	-	-	45,409,602	42,702,565	6.3%
Revenue in lieu of taxes	497,309	8,386	-	-	497,309	8,386	5830.2%
Statewide sales and services tax	10,124,583	9,101,935	-	-	10,124,583	9,101,935	11.2%
Unrestricted state grants	45,227,773	42,968,413	-	-	45,227,773	42,968,413	5.3%
Unrestricted investment earnings	2,044,393	883,704	97,107	35,590	2,141,500	919,294	133.0%
Gain on sale of capital assets	40,297	38,123	-	-	40,297	38,123	5.7%
Other	1,039,312	256,319	-	-	1,039,312	256,319	305.5%
Total revenues	130,119,835	124,245,961	4,518,422	4,959,597	134,638,257	129,205,558	4.2%
Expenses:							
Instruction	71,398,406	68,265,783	-	-	71,398,406	68,265,783	4.6%
Support services	33,580,524	33,325,918	405,877	356,361	33,986,401	33,682,279	0.9%
Noninstructional programs	102,175	95,816	4,035,142	3,997,776	4,137,317	4,093,592	1.1%
Other	14,845,791	13,781,380	44,334	35,497	14,890,125	13,816,877	7.8%
Total expenses	119,926,896	115,468,897	4,485,353	4,389,634	124,412,249	119,858,531	3.8%
Change in net position	10,192,939	8,777,064	33,069	569,963	10,226,008	9,347,027	9.4%
Net position, beginning	87,329,174	78,552,110	3,428,544	2,858,581	90,757,718	81,410,691	
Net position, ending	\$ 97,522,113	\$ 87,329,174	\$ 3,461,613	\$ 3,428,544	\$ 100,983,726	\$ 90,757,718	

During fiscal year 2024, property tax, excise taxes, revenue in lieu of taxes, statewide sales and services tax, and unrestricted state grants accounted for 77.8 percent of governmental activities revenue while charges for service, operating grants, contributions and restricted interest and investment earnings accounted for all of business type activities revenue.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

The District as a whole experienced a 4.2 percent increase in revenue while experiencing a 3.8 percent increase in expenses. The District's total revenue was \$134,638,257 of which \$130,119,835 was for governmental activities, while the remaining \$4,518,422 was for business-type activities. Property taxes and unrestricted state grants account for most of the District's revenue, with each contributing approximately 33 percent of the total revenue. (See figure A-5).

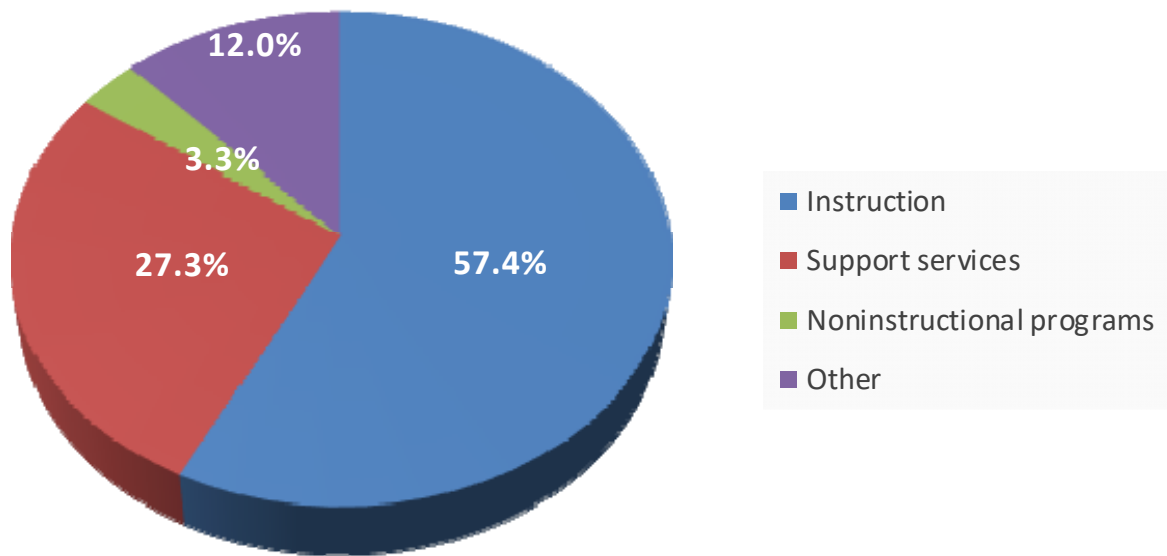


Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

The total cost for all programs and services increased 3.8 percent to \$124,412,249. The District's total expenses are listed in Figure A-6. The chart shows that the majority of the District's expenses (85 percent) are devoted to instruction and support services.

Figure A-6- Total District Expenses for 2023-2024 Fiscal Year



Governmental Activities

Revenues for the District's governmental activities increased \$5,873,874 or 4.7 percent, while expenses increased \$4,457,999 or 3.9 percent. The increase in revenues can be attributed to the increase in general revenue sources due to increased assessed valuation, higher interest rates, supplemental state aid of 3.0 percent, and insurance recoveries. These increases offset the decreases in program revenue as a result of the COVID-19 funding expiring.

The District experienced a \$4,457,999 increase in governmental activities expenses primarily due to the increase in special education tuition, insurance, and salary and benefits.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Figure A-7 presents the total and net cost of the District's four major governmental activities: instruction, support services, noninstructional programs and other expenses, for the year ended June 30, 2024 compared to the year ended June 30, 2023.

Figure A-7 Net Cost of Governmental Activities

	Total Cost of Services		Percentage	Net Cost of Services		Percentage
	2024	2023	Change 2023-24	2024	2023	Change 2023-24
Instruction	\$ 71,398,406	\$ 68,265,783	4.6%	\$ 50,015,192	\$ 47,442,374	5.4%
Support services	33,580,524	33,325,918	0.8%	33,120,855	29,619,666	11.8%
Non-instructional	102,175	95,816	6.6%	102,175	95,816	6.6%
Other	14,845,791	13,781,380	7.7%	10,952,108	10,024,525	9.3%
Total	\$ 119,926,896	\$ 115,468,897	3.9%	\$ 94,190,330	\$ 87,182,381	8.0%

For the year ended June 30, 2024:

- The cost financed of all governmental activities this year was approximately \$119,926,896.
- The cost financed by users of the District's programs was \$8,936,819.
- Federal and state governments subsidized certain programs with grants and contributions as well as contributions from local sources totaling approximately \$16,799,747.
- The net cost of governmental activities was financed with \$45,409,602 in property tax, \$497,309 revenue in lieu of taxes, \$10,124,583 in statewide sales, services and use tax, \$45,227,773 in unrestricted state grants and \$3,124,002 in unrestricted interest, gain on sale of capital assets and other income.

Business-Type Activities

Revenues of the District's business type activities decreased by 8.9 percent to \$4,518,422 while expenses increased by 2.2 percent to \$4,485,353 (Refer to Figure A-4). The School Nutrition Fund, Aquatic Center Fund and ROAR Store Fund are the District's three business-type activities. The revenues in these three funds can be broken down into three main categories; charges for service, federal and state reimbursements and investment income. The decrease in revenue is due to the decrease in federal grants.

The District's business type activities net position increased from \$3,428,544 at June 30, 2023 to \$3,461,613 at June 30, 2024, an increase of \$33,069 or 1 percent.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Governmental Fund Highlights

At the end of fiscal year 2024, the District's governmental funds reported combined ending fund balances of \$43,355,761, an increase of \$7,820,088 from the prior year. A closer look at each individual major governmental fund reveals the following:

- The General Fund balance increased from \$7,069,549 on June 30, 2023, to \$7,091,954 on June 30, 2024. General Fund revenues increased from the prior year by \$4,904,857. General Fund expenditures decreased by \$296,412. Property tax revenues increased \$3,549,623 due to increased assessed valuation and an increase in tax rates. The District maintained expenditures. The District experienced a reduction in fund balance of approximately \$5 million in the prior year.
- The Capital Projects Fund balance increased from \$24,832,805 on June 30, 2023 to \$32,664,955 on June 30, 2024. The increase in overall Capital Projects Fund balance can be attributed to the issuance of \$16,365,000 revenue bonds.
- The Debt Service Fund balance increased from \$347,991 on June 30, 2023, to \$542,598 on June 30, 2024. Principal and interest requirements were approximately \$14.7 million in fiscal year 2024.

Proprietary Fund Highlights

The District's proprietary fund expenses exceeded operating revenues. At the close of fiscal year 2024, expenses exceeded revenues by \$1,902,834. Total operating expenses increased from \$4,389,634 in 2023 to \$4,485,353 in 2024 primarily due to an increase in salaries and benefits and the cost of nutrition program supplies. Operating revenues increased from \$2,570,382 in 2023 to \$2,582,519 in 2024.

Budgetary Highlights

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds. Although the budget document presents functional area expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not at the fund or fund type level. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared according to U.S. Generally Accepted Accounting Principles.

A schedule showing the original and final budget amounts compared to the District's actual financial activity is included in the required supplementary information section of this report. Since the District does not adopt a budget for individual funds, budgets for the General Fund and major Special Revenue Funds are not presented in the budgetary comparison.

The District's total actual revenues were \$1,241,976 more than budgeted revenues, a variance of 0.9 percent from final budgeted amounts due to receiving more in state funding as a result of the state increasing the foundation and categorical funding.

By April 15th of each year, the budget must be adopted by the Board of Directors for the fiscal year beginning July 1 through June 30, which immediately follows. Because there are a number of unknowns at that time, such as State revenue allocations, insurance premiums, negotiated employee contracts, enrollment increase, and construction project invoicing, the District has the ability to amend its budget before May 31st of each year. The District had one amendment which increased budgeted expenditures by \$9,100,000. The District actual expenditures were less than the final amended budget by \$4,722,237.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Capital Asset Administration

By the end of fiscal year 2024, the District had invested, net of depreciation, \$211,920,096 in various capital assets including land, buildings, vehicles, equipment, and information technology (See Figure A-8). This amount represents a net increase of \$6,831,648 or 3.3 percent over the previous fiscal year. Additions in the current year were primarily building remodeling and roofing projects.

Figure A-8 Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change 2023-24
	2024	2023	2024	2023	2024	2023	
Land	\$ 8,499,293	\$ 8,499,293	\$ -	\$ -	\$ 8,499,293	\$ 8,499,293	0.0%
Construction in progress	15,172,661	2,980,349	-	-	15,172,661	2,980,349	409.1%
Buildings	168,685,772	173,194,187	-	-	168,685,772	173,194,187	-2.6%
Land improvements	13,272,813	14,032,548	-	-	13,272,813	14,032,548	-5.4%
Machinery and equipment	4,485,629	5,172,419	702,104	816,052	5,187,733	5,988,471	-13.4%
Intangible right-to-use lease building	236,390	306,181	-	-	236,390	306,181	-22.8%
Intangible right-to-use lease equipment	667,089	59,433	-	-	667,089	59,433	1022.4%
Intangible right-to-use IT subscription	192,562	18,898	5,783	9,088	198,345	27,986	608.7%
Total	\$211,212,209	\$204,263,308	\$ 707,887	\$ 825,140	\$ 211,920,096	\$ 205,088,448	3.3%

More detailed information on capital asset activity can be found in Note 5 to the basic financial statements.

Long-Term Liabilities

At year end, the District had \$171,146,014 in long-term obligations, an increase of \$12,273,096 from the previous fiscal year. \$10,749,385 of the District's long-term debt is due within one year.

Figure A-9 Outstanding Long-Term Obligations

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change 2023-24
	2024	2023	2024	2023	2024	2023	
General obligation bonds	60,695,000	63,805,000	-	-	60,695,000	63,805,000	-4.9%
Revenue bonds	61,280,000	50,725,000	-	-	61,280,000	50,725,000	20.8%
Capital loan notes	1,210,000	2,395,000	-	-	1,210,000	2,395,000	-49.5%
Bond premiums, net of amortization	5,504,847	5,488,981	-	-	5,504,847	5,488,981	0.3%
IT subscription obligation	-	-	3,304	6,531	3,304	6,531	100.0%
Lease obligation	925,193	383,870	-	-	925,193	383,870	141.0%
Compensated absences	108,826	24,454	-	-	108,826	24,454	345.0%
Termination benefits	1,107,500	665,000	-	-	1,107,500	665,000	100.0%
Net pension liability	34,329,233	29,875,482	938,111	934,659	35,267,344	30,810,141	14.5%
Net OPEB liability	4,911,334	4,448,912	132,666	120,029	5,044,000	4,568,941	10.4%
Total	\$170,071,933	\$157,811,699	\$ 1,074,081	\$ 1,061,219	\$ 171,146,014	\$ 158,872,918	7.7%

More detailed information on the District's long-term liabilities can be found in Note 6 to the basic financial statements.

Linn-Mar Community School District

Management's Discussion and Analysis Year Ended June 30, 2024

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future:

- On October 1, 2024, the District experienced a certified student enrollment decrease of approximately 118 students. The number of Educational Savings Accounts (ESAs) fund this year for resident students is 231.
- A nationwide labor shortage has made it increasingly difficult to retain and recruit qualified staff. Salaries and benefit expenditures are expected to increase at least by 3% due to the current state of inflation.
- Because of the current state of inflation, the cost of goods and services are on the rise and will impact a significant impact on our future budgets.
- American Recovery Funding resources received as a result of the pandemic were fully expended in FY2024. This will make it difficult to maintain the level of support given to our students to help with the recovery of learning loss due to the pandemic.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the office of the Business Administrator, Linn-Mar Community School District, 2999 10th Street, Marion, Iowa 52302.

BASIC FINANCIAL STATEMENTS



Linn-Mar Community School District

Statement of Net Position

June 30, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and pooled investments	\$ 47,923,970	\$ 3,648,286	51,572,256
Restricted cash and pooled investments	7,562,572	-	7,562,572
Receivables:			
Property tax:			
Delinquent	92,361	-	92,361
Succeeding year	48,366,311	-	48,366,311
Due from other governments	5,441,645	-	5,441,645
Accounts	221,362	1,568	222,930
Prepaid expenses	31,178	-	31,178
Leases	87,695	-	87,695
Inventories	-	14,969	14,969
Capital assets:			
Nondepreciable	23,671,954	-	23,671,954
Depreciable, net	187,540,255	707,887	188,248,142
Total assets	320,939,303	4,372,710	325,312,013
Deferred outflows of resources:			
OPEB related deferred outflows	1,384,522	36,450	1,420,972
Pension related deferred outflows	13,126,221	358,698	13,484,919
Total deferred outflows of resources	14,510,743	395,148	14,905,891

See Notes to Basic Financial Statements.

Liabilities

Accounts payable	7,122,453	4,093	7,126,546
Salaries and benefits payable	10,096,978	63,559	10,160,537
Accrued interest payable	322,546	-	322,546
Unearned revenue	-	114,218	114,218
Long-term liabilities:			
Portion due within one year:			
General obligation bonds payable	3,270,000	-	3,270,000
Revenue bonds payable	5,105,000	-	5,105,000
Capital loan note payable	1,210,000	-	1,210,000
Lease obligations	172,255	-	172,255
IT subscription obligation	-	3,304	3,304
Termination benefits	720,000	-	720,000
Compensated absences payable	108,826	-	108,826
Total OPEB liability	155,744	4,256	160,000
Portion due after one year:			
General obligation bonds payable, net premiums	60,551,482	-	60,551,482
Revenue bonds payable	58,553,365	-	58,553,365
Lease obligations	752,938	-	752,938
Net pension liability	34,329,233	938,111	35,267,344
Total OPEB liability	4,755,590	128,410	4,884,000
Termination benefits	387,500	-	387,500
Total liabilities	187,613,910	1,255,951	188,869,861

Deferred inflows of resources:

Succeeding year property tax	48,366,311	-	48,366,311
Leases	87,695	-	87,695
OPEB related deferred inflows	1,167,885	31,380	1,199,265
Pension related deferred inflows	692,132	18,914	711,046
Total deferred inflows of resources	50,314,023	50,294	50,364,317

Net Position

Net investment in capital assets	97,922,225	707,887	98,630,112
Restricted for:			
Categorical funding	674,025	-	674,025
Debt service	542,598	-	542,598
School infrastructure	9,559,544	-	9,559,544
Physical plant and equipment levy	6,780,355	-	6,780,355
Management levy	2,014,470	-	2,014,470
Student activities	1,004,117	-	1,004,117
Public education and recreation levy	37,667	-	37,667
Unrestricted	(21,012,888)	2,753,726	(18,259,162)
Total net position	\$ 97,522,113	\$ 3,461,613	\$ 100,983,726

Linn-Mar Community School District

Statement of Activities
Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Governmental activities:			
Instruction	\$ 71,398,406	\$ 8,652,781	\$ 12,730,433
Support services:			
Student services	3,984,167	338	-
Instructional staff	6,912,237	118,620	-
Administration services	10,186,890	20,867	-
Operation and maintenance of plant services	8,308,537	133,481	-
Student transportation	4,188,693	10,732	175,631
Total support services	33,580,524	284,038	175,631
Non-instructional programs:			
Food service operations	59,296	-	-
Community service operations	42,879	-	-
Total non-instructional programs	102,175	-	-
Long-term debt interest	4,145,182	-	-
Other expenses:			
AEA flowthrough	3,893,683	-	3,893,683
Depreciation (unallocated)*	6,806,926	-	-
Total other expenses	10,700,609	-	3,893,683
Total governmental activities	119,926,896	8,936,819	16,799,747
Business-type activities:			
School nutrition	4,035,142	2,127,255	1,838,796
Aquatic center	405,877	407,529	-
ROAR store	44,334	47,735	-
Total business-type activities	4,485,353	2,582,519	1,838,796
Total	\$ 124,412,249	\$ 11,519,338	\$ 18,638,543

General revenues:

- Property tax levied for:
 - General purposes
 - Capital outlay
 - Debt service
- Excise taxes
- Other taxes
- Revenue in lieu of taxes
- Statewide sales and services tax
- Unrestricted state grants
- Unrestricted investment earnings
- Insurance recoveries
- Gain on sale of capital assets
- Total general revenues**

Change in net position

Net position, beginning of year

Net position, end of year

* This amount excludes the depreciation included in the direct expenses of the various programs.
See Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Position				
Capital Grants and Contributions		Governmental Activities	Business-Type Activities	Total
\$	-	\$ (50,015,192)	\$ -	\$ (50,015,192)
	-	(3,983,829)	-	(3,983,829)
	-	(6,793,617)	-	(6,793,617)
	-	(10,166,023)	-	(10,166,023)
	-	(8,175,056)	-	(8,175,056)
	-	(4,002,330)	-	(4,002,330)
	-	(33,120,855)	-	(33,120,855)
	-	(59,296)	-	(59,296)
	-	(42,879)	-	(42,879)
	-	(102,175)	-	(102,175)
	-	(4,145,182)	-	(4,145,182)
	-	-	-	-
	-	(6,806,926)	-	(6,806,926)
	-	(6,806,926)	-	(6,806,926)
	-	(94,190,330)	-	(94,190,330)
	-	-	(69,091)	(69,091)
	-	-	1,652	1,652
	-	-	3,401	3,401
	-	-	(64,038)	(64,038)
\$	-	\$ (94,190,330)	\$ (64,038)	\$ (94,254,368)

35,649,364	-	35,649,364
4,361,108	-	4,361,108
5,399,130	-	5,399,130
161,783	-	161,783
85,302	-	85,302
497,309	-	497,309
10,124,583	-	10,124,583
45,227,773	-	45,227,773
2,044,393	97,107	2,141,500
792,227	-	792,227
40,297	-	40,297
104,383,269	97,107	104,480,376
10,192,939	33,069	10,226,008
87,329,174	3,428,544	90,757,718
\$ 97,522,113	\$ 3,461,613	\$ 100,983,726

Linn-Mar Community School District

**Balance Sheet
Governmental Funds
June 30, 2024**

	General	Capital Projects	Debt Service	Nonmajor	Total
Assets					
Cash and pooled investments	\$ 17,799,493	\$ 26,486,734	\$ 532,204	\$ 3,105,539	\$ 47,923,970
Restricted cash and pooled investments	-	7,562,572	-	-	7,562,572
Receivables:					
Property tax:					
Delinquent	68,765	8,880	10,994	3,722	92,361
Succeeding year	35,466,247	4,606,346	5,434,605	2,859,113	48,366,311
Due from other governments	4,505,815	931,610	-	4,220	5,441,645
Due from other funds	25,000	23,547	-	23,370	71,917
Accounts	27,640	6,896	-	186,826	221,362
Prepaid items	31,178	-	-	-	31,178
Leases	87,695	-	-	-	87,695
Total assets	\$ 58,011,833	\$ 39,626,585	\$ 5,977,803	\$ 6,182,790	\$ 109,799,011
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities:					
Accounts payable	\$ 4,586,468	\$ 2,355,284	\$ 600	\$ 180,101	\$ 7,122,453
Salaries and benefits payable	10,058,203	-	-	38,775	10,096,978
Due to other funds	23,370	-	-	48,547	71,917
Total liabilities	14,668,041	2,355,284	600	267,423	17,291,348
Deferred inflows of resources:					
Grants	697,896	-	-	-	697,896
Succeeding year property tax	35,466,247	4,606,346	5,434,605	2,859,113	48,366,311
Leases	87,695	-	-	-	87,695
Total deferred inflows of resources	36,251,838	4,606,346	5,434,605	2,859,113	49,151,902
Fund balances:					
Nonspendable	31,178	-	-	-	31,178
Restricted for:					
Categorical funding	674,025	-	-	-	674,025
Debt service	-	1,636,500	542,598	-	2,179,098
School infrastructure	-	24,747,746	-	-	24,747,746
Physical plant and equipment levy	-	6,280,709	-	-	6,280,709
Management levy	-	-	-	2,014,470	2,014,470
Student activities	-	-	-	1,004,117	1,004,117
Public education and recreation levy	-	-	-	37,667	37,667
Assigned for specific purposes	605,774	-	-	-	605,774
Unassigned	5,780,977	-	-	-	5,780,977
Total fund balance	7,091,954	32,664,955	542,598	3,056,254	43,355,761
Total liabilities, deferred inflows of resources, and fund balances	\$ 58,011,833	\$ 39,626,585	\$ 5,977,803	\$ 6,182,790	\$ 109,799,011

See Notes to Basic Financial Statements.

Linn-Mar Community School District

**Reconciliation of the Balance Sheet -
Governmental Funds to the Statement of Net Position
June 30, 2024**

Total fund balances of governmental funds \$ 43,355,761

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 as
assets in the governmental funds. 211,212,209

Other long-term assets are not available to pay for current period
expenditures and, therefore, are unavailable in the funds. 697,896

Accrued interest payable on long-term liabilities is not due and
payable in the current year and, therefore, is not reported as a
liability in the governmental funds. (322,546)

Pension and OPEB related deferred outflows of resources and deferred
inflows of resources are not due and payable in the current
year and, therefore, are not reported in the governmental
funds as follows:

Deferred inflows of resources related to OPEB	(1,167,885)	
Deferred outflows of resources related to OPEB	1,384,522	
Deferred outflows of resources related to pension	13,126,221	
Deferred inflows of resources related to pension	<u>(692,132)</u>	12,650,726

Long-term liabilities, including bonds payable and compensated
absences, are not due and payable in the current period, and,
therefore, are not reported as liabilities in the governmental funds.

General obligation bonds payable	(60,695,000)	
Revenue bonds payable	(61,280,000)	
Capital loan notes payable	(1,210,000)	
Unamortized bond premiums	(5,504,847)	
Lease liability	(925,193)	
Termination benefits	(1,107,500)	
Compensated absences	(108,826)	
Net pension liability	(34,329,233)	
Net OPEB liability	<u>(4,911,334)</u>	(170,071,933)
Net position of governmental activities		<u><u>\$ 97,522,113</u></u>

See Notes to Basic Financial Statements.

Linn-Mar Community School District

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2024

	General	Capital Projects	Debt Service	Nonmajor	Total
Revenues:					
Local sources:					
Property tax	\$ 33,819,805	\$ 4,361,108	\$ 5,399,130	\$ 1,829,559	\$ 45,409,602
Utility excise tax	117,622	16,507	20,436	7,218	161,783
Other tax	62,017	8,703	10,775	3,807	85,302
Tuition	5,741,848	-	-	-	5,741,848
Other	2,541,029	1,208,772	193,843	1,295,720	5,239,364
State sources	59,473,964	10,171,067	57,549	20,327	69,722,907
Federal sources	2,951,300	-	-	-	2,951,300
Total revenues	104,707,585	15,766,157	5,681,733	3,156,631	129,312,106
Expenditures:					
Current:					
Instruction	70,062,172	1,252,939	-	1,553,171	72,868,282
Support services:					
Student services	4,102,762	-	-	28,427	4,131,189
Instructional staff services	7,061,410	12,145	-	51,319	7,124,874
Administration services	9,046,124	783,674	-	67,085	9,896,883
Operation and maintenance of plant services	7,575,617	34,121	-	1,071,672	8,681,410
Student transportation	2,993,735	403,983	-	198,092	3,595,810
Total support services	30,779,648	1,233,923	-	1,416,595	33,430,166
Non-instructional programs					
Food service	-	-	-	60,517	60,517
Community service	-	-	-	42,879	42,879
Total non-instructional	-	-	-	103,396	103,396
Other expenditures:					
Capital outlay	-	14,297,446	-	335,913	14,633,359
AEA flowthrough	3,893,683	-	-	-	3,893,683
Debt service:					
Principal	-	-	10,242,073	-	10,242,073
Interest and fiscal charges	-	220,424	4,481,035	-	4,701,459
Total other	3,893,683	14,517,870	14,723,108	335,913	33,470,574
Total expenditures	104,735,503	17,004,732	14,723,108	3,409,075	139,872,418
Excess (deficiency) of revenues over (under) expenditures	(27,918)	(1,238,575)	(9,041,375)	(252,444)	(10,560,312)
Other financing sources (uses):					
Proceeds from sale of equipment	40,297	-	-	-	40,297
Issuance of long-term debt	-	16,365,000	-	-	16,365,000
Premium on issuance of long-term debt	-	504,480	-	-	504,480
Issuance of lease	-	678,396	-	-	678,396
Insurance proceeds	33,396	758,831	-	-	792,227
Interfund transfers in	-	-	9,235,982	23,370	9,259,352
Interfund transfers (out)	(23,370)	(9,235,982)	-	-	(9,259,352)
Total other financing sources (uses)	50,323	9,070,725	9,235,982	23,370	18,380,400
Net change in fund balance	22,405	7,832,150	194,607	(229,074)	7,820,088
Fund balances, beginning of year	7,069,549	24,832,805	347,991	3,285,328	35,535,673
Fund balances, end of year	\$ 7,091,954	\$ 32,664,955	\$ 542,598	\$ 3,056,254	\$ 43,355,761

See Notes to Basic Financial Statements.

Linn-Mar Community School District

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

Net change in fund balances - total governmental funds		\$	7,820,088
Amounts reported for governmental activities in the Statement of Activities are different because:			
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are not reported in the Statement of Activities and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. Capital outlay expenditures and depreciation expense in the year are as follows:			
Capital outlay	15,088,758		
Depreciation expense	<u>(8,139,857)</u>		6,948,901
Proceeds from sale of capital assets			(40,297)
Gain on sale of capital assets			40,297
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:			
Grants			(24,795)
Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayments of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Current year items are as follows:			
Principal repayments	10,105,000		
Issuance of long-term debt	(16,365,000)		
Amortization of premiums	488,614		
Premium on issuance of long-term debt	(504,480)		
Issuance of lease	(678,396)		
Lease repayments	<u>137,073</u>		(6,817,189)
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the governmental funds when due. In the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due.			
			67,663
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.			
Change in compensated absences	(84,372)		
Change in termination benefits	(442,500)		
Change in pension expense and related deferrals	3,120,858		
Change in OPEB expense and related deferrals	<u>(395,715)</u>		2,198,271
Change in net position of governmental activities		\$	<u><u>10,192,939</u></u>

See Notes to Basic Financial Statements.

Linn-Mar Community School District

Statement of Net Position

Proprietary Funds

June 30, 2024

	Business-Type Activities Nonmajor Enterprise Funds
Assets	
Current:	
Cash and cash equivalents	\$ 3,648,286
Accounts receivable	1,568
Inventories	14,969
Total current assets	3,664,823
Noncurrent:	
Capital assets, net of accumulated depreciation	707,887
Total noncurrent assets	707,887
Total assets	4,372,710
Deferred Outflows of Resources:	
OPEB related deferred outflows	36,450
Pension related deferred outflows	358,698
Total deferred outflows of resources	395,148
Liabilities	
Current:	
Accounts payable	4,093
Salaries and benefits payable	63,559
IT subscription obligation	3,304
Unearned revenue	114,218
Total OPEB liability	4,256
Total current liabilities	189,430
Noncurrent:	
Net pension liability	938,111
Total OPEB liability	128,410
Total noncurrent liabilities	1,066,521
Total liabilities	1,255,951
Deferred Inflows of Resources:	
OPEB related deferred inflows	31,380
Pension related deferred inflows	18,914
Total deferred inflows of resources	50,294
Net Position	
Investment in capital assets	707,887
Unrestricted	2,753,726
Total net position	\$ 3,461,613

See Notes to Basic Financial Statements.

Linn-Mar Community School District

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

Year Ended June 30, 2024

	Business-Type Activities Nonmajor Enterprise Funds
Operating revenues:	
Local sources, charges for services	\$ 2,582,519
Total operating revenues	2,582,519
Operating expenses:	
Non-instructional programs:	
Food service:	
Salaries	1,856,369
Benefits	151,805
Services	3,346
Supplies	1,899,864
Depreciation	120,544
Other	3,214
Total food service	4,035,142
Other enterprise	44,334
Community service:	
Salaries	262,546
Benefits	62,062
Services	5,956
Supplies	18,753
Other	56,560
Total community service	405,877
Total operating expenses	4,485,353
Operating (loss)	(1,902,834)
Nonoperating revenues:	
State sources	23,707
Federal sources	1,815,089
Interest on investments	97,107
Total nonoperating revenues	1,935,903
Change in net position	33,069
Net position, beginning of year	3,428,544
Net position, end of year	\$ 3,461,613

See Notes to Basic Financial Statements.

Linn-Mar Community School District

Statement of Cash Flows

Proprietary Funds

Year Ended June 30, 2024

	Business-Type Activities
	Nonmajor Enterprise Funds
Cash flows from operating activities:	
Cash received from food service sales	\$ 2,126,098
Cash received from aquatic center operations	406,071
Cash received from ROAR store operations	47,735
Cash payments to employees for services	(2,453,495)
Cash payments to suppliers for goods or services	(1,740,419)
Net cash (used in) operating activities	(1,614,010)
Cash flows from noncapital financing activities:	
State grants received	23,707
Federal grants received	1,527,707
Net cash provided by noncapital financing activities	1,551,414
Cash flows from capital and related financing activities:	
Acquisition of capital assets	(3,291)
Principal payment on IT subscription obligations	(3,227)
Net cash (used in) capital and related financing activities	(6,518)
Cash flows from investing activities,	
interest on investments	97,107
Net increase in cash and cash equivalents	27,993
Cash and cash equivalents, beginning of year	3,620,293
Cash and cash equivalents, end of year	\$ 3,648,286
See Notes to Basic Financial Statements.	

Linn-Mar Community School District

Statement of Cash Flows (Continued)

Proprietary Funds

Year Ended June 30, 2024

	Business-Type Activities
	Nonmajor Enterprise Funds
Reconciliation of operating (loss) to net cash (used in) operating activities:	
Operating loss	\$ (1,902,834)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities:	
Commodities consumed	287,382
Depreciation	120,544
Decrease in inventories	4,042
(Increase) in accounts receivable	(796)
Increase in accounts payable	184
(Decrease) in salaries and benefits payable	(13,216)
Increase in OPEB liability and related deferrals	10,814
(Decrease) in net pension liability and related deferrals	(118,311)
(Decrease) in unearned revenue	(1,819)
Net cash (used in) operating activities	\$ (1,614,010)

Noncash from noncapital financing activities:

During the year ended June 30, 2024, the District used \$287,382 of federal commodities.



Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies

Linn-Mar Community School District is a political subdivision of the state of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. Additionally, the District operates or sponsors various adult education programs. The geographic area served includes the City of Marion, Iowa, portions of the Cities of Robins and Cedar Rapids and portions of the agricultural territory in Linn County. The District is governed by a Board of Education whose members are elected on a non-partisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

Reporting entity:

For financial reporting purposes, Linn-Mar Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on, the District. Linn-Mar Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly governed organizations: The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Linn County Assessors' Conference Board.

Basis of presentation:

District-wide financial statements: The Statement of Net Position and the Statement of Activities report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for service.

The Statement of Net Position presents the District's nonfiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Net position is reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation plus unspent bond proceeds and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement to those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Enabling legislation did not result in any restricted net position.

Unrestricted net position consists of net position that does not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources that are imposed by management which can be removed or modified.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customer or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions and interest restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements: Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the District-wide financial statements. The District does not have any fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. Combining schedules are also included for the Capital Project Fund accounts as well as the nonmajor enterprise funds.

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. All general tax revenues and other revenues not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating expenditures, including instructional, support and other costs.

The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities.

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

The District reports the following nonmajor governmental funds:

The Management Levy Fund is used to account for the payment of property and insurance as well as early retirement incentive obligations owed by the District to retirees from prior fiscal years.

The Student Activity Fund is utilized to account for the various student run organizations and athletic accounts operating within the District.

The Public Education and Recreation Levy Fund is utilized to account for the resources used to establish and maintain public recreation places and playgrounds and necessary accommodations for children and adults.

Proprietary fund types are used to account for the District's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position, and cash flows. The District has one proprietary fund type. Enterprise funds are used to account for those operations that are financed and operate in a manner similar to private businesses or where the District has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

The District reports nonmajor enterprise funds. The District's nonmajor enterprise funds include the School Nutrition Fund, the Aquatic Center Fund, and the ROAR Store Fund. The School Nutrition Fund is used to account for the food service operations of the District. The Aquatic Center Fund is used to account for the operations of the District's pool activities. The ROAR Store Fund is used to account for student store operations of the District.

Measurement focus and basis of accounting:

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year-end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments, and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and lease obligations are reported as other financing sources.

Under term of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there is both restricted and unrestricted net position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Linn-Mar Community School District

Notes to Basic Financial Statements
Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, deferred outflows of resources, liabilities, deferred inflows of resources and fund equity:

The following accounting policies are followed in preparing the financial statements:

Cash, pooled investments and cash equivalents: The cash balances of most District funds are pooled and invested. Investments are stated at fair value and non-negotiable certificates of deposit which are stated at amortized cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and, at the day of purchase, have maturity date no longer than three months.

Property tax receivable: Property tax in governmental funds is accounted for using the modified accrual basis of accounting. Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds became due and collectible in September and March of the fiscal year with a 1 1/2 % per month penalty for delinquent payments; is based on January 1, 2022 assessed property valuations; is for the tax accrual period July 1, 2023 through June 30, 2024 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2023.

Intergovernmental receivables: Intergovernmental receivables represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories: Inventories are valued at cost using the first-in, first-out method for purchased items and governmental commodities. Inventories of proprietary funds are recorded as expenses when consumed rather than when purchased or received.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

Capital assets: Capital assets, which include property, machinery, equipment and intangibles acquired after July 1, 1980 are reported in the applicable governmental or business-type activities columns in the government-wide Statement of Net Position. Capital assets are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and established useful lives in excess of two years.

Asset Class	Amount
Land	\$ 5,000
Buildings	5,000
Improvements other than buildings	5,000
Intangibles	175,000
Machinery and equipment:	
School Nutrition Fund equipment	500
Other furniture and equipment	5,000

Land is not depreciated. Buildings, land improvements, machinery and equipment and intangibles, if any, are depreciated/amortized using the straight-line method of depreciation over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings	50 years
Land improvements	20 years
Intangibles	5 - 20 years
Machinery and equipment	5 - 20 years

Deferred outflows of resources: Deferred outflows of resources represent a consumption of net assets that applies to a future year(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and other postemployment benefit expense and contributions from the employer after the measurement date but before the end of the District's reporting period.

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

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

Salaries and benefits payable: Payroll and related expenditures for contracts corresponding to the current school year, which is payable in July and August, have been accrued as liabilities.

Deferred inflows of resources: Deferred inflows of resources represent an acquisition of net assets that applies to future year(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Unavailable revenue in the governmental funds consists of property tax, grants, and lease.

Deferred inflows of resources on the Statement of Net Position consists of succeeding year property tax receivable that will not be recognized as revenue until the year for which it is levied, leases, and the unrecognized items not yet charged to pension expense or other postemployment benefit expense.

Unearned revenue: Proprietary funds defer revenue recognition in connection with resources that have been received but not yet earned. Unearned revenues are monies collected for meals that have not yet been served.

Compensated absences: District employees accumulate a limited amount of earned but unused vacation and sick leave for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the District-wide financial statements. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2024. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

Leases: The District is a lessee for noncancellable leases of buildings and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset in governmental activities of the government-wide financial statements.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial costs to place the asset in service. Subsequently, the lease asset is amortized on a straight-line basis over the life of the lease.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The District is a lessor for a noncancellable lease of a building space and farmland. The District recognizes a lease receivable and a deferred inflow of the resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Subscription-Based Information Technology Arrangements (SBITA): The District has entered into contracts that convey control of the right to use information technology software. The District has recognized IT subscription liabilities and intangible right-to-use IT subscription asset in the government-wide financial statements.

At the commencement of the IT subscription term, the District initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the IT subscription liability is reduced by the principal portion of payments made. The right-to-use an IT subscription asset is initially measured as the sum of the initial IT subscription liability, adjusted for payments made at or before the commencement date, plus capitalization implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subsequently, the right-to-use IT subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to IT subscription arrangements include how the District determines the discount rate it uses to discount the expected payments to present value, term and payments.

The District uses the interest rate charged by the IT subscription vendor as the discount rate. When the interest rate charged by the vendor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

The IT subscription term includes the noncancellable period of the subscription. Payments included in the measurement of the liability are composed of fixed payments.

The District monitors changes in circumstances that would require a remeasurement of its IT subscription and will remeasure the right-to-use IT subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use IT subscription assets are reported with other capital assets and IT subscription liabilities are reported with long-term debt on the statement of net position.

Long-term liabilities: In the District-wide financial statements, long-term obligations are reported as liabilities in the governmental activities column in the Statement of Net Position.

Fund equity: In the governmental fund financial statements fund balances are classified as follows:

Nonspendable: Balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

Restricted: Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed: Amounts which can be used only for specific purposes determined pursuant to constraints formally imposed by the Board of Education through resolution approved prior to year-end. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned: Amounts are not available for appropriation but are set aside for specific purposes in the District's General Fund. The District's Board of Directors authorizes the Chief Executive Officer to assign General Fund balance amounts pursuant to Board Policy 801.4.

Unassigned: All amounts not included in other spendable classifications as well as any deficit fund balance of any other governmental fund is reported as unassigned.

The District's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is to first apply the expenditure toward restricted fund balance and then to less restrictive classifications- assigned and then unassigned fund balances.

Net Position: In proprietary funds, fiduciary funds, and government-wide financial statements, net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent bond proceeds of \$18,680,340. Net position is reported as restricted when there are limitations imposed on their use through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Net position restricted by enabling legislation as of June 30, 2024 consists of \$674,025 for categorical funding, \$2,014,470 for management levy purposes, \$6,780,355 for physical plant and equipment levy, \$9,559,544 for school infrastructure, \$1,041,784 for other special revenue purposes and \$542,598 for debt service.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 1. Summary of Significant Accounting Policies (Continued)

Net position flow assumption: Sometimes the District will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Interfund transactions: Transactions among District funds would be treated as revenues and expenditures or expenses if they involved organizations external to the District and are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions which constitute reimbursements to a fund for expenditures initially made from it which are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expected, are separately reported in the respective fund's operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" in the fund financial statements. Any residual balances outstanding are reported in the government-wide financial statements as "internal balances".

Estimates: The preparation of the 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 the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 2. Budgets and Budgetary Accounting

Budgets and budgetary control:

The budgetary comparison and related disclosures are reported as Required Supplementary Information based on the program structure of four functional areas as required by state statute for its legally adopted budget.

In accordance with the Code of Iowa, the District's Board of Education annually adopts a single district-wide budget and approves the related appropriations following required public notice and hearing for all funds. The budgets and related appropriations as well as the financial statements are prepared on the modified accrual basis or accrual basis of accounting. The budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control for the certified budget is based upon four major classes of disbursements known as functional areas, not by fund. These four functional areas are instruction, support services, non-instructional programs and other expenditures. The Code of Iowa also provides that District disbursements in the General Fund may not exceed the amount authorized by the school finance formula. The Board of Education follows these procedures in establishing budgetary data reflected in the financial statements:

1. In accordance with the Statutes of the State of Iowa, prior to March 15, the Board Secretary submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures or expenses and the means of financing them for the upcoming year, along with estimates for the current year and actual data for the proceeding years. This budget is submitted in summary form, with an administrative control. The legal level of control for the detailed budget is at functional area level.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 2. Budgets and Budgetary Accounting (Continued)

2. Public hearings are required to be conducted to obtain taxpayer comment.
3. Prior to April 15, the budget is legally enacted through certification by the County Auditor.
4. Management is authorized to transfer budgeted amounts between departments within any functional area; however, any revisions that alter the total expenditures or expenses of any functional area must be approved by the Board of Education.
5. The Board of Education may amend the budget during the year without approval of the Board of Education.
6. Appropriations lapse at the end of each fiscal year.
7. The budget cannot be amended without the approval of the Board of Education.
8. Unexpected budgetary balances lapse at June 30 and are not available to finance expenditures or expenses of the following year.

Note 3. Cash and Pooled Investments

The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

Interest rate risk: The District's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) in instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days but the maturities shall be consistent with the needs and use of the District and must also conform to any loan covenant investment maturity restrictions. The maturity of the District's position in an external investment pool is based on the average maturity of the pool's investments.

At June 30, 2024 the District had investments in the Iowa School Joint Investment Trust (ISJIT) Diversified Fund which is valued at amortized costs of \$19,729,001 pursuant to Rule 2a-7 under the Investment Company Act of 1940. There were no limitations or restrictions on withdrawals of the ISJIT investments.

Credit risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of an investment. This is measured by the assignment of a rating by a nationally recognized rating organization (Standard and Poor's and Moody Investor Services). The District's investment policy does not formally address credit risk.

The investment in the Iowa School Joint Investment was rated AAAm by Standard & Poor's Financial Services.

Concentration of credit risk: The District's investment policy seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the District to meet its anticipated cash requirements. The District does not have a policy specific to concentration of credit risk. At June 30, 2024, the District had no investments subject to concentration of credit risk.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 3. Cash and Pooled Investments (Continued)

Custodial credit risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investments or collateral securities that in in the possession of another party. It is the District's policy to require that time deposits in excess of FDIC insurable limits be secured by collateral or private insurance to protect public deposits in a single financial institution if it were to default. Chapter 12C of the Code of Iowa requires all District funds be deposited into an approved depository and be either insured or collateralized.

The District's deposits in banks at June 30, 2024 were entirely covered by federal depository insurance or by State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This Chapter provides for additional assessments against the depositories to ensure that there will be no loss of public funds. The District's investments are held in the name of the District and are not exposed to custodial credit risk.

Restricted cash, cash equivalents and investments is comprised of \$7,562,572 for capital projects.

Note 4. Interfund Transfers and Interfund Balances

The detail of interfund transfers for the year ended June 30, 2024 is as follows:

Transfer To	Transfer From	Amount
Nonmajor fund, Student Activity Fund	General Fund	\$ 23,370
Debt Service Fund	Capital Projects Fund	9,235,982
		<u>\$ 9,259,352</u>

The transfer from the General Fund to the Student Activity Fund was to repay the Student Activity Fund for safety equipment purchased during the year as approved by the Board of Education.

The transfer from the Capital Projects to the Debt Service Fund was for repayment of principal and interest on the District's revenue bond indebtedness as well as for general obligation bond debt relief and capital loan note indebtedness.

The detail of interfund balances for the year ended June 30, 2024 is as follows:

	Due From	Due To
General Fund	\$ 25,000	\$ 23,370
Capital Projects Fund	23,547	-
Nonmajor:		
Management Fund	-	23,547
Student Activity Fund	23,370	25,000
	<u>\$ 71,917</u>	<u>\$ 71,917</u>

The interfund balances are the result of cash flowing expenditures of other funds.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2024 is as follows:

	Balance Beginning of Year	Increases	Decreases	Balance End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 8,499,293	\$ -	\$ -	\$ 8,499,293
Construction in progress	2,980,349	12,817,492	625,180	15,172,661
Total capital assets not being depreciated	11,479,642	12,817,492	625,180	23,671,954
Capital assets being depreciated/amortized				
Buildings	238,073,880	929,736	-	239,003,616
Right to use lease building	554,952	-	-	554,952
Land improvements	27,825,389	655,804	-	28,481,193
Machinery and equipment	16,248,681	419,042	366,720	16,301,003
Intangible right to use lease equipment	291,051	678,396	-	969,447
Intangible right to use subscription asset	91,047	213,468	-	304,515
Total capital assets being depreciated/amortized	283,085,000	2,896,446	366,720	285,614,726
Less accumulated depreciation and amortization for:				
Buildings	64,879,693	5,438,151	-	70,317,844
Right to use lease building	248,771	69,791	-	318,562
Land improvements	13,792,841	1,415,539	-	15,208,380
Machinery and equipment	11,076,262	1,105,832	366,720	11,815,374
Intangible right to use lease equipment	231,618	70,740	-	302,358
Intangible right to use subscription asset	72,149	39,804	-	111,953
Total accumulated depreciation and amortization	90,301,334	8,139,857	366,720	98,074,471
Total capital assets being depreciated, net	192,783,666	(5,243,411)	-	187,540,255
Governmental activities capital assets, net	\$ 204,263,308	\$ 7,574,081	\$ 625,180	\$ 211,212,209
Business-type activities:				
Capital assets being depreciated/amortized:				
Machinery and equipment	\$ 2,655,489	\$ 3,291	\$ -	\$ 2,658,780
Intangible right to use subscription asset	9,914	-	-	9,914
Total capital assets being depreciated/amortized	2,665,403	3,291	-	2,668,694
Less accumulated depreciation/amortization:				
Machinery and equipment	1,839,437	117,239	-	1,956,676
Intangible right to use subscription asset	826	3,305	-	4,131
Total accumulated depreciation and amortization	1,840,263	120,544	-	1,960,807
Business-type activities capital assets, net	\$ 825,140	\$ (117,253)	\$ -	\$ 707,887

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 5. Capital Assets (Continued)

Depreciation and amortization expense was charged by the District to the following functions:

Governmental activities:

Instruction:

Regular	\$	252,590
Special		3,332
Other		159,952

Support services:

Administration		19,994
Operation and maintenance of plant		230,598
Transportation		666,465
Unallocated depreciation		6,806,926

Total governmental activities depreciation and amortization expense	\$	8,139,857
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Business-type activities, food service operations	\$	120,544
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Note 6. Long-Term Liabilities

A summary of changes in long-term liabilities for the year ended June 30, 2024 is as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 63,805,000	\$ -	\$ 3,110,000	\$ 60,695,000	\$ 3,270,000
Premiums on GO bonds	3,342,440	-	215,958	3,126,482	-
Revenue bonds	35,725,000	16,365,000	3,710,000	48,380,000	5,005,000
Premium on revenue bonds	2,146,541	504,480	272,656	2,378,365	-
Compensated absences	24,454	108,826	24,454	108,826	108,826
Net pension liability	29,875,482	4,453,751	-	34,329,233	-
Total OPEB liability	4,448,912	462,422	-	4,911,334	155,744
Termination benefits	665,000	775,000	332,500	1,107,500	720,000
Lease obligations	383,870	678,396	137,073	925,193	172,255
Direct borrowings and direct placements:					
Revenue bonds	15,000,000	-	2,100,000	12,900,000	100,000
Capital loan notes	2,395,000	-	1,185,000	1,210,000	1,210,000
Total	\$ 157,811,699	\$ 23,347,875	\$ 11,087,641	\$ 170,071,933	\$ 10,741,825
Business-type activities					
Net pension liability	\$ 934,659	\$ 3,452	\$ -	\$ 938,111	\$ -
Total OPEB liability	120,029	12,637	-	132,666	4,256
IT subscription liability	6,531	-	3,227	3,304	3,304
Total	\$ 1,061,219	\$ 16,089	\$ 3,227	\$ 1,074,081	\$ 7,560

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 6. Long-Term Liabilities (Continued)

Compensated absences, net pension liability, and total OPEB liability are generally liquidated from the General Fund for governmental activities and the respective enterprise fund for business-type activities.

Termination benefits: The District offered a voluntary early retirement plan to its non-administrative, licensed personnel employees during the years ended June 30, 2024 and 2023. Eligible employees had to be a .5 to 1.0 full-time equivalent, be at least age fifty-five and must have completed twenty years of service in a position requiring licensure of which ten were for the District.

June 30, 2024 early retirements: The early retirement incentive for each eligible employee was equal to \$50,000 for full-time personnel and pro-rated for less than 1.0 full-time equivalent personnel. Employees could also elect to continue participation in the District's group health insurance plan until age 65 or until insurance is acquired elsewhere. Their participation is at the employee's expense. The District approved 16 employees for early retirement. The District will pay \$387,500 in early retirement benefits to retirees in July 2024 and the second installment of \$387,500 in July 2025.

June 30, 2023 early retirements: The early retirement incentive for each eligible employee was equal to \$35,000 for full-time personnel and pro-rated for less than 1.0 full-time equivalent personnel. Employees could also elect to continue participation in the District's group health insurance plan until age 65 or until insurance is acquired elsewhere. Their participation is at the employee's expense. The District approved 19 employees for early retirement. The District paid \$332,500 in early retirement benefits to retirees in July 2023 and the second installment of \$332,500 in July 2024.

General obligation bonds: As of June 30, 2024, the District had general obligation bonds outstanding of \$60,695,000 which had been issued for capital facility construction/building improvement purposes. The general obligation bonds will be paid with property taxes collected in the Debt Service Fund. Details of the District's June 30, 2024 general obligation bonded indebtedness are as follows:

Year	December 20, 2018			July 23, 2019			Total	
Ending	Interest			Interest				
June 30	Rate	Principal	Interest	Rate	Principal	Interest	Principal	Interest
2025	3.50	\$ -	\$ 358,250	5.00	\$ 3,270,000	\$ 1,804,150	\$ 3,270,000	\$ 2,162,400
2026	3.50	-	358,250	5.00	3,430,000	1,640,650	3,430,000	1,998,900
2027	3.50	-	358,250	5.00	3,605,000	1,469,150	3,605,000	1,827,400
2028	3.50	-	358,250	4.00	3,785,000	1,288,900	3,785,000	1,647,150
2029	3.50	-	358,250	4.00	3,935,000	1,137,500	3,935,000	1,495,750
2030-2034	3.50	2,300,000	1,756,250	3.00	19,425,000	3,665,850	21,725,000	5,422,100
2035-2038	3.50-3.75	7,700,000	744,375	3.00	13,245,000	1,057,350	20,945,000	1,801,725
Total		\$ 10,000,000	\$ 4,291,875		\$ 50,695,000	\$ 12,063,550	\$ 60,695,000	\$ 16,355,425

Linn-Mar Community School District

Notes to Basic Financial Statements **Year Ended June 30, 2024**

Note 6. Long-Term Liabilities (Continued)

Revenue bonds: As of June 30, 2024, the District had statewide sales, services and use tax bonds of \$61,280,000, which had been issued for capital facility construction/building improvement projects. These bonds will be paid with statewide sales, services and use tax revenues collected in the Capital Projects: Statewide Sales, Services and Use Tax Account. Details of the District's June 30, 2024 statewide sales, services and use tax revenue bonded indebtedness are as follows:

Year	August 24, 2021			June 22, 2022		
Ending June 30	Interest Rate	Principal	Interest	Interest Rate	Principal	Interest
2025	5.00	\$ 1,880,000	\$ 487,738	5.00	\$ 2,000,000	\$ 552,500
2026	5.00	1,960,000	393,738	5.00	2,100,000	452,500
2027	3.00	2,025,000	295,738	5.00	2,205,000	347,500
2028	1.25	1,990,000	234,988	5.00	2,315,000	237,250
2029	1.25	2,010,000	210,113	5.00	2,430,000	121,500
2030-2034	0.25-2.0	11,100,000	638,688		-	-
Total		\$ 20,965,000	\$ 2,261,003		\$ 11,050,000	\$ 1,711,250

Year	June 5, 2024			Direct Placement March 21, 2023		
Ending June 30	Interest Rate	Principal	Interest	Interest Rate	Principal	Interest
2025	5.00	\$ 1,125,000	\$ 742,246	4.42	\$ 100,000	\$ 570,180
2026	5.00	150,000	636,000	4.42	100,000	565,760
2027	5.00	150,000	628,500	4.42	100,000	561,340
2028	5.00	150,000	621,000	4.42	230,000	556,920
2029	5.00	150,000	613,500	4.42	225,000	546,754
2030-2034	4.0-5.0	3,040,000	2,772,000	4.42	7,280,000	2,061,934
2035-2039	5.00	11,600,000	944,000	4.42	3,330,000	792,068
2040-2041		-	-	4.42	1,535,000	102,546
Total		\$ 16,365,000	\$ 6,957,246		\$ 12,900,000	\$ 5,757,502

Year	Total		
Ending June 30	Principal	Interest	Total
2025	\$ 5,105,000	\$ 2,352,664	\$ 7,457,664
2026	4,310,000	2,047,998	6,357,998
2027	4,480,000	1,833,078	6,313,078
2028	4,685,000	1,650,158	6,335,158
2029	4,815,000	1,491,867	6,306,867
2030-2034	21,420,000	5,472,622	26,892,622
2035-2039	14,930,000	1,736,068	16,666,068
2040-2041	1,535,000	102,546	1,637,546
Total	\$ 61,280,000	\$ 16,687,001	\$ 77,967,001

On August 24, 2021, the District issued \$26,865,000 School Infrastructure Sales Services & Use Tax Revenue Refunding Bonds Series 2021. The bonds were issued to current refund \$6,990,000 School Infrastructure Sales Services and Use Tax Bonds Series 2012, \$6,220,000 School Infrastructure Sales Services and Use Tax Bonds Series 2013, \$2,105,000 School Infrastructure Sales Services and Use Tax Bonds Series 2014E, and \$14,410,000 School Infrastructures Sales Services and Use Tax Bonds Series 2020. The Series 2021 bonds interest rates range from 0.25 percent to 5.0 percent with interest payable semi-annually on January 1 and July 1 commencing January 1, 2022. Principal is payable each July 1 ranging from \$1,760,000 to \$2,315,000 commencing July 1, 2022 until maturity on July 1, 2034. The District refunded the Series 2012, Series 2013, Series 2014E, and Series 2020 bonds to reduce its total debt service payments over the next thirteen years by \$1,813,551 and to obtain an economic gain of \$1,679,914.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 6. Long-Term Liabilities (Continued)

On June 22, 2022, the District issued \$14,750,000 School Infrastructure Sales Services & Use Tax Revenue Refunding Bonds Series 2022. The bonds were issued to current refund \$12,220,000 School Infrastructure Sales Services and Use Tax Bonds Series 2010 and \$5,345,000 School Infrastructure Sales Services and Use Tax Bonds Series 2015. The Series 2022 bonds have a 5 percent rate and require semi-annual interest payments on January 1 and July 1 commencing January 1, 2023. Principal is payable each July 1 ranging from \$1,795,000 to \$2,430,000 commencing July 1, 2023 until maturity on July 1, 2029. The District refunded the Series 2010 and Series 2015 bonds to reduce its total debt service payments over the next seven years by \$608,198 and to obtain an economic gain of \$657,091.

On June 5, 2024, the District issued \$16,365,000 Series 2024 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2024. The bonds were issued to construct, build, furnish, and equip a performance arts center. The bonds require annual principal payments each July 1 commencing July 1, 2025, ranging from \$150,000 to \$4,000,000, until maturity on July 1, 2037. The interest rate on the bonds ranges from 4.0-5.0% percent. Interest is due each July 1 and December 1 commencing January 1, 2025. The revenue bonds are collateralized by the Performing Arts Center project.

Direct borrowings Revenue bonds: On March 21, 2023, the District issued \$15,000,000 Series 2023 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2023. The bonds were issued to construct, furnish and equip a new Learning Resource Center. The bonds require annual principal payments each July 1 commencing July 1, 2024, ranging from \$100,000 to \$2,100,000, until maturity on July 1, 2041. The interest rate on the bonds is 4.420 percent. Interest is due each July 1 and December 1 commencing January 1, 2024. The revenue bonds are collateralized by the Learning Resource Center project.

The District has pledged future statewide sales, services and use tax revenues to repay the revenue bonds. The bonds were issued for the purpose of financing a portion of the costs of several ongoing projects or to refund prior year revenue bond issuances. The bonds are payable solely from the proceeds of the statewide sales, services, and use tax revenues received by the District and are payable through fiscal year 2041. The bonds are not general obligations of the District. Annual principal and interest payments on the bonds are expected to require approximately 76 percent of the statewide sales, services, and use tax revenues. The total principal and interest remaining to be paid on the bonds is \$77,967,001.

During the year ended June 30, 2024, principal of \$5,810,000 and interest of \$2,072,905 was paid on the revenues bonds. Statewide Sales and Use Tax revenues were \$10,124,583.

The resolution providing for the issuance of statewide sales, services and use tax revenue bonds include the following provisions:

1. Deposits are to be made into a sinking fund in equal monthly installments sufficient to pay the principal and interest due each year. On June 30, 2024, the Debt Service Fund has \$532,204 in cash and pooled investments.
2. All proceeds from the statewide sales, services and use tax will be retained by the District in District bank accounts and be disbursed to the proper paying agents at the time principal and interest payments are due.
3. The Series 2024 bonds require a reserve fund equal to the lesser of a) the maximum amount of principal and interest coming due to the bonds, b) 10 percent of the stated principal amount of the bonds or c) 125 percent of the average principal and interest coming due to the bonds. The District placed \$1,636,500 of bond proceeds in the required reserve fund.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 6. Long-Term Liabilities (Continued)

Direct borrowings Capital loan note: As of June 30, 2024, the District had capital loan notes outstanding of \$1,210,000 which was issued for capital facility construction/improvements during fiscal year 2016. The capital loan notes will be paid with property taxes collected in the Capital Projects Fund: Physical Plant, and Equipment Levy Account. Details of the District's June 30, 2024 capital loan noted indebtedness is as follows:

Year Ending June 30	Direct Borrowings			
	Capital Loan Note			
	January 7, 2016			
	Interest Rate	Principal	Interest	Total
2025	1.95	\$ 1,210,000	\$ 23,595	\$ 1,233,595

Capital Loan Notes are collateralized by the high school project.

Lease Obligations: The District has entered into leases for equipment and buildings. The leases expire between June 30, 2024 and June 30, 2030. Details of the leases are as follows:

Year ending June 30:	Success Center Building			Access Systems		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 39,355	\$ 4,745	\$ 44,100	\$ 130,529	\$ 12,161	\$ 142,690
2026	40,150	3,140	43,290	133,163	9,526	142,689
2027	40,960	3,140	44,100	135,851	6,838	142,689
2028	44,013	2,292	46,305	138,593	4,096	142,689
2029	44,901	1,404	46,305	129,500	1,260	130,760
2030	45,807	498	46,305	-	-	-
Total	\$ 255,186	\$ 15,219	\$ 270,405	\$ 667,636	\$ 33,881	\$ 701,517

Year ending June 30:	Culter Storage Building			Total		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 2,371	\$ 4	\$ 2,375	\$ 172,255	\$ 16,910	\$ 189,165
2026	-	-	-	173,313	12,666	185,979
2027	-	-	-	176,811	9,978	186,789
2028	-	-	-	182,606	6,388	188,994
2029	-	-	-	174,401	2,664	177,065
2030	-	-	-	45,807	498	46,305
Total	\$ 2,371	\$ 4	\$ 2,375	\$ 925,193	\$ 49,104	\$ 974,297

Subscription-Based Information Technology Arrangement (SBITA): The District has entered into arrangements for information technology. The arrangements expire June 30, 2025 and are obligations of the District's Nonmajor Enterprise Fund, School Nutrition. Details of the arrangement are as follows:

Year ending June 30:	Nutrislice		
	Principal	Interest	Total
2025	\$ 3,304	\$ 78	\$ 3,382

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 6. Long-Term Liabilities (Continued)

Legal debt margin: The June 30, 2024 debt outstanding by the District did not exceed its legal debt margin computed as follows:

Total assessed valuation	\$ 4,291,869,220
Debt limit, 5% of total assessed valuation	214,593,461
Amount of debt applicable to debt limit:	
Bonded debt	60,695,000
Capital loan note	1,210,000
Lease obligations	925,193
Excess of debt limit over bonded debt	\$ 151,763,268

Note 7. Pension Plan

Plan Description – IPERS membership is mandatory for employees of the District, except for those covered by another retirement system. Employees of the District are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits – A regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member's highest five-year average salary, except members with service before June 30, 2012 will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25 percent for each month that the member receives benefits before the member's earliest normal retirement age. For service earned on or after July 1, 2012, the reduction is 0.50 percent for each month that the member receives benefits before 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 7. Pension Plan (Continued)

Disability and Death Benefits – A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions – Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2024, pursuant to the required rate, Regular members contributed 6.29 percent of covered payroll and the District contributed 9.44 percent of covered payroll for a total rate of 15.73 percent.

The District's contributions to IPERS for the year ended June 30, 2024 were \$6,462,612.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2024, the District reported a liability of \$35,267,344 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that 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 IPERS participating employers. At June 30, 2023, the District's proportion was 0.781346 percent, which was a decrease of 0.034137 from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$3,223,443. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,983,665	\$ 144,961
Changes of assumptions	-	560
Net difference between projected and actual earnings on pension plan investments	3,266,183	-
Changes in proportion and differences between District contributions and proportionate share of contributions	772,459	565,525
District contributions subsequent to the measurement date	6,462,612	-
Total	\$ 13,484,919	\$ 711,046

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 7. Pension Plan (Continued)

\$6,462,612 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2025	\$ (744,150)
2026	(2,496,308)
2027	8,057,501
2028	1,350,279
2029	143,939
Thereafter	-
Total	\$ 6,311,261

There were no non-employer contributing entities to IPERS.

Actuarial Assumptions: The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Rate of Inflation (effective June 30, 2017)	2.60 percent per annum
Salary Increases (effective June 30, 2017)	3.25 percent to 16.25 percent average, including inflation. Rates vary by membership group.
Investment rate of return (effective June 30, 2017)	7.00 percent, compounded annually, net of investment expense, including inflation
Wage growth (effective June 30, 2017)	3.25 percent per annum, based on 2.60 percent inflation and 0.65 percent real wage inflation

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of a quadrennial experience study covering the period of July 1, 2017 through June 30, 2021. Mortality rates used in the 2023 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

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 (expected returns, net of 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.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 7. Pension Plan (Continued)

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

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	21.0%	4.56%
International equity	16.5%	6.22%
Global smart beta equity	5.0%	5.22%
Core plus fixed income	23.0%	2.69%
Public credit	3.0%	4.38%
Cash	1.0%	1.59%
Private equity	17.0%	10.44%
Private real assets	9.0%	3.88%
Private credit	4.5%	4.60%
Total	100%	

Discount Rate – The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate –

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate.

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability (asset)	\$ 74,986,231	\$ 35,267,344	\$ 1,982,260

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

Payables to the Pension Plan – At June 30, 2024, the District reported payables to IPERS of \$0 for legally required employer contributions and \$0 for legally required employee contributions withheld from employee wages which had not yet been remitted to IPERS.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 8. Other Postemployment Benefits (OPEB)

Plan description: The District's defined benefit OPEB plan, Linn-Mar Community School District Postemployment Plan Other Than Pensions (the Plan), provides postemployment benefits for eligible participants enrolled in its plans. This plan provides medical and prescription drug benefits for eligible employees and retirees and their spouses.

Benefits provided: The medical/prescription drug coverage is provided through a self-insured 28E organization plan with Metro Interagency Insurance Program. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees. The contribution requirements of plan members are established and may be amended by the District. The District currently finances the retiree benefit plan on a pay-as-you-go basis.

The full monthly premium rates as of June 30, 2024 for each plan are as shown below:

Rate Tier	HMO Core	PPO Core	PPO Choice
Single	\$ 553	\$ 666	\$ 709
Employee + Spouse	1,134	1,366	1,454
Employee + Children	1,051	1,266	1,347
Family	1,692	2,039	2,170

Employees covered by benefit terms: At June 30, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	47
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	1,077
Total	1,124

Total OPEB Liability

The District's total OPEB liability of \$5,044,000 was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2024.

Actuarial assumptions and other inputs: The total OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.70% per annum
Salary increases	3.25% per annum
Discount rate	3.93% per annum
Retirees' share of benefit-related costs	100%
Health care cost trend rate	7.75%
	The trend rate is reduced by 0.30% each year until reaching the ultimate trend rate of 4.00%

Linn-Mar Community School District

Notes to Basic Financial Statements **Year Ended June 30, 2024**

The discount rate was based on the Bond Buyer 20-Bond GO index. Mortality rates were based on the Pub-2010 generational table scaled using MP-2021 and applied on a gender-specific and job class basis. The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study for the period 2010– 2021.

Changes in the Total OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balance at July 1, 2023	\$ 4,568,941	\$ -	\$ 4,568,941
Changes for the year:			
Service cost	379,050	-	379,050
Interest	177,681	-	177,681
Changes of benefit terms	-	-	-
Differences between expected and actual experience	623,183	-	623,183
Changes in assumptions or other inputs	(544,838)	-	(544,838)
Benefit payments	(160,017)	-	(160,017)
Net changes	475,059	-	475,059
Balance at June 30, 2024	\$ 5,044,000	\$ -	\$ 5,044,000

There were no changes as a result of changes in benefit terms. Changes of assumptions or other inputs reflect a change in the discount rate from 3.65% per annum in 2023 to 3.93% per annum in 2024 and updating assumed member participation rates from 60% to 50%. Differences between expected and actual experience was primarily due to experience in census changes between the valuation dates.

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the District, as well as what the District's total 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 (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB liability	\$ 5,445,260	\$ 5,044,000	\$ 4,670,536

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following presents that total OPEB liability of the District, as well as what the District's total 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.

	Healthcare Cost Trend Rates		
	1% Decrease (6.75% decreasing to 3.0%)	7.75% decreasing to 4.0%	1% Increase (8.75% decreasing to 5.0%)
Total OPEB liability	\$ 4,529,418	\$ 5,044,000	\$ 5,650,005

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 8. Other Postemployment Benefits (OPEB) (Continued)

For the year ended June 30, 2024, the District recognized OPEB expense of \$566,547. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,172,994	\$ 344,170
Changes of assumptions or other inputs	247,978	855,095
Net difference between projected and actual investments	-	-
Total	\$ 1,420,972	\$ 1,199,265

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

Year ended June 30:

2025	\$ 9,816
2026	9,816
2027	9,816
2028	9,816
2029	13,706
Thereafter	168,737
Total	\$ 221,707

Note 9. Risk Management

The District is a member of a joint venture with six other local government units. The joint venture, the Metro Interagency Insurance Program (MIIP), was incorporated in 1990 under a joint powers agreement in accordance with Chapter 28E of the Code of Iowa. The program provides services necessary and appropriate for the establishment, operation and maintenance of an insurance program for employee health and medical claims. MIIP is not intended to function as an insurance company for the participants; rather it is a means of combining the administration of claim and obtaining lower insurance rates from commercial insurance. Although premiums billed to the participants are determined on an actuarial basis, ultimate liability for claims remains with the respective participant and accordingly, the insurance risks are not transferred to MIIP. In the event that the member withdraws from MIIP, the withdrawn members continues to be responsible for its share of cost arising from events occurring when it was a participating member. If the withdrawn member at any time has a negative equity balance, the withdrawn member is immediately liable and obligated to MIIP for that amount.

The Districts contribute to the self-insurance plan an amount equal to 125% of Wellmark Blue Cross/Blue Shield projections of the rating period. The fund reinsures for stop-loss insurance for claims in excess of \$250,000 per year per individual. An insurance carrier is paid an administrative fee to process the claims.

At June 30, 2024, the District is an active member of MIIP and has a positive equity balance of \$6,612,970. The total premium paid into the plan by all six members from July 1, 2023 to June 30, 2024 was approximately \$50,000,000 of which \$8,432,732 was paid by Linn-Mar Community School District.

MIIP issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Metro Interagency Insurance Program, 1120 33rd Avenue, SW, Cedar Rapids, Iowa, 52404.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 9. Risk Management (Continued)

In addition, the District is exposed to various risks of loss related to torts, theft, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 10. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled \$3,893,683 for the year ended June 30, 2024 and is recorded in the General Fund.

Note 11. Categorical Funding

The District's restricted fund balance for categorical funding at June 30, 2024 is comprised of the following programs:

Program	Amount
Teacher leadership	\$ 174,445
Professional development	306,826
Four year old preschool	192,754
Total	\$ 674,025

Note 12. Construction Commitments

The District has entered into contracts totaling \$45,048,834 for various construction projects throughout the District. As of June 30, 2024, costs of \$15,239,233 had been incurred against these contracts. The remaining balance of \$29,809,601 at June 30, 2024 will be paid as work on the projects progresses.

Note 13. Tax Abatements

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments. Property tax revenues of the District were reduced by the following amounts for the year ended June 30, 2024 under tax abatement agreements of other entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Marion	Urban renewal and economic development projects	\$ 305,028
City of Cedar Rapids	Urban renewal and economic development projects	243,687

The State of Iowa reimburses the District an amount equivalent to the increment of valuation on which property tax is divided times \$5.40 per \$1,000 of taxable valuation. For the year ended June 30, 2024, this reimbursement amounted to \$234,705.

Linn-Mar Community School District

Notes to Basic Financial Statements Year Ended June 30, 2024

Note 14. Governmental Accounting Standards Board (GASB) Statements

The District adopted the following statements during the year ended June 30, 2024:

GASB Statement No. 100, *Accounting Changes and Error Corrections- An Amendment of GASB Statement No. 62*, issued June 2022. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

The above statement did not have a material impact on the District's Financial Statements.

As of June 30, 2024, GASB had issued several statements not yet required to be implemented by the District. The Statements which might impact the District are as follows:

GASB Statement No. 101, *Compensated Absences*, issued June 2022, will be effective for the District beginning with its fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. This Statement amends the existing requirements to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (As long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences.

GASB Statement No. 102, *Certain Risk Disclosures*, issued December 2023, will be effective for the District beginning with its fiscal year ending June 30, 2025. The objective of this Statement is to provide users of government financial statements with information about risks related to a government's vulnerabilities due to certain concentrations or constraints that is essential to their analyses for making decisions or assessing accountability. A government should provide information in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact associated with the concentration or constraint. The disclosures should include descriptions of the following: (a) The concentration or constraint (b) Each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements (c) Actions taken by the government prior to the issuance of the financial statements to mitigate the risk.

GASB Statement No. 103, *Financial Reporting Model Improvements*, issued April 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This statement also addresses certain application issues.

Linn-Mar Community School District

**Notes to Basic Financial Statements
Year Ended June 30, 2024**

Note 14. Governmental Accounting Standards Board (GASB) Statements (Continued)

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, issued September 2024, will be effective for the District beginning with its fiscal year ending June 30, 2026. The objective of this statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale.

The District's management has not yet determined the effect these Statements will have on the District's financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION



Linn-Mar Community School District

Required Supplementary Information

**Budgetary Comparison Schedule of Revenues, Expenditures/Expenses and Changes in Balances -
Budget and Actual - All Governmental Funds and Enterprise Fund
Year Ended June 30, 2024**

	Governmental Funds - Actual	Enterprise Fund - Actual	Total Actual
Revenues:			
Local sources	\$ 56,637,899	\$ 2,679,626	\$ 59,317,525
State sources	69,722,907	23,707	69,746,614
Federal sources	2,951,300	1,815,089	4,766,389
Total revenues	129,312,106	4,518,422	133,830,528
Expenditures/expenses:			
Instruction	72,868,282	-	72,868,282
Support services	33,430,166	-	33,430,166
Non-instructional programs	103,396	4,485,353	4,588,749
Other expenditures	33,470,574	-	33,470,574
Total expenditures	139,872,418	4,485,353	144,357,771
Excess (deficiency) of revenues over (under) expenditures	(10,560,312)	33,069	(10,527,243)
Total other financing sources, net	18,380,400	-	18,380,400
Excess (deficiency) of revenues and other financing sources over (under) expenditures	7,820,088	33,069	7,853,157
Balance, beginning of year	35,535,673	3,428,544	38,964,217
Balance, end of year	<u>\$ 43,355,761</u>	<u>\$ 3,461,613</u>	<u>\$ 46,817,374</u>

See Notes to Required Supplementary Information.

Budgeted Amounts		Final to Actual	
Original	Final	Variance	
\$ 57,957,642	\$ 57,957,642	\$	1,359,883
69,470,765	69,470,765		275,849
5,160,145	5,160,145		(393,756)
132,588,552	132,588,552		1,241,976
71,715,574	73,215,574		347,292
34,446,929	35,946,929		2,516,763
5,195,434	5,695,434		1,106,685
28,622,071	34,222,071		751,497
139,980,008	149,080,008		4,722,237
(7,391,456)	(16,491,456)		5,964,213
-	20,000		18,360,400
\$ (7,391,456)	\$ (16,471,456)	\$	24,324,613

Linn-Mar Community School District

**Required Supplementary Information
Schedule of Changes in the District's Total OPEB
Liability and Related Ratios
Last Seven Fiscal Years**

	2024	2023
Total OPEB liability		
Changes for the year:		
Service cost	\$ 379,050	\$ 374,274
Interest	177,681	160,115
Changes of benefit terms	-	-
Differences between expected and actual experience	623,183	-
Changes in assumptions or other inputs	(544,838)	(42,284)
Benefit payments	(160,017)	(143,824)
Net changes in total OPEB liability	475,059	348,281
Total OPEB liability - beginning	4,568,941	4,220,660
Total OPEB liability - ending	<u>\$ 5,044,000</u>	<u>\$ 4,568,941</u>
Covered employee payroll	\$ 61,350,000	\$ 53,908,000
Total OPEB liability as a percentage of covered employee payroll	8%	8%

Notes to Schedule:

Changes of benefit terms:

There were no changes as a result of changes in benefit terms.

Changes of assumption:

Changes of assumptions or other inputs reflect a change in the discount rate.

The following are the discount rates used in each period.

3.93% 3.65%

In 2024, changes in assumptions also included updating assumed member participation rates from 60% to 50%.

Differences between expected and actual experience:

In 2024, differences between expected and actual experience was primarily due to experience in census changes between the valuation dates.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75

Note: The schedule is intended to present information for ten years.

Information prior to 2018 is not available.

See Notes to Required Supplementary Information.

2022	2021	2020	2019	2018
<hr/>				
\$ 372,361	\$ 361,772	\$ 287,498	\$ 278,769	\$ 268,383
82,395	76,313	116,898	114,169	106,335
-	-	-	-	-
759,815	-	(607,860)	-	-
(379,407)	15,284	338,044	98,643	(70,450)
(113,337)	(91,702)	(99,730)	(121,214)	(103,611)
721,827	361,667	34,850	370,367	200,657
3,498,833	3,137,166	3,102,316	2,731,949	2,531,292
<u>\$ 4,220,660</u>	<u>\$ 3,498,833</u>	<u>\$ 3,137,166</u>	<u>\$ 3,102,316</u>	<u>\$ 2,731,949</u>
<hr/>				
\$ 52,337,492	\$ 50,788,000	\$ 49,308,809	\$ 46,570,000	\$ 44,995,142
8%	7%	6%	7%	6%
3.54%	2.16%	2.21%	3.50%	3.87%

Linn-Mar Community School District

Required Supplementary Information

Schedule of the District's Proportionate Share of the Net Pension Liability

Iowa Public Employees' Retirement System

Last Ten Fiscal Years

	2024*	2023*	2022*	2021*
District's proportion of the net pension liability	0.781346%	0.815483%	-0.310210%	0.747224%
District's proportionate share of the net pension liability	\$ 35,267,344	\$ 30,810,141	\$ 1,070,927	\$ 52,490,498
District's covered payroll	\$ 68,768,117	\$ 65,769,488	\$ 62,056,614	\$ 59,365,114
District's proportionate share of the net pension liability as a percentage of its employee covered	51.28%	46.85%	1.73%	88.42%
Plan fiduciary net pension as a percentage of the total pension liability	90.13%	91.40%	100.81%	82.90%

*The amounts presented for each fiscal year were determined as of June 30 of the preceding year

See Notes to Required Supplementary Information.

2020*	2019*	2018*	2017*	2016*	2015*
0.767621%	0.748404%	0.730830%	0.728902%	0.717733%	0.689442%
\$ 44,450,304	\$ 47,360,843	\$ 48,682,515	\$ 45,872,128	\$ 35,459,499	\$ 27,342,634
\$ 58,391,459	\$ 56,337,809	\$ 54,605,986	\$ 52,340,257	\$ 49,198,902	\$ 45,121,232
76.12%	84.07%	89.15%	87.64%	72.07%	60.61%
85.45%	83.62%	82.21%	81.82%	85.19%	87.61%

Linn-Mar Community School District

Required Supplementary Information
Schedule of District Contributions
Iowa Public Employees' Retirement System
Last Ten Fiscal Years

	2024	2023	2022	2021
Statutorily required contribution	\$ 6,462,612	\$ 6,481,493	\$ 6,197,344	\$ 5,852,268
Contributions in relation to the statutorily required contribution	(6,462,612)	(6,481,493)	(6,197,344)	(5,852,268)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 68,644,943	\$ 68,768,117	\$ 65,769,488	\$ 62,056,614
Contributions as a percentage of covered payroll	9.41%	9.43%	9.42%	9.43%

See Notes to Required Supplementary Information.

2020		2019		2018		2017		2016		2015	
\$	5,604,066	\$	5,512,154	\$	5,030,968	\$	4,876,316	\$	4,673,985	\$	4,393,462
(5,604,066)		(5,512,154)		(5,030,968)		(4,876,316)		(4,673,985)		(4,393,462)	
\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
\$	59,365,114	\$	58,391,459	\$	56,337,809	\$	54,605,986	\$	52,340,257	\$	49,198,902
9.44%		9.44%		8.93%		8.93%		8.93%		8.93%	



Linn-Mar Community School District

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2024

Note 1. Budgets and Budgetary Information

This budgetary comparison is presented as Required Supplementary Information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major Special Revenue Fund.

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except internal service, private-purpose trust and agency funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the accrual basis.

Formal and legal budgetary control for the certified budget is based upon four major classes or expenditures known as functions, not by fund or fund type. These four functions are instruction, support services, noninstructional programs and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated function level, not by fund. The Code of Iowa also provides that District expenditures in the General Fund may not exceed the amount authorized by the school finance formula. During the fiscal year, the District adopted one budget amendment increasing budgeted expenditures by \$9,100,000 for increased open enrollment out expenses, increased transportation, utilities, food costs and other operating costs, and the performance venue construction project.

Note 2. Pension Liability

There are no significant changes in benefit terms.

Changes of assumptions:

The 2023 valuation incorporated the following refinements after a quadrennial experience study:

- Changed mortality assumptions to the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021.
- Adjusted retirement rates for Regular members.
- Lowered disability rates for Regular members.
- Adjusted termination rates for all membership groups.

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

- Changed mortality assumptions to the RP-2014 mortality tables with mortality improvements modeled using Scale MP-2017
- Adjusted retirement rates
- Lowered disability rates
- Adjusted the probability of a vested Regular member electing to receive a deferred benefit.
- Adjusted the merit component of the salary increase assumption.

Linn-Mar Community School District

**Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Note 2. Pension Liability (Continued)

The 2017 valuation implemented the following refinements as a result of an experience study dated March 24, 2017:

- Decreased the inflation assumption from 3.00% to 2.60%.
- Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year.
- Decreased the discount rate from 7.50% to 7.00%.
- Decreased the wage growth assumption from 4.00% to 3.25%.
- Decreased the payroll growth assumption from 4.00% to 3.25%.

SUPPLEMENTARY INFORMATION





NONMAJOR GOVERNMENTAL FUNDS
AND CAPITAL PROJECT FUNDS BY ACCOUNT



Linn-Mar Community School District

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024**

	Special Revenue			
	Management Levy	Student Activity	Public Education and Recreation Levy	Total
Assets				
Cash and pooled investments	\$ 1,904,238	\$ 1,009,304	\$ 191,997	\$ 3,105,539
Receivables:				
Property tax:				
Delinquent	3,034	-	688	3,722
Succeeding year	2,499,998	-	359,115	2,859,113
Due from other governments	-	4,220	-	4,220
Due from other funds	-	23,370	-	23,370
Accounts	130,745	56,081	-	186,826
Total assets	\$ 4,538,015	\$ 1,092,975	\$ 551,800	\$ 6,182,790
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ 29,727	\$ 150,374	\$ 180,101
Salaries and benefits payable	-	34,131	4,644	38,775
Due to other funds	23,547	25,000	-	48,547
Total liabilities	23,547	88,858	155,018	267,423
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	2,499,998	-	359,115	2,859,113
Fund balances:				
Restricted for:				
Management levy purposes	2,014,470	-	-	2,014,470
Student activities	-	1,004,117	-	1,004,117
Public education and recreation levy purposes	-	-	37,667	37,667
Total fund balances	2,014,470	1,004,117	37,667	3,056,254
Total liabilities, deferred inflows of resources and fund balances	\$ 4,538,015	\$ 1,092,975	\$ 551,800	\$ 6,182,790

Linn-Mar Community School District

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2024

	Special Revenue			
	Management Levy	Student Activity	Public Education and Recreation Levy	Total
Revenues:				
Local sources:				
Property tax	\$ 1,491,350	\$ -	\$ 338,209	\$ 1,829,559
Utility excise tax	5,884	-	1,334	7,218
Other tax	3,102	-	705	3,807
Other	32,355	1,257,571	5,794	1,295,720
State sources	16,570	-	3,757	20,327
Total revenues	1,549,261	1,257,571	349,799	3,156,631
Expenditures:				
Current:				
Instruction:	422,327	1,130,844	-	1,553,171
Support services:				
Student	28,427	-	-	28,427
Instructional staff	51,319	-	-	51,319
Administration services	67,085	-	-	67,085
Operation and maintenance of plant services	1,015,593	-	56,079	1,071,672
Student transportation	198,092	-	-	198,092
Non-instructional programs:				
Food service operations	60,517	-	-	60,517
Community service operations	-	-	42,879	42,879
Capital outlay	-	-	335,913	335,913
Total expenditures	1,843,360	1,130,844	434,871	3,409,075
Excess (deficiency) of revenues over (under) expenditures	(294,099)	126,727	(85,072)	(252,444)
Other financing sources, transfers in	-	23,370	-	23,370
Net change in fund balances	(294,099)	150,097	(85,072)	(229,074)
Fund balances, beginning of year	2,308,569	854,020	122,739	3,285,328
Fund balances, end of year	\$ 2,014,470	\$ 1,004,117	\$ 37,667	\$ 3,056,254

Linn-Mar Community School District

Schedule of Combining Balance Sheet
Capital Projects Fund - By Account
June 30, 2024

	Capital Projects Fund Accounts			
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects Fund	Total
Assets				
Cash and pooled investments	\$ 19,722,155	\$ 6,764,579	\$ -	\$ 26,486,734
Restricted cash and investments	-	-	7,562,572	7,562,572
Receivables:				
Property tax:				
Delinquent	-	8,880	-	8,880
Succeeding year	-	4,606,346	-	4,606,346
Other	-	6,896	-	6,896
Due from other governments	931,610	-	-	931,610
Due from other funds	-	-	23,547	23,547
Total assets	\$ 20,653,765	\$ 11,386,701	\$ 7,586,119	\$ 39,626,585
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities, accounts payable	\$ 763,155	\$ 499,646	\$ 1,092,483	\$ 2,355,284
Deferred inflows of resources, unavailable revenue:				
Succeeding year property tax	-	4,606,346	-	4,606,346
Total deferred inflows of resources	-	4,606,346	-	4,606,346
Fund Balances:				
Restricted for:				
Debt service	1,636,500	-	-	1,636,500
School infrastructure	18,254,110	-	6,493,636	24,747,746
Physical plant and equipment	-	6,280,709	-	6,280,709
Total fund balances	19,890,610	6,280,709	6,493,636	32,664,955
Total liabilities, deferred inflows of resources, and fund balances	\$ 20,653,765	\$ 11,386,701	\$ 7,586,119	\$ 39,626,585

Linn-Mar Community School District

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

Capital Projects Fund - By Account

Year Ended June 30, 2024

	Capital Projects Fund Accounts			
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects Fund	Total
Revenues:				
Local sources:				
Property tax	\$ -	\$ 4,361,108	\$ -	\$ 4,361,108
Utility excise tax	-	16,507	-	16,507
Other tax	-	8,703	-	8,703
Other	282,626	317,673	608,473	1,208,772
State sources	10,124,583	46,484	-	10,171,067
Total revenues	10,407,209	4,750,475	608,473	15,766,157
Expenditures:				
Current:				
Instruction	1,252,939	-	-	1,252,939
Support services:				
Instructional staff	-	-	12,145	12,145
Administration	-	783,674	-	783,674
Operation and maintenance of plant services	-	34,121	-	34,121
Student transportation	-	403,983	-	403,983
Capital outlay	3,771,958	1,891,817	8,633,671	14,297,446
Debt service:				
Interest and fiscal charges	220,424	-	-	220,424
Total expenditures	5,245,321	3,113,595	8,645,816	17,004,732
Excess of (deficiency) of revenues over (under) expenditures	5,161,888	1,636,880	(8,037,343)	(1,238,575)
Other financing sources (uses):				
Issuance of long-term debt	16,365,000	-	-	16,365,000
Premium on issuance of long-term debt	504,480	-	-	504,480
Issuance of lease	-	678,396	-	678,396
Insurance proceeds	-	758,831	-	758,831
Transfers (out)	(7,882,904)	(1,353,078)	-	(9,235,982)
Total other financing sources (uses)	8,986,576	84,149	-	9,070,725
Net change in fund balance	14,148,464	1,721,029	(8,037,343)	7,832,150
Fund balance, beginning of year	5,742,146	4,559,680	14,530,979	24,832,805
Fund balance, end of year	\$ 19,890,610	\$ 6,280,709	\$ 6,493,636	\$ 32,664,955



NONMAJOR ENTERPRISE FUNDS



Linn-Mar Community School District

Combining Statement of Net Position

Nonmajor Enterprise Funds

June 30, 2024

	School Nutrition	Aquatic Center	ROAR Store	Total
Assets				
Current:				
Cash and cash equivalents	\$ 3,215,189	\$ 402,746	\$ 30,351	\$ 3,648,286
Accounts receivable	110	1,458	-	1,568
Inventories	14,969	-	-	14,969
Total current assets	3,230,268	404,204	30,351	3,664,823
Noncurrent:				
Capital assets, net of accumulated depreciation	707,887	-	-	707,887
Total noncurrent assets	707,887	-	-	707,887
Total assets	3,938,155	404,204	30,351	4,372,710
Deferred Outflows of Resources:				
OPEB related deferred outflows	34,609	1,841	-	36,450
Pension related deferred outflows	335,774	22,924	-	358,698
	370,383	24,765	-	395,148
Liabilities				
Current:				
Accounts payable	1,990	2,103	-	4,093
Salaries and benefits payable	4,451	59,108	-	63,559
IT subscription obligation	3,304	-	-	3,304
Unearned revenue	114,218	-	-	114,218
Total OPEB liability	3,984	272	-	4,256
Total current liabilities	127,947	61,483	-	189,430
Noncurrent:				
Net pension liability	878,157	59,954	-	938,111
Total OPEB liability	120,178	8,232	-	128,410
Total noncurrent liabilities	998,335	68,186	-	1,066,521
Total liabilities	1,126,282	129,669	-	1,255,951
Deferred Inflows of Resources:				
OPEB related deferred inflows	29,333	2,047	-	31,380
Pension related deferred inflows	17,706	1,208	-	18,914
Total deferred inflows	47,039	3,255	-	50,294
Net Position				
Investment in capital assets	707,887	-	-	707,887
Unrestricted	2,427,330	296,045	30,351	2,753,726
Total net position	\$ 3,135,217	\$ 296,045	\$ 30,351	\$ 3,461,613

Linn-Mar Community School District

Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
Year Ended June 30, 2024

	School Nutrition	Aquatic Center	ROAR Store	Total
Operating revenues:				
Local sources, charges for services	\$ 2,127,255	\$ 407,529	\$ 47,735	\$ 2,582,519
Total operating revenues	2,127,255	407,529	47,735	2,582,519
Operating expenses:				
Non-instructional programs:				
Food service:				
Salaries	1,856,369	-	-	1,856,369
Benefits	151,805	-	-	151,805
Services	3,346	-	-	3,346
Supplies	1,899,864	-	-	1,899,864
Depreciation/amortization	120,544	-	-	120,544
Other	3,214	-	-	3,214
Total food service	4,035,142	-	-	4,035,142
Other enterprise	-	-	44,334	44,334
Community service:				
Salaries	-	262,546	-	262,546
Benefits	-	62,062	-	62,062
Services	-	5,956	-	5,956
Supplies	-	18,753	-	18,753
Other	-	56,560	-	56,560
Total community service	-	405,877	-	405,877
Total operating expenses	4,035,142	405,877	44,334	4,485,353
Operating income (loss)	(1,907,887)	1,652	3,401	(1,902,834)
Nonoperating revenues:				
State sources	23,707	-	-	23,707
Federal sources	1,815,089	-	-	1,815,089
Interest on investments	97,107	-	-	97,107
Total nonoperating revenues	1,935,903	-	-	1,935,903
Change in net position	28,016	1,652	3,401	33,069
Net position, beginning of year	3,107,201	294,393	26,950	3,428,544
Net position, end of year	\$ 3,135,217	\$ 296,045	\$ 30,351	\$ 3,461,613

Linn-Mar Community School District

Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2024

	School Nutrition	Aquatic Center	ROAR Store	Total
Cash flows from operating activities:				
Cash received from food service sales	\$ 2,126,098	\$ -	\$ -	\$ 2,126,098
Cash received from aquatic center operations	-	406,071	-	406,071
Cash received from ROAR store operations	-	-	47,735	47,735
Cash payments to employees for services	(2,158,714)	(294,781)	-	(2,453,495)
Cash payments to suppliers for goods or services	(1,615,870)	(80,215)	(44,334)	(1,740,419)
Net cash provided by (used in) operating activities	(1,648,486)	31,075	3,401	(1,614,010)
Cash flows from noncapital financing activities:				
State grants received	23,707	-	-	23,707
Federal grants received	1,527,707	-	-	1,527,707
Net cash provided by noncapital financing activities	1,551,414	-	-	1,551,414
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(3,291)	-	-	(3,291)
Principal payment on IT subscription obligations	(3,227)	-	-	(3,227)
Net cash (used in) capital and related financing activities	(6,518)	-	-	(6,518)
Cash flows from investing activities, interest on investments	97,107	-	-	97,107
Net increase (decrease) in cash and cash equivalents	(6,483)	31,075	3,401	27,993
Cash and cash equivalents, beginning of year	3,221,672	371,671	26,950	3,620,293
Cash and cash equivalents, end of year	<u>\$ 3,215,189</u>	<u>\$ 402,746</u>	<u>\$ 30,351</u>	<u>\$ 3,648,286</u>

(Continued)

Linn-Mar Community School District

Combining Statement of Cash Flows (Continued)

Nonmajor Enterprise Funds

Year Ended June 30, 2024

Reconciliation of operating income (loss)

to net cash provided by (used in)

operating activities:

Operating income (loss)	\$ (1,907,887)	\$ 1,652	\$ 3,401	\$ (1,902,834)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Commodities consumed	287,382	-	-	287,382
Depreciation/amortization	120,544	-	-	120,544
Decrease in inventories	4,042	-	-	4,042
(Increase) decrease in accounts receivable	662	(1,458)	-	(796)
Increase (decrease) in accounts payable	(870)	1,054	-	184
Increase (decrease) in salaries and benefits payable	(13,509)	293	-	(13,216)
Increase in OPEB liability and related deferrals	10,123	691	-	10,814
Increase (decrease) in net pension liability and related deferrals	(147,154)	28,843	-	(118,311)
(Decrease) in unearned revenue	(1,819)	-	-	(1,819)
Net cash provided by (used in) operating activities	\$ (1,648,486)	\$ 31,075	\$ 3,401	\$ (1,614,010)

Noncash from noncapital financing activities:

During the year ended June 30, 2024, the District used \$287,382 of federal commodities.





Statistical Section

(Unaudited)

This part of the Linn-Mar Community School District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	74-89
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	90-96
These schedules contain trend information to help the reader assess the factors affecting the District's ability to generate its property taxes.	
Debt Capacity	97-102
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt.	
Demographic and Economic Information	103-108
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	109-117
These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	

Linn-Mar Community School District

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	2015	2016	2017	2018
Governmental activities:				
Net investment in capital assets	\$ 48,003,951	\$ 48,606,036	\$ 62,549,123	\$ 70,504,714
Restricted	21,066,774	22,710,019	14,982,592	12,005,864
Unrestricted	(23,819,849)	(22,456,176)	(25,221,400)	(28,085,387)
Total governmental activities net position	\$ 45,250,876	\$ 48,859,879	\$ 52,310,315	\$ 54,425,191
Business-type activities				
Net investment in capital assets	\$ 603,369	\$ 541,797	\$ 742,173	\$ 666,154
Unrestricted	562,343	715,536	421,375	441,240
Total business-type activities net position	\$ 1,165,712	\$ 1,257,333	\$ 1,163,548	\$ 1,107,394

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ 76,718,101	\$ 83,108,503	\$ 84,736,354	\$ 89,775,215	\$ 95,530,955	\$ 97,922,225
10,550,211	10,666,215	13,640,492	12,690,386	14,846,661	20,612,776
(30,704,589)	(32,389,777)	(31,586,729)	(23,926,481)	(23,048,442)	(21,012,888)
\$ 56,563,723	\$ 61,384,941	\$ 66,790,117	\$ 78,539,120	\$ 87,329,174	\$ 97,522,113
\$ 574,630	\$ 496,271	\$ 1,068,342	\$ 935,163	\$ 825,140	\$ 707,887
658,775	523,351	578,717	1,923,418	2,603,404	2,753,726
\$ 1,233,405	\$ 1,019,622	\$ 1,647,059	\$ 2,858,581	\$ 3,428,544	\$ 3,461,613

Linn-Mar Community School District

Expenses, Program Revenues and Net (Expense) Revenue Last Ten Fiscal Years (accrual basis of accounting) (Unaudited)

	2015	2016	2017	2018
Expenses:				
Governmental activities:				
Instruction	\$ 48,140,423	\$ 51,168,392	\$ 56,707,418	\$ 58,931,656
Support services:				
Student	3,663,955	3,677,997	4,355,525	4,484,173
Instructional staff	5,455,726	6,368,459	5,775,910	6,346,603
Administration	5,673,933	6,874,302	6,582,752	7,468,634
Operation and maintenance of plant	6,564,417	6,402,268	6,663,099	7,109,445
Transportation	2,754,810	2,749,936	2,813,289	3,093,011
Non-instructional programs	130,525	128,979	123,241	98,548
Long-term debt interest and fiscal charges	2,802,823	3,031,161	3,153,088	2,513,240
Other expenses:				
AEA flowthrough	2,923,429	3,055,116	3,107,129	3,239,555
Depreciation (unallocated)	4,010,529	4,133,605	4,204,016	4,570,877
Total governmental activities	82,120,570	87,590,215	93,485,467	97,855,742
Business-type activities:				
School nutrition	3,113,499	3,357,540	3,664,633	3,626,056
Aquatic center	161,128	239,212	258,173	288,691
ROAR store	7,353	12,426	31,857	39,299
Total business-type activities	3,281,980	3,609,178	3,954,663	3,954,046
Total primary government expenses	85,402,550	91,199,393	97,440,130	101,809,788
Program revenues:				
Governmental activities:				
Charges for services:				
Instruction	5,516,329	6,407,571	6,745,753	7,818,599
Support services	93,335	12,868	24,166	27,459
Operating grants and contributions	5,991,216	6,047,560	6,581,814	14,462,348
Capital grants and contributions	10,000	18,989	25,500	36,900
Total governmental activities	11,610,880	12,486,988	13,377,233	22,345,306
Business-type activities:				
Charges for services:				
School nutrition	2,165,481	2,185,826	2,244,925	2,301,977
Aquatic center	239,569	273,967	293,629	295,531
ROAR store	9,555	12,335	31,494	43,078
Operating grants and contributions	1,170,943	1,226,303	1,287,140	1,271,317
Capital grants and contributions	-	-	-	-
Total business-type activities	3,585,548	3,698,431	3,857,188	3,911,903
Total primary government revenues	15,196,428	16,185,419	17,234,421	26,257,209
Net (expense) revenues:				
Governmental activities	(70,509,690)	(75,103,227)	(80,108,234)	(75,510,436)
Business-type activities	303,568	89,253	(97,475)	(42,143)
Total primary government revenues	\$ (70,206,122)	\$ (75,013,974)	\$ (80,205,709)	\$ (75,552,579)

Source: School District Financial Records

	2019		2020		2021		2022		2023		2024
\$	61,473,758	\$	63,560,855	\$	67,026,119	\$	63,307,419	\$	68,265,783	\$	71,398,406
	4,299,379		4,213,237		4,252,852		4,054,858		4,212,678		3,984,167
	6,282,247		6,747,058		7,743,761		7,183,309		6,764,335		6,912,237
	7,553,924		7,655,203		7,829,769		8,025,718		9,053,582		10,186,890
	9,049,914		6,773,032		14,154,775		9,343,503		8,275,199		8,308,537
	3,559,751		3,590,979		3,713,690		3,601,615		5,020,124		4,188,693
	93,551		98,560		100,174		100,885		95,816		102,175
	2,599,276		4,335,073		3,998,911		4,204,471		3,395,914		4,145,182
	3,339,090		3,469,718		3,631,522		3,676,429		3,756,855		3,893,683
	4,752,841		4,836,671		5,835,887		6,329,627		6,628,611		6,806,926
	103,003,731		105,280,386		118,287,460		109,827,834		115,468,897		119,926,896
	3,579,698		3,383,351		3,233,525		3,906,770		3,997,776		4,035,142
	316,352		275,634		94,216		322,591		356,361		405,877
	37,071		36,875		28,930		48,787		35,497		44,334
	3,933,121		3,695,860		3,356,671		4,278,148		4,389,634		4,485,353
	106,936,852		108,976,246		121,644,131		114,105,982		119,858,531		124,412,249
	8,173,922		8,264,085		15,423,309		5,862,062		5,676,355		8,652,781
	1,862,441		1,311,115		1,173,853		3,127,088		3,527,439		284,038
	13,126,850		13,565,519		16,911,925		18,574,583		19,082,722		16,799,747
	-		-		-		-		-		-
	23,163,213		23,140,719		33,509,087		27,563,733		28,286,516		25,736,566
	2,266,321		1,698,882		164,830		410,124		2,118,897		2,127,255
	351,434		145,122		187,230		396,824		415,817		407,529
	46,990		34,784		44,786		46,355		35,668		47,735
	1,376,878		1,587,600		2,690,701		4,634,021		2,353,625		1,838,796
	-		-		-		-		-		-
	4,041,623		3,466,388		3,087,547		5,487,324		4,924,007		4,421,315
	27,204,836		26,607,107		36,596,634		33,051,057		33,210,523		30,157,881
	(79,840,518)		(82,139,667)		(84,778,373)		(82,264,101)		(87,182,381)		(94,190,330)
	108,502		(229,472)		(269,124)		1,209,176		534,373		(64,038)
\$	(79,732,016)	\$	(82,369,139)	\$	(85,047,497)	\$	(81,054,925)	\$	(86,648,008)	\$	(94,254,368)

Linn-Mar Community School District

General Revenues and Total Change in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

(Unaudited)

	2015	2016	2017	2018
Net (expense) revenues:				
Governmental activities	\$ (75,103,227)	\$ (80,108,234)	\$ (75,510,436)	\$ (75,510,436)
Business-type activities	89,253	(97,475)	(42,143)	(42,143)
Total primary government net expense	(75,013,974)	(80,205,709)	(75,552,579)	(75,552,579)
General revenues and other changes in net position:				
Governmental activities:				
Property taxes levied for:				
General purposes	23,949,253	25,236,614	25,921,202	27,750,578
Capital outlay	3,105,578	3,188,525	3,272,294	3,430,959
Debt service	4,033,671	3,800,343	3,841,998	3,519,010
Revenues in lieu of taxes	-	-	-	948,662
Sales tax	6,587,426	6,811,318	6,889,195	7,158,956
Unrestricted grants and contributions	39,054,690	41,329,762	42,547,658	35,235,868
Investment earnings	79,221	104,072	121,291	186,668
Miscellaneous	590,682	532,864	965,032	380,492
Total governmental activities	77,400,521	81,003,498	83,558,670	78,611,193
Business-type activities:				
Investment earnings	2,180	2,368	3,560	8,596
Miscellaneous	414	-	130	5,270
Total business-type activities	2,594	2,368	3,690	13,866
Total primary government	77,403,115	81,005,866	83,562,360	78,625,059
Change in net position:				
Governmental activities	2,297,294	895,264	8,048,234	3,100,757
Business-type activities	91,847	(95,107)	(38,453)	(28,277)
Total primary government	\$ 2,389,141	\$ 800,157	\$ 8,009,781	\$ 3,072,480

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ (79,840,518)	\$ (82,139,667)	\$ 33,509,087	\$ (82,264,101)	\$ (87,182,381)	\$ (94,190,330)
108,502	(229,472)	3,087,547	1,209,176	534,373	(64,038)
(79,732,016)	(82,369,139)	36,596,634	(81,054,925)	(86,648,008)	(94,254,368)
29,270,203	30,057,518	32,127,472	33,162,658	32,866,428	35,649,364
3,628,213	3,761,188	3,981,114	4,169,860	4,270,100	4,361,108
3,576,418	5,629,795	5,574,919	5,675,629	5,566,037	5,399,130
1,034,904	1,061,475	1,063,781	1,089,172	8,386	497,309
7,645,473	7,849,426	8,361,729	9,334,763	9,101,935	10,124,583
36,137,495	37,602,906	39,566,400	40,332,066	42,968,413	45,227,773
460,739	806,991	210,254	61,307	883,704	2,044,393
225,605	191,586	191,090	200,666	294,442	1,079,609
81,979,050	86,960,885	91,076,759	94,026,121	95,959,445	104,383,269
17,201	15,714	3,104	2,346	35,590	97,107
308	222	-	-	-	-
17,509	15,936	3,104	2,346	35,590	97,107
81,996,559	86,976,821	91,079,863	94,028,467	95,995,035	104,480,376
2,138,532	4,821,218	5,405,176	11,762,020	8,777,064	10,192,939
126,011	(213,536)	627,190	1,211,522	569,963	33,069
\$ 2,264,543	\$ 4,607,682	\$ 6,032,366	\$ 12,973,542	\$ 9,347,027	\$ 10,226,008

Linn-Mar Community School District

**Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)**

	2015	2016	2017	2018
General Fund:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	1,793,043	1,363,797	1,513,994	1,153,042
Assigned	521,726	445,301	476,285	446,136
Unassigned	8,091,108	8,317,146	8,407,084	8,372,478
Total General Fund	10,405,877	10,126,244	10,397,363	9,971,656
All other governmental funds:				
Nonspendable	-	-	-	-
Restricted for:				
Capital projects funds	11,960,248	15,467,494	7,494,765	6,985,042
Debt service fund	-	-	4,339,699	4,078,964
Special revenue funds	6,363,405	7,126,623	3,232,304	3,438,057
Total other governmental funds	18,323,653	22,594,117	15,066,768	14,502,063
Total governmental funds	\$ 28,729,530	\$ 32,720,361	\$ 25,464,131	\$ 24,473,719

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ -	\$ -	\$ -	\$ -	220,881	\$ 31,178
1,067,117	1,142,203	734,927	431,575	446,035	674,025
421,121	435,330	424,306	464,960	535,797	605,774
8,371,898	9,481,809	12,795,923	11,416,553	5,866,836	5,780,977
9,860,136	11,059,342	13,955,156	12,313,088	7,069,549	7,091,954
-	-	-	-	26,243	-
13,141,970	18,286,390	13,638,994	8,839,279	24,807,805	32,664,955
4,207,934	4,614,250	858,214	346,134	347,991	542,598
3,839,507	3,387,024	2,587,819	2,682,893	3,284,085	3,056,254
21,189,411	26,287,664	17,085,027	11,868,306	28,466,124	36,263,807
\$ 31,049,547	\$ 37,347,006	\$ 31,040,183	\$ 24,181,394	\$ 35,535,673	\$ 43,355,761

Linn-Mar Community School District

Governmental Funds Revenues

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	2015	2016	2017	2018
Local sources:				
Property taxes	\$ 31,088,502	\$ 32,225,482	\$ 33,035,494	\$ 34,700,547
Tuition	3,604,028	4,266,217	4,869,613	5,259,122
Other revenues	2,773,333	2,844,683	3,057,301	3,012,082
Total local sources	37,465,863	39,336,382	40,962,408	42,971,751
Intermediate sources	-	-	8,000	-
State sources:				
Statewide sales and services tax	6,587,426	6,811,318	6,889,195	6,808,180
State grants	42,737,570	45,294,013	46,582,216	47,656,336
Total state sources	49,324,996	52,105,331	53,471,411	54,464,516
Federal sources	2,220,542	2,048,773	2,494,084	2,788,965
Total revenues	\$ 89,011,401	\$ 93,490,486	\$ 96,935,903	\$ 100,225,232

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ 36,849,199	\$ 39,710,620	\$ 41,928,435	\$ 43,173,345	\$ 42,702,565	\$ 45,409,602
5,282,546	5,483,555.00	5,801,651	5,862,063	5,676,356	5,741,848
3,347,584	3,643,355	9,994,702	3,188,393	4,667,461	5,486,449
45,479,329	48,837,530	57,724,788	52,223,801	53,046,382	56,637,899
-	-	-	-	-	-
7,645,473	7,827,053	7,659,411	9,160,188	10,379,010	10,124,583
48,990,802	50,994,455	53,373,190	54,351,928	56,374,182	59,598,324
56,636,275	58,821,508	61,032,601	63,512,116	66,753,192	69,722,907
2,944,639	2,406,666	5,124,051	5,643,185	4,965,445	2,951,300
\$ 105,060,243	\$ 110,065,704	\$ 123,881,440	\$ 121,379,102	\$ 124,765,019	\$ 129,312,106

Linn-Mar Community School District

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	2015	2016	2017	2018
Instruction	\$ 49,047,463	\$ 52,864,635	\$ 54,341,263	\$ 57,269,830
Support services:				
Student services	3,673,553	3,704,754	4,322,032	4,301,729
Instructional staff support services	5,112,761	5,382,209	5,622,911	6,151,635
Administrative services	6,608,157	6,932,883	6,999,671	7,104,822
Plant operation and maintenance	6,464,301	6,567,506	6,499,306	6,692,844
Transportation services	2,763,461	2,782,122	2,829,377	3,020,658
Non-instructional programs	130,525	128,979	123,241	98,406
Capital outlay	8,626,662	19,381,436	9,448,106	3,251,094
AEA flowthrough	2,923,429	3,055,116	3,107,129	3,239,555
Debt service:				
Principal	6,405,675	5,780,000	23,870,000	7,165,000
Interest and fiscal charges	2,743,913	2,933,691	3,098,806	2,960,809
Total expenditures	\$ 94,499,900	\$ 109,513,331	\$ 120,261,842	\$ 101,256,382
Debt service as a percentage of noncapital expenditures	10.65%	24.49%	24.34%	10.33%

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ 61,785,512	\$ 61,121,222	\$ 64,622,740	\$ 69,098,015	\$ 71,976,820	\$ 72,868,282
4,183,675	3,999,730	4,090,362	4,529,872	4,546,359	4,131,189
6,137,836	6,458,399	7,503,729	7,976,196	7,244,471	7,124,874
7,379,834	7,322,820	7,902,558	8,739,425	9,016,806	9,896,883
6,866,139	6,633,353	8,004,715	8,480,781	8,849,083	8,681,410
3,049,862	3,025,804	3,069,944	3,204,969	4,526,833	3,595,810
92,559	96,490	98,866	105,543	98,611	103,396
5,899,443	58,181,188	18,177,773	5,132,574	6,240,426	14,633,359
3,339,090	3,469,718	3,631,522	3,676,429	3,756,855	3,893,683
7,140,000	20,915,000	8,330,000	56,573,771	8,027,645	10,242,073
2,759,588	5,152,986	4,568,499	4,892,749	4,164,954	4,701,459
\$ 108,633,538	\$ 176,376,710	\$ 130,000,708	\$ 172,410,324	\$ 128,448,863	\$ 139,872,418
9.67%	22.10%	11.00%	36.50%	10.02%	11.98%

Linn-Mar Community School District

Other Financing Sources and Uses and Net Change in Fund Balances

Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

	2015	2016	2017	2018
Excess (deficiency) of revenues over (under) expenditures	\$ (5,488,499)	\$ (16,022,845)	\$ (23,325,939)	\$ (1,031,150)
Other financing sources (uses):				
Transfer in	8,246,454	6,001,233	7,173,507	6,277,163
Transfer out	(8,246,454)	(6,001,233)	(7,173,507)	(6,277,163)
Sale of equipment	-	13,676	121,496	40,738
Sale of real property	203,675	-	-	-
Issuance of lease	-	-	-	-
Insurance proceeds	-	-	-	-
Capital loan note issuance	-	10,000,000	-	-
Revenue bond issuance	3,665,000	10,000,000	-	-
General obligation refunding bonds issued	-	-	14,125,000	-
General obligation bonds issued	-	-	-	-
Net premiums/discounts on bond issuances	-	-	1,823,213	-
Total other financing sources (uses)	3,868,675	20,013,676	16,069,709	40,738
Net change in fund balances	\$ (1,619,824)	\$ 3,990,831	\$ (7,256,230)	\$ (990,412)

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
\$ (3,573,295)	\$ (66,311,006)	\$ (6,119,268)	\$ (51,031,222)	\$ (3,683,844)	\$ (10,560,312)
6,267,600	6,277,875	7,287,302	10,857,635	6,392,183	9,259,352
(6,267,600)	(6,277,875)	(7,487,932)	(10,857,635)	(6,392,183)	(9,259,352)
55,820	18,565	13,075	35,468	38,123	40,297
-	-	-	-	-	-
-	-	-	-	-	678,396
-	-	-	-	-	792,227
-	-	-	-	-	-
-	15,000,000	-	41,615,000	15,000,000	16,365,000
-	-	-	-	-	-
10,000,000	53,580,000	-	-	-	-
93,303	4,009,900	-	2,521,965	-	504,480
10,149,123	72,608,465	(187,555)	44,172,433	15,038,123	18,380,400
\$ 6,575,828	\$ 6,297,459	\$ (6,306,823)	\$ (6,858,789)	\$ 11,354,279	\$ 7,820,088

Linn-Mar Community School District

General Fund Expenditures By Function and Other Financing Uses

Last Ten Fiscal Years

(modified accrual basis of accounting)

(Unaudited)

Fiscal Year Ended June 30,	Instruction	Support Services	Non- Instructional Programs	Other Expenditures	Total Expenditures	Other Financing Uses
2024	\$ 70,062,172	\$ 30,779,648	\$ -	\$ 3,893,683	\$ 104,735,503	\$ 23,370
2023	69,602,817	31,672,243	-	3,756,855	105,031,915	52,475
2022	66,505,187	30,978,512	-	3,676,429	101,160,128	25,043
2021	61,679,263	28,324,556	-	3,631,522	93,635,341	217,311
2020	58,656,871	25,623,259	-	3,469,718	87,749,848	16,419
2019	57,302,699	26,049,740	-	3,339,090	86,691,529	18,378
2018	54,761,167	25,888,505	-	3,239,555	83,889,227	26,974
2017	51,922,604	24,630,371	-	3,107,129	79,660,104	12,281
2016	49,997,441	23,747,703	-	3,055,116	76,800,260	-
2015	46,964,048	23,133,985	-	2,923,429	73,021,462	-

Source: School District Financial Records

Linn-Mar Community School District

General Fund Revenues By Function and Other Financing Sources
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Fiscal Year Ended June 30,	Local Tax	State	Federal	Miscellaneous	Total Revenues	Other Financing Sources
2024	\$ 33,999,444	\$ 59,473,964	\$ 2,951,300	\$ 8,282,877	\$ 104,707,585	\$ 73,693
2023	30,447,363	56,237,600	4,965,445	8,152,320	99,802,728	38,123
2022	31,915,239	54,075,610	5,643,185	7,873,601	99,507,635	35,468
2021	31,233,343	53,105,425	5,124,051	7,272,572	96,735,391	13,075
2020	29,167,045	50,716,753	2,386,666	6,676,444	88,946,908	18,565
2019	28,141,026	48,779,896	2,944,639	6,677,006	86,542,567	18,378
2018	26,546,671	47,435,997	2,788,965	6,678,123	83,449,756	40,738
2017	24,785,704	46,347,416	2,494,084	6,253,052	79,880,256	63,248
2016	23,986,903	45,028,110	2,048,773	5,443,165	76,506,951	13,676
2015	22,754,909	42,577,642	2,220,542	4,843,746	72,396,839	8,229

Source: School District Financial Records

Linn-Mar Community School District

**Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)**

Assessment Year	Collection Year	Actual Value			Less Exemptions	Total Taxable Value	Total Direct Rate
		Residential Property	Commercial Property	Other Property			
2022	2023-24	3,518,405,314	672,623,289	206,829,884	1,771,779,411	2,626,079,076	17.89319
2021	2022-23	3,240,618,500	683,971,594	353,532,384	1,652,043,402	2,626,079,076	17.35888
2020	2021-22	2,993,446,620	673,573,424	317,751,102	1,485,959,449	2,498,811,697	17.86914
2019	2020-21	2,937,227,110	644,924,054	309,826,169	1,498,299,701	2,393,677,632	18.01155
2018	2019-20	2,745,045,400	601,843,697	299,287,927	1,366,612,361	2,279,564,663	18.01522
2017	2018-19	2,669,255,000	586,958,767	284,640,379	1,356,598,618	2,184,255,528	17.37262
2016	2017-18	2,523,208,100	494,562,506	275,862,298	1,244,913,378	2,048,719,526	17.37544
2015	2016-17	2,436,608,100	484,766,546	267,382,298	1,233,351,437	1,955,405,507	17.37723
2014	2015-16	2,353,842,868	548,360,758	183,971,846	1,182,203,330	1,903,972,142	17.37861
2013	2014-15	2,284,210,354	548,493,780	169,642,588	1,139,926,871	1,862,419,851	17.00411

Source: Linn County Auditor

Linn-Mar Community School District

Property Tax Levies And Collections

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Levy	Collected within the Levy Year		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of the Levy		Amount	Percentage of the Levy
2024	\$ 45,646,314	\$ 45,409,603	99.48%	\$ -	\$ 45,409,603	99.48%
2023	43,234,849	42,866,098	99.15%	-	42,866,098	99.15%
2022	43,038,251	43,080,640	100.10%	-	43,080,640	100.10%
2021	41,855,488	41,570,586	99.32%	-	41,570,586	99.32%
2020	39,890,612	39,626,560	99.34%	-	39,626,560	99.34%
2019	36,643,522	36,515,841	99.65%	129,612	36,645,453	100.01%
2018	34,611,614	34,548,420	99.82%	75,617	34,624,036	100.04%
2017	32,941,467	32,848,881	99.72%	82,864	32,931,745	99.97%
2016	32,160,080	32,050,116	99.66%	100,781	32,150,896	99.97%
2015	31,124,849	30,907,422	99.30%	87,250	30,994,672	99.58%

Source: School District Financial Records

Linn-Mar Community School District

**Property Tax Rates Per \$1,000 Assessed Valuation
All Direct and Overlapping Governments
Last Ten Fiscal Years
(Unaudited)**

Levy Year	Collection Year	City of Cedar Rapids	City of Marion	City of Robins
2022	2023-24			
	County	5.95691	5.95691	5.95691
	Schools	17.89319	17.89319	17.89319
	City	16.2462	15.0339	5.54276
	Miscellaneous	1.72463	1.69279	3.82142
	Total Levy	41.82093	40.57679	33.21428
Ratio of Linn-Mar Community School District to Total		42.79%	44.10%	53.87%
2021	2022-23			
	County	5.84664	5.84664	5.84664
	Schools	17.35888	17.35888	17.35888
	City	16.0262	14.20203	7.73546
	Miscellaneous	2.30929	2.30794	1.66633
	Total Levy	41.54101	39.71549	32.60731
Ratio of Linn-Mar Community School District to Total		41.79%	43.71%	53.24%
2020	2021-22			
	County	6.24304	6.24304	6.24304
	Schools	17.86914	17.86914	17.86914
	City	15.8762	14.19976	7.77354
	Miscellaneous	1.63416	1.63363	1.63363
	Total Levy	41.62254	39.94557	33.51935
Ratio of Linn-Mar Community School District to Total		42.93%	44.73%	53.31%
2019	2020-21			
	County	6.40442	6.40442	6.40442
	Schools	18.01155	18.01155	18.01155
	City	15.6562	14.21502	7.77077
	Miscellaneous	1.58522	1.58314	1.58314
	Total Levy	41.65739	40.21413	33.76988
Ratio of Linn-Mar Community School District to Total		43.24%	44.79%	53.34%

(Continued)

Linn-Mar Community School District

**Property Tax Rates Per \$1,000 Assessed Valuation
All Direct and Overlapping Governments (continued)
Last Ten Fiscal Years
(Unaudited)**

Levy Year	Collection Year	City of Cedar Rapids	City of Marion	City of Robins
2018	2019-20			
	County	5.83902	5.83902	5.83902
	Schools	18.01522	18.01522	18.01522
	City	15.43621	14.22338	7.71136
	Miscellaneous	1.52375	1.55618	1.55618
	Total Levy	40.8142	39.6338	33.12178
Ratio of Linn-Mar Community School District to Total		44.14%	45.45%	54.39%
2017	2018-19			
	County	5.83902	5.83902	5.83902
	Schools	17.37262	17.37262	17.37262
	City	15.21621	14.22338	7.92171
	Miscellaneous	1.55739	1.55364	1.55364
	Total Levy	39.98524	38.98866	32.68699
Ratio of Linn-Mar Community School District to Total		43.45%	44.56%	53.15%
2016	2017-18			
	County	6.14108	6.14108	6.14108
	Schools	17.37544	17.37544	17.37544
	City	15.21621	13.98943	7.67714
	Miscellaneous	1.51391	1.50398	1.50398
	Total Levy	40.24664	39.00993	32.69764
Ratio of Linn-Mar Community School District to Total		43.17%	44.54%	53.14%
2015	2016-17			
	County	6.14108	6.14108	6.14108
	Schools	17.37723	17.37723	17.37723
	City	15.21621	13.82108	7.96103
	Miscellaneous	1.48018	1.45693	1.45693
	Total Levy	40.2147	38.79632	32.93627
Ratio of Linn-Mar Community School District to Total		43.21%	44.79%	52.76%

(Continued)

Linn-Mar Community School District

**Property Tax Rates Per \$1,000 Assessed Valuation
All Direct and Overlapping Governments (continued)
Last Ten Fiscal Years
(Unaudited)**

Levy Year	Collection Year	City of Cedar Rapids	City of Marion	City of Robins
2014	2015-16			
	County	6.14225	6.14225	6.14225
	Schools	17.37861	17.37861	17.37861
	City	15.21621	13.58625	7.97127
	Miscellaneous	1.44038	1.47354	1.47354
	Total Levy	40.17745	38.58065	32.96567
Ratio of Linn-Mar Community School District to Total		43.25%	45.04%	52.72%
2013	2014-15			
	County	6.14191	6.14191	6.14191
	Schools	17.00411	17.00411	17.00411
	City	15.21621	13.12953	7.9306
	Miscellaneous	1.43456	1.47869	1.47869
	Total Levy	39.79679	37.75424	32.55531
Ratio of Linn-Mar Community School District to Total		42.73%	45.04%	52.23%

Source: Linn County Auditor

Linn-Mar Community School District

**Property Tax Rates By Fund Per \$1,000 Assessed Valuation
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year Ending 30-Jun	General	Management	Board Physical Plant and Equipment	Playground	Board Physical Plant and Equipment	Debt Service	Total
2024	13.42541	0.59529	0.33000	0.13500	1.34000	2.06749	17.89319
2023	12.43702	0.94003	0.33000	0.13500	1.34000	2.17683	17.35888
2022	13.34786	0.44324	0.33000	0.13500	1.34000	2.27304	17.86914
2021	13.51903	0.34895	0.33000	0.13500	1.34000	2.33857	18.01155
2020	13.34617	0.36405	0.33000	0.13500	1.34000	2.5	18.01522
2019	13.41665	0.50486	0.33000	0.13500	1.34000	1.64611	17.37262
2018	13.38276	0.47490	0.33000	0.13500	1.34000	1.71278	17.37544
2017	13.14183	0.47075	0.33000	0.13500	1.34000	1.95965	17.37723
2016	13.03448	0.54742	0.33000	0.13500	1.34000	1.99171	17.37861
2015	12.50639	0.52341	0.33000	0.13500	1.34000	2.16931	17.00411

Source: School District Financial Records

Linn-Mar Community School District

**Principal Property Taxpayers
Current Year and Nine Years Ago
(Unaudited)**

Taxpayer	2022 Value 1/1/2021	Percentage of Total Taxable Value Valuation *	2013 Value 1/1/2012	Percentage of Total Taxable Value Valuation **
Rockwell Collins Inc	\$ 34,228,620	1.30%	\$ 31,361,962	1.68%
Lindale Mall Realty Holdings LLC	32,571,669	1.24%		
JE Pense LLC	18,697,755	0.71%		
Northtowne Market Lot 7 LLC	16,778,775	0.64%		
Cedar Rapids Senior Living LLC	15,143,488	0.58%		
Wal-Mart real Estate Busines Trust	11,563,816	0.44%	13,713,100	0.74%
The Shops at Collins Square LLC	11,137,575	0.42%	11,209,905	0.60%
RCG-Collins CV LLC & Mak Collins	10,686,317	0.41%		
Kwik Trip Inc	10,279,848	0.39%		
Apple Ten Hospitality Ownership Inc	10,019,324	0.38%	10,170,047	0.55%
Target Corporation T-1768	9,692,445	0.37%		
Atlas Limited Partnership	7,904,140	0.30%		
National Retail Properties LP	7,623,871	0.29%		
Quagliano Michael	7,563,571	0.29%		
Map Realty CO LLC	7,416,975	0.28%		
SDGMA Cerich Properties			35,388,978	1.90%
Azure Corp			12,534,468	0.67%
Timberland Partners XXX LLP			12,147,087	0.65%
DDR Northland Square LLC			11,791,900	0.63%
Busse Investments Inc			11,004,345	0.59%
Atrium Finance LLP			9,101,367	0.49%
Total	<u>\$ 211,308,189</u>	8.05%	<u>\$ 158,423,159</u>	8.02%

* 2021 Total District Taxable Valuation is \$ 2,626,079,076

** 2013 Total District Taxable Valuation was \$ 1,862,419,851

Note: The 2021 valuation was reported because the taxes collected during the 2022 fiscal year was based on the 2021 valuation.

Source: Linn County Auditor

Linn-Mar Community School District

**Ratio of Bonded Debt to Assessed Values
And Bonded Debt Per Capita
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Assessed Values of Property	General Obligation Bonds	Ratio of Bonded Debt To Assessed Value	Bonded Debt Per Capita
2024	\$ 4,398,713,016	\$ 60,695,000	1.38%	\$ 869
2023	4,286,950,962	63,805,000	1.56%	976
2022	3,987,850,617	66,965,000	1.84%	1,054
2021	3,888,893,753	73,194,807	1.91%	994
2020	3,643,041,588	74,298,508	2.13%	1,132
2019	3,540,854,146	77,632,489	0.95%	494
2018	3,293,632,904	33,556,048	0.76%	385
2017	3,188,756,944	25,000,000	0.86%	428
2016	3,086,175,472	27,305,000	1.05%	503
2015	3,002,346,722	32,335,000	1.19%	555

Source: District Financial Records, Woods & Poole Economics

Notes: Percentage personal Income and Per Capita figures are based upon Cedar Rapids
Metropolitan Statistical Area Data from the corresponding calendar year.

Linn-Mar Community School District

**Outstanding Debt By Type
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	General Obligation Bonds	Revenue Bonds	Capital Loan Notes	Leases	Total Primary Government	Ratio Of Bonded Debt To Personal Income *	Per Capita*
2024	\$ 66,199,847	\$61,280,000	\$ 1,210,000	\$ 925,193	\$ 129,615,040	0.86%	\$ 450
2023	69,293,981	50,725,000	2,395,000	383,870	122,797,851	0.84%	426
2022	73,194,807	39,280,000	3,555,000	508,308	116,538,115	0.85%	424
2021	74,298,508	49,925,000	4,690,000	-	128,913,508	0.84%	471
2020	77,632,489	54,295,000	5,800,000	-	137,727,489	0.95%	505
2019	33,556,048	45,990,000	6,885,000	-	86,431,048	0.60%	313
2018	25,000,000	49,490,000	7,945,000	-	82,435,000	0.60%	306
2017	27,305,000	53,310,000	8,985,000	-	89,600,000	0.67%	335
2016	32,335,000	57,010,000	10,000,000	-	99,345,000	0.78%	372
2015	35,585,000	49,540,000	-	-	85,125,000	0.68%	320

Source: School District Financial Records.

* See Micellaneous Demographic Statistics on page 103. These ratios are calculated using personal income and population for the prior calendar year.

Linn-Mar Community School District

Pledged Revenue Coverage

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Local Option Sales Tax Revenue Bonds				Capital Loan Notes			
	Revenue	Debt Service		Coverage	Revenue	Debt Service		Coverage
		Principal	Interest			Principal	Interest	
2024	\$ 10,124,583	\$ 5,810,000	\$ 2,072,905	1.28	\$ 4,361,108	\$ 1,185,000	\$ 53,888	3.52
2023	10,379,010	3,555,000	1,421,926	2.09	4,270,100	1,160,000	669,323	2.33
2022	9,160,188	52,260,000	1,552,467	0.17	4,186,213	1,135,000	91,455	3.41
2021	7,659,411	4,370,000	1,675,024	1.27	4,007,742	1,110,000	113,100	3.28
2020	7,827,053	6,695,000	1,988,995	0.99	3,788,158	1,085,000	134,258	3.11
2019	7,618,440	3,500,000	1,492,138	1.53	3,665,765	1,060,000	154,927	3.00
2018	6,808,180	3,820,000	1,583,105	1.26	3,403,026	1,040,000	175,208	2.80
2017	6,889,195	3,700,000	1,677,229	1.28	3,364,875	1,015,000	195,000	3.00
2016	6,811,318	2,530,000	1,634,525	1.64	3,290,745	-	-	n/a
2015	6,587,426	3,130,000	1,415,579	1.45	3,164,958	-	-	n/a

Source: School District Financial Records

Linn-Mar Community School District

**Computation of Legal Debt Margin
Last Ten Fiscal Years
(Unaudited)**

	2023-2024	2022-2023	2021-2022	2020-2021
Total Assessed Valuation	\$ 4,291,869,220	\$ 4,138,060,271	\$ 3,987,850,617	\$ 3,888,893,753
Bonded Debt Limit *				
5% of assessed valuation	214,593,461	206,903,014	199,392,531	194,444,688
Bonded Debt at end of fiscal year	62,830,193	66,583,870	77,258,115	124,630,000
Debt Margin at end of fiscal year	\$151,763,268	\$140,319,144	\$122,134,416	\$69,814,688
Legal Debt Margin as a Percentage of debt limit	70.72%	67.82%	61.25%	35.90%

* Code of Iowa Section 296.1

Source: Linn County Auditor
School District Financial Records

2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015
\$ 3,643,041,588	\$ 3,540,854,146	\$ 3,293,632,904	\$ 3,188,756,944	\$ 3,086,175,472	\$ 3,002,346,722
182,152,079	177,042,707	164,681,645	159,437,847	154,308,774	150,117,336
132,960,000	86,431,048	82,435,000	89,600,000	99,345,000	85,125,000
\$49,192,079	\$90,611,659	\$82,246,645	\$69,837,847	\$54,963,774	\$64,992,336
27.01%	51.18%	49.94%	43.80%	35.62%	43.29%

Linn-Mar Community School District

Computation of Direct and Overlapping Debt Last Ten Fiscal Years (Unaudited)

	Gross General Obligation Debt Outstanding	Percentage Applicable to Governmental Unit *	Linn-Mar Community School District Share of Debt
Direct:			
Linn-Mar Community School District	\$ 60,695,000	100%	\$ 60,695,000
Overlapping:			
City of Cedar Rapids	396,860,000	11.25%	44,646,750
City of Marion	80,745,000	73.52%	59,363,724
City of Robbins	3,095,000	25.67%	794,487
Kirkwood Community College	59,100,100	8.53%	5,041,239
Linn County	57,940,000	19.31%	11,188,214
Total Overlapping	597,740,100		121,034,413
Total Direct and Overlapping Debt	<u>\$ 658,435,100</u>		<u>\$ 181,729,413</u>

Source: Linn County Auditor

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the district. This process recognizes that, when considering the district's ability to issue and repay long-term debt, the entire burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

* The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

Linn-Mar Community School District

Miscellaneous Demographic Statistics

Last Ten Fiscal Years

(Unaudited)

Calendar Year	Population	Personal Income	Per Capita Income	Cedar Rapids Retail Sales (In Millions)	Marion Retail Sales (In Millions)	Linn-County Unemployment Rate	State Unemployment Rate
2023	277,080	\$ 14,274,300,000	65,860	\$ 3,712	\$ 457	3.70%	2.80%
2022	275,590	14,009,992,000	62,457	3,450	486	3.00%	3.00%
2021	275,043	13,691,370,000	57,428	3,495	465	3.10%	2.60%
2020	273,885	15,329,730,000	52,032	3,254	407	6.40%	5.30%
2019	273,032	14,509,845,000	53,143	3,216	386	3.10%	2.90%
2018	272,295	14,205,142,000	52,168	3,205	375	3.40%	2.50%
2017	269,330	13,655,838,990	50,703	3,215	371	3.50%	3.10%
2016	267,447	13,375,291,917	50,011	3,191	364	3.70%	3.50%
2015	266,998	12,816,704,994	48,003	3,526	457	3.90%	3.80%
2014	265,624	12,429,078,208	46,792	3,044	351	4.40%	4.00%

Source : Cedar Rapids Chamber of Commerce, Woods & Poole Economics
Iowa Department of Employment Services, Iowa Retail Sales & Use Tax Report

Note: The information provided in this chart is collected on a calendar year basis,
so data for 2024 is not yet available.

Linn-Mar Community School District

**New Commercial and Industrial Building Permits
Last Ten Fiscal Years
(Unaudited)**

Year	City of Cedar Rapids New Commerical		City of Marion New Commerical	
	# of Permits	Valualtion	# of Permits	Valualtion
2023	62	\$ 202,803,124	N/A	N/A
2022	0	-	14	19,814,474
2021	64	245,534,637	24	19,158,158
2020	37	110,416,893	51	32,141,887
2019	68	151,217,754	19	93,465,481
2018	54	130,642,804	13	22,230,151
2017	59	118,816,581	25	39,427,284
2016	65	95,888,669	16	12,384,735
2015	38	75,376,545	14	6,420,879
2014	45	49,446,998	12	2,369,744

Year	City of Cedar Rapids New Industrial		City of Marion New Industrial	
	# of Permits	Valualtion	# of Permits	Valualtion
2023	N/A	\$ -	N/A	\$ -
2022	0	-	0	-
2021	0	-	0	-
2020	0	-	0	-
2019	0	-	0	-
2018	0	-	0	-
2017	0	-	0	-
2016	0	-	0	-
2015	0	-	9	16,380,099
2014	0	-	2	3,445,873

Source: City of Cedar Rapids Building Department
City of Marion

Note: The information provided in this chart is collected on a calendar year basis,
so data for 2024 is not yet available.

Linn-Mar Community School District

**New Single and Multi Family Dwelling Permits
Last Ten Fiscal Years
(Unaudited)**

Year	City of Cedar Rapids Single-Family		City of Marion Single-Family	
	# of Permits	Valuation	# of Permits	Valuation
2023	107	\$ 29,693,817	N/A	N/A
2022	127	40,339,132	107	\$ 12,778,221
2021	154	40,501,632	204	24,175,903
2020	126	23,599,349	187	22,935,544
2019	145	24,545,867	145	18,245,222
2018	134	14,866,721	160	19,448,950
2017	214	22,667,477	171	21,027,035
2016	219	22,354,265	164	19,773,834
2015	268	23,607,356	202	26,212,686
2014	325	34,621,397	145	17,599,562
2013	246	24,631,630	184	22,646,922
2012	253	26,111,686	157	18,988,018

Year	City of Cedar Rapids Multi-Family		City of Marion Multi-Family	
	# of Permits	Valuation	# of Permits	Valuation
2022	27	\$ 11,156,000	N/A	N/A
2022	N/A	N/A	5 (220 units)	18,786,831
2021	15	6,462,110	15 (52 units)	5,074,570
2020	28	9,682,284	15	5,621,330
2019	44(n/a)	13,919,886	8(n/a)	6,798,297
2018	31(n/a)	5,083,622	21 (n/a)	7,193,136
2017	42(n/a)	7,455,378	29(n/a)	8,638,905
2016	46(n/a)	6,783,769	27(n/a)	7,329,250
2015	31(n/a)	5,342,262	13(n/a)	11,019,666
2014	27(n/a)	10,432,216	15(n/a)	4,233,891
2013	24(n/a)	4,370,772	12(n/a)	3,713,484
2012	29(n/a)	6,935,533	24(n/a)	6,193,893

Source: City of Cedar Rapids Building Department
City of Marion

Note: The information provided in this chart is collected on a calendar year basis, so data for 2023 is not yet available.



Linn-Mar Community School District

**Principal Employers
Current Year and Nine Years Ago
(Unaudited)**

Employer	2024		2015	
	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Collins Aerospace	8,700	4.61%	9,400	4.97%
UnityPoint Health - St. Luke's Hospital	5,500	2.92%	2,979	1.57%
Area Schools/AEA	4,795	2.54%	6,416	3.39%
Mercy Medical Center	2,900	1.54%	2,140	1.13%
Transamerica Companies	2,600	1.38%	3,800	2.01%
City of Cedar Rapids	1,309	0.69%		
UFG Insurance	1,080	0.57%		
Quaker Foods & Snacks a Division of Pepsico Inc.	1,040	0.55%		
Nordstrom	1,000	0.53%		
BAE Systems	900	0.48%		
Total	29,824	15.81%	24,735	13.07%

Source: Cedar Rapids Area Chamber of Commerce

Source: Cedar Rapids Area Chamber of Commerce

Linn-Mar Community School District

**Full-Time-Equivalent District Employees By Type
Last Ten Fiscal Years
(Unaudited)**

	Fiscal Year			
	2015	2016	2017	2018
Administration				
Superintendent	1.0	1.0	1.0	1.0
Associate Superintendent	1.0	1.0	1.0	1.0
Principals	10.0	10.0	10.0	10.0
Assistant Principals	9.0	9.0	9.0	9.0
Deans	1.0	1.0	2.0	2.0
School Admin. Manager	7.0	7.0	7.0	7.0
Other Administrators	5.0	5.0	5.0	4.0
Supervisors	7.0	8.0	7.0	7.0
Instructors				
Regular Program Teachers	402.5	419.4	417.2	433.7
Special Education Teachers	65.0	65.0	65.5	63.0
Student Services				
Guidance Counselors	19.0	18.0	19.0	19.0
Media Specialists	10.0	10.0	10.0	10.0
Curriculum Coordinators	5.0	5.0	5.0	6.0
Other Licensed Staff	6.0	7.0	7.0	9.0
Other Coordinators	9.0	9.0	9.0	12.0
Support Personnel				
Nurse	4.0	4.5	5.5	4.5
Clerical	42.4	42.5	41.0	39.5
Paraeducators	195.0	212.5	224.7	248.0
Custodial & Maintenance	73.0	70.1	70.5	71.3
Food Service	53.0	54.0	54.0	57.8
Bus Drivers	28.0	30.0	30.0	30.9
Total	952.9	989.0	1,000.4	1,045.6

Source: District Personnel Records

Fiscal Year					
2019	2020	2021	2022	2023	2024
1.0	1.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	2.0	2.0	2.0
10.0	10.0	12.0	12.0	12.0	12.0
10.0	9.0	9.0	9.0	7.0	7.0
2.0	2.0	2.0	2.0	4.0	4.0
7.0	7.0	7.0	6.0	7.0	7.0
4.0	4.0	4.0	4.0	4.0	8.0
6.0	7.0	10.0	9.0	17.0	23.0
438.2	449.2	461.8	468.3	441.0	438.0
63.5	64.0	70.0	74.5	81.0	72.0
20.0	20.0	21.0	22.0	23.0	23.0
10.0	10.0	12.0	12.0	12.0	12.0
6.0	6.0	7.0	6.0	3.0	3.0
9.5	10.0	11.0	9.0	22.0	14.0
12.0	11.0	9.0	9.0	9.0	8.0
5.5	5.5	6.0	6.0	6.0	6.0
41.6	41.6	44.6	44.6	46.0	46.0
267.5	278.9	256.1	280.5	288.0	272.0
69.2	67.2	78.6	78.6	62.0	71.0
53.5	52.4	56.9	70.0	72.0	80.0
32.2	33.8	33.5	27.3	39.0	46.0
1,069.7	1,090.6	1,113.5	1,152.8	1,158.0	1,155.0

Linn-Mar Community School District

**Property Values, Construction and Bank Deposits
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year Ended June 30,		Insured Property Value		Expenditures For Construction		Bank Deposit *
2024	\$	419,260,548	\$	11,879,773	\$	1,924,488
2023		360,446,025		5,662,958		7,379,143
2022		306,375,386		4,258,631		22,496,082
2021		309,750,827		18,052,849		25,340,418
2020		249,044,798		58,181,188		21,973,487
2019		242,049,566		5,899,442		20,609,541
2018		213,573,152		3,239,412		19,668,746
2017		213,076,371		9,448,106		20,017,152
2016		208,651,988		19,381,435		19,619,302
2015		202,429,166		8,626,662		19,430,788

* School District's General Fund & Management Fund bank deposits at June 30 amounts do not include investments.

Source: Bouslog Insurance, Inc.
True North Insurance
District Financial Records

Linn-Mar Community School District

**Operating Cost Per Pupil
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Total Costs *	Average Daily Attendance	Operating Costs Per Pupil
2023-2024	\$ 104,735,503	6,947	15,076
2022-2023	105,031,915	6,843	15,349
2021-2022	101,160,128	6,909	14,641
2020-2021	93,852,652	7,265	12,919
2019-2020	87,749,848	7,315	11,996
2018-2019	86,709,904	7,232	11,990
2017-2018	83,889,227	7,224	11,613
2016-2017	79,674,924	7,140	11,158
2015-2016	76,800,261	7,001	10,970
2014-2015	73,021,462	6,845	10,668

* Includes all General Fund expenditures and transfers out

Source: School District financial and attendance reports

Linn-Mar Community School District

**School Building Information
Last Ten Fiscal Years
(Unaudited)**

School	2015	2016	2017	2018
Elementary				
Bowman Woods				
Square Feet	50,906	50,906	50,906	50,906
Capacity	550	550	550	550
Enrollment	484	484	482	456
Echo Hill				
Square Feet	78,000	78,000	78,000	78,000
Capacity	600	600	600	600
Enrollment	567	612	610	564
Indian Creek				
Square Feet	49,200	49,200	49,200	49,200
Capacity	500	500	500	500
Enrollment	509	516	529	564
Linn Grove				
Square Feet	78,000	78,000	78,000	78,000
Capacity	600	600	600	600
Enrollment	491	562	568	530
Novak				
Square Feet	78,000	78,000	78,000	78,000
Capacity	600	600	600	600
Enrollment	454	529	547	591
Westfield				
Square Feet	58,000	58,000	66,763	66,763
Capacity	500	500	600	600
Enrollment	426	437	427	552
Wilkins				
Square Feet	48,800	48,800	48,800	48,800
Capacity	500	500	500	500
Enrollment	479	465	446	423

Notes: Over time some of the buildings capacity have actualy decreased due to the inclusion of additonal special programs

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
50,906	50,906	50,906	50,906	50,906	50,906
550	550	550	550	550	550
456	543	431	433	436	436
78,000	78,000	78,000	78,000	78,000	78,000
600	600	600	600	600	600
564	528	503	533	550	550
49,200	49,200	49,200	49,200	49,200	49,200
500	500	500	500	500	500
564	540	421	427	412	412
78,000	78,000	78,000	78,000	78,000	78,000
600	600	600	600	600	600
530	557	460	447	413	413
78,000	78,000	78,000	78,000	78,000	78,000
600	600	600	600	600	600
591	539	397	404	371	371
66,763	66,763	66,763	66,763	66,763	66,763
600	600	600	600	600	600
552	605	515	477	509	509
48,800	48,800	48,800	48,800	48,800	48,800
500	500	500	500	500	500
423	432	368	380	387	387

Linn-Mar Community School District

School Building Information (Continued)
Last Ten Fiscal Years
(Unaudited)

School	2015	2016	2017	2018
Middle School/Intermediate ^a				
Boulder Peak				
Square Feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
Hazel Point				
Square Feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
Excelsior ^a				
Square Feet	126,700	126,700	126,700	126,700
Capacity	1,100	1,100	1,100	1,100
Enrollment	928	947	974	953
Oak Ridge ^c				
Square Feet	105,383	117,013	119,712	119,712
Capacity	750	800	800	800
Enrollment	713	756	753	768
High School/Junior High ^b				
Square Feet	315,478	315,478	302,704	302,704
Capacity	2,200	2,200	2,400	2,400
Enrollment	1,979	2,012	2,061	2,168

Notes: Over time some of the buildings capacity have actualy decreased due to the inclusion of additonal special programs

^a Excelsior Middle School opened back in 1995 as an intermediate school and was added onto 1999 and converted into a middle school.

^b The High school started out as two separate buildings; the high school and junior high. Over time they were both added onto and are now one large building.

^c With the opening of Echo Hill elementary school at the start of the 2008-2009 school year, Oak Ridge school was converted from a PreK-8 school to a middle school.

Source: School District Financial Records

2019	2020	2021	2022	2023	2024
-	-	135,203	135,203	135,203	135,203
-	-	800	800	800	800
-	-	639	613	587	587
-	-	135,203	135,203	135,203	135,203
-	-	800	800	800	800
-	-	529	551	571	571
126,700	126,700	126,700	126,700	126,700	126,700
1,100	1,100	1,100	1,100	1,100	1,100
953	946	634	635	654	654
119,712	119,712	119,712	119,712	119,712	119,712
800	800	800	800	800	800
768	831	540	542	576	576
302,704	302,704	302,704	302,704	302,704	302,704
2,400	2,400	2,400	2,400	2,400	2,400
2,168	2,218	2,222	2,250	2,185	2,185

Linn-Mar Community School District

Solvency Ratio Last Ten Fiscal Years (Unaudited)

School Year	Unassigned & Assigned General Fund Balance	Actual Revenues	Financial Solvency Ratio
2023-2024	\$ 6,386,751	100,813,902	6.34%
2022-2023	6,402,633	99,802,728	15.00%
2021-2022	11,881,513	99,507,635	12.40%
2020-2021	13,220,229	96,748,466	13.66%
2019-2020	9,917,139	88,946,908	11.15%
2018-2019	8,793,020	86,598,385	10.15%
2017-2018	8,818,614	83,490,494	10.56%
2016-2017	8,880,831	79,943,505	11.11%
2015-2016	8,762,447	76,520,627	11.45%
2014-2015	8,612,834	72,405,068	11.90%

* Financial Solvency Ratio =
$$\frac{\text{Unassigned \& Assigned General Fund Balance}}{\text{Actual Revenues - less AEA Flowthrough}}$$

The financial solvency ratio measures movement and distribution of current assets. The financial solvency ratio represents a school district's year end position after payment of all current and outstanding or accrued liabilities.

Ranges utilized are:

TARGETED SOLVENCY POSITION:

Financial Solvency Ratio ranging from 7% to 17% of actual revenues. A school district is able to meet unforeseen financing requirements and presents a sound risk for the timely repayment of short-term obligations.

ACCEPTABLE SOLVENCY POSITION:

Financial Solvency Ratio ranging from 0% to 4.99% of actual revenues. Fund balance is considered adequate for short-term credit purposes as long as other local economic trends, such as property tax collections and enrollment are sound.

SOLVENCY ALERT:

A solvency alert exists if the school corporation has a negative solvency ratio up to -3.0% of actual revenues. A negative solvency position in this range warrants prompt management response but could be caused by operating revenue/expenditure fluctuations within one budget year.

SOLVENCY CONCERN:

A solvency concern exists if the school corporation has a negative solvency ratio in excess of -3.0% of actual revenues.

Source: School District Financial Records

Linn-Mar Community School District

**Schedule of Average Daily Membership (ADM), Average
Daily Attendance (ADA) and Ratio of ADA to ADM
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year Ending June 30,	Average Daily Membership (ADM)	Average Daily Attendance (ADA)	Ratio of ADA to ADM
2024	7,348	6,947	94.54%
2023	7,326	6,843	93.41%
2022	7,462	6,909	92.60%
2021	7,518	7,265	96.64%
2020	7,665	7,315	95.43%
2019	7,574	7,232	95.48%
2018	7,568	7,224	95.45%
2017	7,478	7,140	95.49%
2016	7,241	7,001	96.68%
2015	7,146	6,845	95.78%

Source: District Enrollment Records

Linn-Mar Community School District

**Open Enrolled Students
Last Ten Fiscal Years
(Unaudited)**

School Year	Open Enrollment In	Open Enrollment Out	Net Gain (Loss)
2024	623.4	887.5	(264)
2023	595.2	838.1	(243)
2022	665.2	690.5	(25)
2021	645.2	714.2	(69)
2020	622.3	657.9	(36)
2019	605.6	648	(42)
2018	608.6	599	10
2017	589.9	554.5	35
2016	565.5	571	(6)
2015	498.2	532.7	(35)

Source: School District Certified Enrollment Records

SINGLE AUDIT SECTION





Linn-Mar Community School District

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance	Pass-Through Entity	Provided to Subrecipients	Federal Expenditures
	Listing Number	Identifying Number		
Indirect:				
U.S. Department of Agriculture:				
Pass-Through Iowa Department of Education:				
Child Nutrition Cluster Programs:				
School Breakfast Program	10.553	FY24 4552	\$ -	\$ 196,775
National School Lunch Program	10.555	FY24 4553	-	1,171,831
National School Lunch Program- Supply Chain Assistance	10.555	FY24 4014	-	159,102
Commodities-DOD (Noncash)	10.555	FY24	-	101,017
Commodities (Noncash)	10.555	FY24	-	186,365
			-	1,618,315
Total Child Nutrition Cluster,				
Total U.S. Department of Agriculture			-	1,815,090
U.S. Department of Education:				
Pass-Through Iowa Department of Education:				
Title I Grants to Local Educational Agencies	84.010	FY24 4501	-	599,394
Career and Technical Education-				
Basic Grants to States	84.048	FY24 4531	-	55,478
Supporting Effective Instruction State Grants				
Federal Teacher Quality Program	84.367	FY24 4643	-	125,501
Student Support and Academic Enrichment Program	84.424	FY24 4669	-	45,096
Education Stabilization Fund:				
COVID-19 Discretionary Grants: Rethink K-12 Education				
Models Grants	84.425B	FY24 4053	-	21,297
Pass-Through Grant Wood Area Education Agency:				
Special Education Cluster,				
Special Education Grants to States (IDEA, Part B)	84.027	FY24 4521	-	350,136
English Language Acquisition State Grants	84.365	FY24 4644	-	5,119
Total U.S. Department of Education			-	1,202,021
Total expenditures of federal awards			\$ -	\$ 3,017,111

See notes to schedule of expenditures of federal awards.

Linn-Mar Community School District

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2024

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Linn-Mar Community School District under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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, changes in net position or cash flows of the District.

Note 2. Significant Accounting Policies

Expenditures reported on the schedule of expenditures of federal awards are reported on the modified accrual or accrual basis of accounting based on the fund type of the program. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. Revenue from federal awards is recognized when the District has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal awards is recognized when it is both measurable and available. Expenditures of federal awards are recognized in the accounting period when the liability is incurred.

Note 3. Indirect Cost Rate

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



2999 North Tenth St.
Marion, IA 52302

Shannon Bisgard
Superintendent

Nathan Wear
Associate Superintendent

Bob Read
Associate Superintendent

David Nicholson
Chief Financial Officer/Chief
Operating Officer

Leisa Breitfelder
Executive Director of
Student Services

Karla Christian
Chief HR Officer/Executive
Director of Communications

Jeri Ramos
Executive Director of
Technology Services

Brittania Morey
President
Board of Education

Inspire Learning. **Unlock Potential. Empower Achievement.**

Linn-Mar Community School District

**Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024**

Findings		Status	Reason For Recurrence and Corrective Action Plan
Findings Pertaining to Statutory Reporting:			
IV-A-23	Expenditures for the year ended June 30, 2023 exceeded the amended certified budget in the instruction function.	Corrected.	
IV-H-23	There were variances in certified enrollment certified to the state in October 2022.	Not corrected.	Student changes were not timely. See response and corrective action plan at IV-H-24.
IV-I-23	There were variances in supplementary weighting certified to the state in October 2022	Not corrected.	Student changes were not timely. See response and corrective action plan at IV-I-24.





**Independent Auditor's 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***

To the Board of Education
Linn-Mar Community School District
Marion, Iowa

We have audited in accordance with 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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Linn-Mar Community School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 12, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Linn-Mar Community School 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 Linn-Mar Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Linn-Mar Community School 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Linn-Mar Community School District's financial statements are free of 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*. However, we noted certain immaterial instances of noncompliance or other matters which are described in Part IV of the accompanying Schedule of Findings and Questions Costs.

Comments involving statutory and other legal matters about Linn-Mar Community School District's operations for the year ended June 30, 2024 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

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.

Bohnsack & Frommelt LLP

Moline, Illinois
December 12, 2024



**Independent Auditor's Report on Compliance For Each
Major Federal Program and On Internal Control
Over Compliance Required by the Uniform Guidance**

To the Board of Education
Linn-Mar Community School District
Marion, Iowa

Report on Compliance for Each Major Program

Opinion on Each Major Federal Program

We have audited Linn-Mar Community School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Linn-Mar Community School 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 programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal 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 (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities in accordance with 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 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 programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance 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 program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, 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, 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.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 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 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.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Bohnsack & Frommelt LLP

Moline, Illinois
December 12, 2024



Linn-Mar Community School District

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

I. Summary of the Independent Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

• Material weakness(es) identified?

☐

Yes

☒

No

• Significant deficiency identified?

☐

Yes

☒

None Reported

• Noncompliance material to financial statements noted?

☐

Yes

☒

No

Federal Awards

Internal control over major programs:

• Material weakness(es) identified?

☐

Yes

☒

No

• Significant deficiency identified?

☐

Yes

☒

None Reported

Type of auditor's report issued on compliance for major programs:

Unmodified

• Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200.516(a)?

☐

Yes

☒

No

Identification of major programs:

Federal Assistance

Listing Number	Name of Federal Program or Cluster
Child Nutrition Cluster:	
10.553	School Breakfast Program
10.555	National School Lunch Program
10.555	National School Lunch Program- Supply Chain Assistance
10.555	Commodities-DOD (Noncash)
10.555	Commodities (Noncash)

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?

☒

Yes

☐

No

(Continued)

Linn-Mar Community School District

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

Part II: Findings Related to the Basic Financial Statements

Instances of noncompliance:

No matters were reported.

Internal control deficiencies:

No matters were reported.

Part III: Findings and Questioned Costs for Federal Awards

Instances of noncompliance:

No matters were reported.

Internal control deficiencies:

No matters were reported.

Part IV: Other Findings Related to Statutory Reporting

IV-A-24

Certified Budget – Expenditures for the year ended June 30, 2024 did not exceed the certified budget.

IV-B-24

Questionable Expenditures – No expenditures were noted that we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.

IV-C-24

Travel Expense – 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.

IV-D-24

Business Transactions – No business transactions between the District and District officials or employees were noted.

IV-E-24

Restricted Donor Activity- 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.

IV-F-24

Bond Coverage – Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to insure that the coverage is adequate for current operations.

IV-G-24

Board Minutes – No transactions requiring Board approval which had not been approved by the Board were noted.

(Continued)

Linn-Mar Community School District

Schedule of Findings and Questioned Costs Year Ended June 30, 2024

IV-H-24

Certified Enrollment:

Finding: The Department of Management identified variances in certified enrollment certified to the state in October 2023.

Recommendation: We recommend the District review certified enrollment data prior to submission to ensure accuracy of the information certified to the state.

Response and Corrective Action Plan: The District will continue to review data prior to submission.

Conclusion: Response accepted.

IV-I-24

Supplementary Weighting-

Finding: The District identified variances in supplementary weighting submitted to the state in October 2023.

Recommendation: We recommend the District review supplementary weighting data for accuracy prior to submission to the state.

Response and Corrective Action Plan: The District will continue to review data prior to submission.

Conclusion: Response accepted.

IV-J-24

Deposits and Investments – No instances of noncompliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the District's investment policy were noted.

IV-K-24

Certified Annual Report – The Certified Annual Report was certified to the Iowa Department of Education timely.

IV-L-24

Categorical Funding – No instances were noted of categorical funding being used to supplant rather than supplement other funds.

IV-M-24

Statewide Sales and Services Tax – No instances of noncompliance with the use of the statewide sales and services tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Linn-Mar Community School District

Schedule of Findings and Questioned Costs Year Ended June 30, 2024

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales and services tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2024, the District did not reduce tax levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

Beginning balance	\$ 5,742,146
Revenue / transfers in:	
Statewide sales and services tax revenue	10,124,583
Issuance of long-term debt	16,365,000
Premium on issuance of long-term debt	504,480
Transfers in/other	282,626
Expenditures/transfers out:	
Transfers out	(7,882,904)
Instruction	(1,252,939)
Debt service	(220,424)
Capital outlay for facilities and property and equipment	(3,771,958)
Ending balance	<u><u>\$ 19,890,610</u></u>



LINN-MAR

Community School District

2999 North Tenth St.
Marion, IA 52302

Shannon Bisgard
Superintendent

Nathan Wear
Associate Superintendent

Bob Read
Associate Superintendent

David Nicholson
Chief Financial Officer/Chief
Operating Officer

Leisa Breitfelder
Executive Director of
Student Services

Karla Christian
Chief HR Officer/Executive
Director of Communications

Jeri Ramos
Executive Director of
Technology Services

Brittania Morey
President
Board of Education

Inspire Learning. **Unlock Potential. Empower Achievement.**

Linn-Mar Community School District

**Corrective Action Plan
Year Ended June 30, 2024**

Current Number	Comment	Corrective Action Plan	Anticipated	Contact Person
			Date of Completion	
Findings Pertaining to Statutory Reporting:				
IV-H-24	There were variances in certified enrollment certified to the state in October 2023.	See response and corrective action plan at IV-H-24	June 30, 2025	Jon Galbraith
IV-I-24	There were variances in supplementary weighting certified to the state in October 2023	See response and corrective action plan at IV-I-24	June 30, 2025	Jon Galbraith