

*BROOKINGS SCHOOL DISTRICT 5-1
BROOKINGS, SOUTH DAKOTA*



Comprehensive Annual Financial Report

FISCAL YEAR ENDING JUNE 30, 2021

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

of the
BROOKINGS SCHOOL DISTRICT #5-1
Brookings, South Dakota



For the Fiscal Year Ended June 30, 2021

OFFICIAL ISSUING REPORT

Brian Lueders, Director of Business Services
Laura Gerjets, Assistant Director of Business Services

OFFICE ISSUING REPORT
Business Office

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Section I

Introduction



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Brookings School District

Working Together...Educating with Excellence...Inspiring Learners for Life

2130 8th Street South • Brookings, SD 57006 • Phone 605-696-4700 • Fax 605-696-4704

March 29, 2022

To the School Board, citizens and employees of Brookings School District #5-1:

Enclosed is the Comprehensive Annual Financial Report (CAFR) for Brookings School District #5-1 (District) for the fiscal year ended June 30, 2021. The financial statements and schedules presented in this CAFR include all funds operated by the District. The financial statements and schedules are presented in conformity with standards set by the Governmental Accounting Standards Board (GASB) and the South Dakota Department of Legislative Audit. The District's financial statements and records are audited annually by a certified public accounting firm in accordance with those same standards.

The District assumes all responsibility for the accuracy of the data presented, as well as the completeness and fairness of the presentation, including all disclosures. To provide a reasonable basis for making these representations, management of the District has established an internal control framework that is designed both to protect the District's assets against loss from unauthorized use or disposition and to ensure the reliability of financial records for preparing financial statements and maintaining accountability of assets. Management of the District can affirm that, to the best of our knowledge and belief, the data reported in this CAFR is presented in a manner designed to set forth fairly the financial position and results of operations of the District, as measured by the financial activity of the various funds; that all disclosures necessary to enable the reader to gain a comprehensive understanding of the District's financial activity have been included; and the information provided is complete and accurate in all material respects.

The CAFR is presented in four sections. The first section, an introductory section, includes this transmittal letter, the District's organizational chart, a map of our District, and a list of the District's school board members and principal officials. Following the introductory section is the financial section. This includes the independent auditor's report, the Management's Discussion and Analysis (MD&A), the basic financial statements, supporting notes to the financial statements, required supplementary information, and other supplementary information. The third section is the statistical section. The statistical section includes selected financial and demographic data for periods of up to ten years. The final section, the single audit section, includes the schedules and various independent auditors' reports and findings required by the Single Audit Act of 1996, along with comments required by Governmental Auditing Standards and OMB Circular A-133.

Representatives of Quam, Berglin & Post, P.C., a certified public accounting firm, audited the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2021 are free of material misstatement. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with accounting principles generally accepted in the United States of America; except as noted on page two of the audit report titled "Qualified Opinions" as it pertains to GASB statement No. 84 "Fiduciary Activities". The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). 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.

The report presents the financial information of the District accurately and concisely. It is designed to be comprehensive yet readable and accessible. This CAFR will be submitted to the Association of School Business Officials (ASBO) International to be considered for the ASBO Certificate of Excellence. The Certificate of Excellence in Financial Reporting Program was designed by ASBO to enable school business officials to achieve a high standard of financial reporting. This award is the highest recognition for school district financial operations offered by ASBO and is only conferred to school systems that have met or exceeded the standards of the program. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials.

Profile of the District

The Brookings School District was organized in 1921. The District encompasses 194 square miles including the cities of Brookings, Aurora and Bushnell and is located within Brookings County and Moody County in eastern South Dakota.

The District provides a full range of educational services for approximately 3,400 students. These services include early childhood special education, junior kindergarten program, regular education for grades kindergarten through twelve, gifted education, special education for children with identified special needs, credit recovery, secondary career and technical education, alternative learning program for secondary students and specialized instruction for students at-risk, and instructional programs for students whose primary language is not English. The goals of the district include:

- Student academic excellence and achievement through quality programs and an innovative teaching and learning environment.
- Aligned learning community connected to and engaged with the community and stakeholders.
- Effective internal and external communications to engage and inform the community and stakeholders.
- Aligned and integrated effective organizational systems.
- High performing staff, leadership, and school board governance.
- Maintain fiscal stability, accountability, and alignment through effective financial practices.

Brookings School District enrollment has increased by 415 students or 14.2 percent between 2012 and 2021. It is projected that the enrollment between 2022 and 2026 will slightly increase. The growth is mostly due to growth of the county/city. Historical upward trends are due to the increase in Brookings County resident births. However, alternatives to public education such as the parochial schools and home-schooling may impact these projections.

For the 2020-2021 school year, the District employed 465.08 full-time equivalent (FTE) employees including 256.66 certified teachers and 96.51 paraprofessionals providing instructional services. Various support services were provided by another 99.9 certified and classified employees including 12 administrators.

The students are housed in seven buildings – three elementary schools (grades K-3), one intermediate school (grades 4-5), one middle school (grades 6-8) one high school (grades 9-12), and one Career and Technical Education building (grades 9-12). The original buildings vary in age from 6 years (Dakota Prairie Elementary) to 66 years (Hillcrest Elementary School).

A five-member school board governs the District. Members serve a three-year term. These terms are staggered meaning that either one or two positions are up for election each year. Elections are held annually in April, and all board members are elected at large. Under SDCL 13-8-39, "As provided and limited by law, the school board has general charge, direction and management of the schools of the district and control and care of all property belonging to it. The school board may levy taxes, borrow money, employ any necessary personnel, lease real and personal property, carry liability and other insurance, or in lieu of insurance, make other arrangements, including entering into agreements with others, which agreements may create separate legal or administrative entities pursuant to chapter 1-24, to protect and assist the school board in meeting

obligations arising from such acts or omissions for which the school board may be legally liable, purchase all necessary books and equipment, purchase real property and erect necessary buildings for the operation of such schools.” Management of the District is independent of other state or independent governments. The District is supported financially by legislatively appropriated state aid, property taxes, state and federal grants for special projects, earnings on investments and other local and miscellaneous revenue. The County Finance Office collects taxes for the District but exercises no control over the District’s use of these resources.

The annual budget serves as the foundation for the District’s financial planning and control. When the annual budget is approved and adopted by the School Board, the expenditures incorporated in the budget become legally binding appropriations and the actual expenditures of the various activities must be in conformity with the budget and any budget supplements subsequently adopted. The Board receives a proposed budget for consideration no later than its regular board meeting in May. Changes may be made to the proposed budget prior to publishing. These changes do not need to be listed in the minutes. Board action should recognize a preliminary budget to be published in July. The proposed budget together with a notice of hearing must be published prior to July 15 and the Board must hold a public hearing on the proposed budget prior to August 1. Prior to October 1, the Board must adopt the final budget and certify the levy to the County Auditor. Below is a layout of the District’s budget process:



Budget-to-actual comparisons for all the governmental funds that have legally adopted budgets are provided in this report. This comparison is presented as required supplementary information.

Through development of both a Strategic Plan and Facility Plan, the District has created the Vision'22 Plan for Excellence. The Strategic Plan aims to: achieve student academic excellence through quality programs and innovative teaching, align learning communities connected to community and stakeholders, communicate effectively both internally and externally to engage the community and stakeholders, integrate aligned organizational systems, employ high performing staff, leadership and school board governance, and to maintain fiscal stability, accountability and alignment through effective financial practices. Key Performance Indicators have been identified to ensure that our District achieves each of these goals.

The facility planning process began during the 2015-16 school year. The goal of this process was to address both immediate and long-term facility needs for the communities served by the District. A study completed by the South Dakota State Demographer indicated that the immediate economic region will continue to grow resulting in the District adding approximately 550 students over the next ten years. As a result, the School Board adopted the Brookings School District Comprehensive Facility Masterplan.

Factors Affecting Financial Condition

Local Economy

The 2020 census reflected a growth of 6 percent from the 2010 census and moved Brookings to the fourth largest city in South Dakota. With the population now over 23,000, the City encompasses a diverse local economy including South Dakota State University, large and small manufacturing, biosciences, food production and agriculture. Brookings is the second largest manufacturing community in the state, employing one quarter of all private sector workers in the county. The unemployment rate in Brookings is 2.7 percent, which is less than the national average of 6.7 percent. Brookings has seen the job market increase by 2.1 percent over the last year. The labor force in Brookings increased from 16,684 to 18,527 from December 31, 2009 to December 31, 2019.

As of July, 2020, Brookings School District had a population of 35,341 and a population density of 180.8 people per square mile. The district's median household income is \$58,471. Due to a robust financial position, a healthy socioeconomic profile and tax base, and mid-ranged debt and pension burdens, the credit position for the District is favorable at an AA – (minus) rating.

Long-term Financial Planning

The District's taxable valuation has been steadily increasing over the past decade. This growth in taxable property has benefited the District's Special Education, Capital Outlay, and Pension Funds. The state's school funding formula prevents the General Fund, the District's major fund that accounts for approximately 65% of its total financial activity, from benefiting as a result of the increased taxable valuations. A more detailed explanation can be found in the MD&A. The two key factors affecting the General Fund are the annual per student allocations as set by the state legislature and the District's enrollment. The annual increase in the per student allocation is limited to 3% or the annual percentage change in the consumer price index, whichever is less. The revenue from the per student allocation, a combination of local property taxes and state aid, comprises nearly 87% of the District's General Fund revenues.

In 2015 Governor Dennis Daugaard established a Blue Ribbon Taskforce to study and make recommendations for a funding overhaul in the 2016 legislative session. That overhaul was approved through several pieces of legislation and included a half cent increase to the state sales tax. The state of South Dakota had not created a new revenue source for education since 1969. More than \$80 million was dedicated to the general fund of school districts to support teacher salaries for the 2016-17 school year through the new formula.

The primary goal of the legislation was to increase the state average teacher salary from \$40,000 to \$48,500. The state mandated that 85% of the total state aid dollars be allocated to teacher pay and that 85% of the new revenue percentage increase that the district received go toward certified instructional staff. If districts don't comply with both mandates, they will incur a dollar for dollar reduction in future state funding. The Brookings School District complied with both state mandates for the 2016-17 school year and has met accountability for the average teacher salaries through fiscal year 2020. This mandate was waived in fiscal year 2020-2021 due to the COVID-19 pandemic and the Corona Relief Funding from the Federal Government.

Additional components of the new formula include limitations on the amount of property valuation growth that could be taxed for capital outlay purposes year over year along with implementation of permanent

flexibility on capital outlay transfers of up to 45% to the general fund at the district's discretion for general fund purposes. Beginning during the 2018-19 school year, fund balance caps will be based on enrollment tiers and calculated by using the district's lowest monthly cash balance of the previous 12-month period. Other revenue including gross receipts tax on utilities, local revenue in lieu of taxes, county apportionment of revenue from traffic fines, county revenue in lieu of taxes, wind farm tax and bank franchise tax will also be equalized state-wide and distributed on a per-student average through the new formula over a five-year phase in period.

Going forward, the basis of the new funding formula shifts away from dependence on a per-student allocation from the state and relies on targets for average teacher salary and student to teacher ratios for determining how state appropriations are allocated to schools. These targets along with overhead factors will be set through school funding legislation year over year.

Certificate of Achievement for Excellence in Financial Reporting

The Association of School Business Officials International (ASBOI) awarded a Certificate of Excellence in Financial reporting to the Brookings School District for the fiscal year ended June 30, 2017; this was the first year that the District has achieved this prestigious award. The District has also received this award for the fiscal years ending June 30, 2018, June 30, 2019, and June 30, 2020. This award is granted to districts that meet or exceed ASBOI's standards upon reviewing their Comprehensive Annual Financial Report. A Certificate of Excellence in Financial Reporting is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet and exceed the program's requirements, therefore, we are submitting it to ASBOI to determine its eligibility for another certificate.

Acknowledgements

The preparation of the District's comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the District's business office. Every member of the business office has our sincere appreciation for the contributions made in the preparation of this report. Finally, we wish to thank the Brookings School Board. The Board's leadership and continued support made the preparation of this report possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Brian Lueders", with a stylized flourish at the end.

Brian L. Lueders
Director of Business Services

BROOKINGS SCHOOL DISTRICT NO. 5-1

**SCHOOL DISTRICT OFFICIALS
BROOKINGS, SOUTH DAKOTA
JUNE 30, 2020**



SCHOOL BOARD

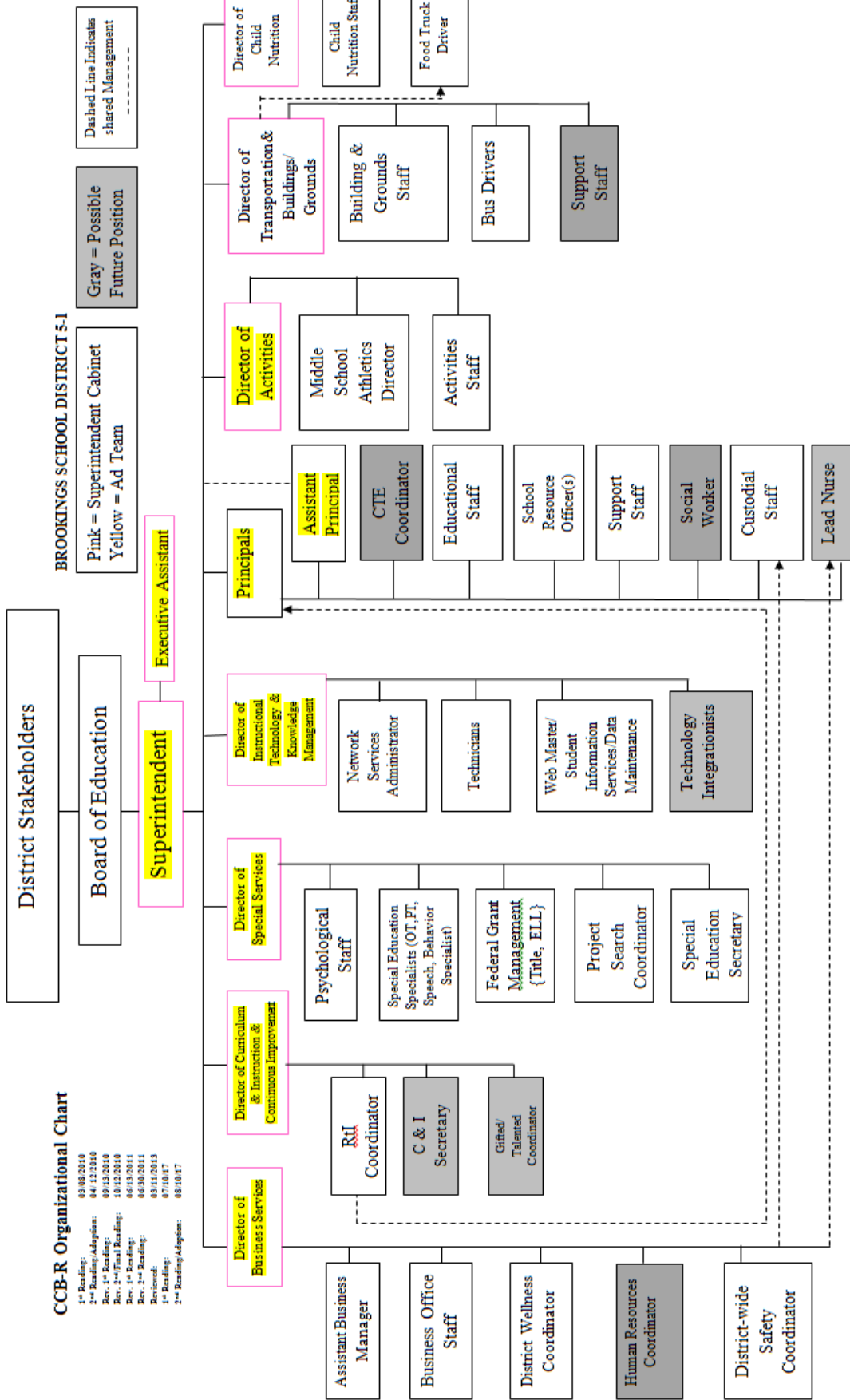
Debra DeBates..... President
Mellissa Heermann..... Vice President
Wesley Tschetter Board Member
Van Fishback..... Board Member
Roger DeGroot..... Board Member

SCHOOL DISTRICT STAFF

Dr. Klint Willert. Superintendent
Brian Lueders..... Director of Business Services
Laura Gerjets. Assistant Director of Business Services

CCB-R Organizational Chart

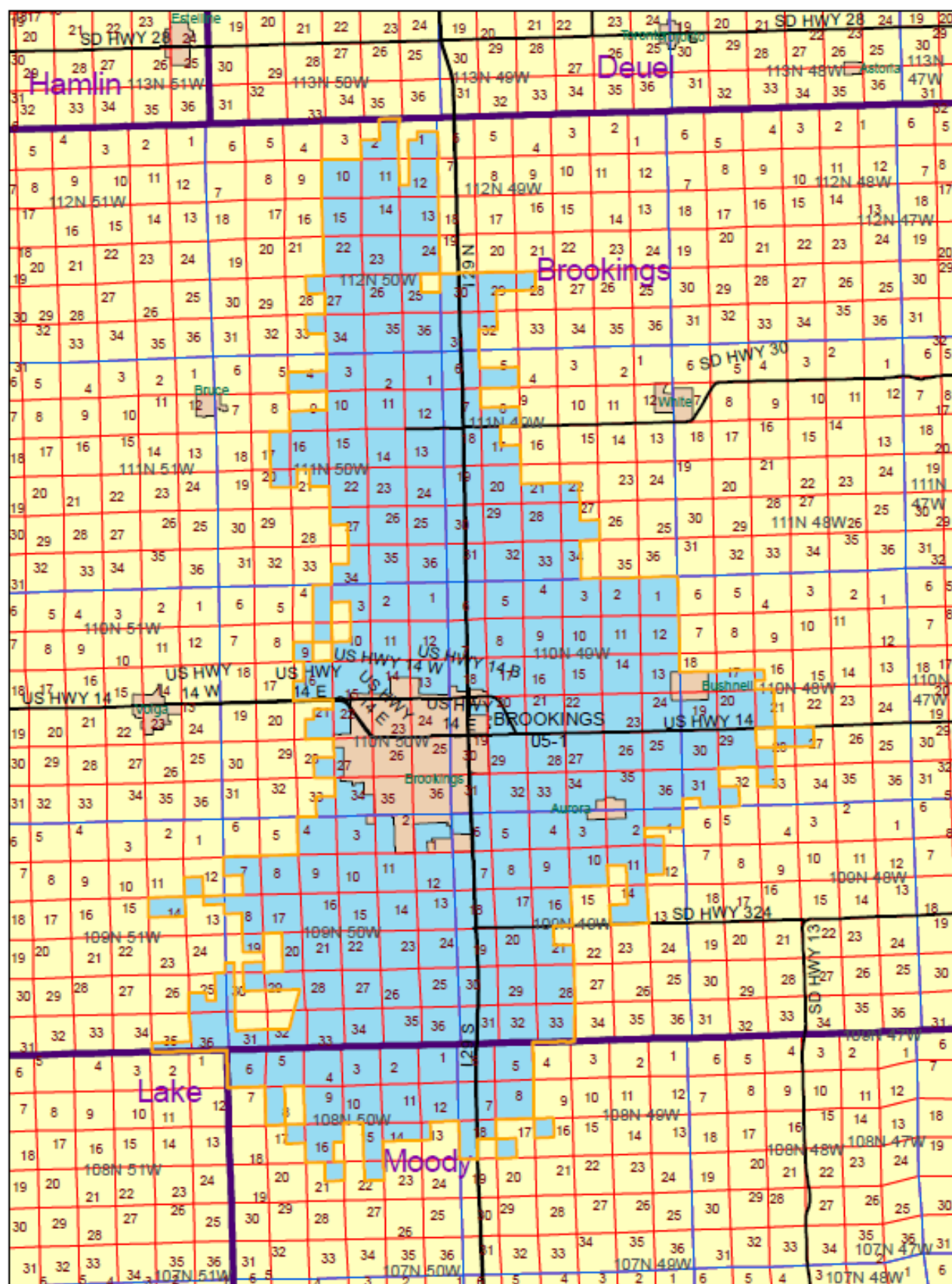
1st Reading: 03/08/2010
 2nd Reading/Adoption: 04/12/2010
 Rev. 1st Reading: 09/13/2010
 Rev. 2nd Final Reading: 10/12/2010
 Rev. 1st Reading: 06/13/2011
 Rev. 2nd Reading: 06/30/2011
 Reviewed: 09/11/2013
 1st Reading: 07/30/17
 2nd Reading/Adoption: 08/10/17



BROOKINGS SCHOOL DISTRICT 5-1

Pink = Superintendent Cabinet
 Yellow = Ad Team
 Gray = Possible Future Position
 Dashed Line Indicates shared Management

Brookings School District 05-1





ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Brookings School District #5-1

**for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.**

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

Section II

Financial



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BROOKINGS SCHOOL DISTRICT NO. 5-1

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT**

JUNE 30, 2021

BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHOOL DISTRICT OFFICIALS
JUNE 30, 2021

School Board

Mellissa Heermann

Van Fishback

Wesley Tschetter

Keli Books

Debra DeBates

Business Manager

Brian Lueders

Superintendent

Dr. Klint Willert

**BROOKINGS SCHOOL DISTRICT NO. 5-1
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QUAM, BERGLIN & POST, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
110 WEST MAIN – P.O. BOX 426
ELK POINT, SOUTH DAKOTA 57025

(605) 356-3374

INDEPENDENT AUDITOR'S REPORT

School Board
Brookings School District No. 5-1
Brookings County, South Dakota

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brookings School District No. 5-1, Brookings County, South Dakota, as of June 30, 2021 and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

Brookings School District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinions

The School District did not adopt Governmental Accounting Standards Board (GASB) Statement No. 84 *Fiduciary Activities*, which is a departure from accounting principles generally accepted in the United States of America (USGAAP). The amount by which this departure would affect the assets, liabilities, net position, revenues and expenses/expenditures of the governmental activities, the general governmental fund and the aggregate remaining fund information is not reasonably determinable.

Qualified Opinions

In our opinion, except for the matters described in the "Basis for Qualified Opinions" section of our report, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the general governmental fund and the aggregate remaining fund information of Brookings School District No.5-1 as of June 30, 2021, 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.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the capital outlay, special education, bond redemption and capital projects governmental funds, and the other enterprise and food service enterprise funds of Brookings School District as of June 30, 2021, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (MD&A), the Schedule of the Proportionate Share of the Net Pension Asset, the Schedule of the School District Contributions, the Budgetary Comparison Schedules, and the Schedule of Changes in Total OPEB Liability listed in the Table of Contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an 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 School District's basic financial statements. The Schedule of Expenditures of Federal Awards, which as required *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) listed in the Table of Contents, is presented for purposes of additional analysis and is 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2022, on our consideration of Brookings School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.



Quam, Berglin & Post, P.C.
Certified Public Accountants
Elk Point, SD

February 11, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Brookings School District #5-1's (School) annual financial report presents our discussion and analysis of the School's financial performance during the fiscal year ended on June 30, 2021. Please read it in conjunction with the School's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

GENERAL FUND

The general fund budget ended the year with an increase of \$1,354,445.21 to the fund balance which increased the fund balance to \$5,589,711.92. The district received \$1600,775.00 in Corona Relief funding and \$455,005.00 for ESSER (Elementary and Secondary School Emergency Relief Fund) from the federal government in response to COVID 19. The district was able to offer remote services for students requesting the service however the school district held classes in the buildings through the entire 2020-21 school year. The district had a mask mandate in place for the entire school year and limited participation by parents, staff and community members at activities which reduced revenue for ticket sales. The FY20 budget included a growth of 20 students from the fall 19 count. When the fall count was complete, the district final count was down 63 students. With the projected increase of 22 students the district was down 85 students. The loss of enrollment was due to students choosing to either open-enroll to other districts or home school. The district gave staff a one-time stipend (\$700 for certified staff and \$350 for classified staff) for work done during the year due to COVID 19 in the November payroll.

CAPITAL OUTLAY

The capital outlay fund ended the year with an increase of \$1,191,081.60 to the fund balance which decreased the fund balance to \$3,647,557.64. Projects at the various schools included: updating the phone system district wide, crown and sod BHS football field, replace Medary controls for heating and cooling, install LED lights at 5th St. Gym, additional security cameras, computer equipment purchases, digital displays at BHS & MMS, trailers for use at bus garage, a new bus and miscellaneous concrete and asphalt repairs throughout the district. The district continues to work with Brookings Area Transit Authority (BATA) for a joint bus garage facility.

SPECIAL EDUCATION

The special education fund ended the year with an increase to the fund balance by \$707.23 increasing the fund balance to \$340,435.77. The district received \$233,207.00 from the extra ordinary cost fund.

BOND REDEMPTION FUNDS

The bond redemption budgets are used to pay for bonds issued to build Camelot and Dakota Prairie. This year the district paid off the advanced refunding for the Camelot bonds with the funds held in escrow. Each year, the district estimates the amount needed to pay for these bonds. The amount needed is sent to the auditor to determine the levy necessary to cover the bond payments.

CAPITAL PROJECTS

The Mickelson Middle School Project is almost complete. The final payment should be made sometime around November 2021.

CHILD NUTRITION

The child nutrition fund ended the year with a net position of \$842,092.78, which is an increase of \$38,984.02 from the previous year. All students attending school received free lunch and

breakfast. Due to the free lunch and breakfast the federal revenue received jumped dramatically while revenue from local funds went down dramatically.

ENTERPRISE FUND

The enterprise fund is self-sufficient as well and is used for drivers' education, ACT prep, summer camps, BHS 1:1 laptop insurance and AP testing.

SELF INSURANCE FUND

This fiscal year the district had no increase in health insurance premiums and a 7% increase in dental insurance premiums. The fund balance increased by \$409,882.60. The increased \$3,173,081.97 fund balance allowed the district to reduce premiums by 10% for the 2021-2022 school year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This report consists of three parts – management's discussion and analysis (this section), the basic financial statements and required supplementary information. The basic financial statements include two kinds of statements that present different views of the School:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the School's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the School government, reporting the School's operations in more detail than the government-wide statements.
 - The governmental funds statements tell how general government services were financed in the short-term as well as what remains for future spending.
 - Proprietary fund statements offer short and long-term financial information about the activities that the school operates like businesses. The proprietary funds operated by the school are the Food Service Operation, the Enterprise Fund and the district's Self-Insurance Fund.
 - Fiduciary fund statements provide information about the financial relationships - like scholarship plans for graduating students - in which the School acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Figure A-1 summarizes the major features of the School's financial statements, including the portion of the School government covered and the types of information contained. The remainder of the overview section of the management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1

Major Features of Sample School's Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire School government (except fiduciary funds and the fiduciary component units)	The activities of the School that are not proprietary or fiduciary, such as elementary and high school education programs.	Activities the School operates similar to private businesses, the food service operation.	Instances in which the School is the trustee or agent for someone else's resources.
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 Net Position *Statement of Changes in 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, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter no capital assets 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; the School's funds do not currently contain capital assets although they can
Type of Inflow/Outflow Information	All revenues and expenses during 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 payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the School as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. 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 School's net position and how they have changed. Net position is one way to measure the School's financial health or position.

- Increases or decreases in the School's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the School you need to consider additional nonfinancial factors such as changes in the School's property tax base and changes in the state school aid funding formula from the State of South Dakota.

The government-wide financial statements of the School are reported in two categories:

- **Governmental Activities** - This category includes the School's basic instructional services, such as elementary and high school educational programs, support services (guidance counselor, executive administration, board of education, fiscal services, etc.), debt service payments, extracurricular activities (sports, debate, music, etc.) and capital equipment purchases. Property taxes, state grants, federal grants and interest earnings finance most of these activities.
- **Business-type Activities** - The school charges a fee to students to help cover the costs of providing hot lunch services to all students and fees to cover ACT Prep, drivers' education and summer camps. The Food Service Fund and Enterprise Fund are the only business-type activities of the School.

Fund Financial Statements

The fund financial statements provide more detailed information about the School's most significant funds – not the School as a whole. Funds are accounting devices that the School uses to keep track of specific sources of funding and spending for particular purposes.

- State Law requires some of the funds.
- The School Board establishes other funds to control and manage money for particular purposes (like the Scholarship Trust).

The School has three kinds of funds:

- **Governmental Funds** – Most of the School's basic services are included in the governmental funds, which focus on (1) how cash and other financial assets can readily be converted for cash flow in and out and (2) the balances left at the year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements, or on the subsequent page, that explains the relationship (or differences) between them.
- **Proprietary Funds** – Services for which the School charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both short- and long-term financial information. The Food Service and Enterprise Funds are the only proprietary funds maintained by the School.
- **Fiduciary Funds** – The School is the trustee, or fiduciary, for various external and internal parties. The School is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the School's fiduciary activities are reported in a separate statement of net position and a statement of changes in net position. We exclude these activities from the School's government-wide financial statements because the School cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE SCHOOL AS A WHOLE

Net Position

Table A-1
Brookings School District
Statement of Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2020	2021	2020	2020	2020	2021	2020-21
Current and Other Assets	\$ 30,716,212.65	\$ 28,664,035.27	\$ 1,096,882.44	\$ 1,210,450.07	\$ 31,813,095.09	\$ 29,874,485.34	-6.09%
Capital Assets (Net of Depreciation)	89,380,080.19	70,202,708.64	32,051.91	25,044.34	69,412,132.10	70,227,752.98	1.18%
Total Assets	100,096,292.84	98,866,743.91	1,128,934.35	1,235,494.41	101,225,227.19	100,102,238.32	-1.11%
Pension Related Deferred Outflows	4,583,217.38	6,066,211.80			4,583,217.38	6,066,211.80	32.36%
Long-Term Liabilities Outstanding	45,176,764.20	41,418,189.19			45,176,764.20	41,418,189.19	-8.32%
Other Liabilities	6,422,583.79	7,591,989.53	243,269.06	280,671.95	6,665,852.85	7,872,681.48	18.10%
Total Liabilities	61,599,347.99	49,010,178.72	243,269.06	280,671.95	61,842,617.05	48,290,850.67	-4.92%
Pension Related Deferred Inflows	1,926,902.24	4,816,167.52			1,926,902.24	4,816,167.52	149.94%
OPEB Related Deferred Inflows	308,023.00	264,926.00			308,023.00	264,926.00	-13.99%
Taxes Levied for a Future Period	8,990,923.17	8,925,924.84			8,990,923.17	8,925,924.84	-0.72%
Total Deferred Inflows	11,225,848.41	14,007,018.36			11,225,848.41	14,007,018.36	135.23%
Net Position							
Net Investment in Capital Assets	30,490,518.58	29,180,847.84	32,051.91	25,044.34	30,522,570.49	29,205,692.18	-4.31%
Restricted	6,930,044.04	6,601,587.67			6,930,044.04	6,601,587.67	-4.74%
Unrestricted	4,433,751.20	6,133,523.12	853,613.38	929,778.12	5,287,364.58	7,083,301.24	33.59%
Total Net Position	41,854,313.82	41,915,758.63	885,665.29	954,822.46	42,739,979.11	42,870,581.09	0.31%
Beginning Net Position	43,293,078.99	41,854,313.82	983,991.41	885,665.29	44,277,070.40	42,739,979.11	
Increase (Decrease) in Net Position	(1,438,765.17)	61,444.81	(98,326.12)	69,157.17	(1,637,091.29)	130,601.98	
Percentage of Increase (Decrease) in Net Position	-3.32%	0.15%	-9.99%	7.81%	-3.47%	0.31%	

GOVERNMENTAL ACTIVITIES

The governmental activities total net position increased by \$61,444.81 as a result of the GASB 68 Net Pension Asset, cash balance increases, and additional fixed assets that were purchased.

BUSINESS-TYPE ACTIVITIES

The business type activities total net position increased by \$69,157.17 as a result increased federal revenue due to all students receiving free lunch.

The Statement of Net Position reports all financial and capital resources. The statement presents the assets, deferred outflows of resources, liabilities and deferred inflows of resources in order of relative liquidity. The liabilities with average maturities greater than one year are reported in two components – the amount due within one year and the amount due in more than one year. The long-term liabilities of the school, consisting of general obligation bonds, capital outlay certificates payable, compensated absences payable and early retirement benefits payable have been reported in this manner on the Statement of Net Position. The difference between the school's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is its net position.

Changes in Net Position

The Net Position increase is due to additional fixed assets purchased and increases in fund balances. The School's total revenues (excluding special items) totaled \$41,528,356.88, (See Table A-2.) Approximately one-half of the School's revenue comes from property and other taxes, with approximately 30% coming from the state. (See Figure A-2).

The total cost of all programs and services increased by approximately 4.8% due to increases in wages/benefits, utilities, insurance and professional fees. The School's expenses cover a range of services encompassing instruction, support services and child nutrition services. (See figure A-3)

Figure A-2, Brookings School District #5-1, Sources of Revenues for Fiscal Year 2021

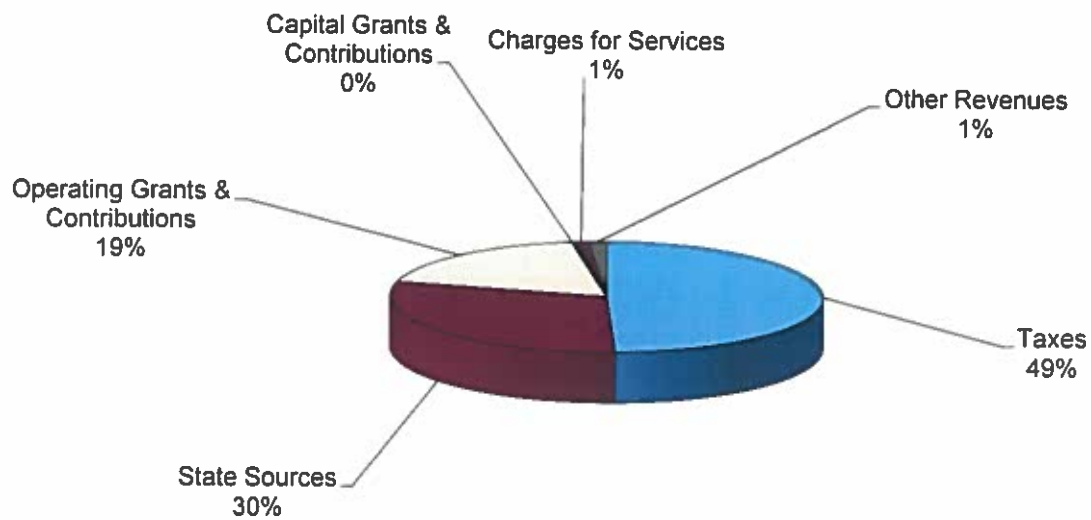
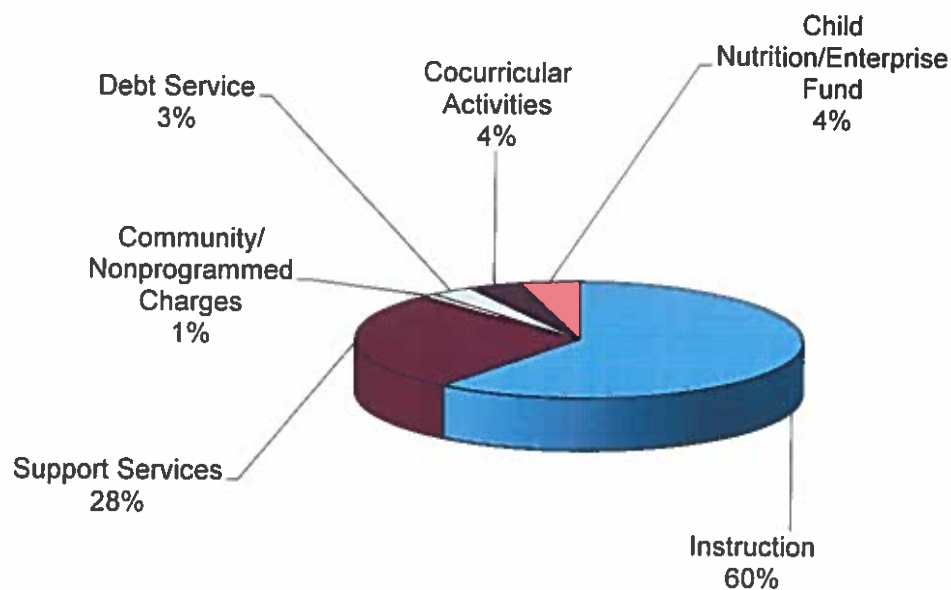


Figure A-3, Brookings School District #5-1, Functional Expenses for Fiscal Year 2021



GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

Table A-2 and the narrative that follows consider the operations of the governmental activities and the business-type activities of the school.

Table A-2
Brookings School District
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2020	2021	2020	2021	2020	2021	2020-21
Revenues							
Program Revenues							
Charges for Services	\$ 248,998.83	\$ 160,222.20	\$ 884,976.15	\$ 325,899.37	\$ 1,133,974.98	\$ 486,121.57	-57.13%
Operating Grants and Contributions	4,211,335.15	6,132,980.92	825,539.35	1,515,799.73	5,036,874.50	7,648,780.65	51.86%
Capital Grants and Contributions	15,138.34	49,686.69			15,138.34	49,686.69	228.22%
General Revenues							
Taxes	18,857,453.77	20,492,385.71			18,857,453.77	20,492,385.71	8.67%
Revenue State Sources	12,206,105.95	12,291,033.83			12,206,105.95	12,291,033.83	0.70%
Unrestricted Investment Earnings	317,324.14	29,302.79	14,820.95	2,113.87	332,145.09	31,416.66	-90.54%
Other General Revenues	382,107.92	528,931.77		0.00	382,107.92	528,931.77	38.42%
Total Revenues	36,238,464.10	39,684,543.91	1,725,336.45	1,843,812.97	37,963,800.55	41,528,356.88	9.39%
Expenses							
Instruction	\$ 23,298,536.33	\$ 24,928,882.37			\$ 23,298,536.33	\$ 24,928,882.37	7.00%
Support Services	11,101,728.34	11,414,482.79			11,101,728.34	11,414,482.79	2.82%
Community/Nonprogrammed Charges	378,546.12	396,861.07			378,546.12	396,861.07	4.84%
Debt Service	1,395,310.90	1,303,396.39			1,395,310.90	1,303,396.39	-6.59%
Cocurricular Activities	1,503,107.58	1,579,476.48			1,503,107.58	1,579,476.48	5.08%
Drivers Ed/ACT Prep/Summer Camps			100,267.66	81,508.85	100,267.66	81,508.85	-18.71%
Child Nutrition			1,723,394.91	1,693,146.95	1,723,394.91	1,693,146.95	-1.76%
Total Expenses	37,677,229.27	39,623,099.10	1,823,662.57	1,774,655.80	39,500,891.84	41,397,754.90	4.80%
Excess (Deficiency) Before Prior Period and Transfers	\$ (1,438,765.17)	\$ 61,444.81	\$ (98,326.12)	\$ 69,157.17	\$ (1,537,091.29)	\$ 130,601.98	-108.50%
Transfers	-	-	-	-	-	-	
Prior Period Adjustment	0.00	0.00				0.00	
Increase (Decrease) in Net Position	\$ (1,438,765.17)	\$ 61,444.81	\$ (98,326.12)	\$ 69,157.17	\$ (1,537,091.29)	\$ 130,601.98	-108.50%
Beginning Net Position	\$ 43,293,079	\$ 41,854,314	\$ 983,991	\$ 885,665	\$ 44,277,070	\$ 42,739,979	-3.47%
Ending Net Position	\$ 41,854,314	\$ 41,915,759	\$ 885,665	\$ 954,822	\$ 42,739,979	\$ 42,870,581	0.31%

GOVERNMENTAL ACTIVITIES

The increase in governmental activities was due federal funding through the CRF (Corona Relief Funding).

BUSINESS-TYPE ACTIVITIES

Revenues of the School's business-type activities Food Service and Enterprise Fund (Summer camps, ACT prep, AP testing, drivers' education and BHS student laptop insurance) increased by approximately 6.9% and expenses decreased by approximately 2.7%. Factors contributing to these results included:

- Increases in wages/benefits.
- Student enrollment did not increase as projected.
- Increased Federal funding

BUDGETARY HIGHLIGHTS

Over the course of the year, the School Board revised the School budget. These amendments fall into two categories:

- Supplemental appropriations and contingency transfers approved for unanticipated, yet necessary, expenses to provide for items necessary for the education program of this district.
- Increases in appropriations, primarily by contingency transfer, to prevent budget overruns.

CAPITAL ASSET ADMINISTRATION

By the end of 2021, the School had invested \$71,396,415 (net of depreciation) in a broad range of capital assets including: land, construction in process, buildings, various machinery, equipment and library books. This amount represents a net increase (including additions and deductions) of \$2,009,327, or increase of 2.89%, over last year.

	Table A-3 Governmental Activities		Business-type Activities		Total Dollar Change	Total Percentage Change
	2020	2021	2020	2021	2020-21	2020-21
Land/CIP	\$ 21,839,576	\$ 24,009,102			\$ 2,169,526	9.93%
Buildings	44,194,053	42,938,936			(1,255,117)	-2.84%
Improvements Other Than Buildings	877,013	832,698			(44,315)	-5.05%
Machinery and Equipment	2,469,438	2,421,973	32,052	25,044	(54,472)	-2.18%
Total Capital Assets (Net)	\$ 69,380,080	\$ 70,202,709	\$ 32,052	\$ 25,044	\$ 815,621	1.18%

This year's capital asset purchases were primarily used to continue to purchase library books, a bus, scrubber at Dakota Prairie, chariot vacuum at Medary, poured in place playground rubber at Medary, two trailers for the bus garage, two Daktronics message centers for BHS and MMS, light poles along the fire lane at Dakota Prairie, several computer servers and construction at MMS.

Detailed information on the district's capital assets can be in the notes to the financial statements.

LONG-TERM DEBT

At year-end, the School had \$44,798,972 in General Obligation Bonds, Capital Outlay Certificates and other long-term obligations. This is an decrease of 3.87% as shown on Table A-4 below. The decrease is due to debt payments which reduced the principal portion of the debt.

	Governmental Activities		Business-type Activities		Dollar Change	Percentage Change
	2020	2021	2020	2021	2020-21	2020-21
General Obligation Bonds	\$ 15,730,000	\$ 14,765,000			\$ (965,000)	-6.13%
Premium on Bonds	1,958,707	1,806,510			(152,197)	-7.77%
Capital Outlay Certificates	23,385,000	22,655,000			(730,000)	-3.12%
Premium on Certificates	922,397	873,850			(48,547)	-5.26%
Early Retirement	703,023	695,631			(7,392)	-1.05%
Post Employment Benefits	1,731,057	2,085,348			354,291	20.47%
Capital Lease Payable	562,808	1,812,805			1,249,997	222.10%
Compensated Absences	183,772	104,828			(78,944)	-42.96%
Total Outstanding Debt and Obligations	\$ 45,176,764	\$ 44,798,972	\$	\$	\$ (377,792)	-0.84%

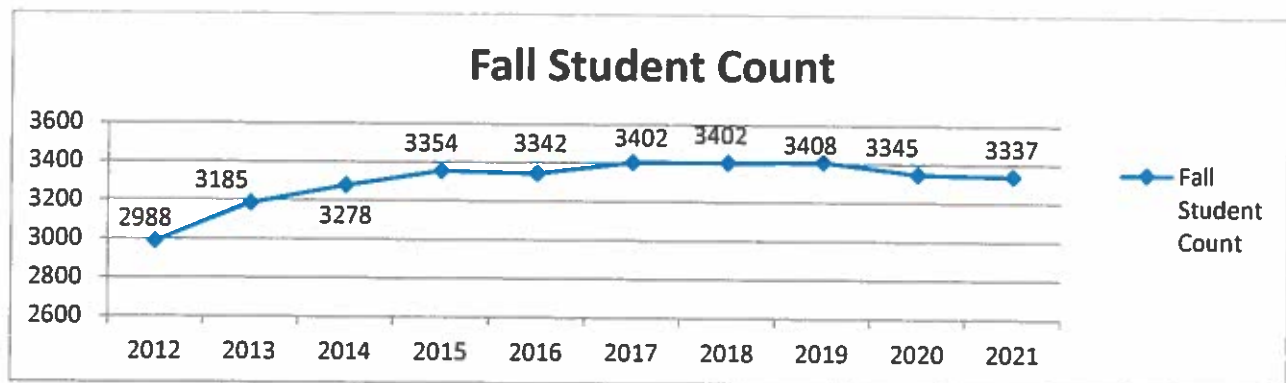
The School is liable for the accrued vacation leave payable to the year-round staff.

The School also maintains an early retirement plan which allows those meeting certain qualifications to retire early and receive 80% of their last year's salary. This payment is paid out in equal payments spread over the next three to five years. This plan allows the school to reduce the overall program cost by hiring teachers who are lower on the salary schedule.

Detailed information on the district's long term debt activity can be in the notes to the financial statements

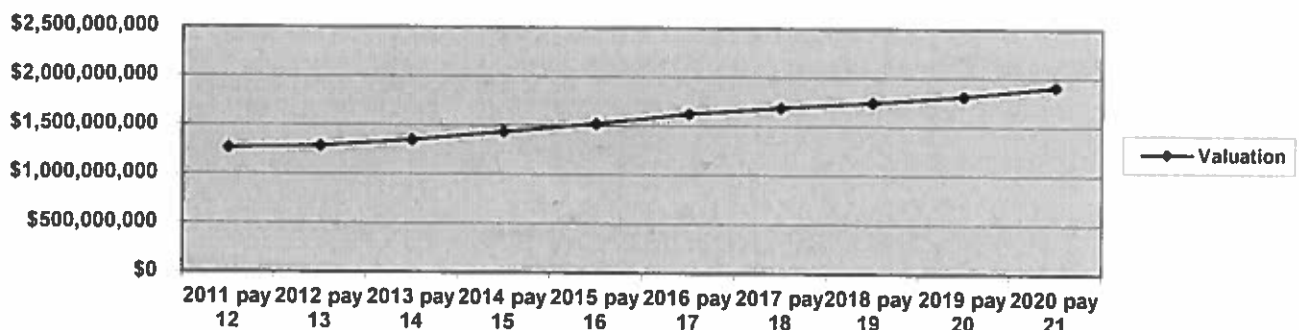
FINANCIAL ANALYSIS OF THE SCHOOL'S FUNDS, ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

A loss of 8 students was budgeted for in the 2021-22 budget. It is estimated that the district will increase by approximately 50 students when the final student count is determined this fall. The increase is believed to be caused by students re-enrolling and new families moving into the district.



The district experienced an increase in total property valuation of \$98,067,053 to \$1,908,241,664 or 5.42% from the prior year. The total amount which can be levied is limited by

the State of South Dakota which passed a new law in the 2016 legislative session that restricts the increase in Capital Outlay reappraisals for 2016 taxes payable 2017 to 3% or inflation, whichever is less. This legislation will limit the capital outlay growth because appraisals have traditionally been over 3% while inflation has been less than 3%.



GENERAL FUND

The general fund budget increased by approximately 2.69% over 2020-21 adopted budget. The board of education through the negotiations process increased the teacher base salary from \$39,200 to \$44,000. This increase was a joint effort by the district and the BEA (Brookings Education Association) to not only increase starting teacher base pay but also increase teacher salaries throughout the district to ensure the district's average teacher salary was comparable with school districts in the region as well as school districts of similar size in the state. With reductions and enhancements implemented during the budget process, the district was able to make the salary increase a reality and sustainable into the future. The district is anticipating using \$385,145 of fund balance. A transfer in of \$100,000 from the Capital Outlay fund was budgeted to reduce the impact on the use of fund balance. ESSER funds as well as a onetime tax payment will be utilized as well to reduce the use of fund balance. The district is in the process of completing the submission to the Department of Education for the projected uses of ESSER II and III for the 21-22 school year.

CAPITAL OUTLAY

The capital outlay budget increased by 12.15% over the 2020-21 adopted budget. Projects at the various schools include: parking lot work at the administration and BHS, dirt and sod work at the BHS football field, updating the phone system at BHS, Medary and Hillcrest, new clock system at Hillcrest, entrance doors at 5th St. Gym and several concrete and asphalt repairs throughout the district.

SPECIAL EDUCATION

The special education budget increased by 10.33% over the 2020-21 adopted budget. This increase included the increase for teachers as mentioned in the general fund and a 2.4% increase in salary for all other staff. The district anticipates using \$467,900 of fund balance which is not feasible in order to maintain cash flow. This may require an application to the extraordinary cost fund.

BOND REDEMPTION FUNDS

The bond redemption budgets are used to pay for bonds issued to build Camelot and Dakota Prairie. Each year, the district estimates the amount needed to pay for these bonds. The amount needed is sent to the auditor to determine the levy necessary to cover the bond payments.

CAPITAL PROJECTS

The MMS final payment should be made in October or November. Any carryover will be used to help fund Medary and Hillcrest building projects.

CHILD NUTRITION

The child nutrition fund is a self-sufficient fund and is not covered by any taxes levied by the district. The budget decreased 2.7% from the 2020-21 budget. For the 2021-222 school year, the district gave staff a 9% increase in wages. The district has a plan in place to reduce the current fund balance to an acceptable level which is 3 months of operating expenditures. The staff increase was one way the district is using to reduce the fund balance. The department implemented free meals for all students on September 21, 2020 per USDA waivers. This change dramatically increased the federal revenue and reduced the local revenue.

ENTERPRISE FUND

The enterprise fund is self-sufficient as well and is used for drivers' education, ACT prep, summer camps, BHS/MMS 1:1 laptop insurance and AP testing.

SELF INSURANCE FUND

This year the district had a 10% decrease in health insurance premiums and a 0% increase for the dental insurance premiums. The self-insurance ended the year with a \$3,173,082 fund balance, which includes a year-end addition of \$409,881. The district insurance committee will meet in the fall of 2021 to discuss the insurance outlook for the remainder of the year.

CONTACTING THE SCHOOL'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the School's finances and to demonstrate the School's accountability for the money it receives and spends. If you have questions about this report or need additional information, contact the Brookings School District's Business Office, 2130 8th St S., Brookings, SD 57006.

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BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 17,014,931.64	\$ 1,175,797.75	\$ 18,190,729.39
Taxes Receivable	8,926,770.94		8,926,770.94
Inventories		34,652.32	34,652.32
Due From Other Governments	942,612.95		942,612.95
Prepaid Expense	1,743,168.75		1,743,168.75
Net Pension Asset	36,550.99		36,550.99
Capital Assets:			
Land & Construction in Progress	24,009,101.64		24,009,101.64
Other Capital Assets, Net of Depreciation	46,193,607.00	25,044.34	46,218,651.34
TOTAL ASSETS	98,866,743.91	1,235,494.41	100,102,238.32
DEFERRED OUTFLOWS OF RESOURCES:			
Pension Related Deferred Outflows	5,899,206.80		5,899,206.80
OPEB Related Deferred Outflows	167,005.00		167,005.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	6,066,211.80		6,066,211.80
LIABILITIES :			
Accounts Payable	669,484.94	19,647.93	689,132.87
Unearned Revenue	95,000.00	145,421.86	240,421.86
Other Current Liabilities	3,446,721.79	115,602.16	3,562,323.95
Noncurrent Liabilities:			
Due Within One Year	3,380,782.80		3,380,782.80
Due in More than One Year	41,418,189.19		41,418,189.19
TOTAL LIABILITIES	49,010,178.72	280,671.95	49,290,850.67
DEFERRED INFLOWS OF RESOURCES:			
Taxes Levied for a Future Period	8,925,924.84		8,925,924.84
OPEB Related Deferred Inflows	264,926.00		264,926.00
Pension Related Deferred Inflows	4,816,167.52		4,816,167.52
TOTAL DEFERRED INFLOWS OF RESOURCES	14,007,018.36		14,007,018.36
NET POSITION:			
Net Investment in Capital Assets	29,180,647.84	25,044.34	29,205,692.18
Restricted for:			
Capital Outlay	3,648,010.14		3,648,010.14
Special Education	340,717.01		340,717.01
Debt Service	1,493,270.25		1,493,270.25
SDRS Pension Purposes	1,119,590.27		1,119,590.27
Unrestricted	6,133,523.12	929,778.12	7,063,301.24
TOTAL NET POSITION	\$ 41,915,758.63	\$ 954,822.46	\$ 42,870,581.09

The notes to the financial statements are an integral part of this statement.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Functions/Programs	Net (Expense) Revenue and Changes in Net Position				
	Program Revenues		Primary Government		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities
	Expenses				Total
Primary Government:					
Governmental Activities:					
Instruction	\$ 24,928,882.37	\$ 11,997.26	\$ 3,741,393.54	\$ (21,175,491.57)	\$ (21,175,491.57)
Support Services	11,414,482.79	75,084.30	2,321,358.03	(9,018,040.46)	(9,018,040.46)
Community Services	10,897.85			(10,897.85)	(10,897.85)
Nonprogrammed Charges	385,963.22			(385,963.22)	(385,963.22)
*Interest on Long-term Debt	1,303,396.39		49,686.69	(1,253,709.70)	(1,253,709.70)
Cocurricular Activities	1,579,476.48	73,140.64	70,229.35	(1,436,106.49)	(1,436,106.49)
Total Governmental Activities	39,623,099.10	160,222.20	6,132,980.92	(33,280,209.29)	(33,280,209.29)
Business-type Activities:					
Food Service	1,693,146.95	214,217.37	1,515,799.73	36,870.15	36,870.15
ACT Preparation Course	5,344.36	5,925.00		580.64	580.64
Drivers Education Instruction	27,572.93	33,980.00		6,407.07	6,407.07
Summer Camps	11,019.66	11,330.00		310.34	310.34
Student Accident Insurance	16,114.37	41,480.00		25,365.63	25,365.63
Advanced Placement	21,457.53	18,967.00		(2,490.53)	(2,490.53)
Total Business-type Activities	1,774,655.80	325,899.37	1,515,799.73	67,043.30	67,043.30
Total Primary Government	\$ 41,397,754.90	\$ 486,121.57	\$ 7,648,780.65	(33,280,209.29)	(33,213,165.99)
General Revenues:					
Taxes:					
Property Taxes				19,970,236.65	19,970,236.65
Utility Taxes				522,149.06	522,149.06
Revenue from State Sources:					
State Aid				12,286,997.03	12,286,997.03
Other				4,036.80	4,036.80
Unrestricted Investment Earnings				2,113.87	31,416.66
Other General Revenues				528,931.77	528,931.77
Total General Revenues				33,341,654.10	33,343,767.97
Change in Net Position				61,444.81	130,601.98
Net Position - Beginning				41,854,313.82	42,739,979.11
NET POSITION - ENDING				\$ 41,915,758.63	\$ 42,870,581.09

*The District does not have interest expense related to the functions presented above. This amount includes indirect interest expense on general long-term debt.

The notes to the financial statements are an integral part of this statement.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	<u>General Fund</u>	<u>Capital Outlay Fund</u>	<u>Special Education Fund</u>
ASSETS:			
Cash and Cash Equivalents	\$ 7,948,983.29	\$ 2,487,464.85	\$ 1,030,222.08
Taxes Receivable - Current	4,193,925.90	2,518,797.29	1,486,658.51
Taxes Receivable - Delinquent		452.50	281.24
Due from Other Governments	712,326.51	28,514.23	193,643.72
Prepaid Expenses		1,302,818.75	
TOTAL ASSETS	<u>\$ 12,855,235.70</u>	<u>\$ 6,338,047.62</u>	<u>\$ 2,710,805.55</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 280,361.04	\$ 171,240.19	\$ 34,988.93
Contracts Payable	1,777,366.95		631,300.51
Construction Contracts Payable-- Retained Percentage			
Payroll Deductions and Withholdings and Employer Matching Payable	564,412.68		217,140.59
Unearned Revenue	95,000.00		
Total Liabilities	<u>2,717,140.67</u>	<u>171,240.19</u>	<u>883,430.03</u>
Deferred Inflows of Resources:			
Taxes Levied for a Future Period	4,193,925.90	2,518,797.29	1,486,658.51
Unavailable Revenue-Property Taxes		452.50	281.24
Total Deferred Inflows of Resources	<u>4,193,925.90</u>	<u>2,519,249.79</u>	<u>1,486,939.75</u>
Fund Balances:			
Nonspendable - Prepaid Expenses		1,302,818.75	
Restricted for:			
Capital Outlay		2,344,738.89	
Special Education			340,435.77
Debt Service			
Assigned for:			
Unemployment	10,000.00		
Subsequent Year's Budget	460,145.00		
Unassigned	5,474,024.13		
Total Fund Balances	<u>5,944,169.13</u>	<u>3,647,557.64</u>	<u>340,435.77</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 12,855,235.70</u>	<u>\$ 6,338,047.62</u>	<u>\$ 2,710,805.55</u>

The notes to the financial statements are an integral part of this statement.

<u>Middle School Bond Redemption Fund</u>	<u>Intermediate School Bond Redemption Fund</u>	<u>Mickelson Middle School Capital Projects Fund</u>	<u>Total Governmental Funds</u>
\$ 738,122.52	\$ 306,556.88	\$ 1,146,104.21	\$ 13,657,453.83
494,118.38	232,424.76		8,925,924.84
73.47	38.89		846.10
5,525.57	2,602.92		942,612.95
	440,350.00		1,743,168.75
<u>\$ 1,237,839.94</u>	<u>\$ 981,973.45</u>	<u>\$ 1,146,104.21</u>	<u>\$ 25,270,006.47</u>
\$	\$	\$	\$ 486,590.16
			2,408,667.46
		255,000.00	255,000.00
			781,553.27
			95,000.00
		<u>255,000.00</u>	<u>4,026,810.89</u>
494,118.38	232,424.76		8,925,924.84
73.47	38.89		846.10
<u>494,191.85</u>	<u>232,463.65</u>		<u>8,926,770.94</u>
	440,350.00		1,743,168.75
		891,104.21	3,235,843.10
			340,435.77
743,648.09	309,159.80		1,052,807.89
			10,000.00
			460,145.00
			5,474,024.13
<u>743,648.09</u>	<u>749,509.80</u>	<u>891,104.21</u>	<u>12,316,424.64</u>
<u>\$ 1,237,839.94</u>	<u>\$ 981,973.45</u>	<u>\$ 1,146,104.21</u>	<u>\$ 25,270,006.47</u>

BROOKINGS SCHOOL DISTRICT NO. 5-1
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2021

Total Fund Balances - Governmental Funds			\$ 12,316,424.64
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			
Cost of Assets	\$ 99,473,413.68		
Accumulated Depreciation	<u>(29,270,705.04)</u>	70,202,708.64	
The assets and liabilities of the Self-Insurance Internal Service Fund are included in the governmental activities in the Statement of Net Position. The Fund's net position is:			3,173,081.97
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Long-term liabilities at year-end consist of:			
General Obligation Bonds	(16,571,510.46)		
Capital Outlay Certificates	(23,528,849.96)		
Early Retirement Benefits Payable	(695,631.27)		
Compensated Absences	(104,827.71)		
Other Postemployment Benefits	(2,085,348.00)		
Financing (Capital Acquisition) Lease	<u>(1,812,804.59)</u>	(44,798,971.99)	
Net Pension Asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds.			36,550.99
Pension related deferred outflows are components of pension asset and therefore are not reported in the funds.			6,066,211.80
Pension & OPEB related deferred inflows are components of pension liability and therefore are not reported in the funds.			(5,081,093.52)
Property taxes will be collected this year, but are not available soon enough to pay the current period's expenditures, and therefore are deferred in the funds.			<u>846.10</u>
Net Position - Governmental Funds			<u>\$ 41,915,758.63</u>

The notes to the financial statements are an integral part of this statement.

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BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>General Fund</u>	<u>Capital Outlay Fund</u>	<u>Special Education Fund</u>
Revenues:			
Revenue from Local Sources:			
Taxes:			
Ad Valorem Taxes	\$ 9,226,510.60	\$ 5,560,647.24	\$ 3,212,170.45
Prior Years' Ad Valorem Taxes	126,163.76	100,154.85	55,697.21
Utility Taxes	522,149.06		
Penalties and Interest on Taxes	17,682.05	6,845.56	3,861.53
Tuition and Fees:			
Regular Day School Tuition	11,997.26		
Earnings on Investments and Deposits	15,876.28	3,479.76	1,176.04
Cocurricular Activities:			
Admissions	68,077.75		
Other Pupil Activity Income	5,062.89		
Other Revenue from Local Sources:			
Rentals	750.00		
Contributions and Donations	292,291.32	26,933.00	
Refund of Prior Years' Expenditures	42,197.95		2,233.00
Judgments	6,112.28		
Charges for Services	41,235.38		18,848.92
Services Provided Other LEAs			15,000.00
Other	121,155.13	59,140.20	
Revenue from Intermediate Sources:			
County Sources:			
County Apportionment	284,760.37		
Lease of County-Owned Land	3,108.88		
Revenue from State Sources:			
Grants-in-Aid:			
Unrestricted Grants-in-Aid	12,286,997.03		
Restricted Grants-in-Aid Received			2,164,844.00
Other State Revenue	3,850.62		186.18
Revenue from Federal Sources:			
Grants-in-Aid:			
Unrestricted Grants-in-Aid Received from Federal Government through State	1,600,775.00		60,900.00
Restricted Grants-in-Aid Received from Federal Government Through the State	1,197,892.10	35,443.00	753,902.50
Other Federal Revenue	900.00	48,786.69	
Total Revenue	<u>25,875,545.71</u>	<u>5,841,430.30</u>	<u>6,288,819.83</u>
Expenditures:			
Instruction:			
Regular Programs:			
Elementary	6,456,563.20	611,658.14	
Middle/Junior High	3,678,711.43	817,318.45	
High School	4,323,141.48	1,349,156.59	
Special Programs:			
Gifted	72,377.30		
Programs for Special Education		5,909.67	4,764,577.46
Culturally Different	260,185.77		
Educationally Deprived	460,536.62		

<u>Middle School Bond Redemption Fund</u>	<u>Intermediate School Bond Redemption Fund</u>	<u>Mickelson Middle School Capital Projects Fund</u>	<u>Total Governmental Funds</u>
\$ 1,108,337.63	\$ 530,763.25	\$	\$ 19,638,429.17
20,893.46	10,117.62		313,026.90
			522,149.06
1,400.14	678.92		30,468.20
			11,997.26
2,326.39	1,032.63	5,411.69	29,302.79
			68,077.75
			5,062.89
			750.00
			319,224.32
			44,430.95
			6,112.28
			60,084.30
			15,000.00
			180,295.33
			284,760.37
			3,108.88
			12,286,997.03
			2,164,844.00
			4,036.80
			1,661,675.00
			1,987,237.60
			49,686.69
<u>1,132,957.62</u>	<u>542,592.42</u>	<u>5,411.69</u>	<u>39,686,757.57</u>
			7,068,221.34
			4,496,029.88
			5,672,298.07
			72,377.30
			4,770,487.13
			260,185.77
			460,536.62

BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021 (CONTINUED)

	<u>General Fund</u>	<u>Capital Outlay Fund</u>	<u>Special Education Fund</u>
Support Services - Pupils:			
Attendance and Social Work	68,782.79		
Guidance	716,269.77		
Health	231,752.83		
Psychological			185,596.22
Speech Pathology			503,651.19
Student Therapy Services			226,714.41
Support Services - Instructional Staff:			
Improvement of Instruction	272,166.36		213,492.15
Educational Media	695,567.33		
Support Services - General Administration:			
Board of Education	204,605.82		
Executive Administration	358,725.62		
Support Services - School Administration:			
Office of the Principal	1,304,043.73		
Title I Program Administration	6,496.66		
Other	3,115.58		
Support Services - Business:			
Fiscal Services	378,575.40	1,302.42	
Facilities Acquisition and Construction			
Operation and Maintenance of Plant	3,232,246.77	672,567.21	
Pupil Transportation	535,161.43	7,596.94	
Internal Services		28,291.84	
Support Services - Central:			
Information	2,793.30		
Staff	26,163.37		
Support Services - Special Education:			
Administrative Costs			181,032.95
Transportation Costs			44,740.13
Autism/Preschool			168,308.09
Community Services:			
Nonpublic School	10,897.85		
Nonprogrammed Charges:			
Payments to State - Unemployment	4,627.32		
Early Retirement Payments	388,727.49		
Debt Services		2,218,111.11	
Cocurricular Activities:			
Male Activities	212,201.72		
Female Activities	195,351.03		
Transportation	109,289.85		
Combined Activities	607,331.64	55,692.52	
Capital Outlay		430,213.17	
Total Expenditures	<u>24,816,409.46</u>	<u>6,197,818.06</u>	<u>6,288,112.60</u>
Excess of Revenue Over (Under)			
Expenditures	1,059,136.25	(356,387.76)	707.23
Other Financing Sources (Uses):			
Transfer In	293,653.00		
Transfer (Out)		(293,653.00)	
General Long-term Debt Issued		1,833,316.36	
Sale of Surplus Property	1,667.96	7,806.00	
Total Other Financing Sources (Uses)	<u>295,320.96</u>	<u>1,547,469.36</u>	
Net Change in Fund Balances	1,354,457.21	1,191,081.60	707.23
Fund Balance - July 1, 2020	<u>4,589,711.92</u>	<u>2,456,476.04</u>	<u>339,728.54</u>
FUND BALANCE - JUNE 30, 2021	<u>\$ 5,944,169.13</u>	<u>\$ 3,647,557.64</u>	<u>\$ 340,435.77</u>

The notes to the financial statements are an integral part of this statement.

<u>Middle School Bond Redemption Fund</u>	<u>Intermediate School Bond Redemption Fund</u>	<u>Elementary School Capital Projects Fund</u>	<u>Total Governmental Funds</u>
			68,782.79
			716,269.77
			231,752.83
			185,596.22
			503,651.19
			226,714.41
			485,658.51
			695,567.33
			204,605.82
			358,725.62
			1,304,043.73
			6,496.66
			3,115.58
			379,877.82
		581,091.73	581,091.73
			3,904,813.98
			542,758.37
			28,291.84
			2,793.30
			26,163.37
			181,032.95
			44,740.13
			168,308.09
			10,897.85
			4,627.32
1,070,600.00	493,748.89		388,727.49
			3,782,460.00
			212,201.72
			195,351.03
			109,289.85
			663,024.16
		2,202,566.40	2,632,779.57
<u>1,070,600.00</u>	<u>493,748.89</u>	<u>2,783,658.13</u>	<u>41,650,347.14</u>
62,357.62	48,843.53	(2,778,246.44)	(1,963,589.57)
			293,653.00
			(293,653.00)
			1,833,316.36
			9,473.96
			<u>1,842,790.32</u>
62,357.62	48,843.53	(2,778,246.44)	(120,799.25)
681,290.47	700,666.27	3,669,350.65	12,437,223.89
<u>\$ 743,648.09</u>	<u>\$ 749,509.80</u>	<u>\$ 891,104.21</u>	<u>\$ 12,316,424.64</u>

**BROOKINGS SCHOOL DISTRICT NO. 5-1
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Net Change in Fund Balances - Total Governmental Funds \$ (120,799.25)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay expense exceeds depreciation expense in the period.

Capital Outlays	\$ 2,632,779.57	
Depreciation Expense	<u>(1,810,151.12)</u>	822,628.45

Repayment of long-term debt is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities:

General Obligation Bonds	965,000.00	
Capital Outlay Certificates	730,000.00	
Financing (Capital Acquisition) Lease	583,320.13	
Premium on Bonds	152,196.26	
Premium on Certificates	<u>48,547.22</u>	2,479,063.61

When long-term debt is issued, it is reported as an other financing source in the fund financial statements but increases the liability in the government-wide financial statements. (1,833,316.36)

Governmental funds do not reflect the change in accrued leave, retirement benefits, and other postemployment benefits, but the Statement of Activities reflects these changes through expenses.

Early Retirement Benefits	7,391.59	
Compensated Absences	78,944.37	
Other Postemployment Benefits	<u>(144,189.00)</u>	(57,853.04)

Internal service funds are used by management to charge costs of certain activities such as dental insurance benefits to individual funds. The net revenue (expense) of the internal service funds is reported within the governmental activities. 409,880.62

Changes in the pension related deferred outflows/inflows are direct components of pension liability(asset) and are not reflected in the governmental funds. (1,626,471.60)

Governmental funds report property taxes as revenue when they meet the available criteria. Because some property taxes will not be collected for several months after the district's fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds. Unavailable tax revenue increased by this amount this year.

	<u>(11,687.62)</u>	
Change in Net Position of Governmental Activities	<u>\$ 61,444.81</u>	

The notes to the financial statements are an integral part of this statement.

BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	<u>Enterprise Funds</u>			<u>Internal Service Fund</u>
	<u>Food Service Fund</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Self-Insurance Fund</u>
ASSETS:				
Current Assets:				
Cash and Cash Equivalents	\$1,004,353.56	\$171,444.19	\$1,175,797.75	\$3,357,477.81
Inventory of Supplies	11,689.03		11,689.03	
Inventory of Stores Purchased for Resale	22,963.29		22,963.29	
Total Current Assets	<u>1,039,005.88</u>	<u>171,444.19</u>	<u>1,210,450.07</u>	<u>3,357,477.81</u>
Capital Assets:				
Machinery and Equipment	276,274.76		276,274.76	
Less: Accumulated Depreciation	<u>(251,230.42)</u>		<u>(251,230.42)</u>	
Total Noncurrent Assets	<u>25,044.34</u>		<u>25,044.34</u>	
TOTAL ASSETS	<u>1,064,050.22</u>	<u>171,444.19</u>	<u>1,235,494.41</u>	<u>3,357,477.81</u>
LIABILITIES:				
Current Liabilities:				
Accounts Payable	1,021.93	18,626.00	19,647.93	182,894.78
Contracts Payable	64,962.10	14,125.13	79,087.23	1,320.80
Payroll Deductions and Withholdings and Employer Matching Payable	34,757.48	1,757.45	36,514.93	180.26
Unearned Revenue	<u>115,567.83</u>	<u>29,854.03</u>	<u>145,421.86</u>	
Total Current Liabilities	<u>216,309.34</u>	<u>64,362.61</u>	<u>280,671.95</u>	<u>184,395.84</u>
NET POSITION:				
Net Investment in Capital Assets	25,044.34		25,044.34	
Unrestricted Net Position	<u>822,696.54</u>	<u>107,081.58</u>	<u>929,778.12</u>	<u>3,173,081.97</u>
Total Net Position	<u>\$ 847,740.88</u>	<u>\$107,081.58</u>	<u>\$ 954,822.46</u>	<u>\$ 3,173,081.97</u>

The notes to the financial statements are an integral part of this statement.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	Enterprise Funds			Internal Service Fund
	Food Service Fund	Other Enterprise Funds	Total	Self-Insurance Fund
Operating Revenue:				
Sales:				
To Pupils	\$ 46,006.72	\$	\$ 46,006.72	\$
To Adults	22,421.10		22,421.10	
A la Carte	145,789.55		145,789.55	
Non-credit Tuition		111,682.00	111,682.00	
Self Insurance Premiums				6,448,713.18
Total Operating Revenue	214,217.37	111,682.00	325,899.37	6,448,713.18
Operating Expenses:				
Salaries	561,765.39	39,058.72	600,824.11	
Employee Benefits	302,078.57	4,770.02	306,848.59	
Purchased Services	11,703.23		11,703.23	
Supplies	90,087.62	37,680.11	127,767.73	
Cost of Food Sales	720,504.57		720,504.57	
Self Insurance Costs				6,046,841.34
Depreciation	7,007.57		7,007.57	
Total Operating Expenses	1,693,146.95	81,508.85	1,774,655.80	6,046,841.34
Operating Income (Loss)	(1,478,929.58)	30,173.15	(1,448,756.43)	401,871.84
Nonoperating Revenue (Expense):				
Local Sources:				
Investment Earnings	2,113.87		2,113.87	8,008.78
State Sources:				
Cash Reimbursements	5,904.11		5,904.11	
Federal Sources:				
Other Grants	124,974.52		124,974.52	
Cash Reimbursements	1,234,366.42		1,234,366.42	
Donated Food	150,554.68		150,554.68	
Total Nonoperating Revenue (Expense)	1,517,913.60		1,517,913.60	8,008.78
Change in Net Position	38,984.02	30,173.15	69,157.17	409,880.62
Net Position - Beginning	808,756.86	76,908.43	885,665.29	2,763,201.35
NET POSITION - ENDING	\$ 847,740.88	\$ 107,081.58	\$ 954,822.46	\$ 3,173,081.97

The notes to the financial statements are an integral part of this statement.

BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	Enterprise Funds			Internal Service Fund
	Food Service Fund	Other Enterprise Funds	Total	Self-Insurance Fund
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 227,484.40	\$ 141,536.03	\$ 369,020.43	\$
Cash Receipts for Interfund Services Provided				6,448,713.18
Payments to Suppliers for Goods and Services	(677,689.23)	(37,114.11)	(714,803.34)	96,955.80
Payments to Employees	(861,083.40)	(27,946.16)	(889,029.56)	29.34
Other Receipts and (Disbursements)				(6,046,841.34)
Net Cash Provided (Used) by Operating Activities	<u>(1,311,288.23)</u>	<u>76,475.76</u>	<u>(1,234,812.47)</u>	<u>498,856.98</u>
Cash Flows from Noncapital Financing Activities:				
Operating Subsidies	1,365,245.05		1,365,245.05	
Net Cash Provided (Used) from Noncapital Financing Activities	<u>1,365,245.05</u>		<u>1,365,245.05</u>	
Cash Flows from Investing Activities:				
Interest Earnings	2,113.87		2,113.87	8,008.78
Net Increase in Cash and Cash Equivalents	<u>\$ 56,070.69</u>	<u>\$ 76,475.76</u>	<u>\$ 132,546.45</u>	<u>\$ 506,865.76</u>
Cash and Cash Equivalents at Beginning of Year	\$ 948,282.87	\$ 94,968.43	\$ 1,043,251.30	\$ 2,850,612.05
Cash and Cash Equivalents at End of Year	<u>1,004,353.56</u>	<u>171,444.19</u>	<u>1,175,797.75</u>	<u>3,357,477.81</u>
Net Increase in Cash and Cash Equivalents	<u>\$ 56,070.69</u>	<u>\$ 76,475.76</u>	<u>\$ 132,546.45</u>	<u>\$ 506,865.76</u>
RECONCILIATION OF OPERATING INCOME				
CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (1,478,929.58)	\$ 30,173.15	\$ (1,448,756.43)	\$ 401,871.84
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation	7,007.57		7,007.57	
Value of Commodities Used	150,554.68		150,554.68	
Change in Assets and Liabilities:				
Accounts Receivable	19,623.74		19,623.74	
Inventories	(644.92)		(644.92)	
Accounts and Other Payables	(5,303.57)	566.00	(4,737.57)	96,955.80
Accrued Payables	2,760.56	15,882.58	18,643.14	29.34
Unearned Revenue	(6,356.71)	29,854.03	23,497.32	
Net Cash Provided (Used) by Operating Activities	<u>\$ (1,311,288.23)</u>	<u>\$ 76,475.76</u>	<u>\$ (1,234,812.47)</u>	<u>\$ 498,856.98</u>
Noncash Investing, Capital and Financing Activities:				
Value of Commodities Received	\$ 150,554.68			

The notes to the financial statements are an integral part of this statement.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021**

	Custodial Funds
ASSETS:	
Cash and Cash Equivalents	\$ 261,757.35
Accounts Receivable	<u>5,090.73</u>
TOTAL ASSETS	<u>266,848.08</u>
LIABILITIES:	
Accounts Payable	22,755.95
Amounts Held for Others	<u>244,092.13</u>
Total Liabilities	<u>\$ 266,848.08</u>

The notes to the financial statements are an integral part of this statement.

BROOKINGS SCHOOL DISTRICT NO. 5-1
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the School District conform to generally accepted accounting principles applicable to government entities in the United States of America.

a. Financial Reporting Entity

The reporting entity of Brookings School District No 5-1, consists of the primary government (which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity); those organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

b. Basis of Presentation

Government-wide Financial Statements:

The Statement of Net Position and Statement of Activities display information about the reporting entity as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Net Position reports all financial and capital resources, in a net position form (assets and deferred outflows, minus liabilities and deferred inflows equal net position). Net position is displayed in three components, as applicable, net investment in capital asset, restricted (distinguishing between major categories of restrictions), and unrestricted.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function of the School District's Governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the School District or it meets the following criteria:

1. Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
2. Total assets and deferred outflows, liabilities and deferred inflows, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined, or
3. Management has elected to classify one or more governmental or enterprise funds as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

The funds of the School District financial reporting entity are described below within their respective fund types:

Governmental Funds:

General Fund – A fund established by South Dakota Codified Laws (SDCL) 13-16-3 to meet all the general operational costs of the school district, excluding capital outlay fund and special education fund expenditures. The General Fund is always a major fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Outlay Fund – A fund established by SDCL 13-16-6 to meet expenditures which result in the lease of, acquisition of or additions to real property, plant or equipment, textbooks, and instructional software. This fund is financed by property taxes. This is a major fund.

Special Education Fund – A fund established by SDCL 13-37-16 to pay the costs for the special education of all children in need of special assistance and prolonged assistance who reside within the School District. This fund is financed by grants and property taxes. This is a major fund.

Debt Service Funds – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Bond Redemption Funds – A fund established by SDCL 13-16-13 whereby taxes levied are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The 2007 General Obligation Bond payments are made from the Intermediate School Bond Fund and the 2009 General Obligation Refunding Bond payments are made from the Middle School Bond Fund. These are major funds.

Capital Projects Funds – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Mickelson Middle School Capital Projects Fund is the only capital projects fund maintained by the School District. This is a major fund.

Proprietary Funds:

Enterprise Funds – enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. Activities are required to be reported as enterprise funds if any one of the following criteria is met.

- a. The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of

net revenues from fees and charges of the activity and the full faith and credit of a related primary government or component unit – even if that government is not expected to make any payments – is not payable solely from fees and charges of the activity.

- b. Laws or regulations require that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues.*
- c. The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).*

Food Service Fund – A fund used to record financial transactions related to food service operations. This fund is financed by user charges and grants. This is a major fund.

Other Enterprise Fund – A fund used to record financial transactions related to driver's education instruction, Summer Camps and ACT Preparation Courses. This fund is financed by user charges. This is a major fund.

Internal Service Funds – *are used to report activities that provide goods or services to other funds, departments, or agencies of the School District and its component units, or to other governments, on a cost-reimbursement basis. Internal Service Funds are never considered to be major funds.*

The Health/Dental Self-Insurance Fund is the only Internal Service Fund maintained by the School District.

Fiduciary Funds:

Fiduciary funds consist of the following sub-categories and are never considered to be major funds:

Custodial Funds - *Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. The School District maintains custodial funds to hold assets as an agent in a trustee capacity for various classes, clubs, and so on.*

c. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

Measurement Focus:

Government-wide Financial Statements:

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, applied on the accrual basis of accounting.

Fund Financial Statements:

In the fund financial statements, the "current financial resources" measurement focus and the modified accrual basis of accounting are applied to governmental funds, while the "economic resources" measurement focus and the accrual basis of accounting are applied to the proprietary and fiduciary fund types.

Basis of Accounting:

Government-wide Financial Statements:

In the government-wide Statement of Net Position and Statement of Activities, governmental, and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues and related assets generally are recorded when earned (usually when the right to receive cash vests); and, expenses and related liabilities are recorded when an obligation is incurred (usually when the obligation to pay cash in the future vests).

Fund Financial Statements:

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues, including property taxes, generally are recognized when they become measurable and available. "Available" means resources are collected or to be collected soon enough after the end of the fiscal year that they can be used to pay the bills of the current period. The accrual period does not exceed one bill-paying cycle, and for the Brookings School District No. 5-1, the length of that cycle is 45 days. The revenues that were accrued at June 30, 2021 are amounts due from other governments for utility taxes, grants, and accounts receivable from various sources.

Under the modified accrual basis of accounting, receivables may be measurable but not available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Unavailable revenues, where asset recognition criteria have been met, but for which revenue recognition criteria have not been met, are reported as a deferred inflow of resources.

Expenditures generally are recognized when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which are recognized when due.

All proprietary funds and fiduciary fund types are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred.

d. Interfund Eliminations and Reclassifications

Government-wide Financial Statements:

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified, as follows:

1. In order to minimize the grossing-up effect on assets and liabilities within the governmental and business-type activities columns of the primary government, amounts reported as interfund receivables and payables have been eliminated in the governmental and business-type activities column.
2. In order to minimize the doubling-up effect on internal service fund activity, certain "centralized expenses" including an administrative overhead component, are charged as direct expenses to funds or programs in order to show all expenses that are associated with a service, program, department, or fund. When expenses are charged, in this manner, expense reductions occur in the General Fund, so that expenses are reported only in the function to which they relate.

e. Deposits and Investments:

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with a term to maturity at date of acquisition of three months or less. Investments in open-end mutual fund shares, or similar investments in external investment pools, are also considered to be cash equivalents.

No investments are classified in the financial statements as of June 30, 2021.

f. Capital Assets

Capital assets include land, buildings, machinery and equipment, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period.

The accounting treatment over capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Financial Statements:

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use. Subsequent to initial capitalization, improvements or betterments that are significant and which extend the useful life of a capital asset are also capitalized. For governmental activities Capital Assets, construction-period interest is not capitalized, in accordance with USGAAP, while for capital assets used in business-type activities/proprietary fund's operations, construction period interest is capitalized in accordance with USGAAP.

The total June 30, 2021 balance of capital assets for governmental activities includes approximately 2.50 percent for which the costs were determined by estimates of the original costs. The total June 30, 2021 balance of capital assets for business-type activities includes approximately 0.68 percent for which the costs were determined by estimates of the original costs. These estimated original costs were established by deflated current replacement cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the government-wide Statement of Activities, with net capital assets reflected in the Statement of Net Position. Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

	Capitalization Threshold	Depreciation	Estimated Useful Life
Land	\$ 100.00	NA	NA
Buildings	25,000.00	Straight Line	5-50 yrs.
Improvements	25,000.00	Straight Line	5-40 yrs.
Machinery and Equipment	5,000.00	Straight Line	5-15 yrs.
Food Service	5,000.00	Straight Line	12 yrs.

Land is an inexhaustible capital asset and is not depreciated.

Fund Financial Statements:

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital expenditures of the appropriate governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for on the accrual basis, the same as in the government-wide statements.

g. Long-Term Liabilities

The accounting treatment of long-term liabilities depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term liabilities to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term liabilities primarily consist of compensated absences, early retirement benefits payable, capital outlay certificates payable, other postemployment benefits, energy efficiency conservation block grant loan, lease payable, and general obligation bonds payable.

In the fund financial statements, debt proceeds are reported as revenues (other financing sources), while payments of principal and interest are reported as expenditures when they become due. The accounting for proprietary fund long-term debt is on the accrual basis, the same in the fund statements as in the government-wide statements.

h. Program Revenues

In the government-wide Statement of Activities, reported program revenues derive directly from the program itself or from parties other than the School District's taxpayers or citizenry, as a whole. Program revenues are classified into three categories, as follows:

1. Charges for services – These arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services.
2. Program-specific operating grants and contributions – These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program.
3. Program-specific capital grants and contributions – These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

i. Proprietary Funds Revenue and Expense Classifications

In the proprietary fund's Statement of Activities, revenues and expenses are classified in a manner consistent with how they are classified in the Statement of Cash Flows. That is, transactions for which related cash flows are reported as capital and related financing activities, noncapital financing activities, or investing activities are not reported as components of operating revenues or expenses.

j. Cash and Cash Equivalents

The School District pools its cash resources for depositing and investing purposes. Accordingly, the enterprise funds have access to their cash resources on demand. Accordingly, all reported enterprise fund deposit and investment balances are considered to be cash equivalents for the purpose of the Statement of Cash Flows.

k. Equity Classifications

Government-wide Financial Statements:

Equity is classified as Net Position and is displayed in three components:

1. Net Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation (if applicable) and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted Net Position – Consists of net position with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
3. Unrestricted Net Position – All other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements:

Governmental fund equity is classified as fund balance, and is distinguished between Nonspendable, Restricted, Committed, Assigned, or Unassigned components. Proprietary fund equity is classified the same as in the government-wide financial statements. Fiduciary fund equity is reported as restricted net position.

l. Application of Net Position

It is the School District’s policy to first use restricted net position, prior to the use of unrestricted net position, when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

m. Deferred Inflows and Deferred Outflows of Resources:

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent consumption of net position that applies to a future period or periods. These items will not be recognized as an outflow of resources until the applicable future period.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent acquisitions of net position that applies to a future period or periods. These items will not be recognized as an inflow of resources until the applicable future period.

n. Fund Balance Classification Policies and Procedures

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the School District classifies governmental fund balances as follows:

- Nonspendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority and does not lapse at year-end.

- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the school board.
- Unassigned – includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

The School District uses *restricted/committed* amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Government would first use *committed, then assigned, and lastly unassigned amounts* of unrestricted fund balance when expenditures are made.

The School District does not have a formal minimum fund balance policy.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
DISCLOSURE OF FUND BALANCES REPORTED ON BALANCE SHEET
GOVERNMENTAL FUNDS**

	<u>General Fund</u>	<u>Capital Outlay Fund</u>	<u>Special Education Fund</u>	<u>Middle School Bond Redemption Fund</u>	<u>Intermediate School Bond Redemption Fund</u>	<u>Mickelson Middle School Capital Projects Fund</u>	<u>Total Governmental Funds</u>
Fund Balances:							
<i>Nonspendable:</i>							
Prepaid Expenses \$		\$ 1,302,818.75	\$	\$	\$ 440,350.00	\$	\$ 1,743,168.75
<i>Restricted for:</i>							
Capital Outlay		2,344,738.89				891,104.21	3,235,843.10
Special Education			340,435.77				340,435.77
Debt Service							
Requirements				743,648.09	309,159.80		1,052,807.89
<i>Assigned to:</i>							
Unemployment	10,000.00						10,000.00
Subsequent Year's Budget	460,145.00						460,145.00
<i>Unassigned</i>	<u>5,474,024.13</u>						<u>5,474,024.13</u>
Total Fund Balances	<u>\$ 5,944,169.13</u>	<u>\$ 3,647,557.64</u>	<u>\$ 340,435.77</u>	<u>\$ 743,648.09</u>	<u>\$ 749,509.80</u>	<u>\$ 891,104.21</u>	<u>\$ 12,316,424.64</u>

o. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the South Dakota Retirement System (SDRS) and additions to/deletions from SDRS's fiduciary net position have been determined on the same basis as they are reported by SDRS. School District contributions and net pension liability (asset) are recognized on an accrual basis of accounting.

**NOTE 2 – DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK
AND INTEREST RATE RISK**

The School District follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by statutes. These restrictions are summarized below:

Deposits - The School District's deposits are made in qualified public depositories as defined by SDCL 4-6A-1, 13-16-15, 13-16-15.1 and 13-16-18.1. Qualified depositories are required by SDCL 4-6A-3 to maintain at all times, segregated from their other assets, eligible collateral having a value equal to at least 100 percent of the public deposit accounts which exceed deposit insurance such as the FDIC and NCUA. In lieu of pledging eligible securities, a qualified public depository may furnish irrevocable standby letters of credit issued by federal home loan banks accompanied by written evidence of that bank's public debt rating which may not be less than "AA" or a qualified public depository may furnish a corporate surety bond of a corporation authorized to do business in South Dakota.

Investments - In general, SDCL 4-5-6 permits school funds to be invested only in (a) securities of the United States and securities guaranteed by the United States Government either directly or indirectly; or (b) repurchase agreements fully collateralized by securities described in (a) above; or in shares of an open-end, no-load fund administered by an investment company whose investments are in securities described in (a) above and repurchase agreements described in (b) above. Also, SDCL 4-5-9 requires that investments to be in the physical custody of the political subdivision or may be deposited in a safekeeping account with any bank or trust company designated by the political subdivision as its fiscal agent.

Following are the investment policies of the school district regarding the various risks the investments are exposed to:

Credit Risk - State law limits eligible investments for the School District, as discussed above. The School District has no investment policy that would further limit its investment choices.

Interest Rate Risk - The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk - The School District places no limit on the amount that may be invested in any one issuer. The School District does not have any investments with an external investment pool as of June 30, 2021.

Assignment of Investment Income - State law allows income from deposits and investments to be credited to either the General Fund or the fund making the investment. The School District's policy is to credit all income from investments to the fund making the investments.

NOTE 3 – RECEIVABLES AND PAYABLES

Receivables and payables are not aggregated in these financial statements. The School District expects all receivables to be collected within one year. No allowance for estimated uncollectible accounts has been established, as the school district believes that all receivables are ultimately collectible.

NOTE 4 – INVENTORY

Inventory is valued at the lower of cost or market. The cost valuation method is the first-in, first-out method. Donated commodities are valued at estimated market value based on the USDA price list at date of receipt.

In the government-wide and proprietary fund financial statements, inventory items are initially recorded as assets and charged to expense in the various functions of government as they are consumed.

In the governmental fund financial statements, inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed. No material inventories were on hand as of June 30, 2021 in the governmental funds.

NOTE 5 – PROPERTY TAXES

Property taxes are levied on or before each October 1, attach as an enforceable lien on property, and become due and payable as of the following January 1, and are payable in two installments on or before the following April 30 and October 31. The county bills and collects the School District's taxes and remits them to the School District.

School District property tax revenues are recognized to the extent that they are used to finance each year's appropriations. Revenue related to current year property taxes receivable which is not intended to be used to finance the current year's appropriations and therefore are not susceptible to accrual has been reported as deferred inflows of resources in both the fund financial statements and the government-wide financial statements. Additionally, in the fund financial statements, revenue from property taxes may be limited by any amount not collected during the current fiscal period or within the "availability period."

NOTE 6 – CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2021 is as follows:

Primary Government

	Balance June 30, 2020	Increase	Decrease	Balance June 30, 2021
Governmental Activities:				
Capital Assets, not being depreciated:				
Land	\$ 1,437,671.49	\$	\$	\$ 1,437,671.49
Construction Work in Progress	20,401,904.30	2,169,525.85		22,571,430.15
Total Assets not being depreciated	21,839,575.79	2,169,525.85		24,009,101.64
Capital Assets, being depreciated:				
Buildings	65,778,131.86			65,778,131.86
Improvements Other than Buildings	3,232,470.92	51,627.29		3,284,098.21
Machinery and Equipment	4,907,923.41	250,434.74		5,158,358.15
Library Books	1,146,219.43	161,191.69	63,687.30	1,243,723.82
Total Assets, being depreciated	75,064,745.62	463,253.72	63,687.30	75,464,312.04
Less Accumulated Depreciation:				
Buildings	21,584,079.37	1,255,116.18		22,839,195.55
Improvements Other than Buildings	2,355,458.11	95,942.37		2,451,400.48
Machinery and Equipment	2,698,749.51	396,906.38		3,095,655.89
Library Books	885,954.23	62,186.19	63,687.30	884,453.12
Total Accumulated Depreciation	27,524,241.22	1,810,151.12	63,687.30	29,270,705.04
Total Capital Assets, being depreciated, net	47,540,504.40	(1,346,897.40)		46,193,607.00
Governmental activities capital assets, net	\$ 69,380,080.19	\$ 822,628.45	\$	\$ 70,202,708.64

**Depreciation expense was charged to functions as follows:

Governmental Activities:	
Instruction	\$ 912,155.28
Support Services	498,386.12
Co-Curricular	399,609.72
Total Depreciation expense-governmental activities	\$ 1,810,151.12

Construction Work in Progress at June 30, 2021 is composed of the following:

<u>Project Name</u>	<u>Project Authorization</u>	<u>Expended Thru 6/30/2021</u>	<u>Committed</u>
Mickelson Middle School	\$ 22,826,430.15	\$ 22,571,430.15	\$ 255,000.00

Business-Type Activity:

	<u>Balance June 30, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2021</u>
Capital Assets, being depreciated:				
Machinery and Equipment	\$ 276,274.76	\$	\$	\$ 276,274.76
Less Accumulated Depreciation:				
Machinery and Equipment	244,222.85	7,007.57		251,230.42
Business-type activity capital assets, net	<u>\$ 32,051.91</u>	<u>\$ (7,007.57)</u>	<u>\$</u>	<u>\$ 25,044.34</u>
**Depreciation expense was charged to functions as follows:				
Business-type Activity				
Food Service				<u>\$ 7,007.57</u>

NOTE 7 – LONG-TERM LIABILITIES

A summary of the changes in long-term liabilities for the year ended June 30, 2021 is as follows:

	<u>Balance June 30, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2021</u>	<u>Due within One Year</u>
Primary Government:					
Governmental Activities:					
Capital Outlay Certificates	\$ 23,385,000.00	\$	\$ (730,000.00)	\$ 22,655,000.00	\$ 945,000.00
General Obligation Bonds	15,730,000.00		(965,000.00)	14,765,000.00	1,020,000.00
Premium on Bonds	2,881,103.90		(200,743.48)	2,680,360.42	200,743.48
Early Retirement Payable	703,022.86	375,230.40	(382,621.99)	695,631.27	568,105.25
Compensated Absences	137,849.83	104,827.71	(137,849.83)	104,827.71	104,827.71
Superintendent Deferred Compensation	45,922.25	5,268.25	(51,190.50)		
Other Postemployment Benefits	1,731,057.00	354,291.00		2,085,348.00	
Lease Payable	562,808.36	1,833,316.36	(583,320.13)	1,812,804.59	542,106.36
Total Governmental Activities	<u>\$ 45,176,764.20</u>	<u>\$ 2,672,933.72</u>	<u>\$ (3,050,725.93)</u>	<u>\$ 44,798,971.99</u>	<u>\$ 3,380,782.80</u>

Compensated absences and other postemployment benefits for governmental activities typically have been liquidated from the General Fund. Early retirement benefits payable for governmental activities typically have been liquidated from the General Fund.

Liabilities payable at June 30, 2021, excluding premiums on debt issued, are comprised of the following:

General Obligation Bonds:

Series 2016 Refunding – Bonds dated September 27, 2016; Interest rates at 2.00% to 4.00%, Final maturity is July 1, 2034; payments made semi-annually from the Middle School Bond Redemption Fund.

\$ 11,760,000.00

Series 2020 Refunding – Bonds dated January 29, 2020; Interest rate at 4.00%, Final maturity is August 1, 2027; payments made semi-annually from the Intermediate School Bond Redemption Fund.

3,005,000.00

Capital Outlay Certificates:

Series 2014 - Capital Outlay Certificates dated June 12, 2014; interest rates at .400 to 2.600%, depending on length to maturity.; final maturity is January 1, 2024. Payments from the Capital Outlay Fund

240,000.00

Series 2018 - Capital Outlay Certificates dated August 16, 2018; interest rates at 2.50 to 5.00%, depending on length to maturity.; final maturity is August 1, 2038. Payments from the Capital Outlay Fund

22,415,000.00

Early Retirement:

Payments to be made to employees who elected early retirement; Payments being made by the Pension Fund and the General Fund.

695,631.27

Compensated Absences:

Payments for vested accrued vacation leave from the fund from which the employee is generally compensated.

104,827.71

Other Postemployment Benefits:

Obligations to individuals who are retired or will retire from the school district and who will receive postemployment benefits. Payments are to be made from the General Fund.

2,085,348.00

Capital Lease Payable:

Capital Lease is due monthly through May 2025. Interest imputed at 0.00% per month. Payments are to be made from the Capital Outlay Fund.

1,073,968.00

Capital Lease is due yearly through August 2022. Interest imputed at 2.13% per month. Payments are to be made from the Capital Outlay Fund.

169,325.32

Capital Lease Payable:

Capital Lease is due monthly through July 2024. Interest imputed at 0.00% per month. Payments are to be made from the Capital Outlay Fund.

569,511.27

The purchase price at the commencement of the financing (capital acquisition) leases were:

	Buses	Copiers	ThinkPads
Principal	\$ 574,500.00	\$ 110,975.40	\$ 1,833,316.36
Interest	36,993.89	6,406.52	
Total	<u>\$ 611,493.89</u>	<u>\$ 117,381.92</u>	<u>\$ 1,833,316.36</u>

The annual debt service requirements to maturity for all debt outstanding, except compensated absences, bond premium and other postemployment benefits, as of June 30, 2021, are as follows:

Annual Requirements to Maturity for Long-Term Debt
June 30, 2021

Year Ending	General Obligation Bonds		Capital Outlay Certificates	
	Principal	Interest	Principal	Interest
2022	\$ 1,020,000	\$ 552,200	\$ 945,000	\$ 858,223
2023	1,075,000	516,900	990,000	811,948
2024	1,185,000	476,100	1,020,000	775,427
2025	1,190,000	429,600	980,000	738,138
2026	1,245,000	380,900	1,030,000	687,888
2027-2031	5,615,000	1,181,300	5,835,000	2,744,788
2032-2036	3,435,000	195,500	6,970,000	1,608,894
2037-2041			4,885,000	264,413
Totals	<u>\$ 14,765,000</u>	<u>\$ 3,732,500</u>	<u>\$ 22,655,000</u>	<u>\$ 8,489,719</u>

Year Ending	Early Retirement	Capital Lease Payable		Total	
	Principal	Principal	Interest	Principal	Interest
2022	\$ 568,105	\$ 542,106	\$ 3,579	\$ 3,075,211	\$ 1,414,002
2023	114,908	543,877	1,808	2,723,785	1,330,656
2024	12,618	458,329		2,675,947	1,251,527
2025		268,492		2,438,492	1,167,738
2026				2,275,000	1,068,788
2027-2031				11,450,000	3,926,088
2032-2036				10,405,000	1,804,394
2037-2041				4,885,000	264,413
Totals	<u>\$ 695,631</u>	<u>\$ 1,812,804</u>	<u>\$ 5,387</u>	<u>\$ 39,928,435</u>	<u>\$ 12,227,606</u>

NOTE 8 – RESTRICTED NET POSITION

The following table shows the net position restricted for other purposes as shown on the Statement of Net Position:

<u>Major Purposes:</u>	<u>Restricted by</u>	<u>Amount</u>
Capital Outlay Purposes	Law	\$ 3,648,010.14
Special Education Purposes	Law	340,717.01
Debt Service Purposes	Debt Covenants	1,493,270.25
SDRS Pension Purposes	Law	1,119,590.27
Total Restricted Net Position		<u>\$ 6,601,587.67</u>

NOTE 9 - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2021 were as follows:

	<u>Transfers to:</u>
<u>Transfer From:</u>	<u>General Fund</u>
Capital Outlay Fund	\$ 293,653.00

The School District typically transfers from capital outlay fund to general fund to cover operating expenses per SDCL.

NOTE 10 - PENSION PLAN

Plan Information:

All employees, working more than 20 hours per week during the school year, participate in the South Dakota Retirement System (SDRS), a cost sharing, multiple employer defined benefit pension plan administered by SDRS to provide retirement benefits for employees of the State of South Dakota and its political subdivisions. The SDRS provides retirement, disability, and survivors' benefits. The right to receive retirement benefits vests after three years of credited service. Authority for establishing, administering and amending plan provisions are found in SDCL 3-12. The SDRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at <http://www.sdrs.sd.gov/publications/> or by writing to the SDRS, P.O. Box 1098, Pierre, SD 57501-1098 or by calling (605) 773-3731.

Benefits Provided:

SDRS has three different classes of employees, Class A general members, Class B public safety and judicial, and Class C Cement Plant Retirement Fund members.

Members that were hired before July 1, 2017, are Foundation members. Class A Foundation members and Class B Foundation members who retire after age 65 with three years of contributory service are entitled to an unreduced annual retirement benefit. An unreduced annual retirement benefit is also available after age 55 for Class A Foundation members where the sum of age and credited service is equal to or greater than 85 or after age 55 for Class B Foundation judicial members where the sum of age and credited service is equal to or greater than 80. Class B Foundation public safety members can retire with an unreduced annual retirement benefit after age 55 with three years of contributory service. An unreduced annual retirement benefit is also available after age 45 for Class B Foundation public safety members where the sum of age and credited service is equal to or greater than 75. All Foundation retirements that do not meet the above criteria may be payable at a reduced level.

Members that were hired on/after July 1, 2017, are Generational members. Class A Generational members and Class B Generational judicial members who retire after age 67 with three years of contributory service are entitled to an unreduced annual retirement benefit. Class B Generational public safety members can retire with an unreduced annual retirement benefit after age 57 with three years of contributory service. At retirement, married Generational members may elect a single-life benefit, a 60 percent joint and survivor benefit, or a 100 percent joint and survivor benefit. All Generational retirement benefits that do not meet the above criteria may be payable at a reduced level. Generational members will also have a variable retirement account (VRA) established, in which they will receive up to 1.5 percent of compensation funded by part of the employer contribution. VRAs will receive investment earnings based on investment returns.

Legislation enacted in 2017 established the current COLA process. At each valuation date:

- Baseline actuarial accrued liabilities will be calculated assuming the COLA is equal to the long-term inflation assumption of 2.25%.
- If the fair value of assets is greater or equal to the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than 3.5%.
- If the fair value of assets is less than the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than a restricted maximum such that, that if the restricted maximum is assumed for future COLAs, the fair value of assets will be greater or equal to the accrued liabilities.

All benefits except those depending on the Member's Accumulated Contributions are annually increased by the Cost-of-Living Adjustment.

Contributions:

Per SDCL 3-12, contribution requirements of the active employees and the participating employers are established and may be amended by the SDRS Board. Covered employees are required by state statute to contribute the following percentages of their salary to the plan; Class A Members, 6.0% of salary; Class B Judicial Members, 9.0% of salary; and Class B Public Safety Members, 8.0% of salary. State statute also requires the employer to contribute an amount equal to the employee's contribution. The School District's share of contributions to the SDRS for the fiscal years ended June 30, 2021, 2020, and 2019 were \$1,160,054.23, \$1,108,237.94, and \$1,080,392.47, respectively, equal to the required contributions each year.

Pension Liabilities (Assets), Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions:

At June 30, 2020, SDRS is 100.04% funded and accordingly, has a net pension asset. The proportionate shares of the components of the net pension asset of South Dakota Retirement System, for the School District as of the measurement period ending June 30, 2020 and reported by the School District as of June 30, 2021 are as follows:

Proportionate share of pension benefits	\$ 103,459,175.64
Less proportionate share of net pension restricted for pension benefits	<u>103,495,726.63</u>
Proportionate share of net pension benefits	<u>\$ (36,550.99)</u>

At June 30, 2021, the School reported an asset of \$36,550.99 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020 and the total pension asset used to calculate the net pension asset was based on a projection of the School District's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2020, the School District's proportion was .84161080%, which is an decrease of .0052753% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the School District recognized pension expense (reduction of pension expense) of \$1,626,471.60. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 139,827.47	\$ 28,633.08
Changes in assumption	1,177,336.33	4,748,263.64
Net difference between projected and actual earnings on pension plan investments	3,397,235.80	
Changes in proportion and difference between District contributions and proportionate share of contributions	24,752.98	39,270.80
District contributions subsequent to the measurement date	<u>1,160,054.23</u>	
TOTAL	<u>\$ 5,899,206.80</u>	<u>\$ 4,816,167.52</u>

\$1,160,054.23 reported as deferred outflow of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended June 30:

2022	\$	(421,899.92)
2023		(325,316.49)
2024		51,382.65
2025		633,336.63
TOTAL	\$	<u>(62,497.13)</u>

Actuarial Assumptions:

The total pension liability (asset) in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	6.50% at entry to 3.00% after 25 years of service
Investment Rate of Return	6.50% net of plan investment expense
Future COLAs	1.41%

Mortality rates were based on 97% of the RP-2014 Mortality Table, adjusted to 2006 and projected generationally with Scale MP-2016, white collar rates for females and total dataset rates for males. Mortality rates for disabled members were based on the RP-014 Disabled Retiree Mortality Table, projected generationally with Scale MP-2016.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period of July 1, 2011, to June 30, 2016.

Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Rule (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	58.0%	5.1%
Fixed Income	30.0%	1.5%
Real Estate	10.0%	6.2%
Cash	<u>2.0%</u>	1.0%
Total	<u>100.0%</u>	

Discount Rate:

The discount rate used to measure the total pension liability (asset) was 6.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that matching employer contributions from will be made at rates equal to the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members.

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 (asset).

Sensitivity of liability (asset) to changes in the discount rate:

The following presents the School District's proportionate share of net pension liability (asset) calculated using the discount rate of 6.50%, as well as what the School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	1% <u>Decrease</u>	Current Discount <u>Rate</u>	1% <u>Increase</u>
School District's proportionate share of the net pension liability (asset)	\$ 14,179,362.46	\$ (36,550.99)	\$ (11,664,888.19)

Pension Plan Fiduciary Net Position:

Detailed information about the plan's fiduciary net position is available in the separately issued SDRS financial report.

NOTE 11 - POSTEMPLOYMENT HEALTHCARE PLAN

Plan Description: Brookings School District has a single-employer defined benefit medical plan administered by the Sanford Health Plan. The plan provides medical and prescription drug insurance benefits to eligible retirees and their spouses. After eligibility for retiree benefits is established, retirees must pay premiums until they are eligible for Medicare. SDCL 6-1-16 specifically allows any school district to provide health insurance for retiring employees and their immediate families. The liability exists because of an implicit subsidy of costs of the benefits to retirees of the district. The Sanford Health Plan issues a publicly available actuarial report that includes required supplementary information. That report may be obtained by writing to the Brookings School District, 2130 – 8th Street S., Brookings, SD 57006 or by calling 605-696-4700.

Funding Policy: The district funds the postemployment benefits on a pay-as-you-go basis. Because the district does not use a trust fund to administer the financing of other postemployment benefits, no separate financial statements are required.

Employees covered by benefit terms: At June 30, 2021, the following employees were covered by the benefit terms:

Retirees currently receiving benefit payments	14
Active employees	<u>459</u>
	<u>473</u>

Actuarial Methods and Assumptions: Where consistent with the terms of the plan, actuarial assumptions have utilized the assumptions for the South Dakota Retirement System (SDRS as provided in the June 30, 2020 Actuarial Valuation Report. See Note 10 – Pension Note.

Changes in the Total OPEB Liability:

Beginning of Year Balances	\$ 1,731,057
Service Cost	104,003
Interest	62,407
Effect of assumptions changes or inputs	<u>187,881</u>
End of Year Balances	<u>\$ 2,085,348</u>

Sensitivity of liability (asset) to changes in the discount rate:

The following presents the total OPEB liability of the District calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate of 2.25%:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 2,249,390.00	\$ 2,085,348.00	\$ 1,933,517.00

For the year ended June 30, 2021, the School District recognized OPEB expense of \$144,189. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in assumption	\$ 167,005.00	\$ 264,926.00

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

Year Ended June 30:

2022	\$ (22,221.00)
2023	(22,221.00)
2024	(22,221.00)
2025	(22,221.00)
2026	(15,210.00)
Thereafter	6,173.00
TOTAL	<u>\$ (97,921.00)</u>

NOTE 12 – RISK MANAGEMENT

The School District is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the period ended June 30, 2021, the School District managed its risks as follows:

Employee Health Insurance

The School District purchases health insurance for its employees from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Liability Insurance

The School District purchases liability insurance for risks related to torts; theft or damage to property; and errors and omissions of public officials from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Worker's Compensation

The School District purchases liability insurance for worker's compensation from a commercial carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Unemployment Benefits

The school has elected to be self-insured and retain all risk for liabilities resulting from claims for unemployment benefits.

The School District has assigned equity in the General Fund in the amount of \$10,000.00 for the payment of future unemployment benefits.

During the year ended June 30, 2021, about 26 claims were filed for unemployment benefits. The claims resulted in the payment of benefits in the amount of \$19,921.00. At June 30, 2021, there have been claims had been filed for unemployment benefits and some are anticipated in the next fiscal year.

NOTE 13 – EARLY RETIREMENT PLAN

The district maintains an early retirement plan for certified teachers and administrators. The plan is available to employees who choose early retirement between ages 58-62 and have at least 10 years of continuous service with the district and twelve years of service in education as a teacher. Under the plan, the district will pay 80% of the employee's current annual salary, payable in 3-5 annual installments following retirement. The district uses the expected future benefit payment amounts as the method for disclosure. During fiscal year 2021, 26 employees participated in the early retirement plan. The amount paid for such benefits during the year was \$382,621.99.

NOTE 14 – SIGNIFICANT CONTINGENCIES - LITIGATION

At June 30, 2021, the School District was not involved in any litigation.

REQUIRED SUPPLEMENTARY INFORMATION
BROOKINGS SCHOOL DISTRICT NO. 5-1
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Revenue from Local Sources:				
Taxes:				
Ad Valorem Taxes	\$ 8,750,000.00	\$ 8,750,000.00	\$ 9,226,510.60	\$ 476,510.60
Prior Years' Ad Valorem Taxes	15,000.00	15,000.00	126,163.76	111,163.76
Utility Taxes	485,000.00	485,000.00	522,149.06	37,149.06
Penalties and Interest on Taxes	11,500.00	11,500.00	17,682.05	6,182.05
Tuition and Fees:				
Regular Day School Tuition			11,997.26	11,997.26
Earnings on Investments/Deposits	50,000.00	50,000.00	15,876.28	(34,123.72)
Cocurricular Activities:				
Admissions	98,000.00	98,000.00	68,077.75	(29,922.25)
Pupil Organization Memberships	20,000.00	20,000.00		(20,000.00)
Other Pupil Activity Income	21,500.00	21,500.00	5,062.89	(16,437.11)
Other Revenue from Local Sources:				
Rentals	2,500.00	2,500.00	750.00	(1,750.00)
Donations	290,000.00	290,000.00	292,291.32	2,291.32
Refund of Prior Years' Expenditures			42,197.95	42,197.95
Judgements			6,112.28	6,112.28
Charges for Services	28,000.00	28,000.00	41,235.38	13,235.38
Other	79,500.00	79,500.00	121,155.13	41,655.13
Revenue from Intermediate Sources:				
County Sources:				
County Apportionment	330,000.00	330,000.00	284,760.37	(45,239.63)
Lease of County-Owned Land			3,108.88	3,108.88
Revenue from State Sources:				
Grants-in-Aid:				
Unrestricted Grants-in-Aid	12,635,950.00	12,635,950.00	12,286,997.03	(348,952.97)
Other State Revenue	1,000.00	1,000.00	3,850.62	2,850.62
Revenue from Federal Sources:				
Grants-in-Aid:				
Unrestricted Grants-in-Aid Received from Federal Government through State		637,955.00	1,600,775.00	962,820.00
Restricted Grants-in-Aid received from Federal Government Through the State	721,735.00	1,268,265.00	1,197,892.10	(70,372.90)
Other Federal Revenue			900.00	900.00
Total Revenue	<u>23,539,685.00</u>	<u>24,724,170.00</u>	<u>25,875,545.71</u>	<u>1,151,375.71</u>
Expenditures:				
Instruction:				
Regular Programs:				
Elementary School	6,421,185.00	6,557,010.00	6,456,563.20	100,446.80
Middle/Junior High	3,506,205.00	3,771,125.00	3,678,711.43	92,413.57
High School	4,028,775.00	4,283,890.00	4,323,141.48	(39,251.48)
Special Programs:				
Gifted and Talented	73,450.00	74,175.00	72,377.30	1,797.70
Culturally Different	276,405.00	278,405.00	260,185.77	18,219.23
Educationally Deprived	458,500.00	471,350.00	460,536.62	10,813.38

**REQUIRED SUPPLEMENTARY INFORMATION
BROOKINGS SCHOOL DISTRICT NO. 5-1
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Support Services:				
Pupils:				
Attendance and Social Work		68,970.00	68,782.79	187.21
Guidance	709,365.00	720,365.00	716,269.77	4,095.23
Health	259,275.00	259,275.00	231,752.83	27,522.17
Support Services - Instructional Staff:				
Improvement of Instruction	227,795.00	308,845.00	272,166.36	36,678.64
Educational Media	694,365.00	700,865.00	695,567.33	5,297.67
Support Services - General Administration:				
Board of Education	151,800.00	152,800.00	204,605.82	(51,805.82)
Executive Administration	346,645.00	346,645.00	358,725.62	(12,080.62)
Support Services - School Administration:				
Office of the Principal	1,327,830.00	1,327,830.00	1,304,043.73	23,786.27
Title I Program Administration	6,480.00	6,605.00	6,496.66	108.34
Other	3,000.00	3,000.00	3,115.58	(115.58)
Support Services - Business:				
Fiscal Services	364,730.00	367,430.00	378,575.40	(11,145.40)
Operation/Maintenance of Plant	3,075,540.00	3,298,690.00	3,232,246.77	66,443.23
Pupil Transportation	522,420.00	522,420.00	535,161.43	(12,741.43)
Support Services - Central:				
Planning	5,000.00	5,000.00		5,000.00
Information	3,000.00	3,000.00	2,793.30	206.70
Staff	28,300.00	28,300.00	26,163.37	2,136.63
Community Services:				
Nonpublic School	6,690.00	11,090.00	10,897.85	192.15
Nonprogrammed Charges:				
Payments to State - Unemployment	5,000.00	7,000.00	4,627.32	2,372.68
Early Retirement Payments	384,300.00	384,300.00	388,727.49	(4,427.49)
Cocurricular Activities:				
Male Activities	227,300.00	227,300.00	212,201.72	15,098.28
Female Activities	211,595.00	211,595.00	195,351.03	16,243.97
Transportation	84,895.00	197,050.00	109,289.85	87,760.15
Combined Activities	666,765.00	666,765.00	607,331.64	59,433.36
Total Expenditures	<u>24,076,610.00</u>	<u>25,261,095.00</u>	<u>24,816,409.46</u>	<u>444,685.54</u>
Excess of Revenue Over (Under)				
Expenditures	(536,925.00)	(536,925.00)	1,059,136.25	1,596,061.25
Other Financing Sources:				
Transfers In	200,000.00	293,653.00	293,653.00	
Sale of Surplus Property			1,667.96	1,667.96
Total Other Financing Sources (Uses)	<u>200,000.00</u>	<u>293,653.00</u>	<u>295,320.96</u>	<u>1,667.96</u>
Net Change in Fund Balances	(336,925.00)	(243,272.00)	1,354,457.21	1,597,729.21
Fund Balance - July 1, 2020	<u>4,589,711.92</u>	<u>4,589,711.92</u>	<u>4,589,711.92</u>	
FUND BALANCE - JUNE 30, 2021	<u>\$ 4,252,786.92</u>	<u>\$ 4,346,439.92</u>	<u>\$ 5,944,169.13</u>	<u>\$ 1,597,729.21</u>

REQUIRED SUPPLEMENTARY INFORMATION
BROOKINGS SCHOOL DISTRICT NO. 5-1
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
CAPITAL OUTLAY FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Revenue from Local Sources:				
Taxes:				
Ad Valorem Taxes	\$ 5,409,000.00	\$ 5,409,000.00	\$ 5,560,647.24	\$ 151,647.24
Prior Years' Ad Valorem Taxes	6,000.00	6,000.00	100,154.85	94,154.85
Penalties and Interest on Taxes	3,500.00	3,500.00	6,845.56	3,345.56
Earnings on Investments and Deposits	5,000.00	5,000.00	3,479.76	(1,520.24)
Other Revenue from Local Sources:				
Contributions and Donations			26,933.00	26,933.00
Other			59,140.20	59,140.20
Revenue from Federal Sources:				
Grants-in-Aid:				
Restricted Grants-in-Aid received from Federal Government Through the State			35,443.00	35,443.00
Other Federal Revenue	<u>30,000.00</u>	<u>30,000.00</u>	<u>48,786.69</u>	<u>18,786.69</u>
Total Revenue	<u>5,453,500.00</u>	<u>5,453,500.00</u>	<u>5,841,430.30</u>	<u>387,930.30</u>
Expenditures:				
Instruction:				
Regular Programs:				
Elementary	633,000.00	644,750.00	611,658.14	33,091.86
Middle/Junior High	67,165.00	826,515.00	953,500.29	(126,985.29)
High School	90,355.00	1,164,325.00	1,358,244.09	(193,919.09)
Special Programs:				
Special Education	8,035.00	8,035.00	5,909.67	2,125.33
Support Services - Instructional Staff:				
Educational Media	586,555.00	586,555.00	62,695.85	523,859.15
Support Services - General Administration:				
Executive Administration	1,250.00	1,250.00		1,250.00
Support Services - Business:				
Fiscal Services	3,200.00	3,200.00	1,302.42	1,897.58
Operation and Maintenance of Plant	1,453,285.00	1,478,835.00	799,182.19	679,652.81
Pupil Transportation	100,000.00	100,000.00	103,229.94	(3,229.94)
Internal Services	29,000.00	29,000.00	28,291.84	708.16
Debt Services	2,220,665.00	2,220,665.00	2,218,111.11	2,553.89
Cocurricular Activities:				
Combined Activities	<u>60,990.00</u>	<u>60,990.00</u>	<u>55,692.52</u>	<u>5,297.48</u>
Total Expenditures	<u>5,253,500.00</u>	<u>7,124,120.00</u>	<u>6,197,818.06</u>	<u>926,301.94</u>
Excess of Revenue Over (Under)				
Expenditures	200,000.00	(1,670,620.00)	(356,387.76)	1,314,232.24
Other Financing Sources:				
Transfers Out	(200,000.00)	(293,653.00)	(293,653.00)	
General Long-term Debt Issued		1,833,320.00	1,833,316.36	(3.64)
Sale of Surplus Property			7,806.00	7,806.00
Total Other Financing Sources (Uses)	<u>(200,000.00)</u>	<u>1,539,667.00</u>	<u>1,547,469.36</u>	<u>7,802.36</u>
Net Change in Fund Balances		(130,953.00)	1,191,081.60	1,322,034.60
Fund Balance - July 1, 2020	<u>2,456,476.04</u>	<u>2,456,476.04</u>	<u>2,456,476.04</u>	
FUND BALANCE - JUNE 30, 2021	<u>\$ 2,456,476.04</u>	<u>\$ 2,325,523.04</u>	<u>\$ 3,647,557.64</u>	<u>\$ 1,322,034.60</u>

**REQUIRED SUPPLEMENTARY INFORMATION
BROOKINGS SCHOOL DISTRICT NO. 5-1
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis)	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Revenue from Local Sources:				
Taxes:				
Ad Valorem Taxes	\$ 3,000,000.00	\$ 3,110,500.00	\$ 3,212,170.45	\$ 101,670.45
Prior Years' Ad Valorem Taxes	5,000.00	55,000.00	55,697.21	697.21
Penalties and Interest on Taxes	1,800.00	1,800.00	3,861.53	2,061.53
Earnings on Investments/Deposits	2,500.00	2,500.00	1,176.04	(1,323.96)
Other Revenue from Local Sources:				
Services Provided to Other LEA's	30,000.00	30,000.00	15,000.00	(15,000.00)
Refund of Prior Years' Expenditures			2,233.00	2,233.00
Charges for services	16,500.00	16,500.00	18,848.92	2,348.92
Other	1,000.00	1,000.00		(1,000.00)
Revenue from State Sources:				
Restricted Grant in Aid	2,024,500.00	2,024,500.00	2,164,844.00	140,344.00
Other State Revenue	1,000.00	1,000.00	186.18	(813.82)
Revenue from Federal Sources:				
Grants-in-Aid:				
Unrestricted Grants-in-Aid Received from Federal Government through State			60,900.00	60,900.00
Restricted Grants-in-Aid Received from Federal Government through State	748,665.00	748,665.00	753,902.50	5,237.50
Total Revenue	<u>5,830,965.00</u>	<u>5,991,465.00</u>	<u>6,288,819.83</u>	<u>297,354.83</u>
Expenditures:				
Special Programs:				
Programs for Special Education	4,576,070.00	4,847,570.00	4,764,577.46	82,992.54
Support Services:				
Pupils:				
Psychological	183,305.00	183,305.00	185,596.22	(2,291.22)
Speech Pathology	497,260.00	507,260.00	503,651.19	3,608.81
Audiology Services	250.00	250.00		250.00
Student Therapy Services	292,710.00	292,710.00	226,714.41	65,995.59
Support Services - Instructional Staff:				
Improvement of Instruction	208,130.00	218,130.00	213,492.15	4,637.85
Support Services - Special Education:				
Administrative Costs	170,335.00	170,335.00	181,032.95	(10,697.95)
Transportation Costs	172,845.00	172,845.00	44,740.13	128,104.87
Autism/Preschool			168,308.09	(168,308.09)
Total Expenditures	<u>6,100,905.00</u>	<u>6,392,405.00</u>	<u>6,288,112.60</u>	<u>104,292.40</u>
Excess of Revenue Over (Under)				
Expenditures	(269,940.00)	(400,940.00)	707.23	401,647.23
Other Financing Sources:				
Transfers In	269,940.00	269,940.00		(269,940.00)
Net Change in Fund Balance		(131,000.00)	707.23	131,707.23
Fund Balance - July 1, 2020	<u>339,728.54</u>	<u>339,728.54</u>	<u>339,728.54</u>	
FUND BALANCE - JUNE 30, 2021	<u>\$ 339,728.54</u>	<u>\$ 208,728.54</u>	<u>\$ 340,435.77</u>	<u>\$ 131,707.23</u>

BROOKINGS SCHOOL DISTRICT NO. 5-1
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
Schedules of Budgetary Comparisons for the General Fund
And for each major Special Revenue Fund with a legally required budget

NOTE 1 – BUDGETS AND BUDGETARY ACCOUNTING:

The School District followed these procedures in establishing the budgetary data reflected in the schedules:

1. Prior to the first regular board meeting in May of each year the school board causes to be prepared a proposed budget for the next fiscal year according to the budgetary standards prescribed by the Auditor General.
2. The proposed budget is considered by the board at the first regular meeting held in the month of May of each year.
3. The proposed budget is published for public review no later than July 15 each year.
4. Public hearings are held to solicit taxpayer input prior to the approval of the budget.
5. Before October 1 of each year, the school board must approve the budget for the ensuing fiscal year for each fund, except fiduciary funds.
6. After adoption by the school board, the operating budget is legally binding and actual expenditures of each fund cannot exceed the amounts budgeted, except as indicated in number 8.
7. A line item for contingencies may be included in the annual budget. Such a line item may not exceed 5 percent of the total school district budget and may be transferred by resolution of the school board to any other budget category, except for capital outlay, that is deemed insufficient during the year.
8. If it is determined during the year that sufficient amounts have not been budgeted, state statute allows the adoption of supplemental budgets when moneys are available to increase legal spending authority.
9. Unexpended appropriations lapse at year-end unless encumbered by resolution of the school board.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund and special revenue funds.
11. Budgets for the General Fund and each major special revenue fund are adopted on a basis consistent with generally accepted accounting principles (GAAP).

NOTE 2 – USGAAP/BUDGETARY ACCOUNTING BASIS DIFFERENCES:

The financial statements prepared in conformity with USGAAP present capital outlay expenditure information in a separate category of expenditures. Under the budgetary basis of accounting, capital outlay expenditures are reported within the function to which they relate. For example, the purchase of a new school bus would be reported as a capital outlay expenditure on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, however in the Budgetary RSI Schedule, the purchase of a school bus would be reported as an expenditure of the Support Services-Business/Pupil Transportation function of government, along with all other current Pupil Transportation related expenditures.

**REQUIRED SUPPLEMENTARY INFORMATION
BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
FOR THE YEAR ENDED JUNE 30, 2021**

TOTAL OPEB LIABILITY

Service Cost	\$ 104,003
Interest on Total OPEB Liability	62,407
Effect of assumption changes or inputs	<u>187,881</u>
Net change in total OPEB liability	354,291
Total OPEB liability, beginning	<u>1,731,057</u>
Total OPEB liability, ending	<u><u>\$ 2,085,348</u></u>

Schedule of Required Supplementary Information
BROOKINGS SCHOOL DISTRICT NO. 5-1

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)

South Dakota Retirement System

	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability (asset)	0.7442668%	0.78238330%	0.79773790%	0.84176830%	0.85283060%	0.84688610%	0.84161080%
District's proportionate share of net pension liability (asset)	\$ (5,362,138)	\$ (3,318,311)	\$ 2,694,680	\$ (76,391)	\$ (19,890)	\$ (89,747)	\$ (36,551)
District's covered-employee payroll	\$12,994,554	\$14,265,837	\$15,168,943	\$17,064,767	\$17,688,360	\$17,965,776	\$18,433,264
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-41.26%	-23.26%	17.76%	-0.45%	-0.11%	-0.50%	-0.20%
Plan fiduciary net position as a percentage of the total pension liability (asset)	107.30%	104.10%	96.89%	100.10%	100.02%	100.09%	100.04%

* The amounts presented for each fiscal year were determined as of the measurement date of the collective net pension liability (asset) which is 6/30 of the previous fiscal year. Until a full 10-year trend is compiled, the School District will present information for those years for which information is available.

Schedule of Required Supplementary Information
 BROOKINGS SCHOOL DISTRICT NO. 5-1
 SCHEDULE OF THE SCHOOL DISTRICT CONTRIBUTIONS
 South Dakota Retirement System

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 781,475	\$ 857,046	\$ 910,140	\$ 1,027,157	\$ 1,061,305	\$ 1,080,392	\$ 1,108,238	\$ 1,160,054
Contributions in relation to the contractually required contribution	\$ 781,475	\$ 857,046	\$ 910,140	\$ 1,027,157	\$ 1,061,305	\$ 1,080,392	\$ 1,108,238	\$ 1,160,054
Contribution deficiency (excess)	\$	\$	\$	\$	\$	\$	\$	\$
District's covered-employee payroll	\$ 12,994,554	\$ 14,265,837	\$ 15,168,943	\$ 17,064,767	\$ 17,688,360	\$ 17,965,776	\$ 18,433,264	\$ 19,294,959
Contributions as a percentage of covered-employee payroll	6.01%	6.01%	6.00%	6.02%	6.00%	6.01%	6.01%	6.01%

* Until a full 10-year trend is compiled, the School District will present information for those years for which information is available. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

BROOKINGS SCHOOL DISTRICT NO. 5-1
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
Schedules of the Proportional Share of the Net Pension Liability (Asset) and
Schedule of Pension Contributions

Changes from Prior Valuation

The June 30, 2020 Actuarial Valuation reflects no changes in actuarial methods from the June 30, 2019 Actuarial Valuation. One change in actuarial assumptions and two plan provision changes are reflected and described below.

The details of the changes since the last valuation are as follows:

Benefit Provision Changes

Legislation enacted in 2020 established a Qualified Benefit Preservation Arrangement (QBPA) under Section 415(m) of the Internal Revenue Code (IRC). The QBPA is effective July 1, 2020 and pays a portion of SDRS benefits that are restricted by IRC Section 415(b). The total benefits paid from SDRS and the QBPA will be limited to the applicable 415(b) annual limit, unreduced for early commencement if Members retire prior to age 62 and actuarially increased for late retirement up to age 70 if Members retire after age 65. The Actuarial Valuation considers benefits payable from both SDRS and the QBPA.

Legislation enacted in 2020 also brought the assets and the liabilities of the South Dakota Department of Labor and Regulation Plan into SDRS effective July 1, 2020. With the exception of the accounting results presented in Section 6 of this report, all exhibits include the assets, liabilities, and member counts of the former Department of Labor and Regulation Plan Members.

Actuarial Assumption Changes

The SDRS COLA equals the percentage increase in the most recent third calendar quarter CPI-W over the prior year, no less than 0.5% and no greater than 3.5%. However, if the FVFR assuming the long-term COLA is equal to the baseline COLA assumption (currently 2.25%) is less than 100%, the maximum COLA payable will be limited to the increase that if assumed on a long-term basis, results in a FVFR equal to or exceeding 100%. That condition existed as of June 30, 2019 and exists again this year as of June 30, 2020. Future COLAs are assumed to equal the current restricted maximum COLA which was 1.88% as of June 30, 2019 and is 1.41% as of June 30, 2020.

The changes in actuarial assumptions due to the 1.41% restricted maximum COLA decreased the Actuarial Accrued Liability by \$595 million, or 4.6% of the Actuarial Accrued Liability based on the 1.88% restricted maximum COLA.

Actuarial assumptions are reviewed in depth periodically, with the next experience analysis anticipated before the June 30, 2022 Actuarial Valuation and any recommended changes anticipated to be first implemented in the June 30, 2022 Actuarial Valuation.

Actuarial Method Changes

No changes in actuarial methods were made since the prior valuation.

Section III

Statistical



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Statistical Section

This part of the Brookings School District 5-1 comprehensive annual financial report presents detailed data as a context for understanding the information in the financial statements, note disclosures, and required supplementary information.

Contents

Table

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

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Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, property tax.

12-21

Debt Capacity

These schedules present 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 in the future.

22-26

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

27-33

Operating Information

These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
NET POSITION BY COMPONENT***

TABLE #1

Fiscal Year Ended June 30, 20XX

Governmental Activities	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Net Position:										
Net Investment in Capital Assets	\$23,803,080	\$25,153,829	\$25,953,461	\$23,988,979	\$24,336,263	\$10,259,801	\$ 29,930,200	\$ 29,965,615	\$ 30,490,519	\$ 29,180,648
Restricted	3,130,653	2,872,923	3,102,910	10,483,148	11,231,283	25,449,807	9,564,905	9,156,683	6,930,044	6,601,588
Unrestricted	2,902,431	3,338,354	3,837,497	4,252,059	4,581,374	4,723,316	4,103,178	4,170,781	4,433,751	6,133,523
Total net position	<u>29,836,164</u>	<u>31,365,106</u>	<u>32,893,868</u>	<u>38,724,187</u>	<u>40,148,920</u>	<u>40,432,925</u>	<u>43,598,283</u>	<u>43,293,079</u>	<u>41,854,314</u>	<u>41,915,759</u>
Business-Type Activities										
Net Position:										
Net Investment in Capital Assets	77,258	69,966	60,698	81,043	70,186	59,329	49,455	40,039	32,052	25,044
Restricted										
Unrestricted	351,954	406,115	476,977	552,135	631,811	740,892	942,465	943,953	853,613	929,778
Total net position	<u>429,211</u>	<u>476,081</u>	<u>537,675</u>	<u>633,177</u>	<u>701,997</u>	<u>800,220</u>	<u>991,921</u>	<u>983,991</u>	<u>885,665</u>	<u>954,822</u>
Total Primary Government										
Net Position:										
Net Investment in Capital Assets	23,880,338	25,223,795	26,014,159	24,070,022	24,406,449	10,319,130	29,979,655	30,005,653	30,522,570	29,205,692
Restricted	3,130,653	2,872,923	3,102,910	10,483,148	11,231,283	25,449,807	9,564,905	9,156,683	6,930,044	6,601,588
Unrestricted	3,254,385	3,744,469	4,314,474	4,804,194	5,213,185	5,464,208	5,045,644	5,114,734	5,287,365	7,063,301
Total net position	<u>\$30,265,376</u>	<u>\$31,841,187</u>	<u>\$33,431,544</u>	<u>\$39,357,364</u>	<u>\$40,850,917</u>	<u>\$41,233,145</u>	<u>\$ 44,590,204</u>	<u>\$ 44,277,070</u>	<u>\$ 42,739,979</u>	<u>\$ 42,870,581</u>

*The source of this information is District records.

BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
CHANGES IN NET POSITION*

TABLE #2

Fiscal Year Ended June 30, 20XX

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Expenses										
Instruction	\$13,744,544	\$14,501,221	\$15,104,857	\$15,299,773	\$18,245,001	\$20,099,877	\$19,908,979	\$22,531,260	\$23,298,536	\$24,928,882
Support Services	7,734,649	8,189,719	8,395,772	8,666,966	9,436,472	10,333,771	10,556,349	10,318,018	11,101,728	11,414,483
Community Services/Non Programmed	278,113	271,570	323,088	263,869	214,117	49,038	572,656	282,074	378,546	396,861
Interest on Long Term Debt										
and Amortization of Bond Discount	649,573	593,399	891,253	908,806	999,753	1,270,656	1,258,745	1,729,796	1,395,311	1,303,396
Co-Curricular	1,170,877	1,206,550	1,261,127	1,349,967	1,459,848	1,513,035	1,605,553	1,525,956	1,503,108	1,579,476
Total Expenses	23,577,756	24,762,458	25,976,097	26,489,380	30,355,191	33,266,376	33,902,282	36,387,105	37,677,229	39,623,099
Revenues										
Charges for Services										
Instruction	79,180	22,000	32,000	8,000	16,000	5,000	3,000	-	12,046	11,997
Support Services	173,463	163,794	185,731	324,826	604,801	97,617	2,980,256	111,698	105,604	75,084
Co-Curricular	121,881	125,800	115,282	138,364	131,596	130,612	145,207	145,041	131,349	73,141
Operating Grants/Contributions										
Instruction	1,482,365	1,785,877	2,007,027	2,160,800	2,578,800	2,866,786	2,924,641	3,343,962	3,466,657	3,741,394
Support Services	338,536	283,986	362,312	439,326	513,281	600,589	558,373	664,618	675,190	2,321,358
Community Services										
Co-Curricular	90,988	89,287	97,040	107,640	68,499	69,067	66,810	65,357	69,487	70,229
Capital Grants/Contributions										
Instruction	137,603									
Support Services										
Interest on Long-Term Debt	219,051	197,087	175,230	155,759	134,488	155,127	109,584	58,531	15,138	49,687
Co-Curricular										
General Revenues										
Property Taxes	14,927,305	15,246,408	15,951,108	17,272,513	18,213,661	18,175,190	17,928,160	17,999,512	18,357,683	19,970,237
Gross Receipts/Utility Taxes	313,244	653,592	393,384	393,939	408,876	419,988	456,762	488,064	499,771	522,149
State Aid	6,828,427	6,892,516	7,636,149	7,994,965	8,509,947	10,342,970	11,369,651	11,967,227	12,198,139	12,286,997
Other State	9,353	1,912	6,863	12,948	465	29,981	34,375	6,947	7,967	4,037
Unrestricted Federal										
Unrestricted Grants & Contributions										
Unrestricted Investment Earnings	83,464	80,390	154,251	70,690	62,006	156,186	275,037	691,984	317,324	29,303
Other General Revenue	605,684	748,752	388,483	375,511	537,504	501,268	623,228	488,958	382,108	528,932
Extra Ordinary Items	120,528									
Transfers	(15,238)			(14,920)				50,000		
Total Revenues and Transfers	25,515,833	26,291,400	27,504,859	29,440,362	31,779,924	33,550,381	37,475,084	36,081,900	36,238,464	39,684,544
Total Net (Expense) Revenue	1,938,078	1,528,942	1,528,762	2,950,982	1,424,733	284,005	3,572,802	(305,204)	(1,438,765)	61,445
Changes in Net Position										
Net Position-Beginning	27,898,087	29,836,164	31,365,106	32,893,868	38,724,187	40,148,920	40,432,925	43,598,283	43,293,079	41,854,314
Change in Net Position	1,938,078	1,528,942	1,528,762	2,950,982	1,424,733	284,005	3,572,802	(305,204)	(1,438,765)	61,445
Prior Period Adjustments				2,879,337			(407,443)			
Net Position-Ending	\$29,836,164	\$31,365,106	\$32,893,868	\$38,724,187	\$40,148,920	\$40,432,925	\$43,598,283	\$43,293,079	\$41,854,314	\$41,915,759
Fiscal Year Ended June 30, 20XX										
Business Type Activity										
Child Nutrition	\$1,254,130	\$1,267,626	\$1,448,670	\$1,532,091	\$1,739,645	\$1,780,641	\$1,750,614	\$1,646,218	\$1,723,395	\$1,693,147
Enterprise Fund (ACT Prep, Summer Camps,		16,256								
Driver Education, 1:1 insurance & AP)	13,273		49,443	60,414	78,936	90,430	78,261	133,297	100,268	81,509
Total Expenses	1,267,403	1,283,882	1,498,113	1,592,505	1,818,580	1,871,072	1,828,875	1,779,515	1,823,663	1,774,656
Revenues										
Charges for Services	793,410	800,937	909,097	988,805	1,114,540	1,153,954	1,190,644	1,120,736	884,976	325,899
Operating Grants and Contributions	486,202	525,496	645,729	680,885	770,259	810,433	816,986	679,990	825,539	1,515,800
Capital Grants and Contributions										
Unrestricted Investment Earnings	4,020	4,318	4,882	3,397	2,601	4,908	12,946	20,859	14,821	2,114
Other General Revenues										
Transfers	15,238			14,920				(50,000)		
Total Revenues and Transfers	1,298,870	1,330,751	1,559,708	1,688,007	1,887,400	1,969,295	2,020,576	1,771,586	1,725,336	1,843,813
Total Net (Expense) Revenue	31,467	46,869	61,595	95,502	68,820	98,223	191,700	(7,929)	(98,326)	69,157
Changes in Net Position										
Net Position-Beginning	397,744	429,211	476,081	537,675	633,177	701,997	800,220	991,921	983,991	885,665
Change in Net Position	31,467	46,869	61,595	95,502	68,820	98,223	191,700	(7,929)	(98,326)	69,157
Prior Period Adjustment										
Net Position-Ending	429,211	476,081	537,675	633,177	701,997	800,220	991,921	983,991	885,665	954,822
Total Primary Government Expenses										
Expenses	24,845,158	26,046,340	27,474,210	28,081,885	32,173,772	35,137,448	35,731,158	38,166,619	39,500,892	41,397,755
Revenues and Transfers	26,814,703	27,622,151	29,064,567	31,128,369	33,667,324	35,519,676	39,495,660	37,853,486	37,963,801	41,528,357
Total Net (Expense) Revenue	1,969,545	1,575,811	1,590,357	3,046,484	1,493,553	382,228	3,764,502	(313,134)	(1,537,091)	130,602
Changes in Net Position										
Net Position-Beginning	28,295,831	30,265,376	31,841,187	33,431,544	39,357,364	40,850,917	41,233,145	44,590,204	44,277,070	42,739,979
Change in Net Position	1,969,545	1,575,811	1,590,357	3,046,484	1,493,553	382,228	3,764,502	(313,134)	(1,537,091)	130,602
Prior Period Adjustment				2,879,337			(407,443)	-	-	-
Net Position-Ending	\$30,265,376	\$31,841,187	\$33,431,544	\$39,357,364	\$40,850,917	\$41,233,145	\$44,590,204	\$44,277,070	\$42,739,979	\$42,870,581

*The source of this information is District records.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
FUND BALANCES OF GOVERNMENTAL FUNDS***

TABLE #3

Fiscal Year Ended June 30, 20XX

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund (10)										
Assigned to:										
Subsequent Budget	546,438	285,806	494,023	1,190,880	768,005	194,505		188,785	336,925	385,145
Unassigned	3,327,317	3,994,413	4,160,980	3,438,007	3,455,117	3,861,820	4,044,212	4,287,222	4,252,787	5,559,024
Total	3,873,755	4,280,219	4,655,003	4,628,887	4,223,122	4,056,325	4,044,212	4,476,007	4,589,712	5,944,169
Capital Outlay Fund (21)										
Restricted for Capital Outlay	2,190,497	1,864,640	1,913,804	1,244,921	1,633,549	1,653,261	2,049,123	2,780,420	2,456,476	3,647,558
Total	2,190,497	1,864,640	1,913,804	1,244,921	1,633,549	1,653,261	2,049,123	2,780,420	2,456,476	3,647,558
Special Education Fund (22)										
Restricted for Special Education	223,544	261,538	269,257	88,176	58,071	167,998	164,191	327,649	339,729	340,436
Total	223,544	261,538	269,257	88,176	58,071	167,998	164,191	327,649	339,729	340,436
Pension Fund (24)										
Restricted for Pension Fund	662,256	682,228	695,893	725,768	653,456	432,702	398,844	-	-	-
Total	662,256	682,228	695,893	725,768	653,456	432,702	398,844	-	-	-
Bond Redemption Fund (31 & 32)										
Restricted for Bond Redemption	704,156	712,072	804,950	5,017,426	4,778,483	19,704,669	15,089,193	828,851	1,381,957	1,493,158
Total	704,156	712,072	804,950	5,017,426	4,778,483	19,704,669	15,089,193	828,851	1,381,957	1,493,158
Capital Projects Fund (41)										
Restricted for Capital Projects			13,463,991	3,105,422				18,230,870	3,669,351	1,146,104
Total			13,463,991	3,105,422				18,230,870	3,669,351	1,146,104
All Governmental Funds										
Restricted	3,780,453	3,520,478	17,147,896	10,181,713	7,123,558	21,958,631	17,701,351	22,167,790	7,847,512	6,627,256
Assigned	546,438	285,806	494,023	1,190,880	768,005	194,505	-	188,785	336,925	385,145
Unassigned	3,327,317	3,994,413	4,160,980	3,438,007	3,455,117	3,861,820	4,044,212	4,287,222	4,252,787	5,559,024
Total	\$7,654,208	\$7,800,697	\$21,802,899	\$14,810,600	\$ 11,346,681	\$26,014,956	\$ 21,745,563	\$ 26,643,797	\$ 12,437,224	\$ 12,571,425

*The source of this information is District records.

BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS*

TABLE #4

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Revenues by Source										
Local	\$ 16,154,133	\$ 16,796,765	\$ 17,294,622	\$ 18,516,748	\$ 19,392,042	\$ 19,439,809	\$ 19,513,096	\$ 19,895,661	\$ 19,893,547	\$ 21,244,411
Intermediate	281,096	327,851	288,511	336,535	366,580	367,286	355,212	329,227	327,089	287,869
State	7,566,907	7,811,446	8,592,782	9,102,150	10,151,261	12,390,219	13,223,082	14,255,412	14,398,226	14,455,878
Federal	1,281,837	1,343,612	1,329,099	1,285,417	1,342,860	1,360,361	1,536,671	1,554,153	1,697,293	3,698,599
Total Revenue	25,283,973	26,279,673	27,505,013	29,240,850	31,252,743	33,557,675	34,628,062	36,034,453	36,316,156	39,686,758
Expenditures by Function										
Instruction	13,100,745	13,830,145	14,603,394	15,944,434	18,157,470	18,812,347	19,236,055	20,427,794	20,280,954	22,898,632
Support Services	7,212,900	7,746,656	7,950,641	8,269,782	9,012,217	9,796,749	10,001,233	9,734,149	10,423,867	10,850,852
Community Services	20,852							2,316	3,158	10,898
Non-Programmed Charges	418,466	373,404	390,055	295,499	332,453	241,139	154,690	276,038	349,576	393,355
Debt Service - Principal	2,455,120	2,515,120	2,611,586	2,534,600	2,448,205	2,319,907	6,500,769	16,154,857	5,446,972	2,278,320
Debt Service - Interest / Other	649,573	593,399	891,253	908,806	999,753	1,270,656	1,258,744	1,729,796	1,549,735	1,504,140
Co-Curricular Activities	822,666	858,140	913,977	1,018,348	1,053,651	1,115,815	1,187,448	1,129,109	1,103,498	1,179,867
Capital Outlay	770,337	355,772	1,902,671	11,850,901	3,693,335	1,040,561	675,072	6,724,166	15,118,663	2,279,284
Total Expenditures	25,450,659	26,272,635	29,263,577	40,822,370	35,697,085	34,597,174	39,014,011	56,178,225	54,276,422	41,395,347
Excess (Deficiency) of										
Revenue Over Expenditures	(166,686)	7,039	(1,758,564)	(11,581,520)	(4,444,343)	(1,039,499)	(4,385,949)	(20,143,772)	(17,960,267)	(1,708,590)
Other Financing Sources (Uses)										
Proceeds from Long Term Debt	35,317	127,447	15,760,000		978,280	13,999,500	110,975		3,740,557	1,833,316
Sale of Surplus Property	3,157	12,004	765	1,336	2,144	14,247	5,581	1,297	13,136	9,474
Compensation for Loss of Fixed Assets										
Transfers In	64,963			454,729	257,729	300,000	340,000	24,457,337	-	293,653
Transfers Out	(80,201)			(469,649)	(257,729)	(300,000)	(340,000)	(24,407,337)	-	(293,653)
Proceeds of C.O. Certificates Issued				4,485,000				24,019,765	-	-
Premium / (Discount) on Capital Outlay				117,805		1,694,027		970,944	-	-
Certificates Issued										
Payments to Refunded Bonds/Capital										
Outlay Certificates Escrow Agent										
Total Other Financing Sources (Uses)	23,236	139,451	15,760,765	4,589,221	980,423	15,707,774	116,556	25,042,006	3,753,693	1,842,790
Net Changes in Fund Balances	(143,450)	146,489	14,002,202	(6,992,299)	(3,463,919)	14,668,275	(4,269,393)	4,898,234	(14,206,574)	134,201
Fund Balance - Beginning	7,677,130	7,654,208	7,800,697	21,802,899	14,810,600	11,346,681	26,014,956	21,745,563	26,643,797	12,437,224
Prior Period Adjustments	120,528									
Fund Balance - Ending	\$ 7,654,208	\$ 7,800,697	\$ 21,802,899	\$ 14,810,600	\$ 11,346,681	\$ 26,014,956	\$ 21,745,563	\$ 26,643,797	\$ 12,437,224	\$ 12,571,425
Debt Service as a percentage										
of non-capital expenditures**	12.6%	12.0%	12.8%	11.9%	10.8%	10.7%	20.2%	36.2%	17.9%	9.7%

* Includes General Fund, Capital Outlay Fund, Special Education, Pension Fund, Bond Redemption Fund and Capital Projects. The source of this information is District records.

**The capital outlay figure used to calculate the ratio of total debt service expenditures to non-capital expenditures equals the capital asset expenditures figure used in the reconciliation of the governmental funds statement of revenues, expenditures and changes in fund balances to the statement of activities.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
GENERAL SCHOOL SYSTEM REVENUES BY SOURCE - GOVERNMENT-WIDE***

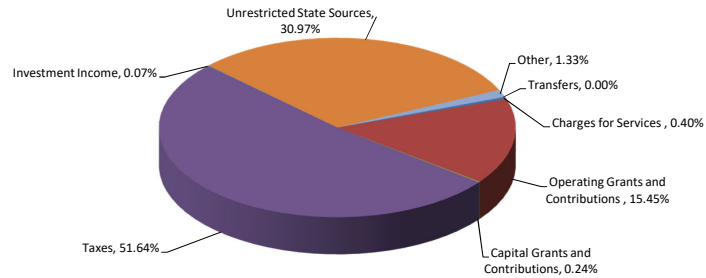
TABLE #5

Fiscal Year	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Investment Income	Unrestricted State Sources	Other	Transfers	Total
2012	\$ 374,524	\$ 1,911,889	\$ 356,654	\$ 15,240,549	\$ 83,464	\$ 6,837,780	\$ 726,212	\$ (15,238)	\$ 25,515,833
2013	\$ 311,593	\$ 2,159,149	\$ 197,087	\$ 15,900,001	\$ 80,390	\$ 6,894,428	\$ 748,752	\$	\$ 26,291,400
2014	\$ 333,013	\$ 2,466,379	\$ 175,230	\$ 16,344,493	\$ 154,251	\$ 7,643,012	\$ 388,483	\$	\$ 27,504,859
2015	\$ 471,190	\$ 2,707,767	\$ 155,759	\$ 17,666,451	\$ 70,690	\$ 8,007,914	\$ 375,511	\$ (14,920)	\$ 29,440,362
2016	\$ 752,397	\$ 3,160,580	\$ 134,488	\$ 18,622,537	\$ 62,006	\$ 8,510,412	\$ 537,504	\$	\$ 31,779,924
2017	\$ 233,229	\$ 3,536,442	\$ 155,127	\$ 18,595,178	\$ 156,186	\$ 10,372,951	\$ 501,268	\$	\$ 33,550,381
2018	\$ 3,128,463	\$ 3,549,824	\$ 109,584	\$ 18,384,922	\$ 275,037	\$ 11,404,026	\$ 623,228	\$	\$ 37,475,084
2019	\$ 256,739	\$ 4,073,938	\$ 58,531	\$ 18,487,576	\$ 691,984	\$ 11,974,174	\$ 488,958	\$ 50,000	\$ 36,081,900
2020	\$ 248,999	\$ 4,211,335	\$ 15,138	\$ 18,857,454	\$ 317,324	\$ 12,206,106	\$ 382,108	\$ -	\$ 36,238,464
2021	\$ 160,222	\$ 6,132,981	\$ 49,687	\$ 20,492,386	\$ 29,303	\$ 12,291,034	\$ 528,932	\$ -	\$ 39,684,544

*The source of this information is District records.

Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Investment Income	Unrestricted State Sources	Other	Transfers
1.47%	7.49%	1.40%	59.73%	0.33%	26.80%	2.85%	-0.06%
1.19%	8.21%	0.75%	60.48%	0.31%	26.22%	2.85%	0.00%
1.21%	8.97%	0.64%	59.42%	0.56%	27.79%	1.41%	0.00%
1.60%	9.20%	0.53%	60.01%	0.24%	27.20%	1.28%	-0.05%
2.37%	9.95%	0.42%	58.60%	0.20%	26.78%	1.69%	0.00%
0.70%	10.54%	0.46%	55.42%	0.47%	30.92%	1.49%	0.00%
8.35%	9.47%	0.29%	49.06%	0.73%	30.43%	1.66%	0.00%
0.71%	11.29%	0.16%	51.24%	1.92%	33.19%	1.36%	0.14%
0.69%	11.62%	0.04%	52.04%	0.88%	33.68%	1.05%	0.00%
0.40%	15.45%	0.13%	51.64%	0.07%	30.97%	1.33%	0.00%

FY 2020-21 Government-wide Revenues

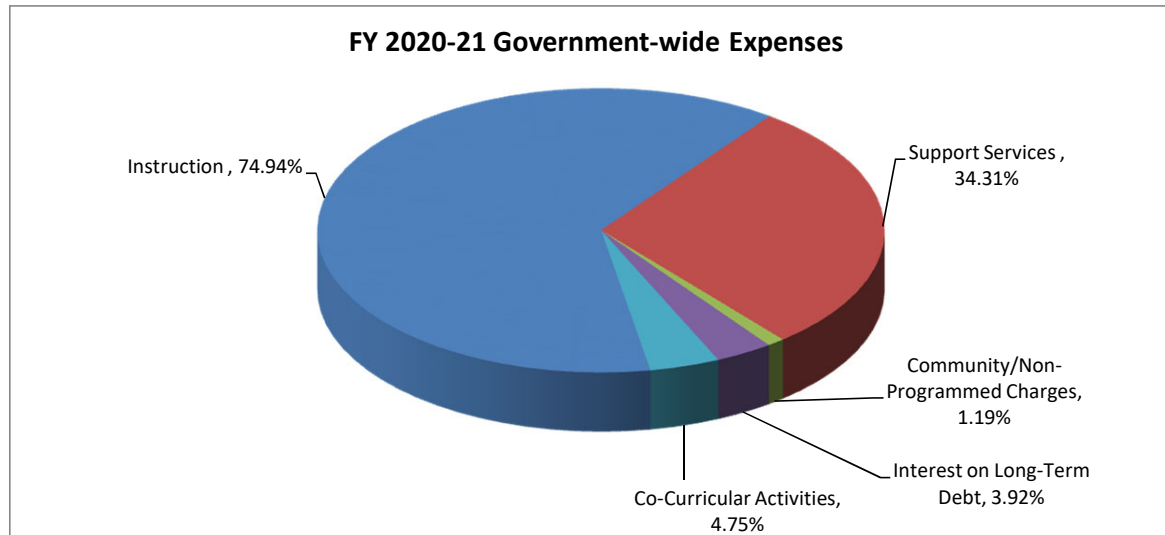


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
GENERAL SCHOOL SYSTEM EXPENSES BY FUNCTION - GOVERNMENT-WIDE***

TABLE #6

Fiscal Year	Instruction	Support Services	Community/Non-Programmed Charges	Interest on Long-Term Debt	Co-Curricular Activities	Total
2012	\$ 13,744,544	\$ 7,734,649	\$ 278,113	\$ 649,573	\$ 1,170,877	\$ 23,577,756
2013	\$ 14,501,221	\$ 8,189,719	\$ 271,570	\$ 593,399	\$ 1,206,550	\$ 24,762,458
2014	\$ 15,104,857	\$ 8,395,772	\$ 323,088	\$ 891,253	\$ 1,261,127	\$ 25,976,097
2015	\$ 15,299,773	\$ 8,666,966	\$ 263,869	\$ 908,806	\$ 1,349,967	\$ 26,489,380
2016	\$ 18,245,001	\$ 9,436,472	\$ 214,117	\$ 999,753	\$ 1,459,848	\$ 30,355,191
2017	\$ 20,099,877	\$ 10,333,771	\$ 49,038	\$ 1,270,656	\$ 1,513,035	\$ 33,266,376
2018	\$ 19,908,979	\$ 10,556,349	\$ 572,656	\$ 1,258,745	\$ 1,605,553	\$ 33,902,282
2019	\$ 22,531,260	\$ 10,318,018	\$ 282,074	\$ 1,729,796	\$ 1,525,956	\$ 36,387,105
2020	\$ 23,298,536	\$ 11,101,728	\$ 378,546	\$ 1,395,311	\$ 1,503,108	\$ 37,677,229
2021	\$ 24,928,882	\$ 11,414,483	\$ 396,861	\$ 1,303,396	\$ 1,579,476	\$ 39,623,099

*The source of this information is District records.

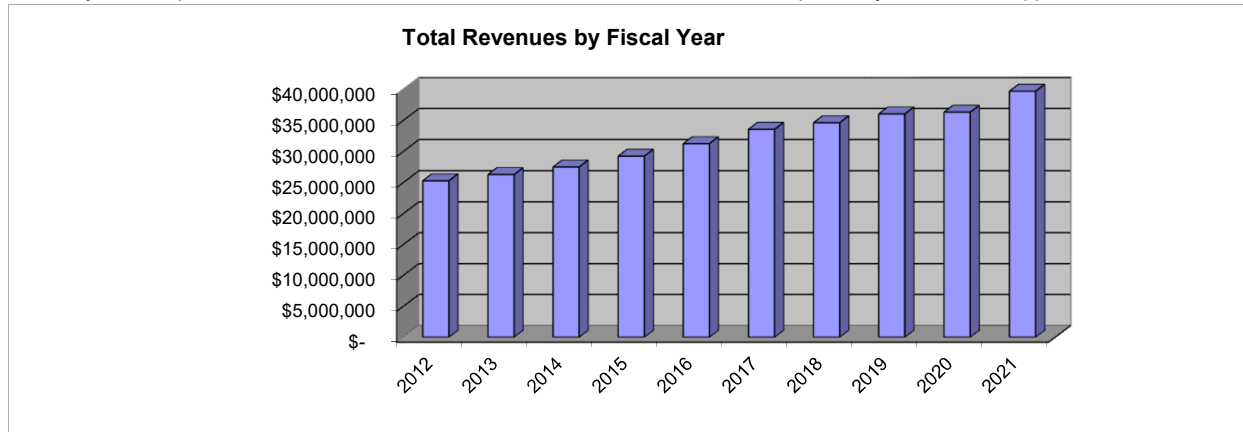


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
REVENUE BY SOURCE FOR GOVERNMENTAL FUNDS***

TABLE #7

Fiscal Year	Local Sources					Intermediate Sources	State Sources	Federal Sources	Total
	Property and Other Taxes	Tuition & Fees	Earnings on Investments	Co-Curricular Activities	Other	County Sources	Aid & Grants	Grants	
2012	\$ 15,254,739	\$ 89,968	\$ 83,464	\$ 121,881	\$ 604,081	\$ 281,096	\$ 7,566,907	\$ 1,281,837	\$ 25,283,973
2013	\$ 15,896,194	\$ 23,093	\$ 80,390	\$ 125,800	\$ 671,288	\$ 327,851	\$ 7,811,446	\$ 1,343,612	\$ 26,279,673
2014	\$ 16,345,412	\$ 32,000	\$ 154,251	\$ 115,282	\$ 647,677	\$ 288,511	\$ 8,592,782	\$ 1,329,099	\$ 27,505,013
2015	\$ 17,679,850	\$ 8,933	\$ 70,690	\$ 138,364	\$ 618,911	\$ 336,535	\$ 9,102,150	\$ 1,285,417	\$ 29,240,850
2016	\$ 18,628,262	\$ 16,000	\$ 62,006	\$ 131,596	\$ 554,178	\$ 366,580	\$ 10,151,261	\$ 1,342,860	\$ 31,252,743
2017	\$ 18,594,524	\$ 5,000	\$ 156,186	\$ 130,612	\$ 553,487	\$ 367,286	\$ 12,390,219	\$ 1,360,361	\$ 33,557,675
2018	\$ 18,382,140	\$ 3,000	\$ 275,037	\$ 145,207	\$ 707,713	\$ 355,212	\$ 13,223,082	\$ 1,536,671	\$ 34,628,062
2019	\$ 18,491,426	\$ -	\$ 691,984	\$ 145,041	\$ 567,209	\$ 329,227	\$ 14,255,412	\$ 1,554,153	\$ 36,034,453
2020	\$ 18,857,352	\$ 12,046	\$ 317,324	\$ 131,349	\$ 554,267	\$ 327,089	\$ 14,398,226	\$ 1,718,502	\$ 36,316,156
2021	\$ 20,504,073	\$ 11,997	\$ 29,303	\$ 73,141	\$ 625,897	\$ 287,870	\$ 14,455,878	\$ 3,698,599	\$ 39,686,758

*Includes General Fund, Capital Outlay Fund, Special Education Fund, Pension Fund, Debt Service Fund and Capital Projects Fund as applicable. The source of this information is District records.

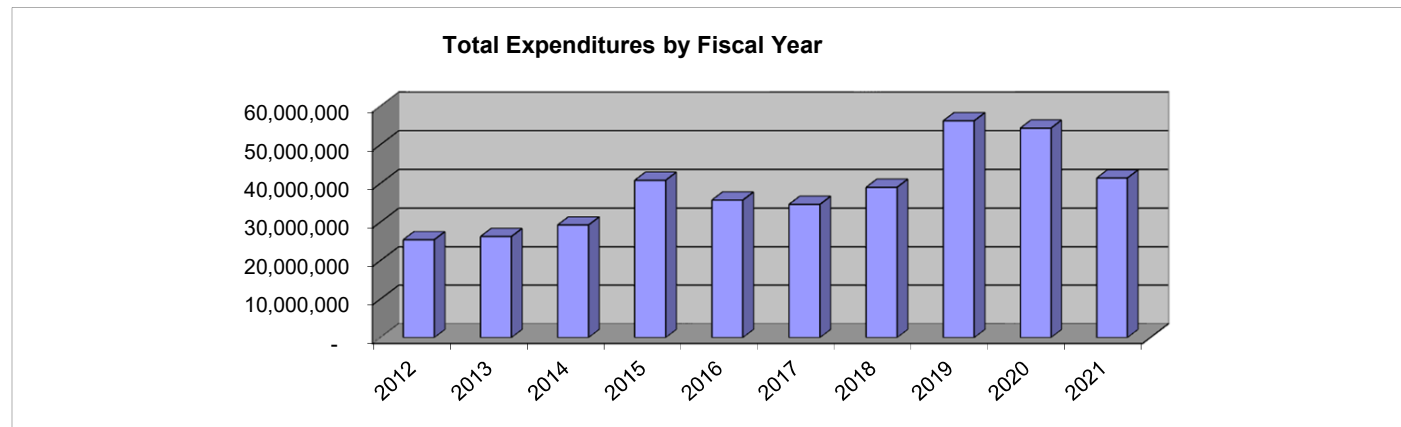


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
EXPENDITURES BY FUNCTION FOR GOVERNMENTAL FUNDS***

TABLE #8

Fiscal Year	Instruction	Support Services	Community Services **	Community/Non- Programmed Charges **	Debt Services	Co-Curricular Activities	Total
2012	13,150,975	7,933,007	20,852	418,466	3,104,693	822,666	25,450,659
2013	13,852,319	7,944,262		373,404	3,235,966	866,685	26,272,635
2014	14,608,544	9,807,167		390,055	3,543,835	913,977	29,263,577
2015	15,973,337	20,091,781		295,499	3,443,406	1,018,348	40,822,370
2016	18,157,470	12,705,552		332,453	3,447,958	1,053,651	35,697,085
2017	18,812,347	10,837,310		241,139	3,590,563	1,115,815	34,597,174
2018	19,236,055	10,676,305		154,690	7,759,513	1,187,448	39,014,011
2019	20,433,743	16,452,366	2,316	276,038	17,884,653	1,129,109	56,178,225
2020	20,280,954	25,542,530	3,158	349,576	6,996,707	1,103,498	54,276,422
2021	22,898,632	13,130,136	10,898	393,355	3,782,460	1,179,867	41,395,347

* Includes General Fund, Capital Outlay Fund, Special Education Fund, Pension Fund, Bond Redemption Fund and Capital Projects Fund. The source of this information is District records.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
REVENUE & EXPENDITURES BY FUND FOR GOVERNMENTAL FUNDS***

TABLE #9

Fiscal Year Ended June 30, 20XX

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenue										
General Fund	\$ 13,466,100	\$ 17,080,022	\$ 17,998,981	\$ 18,928,012	\$ 19,861,796	\$ 21,558,255	\$ 22,407,107	\$ 22,945,043	\$ 23,211,202	\$ 25,875,546
Capital Outlay Fund	4,042,010	4,076,597	4,158,938	4,526,495	4,840,194	4,896,057	5,175,110	\$ 5,472,573	\$ 5,352,249	\$ 5,841,430
Special Education Fund	3,170,179	3,517,042	3,640,649	3,917,427	4,472,607	5,138,683	5,211,284	\$ 5,435,757	\$ 5,901,768	\$ 6,288,820
Pension Fund	383,673	390,796	399,160	423,136	453,797	220,360	6,142	\$ 7,063	\$ -	\$ -
Bond Redemption Fund	1,220,815	1,215,216	1,234,791	1,411,249	1,620,022	1,744,320	1,828,420	\$ 1,733,021	\$ 1,632,015	\$ 1,675,550
Capital Projects Fund	1,197		72,494	34,531	4,328			\$ 440,996	\$ 218,922	\$ 5,412
Total Revenues	\$ 22,283,973	\$ 26,279,673	\$ 27,505,013	\$ 29,240,850	\$ 31,252,743	\$ 33,557,675	\$ 34,628,062	\$ 36,034,453	\$ 36,316,156	\$ 39,686,758
Expenditures										
General Fund	\$ 16,264,886	\$ 16,685,561	\$ 17,624,963	\$ 18,885,815	\$ 20,269,705	\$ 22,032,800	\$ 22,724,801	\$ 22,870,453	\$ 23,110,633	\$ 24,816,409
Capital Outlay Fund	3,660,275	4,529,901	4,874,775	4,795,378	5,172,116	5,157,344	4,590,224	\$ 5,730,555	\$ 5,676,194	\$ 6,197,818
Special Education Fund	3,268,339	3,479,048	3,632,929	4,153,238	4,502,712	5,028,755	5,255,091	\$ 5,322,299	\$ 5,889,689	\$ 6,288,113
Pension Fund	406,945	370,824	385,495	393,261	526,109	441,114		\$ -	\$ -	\$ -
Bond Redemption Fund	1,189,825	1,207,300	1,141,913	1,801,579	1,858,964	1,937,161	6,443,896	\$ 15,993,362	\$ 4,819,466	\$ 1,564,349
Capital Projects Fund	660,390		1,603,503	10,793,100	3,367,479			\$ 6,261,556	\$ 14,780,441	\$ 2,783,658
Total Expenditures	\$ 25,450,659	\$ 26,272,635	\$ 29,263,577	\$ 40,822,370	\$ 35,697,085	\$ 34,597,174	\$ 39,014,011	\$ 56,178,225	\$ 54,276,422	\$ 41,650,347

*The source of this information is District records.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
GOVERNMENTAL ACTIVITIES FINANCIAL ANALYSIS***

TABLE #10

							Ratios			
Fiscal Year	Cash and Investments	Current Assets**	Total Assets and Deferred Outflows*****	Current Liabilities***	Total Liabilities and Deferred Inflows ****	Total Net Position	Cash to Current Liabilities	Current Assets to Current Liabilities	Total Assets to Total Liabilities	Total Net Position to Total Liabilities
2012	10,567,770	7,485,403	59,174,561	12,968,588	28,909,185	30,265,376	0.81	0.58	2.05	1.05
2013	10,380,179	7,917,891	58,375,242	13,083,210	26,534,055	31,841,187	0.79	0.61	2.20	1.20
2014	25,546,365	8,635,581	74,733,906	6,389,623	41,302,362	33,431,544	4.00	1.35	1.81	0.81
2015	15,231,032	9,078,967	90,074,202	6,849,049	50,716,838	39,357,364	2.22	1.33	1.78	0.78
2016	11,972,978	9,285,296	88,322,913	10,584,067	47,471,996	40,850,917	1.13	0.88	1.86	0.86
2017	12,805,505	9,159,993	100,003,250	10,686,962	58,770,105	41,233,145	1.20	0.86	1.70	0.70
2018	13,579,932	9,023,456	96,436,657	19,630,961	51,846,453	44,590,204	0.69	0.46	1.86	0.86
2019	34,049,089	9,452,456	106,577,959	7,849,835	62,300,888	44,277,070	4.34	1.20	1.71	0.71
2020	20,402,936	10,691,392	106,163,560	9,232,282	63,097,257	43,066,303	2.21	1.16	1.68	0.68
2021	17,014,932	11,649,104	104,932,956	4,211,207	63,017,197	41,915,759	4.04	2.77	1.67	0.67

*The source of this information is District records.

**Includes all assets excluding capital assets.

***Includes non-current liabilities due within one year.

**** Deferred Inflows reported separately on Statement of Net Position beginning FY 2013 (See Note 1 of the Notes to Basic Financial Statements for details).

***** Deferred Outflows reported separately on Statement of Net Position beginning FY 2015 with the implementation of GASB 68.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PROPERTY TAX LEVIES AND COLLECTIONS***

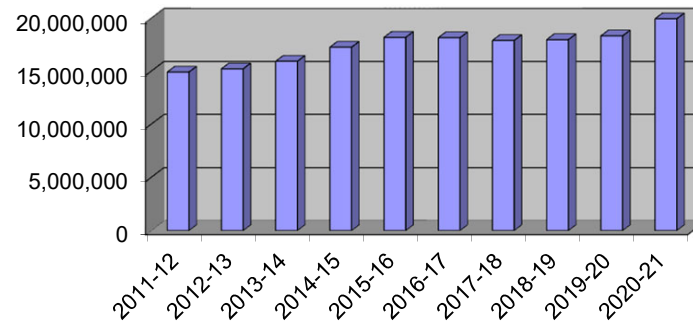
TABLE #11
**Total Tax
Collections as a %
of Levy**

Fiscal Year	Total Levy **(All Funds)	Current Tax Collections**	Percent of Levy Collected**	Delinquent Tax Collections	Total Tax Collections	Total Tax Collections as a % of Levy
2011-12	\$ 14,752,423	14,850,497	100.7	67,269	14,917,766	101.1
2012-13	\$ 15,169,203	15,203,827	100.2	23,683	15,227,510	100.4
2013-14	\$ 15,988,768	15,899,540	99.4	35,750	15,935,291	99.7
2014-15	\$ 17,119,310	17,226,216	100.6	38,624	17,264,841	100.9
2015-16	\$ 17,864,769	18,170,381	101.7	26,671	18,197,052	101.9
2016-17	\$ 18,005,825	18,087,775	100.5	68,504	18,156,279	100.8
2017-18	\$ 17,720,670	17,878,747	100.9	23,755	17,902,502	101.0
2018-19	\$ 17,927,527	17,949,423	100.1	27,779	17,977,202	100.3
2019-20	\$ 18,548,989	18,308,861	98.7	22,437	18,331,298	98.8
2020-21	\$ 19,238,930	19,638,429	102.1	313,027	19,951,456	103.7

* The source of this information is District records.

** South Dakota property tax levies are assessed on a calendar year basis while the District fiscal year spans July - June. Therefore, fiscal year tax collections represent approximately 50% (2nd half) of one calendar year and approximately 50% (1st half) of the subsequent calendar year. For this reason, some fiscal years reflect more than 100% collection as a percentage of the amount levied, depending upon when the taxes were actually paid and remitted to the District.

Total Tax Collections by Fiscal Year



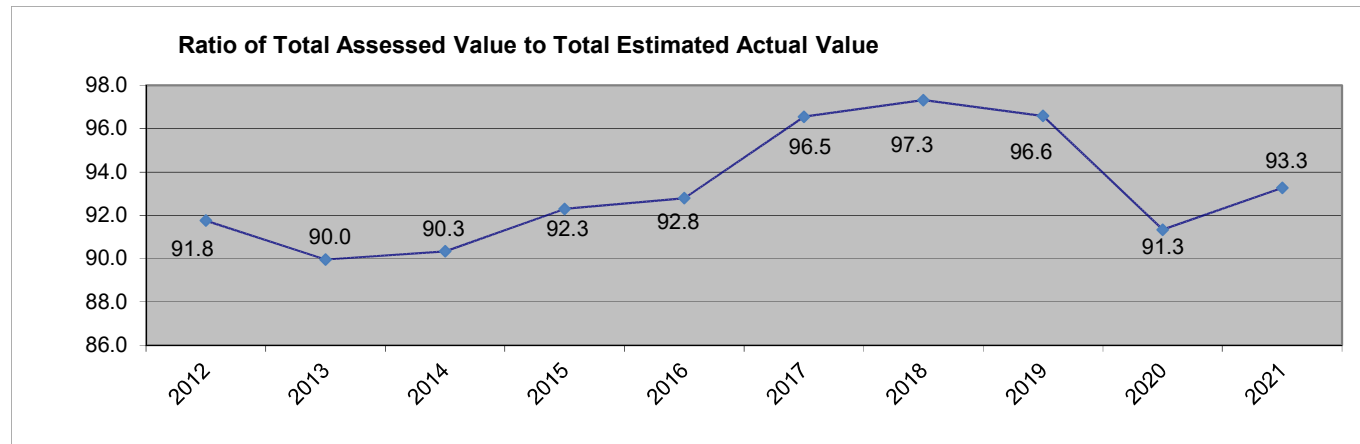
**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
ASSESSED & ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY***

TABLE #12

Fiscal Year	Total Direct Levy Rate **	Brookings County		Moody County		Total		Ratio of Total Assessed Value to Total Estimated Actual Value
		Assessed Value(000)	Estimated Actual Value(000)	Assessed Value(000)	Estimated Actual Value(000)	Assessed Value(000)	Estimated Actual Value(000)	
2012	\$ 11.726	\$ 1,248,324	\$ 1,359,440	\$ 20,116	\$ 23,007	\$ 1,268,440	\$ 1,382,447	91.8
2013	\$ 11.895	\$ 1,264,930	\$ 1,405,310	\$ 21,440	\$ 24,755	\$ 1,286,370	\$ 1,430,065	90.0
2014	\$ 12.336	\$ 1,321,666	\$ 1,462,096	\$ 23,992	\$ 27,570	\$ 1,345,658	\$ 1,489,666	90.3
2015	\$ 13.970	\$ 1,404,433	\$ 1,519,673	\$ 27,415	\$ 31,804	\$ 1,431,848	\$ 1,551,477	92.3
2016	\$ 11.837	\$ 1,490,226	\$ 1,603,554	\$ 30,198	\$ 35,053	\$ 1,520,424	\$ 1,638,607	92.8
2017	\$ 10.961	\$ 1,591,603	\$ 1,644,138	\$ 32,082	\$ 37,646	\$ 1,623,685	\$ 1,681,784	96.5
2018	\$ 10.413	\$ 1,654,099	\$ 1,697,353	\$ 32,440	\$ 35,652	\$ 1,686,539	\$ 1,733,005	97.3
2019	\$ 10.501	\$ 1,707,508	\$ 1,764,592	\$ 34,704	\$ 39,241	\$ 1,742,212	\$ 1,803,833	96.6
2020	\$ 10.389	\$ 1,774,815	\$ 1,941,734	\$ 35,359	\$ 40,262	\$ 1,810,174	\$ 1,981,996	91.3
2021	\$ 10.309	\$ 1,871,661	\$ 2,005,992	\$ 36,580	\$ 39,905	\$ 1,908,241	\$ 2,045,897	93.3

*The source of this information is the South Dakota Department of Revenue and Regulation, District records and Brookings/Moody County records.

**The Total Direct Levy Rate is determined by multiplying the aggregate tax rates (by property classification) times the applicable levy and dividing the corresponding tax revenue by the aggregate taxable property value. Starting in calendar year 2010, levies are extended three decimal places.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
ASSESSED VALUATION BY PROPERTY CLASSIFICATION***

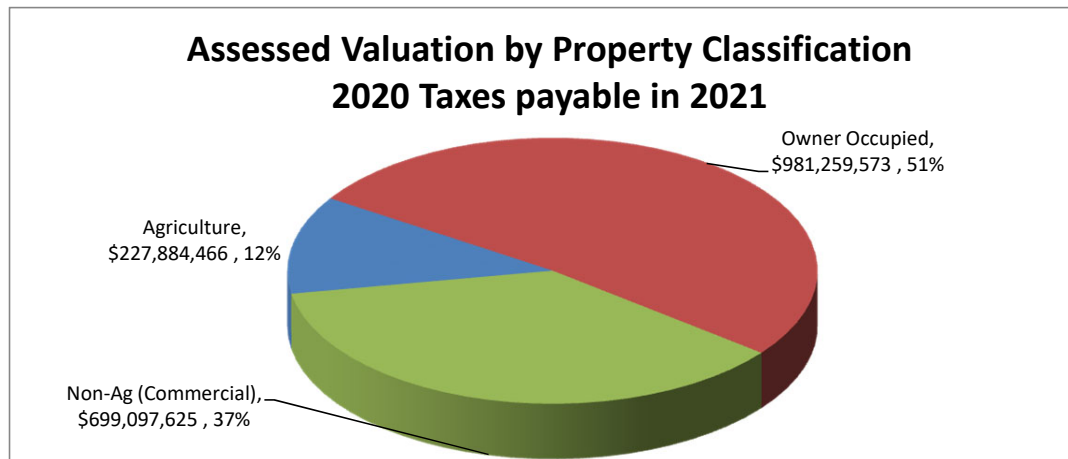
TABLE #13

Property Classification ***			Assessed Valuation by Property Classification as % of Total							
Year**	Agriculture	Owner Occupied	Non-Ag (Commercial)	Total	Change	Percent Change	Agriculture	Owner Occupie	Non-Ag (Commerci	Total
2011	\$120,860,872	\$ 681,101,080	\$ 466,521,975	\$ 1,268,483,927	\$ 46,926,923	3.8	9.5	53.7	36.8	100
2012	\$132,997,871	\$ 676,868,987	\$ 476,220,720	\$ 1,286,087,578	\$ 17,603,651	1.4	10.3	52.6	37.0	100
2013	\$153,269,625	\$ 696,589,874	\$ 495,799,512	\$ 1,345,659,011	\$ 59,571,433	4.6	11.4	51.8	36.8	100
2014	\$176,171,337	\$ 730,111,384	\$ 525,566,613	\$ 1,431,849,334	\$ 86,190,323	6.4	12.3	51.0	36.7	100
2015	\$201,133,293	\$ 768,209,937	\$ 551,082,067	\$ 1,520,425,297	\$ 88,575,963	6.2	13.2	50.5	36.2	100
2016	\$218,858,575	\$ 806,488,391	\$ 598,339,494	\$ 1,623,686,460	\$ 103,261,163	6.8	13.5	49.7	36.9	100
2017	\$217,419,381	\$ 844,878,788	\$ 624,241,155	\$ 1,686,539,324	\$ 62,852,864	3.9	12.9	50.1	37.0	100
2018	\$230,320,223	\$ 879,578,461	\$ 632,313,805	\$ 1,742,212,489	\$ 55,673,165	3.3	13.2	50.5	36.3	100
2019	\$231,120,557	\$ 922,229,334	\$ 656,824,720	\$ 1,810,174,611	\$ 67,962,122	3.9	12.8	50.9	36.3	100
2020	\$227,884,466	\$ 981,259,573	\$ 699,097,625	\$ 1,908,241,664	\$ 98,067,053	5.4 %	11.9 %	51.4 %	36.6 %	100 %

* The source of this information is District records.

** Taxes on assessed valuations for one year are payable the following year, e.g., taxes on assessed valuations for 2012 are payable in 2013.

***Owner-Occupied values include Mobile Homes and Mobile Homes on Real Estate.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PROPERTY TAX RATES-DIRECT & OVERLAPPING GOVERNMENTS***

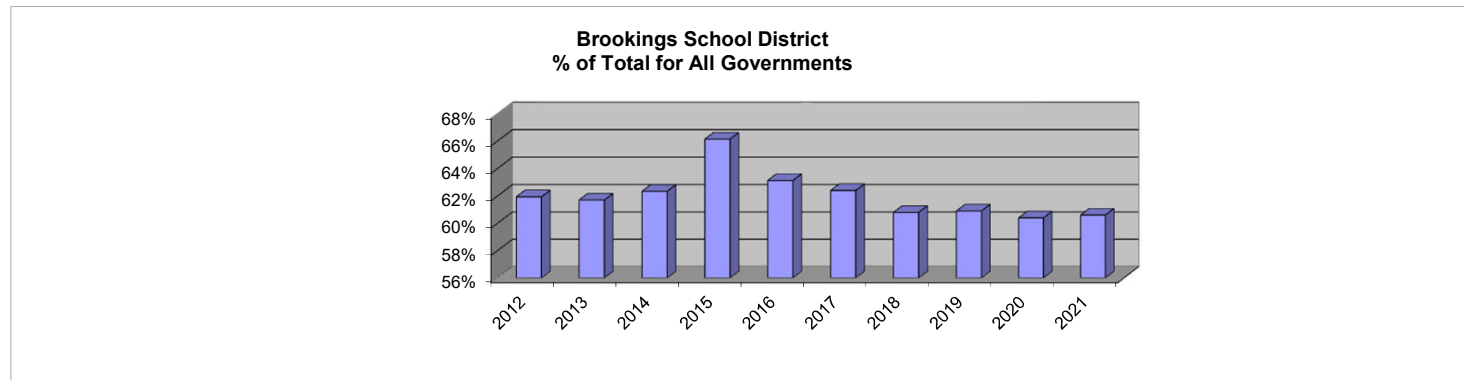
TABLE #14

Fiscal Year	General Fund ***	Capital Outlay	Special Education	Pension Fund	Bond Redemption	School Total	Brookings City	Brookings County	Grand Total	School % of Total
2012	6.087	3.000	1.400	0.30	0.939	11.726	2.579	4.626	18.931	61.9
2013	6.254	3.000	1.400	0.30	0.941	11.895	2.654	4.727	19.276	61.7
2014	6.558	3.000	1.552	0.30	0.926	12.336	2.675	4.777	19.788	62.3
2015	8.121	3.000	1.478	0.30	1.071	13.970	2.642	4.509	21.121	66.1
2016	6.079	3.000	1.409	0.30	1.049	11.837	2.611	4.302	18.750	63.1
2017	5.515	2.932	1.505		1.009	10.961	2.522	4.072	17.555	62.4
2018	5.035	2.913	1.493		0.972	10.413	2.554	4.162	17.129	60.8
2019	5.021	2.933	1.606		0.941	10.501	2.594	4.149	17.244	60.9
2020	4.894	2.947	1.656		0.892	10.389	2.602	4.196	17.187	60.4
2021	4.812	2.926	1.727		0.844	10.309	2.521	4.175	17.005	60.6

* The source of this information is District, City, County and South Dakota Department of Revenue records.

** The Brookings School District property tax rates are shown as the tax rate for the first calendar year in the District's fiscal year, i.e, the school district total tax rate of \$12.336 for FY 2014 is the tax rate for calendar year 2014. This is necessary in order to show the relationship of the school district's tax rates to the tax rates for the city and county. Unlike the school district, the latter governmental entities budget on a calendar year basis. Also, the general school district tax rates represent a blended rate for agricultural property, owner-occupied property and non-agriculture (commercial) property.

*** The blended tax levy rate is determined by multiplying the aggregate tax rates by property classification by the applicable levy and dividing the corresponding tax revenue by the aggregate taxable property value. Starting in calendar year 2009, levies are extended three decimal places.



**BROOKINGS SCHOOL DISTRICT 5-1
CURRENT & 10 YEARS AGO
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PRINCIPAL TAXPAYERS BASED ON ASSESSED VALUATIONS***

TABLE #15

		<u>2021</u>		<u>2011</u>	
Taxpayer	Type	Assessed Value	Rank	Percentage of Total Assessed Valuation	Assessed Value Rank Percentage of Total Assessed Valuation
Daktronics Inc.	Manufacturing	\$ 29,836,100	1	1.51 %	
Bel Brands USA Inc.	Manufacturing	20,298,800	2	1.03	
Moriarity, Paul E. Living Trust	Real Estate	18,594,300	3	0.94	
Valero Renewable Fuels Co. LLC.	Processing	17,112,900	4	0.87	
Minnesota Mining & Manufacturing Co.	Manufacturing	16,361,100	5	0.83	
Innovation Village I LLC.	Real Estate	15,380,900	6	0.78	
Southland Apartments LLC.	Real Estate	12,905,300	7	0.65	
Global Properties LLC	Commercial	11,834,200	8	0.60	
Larson Manufacturing Co.	Manufacturing	10,585,100	9	0.54	
Walmart R E Business Trust	Commercial	10,044,900	10	0.51 %	
Daktronics Inc.	Manufacturing				\$ 30,182,400 1 2.38 %
Valero Renewable Fuels Co. LLC.	Processing				15,296,360 2 1.21
Moriarity, Paul E. Living Trust	Real Estate				12,352,561 3 0.97
Minnesota Mining & Manufacturing Co.	Manufacturing				11,263,200 4 0.89
First Bank & Trust	Banking				10,946,000 5 0.86
RPS Properties of Brookings	Manufacturing				10,468,900 6 0.83
Innovation Village I LLC.	Real Estate				9,957,000 7 0.78
Larson Manufacturing Co.	Manufacturing				9,509,900 8 0.75
Global Properties LLC	Commercial				8,556,200 9 0.67
Walmart R E Business Trust	Retail				8,110,000 10 0.64
		<u>\$ 162,953,600</u>		8.27 %	<u>\$ 46,602,000</u> 3.67 %
Total Assessed Valuation		\$1,970,715,963			\$ 1,268,483,927

*The source of this information is Brookings County records.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
NEW CONSTRUCTION & PROPERTY VALUES**

TABLE #16

Calendar Year	New Construction		Reappraisals		Assessed Property Values (in Thousands)			
	Brookings County	Moody County	Brookings County	Moody County	Agriculture	Owner Occupied	Commercial	Total
2010	\$ 38,654,045	\$ 88,093	\$ (1,585,477)	\$ 2,904,060	\$ 110,145,063	\$ 666,851,016	\$ 444,560,925	\$ 1,221,557,004
2011	\$ 28,224,209	\$ 240,955	\$ 18,103,250	\$ 358,509	\$ 120,860,872	\$ 677,683,911	\$ 469,939,144	\$ 1,268,483,927
2012	\$ 27,473,160	\$ 196,315	\$ (11,193,480)	\$ 1,127,656	\$ 132,997,871	\$ 673,357,777	\$ 479,731,930	\$ 1,286,087,578
2013	\$ 28,159,118	\$ 71,915	\$ 28,860,093	\$ 2,480,307	\$ 153,269,625	\$ 692,885,482	\$ 499,503,904	\$ 1,345,659,011
2014	\$ 30,950,214	\$ 172,005	\$ 51,817,529	\$ 3,250,575	\$ 176,171,337	\$ 726,789,749	\$ 528,888,248	\$ 1,431,849,334
2015	\$ 29,655,818	\$ 13,484	\$ 53,136,781	\$ 2,769,880	\$ 201,133,293	\$ 764,623,003	\$ 554,669,001	\$ 1,520,425,297
2016	\$ 53,360,816	\$ 131,328	\$ 48,016,339	\$ 1,752,680	\$ 218,858,575	\$ 801,635,557	\$ 603,192,328	\$ 1,623,686,460
2017	\$ 33,593,101	\$ 29,385	\$ 28,902,509	\$ 327,869	\$ 217,419,381	\$ 844,878,788	\$ 624,241,155	\$ 1,686,539,324
2018	\$ 31,790,378	\$ 464,430	\$ 21,618,516	\$ 1,799,841	\$ 230,320,223	\$ 879,578,461	\$ 632,313,805	\$ 1,742,212,489
2019	\$ 34,638,465	\$ 11,293	\$ 32,668,569	\$ 643,795	\$ 231,120,557	\$ 922,229,334	\$ 656,824,720	\$ 1,810,174,611
2020	\$ 29,820,956	\$ 104,283	\$ 67,025,500	\$ 1,116,314	\$ 227,884,466	\$ 981,259,573	\$ 699,097,625	\$ 1,908,241,664

BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
GENERAL FUND TAX RATES BY PROPERTY CLASSIFICATION (PER \$1,000 OF ASSESSED VALUE)
TABLE #17

Property Classifications

Year**	Agriculture	Owner Occupied	Non-Ag (Commercial)
2011-12	2.388	3.965	8.491
2012-13	2.322	4.029	8.628
2013-14	2.090	4.296	9.200
2014-15	1.782	4.252	9.106
2015-16	1.568	4.075	8.727
2016-17	1.568	3.687	7.630
2017-18	1.507	3.372	6.978
2018-19	1.512	3.383	7.001
2019-20	1.473	3.296	6.821
2020-21	1.443	3.229	6.682

*The source of this information is District records. Rates are established by the South Dakota Legislature and rates for a given year are payable the following year, i.e., rates for 2018 are payable in 2019.

**Rates are levied by calendar year. The District budgets by fiscal year. As a result, rates for two different calendar years determine the levies for the District's budget, i.e., 2017 rates payable 2018 are levied for the first six months of the FY 2019 budget and 2018 rates payable 2019 are levied for the second six months of the FY 2019 budget.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
TAX LEVIES BY FUND***

TABLE #18

Fiscal Year Ended June 30, 20XX													
Fund	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>			
General Fund													
Agriculture	\$ 2.388	\$ 2.363	\$ 2.137	\$ 1.825	\$ 1.609	\$ 1.627	\$ 1.547	\$ 1.558	\$ 1.518	\$ 1.488			
Agriculture Opt Out	\$ 0.259	\$ 0.245	\$ 0.200	\$ 0.164	\$ 0.143	\$ 0.150	\$ 0.152	\$ 0.148	\$ 0.142	\$ 0.134			
Owner Occupied	\$ 3.965	\$ 4.100	\$ 4.393	\$ 4.355	\$ 4.182	\$ 3.826	\$ 3.462	\$ 3.489	\$ 3.397	\$ 3.330			
Owner Occupied Opt Out	\$ 0.430	\$ 0.425	\$ 0.411	\$ 0.391	\$ 0.372	\$ 0.353	\$ 0.340	\$ 0.331	\$ 0.318	\$ 0.300			
Non-Ag (Commercial)	\$ 8.491	\$ 8.780	\$ 9.407	\$ 9.326	\$ 8.955	\$ 7.917	\$ 7.163	\$ 7.214	\$ 7.029	\$ 6.890			
Non-Ag (Commercial) Opt Out	\$ 0.921	\$ 0.910	\$ 0.880	\$ 0.838	\$ 0.796	\$ 0.730	\$ 0.704	\$ 0.685	\$ 0.658	\$ 0.621			
Capital Outlay Fund													
Total Assessed Value	\$ 3.000	\$ 3.000	\$ 3.000	\$ 3.000	\$ 3.000	\$ 2.932	\$ 2.913	\$ 2.933	\$ 2.947	\$ 2.926			
Special Education Fund													
Total Assessed Value	\$ 1.400	\$ 1.400	\$ 1.552	\$ 1.478	\$ 1.409	\$ 1.505	\$ 1.493	\$ 1.606	\$ 1.656	\$ 1.727			
Pension Fund													
Total Assessed Value	\$ 0.300	\$ 0.300	\$ 0.300	\$ 0.300	\$ 0.300								
Bond Redemption Fund													
Total Assessed Value	\$ 0.939	\$ 0.941	\$ 0.926	\$ 1.071	\$ 1.049	\$ 1.009	\$ 0.972	\$ 0.941	\$ 0.892	\$ 0.844			
All Funds/Aggregate Rate													
Agriculture	\$ 8.286	\$ 8.249	\$ 8.115	\$ 7.838	\$ 7.510	\$ 7.223	\$ 7.077	\$ 7.186	\$ 7.155	\$ 7.119			
Non-Ag Z ***													
Owner Occupied	\$ 10.034	\$ 10.166	\$ 10.582	\$ 10.595	\$ 10.312	\$ 9.625	\$ 9.180	\$ 9.300	\$ 9.210	\$ 9.127			
Non-Ag (Commercial)	\$ 15.051	\$ 15.331	\$ 16.065	\$ 16.013	\$ 15.509	\$ 14.093	\$ 13.245	\$ 13.379	\$ 13.182	\$ 13.008			

* The source of this information is District records. With the exception of levies for the Bond Redemption Fund that are determined locally, all levies are the maximum allowable by state law. The levies may differ from Table 17 due

BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
COMPARATIVE TAX RATES FY2018 AND FY2019* (PER \$1,000 OF ASSESSED VALUE)

TABLE #19

	Fiscal Year 2019-20				Fiscal Year 2020-21			
	July 1-December 31, 2019		January 1-June 30, 2020		July 1-December 31, 2020		January 1-June 30, 2021	
Funds/ Property Classifications	Assessed Value ***	Rate**	Assessed Value ***	Rate**	Assessed Value ***	Rate**	Assessed Value ***	Rate**
General Fund								
Agriculture	\$ 229,320,223	\$1.706	\$ 231,120,557	\$1.660	\$ 231,120,557	\$1.660	\$ 227,884,466	\$1.622
Owner Occupied	879,578,461	3.817	922,229,334	3.715	922,229,334	3.715	981,259,573	3.630
Non-Ag (Commercial)	632,313,805	7.899	656,824,720	7.687	656,824,720	7.687	699,097,625	7.511
Total Assessed Value	1,741,212,489		1,810,174,611		1,810,174,611		1,908,241,664	
Capital Outlay Fund								
Total Assessed Value	1,741,212,489	2.933	1,810,174,611	2.947	1,810,174,611	2.947	1,908,241,664	2.926
Special Education Fund								
Total assessed Value	1,741,212,489	1.606	1,810,174,611	1.656	1,810,174,611	1.656	1,908,241,664	1.727
Bond Redemption Fund								
Total Assessed Value	1,741,212,489	0.941	1,810,174,611	0.892	1,810,174,611	0.892	1,908,241,664	0.844
All Funds/Aggregate Rate								
Agriculture	229,320,223	7.186	231,120,557	7.155	231,120,557	7.155	227,884,466	7.119
Owner Occupied	879,578,461	9.297	922,229,334	9.210	922,229,334	9.210	981,259,573	9.127
Non-Ag (Commercial)	632,313,805	13.379	656,824,720	13.182	656,824,720	13.182	699,097,625	13.008

* The source of this information is District records. Rates are levied by calendar year. The District budgets by fiscal year.

** With the exception of the Bond Redemption Fund, maximum rates are set annually by the South Dakota Legislature. The District levies the maximum rates.

*** Assessed Valuations include Agricultural, Owner-Occupied, Non-Ag Other (Commercial), Mobile Homes and Mobile Homes on Real Estate.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PROPERTY TAX REVENUES BY FUND***

TABLE #20

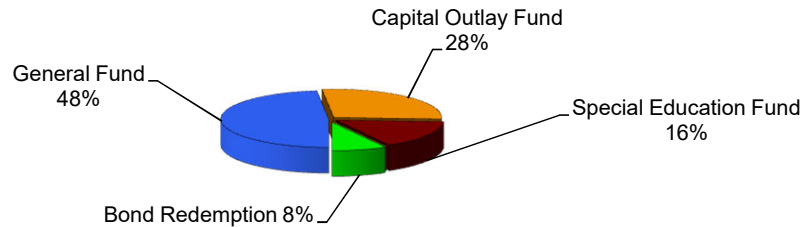
Property Tax

Fiscal Year	General Fund	Capital Outlay Fund	Special Education Fund	Pension Fund	Bond Redemption Fund	Total**
2011-12	8,091,125	3,784,535	1,786,469	378,454	1,214,155	15,254,739
2012-13	8,619,767	3,856,220	1,826,068	385,614	1,208,524	15,896,194
2013-14	8,803,290	3,940,790	1,981,673	394,074	475,846	15,595,673
2014-15	9,461,900	4,206,687	2,163,900	420,669	1,408,694	17,661,850
2015-16	9,854,860	4,514,266	2,214,258	451,427	1,593,452	18,628,262
2016-17	9,630,452	4,718,658	2,392,711	216,936	1,635,768	18,594,524
2017-18	9,275,791	4,898,402	2,549,955	311	1,657,681	18,382,140
2018-19	9,154,131	5,023,958	2,672,540	168	1,640,629	18,491,426
2019-20	9,183,362	5,183,519	2,879,300	-	1,611,171	18,857,352
2020-21	\$ 9,892,505	\$ 5,667,648	\$ 3,271,729	\$ -	\$ 1,672,191	\$ 20,504,073

*The source of this information is District records.

**Includes current tax collections, delinquent tax collections, gross receipts/utility taxes and penalties and interest on taxes.

2020-21 Property Tax Revenues by Fund

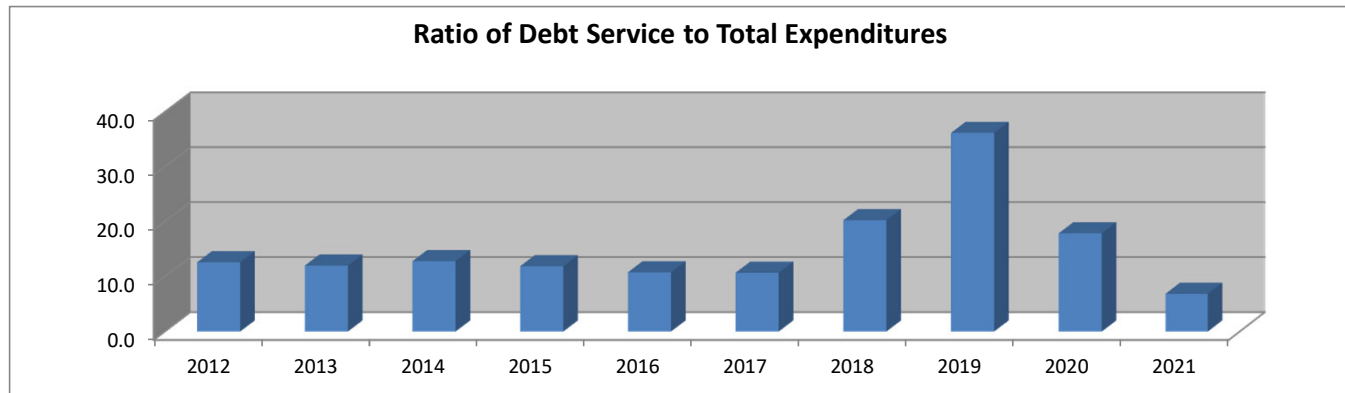


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED
DEBT TO TOTAL GENERAL EXPENDITURES AND NONCAPITAL EXPENDITURES***

TABLE #21

Fiscal Year	Principal	Interest	Total Debt Service	Total Expenditures*	Ratio of Debt Service to Total Expenditures (%)	Total Non-capital Expenditures	Ratio of Debt Service To Total Noncapital Expenditures (%)
2012	\$ 2,455,120	\$ 649,573	\$ 3,104,693	\$ 25,450,659	12.2	\$ 24,680,322	12.6
2013	\$ 2,515,120	\$ 593,399	\$ 3,108,519	\$ 26,272,635	11.8	\$ 25,916,863	12.0
2014	\$ 2,611,586	\$ 891,253	\$ 3,502,838	\$ 29,263,577	12.0	\$ 27,360,906	12.8
2015	\$ 2,534,600	\$ 908,806	\$ 3,443,406	\$ 40,822,370	8.4	\$ 28,971,468	11.9
2016	\$ 2,448,205	\$ 999,753	\$ 3,447,958	\$ 35,697,085	9.7	\$ 32,003,750	10.8
2017	\$ 2,319,907	\$ 1,270,656	\$ 3,590,563	\$ 34,597,174	10.4	\$ 33,556,613	10.7
2018	\$ 6,500,769	\$ 1,258,744	\$ 7,759,513	\$ 39,014,011	19.9	\$ 38,338,939	20.2
2019	\$ 16,154,857	\$ 1,729,796	\$ 17,884,653	\$ 56,178,225	31.8	\$ 49,454,059	36.2
2020	\$ 5,446,972	\$ 1,549,735	\$ 6,996,707	\$ 54,276,422	12.9	\$ 39,157,759	17.9
2021	\$ 1,504,140	\$ 1,179,867	\$ 2,684,007	\$ 41,395,347	6.5	\$ 39,116,063	6.9

*General expenditures include General Fund, Capital Outlay Fund, Special Education Fund, Pension Fund, Debt Service Fund and Capital Projects Fund expenditures. The source of this information is District records.



BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
OUTSTANDING DEBT BY TYPE/NET TOTAL DEBT/RATION OF NET TOTAL
DEBT TO ACTUAL VALUE OF TAXABLE PROPERTY/TOTAL DEBT AS % OF PERSONAL INCOME

Outstanding Principal

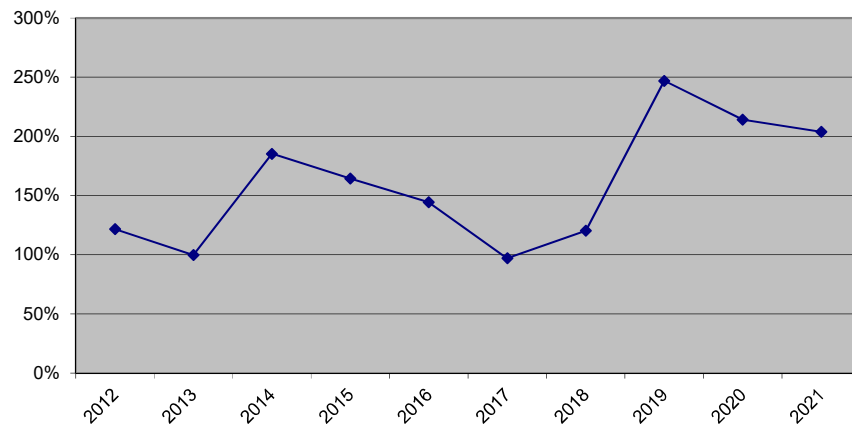
Fiscal Year	Capital Outlay Certificate Debt	General Obligation Bond Debt	Other Long Term Debt	Total Debt	Reserved for Payment of GO Bond Debt	Net Total Debt	Estimated Actual Value of Taxable Property (000)	Ratio of Net Total Debt to Actual Value of Taxable	Net Debt Per Capita ***	Gross Debt Per Capita ***	TABLE #22 Gross Total Debt as a %
2012	\$ 8,250,000	\$ 8,585,000	\$ 406,050	\$ 17,241,050	\$ 704,156	\$ 16,536,894	\$ 1,359,440	1.22 %	\$ 419.58	\$ 437.45	1.31 %
2013	\$ 6,680,000	\$ 7,685,000	\$ 360,930	\$ 14,725,930	\$ 712,072	\$ 14,013,858	\$ 1,405,310	1.00 %	\$ 349.76	\$ 367.53	1.07 %
2014	\$ 5,860,000	\$ 21,730,000	\$ 315,810	\$ 27,905,810	\$ 804,950	\$ 27,100,860	\$ 1,462,096	1.85 %	\$ 671.59	\$ 691.54	2.03 %
2015	\$ 4,515,000	\$ 25,220,000	\$ 270,690	\$ 30,005,690	\$ 5,017,426	\$ 24,988,264	\$ 1,519,673	1.64 %	\$ 591.35	\$ 710.09	1.78 %
2016	\$ 3,510,000	\$ 24,180,000	\$ 225,570	\$ 27,915,570	\$ 4,778,483	\$ 23,137,087	\$ 1,603,554	1.44 %	\$ 527.80	\$ 636.80	1.56 %
2017	\$ 2,490,000	\$ 32,415,000	\$ 754,950	\$ 35,659,950	\$ 19,704,669	\$ 15,955,281	\$ 1,644,138	0.97 %	\$ 361.65	\$ 808.29	1.06 %
2018	\$ 1,765,000	\$ 33,189,027	\$ 545,725	\$ 35,499,752	\$ 15,089,193	\$ 20,410,559	\$ 1,697,353	1.20 %	\$ 464.38	\$ 807.69	1.34 %
2019	\$ 24,210,000	\$ 19,254,971	\$ 954,780	\$ 44,419,751	\$ 828,851	\$ 43,590,900	\$ 1,764,592	2.47 %	\$ 941.45	\$ 959.35	2.67 %
2020	\$ 23,385,000	\$ 18,611,104	\$ 562,808	\$ 42,558,912	\$ 965,000	\$ 41,593,912	\$ 1,941,734	2.14 %	\$ 870.49	\$ 890.69	2.48 %
2021	\$ 22,655,000	\$ 17,445,360	\$ 1,812,805	\$ 41,913,165	\$ 1,020,000	\$ 40,893,165	\$ 2,005,992	2.04 %	\$ 699.38	\$ 716.82	1.99 %

The source of this information is District records unless otherwise noted.

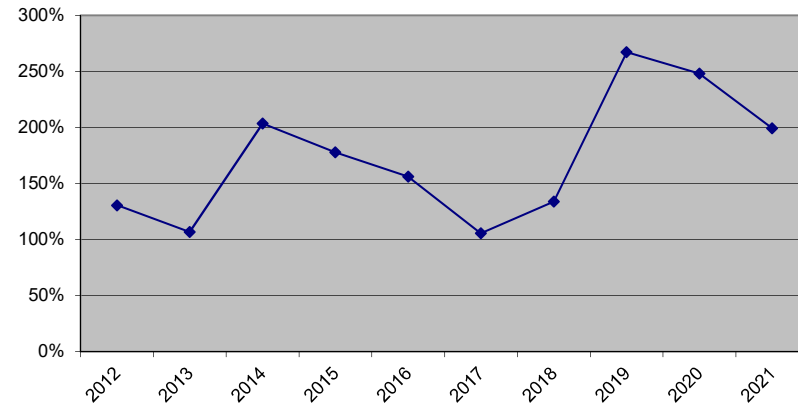
* Includes \$4,485,000 cross-over refunding Camelot bonds.

**includes \$13,425,000 advance refunding for the Dakota Prairie Bond and \$574,500 bus lease.

Ratio of Net Total Debt to Actual Value of Taxable Property



Gross Total Debt as a % of Personal Income



BROOKINGS SCHOOL DISTRICT 5-1
JUNE 30, 2021
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
COMPUTATION OF DIRECT & OVERLAPPING OUTSTANDING DEBT

TABLE #23

Taxing Entity	Net Debt Outstanding	Percentage Applicable to School District	Amount Applicable to School District
Brookings School District			
Bonds Refinanced 4-5 2020	\$ 3,324,237		
Advance Refunding K-3 2016	\$ 13,242,273		
Capital Outlay Certificates 2019	\$ 22,415,000		
Capital Outlay Certificates 2014	\$ 240,000		
Other Misc Debt - Leases etc.	\$ 1,812,805		
	<u>\$ 41,034,315</u>	100.0 %	<u>\$ 41,034,315</u>
Cities			
City of Bushnell	\$ -	100.0 %	
City of Aurora	\$ 1,495,228	100.0 %	
City of Brookings	\$ 57,445,092	100.0 %	
Total Overlapping			<u>\$ 58,940,320</u>
Counties			
Brookings - Dec 19	\$ 1,010,961	55.0 %	
Moody	\$ -	2.0 %	
			<u>\$ 556,029</u>
Direct:			
			<u><u>100,530,664</u></u>

*The source of this information is District and County records.

BROOKINGS SCHOOL DISTRICT 5-1
JUNE 30, 2021
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
COMPUTATION OF LEGAL DEBT MARGIN

TABLE #24

District General Obligation Bonds, Capital Outlay Certificates and Long-Term Capital Leases:

Assessed Value 2020 payable 2021			\$	1,908,241,664
Debt limit - 10% of assessed value				190,824,166
Amount of debt applicable to debt limit:				
Bonds Refinanced (Camelot Intermediate)	2020	3,005,000		
Premium of Camelot Refinancing	2020	324,237		
Advance Refunding Bonds (Dakota Prairie Elementary)	2016	11,760,000		
Premium on Dakota Prairie Refinancing	2016	1,482,273		
Capital Outlay Certificates (MMS)	2018	22,415,000		
Original issue premium MMS	2018	873,850		
Capital Outlay Certificates (Camelot Intermediate)	2014	240,000		
1:1 BHS computer lease		1,073,968		
1:1 MMS computer lease		569,511		
7 year Bus Lease		169,325		
Copier Lease		-		
Total net debt applicable to limit				<u>41,913,165</u>
Legal Debt Margin			\$	<u>148,911,001</u>

* The source of this information is District records.

BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
RATIO OF NET BONDED DEBT TO ASSESSED VALUE/RATIO OF LEGAL DEBT MARGIN TO DEBT
LIMIT/RATIO OF PERSONAL INCOME TO NET BONDED DEBT/NET BONDED DEBT PER CAPITA*

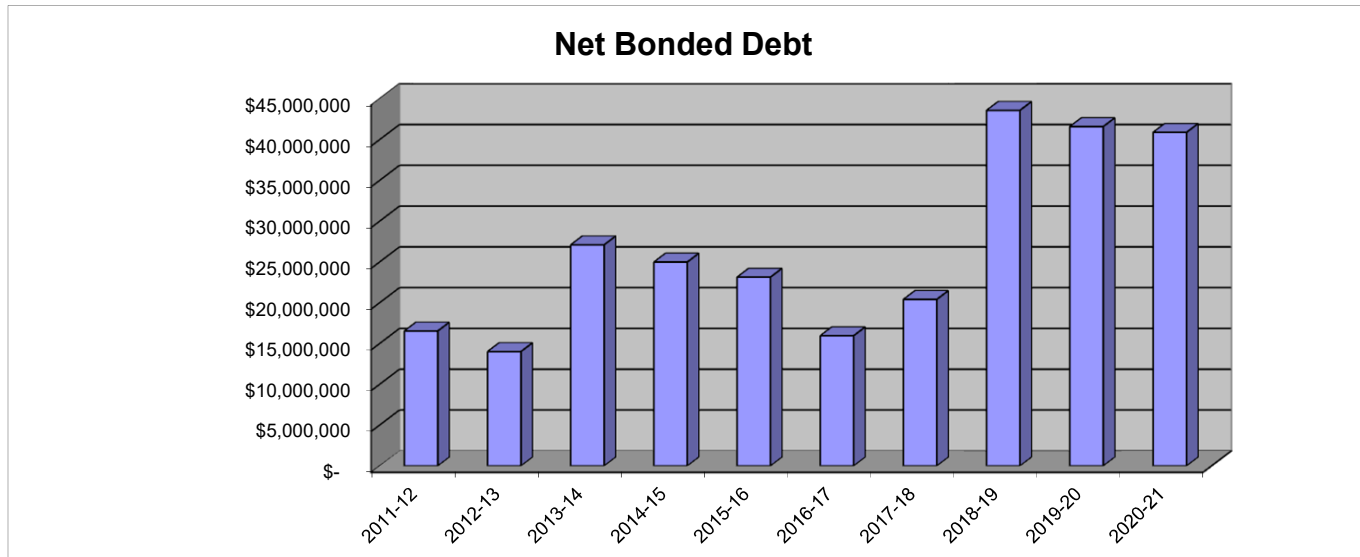
TABLE #25

Fiscal Year	Total Assessed Value**	Debt Limit (10% Assessed Value)	Net Bonded Debt Applicable to Debt Limit	Legal Debt Margin	Ratio of Net Bonded Debt to Assessed Value	Ratio of Legal Debt Margin to Debt Limit	Ratio of Net Bonded Debt To Personal Income***	Net Bonded Debt Per Capita***
2011-12	\$ 1,268,483,927	\$ 126,848,393	\$ 16,536,894	\$ 110,311,499	1.30	87.0	1.31	420
2012-13	\$ 1,286,087,578	\$ 128,608,758	\$ 14,013,858	\$ 114,594,900	1.09	89.1	1.07	350
2013-14	\$ 1,345,659,011	\$ 134,565,901	\$ 27,100,860	\$ 107,465,042	2.01	79.9	2.03	672
2014-15	\$ 1,431,849,334	\$ 143,184,933	\$ 24,988,264	\$ 118,196,669	1.75	82.5	1.78	591
2015-16	\$ 1,520,425,297	\$ 152,042,530	\$ 23,137,087	\$ 128,905,443	1.52	84.8	1.56	528
2016-17	\$ 1,623,686,460	\$ 162,368,646	\$ 15,955,281	\$ 146,413,365	0.98	90.2	1.06	362
2017-18	\$ 1,686,539,324	\$ 168,653,932	\$ 20,410,559	\$ 148,243,374	1.21	87.9	1.34	464
2018-19	\$ 1,742,212,489	\$ 174,221,249	\$ 43,590,900	\$ 130,630,349	2.50	75.0	2.67	941
2019-20	\$ 1,810,174,611	\$ 181,017,461	\$ 41,593,912	\$ 139,423,549	2.30	77.0	2.48	870
2020-21	\$ 1,908,241,664	\$ 190,824,166	\$ 40,893,165	\$ 149,931,001	2.14	78.6	1.99	699

* The source of this information is District records, unaudited

** Data is for calendar years 2010-2020, taxes payable in 2009-2019.

*** Estimates based on data found in "Brookings County Demographic Statistics", Table 26.



includes only certificates, bonds and eecbg loan

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
BROOKINGS SCHOOL DISTRICT DEMOGRAPHIC STATISTICS***

TABLE #26

Year	Estimated Brookings School District Population *	Per Capita Personal Income*	Personal Income (thousands)*	Unemployment Rate (June)**
2011	32,133	39,413	1,266,457,929	4.4
2012	32,764	40,067	1,312,755,188	3.9
2013	33,011	40,353	1,332,092,883	3.4
2014	33,248	42,256	1,404,927,488	3.2
2015	33,796	43,837	1,481,515,252	2.9
2016	34,250	44,118	1,511,041,500	3.0
2017	34,668	43,952	1,523,727,936	3.6
2018	35,232	46,302	1,631,312,064	3.1
2019	35,077	47,782	1,676,049,214	3.5
2020	35,341	58,471	2,066,423,611	2.7

* The source of this information is the Brookings Economic Development Corporation.

** The source of this information is the South Dakota Department of Labor.

**BROOKINGS SCHOOL DISTRICT 5-1
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PRINCIPAL EMPLOYERS*
BROOKINGS COUNTY, SOUTH DAKOTA**

TABLE #27

Employer	Classification	FY2009	Percent of Total Work Force		FY2019	Percent of Total Work Force	
Advance	Medical Disabilities	213	1.28	%	132	0.71	%
Aramark	Food Services	170	1.02		384	2.07	
Avera Brookings Medical Clinic	Health Care	140	0.84		164	0.89	
3M	Medical Products	796	4.77		1,156	6.24	
Bel Brands	Manufacturing				265	1.43	
Brookings Health System	Health Care	376	2.25		496	2.68	
Brookings Municipal Utilities	Local Government	205	1.23		186	1.00	
Brookings School District	Education	316	1.89		492	2.66	
Bowes Construction	Road Construction	87	0.52				
Boys and Girls Club	Education				180	0.97	
Capital Card	Credit Card Services	102	0.61				
City of Brookings	Local Government	217	1.30		300	1.62	
Counterpart, Inc.	Custom Aluminum	71	0.43				
Daktronics	Digital Displays	2,300	13.79		1,329	7.17	
Falcon Plastics	Injection Molding	134	0.80		123	0.66	
Fishback Financial	Financial Services	150	0.90		279	1.51	
Hy-Vee Food Store	Retail	443	2.66		450	2.43	
Larson Manufacturing	Doors & Windows	711	4.26		448	2.42	
Lowe's	Retail				153	0.83	
Mid-West Seed Services, Inc.	Seed Testing Lab	94	0.56				
Prest Rack, Inc.	Storage Racks	88	0.53				
Rainbow Play Systems	Playground Equipmt	421	2.52				
South Dakota State University	Education	2,121	12.71		3,973	21.44	
South Dakota Soybean Processors	Soy/Oil Biodiesel	82	0.49				
Swiftel Communications	Telecommunications	162	0.97		355	1.92	
Twin City Fan	Industrial Fans	257	1.54		352	1.90	
United Retirement Center	Assisted Living	116	0.70				
VeraSun Energy	Ethanol	101	0.61				
Wal-mart	Retail	425	2.55		538	2.90	
Weather Star	Storm Windows	90	0.54				
Total		10,388	62.26		11,755	63.45	
Total Employed-Brookings County**		16,684			18,527		

* The source of this information is the Brookings Office of Economic Development.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
MISCELLANEOUS STATISTICS***

TABLE #28

Date established	1921	
Area (square miles)	194	
BrookingsSchool Distirct Population (2020)	35,341	**
Population Density per square mile	182.2	
Number of Schools :		
Elementary Schools	4	
Middle Schools	1	
High Schools	1	
Students to Staff Ratio (2020-21)	14.10	***
Official 2020 State Aid Fall Enrollment	3,343.50	
Students Transported (2020-21)	950	

* Except where otherwise indicated, the source of this information is District records.

** District data not available. The source of this information is the U.S. Census Bureau.

*** The source of this information is District records, Table 35.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
CAPITAL ASSETS BY FUNCTION***

TABLE #29

Governmental Activities	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Assets										
Land	\$ 963,390	\$ 963,390	\$ 963,390	\$ 963,390	\$ 963,390	\$ 963,390	\$ 963,390	\$ 963,390	\$ 1,437,671	\$ 1,437,671
Construction Work in Progress			\$ 1,678,311	\$11,958,965				\$ 6,261,556	\$20,401,904	\$ 22,571,430
Buildings	\$49,657,578	\$49,657,578	\$49,657,578	\$50,498,467	\$65,742,201	\$65,742,201	\$65,778,132	\$ 65,778,132	\$65,778,132	\$ 65,778,132
Improvements Other than Buildings	\$ 2,942,376	\$ 2,942,376	\$ 2,976,304	\$ 3,054,989	\$ 3,133,499	\$ 3,184,491	\$ 3,184,490	\$ 3,232,471	\$ 3,232,471	\$ 3,284,098
Machinery & Equipment	\$ 3,095,571	\$ 3,375,838	\$ 3,514,129	\$ 3,842,181	\$ 4,104,955	\$ 4,521,457	\$ 4,665,908	\$ 4,852,139	\$ 4,907,923	\$ 5,158,358
Library Books	\$ 1,048,655	\$ 1,095,726	\$ 1,087,748	\$ 1,090,068	\$ 1,114,634	\$ 1,127,944	\$ 1,061,918	\$ 1,110,347	\$ 1,146,219	\$ 1,243,724
Total Capital Assets	\$57,707,569	\$58,034,908	\$59,877,459	\$71,408,059	\$75,058,678	\$75,539,482	\$75,653,838	\$ 82,198,034	\$96,904,321	\$ 99,473,414
Depreciation										
Buildings	\$12,242,652	\$13,232,239	\$14,221,826	\$15,228,230	\$16,530,485	\$17,793,076	\$19,056,743	\$ 20,320,412	\$21,584,079	\$ 22,839,196
Improvements Other than Buildings	\$ 1,441,315	\$ 1,577,547	\$ 1,715,072	\$ 1,839,935	\$ 1,963,841	\$ 2,080,657	\$ 2,171,651	\$ 2,262,644	\$ 2,355,458	\$ 2,451,400
Machinery & Equipment	\$ 2,153,709	\$ 2,341,299	\$ 2,578,415	\$ 2,505,916	\$ 2,734,578	\$ 2,539,066	\$ 2,469,855	\$ 2,620,022	\$ 2,698,750	\$ 3,095,656
Library Books	\$ 825,763	\$ 876,617	\$ 870,884	\$ 880,423	\$ 893,438	\$ 893,191	\$ 797,055	\$ 840,460	\$ 885,954	\$ 884,453
Total Accumulated Depreciation	\$16,663,439	\$18,027,702	\$19,386,197	\$20,454,505	\$22,122,343	\$23,305,989	\$24,495,304	\$ 26,043,537	\$27,524,241	\$ 29,270,705
Governmental Activities Capital Assets Net	\$41,044,130	\$40,007,206	\$40,491,262	\$50,953,554	\$52,936,335	\$52,233,493	\$51,158,534	\$ 56,154,496	\$69,380,080	\$ 70,202,709
Business Type Activity	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Machinery & Equipment	246,059	255,163	255,163	284,775	284,775	284,775	284,775	284,775	276,275	276,275
Less Accumulated Depreciation	168,801	185,197	194,465	203,732	214,589	225,446	235,320	244,736	244,223	251,230
Business Type Activity Capital Assets Net	\$ 77,258	\$ 69,966	\$ 60,698	\$ 81,043	\$ 70,186	\$ 59,329	\$ 49,455	\$ 40,039	\$ 32,052	\$ 25,044

*The source of this information is District

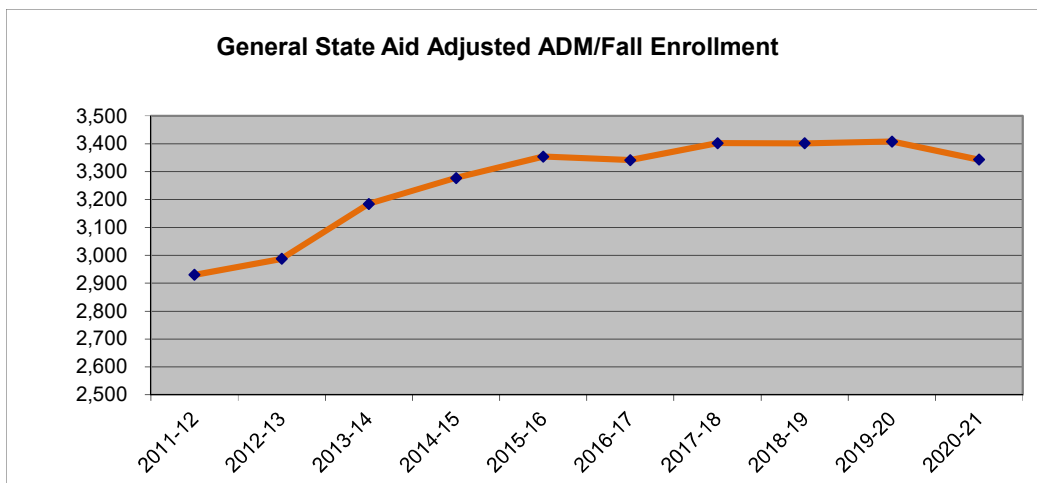
**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
GENERAL STATE AID - FALL ENROLLMENT COUNT ON LAST FRIDAY OF SEPTEMBER***

TABLE #30

Fiscal Year	General State Aid Adjusted	Change
2011-12	2,930.10	81.31
2012-13	2,988.05	57.95
2013-14	3,184.60	196.55
2014-15	3,277.50	92.90
2015-16	3,354.41	76.91
2016-17	3,341.87	(12.54)
2017-18	3,402.60	60.73
2018-19	3,402.03	(0.57)
2019-20	3,408.20	6.17
2020-21	3,343.50	(64.70)

* The source of this information is the South Dakota Department of Education.

State Aid Fall Enrollment - An ADM of students counted for state funding purposes, the count is as of the last Friday in September.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
AVERAGE DAILY MEMBERSHIP/ATTENDANCE**

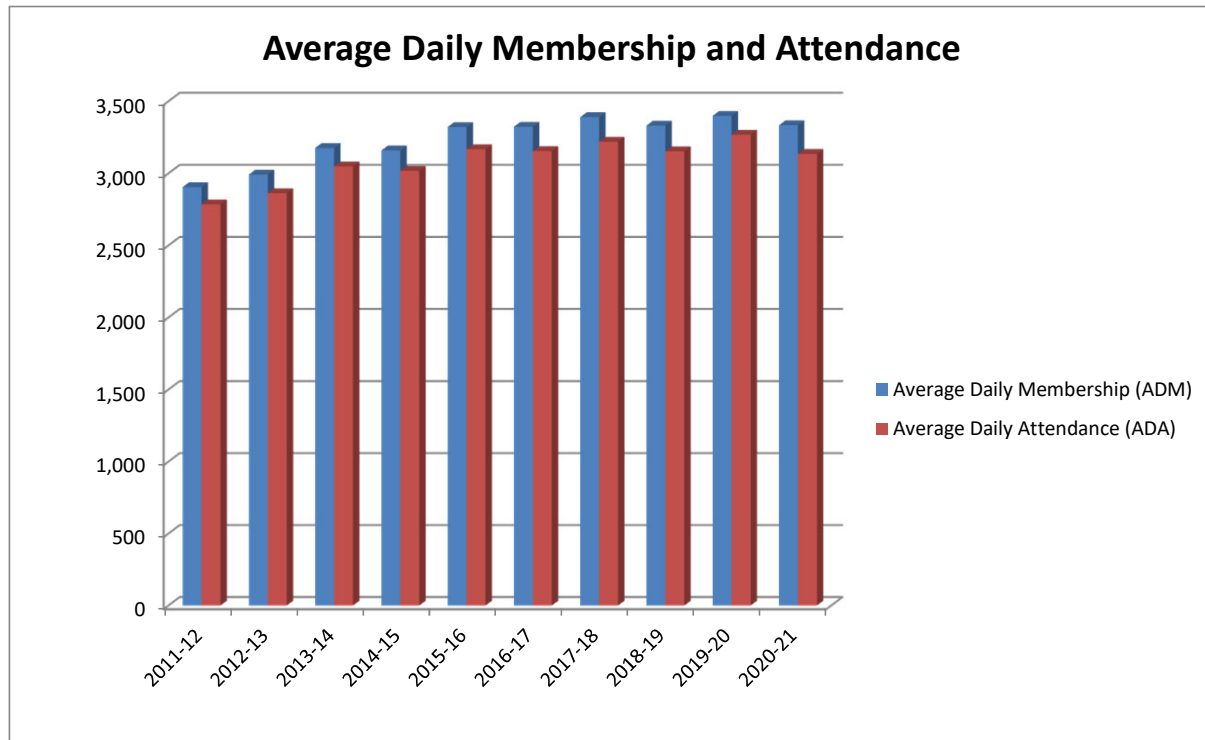
TABLE #31

Fiscal Year	Average Daily Membership (ADM)	Average Daily Attendance (ADA)	ADA as % of ADM
2011-12	2,905	2,785	95.9
2012-13	2,992	2,862	95.7
2013-14	3,176	3,049	96.0
2014-15	3,159	3,017	95.5
2015-16	3,322	3,167	95.4
2016-17	3,323	3,154	94.9
2017-18	3,390	3,220	95.0
2018-19	3,332	3,153	94.6
2019-20	3,399	3,268	96.1
2020-21	3,334	3,135	94.0

* The source of this information is South Dakota Department of Education.

ADM - Average daily membership for a school is the aggregate days of membership of the school divided by the number of days in session.

ADA - Average daily attendance for a school is the aggregate days attendance of the school divided by the number of days in session.



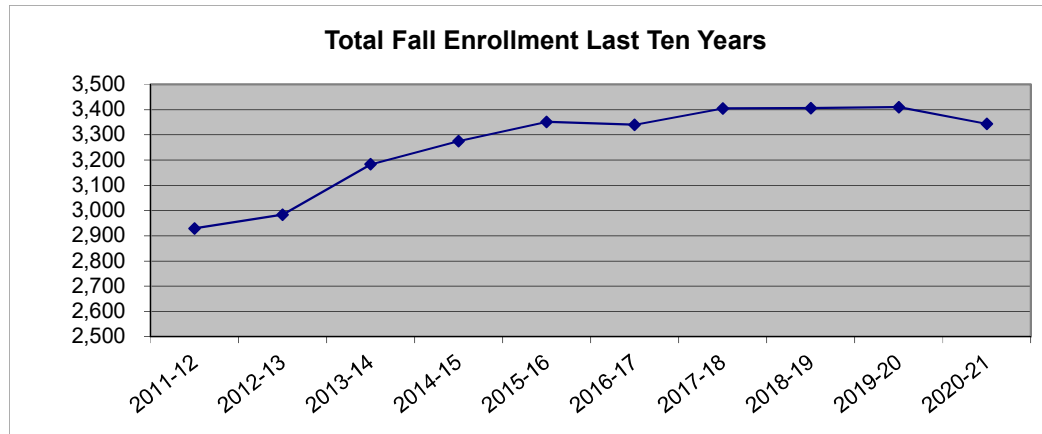
BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)

FALL CENSUS ENROLLMENT DATA - (Unduplicated head count of students enrolled in the school or district on the last day of Friday in September)

TABLE #32

GRADE	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
K	283	262	351	294	322	336	351	305	336	288
1	252	269	246	327	240	259	268	271	244	255
2	252	249	272	254	322	236	254	269	270	229
3	259	247	260	277	251	319	237	254	267	257
4	251	257	240	264	278	249	322	240	247	266
5	208	240	267	245	268	280	254	326	242	243
6	222	216	245	258	251	269	277	255	319	236
7	204	222	210	250	263	248	272	280	247	305
8	222	204	229	220	256	259	247	274	276	253
9	241	240	237	250	250	268	286	270	292	274
10	190	221	231	210	233	222	224	248	235	261
11	184	191	224	219	201	207	213	219	227	234
12	161	165	171	207	216	188	200	195	208	243
TOTAL	2,929	2,983	3,183	3,275	3,351	3,340	3,405	3,406	3,410	3,344
CHANGE	76	54	200	92	76	(11)	65	1	4	(66)

*The source of this information is from state fall enrollment census records on the last Friday of September and does not include out of district placements.



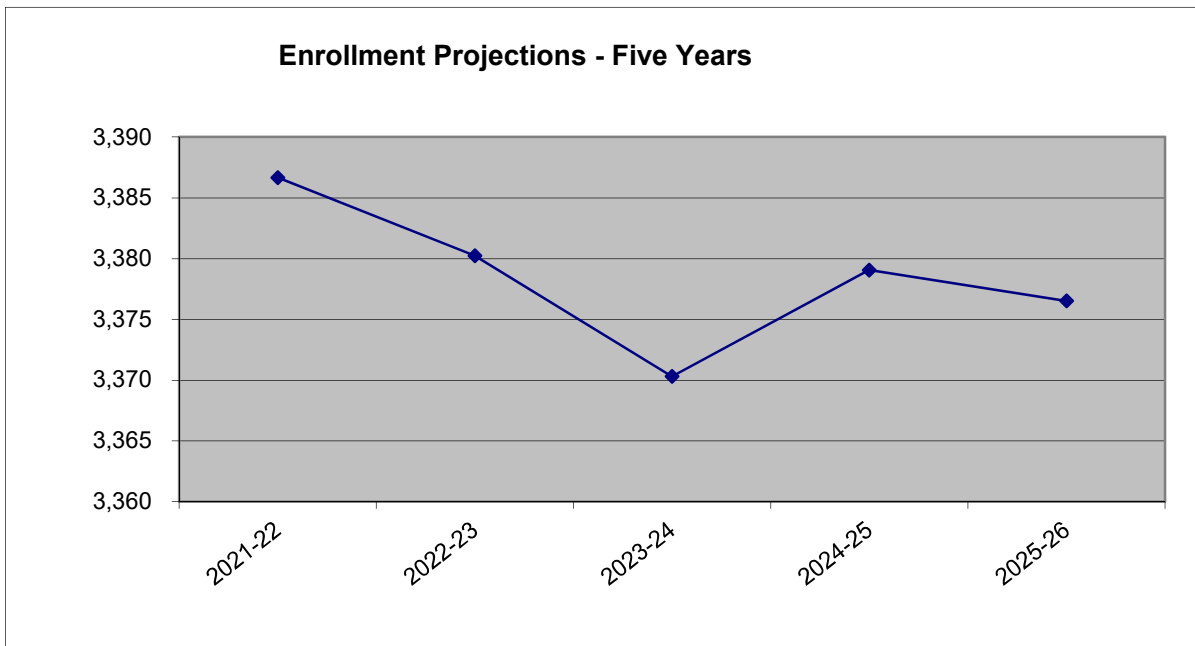
**BROOKINGS SCHOOL DISTRICT 5-2
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
ENROLLMENT PROJECTIONS-NEXT 5 FISCAL YEARS***

TABLE #33

GRADE	2021-22 Projected	2022-23 Projected	2023-24 Projected	2024-25 Projected	2025-26 Projected
K	310	311	303	308	307
1	257	252	255	254	254
2	256	252	246	251	249
3	259	261	259	260	260
4	251	255	257	254	255
5	270	252	255	259	255
6	270	275	260	268	268
7	277	276	286	280	281
8	268	266	262	265	264
9	279	282	278	279	280
10	248	248	252	249	250
11	227	229	230	229	229
12	215	222	227	221	223
TOTAL	3,387	3,380	3,370	3,379	3,377
CHANGE	43	(6)	(10)	9	(3)

*The source of this information is District records.

The projected enrollment is based upon the average of the prior 3 years of enrollment data.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
FULL-TIME EQUIVALENT (FTE) EMPLOYEES BY FUNCTION***

TABLE #34

	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Elementary Teachers	84.59	84.94	91.8	95.2	100.3	103.07	105.45	116.52	116.52	100.1
Middle School Teachers	39.23	38.88	42.55	45.18	46.24	45.67	49.96	52.03	52.03	50.25
High School Teachers	44.25	45.52	50.8	53.99	55.64	56.4	54.96	58.84	58.84	54.41
Special Education Teachers	17.66	19.71	20.92	24.35	20.48	22.53	22.5	24	24	28
Other Certified Staff	18.8	18	18	20.5	23	24.9	24.1	25.39	25.39	23.9
Administrators/Superintendent	11	11	11	11	12	12	12	12	12	12
Total Certified Staff on PRF	<u>215.53</u>	<u>218.05</u>	<u>235.07</u>	<u>250.22</u>	<u>257.66</u>	<u>264.57</u>	<u>268.97</u>	<u>288.78</u>	<u>288.78</u>	<u>268.66</u>
Paraprofessional Staff	43.00	46.67	54.50	57.00	60.00	64.00	74.00	87.00	87.00	96.50
District Support Staff	4.50	3.50	3.50	2.50	2.50	1.50	12.00	12.00	12.00	15.50
School Support Staff	10.00	10.00	11.00	13.50	13.00	11.00	9.00	8.00	8.00	8.00
Other Adminstrators	4.00	4.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Student Services Support Staff	6.80	7.30	7.00	8.00	9.00	8.50	6.07	4.30	4.30	4.52
Custodial Support Staff	28.00	22.00	26.00	26.00	31.00	28.50	26.00	26.00	26.00	28.50
Food Service Staff	26.00	29.00	28.00	28.00	31.00	30.00	34.00	32.00	32.00	32.40
Bus Driver	15.00	10.00	9.00	10.00	14.50	9.60	11.60	11.60	11.60	9.00
Total Other Staff	<u>137.30</u>	<u>132.47</u>	<u>140.00</u>	<u>147.00</u>	<u>163.00</u>	<u>155.10</u>	<u>174.67</u>	<u>182.90</u>	<u>182.90</u>	<u>196.42</u>
TOTAL STAFF ON PRF	<u>352.83</u>	<u>350.52</u>	<u>375.07</u>	<u>397.22</u>	<u>420.66</u>	<u>419.67</u>	<u>443.64</u>	<u>471.68</u>	<u>471.68</u>	<u>465.08</u>

Information from Personnel Records Forms (PRF) as entered by superintendent's executive assistant

* The source of this information is District records.

** In 2017-18, the district revised the way staff were accounted for in the district support staff.

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
CERTIFIED STAFF DATA**

TABLE #35

	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Minimum Salary	\$ 30,252	\$ 30,630	\$ 31,076	\$ 32,132	\$ 32,900	\$ 37,600	\$ 37,600	\$ 37,788	\$ 38,627	\$ 39,200
Maximum Salary	\$ 58,312	\$ 59,041	\$ 59,792	\$ 62,243	\$ 64,733	\$ 70,578	\$ 70,578	\$ 71,280	\$ 72,184	\$ 72,551
Brookings Average Salary	\$ 39,517	\$ 39,241	\$ 39,426	\$ 40,225	\$ 41,488	\$ 46,409	\$ 46,630	\$ 46,589	\$ 47,339	\$ 47,870
Statewide Average Salary	38,807	39,018	40,023	40,935	42,025	46,922	47,631	48,204	48,984	49,548
Brookings Average Experience	16.60	16.30	15.10	13.90	13.20	14.30	14.60	14.60	14.30	14.40
Statewide Average Experience	14.90	15.00	14.40	14.00	13.80	13.40	13.60	13.60	13.50	13.50
Student to Staff Ratio	15.70	15.70	15.60	14.90	14.90	14.49	14.60	14.40	14.60	14.10
Fall K-12 Enrollment	2,929.10	2,988.05	3,184.60	3,277.50	3,354.41	3,341.87	3,402.60	3,402.03	3,408.20	3,343.50
% Staff with Advanced Degrees	24.10%	23.80%	26.30%	29.50%	31.10%	35.93%	38.70%	37.60%	40.40%	41.70%
Statewide % Staff with Advanced Degrees	32.00%	32.90%	32.70%	33.60%	33.90%	34.65%	34.80%	36.80%	37.70%	37.80%
December SPED Child Count	370	394	445	470	486	505	571	575	583	568
% Special Needs Students	12.6%	13.2%	14.0%	14.4%	14.5%	15.1%	16.8%	16.9%	17.1%	17.0%
Home School ADM	84.1	84.6	83.7	69.2	79.9	80.2	79.3	84.7	114.4	203.2
Open Enrolled Students Received	73	85	109	134	165	140	152	154	154	164
District Attendance Rate	95.9%	95.7%	96.0%	95.5%	95.4%	94.9%	95.0%	94.6%	96.1%	94.0%
Number of Graduates	165	170	185	204	209	193	199	197	211	220

**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
PER PUPIL COSTS BASED ON GENERAL SCHOOL SYSTEM EXPENDITURES***

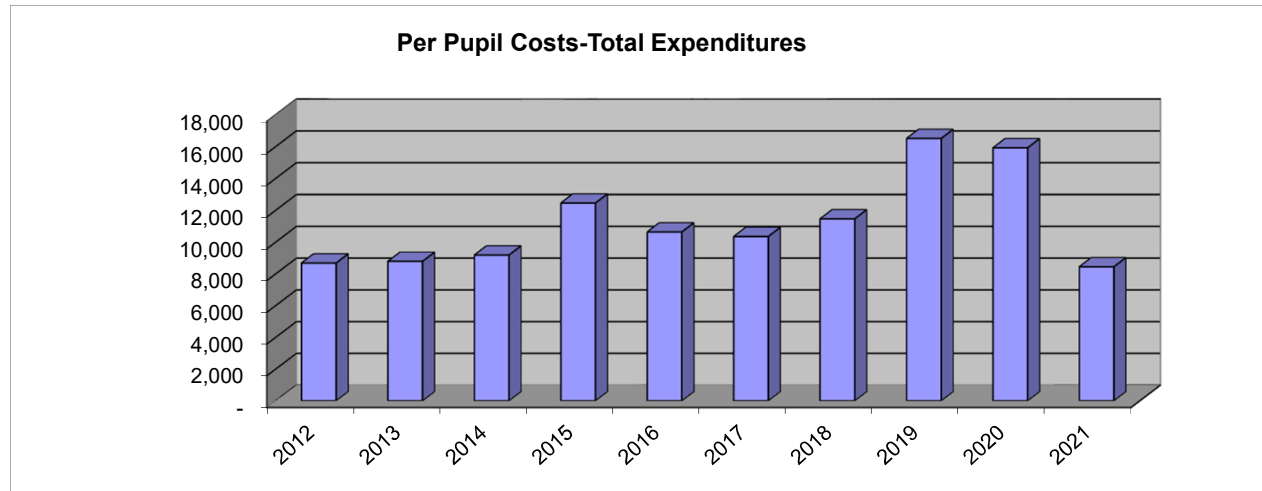
TABLE #36
Per Pupil Costs

Fiscal Year	Instruction	Instructional % of Total	Support Services	Support Services* * % of Total	Debt Services	Debt Services % of Total	Co-Curricular Activities	Co-Curricular Activities % of Total	Total Expenditures	Enrollment (October 1)	Instructional Expenditures	Total Expenditures
2012	13,150,975	51.7	8,372,325	32.9	3,104,693	12.2	822,666	3.2	25,450,659	2,930	4,488	8,686
2013	13,852,319	52.7	8,317,665	31.7	3,235,966	12.3	866,685	3.3	26,272,635	2,988	4,636	8,793
2014	14,608,544	49.9	10,197,222	34.8	3,543,835	12.1	913,977	3.1	29,263,577	3,185	4,587	9,189
2015	15,973,337	39.1	20,387,280	49.9	3,443,406	8.4	1,018,348	2.5	40,822,370	3,278	4,874	12,455
2016	18,157,470	50.9	13,038,006	36.5	3,447,958	9.7	1,053,651	3.0	35,697,085	3,354	5,413	10,642
2017	18,812,347	54.4	11,078,449	32.0	3,590,563	10.4	1,115,815	3.2	\$34,597,174	3,342	5,629	10,353
2018	19,236,055	49.3	10,830,996	27.8	7,759,513	19.9	1,187,448	3.0	\$39,014,011	3,403	5,653	11,466
2019	20,433,743	36.4	16,730,720	29.8	17,884,653	31.8	1,129,109	2.0	\$56,178,225	3,402	6,006	16,513
2020	20,280,954	37.4	25,895,264	47.7	6,996,707	12.9	1,103,498	2.0	\$54,276,422	3,408	5,951	15,925
2021	22,898,632	81.0	393,355	1.4	3,782,460	13.4	1,179,867	4.2	\$28,254,314	3,344	6,849	8,451

* Includes General Fund, Capital Outlay Fund, Special Education Fund, Pension Fund and Bond Redemption Fund. Capital Projects Funds are excluded.

** Support Services includes Community Services and Non-Programmed Charges starting in 2009.

*** The source of this information is District records.

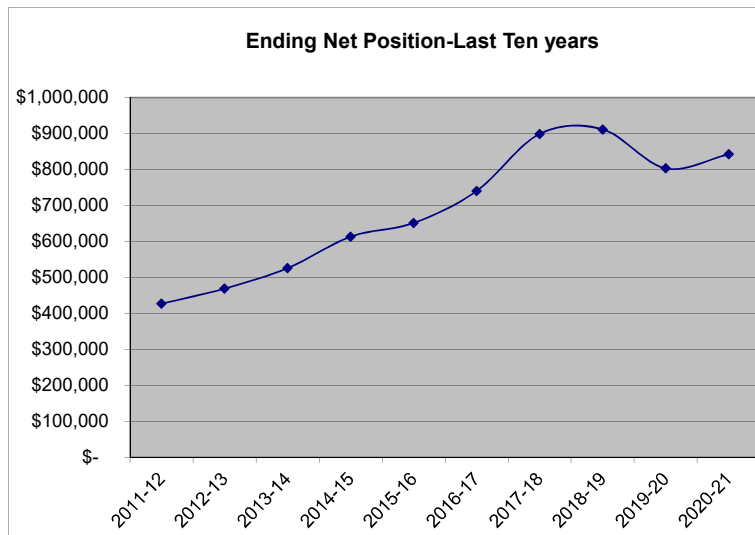


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
FOOD SERVICE OPERATIONS***

TABLE #37

	Fiscal Year Ended June 30, 20XX									
	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Revenues										
Local Sources										
Sales	\$ 762,814	\$ 760,762	\$ 852,614	\$ 916,493	\$ 997,335	\$ 1,045,637	\$ 1,072,764	\$ 1,007,875	\$ 779,215	\$ 214,217
Interest Earnings	4,020	4,318	4,882	3,397	2,601	4,908	12,946	20,859	14,821	2,114
Other Local	14,908	19,126	2,094	3,965	7,682	8,485	6,455	111	1,278	
State Sources										
Cash Reimbursements	9,722	11,289	6,685	8,907	10,986	7,747	5,912	6,592	5,386	5,904
Federal Sources										
Cash Reimbursements	396,791	448,029	474,085	508,496	524,439	547,773	546,770	521,093	682,985	1,359,341
Donated Commodities	79,688	66,177	164,958	163,482	234,833	254,912	264,305	152,304	131,520	150,555
Total Revenues	1,267,944	1,309,701	1,505,319	1,604,740	1,777,877	1,869,463	1,909,151	1,708,835	1,615,205	1,732,131
Expenses										
Salaries/Benefits	638,573	642,691	663,994	680,256	768,174	815,831	800,796	794,420	860,576	863,844
Purchased Services	13,339	17,667	21,558	21,066	25,164	29,408	17,124	18,762	40,435	11,703
Supplies	41,120	39,428	43,409	49,309	55,950	40,876	63,878	62,960	45,496	89,534
Cost of Sales (food)	545,309	551,445	710,441	772,193	879,500	883,670	855,544	752,988	766,281	720,505
Depreciation	15,789	16,396	9,268	9,268	10,857	10,857	9,873	9,417	7,987	7,008
Transfers Out								50,000	-	-
Other	-	-	-	-	-	-	3,399	7,672	2,619	554
Total Expenses	1,254,130	1,267,626	1,448,670	1,532,091	1,739,645	1,780,641	1,750,614	1,696,218	1,723,395	1,693,147
Capital Contributions										
Transfers In	15,238			14,920						
Change in Net Position	29,052	42,075	56,649	87,569	38,233	88,822	158,537	12,618	(108,190)	38,984
Net Position-Beginning	397,744	426,796	468,872	525,521	613,089	651,322	740,144	898,681	911,299	803,109
Prior Period Adjustments										
Net Position-Ending	\$ 426,796	\$ 468,872	\$ 525,521	\$ 613,089	\$ 651,322	\$ 740,144	\$ 898,681	\$ 911,299	\$ 803,109	\$ 842,093

*The source of this information is District records

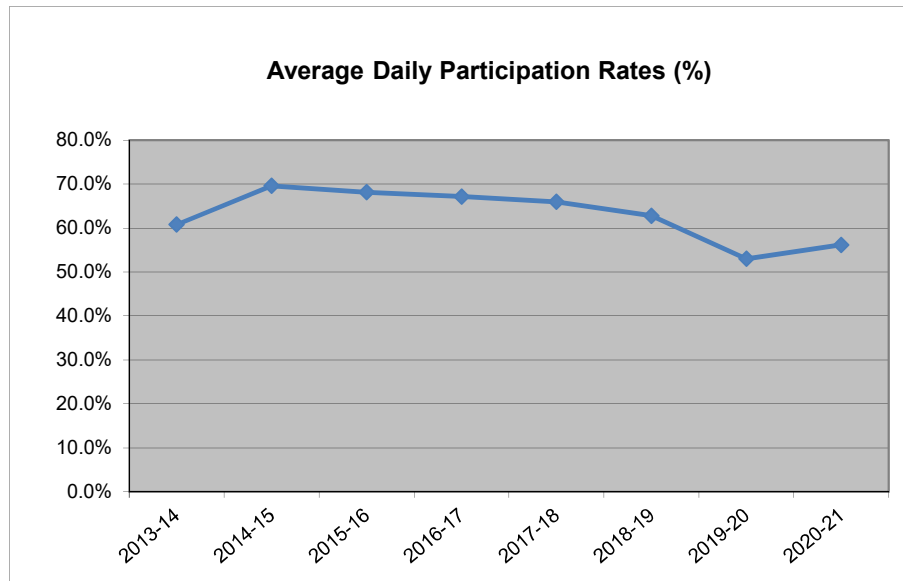


**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
FOOD SERVICE PARTICIPATION RATES**

TABLE #38

Fiscal Year	Average Daily Attendance (ADA)	Total Lunches Served	Average Lunches Served/Day	Average Daily Participation Rate (%)	Free/Reduced Average Daily Eligibility	Total Free/Reduced Lunches Served	Average Free/Reduced Lunches Served/Day	Number of Serving Days	Average Free/Reduced Daily Participation Rate (%)
2011-12									
2012-13									
2013-14	3,058	314,179	1,859.05	60.8 %	827	96,805	573	169	69.3 %
2014-15	3,149	368,334	2,192.46	69.6	858	115,876	690	168	80.4
2015-16	3,203	375,483	2,183.04	68.2	822	113,005	657	172	79.9
2016-17	3,245	372,666	2,179.33	67.2	827	114,472	669	1711	80.9
2017-18	3,242	363,623	2,138.96	66.0	792	109,875	646	170	81.6
2018-19	3,209	332,555	2,015.48	62.8	809	100,107	607	165	75.0
2019-20	3,288	294,479	1,742.48	53.0	835	97,412	576	169	69.0
2020-21	3,169	293,725	1,780.15	56.2 %	663	67,143	407	165	61.4 %

* The source of this data is District records. Information prior to 2013 is not available from district records or the state.



**BROOKINGS SCHOOL DISTRICT 5-1
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING (UNAUDITED)
SCHOOL BUILDING INFORMATION***

TABLE #39

School	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Hillcrest Elementary (1955)										
Square Feet	79,332	79,332	79,332	79,332	79,332	79,332	79,332	79,332	79,332	79,332
Enrollment	506	513	576	506	310	302	277	284	304	304
Medary Elementary (1976)										
Square Feet	72,650	72,650	72,650	72,650	72,650	72,650	72,650	72,650	72,650	72,650
Enrollment	540	514	553	520	383	375	370	345	349	349
Dakota Prairie Elementary (2015)										
Square Feet					94,985	94,985	94,985	94,985	94,985	94,985
Enrollment **					442	473	463	470	464	464
Camelot Elementary (2008)										
Square Feet	83,886	83,886	83,886	87,994	87,994	87,994	87,994	87,994	87,994	87,994
Enrollment	459	497	507	635	546	529	576	566	489	509
Mickelson Middle School (1998)										
Square Feet	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000	194,741	194,741
Enrollment	648	642	684	728	770	776	796	809	842	794
Brookings High School (1967)										
Square Feet	225,912	225,912	225,912	225,912	225,912	225,912	225,912	225,912	225,912	225,912
Enrollment	776	817	863	886	900	885	923	932	962	1,012
Total Enrollment from above:	2,929	2,983	3,183	3,275	3,351	3,340	3,405	3,406	3,410	3,432
From Table 32:	2,929	2,983	3,183	3,275	3,351	3,340	3,405	3,406	3,410	3,344
Administration Bldg (1979)										
Square Feet	5,600	5,600	5,600	5,600	5,600	5,600	5,600	5,600	5,600	5,600
Bus Garage (Yr ?)										
Square Feet	1,680	1,680	1,680	1,680	1,680	1,680	2,430	2,430	2,430	2,430
Bus Morton Shed (Yr ?)										
Square Feet	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440
CTE Building										
Square Feet	18,500	18,500	18,500	18,500	18,500	18,500	18,500	18,500	18,500	18,500
5th St. Gym										
Square Feet	20,640	20,640	20,640	20,640	20,640	20,640	20,640	20,640	20,640	20,640

* The source of this information is District records. Enrollment count as of last Friday in September.

** Birth - 3 special services also provided at this location (not counted in enrollment).

Section IV

Single Audit



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**BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures Amount 2021</u>
U.S. Department of Agriculture: Pass Through the SD Department of Education:			
Child Nutrition Cluster:			
Non-cash Assistance (Commodities)			
National School Lunch Program	10.555	NSLP-05001-21	\$ 150,554.68
Cash Assistance: (Note 3)			
School Breakfast Program	10.553	CANS-05001-21	229,273.70
National School Lunch Program	10.555	CANS2-05001-21	1,005,092.72
Fresh Fruit	10.582	N/A	<u>114,649.52</u>
Total U.S. Department of Agriculture			1,499,570.62
U.S. Department of the Treasury: Pass Through the State of South Dakota Coronavirus Relief Fund (Note 4)	21.019	CRF-05001-21	1,672,000.00
National Endowment for the Arts: Pass Through the SD Department of Education:			
Promotion of the Arts Partnership Agreement	45.025		900.00
U.S. Department of Education:			
Pass Through the SD Department of Education:			
Title I Grants to Local Educational Agencies	84.010	TIA-05001-21	548,577.00
Special Education Cluster:(Note 4)			
Special Education - Grants to States	84.027	611-05001-21	732,957.50
Special Education - Preschool Grants	84.173	619-05001-21	<u>20,945.00</u>
Total Special Education Cluster			753,902.50
Career and Technical Education - Basic Grants to States	84.048	CTE-05001-21	37,665.00
Title IV Transfer	84.424A	TIV-05001-21	55,159.00
Improving Teacher Quality State Grants	84.367	TII-05001-21	151,488.00
Education Stabilization Fund - ESSER 1 (Note 4)	84.425D	ESF-05001-21	<u>440,446.10</u>
Total U.S. Department of Education			<u>1,987,237.60</u>
U.S. Environmental Protection Agency:			
National Clean Diesel Rebate Program	66.040	N/A	<u>33,471.55</u>
Grand Total			<u>\$5,193,179.77</u>

BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021
(continued)

Note 1: *Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the School District under programs of the federal government for the year ended June 30, 2021. 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 School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School District.

Note 2: *Summary of Significant Accounting Policies*

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The School District has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3: *Federal Reimbursement*

Federal reimbursements are not based upon specific expenditures. Therefore, the amounts reported here represent cash received rather than federal expenditures.

Note 4: *Major Federal Financial Assistance Program*

This represents a Major Federal Financial Assistance Program.

QUAM, BERGLIN & POST, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
110 WEST MAIN – P.O. BOX 426
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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

School Board
Brookings School District No. 5-1
Brookings County, South Dakota

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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brookings School District No. 5-1, Brookings County, South Dakota (School District), as of June 30, 2021 and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements and have issued our report thereon dated February 11, 2022, which was qualified because the School District did not adopt Governmental Accounting Standards Board (GASB) Statement No. 84 *Fiduciary Activities*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Brookings 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 the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Brookings 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. As required by South Dakota Codified Law 4-11-11, this report is a matter of public record and its distribution is not limited.



Quam, Berglin & Post, P.C.
Certified Public Accountants
Elk Point, SD

February 11, 2022

QUAM, BERGLIN & POST, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

School Board
Brookings School District No. 5-1
Brookings County, South Dakota

Report on Compliance for Each Major Federal Program

We have audited the Brookings School District No. 5-1, Brookings County, South Dakota compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the School District's major federal programs for the year ended June 30, 2021. The School District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Current Audit Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal programs based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Brookings School District No.5-1 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Brookings School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Brookings School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Brookings School District's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

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 purposes. As required by South Dakota Codified Law 4-11-11, this report and our report on compliance for each major federal program are matters of public record and their distribution is not limited.



Quam, Berglin & Post, P.C.
Certified Public Accountants
Elk Point, SD

February 11, 2022

**BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

PRIOR AUDIT FINDINGS AND QUESTIONED COSTS

PRIOR FEDERAL AUDIT FINDING:

The prior audit report contained no written federal audit findings.

PRIOR OTHER AUDIT FINDINGS:

The prior audit report contained no written other audit findings.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF CURRENT AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

SUMMARY OF INDEPENDENT AUDITOR'S RESULTS:

Financial Statements

- a. An unmodified opinion was issued on the financial statements of the business-type activities and the capital outlay, special education, bond redemption and capital projects governmental funds and the other enterprise and food service enterprise funds. A qualified opinion for not implementing GASB Statement No. 84 *Fiduciary Activities* was issued for the statements of the governmental activities, the general governmental fund and the aggregate remaining fund information.
- b. No material weaknesses or significant deficiencies were disclosed by our audit of the financial statements.
- c. Our audit did not disclose any noncompliance that was material to the financial statements.

Federal Awards

- d. An unmodified opinion was issued on compliance with the requirements applicable to the major programs.
- e. Our audit did not disclose any audit findings that need to be disclosed in accordance with the Uniform Guidance.
- f. The federal awards tested as major programs were:

<u>Pass-Through the SD Department of Education:</u>	<u>CFDA#</u>
SPED Cluster	
IDEA Part B	84.027A
IDEA PreSchool	84.173A
Education Stabilization Fund	84.425D
<u>Pass-Through the SD Department of Treasury:</u>	
Coronavirus Relief Fund	21.019

- g. The dollar threshold used to distinguish between Type A and Type B federal award programs was \$750,000.
- h. The district qualified as a low-risk auditee.

**BROOKINGS SCHOOL DISTRICT NO. 5-1
SCHEDULE OF CURRENT AUDIT FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

CURRENT FEDERAL AUDIT FINDINGS:

There are no written current federal compliance audit findings to report.

CURRENT OTHER AUDIT FINDINGS:

There are no written current other audit findings to report.