



CPAS & ADVISORS

Joint Powers District #938 MAWSECO

Audit Report

June 30, 2023

Auditor's Opinion

Pages 2-4:

- **Financial statements are presented fairly in our opinion**
- Conducted audit in accordance with Generally Accepted Auditing Standards and *Government Auditing Standards*
- Financial statements are the responsibility of the District's management
- Our responsibility is to express opinions on these financial statements based on our audit
- Obtain reasonable assurance financials are free of material misstatement

Auditor's Opinion (Cont'd)

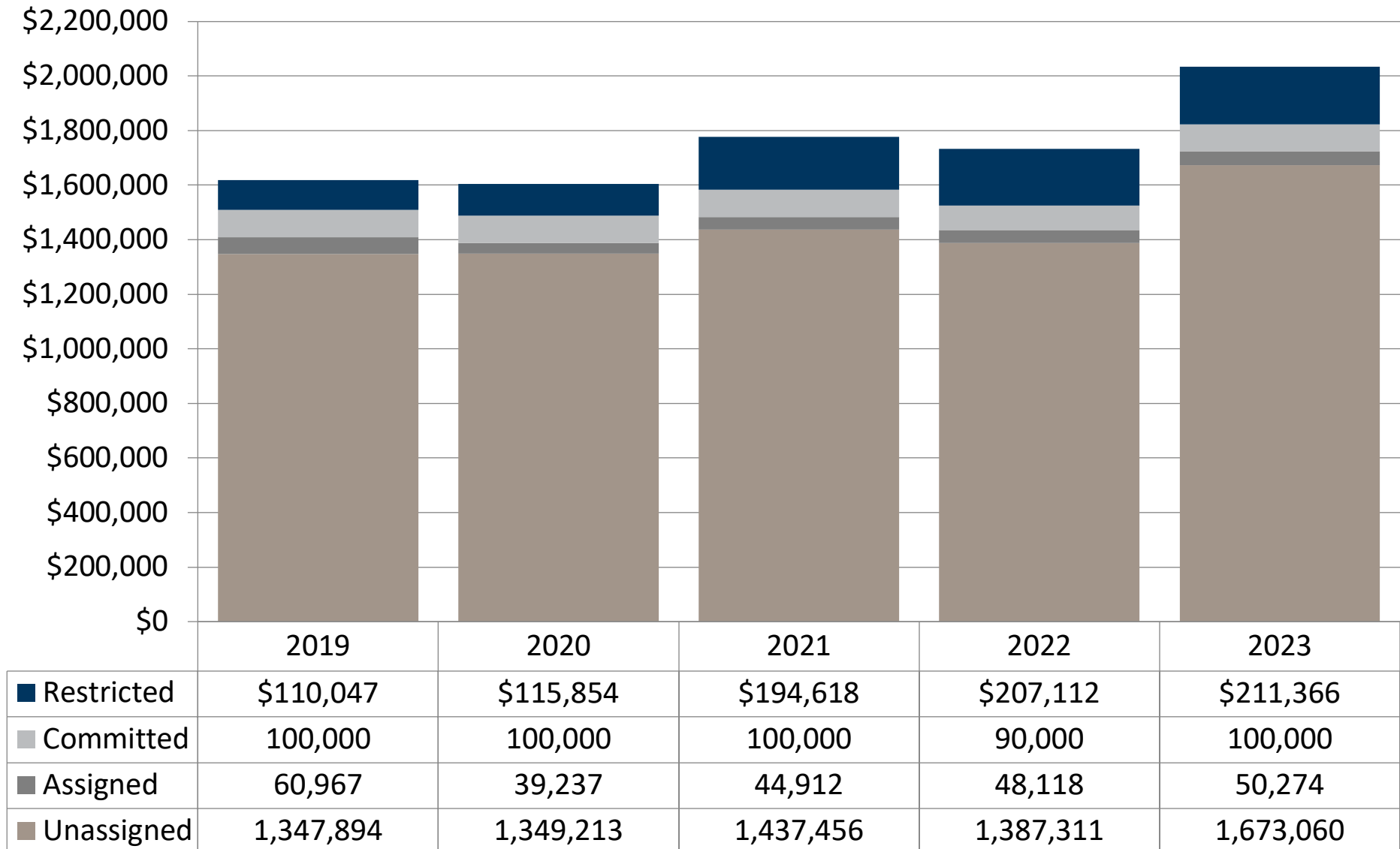
Pages 2-4:

- MD&A (pages 5-15), Schedule of Proportionate Share of the Net Pension Liability (page 52), Schedule of Employer Contributions (page 53) and Schedule of Changes in the District's Total OPEB Liability (page 54) are required supplementary information and unaudited
- Internal control letter on pages 71 and 72

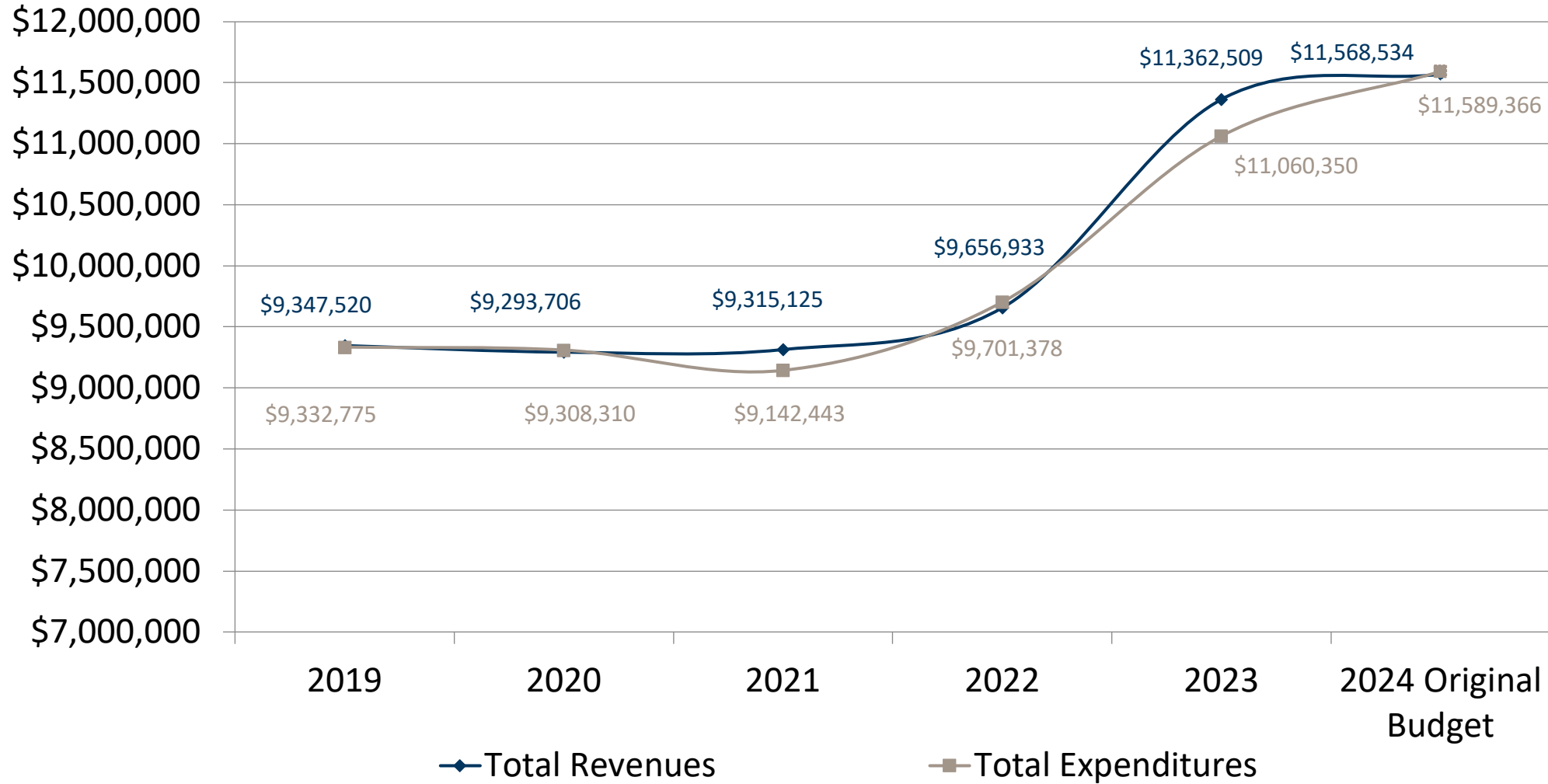
Statement of Net Position

	June 30,		
	2023	2022	Change
Assets			
Current and Non-Capital	\$ 4,253,178	\$ 3,508,675	\$ 744,503
Capital and Right to Use	1,435,636	1,651,781	(216,145)
Total Assets	<u>5,688,814</u>	<u>5,160,456</u>	528,358
Deferred Outflows of Resources	<u>2,520,039</u>	<u>2,634,015</u>	(113,976)
Total Assets and Deferred Outflows of Resources	<u>\$ 8,208,853</u>	<u>\$ 7,794,471</u>	<u>\$ 414,382</u>
Liabilities			
Current	\$ 2,218,478	\$ 1,776,134	\$ 442,344
Long-Term	8,833,391	5,602,657	3,230,734
Total Liabilities	<u>11,051,869</u>	<u>7,378,791</u>	3,673,078
Deferred Inflows of Resources	1,809,721	6,831,622	(5,021,901)
Net Position			
Net Investment in Capital Assets	(99,150)	(78,322)	(20,828)
Restricted	211,366	207,112	4,254
Unrestricted	(4,764,953)	(6,544,732)	1,779,779
Total Net Position	<u>(4,652,737)</u>	<u>(6,415,942)</u>	<u>1,763,205</u>
Total Liabilities, Deferred Inflows of Resources and Net Position	<u>\$ 8,208,853</u>	<u>\$ 7,794,471</u>	<u>\$ 414,382</u>

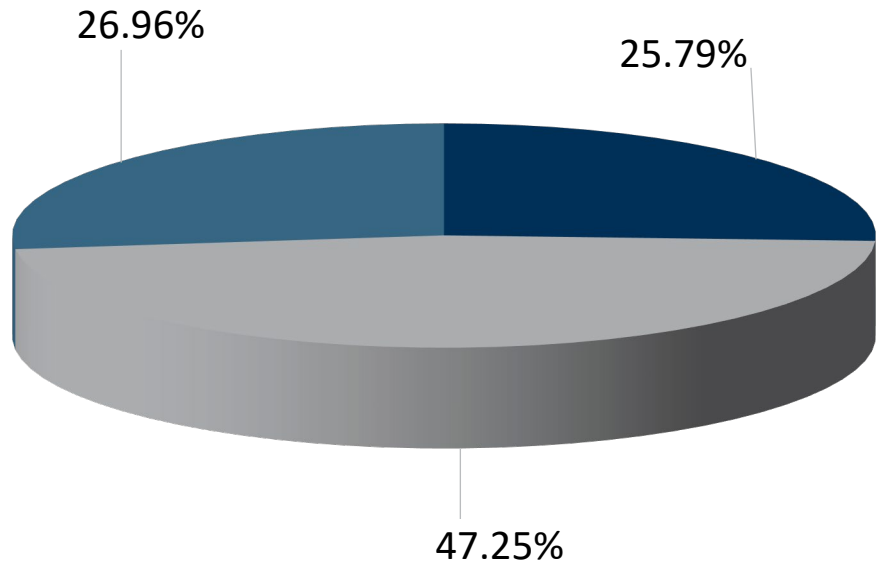
General Fund – Fund Balances



General Fund Revenues and Expenditures



General Fund Revenues

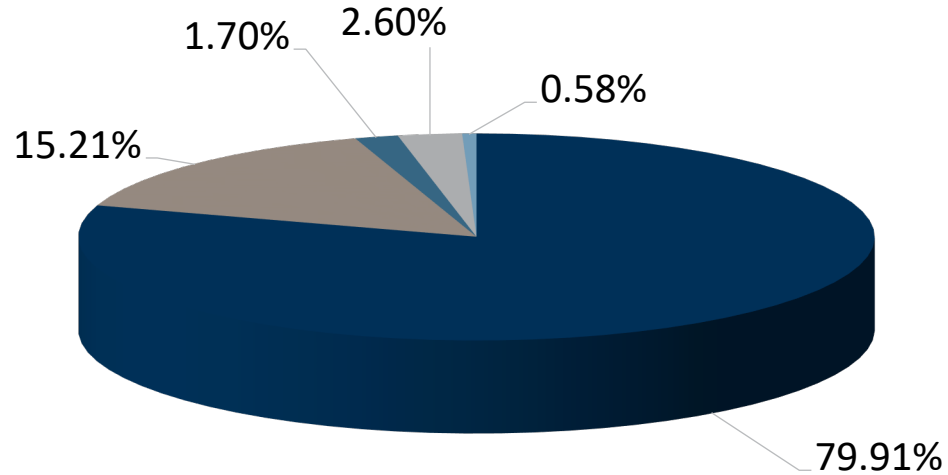


- Other Local and County Revenues
- State Sources
- Federal Sources

In Thousands

	Local & County Sources	State Sources	Federal Sources
2023	\$ 2,930	\$ 5,369	\$ 3,064
2022	2,534	4,533	2,590
2021	2,508	4,487	2,320
2020	2,535	4,258	2,500
2019	2,484	4,375	2,489

General Fund Expenditures

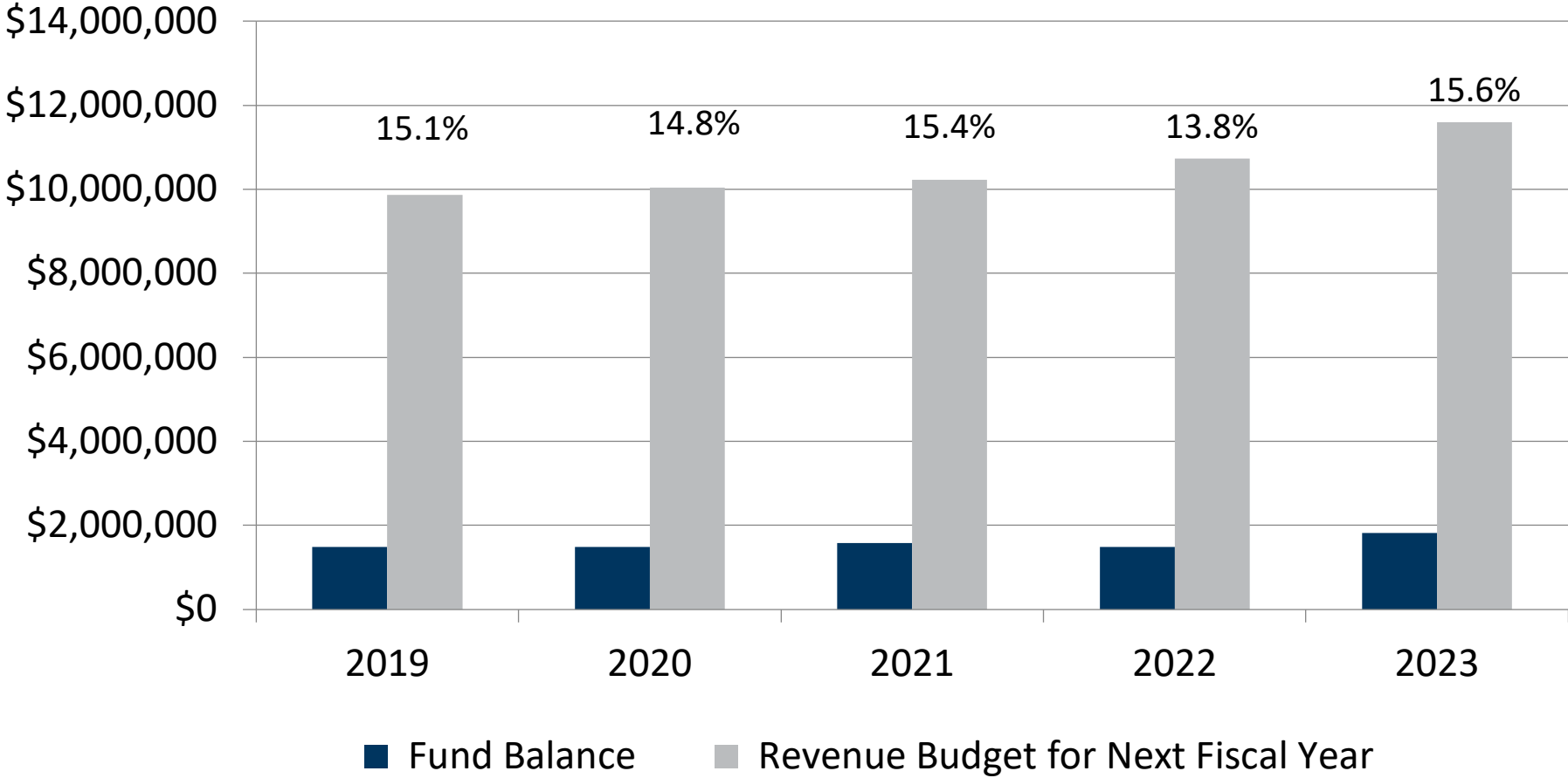


- Salaries and Benefits
- Purchased Services
- Supplies & Materials
- Capital
- Other

In Thousands

	Salaries & Benefits	Purchased Services	Supplies & Materials	Capital	Other
2023	\$ 8,838	\$ 1,676	\$ 194	\$ 288	\$ 64
2022	7,800	1,454	186	258	3
2021	7,337	1,531	196	33	46
2020	7,392	1,681	120	81	34
2019	7,098	1,777	142	58	258

Fund Balance Compared to Budget



Note: September 1995, Superintendents/Board approved setting fund balance percentage of budget cap at 15% for cash flow purposes.

Compliance Section

Minnesota Legal Compliance (page 70)

- In accordance with Audit Guide issued by OSA
- No compliance issues noted

Government Auditing Standards (pages 71-72)

- Internal Control
 - Two significant deficiencies noted
 - Limited Segregation of Duties
 - Auditor Prepared Financial Statements
- Compliance and Other Matters
 - No instances noted

Compliance Section (Cont'd)

Single Audit (pages 73-75)

- Compliance
 - No compliance issues noted
- Internal Control over Compliance
 - No material weaknesses noted

Communications

- Accounting Practices
- No Difficulties Encountered
- Corrected and Uncorrected Misstatements
- No Disagreements with Management
- Management Representations
- No Management Consultations with Other Accountants
- Other Audit Findings or Issues

Questions or Comments?

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