

Cedar Rapids Community School District
Cedar Rapids, Iowa in the County of Linn, State of Iowa

Annual Comprehensive Financial Report (ACFR)

for the Fiscal Year Ended
June 30, 2023



Cedar Rapids
Community School District
Every Learner: Future Ready

Cedar Rapids Community School District

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2023

Prepared by:

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Executive Director of Business Services**

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**2500 Edgewood Road NW
Cedar Rapids, Iowa 52405**

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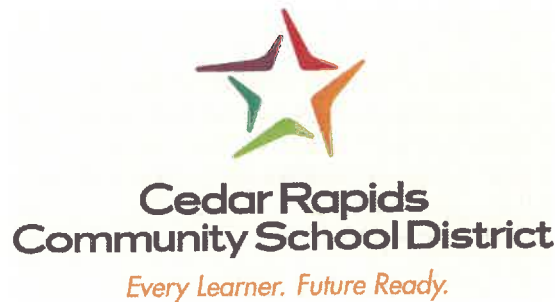
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January 25, 2024

To the Board of Education and Citizens of the Cedar Rapids Community School District:

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the Cedar Rapids Community School District (CRCS) for the year ending June 30, 2023. This report conforms to the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States and Canada.

MANAGEMENT RESPONSIBILITY

The District is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed information is fairly stated in all material respects and is presented in a manner which sets forth the financial position and results of the operations of the governmental activities, business-type activities, each major fund and aggregate of the remaining funds of the District in accordance with generally accepted accounting principles (GAAP). It includes all funds of the District. All disclosures necessary to enable a reader to gain maximum understanding of the District's financial activities have been included.

ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

The 2023 ACFR is presented in four (4) sections: Introductory, Financial, Statistical and Compliance.

Introductory Section- This section includes a transmittal letter, the economic outlook of the community, notable District accomplishments for the year, Certificates of Excellence in Financial Reporting received for the year ended June 30, 2022, and an organizational chart as well as a Board of Director listing.

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

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

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

REPORTING ENTITY

This report includes all entities or organizations required to be included in the District's reporting entity. The District is not included in any other reporting entity, nor is any other entity included within this report. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or a financial benefit/burden relationship.

A seven-member elected Board of Education serving four-year terms governs the CRCSD. The Board of Education is the policymaking and planning body whose decisions are carried out by school administrators. The District is the second largest of Iowa's public-school systems with a fiscal year 2023 certified enrollment of 15,959 students. The District operates a total of three (3) regular high schools, one (1) alternative high school, six (6) middle schools, twenty (20) elementary schools, an early learning center and an alternative education center. The average age of District elementary buildings is 64 years. The average age of District middle school buildings is 83 years. The District high school building average age is 57 years. As part of the Master Facility Plan adopted by the Board in 2018, includes building three (3) 600 capacity elementary schools that will replace three smaller capacity elementary schools. The first new elementary opened on August 23, 2021 and the second opened August 23, 2022. Construction of the third new elementary school began in Spring of 2023 and is scheduled to open in August 2024. Additional school building details can be found in the Statistical Section of this report. According to the District insurance provider, the total replacement value for all District owned buildings is \$547,210,372.

The District provides a full range of educational services appropriate to students in early childhood, pre-kindergarten, and grades kindergarten through twelve (K-12). These services include basic, regular, and enriched academic education; special education for children with special needs; vocational education; and numerous individualized programs such as specialized instruction for students at-risk and for Limited English Proficient students.

In addition to the elementary, middle school and high school programs offered in the District, there are additional opportunities for achieving success. These include a Statewide Voluntary Preschool providing a quality early childhood learning program for District three and four-year old students, a Gifted and Talented learning program providing identified students at all levels an enriched and differentiated curricular program, before and after school care through a provider and extended-day programs for students in several of the District school buildings, an innovative learning experience for high school students through a program called Iowa BIG, and magnet programming at three (3) elementary schools and two (2) middle schools. The District believes these innovative learning experiences provide enhanced student learning experiences and overall increased student achievement.

ECONOMIC CONDITION AND OUTLOOK

Cedar Rapids is one of the largest cities, per capita, in the world for corn processing. The grain processing industry is Cedar Rapids' most important sector, directly providing more than 4,000 jobs and indirectly providing an estimated additional 8,000 jobs. Fortune 500 company Collins Aerospace has a significant presence in Cedar Rapids. TransAmerica also boasts a large presence. Other large companies with facilities in Cedar Rapids include Quaker Oats, Archer Daniels Midland, Cargill, General Mills, International Paper and Nordstrom.

Cedar Rapids is home to Orchestra Iowa, the Paramount Theatre, Theatre Cedar Rapids, and Bruce More National Trust Historic Site, among others. Cedar Rapids is also home to the Cedar Rapids Museum of Art, The Cedar Rapids Ceramics Center, Legion Art's CSPS Hall, the National Czech & Slovak Museum & Library, the African American Historical Museum, Kirkwood Community College's Iowa Hall Gallery, and the legendary Grant Wood Studio at 5 Turner Alley. The Cedar Rapids Museum of Art houses the largest collection of Grant Wood paintings in the world. Concerts and events such as high school graduations,

sporting events, exhibitions, and political rallies are held in the Alliant Energy PowerHouse Center formerly known as U.S. Cellular Center.

Collins Aerospace Systems is the largest employer in the Cedar Rapids-Iowa City region. The company provides aviation electronic and communication technology for government, aircraft manufacturers, and hundreds of airline customers. The company's aircraft electronics are used in almost every airline in the world. Additionally, Collins Aerospace communication systems transmit almost 70 percent of all U.S. and allied military airborne communication. In recent years, several local public and private organizations joined to develop the Technology Corridor located throughout the 12 communities in Johnson and Linn Counties. Its location near several colleges and universities enables Corridor companies to easily access education, training, research, and development. Local firms provide a variety of services such as electronic design and consultation, systems planning, equipment manufacturing, and telemarketing. Additionally, Cedar Rapids is home to more than 275 different manufacturing plants, including the world's largest cereal milling plant, Quaker Food and Beverages. Other top manufacturing employers in the Corridor include Whirlpool Amana Operations, General Mills, Inc., P & G, and H.J. Heinz Company.

Cedar Rapids is a Midwest regional hub due to its proximity to several of the country's largest metropolitan areas and major interstate highways. Cedar Rapids enjoys direct access to cities in the Midwest including Chicago, Minneapolis, Milwaukee, Omaha, St. Louis, and Kansas City.

Cedar Rapids has over 4,171 acres of city owned property for undeveloped green space and recreational use. There are 97 formally named parks, trails, and recreational facilities. These include baseball and softball fields, all-weather basketball courts, two frisbee golf courses, sand volleyball courts, the Tuma Soccer Complex, a BMX dirt track, three off-leash dog exercise areas, 10 splash pads, and many parks that have pavilions, picnicking areas and restroom facilities. The various trail systems in Cedar Rapids have a total of 29 miles for walking, running, or bicycling.

According to the US Census Bureau, Cedar Rapids has a population of 137,710 in 2020. According to 2023 information from Woods and Poole, 277,080 residents live in the greater Cedar Rapids metropolitan area, an increase of 5.1% since 2013.

According to Woods & Poole Economics, retail sales in the Cedar Rapids metropolitan area (as measured in 2012 dollars) decreased from \$8.08 billion in 2022 to \$8.24 billion in 2023. The three largest sectors of retail sales were Non-Store Retailers at \$4.6 billion, Motor Vehicles and Parts at \$879.8 million and General Merchandise Stores at \$508.7 million.

According to Woods & Poole Economics, mean household income, (as measured in 2012 dollars) in the Cedar Rapids metropolitan area for 2023 was \$120,675 up slightly from \$118,042 in 2022. Income per capita, (also measured in 2012 dollars) shows an increase from \$50,372 in 2022 to \$51,516 in 2023. Total employment in the Cedar Rapids metropolitan area increased from 186,170 in 2022 to 189,220 in 2023. Information from the Bureau of Labor Statistics show a increase in unemployment rates in the Cedar Rapids metropolitan area from 3.2% in July 2022 to 3.6% in July 2023.

According to the most recent information available from the City of Cedar Rapids Permit Comparison, single-family housing starts in the City of Cedar Rapids declined from 170 permits issued in 2022 to 107 permits in 2023. The value of the permits issued decreased from \$53,711,596 to \$29,693,817. New multi-family housing starts in the City of Cedar Rapids increased from 16 in 2022 to 27 in 2023. The value of these permits increased from \$6,385,110 to \$11,156,000, respectively. Building permits issued by the City of Cedar Rapids for residential repairs and remodeling/alterations decreased from 4,642 permits to 2,428 permits, and decreased in value from \$38,700,212 to \$23,948,031, respectively. Due to the Derecho in August of 2020 we saw an increase in Building Repair Permits that are now starting to level off. Building permits issued by the City of Cedar Rapids for residential additions increased from 291 permits to 296 permits, but decreased in value from \$5,489,824 to \$5,243,527, respectively. New commercial permits issued decreased from 70 permits valued at \$315,500,854 to 62 permits valued at \$202,803,124.

For the last several years the District has faced inadequate funding from the State, funding growth has been as follows FY2017: 2.25%; FY2018: 1.11%; FY2019: 1.08%; FY2020: 2.14%, FY2021: 2.30%, FY2022: 2.40%; FY23: 2.50% and FY24 3.00%. Additionally, the District has faced challenges with student enrollment. In June of 2008, Cedar Rapids was devastated by flooding. The flooding caused \$33.5 million in damages to District owned property and displaced approximately 1,800 students. Following the flood, the District had several years of declining enrollment from an enrollment of 17,746 before the flood to an enrollment of 16,651 in the fall of 2012. By 2017, District enrollment grew to 17,129 students. Slight declines occurred after that. On August 10, 2020, a derecho windstorm blew across the Midwest causing an estimated \$7.5 billion in damages. Cedar Rapids experienced sustained winds over 100 mph for 45 minutes with wind gusts that reached 140 mph. It was determined that Cedar Rapids was the hardest hit city from the storm. The damages to the District facilities were over \$52 million. District enrollment went from 16,851 in fall 2019 to 16,237 in fall 2020 and dropped to 15,959 in the Fall of 2022.

NOTABLE DISTRICT ACCOMPLISHMENTS OF DISTRICT STUDENTS AND STAFF

- Three middle school students from Franklin and Harding qualified for the National History Day National Competition and had the opportunity to travel to Washington D.C. to compete against students from around the country.
- Both Kennedy and Washington High Schools received the 2023 Iowa High School Musical Theater Award, Kennedy for their production of Chicago and Washington for their production of Bat Boy.
- Ms. Willis-Howe received the 2023 Iowa State Outstanding Earth Science teacher from the National Association of Geoscience Teachers. She teaches at Washington High School.
- Kennedy Senior Kaci Miller was selected as an Iowa All-State Visual Arts Award winner. Her artwork was displayed at the Des Moines Art Festival.
- Kennedy High School Sophomore Tori Paga represented the state of Iowa at the American Legion National Oratorical Contest in Indianapolis.
- Cedar Rapids Community School District received a grant for Bus Driver Training from the Future Ready Iowa for Entry Level Driver Training Program. This will ensure our drivers are well trained and transporting our students safely to school.
- Elementary Teacher Corrine Schalk was named a finalist for the 2023 Iowa Department of Education's Iowa Teacher of the Year. She is a kindergarten teacher at Maple Grove Elementary.
- Kennedy Junior Reid Hall won the Iowa State Golf Tournament. He was Kennedy's first state golf champion with a final score of 141.

OTHER FINANCIAL INFORMATION

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

As a recipient of federal, state, and local financial assistance, the District is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. As a part of the District's single audit requirements, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the District has complied with applicable laws and regulations.

Budgetary Controls- In addition, the District maintains strong budgetary controls in all funds. The objective of these budgetary controls is to ensure compliance with legal provision embodied in the annual appropriated budget approved by the Board of Education. Activities of the General Fund, Special Revenue Funds, Debt Service Fund, Enterprise funds and Capital Projects Funds are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established by functional category. To facilitate the monitoring of the legal provisions, and to provide more complete information to interested parties, the District prepares a detailed budget for each fund and maintains an encumbrance accounting system for budgetary control. As demonstrated by the statements and schedules included in the Management's Discussion and Analysis (MD&A) included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Independent Audit- The Code of the State of Iowa requires an annual audit of the District to be performed by an accounting firm selected in a competitive bid process. RSM US LLP was awarded the audit services contract for up to five years beginning with the FY2022 audit. The annual audit meets the requirements of the Code of Iowa, generally accepted auditing standards and the requirements of the 1996 Amendment to the Single Audit Act, and related OMB Circular A-133. The audit report on the basic financial statements and combining and individual fund statements is included in the financial section of this report. The audit reports related specifically to the single audit are included in a separate section for internal controls and compliance.

Certificate of Excellence in Financial Reporting

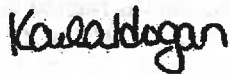
The Government Finance Officers Association of the United States and Canada, (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International, (ASBO) awards a Certificate of Excellence in Financial Reporting. The District received both Certificates for its ACFR for the fiscal year ending June 30, 2021. This was the twenty-seventh (27th) consecutive year that the District has earned both prestigious awards. Each Certificate is a prestigious national award, recognizing conformance with the highest standards for preparation of governmental financial reports.

To be eligible to receive the Certificates, a governmental unit must publish an easily readable and efficiently organized ACFR with contents conforming to program standards; it must satisfy both generally accepted accounting principles and applicable legal requirements. These Certificates are valid for a one-year period. We believe that our current ACFR continues to meet the requirements for both awards and therefore are submitting it to GFOA and ASBO to determine its eligibility for each Certificate.

Acknowledgements

The publication of this report is a major step toward the commitment to professionalism in financial reporting and significantly increases the accountability of the District to the taxpayers. This report would not have been possible without the help of many people. We would like to express our appreciation to District staff and public employees at various Linn County agencies who assisted in providing valuable information to RSM US LLP, the District's independent auditor, in the preparation of this report.

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



Karla Hogan
Executive Director of Business
Services, Board Treasurer



Dr. Tawana Grover
Interim Superintendent of Schools



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Cedar Rapids Community School District
Iowa**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Cedar Rapids Community School District

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.

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

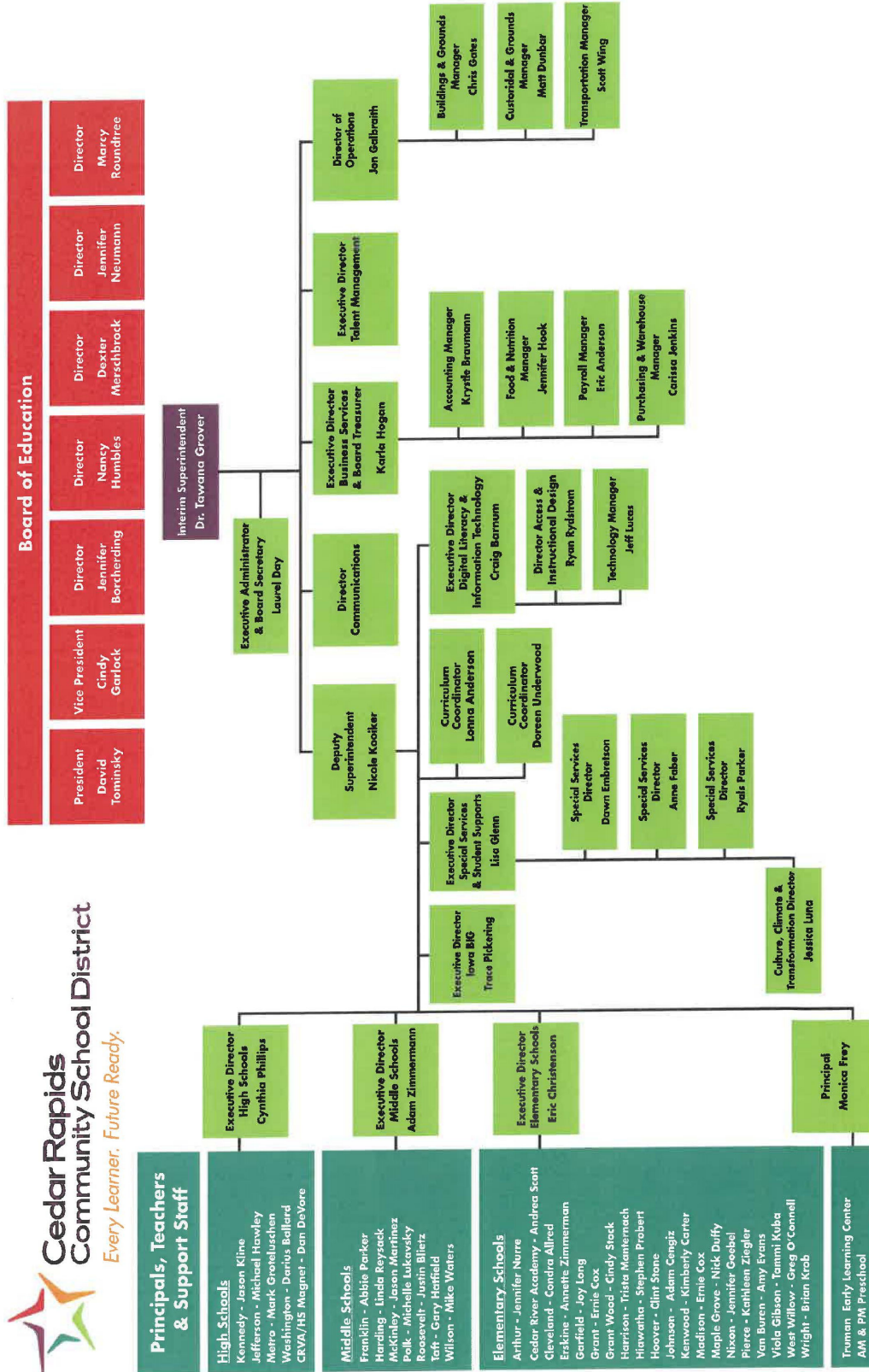


A handwritten signature in black ink, reading 'John W. Hutchison'.

John W. Hutchison
President

A handwritten signature in black ink, reading 'Siobhán McMahon'.

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director



Cedar Rapids Community School District

Board of Education and District Officials
Year Ended June 30, 2023

Name	Title	Term Expires
Board of Education		
David Tominsky	President	2023
Cindy Garlock	Vice President	2023
Jennifer Borcharding	Director	2025
Nancy Humbles	Director	2025
Dexter Merschbrock	Director	2023
Jennifer Neumann	Director	2023
Marcy Roundtree	Director	2025
District Officials		
Dr. Tawana Grover	Interim Superintendent	
Laurel Day	Board Secretary	
Karla Hogan	Board Treasurer	

Independent Auditor's Report

RSM US LLP

Board of Education
Cedar Rapids Community School District

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cedar Rapids Community School District (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cedar Rapids Community School District, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Districts' ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, the Iowa Public Employees' Retirement System schedule of the District's proportionate share of the net pension liability, the Iowa Public Employees' Retirement System schedule of District's contributions, and the schedule of changes in the District's other postemployment benefit plan liabilities and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The statement of revenues, expenditures and changes in fund balance, major fund—General, combining nonmajor fund financial statements, the accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

RSM VS LLP

Cedar Rapids, Iowa
January 25, 2024



Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

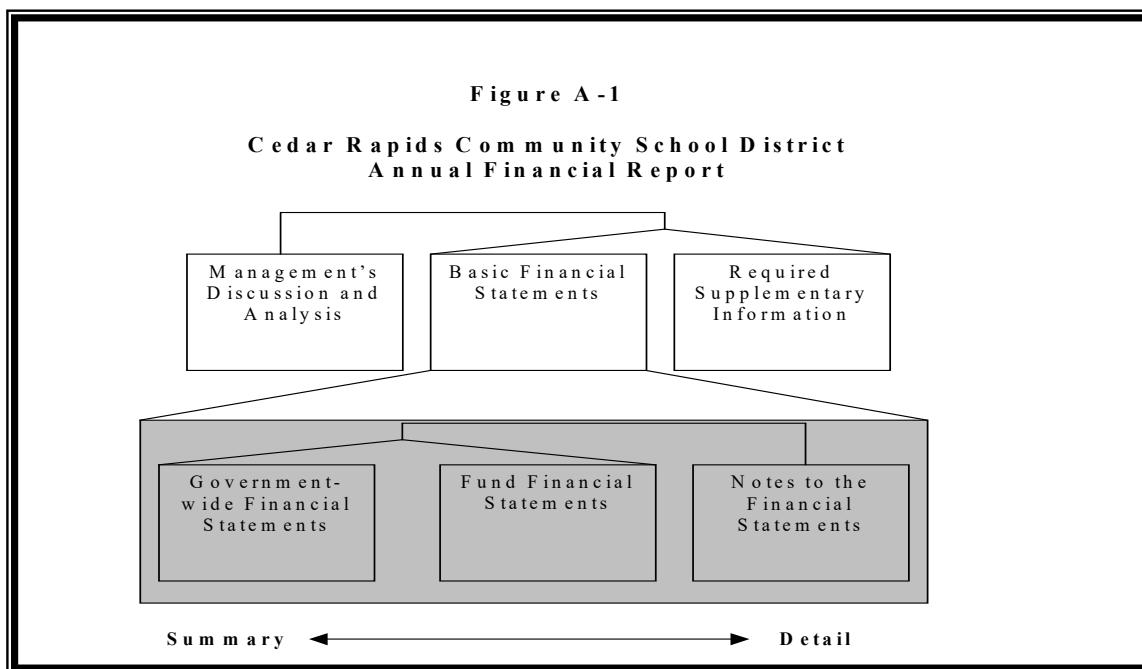
This section of the Cedar Rapids Community School District's Annual Comprehensive Financial Report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2023. Please read in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

- This annual 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 District:
 - The first two statements are **Government-wide financial statements** that provide both short-term and long-term information about the District's overall financial status.
 - The remaining statements are **fund financial statements** that focus on individual parts of the District, reporting the District's operations in more detail than the Government-wide statements.
- The **governmental funds statements** tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.
- **Proprietary funds statements** offer short and long-term financial information about the activities the District operates like businesses, such as food services.
- **Fiduciary funds statements** provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include Notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year.

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



Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Government-Wide Financial Statements

The Government-wide statements report information about the District as a whole using accounting methods similar to those used by private sector companies. The statement of net position includes all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. The two Government-wide statements report the District's net position and how they have changed. Net position – the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources – is one way to measure the District's financial health or position.

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

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

	Government-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services is included here	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
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 fund net position Statement of cash flows	Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

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

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

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- *Business-type activities:* The District charges fees to help fund the District's nutrition service and day care programs.

Fund Financial Statements

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

There are three (3) fund types. Some funds are required by state law and by bond covenants. The District establishes other funds to control and manage money for certain purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

Governmental funds: Most of the District's basic services are included in governmental funds, which generally focus on (1) cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the Government-wide statements, additional information following the governmental funds statements explains the relationship (or differences) between them.

Proprietary funds: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the Government-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) are optional and available to report activities that provide supplies and services for other District programs and activities. Currently the District chooses not to use any internal service funds.

Fiduciary funds: The District is the trustee, or *fiduciary*, for assets that belong to others, such as a scholarship fund. The District accounts for outside donations to specific District schools for specific purposes in this fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the Government-wide financial statements because it cannot use these assets to finance its operations.

Cedar Rapids Community School District

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Financial Analysis of the District as a Whole

An increase of 25.8% or \$31.2 million in the District's net position is evidenced in **Figure A-3**. The Net Position increased due to a combination of changes which included a decrease in deferred inflows pension related amounts of \$81.9 million (84.9%) and an increase of noncurrent liabilities of \$66.2 million (53.9%).

Figure A-3

Condensed Statement of Net Position (in millions of dollars)

	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2022	2023	2022	2023	2022	2023	2022-2023
Current and other assets	\$ 222.6	\$ 242.6	\$ 7.2	\$ 7.4	\$ 229.8	\$ 250.0	8.8%
Capital assets	222.9	228.1	1.0	1.0	223.9	229.1	2.3%
Total assets	445.5	470.7	8.2	8.4	453.7	479.1	5.6%
Pension and OPEB related amounts	32.7	27.9	0.6	2.2	33.3	30.1	-9.5%
Total deferred outflows	32.7	27.9	0.6	2.2	33.3	30.1	-9.5%
Current liabilities	41.5	44.9	0.9	0.2	42.4	45.1	6.4%
Noncurrent Liabilities	123.0	189.2	0.1	0.3	123.1	189.5	53.9%
Total liabilities	164.5	234.1	1.0	0.5	165.5	234.6	41.8%
Property taxes	86.1	90.6	0.0	0.0	86.1	90.6	5.2%
Income surtaxes	7.8	8.1	0.0	0.0	7.8	8.1	3.8%
Pension related amounts	93.5	12.4	2.9	2.2	96.4	14.6	-84.9%
Other post employment amounts	10.0	9.4	0.0	0.0	10.0	9.4	-6.0%
Total deferred inflows	197.4	120.5	2.9	2.2	200.3	122.7	-38.7%
Net position							
Net investment in capital assets	94.4	124.1	1.0	1.0	95.4	125.1	31.1%
Restricted	34.3	43.6	0.0	0.0	34.3	43.6	27.1%
Unrestricted	(12.6)	(23.6)	3.8	7.0	(8.8)	(16.6)	88.6%
Total net position	\$ 116.1	\$ 144.1	\$ 4.8	\$ 8.0	\$ 120.9	\$ 152.1	25.8%

Note: totals may not add due to rounding and may differ slightly from the amounts reported in the Basic Financial Statements due to rounding differences.

Changes in Net Position, as shown in **Figure A-4**, show that the District experienced an increase of \$31.2 million in net position. This compares to a \$37.5 million increase in net position in the previous fiscal year.

Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Figure A-4

Changes in Net Position from Operating Results (in millions of dollars)

	Governmental Activities		Business-type Activities		Total School District		Percentage Change
	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022-2023%</u>
Revenues							
Program revenues							
Charges for services	\$ 8.2	\$ 9.1	\$ 1.7	\$ 1.7	\$ 9.9	\$ 10.8	9.1%
Operating Grants & Contributions	50.4	46.8	12.8	10.3	63.2	57.1	-9.7%
Capital Grants & Contributions	-	-	-	-	-	-	
General revenues							
Taxes	118.6	118.3	-	-	118.6	118.3	-0.3%
State formula aid not restricted	95.8	100.7	-	-	95.8	100.7	5.1%
Other	8.5	7.9	0.3	0.3	8.8	8.2	-6.8%
Total revenues	281.5	282.8	14.8	12.3	296.3	295.1	-0.4%
Expenses							
Instruction	130.8	138.3	-	-	130.8	138.3	5.7%
Pupil & Instructional Services	28.9	28.8	-	-	28.9	28.8	-0.3%
Administrative & Business	45.6	42.1	-	-	45.6	42.1	-7.7%
Maintenance & Operations	22.5	25.3	-	-	22.5	25.3	12.4%
Transportation	8.2	9.5	-	-	8.2	9.5	15.9%
Other	12.8	11.2	10.0	8.7	22.8	19.9	-12.7%
Total expenses	248.8	255.2	10.0	8.7	258.8	263.9	2.0%
Excess before transfers	32.7	27.6	4.8	3.6	37.5	31.2	
Transfers In	0.3	0.4	-	-	0.3	0.4	33.3%
Transfers out	-	-	(0.3)	(0.4)	(0.3)	(0.4)	33.3%
Total transfers	0.3	0.4	(0.3)	(0.4)	-	-	0.0%
Increase in net position	\$ 33.00	\$ 28.00	\$ 4.50	\$ 3.20	\$ 37.50	\$ 31.20	16.8%
Net Position - Beginning	\$ 83.2	\$ 116.2	\$ 0.4	\$ 4.9	\$ 83.6	\$ 121.1	12.3%
Net Position - Ending	\$ 116.2	\$ 144.2	\$ 4.9	\$ 8.1	\$ 121.1	\$ 152.3	25.8%

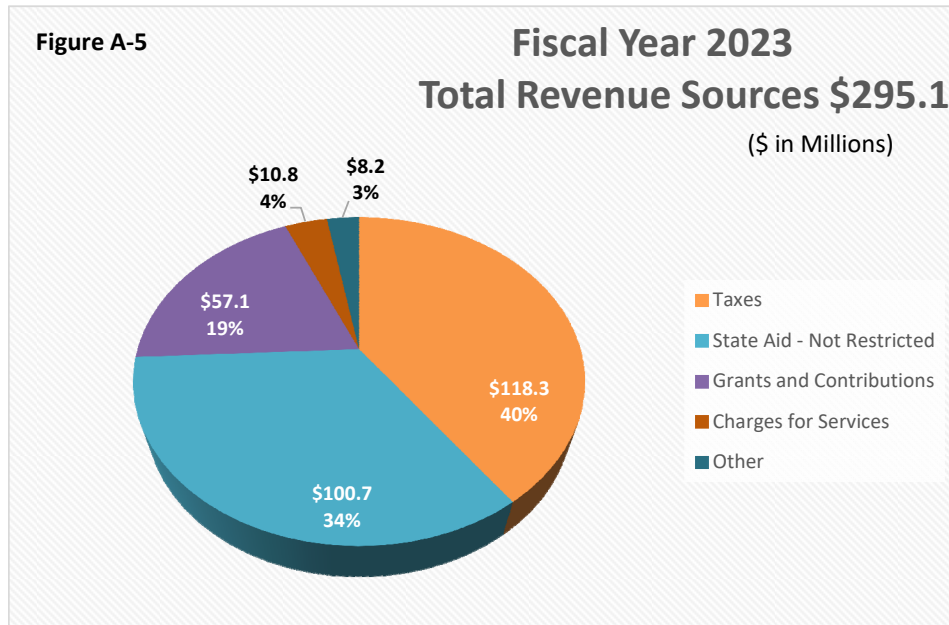
Note: Totals may not add due to rounding and may differ slightly from the amounts reported in the Basic Financial Statements due to rounding differences.

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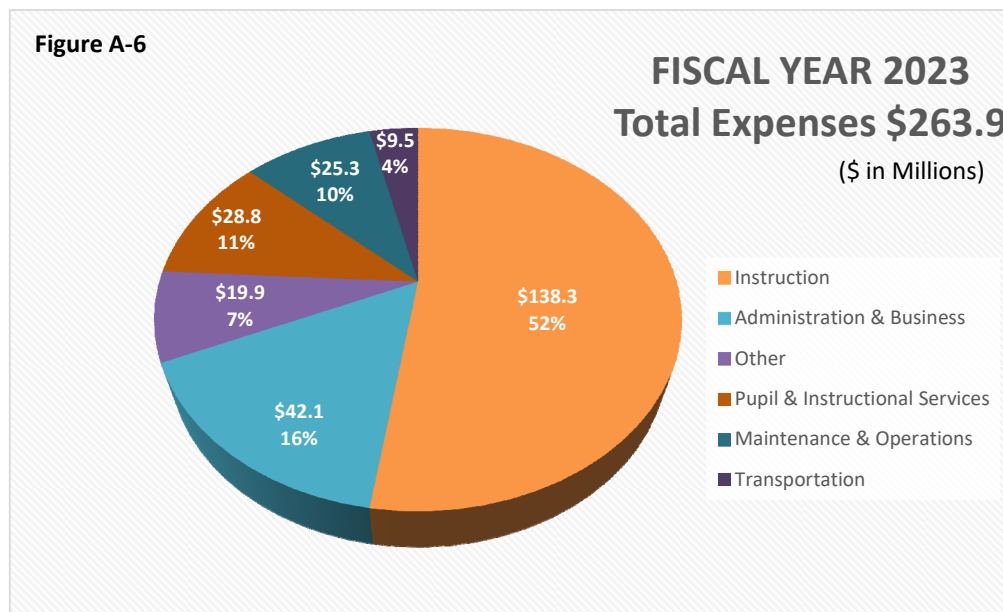
Total revenues decreased by 0.4% over the prior period driven largely by a decrease in Operating Grants and Contributions of \$6.1 million (9.7%), compared to the prior year. The State Aid Not Restricted category grew by \$4.9 million or 5.1%. Charges for services increased \$0.9 million or 9.1%.

Figure A-5 shows the sources of total District revenues.



Local Tax is the District's largest revenue source comprising 40% of District revenues. State Foundation Aid is the second largest source at 34%. Grant revenue from federal, state, and local sources represents 19%. Charges for services (largely tuition) and other revenue, comprise 7%.

Figure A-6 shows total District expenses.



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Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

As indicated, most District resources (63%) are devoted to direct Instruction and Pupil & Instructional Services. The "Other" expense category represents investments in community services, interest on long term debt and the AEA flow through. AEA flow through expenses of \$8.0 million is state mandated "flow through" funding that supports Grant Wood Area Education Agency. Grant Wood AEA is an intermediary educational unit providing instructional support to 32 public school districts and 24 nonpublic schools. Total expenses increased \$5.0 million or 1.9% over the prior year with an increase in Instruction at 5.7% or \$7.5 million. Administration and Business Services expenditures decreased by 7.7% or \$3.5 million and other expenditures decreased by 16% or \$3.8 million.

Governmental Activities

The District also continued to experience an increase in the overall property tax base. As indicated in **Figure A-7**, taxable valuation (excluding TIF) increased slightly from \$5.86 billion to \$5.94 billion for FY2023. Overall property tax valuation shows an annual increase of 1.42%.

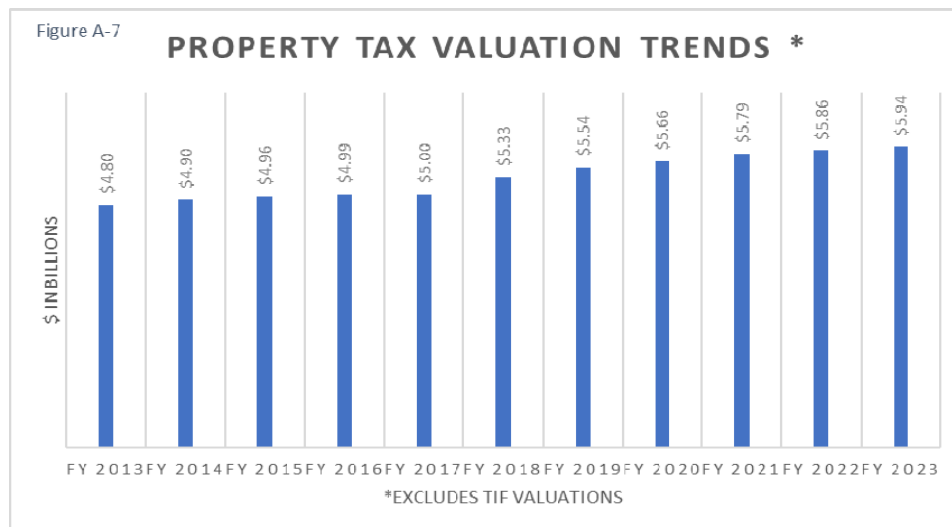
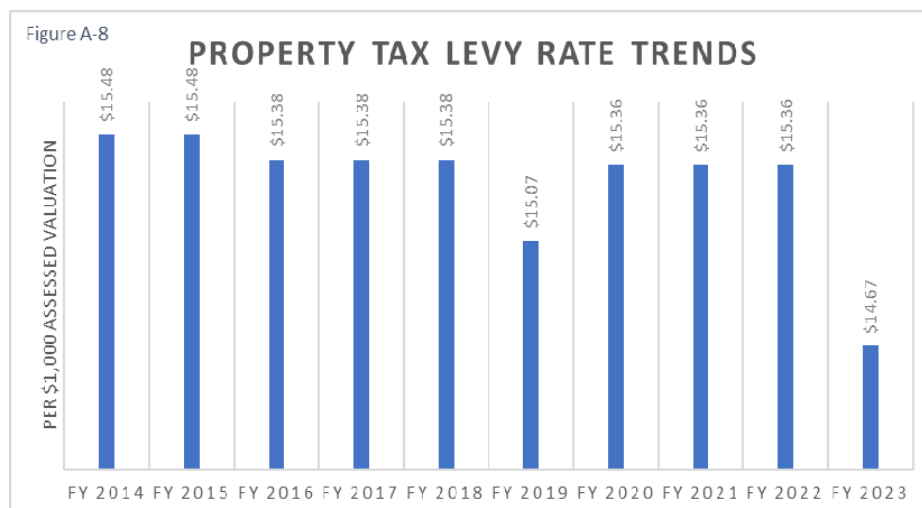


Figure A-8 shows levy rate trends in dollars per \$1,000 of taxable valuation. These have been relatively stable over the previous nine years and decreased by .69 cents in FY2023.



Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Figure A-9 shows the cost of six (6) major District activities: 1) Instruction 2) Pupil & Instructional Services 3) Administrative & Business 4) Maintenance & Operations 5) Transportation, and 6) Other. The table shows each activity's net cost (total cost less fees generated by activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Several highlights include the following:

- The cost of all governmental activities this year was \$255.2 million.
- Some cost was financed by the users of the District's programs, \$9.0 million.
- Federal and state governments as well as local sources subsidized certain programs with approximately \$46.9 million in grants and contributions.
- Most of the District's governmental activities costs were financed by \$118.3 million in local and state taxes and \$100.6 million in unrestricted state aid based on the statewide education aid formula as well as other state funding sources.

Figure A-9
Net Cost of Governmental Activities (in millions of dollars)

	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	<u>2022</u>	<u>2023</u>	<u>2022-2023</u>	<u>2022</u>	<u>2023</u>	<u>2022-2023</u>
Instruction	\$ 130.8	\$ 138.3	5.7 %	\$ 81.8	\$ 92.7	13.3 %
Pupil & Instructional Services	28.9	28.8	-0.3	28.7	28.0	-2.4
Administrative & Business	45.6	42.1	-7.7	45.5	41.9	-7.9
Maintenance & operations	22.5	25.3	12.4	22.5	25.3	12.4
Transportation	8.2	9.5	15.9	8.0	9.3	16.3
Other	12.9	11.2	-13.2	3.8	2.1	-44.7
Total	\$ 248.9	\$ 255.2	2.5 %	\$ 190.3	\$ 199.3	4.7 %

Note: Totals may not add due to rounding and may differ slightly from the amounts reported in the Basic Financial Statements due to rounding differences.

Business-Type Activities

- The Nutrition Service Fund and Day Care Service Fund are the only funds categorized as Business-Type Activities.
- Nonoperating revenues decreased by \$2.37 million.
- Business-type activities expenses decreased from \$10.0 million to \$8.6 million in FY2023.

Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Financial Analysis of the District's Funds

Business-Type Fund Highlights

Nutrition Services Fund:

- The Net position was \$6,670,726 on June 30, 2023 up from \$4,108,919 on June 30, 2022 largely the result of the cash/cash equivalents and IPERS pension related amounts.
- The District served 943,908 breakfasts and 1,713,470 lunches during the 2022-2023 school year.
- Meal prices were increased by \$0.10 in FY2023 to comply with the Paid Lunch Equity provision of the Healthy, the Hunger-Free Kids Act of 2010 (HHFKA) as well as the response to the increase costs for food and labor.
- The District served as sponsor of the Summer Food Service Program (SFSP) in partnership with Kids on Course University and the Hiawatha Public Library to provide meals to the community, including the Cedar Rapids Boys & Girls Club.

Governmental Fund Highlights

Most District functions are financed through the governmental fund types, which include the General, Special Revenue, Debt Service and Capital Projects Funds. Due to the significant size and scope of the General Fund, the following revenue and expenditure summaries are separated into General Fund and All Other Governmental Funds.

General Fund

General educational activities are accounted for in the General Fund and are supported principally by local taxes and state aid. **Figure A-10** is a summary of General Fund revenues by source. Total General Fund revenues increased by 1.2%, or \$2.68 million in FY2023. In large part it had to do with an 1909.6% increase or \$1.32 million Investment Earnings due to increased interest rates and 5.6% increase or \$4.8 million in State Foundation Aid.

Figure A-10					
General Fund Revenues by Source	FY 2023		FY 2022		Change
	Amount	Percent	Amount	Percent	
Local Sources					
Local Taxes	\$ 77,277,760	32.8%	\$ 78,381,153	33.3%	-1.4%
Tuition	4,487,506	1.9%	4,049,271	1.7%	10.8%
Student Fees and Activities	416,007	0.2%	598,562	0.3%	-30.5%
Investment Earnings	1,384,680	0.6%	68,904	0.0%	1909.6%
Other Local Sources	3,620,098	1.5%	2,528,433	1.1%	43.2%
State Sources					
State Foundation Aid	92,101,024	39.1%	87,256,280	37.1%	5.6%
Salary Improvement Program	10,046,797	4.3%	10,018,722	4.3%	0.3%
Other State Aid	20,309,617	8.6%	22,373,353	9.5%	-9.2%
Federal Sources					
Title I	4,999,326	2.1%	4,190,644	1.8%	19.3%
Other Federal Aid	20,769,509	8.8%	23,265,350	11.0%	-10.7%
Total Revenues	235,412,324	100.0%	232,730,672	100.0%	1.2%
Other Financing Sources	661,698		2,318,152		-71.5%
Grand Total Resources	\$ 236,074,022		\$ 235,048,824		0.4%

Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Figure A-11 summarizes General Fund expenditures by function for fiscal years 2022 and 2023. Overall expenditures including Other Financing Uses increased by \$326 thousand or 0.14% from the previous year. Noteworthy changes are an increase of 9.0% in Student Transportation expenses and 8.5% decrease in General Administration expenses of which are primarily due to the Covid-19 Pandemic, learning loss and transportation being more closely fully staffed.

General Fund Expenditures by Function	FY 2023		FY 2022		Change
	Amount	Percent	Amount	Percent	
Instruction	\$ 138,854,963	60.5 %	\$ 137,051,746	59.8 %	1.3 %
Student Support Services	8,785,344	3.8	8,691,401	3.8	1.1
Instructional Staff Support Services	20,586,550	9.0	20,985,220	9.2	-1.9
General Administration	5,588,892	2.4	6,110,021	2.7	-8.5
School Administration	13,774,318	6.0	13,633,442	5.9	1.0
Business Services	7,618,180	3.3	8,097,598	3.5	-5.9
Operations and Maintenance	18,354,794	8.0	18,247,436	8.0	0.6
Student Transportation	7,793,730	3.4	7,153,332	3.1	9.0
AEA Support - Direct to AEA	7,986,606	3.5	7,979,687	3.5	0.1
Debt Service	-	0.0	573,945	0.3	100.0
Total Expenditures	229,343,377	100.0 %	228,523,828	100.0 %	0.4 %
Other Financing Uses	1,731,304		2,225,151		-22.2%
Total Expenditures and Uses	\$ 231,074,681		\$ 230,748,979		0.1 %

Figure A-12 provides a comparison of the Original budget, Re-estimated budget and Actual revenues and expenditures in the General Fund for fiscal year 2023.

	Budget Original	Budget Re- estimated	Original to Re- estimated % Variance	Actual	Re-estimated to Actual % Variance
Revenues					
Local Taxes	\$ 76,057,237	\$ 77,289,120	1.6%	\$ 77,277,760	0.0%
Tuition	4,969,100	4,422,600	-11.0%	4,487,506	1.5%
Other local sources	2,874,153	5,126,406	78.4%	5,420,785	5.7%
State sources	124,184,513	122,002,844	-1.8%	122,457,438	0.4%
Federal sources	24,194,295	29,556,508	22.2%	25,768,835	-12.8%
Total Revenues	232,279,298	238,397,478	2.6%	235,412,324	-1.3%
Other Financing Sources	1,906,878	330,300	-82.7%	661,698	100.3%
Total Revenues & other sources	\$234,186,176	\$238,727,778	1.9%	\$ 236,074,022	-1.1%
Expenditures					
Instruction	\$145,400,558	\$139,782,713	-3.9%	\$ 138,854,963	-0.7%
Student Support Services	8,051,984	8,708,516	8.2%	8,785,344	0.9%
Instructional Staff Support Services	22,448,504	22,802,534	1.6%	20,586,550	-9.7%
General Administration	4,629,017	5,466,775	18.1%	5,588,892	2.2%
School Administration	14,040,450	14,038,971	0.0%	13,774,318	-1.9%
Business Services	7,192,920	8,086,666	12.4%	7,618,180	-5.8%
Operations and maintenance	16,506,699	18,974,483	15.0%	18,354,794	-3.3%
Student transportation	10,887,825	12,074,513	10.9%	7,793,730	-35.5%
Community Services	-	-	-	-	-
AEA Support - Direct to AEA	8,615,659	7,985,606	-7.3%	7,985,606	0.0%
Total Expenditures	237,773,616	237,920,777	0.1%	229,342,377	-3.6%
Other Financing Uses	-	2,473,562	100.0%	1,731,304	-30.0%
Total Expenditures & other uses	\$237,773,616	\$240,394,339	1.1%	\$ 231,073,681	-3.9%

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Overall, the budget amounts were close to actual results. Re-estimated budget revenues were -\$2.7 million (1.11%) from actual revenues and re-estimated budget expenditures were only -3.9% off from actual expenditures. Noteworthy variances within the revenue re-estimate budget category was Other local sources which was 78.4% higher than budget and Federal sources was 22.2% higher than budget. The noteworthy variance within the expenditure re-estimate budget category was Student Transportation ended up being 35.5% lower than the re-estimated budget, Instructional Staff Support Services was 9.7% lower and Other Financing Uses was 30.0% lower.

All Other Governmental Funds

The revenue and expenditure summary for All Other Governmental Funds, excludes the General Fund. These other funds include the Special Revenue Funds (comprised of the Activity and Management Funds), Debt Service and Capital Projects Funds (comprised of PPEL and SAVE Funds). The term "Major Funds" is a designation required under reporting standards promulgated by the Governmental Accounting Standards Board Statement No. 34 (GASB 34).

In addition to the General Fund, which is automatically included as a major fund, the District's most "significant" governmental and enterprise funds are also included. Significant, is determined by measuring the "value" of the fund's total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures and applying a 10% and 5% test. The ten percent test measures these values against all funds in the respective governmental or enterprise category. The five percent test measures these values against all governmental and enterprise funds combined.

Additionally, a fund may be considered major if the District believes that the fund is important to the users of its financial statements. As can be seen in **Figure A-13**, in addition to the General Fund, the Management, the PPEL and SAVE funds are also included in the "major funds" in the "Governmental Funds Group" for the reasons described here.

Summary of Revenues

Figure A-13 All Other Governmental Funds, (Excluding General Fund) Fiscal Year 2023 Revenues								
Revenue Source	Major Funds		Other Governmental Funds			Total	% of Total	Dollar Change Previous Yr.
	SAVE	PPEL	Management	Activity Fund	Debt Service			
Local	\$ 908,501	\$ 11,979,335	\$ 11,525,152	\$ 2,524,720	\$ 449,564	\$ 27,387,272	37.3 %	\$ (3,378,648)
State	20,703,249	2,722	2,568	-	-	20,708,539	28.2	(557,133)
Federal	-	-	-	-	585,174	585,174	0.8	585,174
Total Revenues	21,611,750	11,982,057	11,527,720	2,524,720	1,034,738	48,680,985	66.2	(3,350,607)
Bond Proceeds	9,996,506	-	-	-	-	9,996,506	13.6	9,996,506
Other Financing Sources	793,983	1,344,187	-	358,932	12,313,191	14,810,293	20.2	(2,256,260)
Total Revenue & Other	\$ 32,402,239	\$ 13,326,244	\$ 11,527,720	\$ 2,883,652	\$ 13,347,929	\$ 73,487,784	100.0 %	\$ 4,389,639

The District experienced an \$5.2 million increase in Total Revenues from the prior year (excluding other financing sources) and an overall revenue increase of \$13 million when all sources are included.

Highlights of significant changes from the previous year are (all figures compare total revenues including other financing sources):

- **SAVE Fund** revenues were up \$9.8 million from the previous fiscal year reflecting the bonds proceeds for the new elementary school that were received in FY23.
- **Debt Service Fund** revenues were up \$1.2 million from the previous fiscal year reflecting the increased bond payments.

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- **Management Fund** revenues were up \$2.8 million due to increased tax receipts and insurance reimbursements.

Summary of Expenditures

As noted in **Figure A-14**, Total Expenditures including Other Financing Uses decreased \$10.4 million or 13.8% from the previous fiscal year.

Figure A-14 All Other Governmental Funds, (Excluding General Fund) Fiscal Year 2023 Expenditures									
Expenditure Function	Major Fund		Other Governmental Funds			Total	% of Total	Dollar Change Previous Yr.	Percent Change Prev. Yr.
	SAVE	PPEL	Manage- ment	Activity Fund	Debt Service				
Regular instruction	\$ 860,452	\$ -	\$ 2,672,984	\$ 2,595,546	\$ -	\$ 6,128,982	9.5%	\$ 1,894,777	44.7%
Other instruction	-	-	18,232	23,975	-	42,207	0.1%	(1,932,384)	-97.9%
Student support services	4,648	8,521	12,882	-	-	26,051	0.0%	10,363	0
Instructional staff services	955,246	-	28,126	-	-	983,372	1.5%	64,696	7.0%
General administration services	-	-	2,039,024	-	-	2,039,024	3.1%	1,942,697	2016.8%
School administration services	202,702	-	370,777	-	-	573,479	0.9%	(116,508)	-16.9%
Business services	676,332	-	1,315,030	-	-	1,991,362	3.1%	1,479,911	289.4%
Operations and maintenance	22,882	156,526	2,361,424	28,279	-	2,569,111	4.0%	368,724	16.8%
Student transportation	-	4,578	841,186	12,420	-	858,184	1.3%	79,313	10.2%
Food Service	-	-	178,669	-	-	178,669	0.3%	(43,193)	-19.5%
Community services	-	-	46,706	-	-	46,706	0.1%	(1,257)	-2.6%
Facilities/acquisition	9,624,919	14,875,914	-	-	-	24,500,833	37.8%	(12,367,522)	-33.5%
Debt Service Principal	-	-	-	-	8,824,112	8,824,112	13.6%	512,112	6.2%
Debt Service Interest	-	-	-	-	3,605,441	3,605,441	5.6%	(104,587)	-2.8%
Bond Issuance Costs	273,931	-	-	-	-	273,931	0.4%	273,931	0.0%
Total Expenditures	12,621,112	15,045,539	9,885,040	2,660,220	12,429,553	52,641,464	81.3%	(7,938,927)	-13.1%
Other Financing Uses	11,788,980	149,636	170,799	-	-	12,109,415	18.7%	(2,412,826)	-16.6%
Total Expenditures & Other	\$ 24,410,092	\$ 15,195,175	\$ 10,055,839	\$ 2,660,220	\$ 12,429,553	\$ 64,750,879	100.0%	\$ (10,351,753)	-13.8%

Highlights of significant changes from the previous year are (all figures compare total expenditures including other financing uses):

- **SAVE Fund** expenditures decreased by \$14.0 million or 36.6% from the previous year due to a decrease in facilities/acquisition costs for the construction of new elementary schools.
- **Student Activity Fund** expenditures increased by \$.65 million or 32.3% due to the impacts of the Covid-19 Pandemic on spending in FY23.
- **Management Fund** expenditures increased by \$3.1 million due to insurance premiums and claims.

Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Fund Balances: Governmental Funds

Fund balances reflect the accumulated excess of revenues over expenditures for governmental functions. A comparison of individual fund(s) balances can be seen in **Figure A-15**.

Figure A-15				
Fund Balances	June 30, 2023	June 30, 2022	\$ Increase (Decrease)	% Increase (Decrease)
General Fund	\$ 42,865,536	\$ 37,865,195	\$ 5,000,341	13.2%
Special Revenue Funds*	13,036,043	11,699,602	1,336,441	11.4%
Capital Projects Funds**	39,685,426	33,562,210	6,123,216	18.2%
Debt Service Fund	14,201,403	13,283,027	918,376	6.9%
Total	\$ 109,788,408	\$ 96,410,034	\$ 13,378,374	13.9%
*Special Revenue Funds				
Activity	\$ 2,057,117	\$ 2,192,617	\$ (135,500)	-6.2%
Management	10,978,926	9,506,985	1,471,941	15.5%
Total	\$ 13,036,043	\$ 11,699,602	\$ 1,336,441	11.4%
**Capital Projects Funds				
SAVE	\$ 28,366,555	\$ 20,374,408	\$ 7,992,147	39.2%
PPEL	11,318,871	13,187,802	(1,868,931)	-14.2%
Total	\$ 39,685,426	\$ 33,562,210	\$ 6,123,216	18.2%

The **General Fund** ending fund balance experienced an increase of \$5.0 million from the previous fiscal year. This gain was due to the savings from reduced staffing, school-based budget spending and ESSER funding decreasing due to the Covid-19 Pandemic. The **Special Revenue Funds** ending balances (Activity and Management funds combined) experienced an increase of \$1.3 million due to a reduction in activity expenses and increased activity revenue and additional claim payments from the previous year. Ending balances within the **Capital Projects Funds** (SAVE and PPEL) decreased by \$6.1 million in aggregate due to the construction of the new elementary schools.

Capital Asset and Debt Administration

Capital Assets

As indicated in **Figure A-16**, by the end of 2023, the District had invested (net of depreciation) \$228.1 million in a broad range of assets including buildings, athletic facilities, computer/audio-visual equipment, and administrative offices. This amount represents an increase of 2.4% from the previous year. The District saw increases in Buildings of 9.9% and in Vehicles of 25.0%, while seeing a 67.0% decrease in construction in progress due to the timing of construction of the new elementary schools.

Figure A-16							
Capital Assets (net of depreciation, in millions of dollars)							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2022	2023	2022	2023	2022	2023	2021-2022
Land	\$ 10.5	\$ 10.5	\$ -	\$ -	\$ 10.5	\$ 10.5	0.0%
Construction in progress	20.9	6.9	-	-	20.9	6.9	-67.0%
Buildings	183.1	201.3	-	-	183.1	201.3	9.9%
Equipment	2.1	2.6	0.9	1.0	3.0	3.6	20.0%
Vehicles	4.4	5.5	-	-	4.4	5.5	25.0%
Lease asset, equipment	1.9	1.3	-	-	1.9	1.3	100.0%
	\$ 222.9	\$ 228.1	\$ 0.9	\$ 1.0	\$ 223.8	\$ 229.1	2.4%

Note: Totals may not add due to rounding.

Cedar Rapids Community School District

Management's Discussion and Analysis For Fiscal Year Ended June 30, 2023

Long-Term Debt

As noted in **Figure A-17**, the District had \$106.3 million in long-term debt outstanding compared to \$106.2 million in the previous fiscal year. This represents an increase of 0.1% over the prior year.

Figure A-17 Outstanding Long-Term Bonds Payable			
	Total School District		Total Percentage Change 2022-2023
	2022	2023	
SAVE Revenue Bonds	\$ 88,797,000	\$ 90,409,000	1.8%
QSCB	11,842,461	11,842,461	0.0%
Bond Premium	3,658,878	2,666,844	-27.1%
Lease agreements	1,854,763	1,343,651	-27.6%
Total	\$ 106,153,102	\$ 106,261,956	0.1%

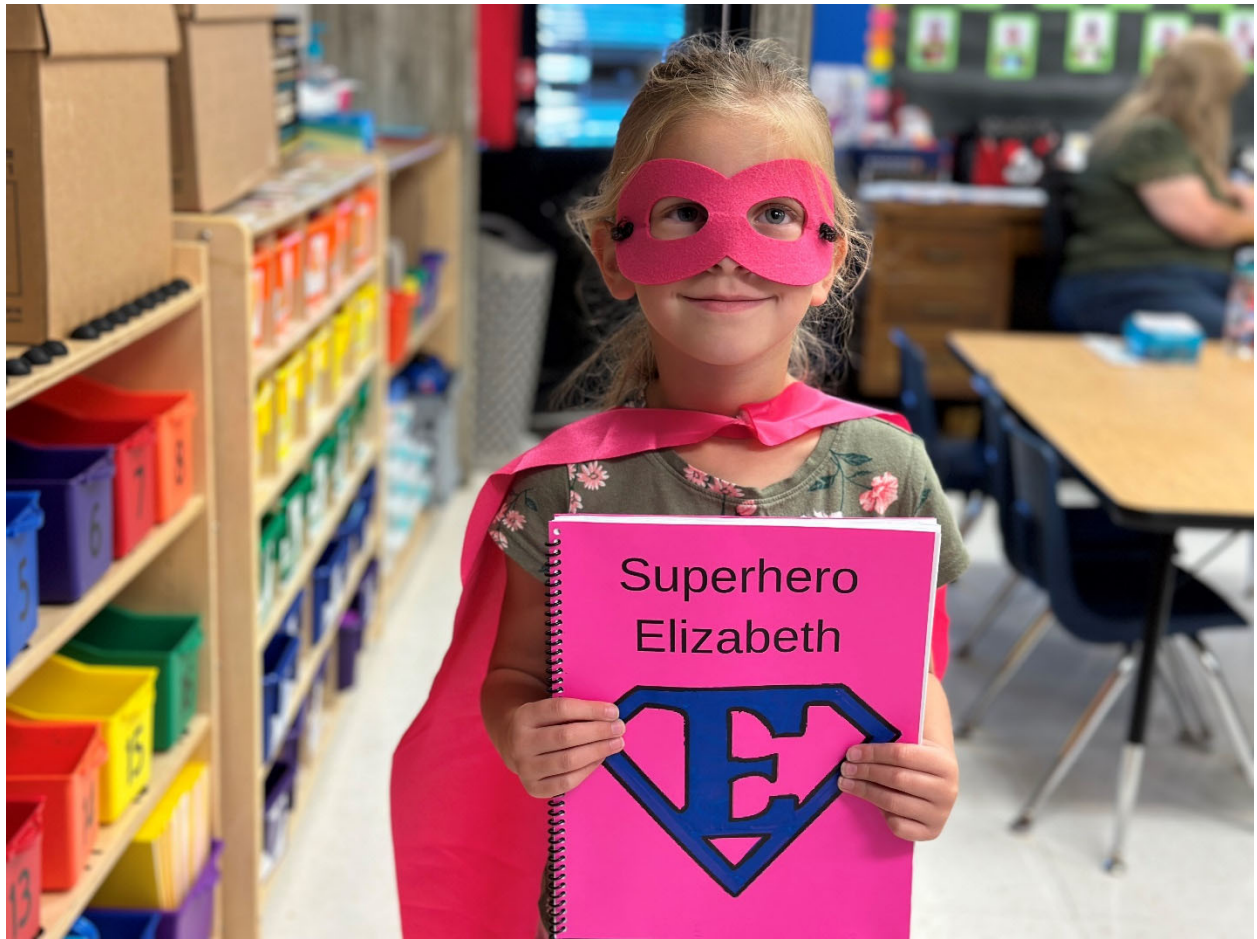
Economic Factors and Next Year's Budgets and Rates

- Fiscal Year 2023 compensation increases for all District staff averaged 3.0% similar to a State Supplemental Aid (SSA) growth of 3.0%. Enrollment losses of 126.98 students in October 2022. Over eighty percent of the General Fund Budget is comprised of wage and benefit commitments. Changes in collective bargaining laws by the 2017 Iowa legislature played a significant role in arriving at a compensation increase that fits within overall State revenue growth.
- Iowa school district funding faces many challenges in the future years. The State of Iowa finished with a \$1.8 billion surplus in its FY 2023 general fund. Total State surplus funds are approximately \$6.4 billion. This means that the State has plenty of funds for education, but they are funding nonpublic schools at the same per pupil student rate as public school students which will require a greater draw on State funds. This obligation will significantly affect the funds that are available for public schools in addition to the decreased enrollment that this will cause.
- A nationwide labor shortage has made it increasingly difficult to retain and recruit qualified staff. Salaries and benefits expenditures are expected to increase due to this factor.
- The federal COVID-19 funds have helped the District to continue to operate at its current levels. These funds are decreasing as the sources are depleted. The District will struggle to maintain operations at current levels. During FY2023-2024, the District will begin to look at how it can gain operational efficiencies to decrease annual spending. This will include reviewing all buildings from both a staffing and operational level to see what spending adjustments need to be made to ensure the District continues to operate in a financially sound manner to maintain an acceptable unspent balance and fund balance.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview and transparency of District's finances. If you have questions about this report or need additional financial information, contact Karla Hogan, Executive Director – Business Services, Cedar Rapids Community School District, 2500 Edgewood Road NW, Cedar Rapids, Iowa 52405.

Government-Wide Financial Statements





Cedar Rapids Community School District

**Statement of Net Position
June 30, 2023**

	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 115,038,140	\$ 7,470,965	\$ 122,509,105
Receivables:			
Taxes:			
Current year	435,416	-	435,416
Succeeding year	98,758,905	-	98,758,905
Other	3,507,674	65,373	3,573,047
Due from other governments	8,761,005	129,603	8,890,608
Internal balances	416,789	(416,789)	-
Inventories	490,883	112,155	603,038
Prepaid items	93,854	-	93,854
Total current assets	227,502,666	7,361,307	234,863,973
Noncurrent assets:			
Restricted cash and investments	15,127,747	-	15,127,747
Capital assets:			
Land and construction in progress	17,393,300	-	17,393,300
Depreciable assets	318,041,359	3,824,650	321,866,009
Less accumulated depreciation	(107,338,616)	(2,802,654)	(110,141,270)
Net capital assets	228,096,043	1,021,996	229,118,039
Total noncurrent assets	243,223,790	1,021,996	244,245,786
Total assets	470,726,456	8,383,303	479,109,759
Deferred Outflows of Resources			
Pension related amounts	14,994,459	2,178,939	17,173,398
Other postemployment benefit related amounts	12,927,093	-	12,927,093
Total deferred outflows of resources	27,921,552	2,178,939	30,100,491

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current liabilities:			
Accounts payable	\$ 12,166,744	\$ 21,093	\$ 12,187,837
Accrued expenses, primarily salaries and benefits payable	19,425,295	96,217	19,521,512
Accrued interest payable	1,778,268	-	1,778,268
Unearned revenue	61,863	118,536	180,399
Current portion of long-term obligations	11,432,594	-	11,432,594
Total current liabilities	44,864,764	235,846	45,100,610
Noncurrent liabilities, noncurrent portion of long-term obligations	189,188,401	137,415	189,325,816
Total liabilities	234,053,165	373,261	234,426,426
Deferred Inflows of Resources			
Property taxes	90,652,012	-	90,652,012
Income surtaxes	8,106,893	-	8,106,893
Pension related amounts	12,362,027	2,177,613	14,539,640
Other postemployment benefit related amounts	9,373,743	-	9,373,743
Total deferred inflows of resources	120,494,675	2,177,613	122,672,288
Net Position			
Net investment in capital assets	124,103,974	1,021,996	125,125,970
Restricted for:			
Categorical funding	3,955,848	-	3,955,848
Student activities	2,057,117	-	2,057,117
Physical plant and equipment	11,318,871	-	11,318,871
School infrastructure	26,314,096	-	26,314,096
Unrestricted	(23,649,738)	6,989,372	(16,660,366)
Total net position	\$ 144,100,168	\$ 8,011,368	\$ 152,111,536

See notes to basic financial statements.

Cedar Rapids Community School District

Statement of Activities Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
Instruction:				
Regular instruction	\$ 82,916,755	\$ 2,732,983	\$ 28,268,236	\$ -
Special instruction	29,164,070	2,412,226	1,734,665	-
Vocational instruction	1,238,193	-	245,262	-
Other instruction	24,946,946	2,701,747	7,403,494	-
Total instruction	138,265,964	7,846,956	37,651,657	-
Support services:				
Student services	8,194,581	-	581,170	-
Instructional staff services	20,688,268	294,312	-	-
General administration services	19,363,249	-	-	-
School administration services	13,535,719	-	-	-
Business services	9,163,034	232,573	-	-
Operations and maintenance	25,278,325	-	-	-
Student transportation	9,499,594	184,328	15,582	-
Other support services, AEA flowthrough	7,985,606	-	7,985,606	-
Total support services	113,708,376	711,213	8,582,358	-
Noninstructional programs:				
Food services	178,669	-	-	-
Community services	60,496	509,638	-	-
Total noninstructional programs	239,165	509,638	-	-
Other:				
Debt service, including interest and bond issuance costs	2,964,652	-	585,174	-
Total governmental activities	255,178,157	9,067,807	46,819,189	-
Business-type activities				
Noninstructional programs:				
Daycare services	(632,568)	10	-	-
Nutrition services	9,287,275	1,675,928	10,322,498	-
Total business-type activities	8,654,707	1,675,938	10,322,498	-
Total school district	\$ 263,832,864	\$ 10,743,745	\$ 57,141,687	\$ -

General revenues:

Taxes:

Property taxes, levied for general purposes
Property taxes, levied for capital outlay
State-wide sales tax
Income surtaxes
Grants not restricted to specific programs
Gain on disposal of capital assets
Interest and investment earnings
Miscellaneous

Transfers

Total general revenues and transfers

Change in net position
Net position, beginning
Net position, ending

See notes to basic financial statements.

Net (Expense) Revenue and Changes in Net Position			
	Governmental	Business-Type	
	Activities	Activities	Total
\$	(51,915,536)	-	\$ (51,915,536)
	(25,017,179)	-	(25,017,179)
	(992,931)	-	(992,931)
	(14,841,705)	-	(14,841,705)
	(92,767,351)	-	(92,767,351)
	(7,613,411)	-	(7,613,411)
	(20,393,956)	-	(20,393,956)
	(19,363,249)	-	(19,363,249)
	(13,535,719)	-	(13,535,719)
	(8,930,461)	-	(8,930,461)
	(25,278,325)	-	(25,278,325)
	(9,299,684)	-	(9,299,684)
	-	-	-
	(104,414,805)	-	(104,414,805)
	(178,669)	-	(178,669)
	449,142	-	449,142
	270,473	-	270,473
	(2,379,478)	-	(2,379,478)
	(199,291,161)	-	(199,291,161)
	-	632,578	632,578
	-	2,711,151	2,711,151
	-	3,343,729	3,343,729
	(199,291,161)	3,343,729	(195,947,432)
	77,967,644	-	77,967,644
	10,615,433	-	10,615,433
	20,703,249	-	20,703,249
	8,986,301	-	8,986,301
	100,639,757	-	100,639,757
	347,362	-	347,362
	3,139,892	93,472	3,233,364
	4,452,824	189,036	4,641,860
	429,343	(429,343)	-
	227,281,805	(146,835)	227,134,970
	27,990,644	3,196,894	31,187,538
	116,109,524	4,814,474	120,923,998
\$	144,100,168	\$ 8,011,368	\$ 152,111,536



Fund Financial Statements





Cedar Rapids Community School District

Balance Sheet Governmental Funds June 30, 2023

	General	Management	Physical Plant and Equipment Levy
Assets			
Cash and cash equivalents	\$ 58,682,402	\$ 13,244,202	\$ 12,951,684
Receivables:			
Taxes:			
Current year	335,573	45,998	53,845
Succeeding year	71,993,327	14,999,994	11,765,584
Other	3,396,568	-	65,447
Due from other governments	7,208,744	883	936
Due from other funds	454,524	61,518	61,603
Inventories-supplies and materials	490,883	-	-
Restricted cash and investments	-	-	-
Prepaid items	93,854	-	-
Total assets	\$ 142,655,875	\$ 28,352,595	\$ 24,899,099
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable	\$ 7,409,327	\$ 55,384	\$ 1,814,444
Accrued expenditures, primarily salaries and benefits payable	19,395,566	2,295,623	-
Due to other funds	769,119	22,668	200
Unearned revenue	61,863	-	-
Total liabilities	27,635,875	2,373,675	1,814,644
Deferred inflows of resources:			
Unavailable revenue—property taxes	63,886,434	14,999,994	11,765,584
Unavailable revenue—income surtaxes	8,106,893	-	-
Unavailable revenue—intergovernmental	161,137	-	-
Total deferred inflows of resources	72,154,464	14,999,994	11,765,584
Fund balances:			
Nonspendable	584,737	-	-
Restricted	3,955,848	10,978,926	11,318,871
Assigned	-	-	-
Unassigned	38,324,951	-	-
Total fund balances	42,865,536	10,978,926	11,318,871
Total liabilities, deferred inflows of resources and fund balances	\$ 142,655,875	\$ 28,352,595	\$ 24,899,099

See notes to basic financial statements.

Secure an Advanced Vision for Education	Nonmajor Governmental Funds	Total Governmental Funds
\$ 26,649,149	\$ 3,510,703	\$ 115,038,140
-	-	435,416
-	-	98,758,905
23,723	21,936	3,507,674
1,550,442	-	8,761,005
633,195	80	1,210,920
-	-	490,883
2,341,393	12,786,354	15,127,747
-	-	93,854
<u>\$ 31,197,902</u>	<u>\$ 16,319,073</u>	<u>\$ 243,424,544</u>

\$ 2,831,347	\$ 56,242	\$ 12,166,744
-	2,167	21,693,356
-	2,144	794,131
-	-	61,863
<u>2,831,347</u>	<u>60,553</u>	<u>34,716,094</u>

-	-	90,652,012
-	-	8,106,893
-	-	161,137
<u>-</u>	<u>-</u>	<u>98,920,042</u>

-	-	584,737
26,314,095	16,258,520	68,826,260
2,052,460	-	2,052,460
-	-	38,324,951
<u>28,366,555</u>	<u>16,258,520</u>	<u>109,788,408</u>

<u>\$ 31,197,902</u>	<u>\$ 16,319,073</u>	<u>\$ 243,424,544</u>
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Cedar Rapids Community School District

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities June 30, 2023

Total governmental fund balances		\$	109,788,408
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.			
Capital assets	\$	335,434,659	
Accumulated depreciation and amortization		(107,338,616)	228,096,043
Receivables not collected within 60 days of year-end are not available soon enough to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds.			161,137
Deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows:			
Deferred outflows of resources, pension		14,994,459	
Deferred outflows of resources, other post employment benefits		12,927,093	
Deferred inflows of resources, pension		(12,362,027)	
Deferred inflows of resources, other post employment benefits		(9,373,743)	6,185,782
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:			
Bonds payable		(102,251,461)	
Bond premiums		(2,738,350)	
Accrued interest on long-term debt		(1,778,268)	
Net pension liability		(67,122,148)	
Other postemployment benefits liability		(21,838,738)	
Lease liability		(1,343,651)	
Early retirement payable		(3,058,586)	(200,131,202)
Net position of governmental activities		\$	144,100,168

See notes to basic financial statements.



Cedar Rapids Community School District

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds Year Ended June 30, 2023

	General	Management	Physical Plant and Equipment Levy
Revenues:			
Local sources:			
Local taxes	\$ 77,277,760	\$ 9,360,991	\$ 10,930,626
Tuition	4,487,506	-	-
Other local sources	5,420,785	2,164,161	1,048,709
State sources	122,457,438	2,568	2,722
Federal sources	25,768,835	-	-
Total revenues	235,412,324	11,527,720	11,982,057
Expenditures:			
Current:			
Instruction:			
Regular instruction	82,864,625	2,672,984	-
Special instruction	30,863,784	18,232	-
Vocational instruction	1,359,391	-	-
Other instruction	23,767,163	-	-
Total instruction	138,854,963	2,691,216	-
Support services:			
Student services	8,785,344	12,822	8,521
Instructional staff services	20,586,550	28,126	-
General administration services	5,588,892	2,039,024	-
School administration services	13,774,318	370,777	-
Business services	7,618,180	1,315,030	-
Operations and maintenance	18,354,794	2,361,424	156,526
Student transportation	7,793,730	841,186	4,578
Other support services, AEA flowthrough	7,985,606	-	-
Total support services	90,487,414	6,968,389	169,625
Noninstructional programs:			
Food service	-	178,669	-
Community services	-	46,706	-
Total noninstructional programs	-	225,375	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Issuance costs	-	-	-
Capital outlay, facilities acquisition	-	-	14,875,914
Total other expenditures	-	-	14,875,914
Total expenditures	229,342,377	9,884,980	15,045,539
Excess (deficiency) of revenues over (under) expenditures	6,069,947	1,642,740	(3,063,482)
Other financing sources (uses):			
Proceeds from issuance of long-term debt	-	-	-
Premium on bonds	-	-	-
Proceeds from disposal of capital assets	7,119	-	675,090
Transfers in	654,579	-	669,097
Transfers out	(1,731,304)	(170,799)	(149,636)
Total other financing sources (uses)	(1,069,606)	(170,799)	1,194,551
Net change in fund balances	5,000,341	1,471,941	(1,868,931)
Fund balances at beginning of year	37,865,195	9,506,985	13,187,802
Fund balances at end of year	\$ 42,865,536	\$ 10,978,926	\$ 11,318,871

See notes to basic financial statements.

Secure an Advanced Vision for Education	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 97,569,377
-	-	4,487,506
908,501	2,974,284	12,516,440
20,703,249	-	143,165,977
-	585,174	26,354,009
21,611,750	3,559,458	284,093,309
860,452	-	86,398,061
-	-	30,882,016
-	-	1,359,391
-	2,619,521	26,386,684
860,452	2,619,521	145,026,152
4,648	-	8,811,335
955,246	-	21,569,922
-	-	7,627,916
202,702	-	14,347,797
676,332	-	9,609,542
22,882	28,279	20,923,905
-	12,420	8,651,914
-	-	7,985,606
1,861,810	40,699	99,527,937
-	-	178,669
-	-	46,706
-	-	225,375
-	8,824,112	8,824,112
-	3,605,441	3,605,441
273,931	-	273,931
9,624,919	-	24,500,833
9,898,850	12,429,553	37,204,317
12,621,112	15,089,773	281,983,781
8,990,638	(11,530,315)	2,109,528
9,925,000	-	9,925,000
71,506	-	71,506
160,788	-	842,997
633,195	12,313,191	14,270,062
(11,788,980)	-	(13,840,719)
(998,491)	12,313,191	11,268,846
7,992,147	782,876	13,378,374
20,374,408	15,475,644	96,410,034
\$ 28,366,555	\$ 16,258,520	\$ 109,788,408

Cedar Rapids Community School District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended June 30, 2023

Net change in fund balances, governmental funds	\$	13,378,374
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeds capital outlays in the period.		
Capital outlays	\$	12,641,758
Depreciation and amortization expense		(6,958,445)
Gain on disposal of capital assets		347,362
Proceeds from sales of capital assets		(842,997)
		5,187,678
In the statement of activities, certain operating expenses, compensated absences (vacations) and early retirement, are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, early retirement payable was greater than the prior year by \$869,312 and compensated absence liability decreased by \$644,252.		
		(225,060)
Some receivables will not be collected for several months after the District's fiscal year-end, so they are not considered "available" revenues in the governmental funds, and they are instead reported as deferred inflows of resources. They are, however, recorded as revenues in the statement of activities.		
		(1,701,218)
Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not affect the statement of activities.		
Principal payments on leases		511,112
Proceeds from issuance of long-term debt		(9,925,000)
Repayment of long-term liabilities		8,313,000
Change in accrued interest		(77,311)
Premium on bonds issued		(71,506)
Amortization of premiums		992,034
		(257,671)
Some amounts reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Pension expense (gain)		13,732,028
OPEB expense		(2,123,487)
		11,608,541
Change in net position—governmental activities	\$	27,990,644

See notes to basic financial statements.

Cedar Rapids Community School District

**Statement of Net Position
Proprietary Funds
June 30, 2023**

	Business-Type Activities
	Total Nonmajor Proprietary Funds
Assets	
Current assets:	
Cash and cash equivalents	\$ 7,470,965
Other receivables	65,373
Due from other governments	129,603
Due from other funds	12,723
Inventories—supplies and materials	112,155
Total current assets	7,790,819
Noncurrent assets, furniture and equipment, net	1,021,996
Total assets	8,812,815
Deferred Outflows of Resources , pension related amounts	2,178,939
Liabilities	
Current liabilities:	
Accounts payable	21,093
Accrued expenses	96,217
Due to other funds	429,512
Unearned revenue	118,536
Total current liabilities	665,358
Noncurrent liability, net pension liability	137,415
Total liabilities	802,773
Deferred Inflow of Resources , pension related amounts	2,177,613
Net Position	
Investment in capital assets	1,021,996
Unrestricted	6,989,372
Total net position	\$ 8,011,368

See notes to basic financial statements.

Cedar Rapids Community School District

**Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year Ended June 30, 2023**

	Business-Type Activities
	Total Nonmajor Proprietary Funds
Operating revenues:	
Charges for services	\$ 1,675,938
Other	189,036
Total operating revenues	1,864,974
Operating expenses:	
Payroll costs	2,508,252
Purchased services	8,377
Supplies and materials	5,983,919
Depreciation	132,479
Total operating expenses	8,633,027
Operating (loss)	(6,768,053)
Nonoperating revenues:	
State sources	62,654
Federal sources	10,259,844
Interest income	93,472
Loss on disposal of capital assets	(21,680)
Total nonoperating revenues	10,394,290
Income before transfers	3,626,237
Transfers out	(429,343)
Change in net position	3,196,894
Net position, beginning of year	4,814,474
Net position, end of year	\$ 8,011,368

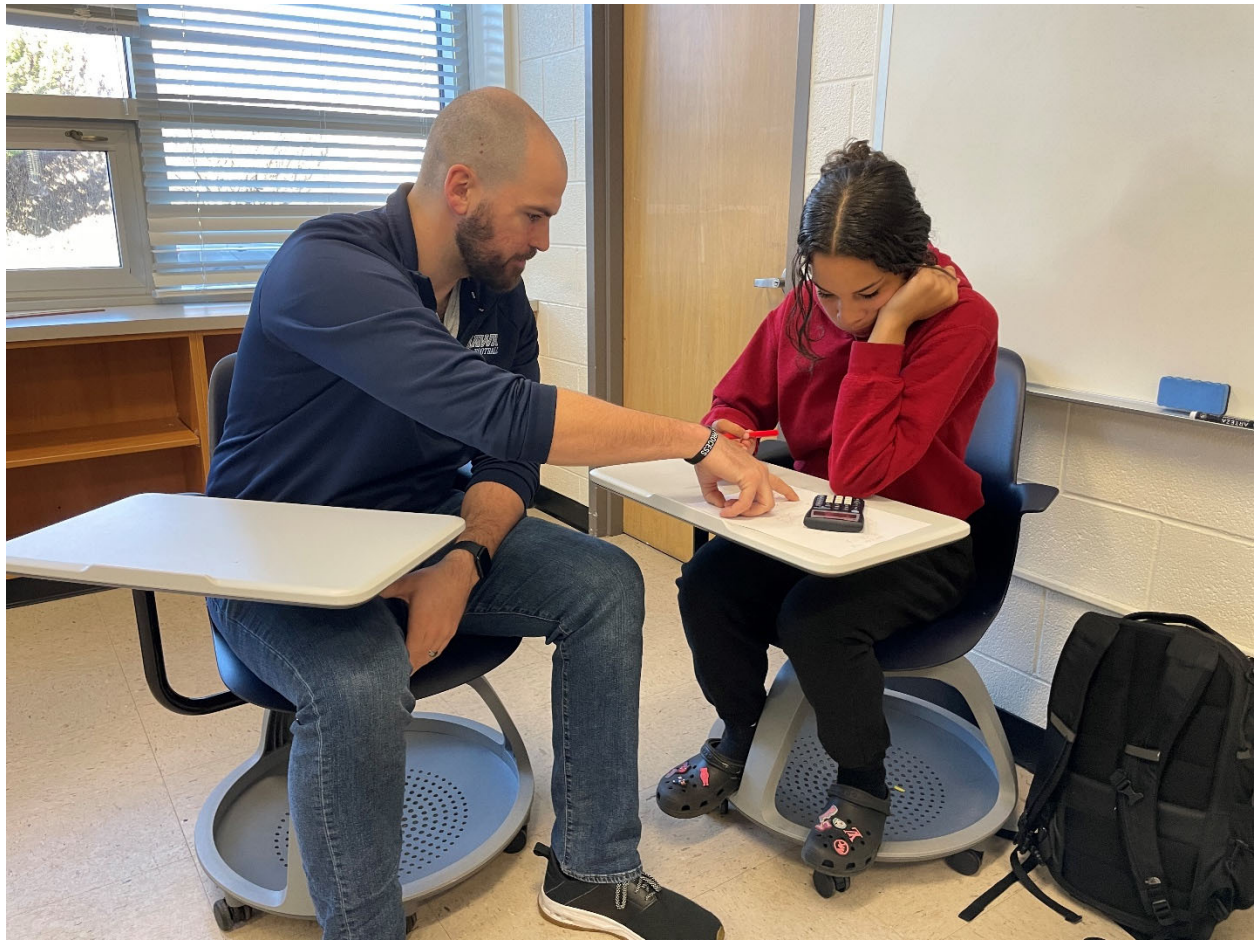
See notes to basic financial statements.

Cedar Rapids Community School District

Statement of Cash Flows Proprietary Funds Year Ended June 30, 2023

	Business-Type Activities
	Total Nonmajor Proprietary Funds
Cash flows from operating activities:	
Cash received from sale of lunches and breakfasts	\$ 1,271,119
Cash received from services	330,970
Cash received from miscellaneous operating activities	188,316
Cash payments to employees for services	(4,955,396)
Cash payments to suppliers for good and services	(5,720,213)
Net cash used in operating activities	(8,885,204)
Cash flows from noncapital financing activities:	
State lunch and breakfast reimbursements	62,654
Federal lunch and breakfast reimbursements	9,475,239
Transfers to other funds	(429,343)
Payments to interfund accounts	47,954
Net cash provided by noncapital financing activities	9,156,504
Cash flows from capital and related financing activities, acquisition of capital assets	(209,314)
Cash flows from investing activities, interest	93,472
Net increase in cash and cash equivalents	155,458
Cash and cash equivalents:	
Beginning	7,315,507
Ending	<u><u>\$ 7,470,965</u></u>
Reconciliation of operating (loss) to net cash used in operating activities:	
Operating (loss)	\$ (6,768,053)
Adjustments to reconcile operating (loss) to net cash used in operating activities:	
Depreciation expense	132,479
Commodities consumed	758,234
Changes in assets and liabilities:	
Decrease in receivables, net	(11,699)
Decrease in inventories	(46,273)
Increase in accounts payable and accrued expenses	(582,566)
Decrease in net pension liability	61,063
Decrease in deferred outflows of resources	(1,621,592)
(Increase) in deferred inflows of resources	(744,647)
Decrease in unearned revenues	(62,150)
Net cash used in operating activities	<u><u>\$ (8,885,204)</u></u>
Noncash items, noncapital financing activities, federal commodities	<u><u>\$ 758,234</u></u>

See notes to basic financial statements.



Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies

Nature of operations: The Cedar Rapids Community School District (the District) is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve with a student enrollment of 16,036. Additionally, the District either operates or sponsors various adult education programs. These courses include remedial education, as well as vocational and recreational courses. The geographic area served includes the cities of Cedar Rapids, Bertram, Hiawatha, Palo, Robins and portions of Marion, Iowa. The District is governed by a Board of Directors whose members are elected on a nonpartisan basis.

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

Reporting entity: For financial reporting purposes, the District has considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization; or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on, the District. The District has no component units that meet the GASB criteria and is not a component unit of another entity.

Measurement focus:

Government-wide financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used have not been eliminated during the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for service.

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

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt attributable to the acquisition, construction or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

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

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

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

Fund financial statements: Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The District reports the following major governmental funds:

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

Management Fund is a special revenue fund that accounts for resources accumulated and payments made for property insurance, fidelity bonds, worker compensation, liability premiums, unemployment insurance claims and early retirement incentives.

Physical Plant and Equipment Levy Fund is a capital projects fund that accounts for resources accumulated and payments made for the purchase and improvement of grounds; purchase of buildings; major repairs, remodeling, reconstructing, improving or expanding the schools or buildings; expenditures for energy conservation; and for equipment purchases. The purchase of transportation vehicles qualifies under the law. This fund is major for public purpose.

Secure an Advanced Vision for Education (SAVE) Fund is a capital projects fund that accounts for resources accumulated through retail sales tax collections and payments made for the purchase and improvements of infrastructure, property tax relief and technology in classrooms.

Proprietary funds are used to account for activities similar to those found in private industry, where the determination of net income is necessary or useful to provide sound financial administration. All of the District's proprietary funds are aggregated and reported as nonmajor proprietary funds.

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

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

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments, compensated absences, other postemployment benefits and pension related amounts are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds.

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

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

Significant accounting policies:

Cash and cash equivalents and investments: The cash balances of most District funds are pooled and invested. Investments in United States Treasury Notes are stated at fair value and investments in the Iowa Schools Joint Investment Trust are stated at amortized cost.

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

Property taxes and income surtaxes receivable: Property tax in governmental funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date the tax asking is certified by the Board of Education. Current year property tax receivable represents unpaid taxes for the current and prior years.

The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is a deferred inflow of resources in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied and budgeted for.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

Property tax revenue recognized in these funds becomes due and collectible in September and March of the fiscal year with a 1.5% per month penalty for delinquent payments; is based on January 1, 2021 assessed property valuations; is for the tax accrual period July 1, 2022 through June 30, 2023 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2022.

The income surtax receivable represents the fiscal year 2023 levy which will be collected by the District in fiscal year 2024. Although the income surtax receivable has been recorded as of June 30, 2023, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year ending June 30, 2024, the year for which it is levied.

Interfund receivables/payables: During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. To the extent that certain transfers between funds had not been received as of June 30, 2023, balances of interfund amounts receivable or payable have been recorded. These receivables and payables are classified as “due from other funds” or “due to other funds” on the balance sheet. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Due from other governments: Due from other governments represents amounts due from the State of Iowa for various shared revenues and grants and reimbursements from other governments.

Inventories: Inventories of the General Fund are stated at the average cost for purchased items and are accounted for using the consumption method, whereby inventory acquisitions are recorded in inventory accounts when purchased or received by other means and are charged to operations when consumed or sold. Reported inventories in the General Fund are offset by a nonspendable fund balance which indicates these assets are unavailable for appropriation even though they are a component of reported assets.

Inventories of the Nutrition Services Fund are valued at cost using the first-in, first-out method for purchased items and government commodities received.

Prepaids: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in both government-wide and fund financial statements on the consumption method.

Capital assets: Capital assets, which include property, furniture and equipment are reported in the applicable governmental or business-type activities columns in the government-wide statement of net position and the proprietary fund financial statements. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

The District defines capital assets as assets with an initial, individual cost of \$5,000 or more (amount not rounded) and an estimated useful life in excess of one year.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings	50
Furniture	20
Kitchen equipment	15
Office/school equipment	10
Vehicles	8
Right-to-use leased assets	2 - 10
Computer equipment	5

The District's collection of library books, works of art and other similar assets are not capitalized. These collections are unencumbered, held for public exhibition and education, protected, cared for and preserved and subject to District policy that requires proceeds from the sale of these items, if any, to be used to acquire other collection items.

Leases: The District is the lessee for a noncancellable lease of equipment. The District has recognized a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes leases with an initial, individual value of \$100,000 or more.

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

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

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

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

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

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

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

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

Salaries and benefits payable: Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities. Earned but unpaid payroll for hourly and administrative employees as of June 30, 2023, has also been accrued as a liability.

Compensated absences: Prior to June 30, 2023, District employees accumulated a limited amount of earned but unused vacation for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only for amounts that have matured or are considered due, for example, as a result of employee resignations and retirements. During fiscal year 2023, the District changed its policy and employees no longer accrue vacation from prior years and are only paid out for vacation earned during the current period upon termination, death or retirement, therefore no liability is reported as of June 30, 2023.

Long-term liabilities: In the governmental fund financial statements, principal and interest on long-term debt, early retirement payments, other postemployment benefits, pension benefits and compensated absences are recognized as liabilities only when payment has matured or becomes due. Proceeds and premiums/discounts from the issuance of long-term debt are reported as other financing sources/uses. Bond issuance costs are reported as expenditures. In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities and business-type activities columns in the statement of net position. Bond premiums are amortized over the life of the bonds using the effective interest rate method. Bond issuance costs are reported as an expense when incurred.

Total OPEB liability: For purposes of measuring the total OPEB liability, deferred outflows of resources related to OPEB and OPEB expense, information has been based on the actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The total of OPEB liability will be paid primarily by the Management Fund, a nonmajor governmental fund.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

Deferred inflows of resources: Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. The governmental funds report unavailable revenues from three sources: property taxes, income surtaxes, and intergovernmental revenue. The amounts related to intergovernmental revenue are deferred and recognized as an inflow of resources in the period that the amounts become available. In both the District's government-wide and governmental fund financial statements, property tax revenue and income surtaxes for the succeeding year are reported as a deferred inflow of resources and will become an inflow in the year they are levied and budgeted for. The District's statement of net position also includes unrecognized pension and OPEB related amounts as a deferred inflow of resources.

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

Nonspendable: Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

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

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

Assigned: Amounts constrained by the District's intent to use them for a specific purpose. It is the District's policy that the authority to assign fund balance has been delegated by the Board of Education to the Executive Director of Business Services through the budget process.

Unassigned: All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Residual deficit amounts of other governmental funds would also be reported as unassigned.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is to pay the expenditure from restricted fund balance and then from less-restrictive classifications—committed, assigned and then unassigned fund balances.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 1. Nature of Operations, Reporting Entity, Measurement Focus, Basis of Accounting and Financial Statement Presentation and Significant Accounting Policies (Continued)

Net position: Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Unspent debt proceeds were \$2,341,393 for the Secure an Advanced Vision for Education Fund. In the government-wide statement of net position, net position is reported as restricted when constraints placed on net position use are either externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Net position restricted by enabling legislation consists of \$26,314,095 for school infrastructure from the Secure an Advanced Vision for Education fund, \$11,318,871 for the physical plant and equipment levy, \$3,955,848 for categorical funding and \$2,057,117 for student activities.

When an expense is incurred in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted net position to have been depleted before unrestricted net position.

Budgets and budgetary accounting: The budgetary comparison and related disclosures are reported as Required Supplementary Information. The schedule is based on the program structure of functional areas as required by State statute for its legally adopted budget.

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

Note 2. Deposits and Investments

Interest rate risk: The District's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) in instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days but the maturities shall be consistent with the needs and use of the District. As of June 30, 2023, the District held United States Treasury Notes of \$8,800,603 maturing on July 1, 2028 related to debt service reserves or nonoperating funds.

Credit risk: The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district. The District's investments of United States Treasury Notes are not subject to credit risk. The Iowa Schools Joint Investment Trust is rated AAAm with Standard & Poor's Global Ratings.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 2. Deposits and Investments (Continued)

Concentration of credit risk: The District's investment policy is to diversify its investment portfolio to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. The District's investment policy specifically limits the District from investing in prime bankers' acceptance or commercial paper and other corporate debt balances greater than 10% of its total investment portfolio. The policy also limits the amount that can be invested in a single issuer to 5% of its total investment portfolio. The District's investments consist solely of United States Treasury Notes and Iowa Schools Joint Investment Trust which are not subject to concentration of credit risk.

Custodial credit risk: The District's investment policy states that all invested assets of the District eligible for physical delivery shall be secured by having them held at a third-party custodian. All purchased investments shall be held pursuant to a third-party custodial agreement requiring delivery versus payment and compliance with all rules set out in Chapter 12B.10.C of the Code of Iowa. The District's investments were not exposed to custodial credit risk as the investments were not insured but are held by the District's Agent in the District's name.

The District's deposits in banks at June 30, 2023 were entirely covered by federal depository insurance, secured by collateral or private insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

Fair value: The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include: a) quoted prices for similar assets or liabilities in active markets; b) quoted prices for identical or similar assets or liabilities in markets that are not active; and c) inputs other than quoted prices that are observable for the asset or liability, such as: (1) interest rates and yield curves observable at commonly quoted intervals; (2) implied volatilities and (3) credit spreads; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2023:

- U.S. Treasury securities of \$8,800,603 are valued using quoted market prices (Level 1 inputs).

A reconciliation of cash and investments as shown on the financial statements for the District follows:

Depository accounts	\$ 114,856,774
Iowa Schools Joint Investment Trust	13,979,475
U.S. Treasury Notes	8,800,603
	<u>\$ 137,636,852</u>
Cash and cash equivalents	\$ 122,509,105
Restricted cash and investments	15,127,747
	<u>\$ 137,636,852</u>

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 3. Interfund Receivables and Payables

As of June 30, 2023, interfund receivables and payables were as follows:

	Receivables	Payables
General Fund	\$ 454,524	\$ 769,119
Management Fund	61,518	22,668
Physical Plant and Equipment Levy Fund	61,603	200
Secure on Advanced Vision for Education Fund	633,195	-
Nonmajor governmental funds	80	2,144
Total governmental funds	1,210,920	794,131
Nonmajor enterprise funds	12,723	429,512
Total all funds	<u>\$ 1,223,643</u>	<u>\$ 1,223,643</u>

Interfund balances results from the time lag between dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Note 4. Interfund Transfers

The following is a schedule of transfers as included in the basic financial statements of the District:

	Transfers In	Transfers Out
General Fund	\$ 654,579	\$ 1,731,304
Management Fund	-	170,799
Physical Plant and Equipment Levy Fund	669,097	149,636
Secure on Advanced Vision for Education Fund	633,195	11,788,980
Nonmajor governmental funds	12,313,191	-
Total governmental funds	14,270,062	13,840,719
Nonmajor enterprise funds	-	429,343
	<u>\$ 14,270,062</u>	<u>\$ 14,270,062</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect the resources to the fund that statute or budget requires to expend the resources and (2) use unrestricted revenue collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 5. Capital Assets

Capital asset balances and activity for the year ended June 30, 2023 were as follows:

Governmental Activities	Balance June 30, 2022	Additions	Reductions	Balance June 30, 2023
Capital assets, not being depreciated:				
Land	\$ 10,545,443	\$ -	\$ 9,183	\$ 10,536,260
Construction-in-progress	20,898,208	6,144,328	20,185,496	6,857,040
Total capital assets, not being depreciated	31,443,651	6,144,328	20,194,679	17,393,300
Capital assets, being depreciated/amortized:				
Buildings and improvements	265,094,906	23,152,555	202,244	288,045,217
Furniture and equipment	9,927,724	707,105	261,273	10,373,556
Vehicles	14,698,964	2,823,266	494,331	17,027,899
Lease asset, equipment	2,594,687	-	-	2,594,687
Total capital assets, being depreciated/amortized	292,316,281	26,682,926	957,848	318,041,359
Less accumulated depreciation/amortization for:				
Buildings and improvements	82,010,141	4,932,053	178,977	86,763,217
Furniture and equipment	7,793,843	284,705	292,419	7,786,129
Vehicles	10,307,659	1,233,254	-	11,540,913
Lease asset, equipment	739,924	508,433	-	1,248,357
Total accumulated depreciation/amortization	100,851,567	6,958,445	471,396	107,338,616
Total capital assets, being depreciated/amortized, net	191,464,714	19,724,481	486,452	210,702,743
Governmental activities capital assets, net	\$ 222,908,365	\$ 25,868,809	\$ 20,681,131	\$ 228,096,043
Business-Type Activities	Balance June 30, 2022	Additions	Reductions	Balance June 30, 2023
Capital assets, being depreciated, furniture and equipment	\$ 3,745,531	\$ 209,315	\$ 130,196	\$ 3,824,650
Less accumulated depreciation	2,778,691	132,479	108,516	2,802,654
Business-type activities capital assets, net	\$ 966,840	\$ 76,836	\$ 21,680	\$ 1,021,996

Depreciation/amortization expense was charged to governmental functions as follows:

Regular instruction	\$ 107,450
School administration services	725,000
Operations and maintenance	4,924,073
Student transportation	1,201,922
Total	<u>\$ 6,958,445</u>

Depreciation expense was charged to business-type functions as follows:

Daycare	\$ 1,747
Nutrition services	130,732
Total	<u>\$ 132,479</u>

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 6. Bonded and Other Long-Term Liabilities

Long-term liability balances and activity for the year ended June 30, 2023 were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds payable:					
Revenue bonds, private placement	\$ 100,639,461	\$ 9,925,000	\$ (8,313,000)	\$ 102,251,461	\$ 8,730,000
Premiums	3,658,878	71,506	(992,034)	2,738,350	-
Total bonds payable	104,298,339	9,996,506	(9,305,034)	104,989,811	8,730,000
Other liabilities:					
Lease agreements	1,854,763	-	(511,112)	1,343,651	434,533
Compensated absences	644,252	-	(644,252)	-	-
Other postemployment benefits	21,091,089	747,649	-	21,838,738	-
Early retirement payable - TSA	4,086,569	5,326,647	(4,086,569)	5,326,647	2,268,061
Net pension liability	2,437,712	64,684,436	-	67,122,148	-
Total long-term liabilities	\$ 134,412,724	\$ 80,755,238	\$ (14,546,967)	\$ 200,620,995	\$ 11,432,594
Business-Type Activities					
Net pension liability	\$ 76,172	\$ 61,243	\$ -	\$ 137,415	\$ -

The Management Fund, a nonmajor governmental fund, (for early retirement pay and other postemployment benefits) and General Fund (for compensated absences and net pension liability) typically have been used to liquidate long-term liabilities other than bonds payable.

Early retirement: The District offers a voluntary early retirement plan to certain employee classes. Employees in the specified classes under the District's Board Policy who were hired prior to July 1, 2019 with at least 5 years of service under the workgroup in which they are retiring and who are at least 55 years of age or hired on or after July 1, 2019 with at least 20 years of service under the workgroup in which they are retiring and who are at least 55 years of age are eligible. Eligible employees will be allowed benefits upon submission of a written retirement accepted by Human Resources by February 1 of the current contract year. The early retirement incentive for each eligible employee class is equal to a range (based on date of hire in the employee class in which they are retiring) of 55% of the current years' salary, 150 days pay, 195 days pay, or 260 days pay calculated by using the employee's current year basic salary schedule if at least 50% of the contract days have been worked in the contract year in which they are retiring. Employees hired prior to July 1, 2019 with less than 20 years of service are eligible for a prorated benefit based on years of service in the employee class in which they are retiring. Eligible classes receive additional payment for wellness days accrued and paid at per diem, up to a maximum of 80 days.

The District will pay eligible employees an early retirement benefit to be contributed by the District directly to a tax-sheltered annuity with a vendor selected by the District and owned by the employee and qualifying under Section 403(b) of the Internal Revenue Code of 1986, as amended. The total calculated benefit is paid in equal annual installments spread out over three years beginning in November of the same year following separation; the benefit is paid over 4 years for administrators.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 6. Bonded and Other Long-Term Liabilities (Continued)

Early retirement benefits paid during the year ended June 30, 2023 totaled \$4,086,569, all of which was paid by the Management Fund. The cost of early retirement payments for health benefits expected to be liquidated currently are included within the other postemployment benefit liability. The cost of early retirement payments for salaries expected to be liquidated currently are recorded as accrued expenditures liability in the Management Fund in the amount of \$2,268,061. A liability for the entire balance of the early retirement obligation has been recorded in the government-wide financial statements representing the District's commitment to fund non-current early retirement benefits.

Bonds payable: The District issued \$11,842,461 Taxable School Infrastructure Sales, Services and use Tax Revenue Bonds (Qualified School Construction Bonds), Series, 2010, Dated December 1, 2010, maturing July 1, 2028 with an interest rate of 5.50%, for the purpose of building construction and renovation of district buildings. Principal of \$11,842,461 is due in 2028.

The District issued \$25,185,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2019, dated June 28, 2019, maturing January 2030 with an interest rate of 2.33%, for the purpose of construction of district buildings. Principal payments range from \$1,310,000 to \$4,824,000 due in fiscal years 2023 through 2030. The outstanding balance of the bonds as of June 30, 2023 is \$18,976,000.

The District issued \$27,739,000 School Infrastructure Sales, Services and use Tax Revenue Refunding Bonds, Series 2019, dated November 14, 2019, maturing July 2030 with an interest rate of 2.08%, for the purpose of refunding all or a portion of the School District's Taxable School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2010 and paying related costs of issuance. Principal payments range from \$100,000 to \$4,578,000 due in fiscal years 2023 through 2030. The outstanding balance of the bonds as of June 30, 2023 is \$26,248,000.

The District issued \$9,925,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2020A, dated November 24, 2020, maturing July 2041 with interest rates ranging from 2.00% to 2.20%, for the purpose of furnishing, equipping, constructing, improving, repairing, and renovating school buildings and improving sites, including one or more new elementary school buildings and related parking and site improvements, funding a debt service reserve fund and paying costs of issuance. Principal payments range from \$925,000 to \$1,000,000 due in fiscal years 2033 through 2042. The outstanding balance of the bonds as of June 30, 2023 is \$9,925,000.

The District issued \$35,835,000 School Infrastructure Sales, Services and use Tax Revenue Refunding Bonds, Series 2020B, dated December 29, 2020, maturing July 2026 with interest rates ranging from 0.25% to 6.00%, for the purpose of current refunding the School District's Taxable School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2015 and paying related costs of issuance. Principal payments range from \$2,200,000 to \$3,600,000 due in fiscal years 2023 through 2027. The outstanding balance of the bonds as of June 30, 2023 is \$18,800,000.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 6. Bonded and Other Long-Term Liabilities (Continued)

The District issued \$6,535,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2021, dated May 12, 2021, maturing July 2041 with an interest rate of 2.00%, for the purpose of undertaking various school infrastructure projects, including but not limited to furnishing, equipping, constructing, improving, repairing, and renovating school buildings and improving sites, including one or more new elementary school buildings and related parking and site improvements; and paying related costs of issuance. Principal payments range from \$535,000 to \$1,000,000 due in fiscal years 2036 through 2042. The outstanding balance of the bonds as of June 30, 2023 is \$6,535,000.

The District issued \$9,925,000 School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2022A, dated December 6, 2022, maturing July 2042 with an interest rate of 4.00% to 4.25%, for the purpose of undertaking various school infrastructure projects, including but not limited to furnishing, equipping, constructing, improving, repairing, and renovating school buildings and improving sites, including one or more new elementary school buildings and related parking and site improvements; and paying related costs of issuance. Principal payments range from \$195,000 to \$2,495,000 due in fiscal years 2031 through 2042. The outstanding balance of the bonds as of June 30, 2023 is \$9,925,000.

The District has pledged SAVE Revenues to repay the 2010 School Infrastructure Sales, Service and Use Tax Revenue Refunding Bonds, both issuances of the 2019 School Infrastructure, Service and Use Tax Revenue Bonds, both issuances of the 2020 School Infrastructure, Service and Use Tax Revenue Bonds, the 2021 issuance of the School Infrastructure, Service and Use Tax Revenue Bonds, and the 2022 issuance of the School Infrastructure, Service and Use Tax Revenue Bonds. The total principal and interest remaining to be paid on the bonds is \$123,286,660. For fiscal year 2023, the total principal and interest paid and total net revenues were \$11,901,320 and \$22,047,092, respectively.

Annual debt service requirements to service all outstanding revenue bonds as of June 30, 2023, are as follows:

	Principal	Interest	Total
Years ending June 30:			
2024	\$ 8,730,000	\$ 3,557,687	\$ 12,287,687
2025	9,100,000	3,199,425	12,299,425
2026	8,722,000	2,663,810	11,385,810
2027	10,122,000	2,291,715	12,413,715
2028	22,295,461	2,033,716	24,329,177
2029-2033	21,662,000	4,334,815	25,996,815
Thereafter	21,620,000	2,955,031	24,575,031
	<u>\$ 102,251,461</u>	<u>\$ 21,036,199</u>	<u>\$ 123,287,660</u>

As of June 30, 2023, the District held \$15,127,747 deposited into Sinking Funds as required by the Bond agreements for the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2019A, the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2019B, the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2020A, the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2020B, and the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2021, the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2021, and the School Infrastructure Sales, Service and Use Tax Revenue Bonds Series 2022.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 6. Bonded and Other Long-Term Liabilities (Continued)

Lease agreements: The District has various equipment leases. These agreements have varying terms, including inception dates from April 2019 through July 2021, monthly payments of \$7,296 to \$26,800, and all leases have terms of 60 months. During the year ended June 30, 2023, principal and interest paid were approximately \$511,112 and \$49,570, respectively.

Principal and interest requirements for the leases are as follows:

	Principal	Interest
Years ending June 30:		
2024	\$ 434,533	\$ 34,367
2025	447,750	21,150
2026	461,368	7,532
	<u>\$ 1,343,651</u>	<u>\$ 63,049</u>

Note 7. Pension and Retirement Benefits

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

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

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

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

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

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

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 7. Pension and Retirement Benefits (Continued)

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

Contributions: Effective July 1, 2012, as a result of a 2010 law change, the contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2023, pursuant to the required rate, regular members contributed 6.29% of pay and the District contributed 9.44% for a total rate of 15.73%.

The District's contributions to IPERS for the year ended June 30, 2023 were \$13,535,047.

Net pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2023, the District reported a liability of \$67,259,563 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2023, the District's collective proportion was 1.694582%, which was a decrease of 0.0986012% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized pension benefit of \$13,732,028. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,981,609	\$ (921,307)
Changes of assumptions	57,069	(1,606)
Net difference between projected and actual earnings on pension plan investments	-	(7,199,921)
Changes in proportion and differences between District contributions and proportionate share of contributions	599,673	(6,416,806)
District contributions subsequent to the measurement date	13,535,047	-
Total	<u>\$ 17,173,398</u>	<u>\$ (14,539,640)</u>

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 7. Pension and Retirement Benefits (Continued)

The \$13,535,047 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The deferred outflows and deferred inflows resulting from the difference between projected and actual earnings on pension plan investments will be recognized as a reduction of pension expense over five years. The other deferred inflows and outflows will be recognized in pension expense using the average expected remaining service lives of all IPERS members. The average is determined by taking the calculated total future service years of the Plan divided by the number of the people in the Plan including retirees. Deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Years ended June 30:	
2024	\$ (7,730,065)
2025	(6,261,728)
2026	(10,273,972)
2027	13,592,818
2028	(228,342)
Total	<u><u>\$ (10,901,289)</u></u>

Actuarial assumptions: The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation (effective June 30, 2022)	2.60% per annum
Rates of salary increase (effective June 30, 2022)	3.25% to 16.25%, average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 2022)	7.00%, compounded annually, net of investment expense, including inflation.
Wage growth (effective June 30, 2022)	3.25%, per annum, based on 2.60% inflation and 0.65% real wage inflation.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the actuarial experience study covering the four-year period ended June 30, 2021 (report dated June 16, 2022).

Mortality rates used in the 2022 valuation were based on the PubG-2010 Employee and Healthy Annuitant Tables with MP-2021 generational adjustments.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 7. Pension and Retirement Benefits (Continued)

The long-term expected rate of return on IPERS's investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Domestic equity	22.0%	3.57%
International equity	17.5	4.79
Global smart beta equity	6.0	4.16
Core plus fixed income	20.0	1.66
Public credit	4.0	3.77
Cash	1.0	0.77
Private equity	13.0	7.57
Private real assets	8.5	3.55
Private credit	8.0	3.63
	<u>100.0%</u>	

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

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

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 125,312,654	\$ 67,259,563	\$ 16,098,835

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

Payables to the pension plan: At June 30, 2023, the District reported payables to the defined benefit pension plan of \$1,806,452 for legally required employer contributions and legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 8. Postemployment Benefits Other Than Pension Benefits

Plan description: The District's defined benefit OPEB plan, a single employer health care plan, provides OPEB for certain classes of eligible retirees and their eligible dependents. The District's Board of Directors has the authority to establish or amend the plan provisions or contribution requirements by review and unanimous vote of the Boards. The benefits provided are determined by the District's Board of Directors. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The plan does not issue a stand-alone financial report.

Benefits provided: Eligible retirees and their eligible dependents benefit from health, prescription drug and life insurance benefits as described in the Board Policy. Benefits for which the retiree is eligible is dependent upon the workgroup they were in at the time of retirement. The Board Policy is located on the District's website: [Policy 511 – Voluntary Retirement Incentive Program All Staff – Part 1 – Cedar Rapids CSD \(crschools.us\)](https://www.crschools.us/policy/511-Voluntary-Retirement-Incentive-Program-All-Staff-Part-1-Cedar-Rapids-CSD).

Contributions: The District's Board of Directors has the authority to establish and amend the contribution requirements under the Board Policy. The contribution requirements vary by workgroup and the amounts and duration are defined in the Board Policy.

Other postemployment liabilities attributable to governmental activities are generally liquidated by Management fund.

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

Inactive employees currently receiving benefits	115
Active employees	2,380
	<u>2,495</u>

Total OPEB liability: The District's total OPEB liability of \$21,838,738 was measured as of June 30, 2023 and was determined by an actuarial valuation as of that date.

Actuarial methods and assumptions: The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.0%
Discount rate	3.54%
Health care cost trend rates	7.0% reduced by 0.5% each year until ultimate trend rate of 4.0%
Mortality rates	Pub-2010 with generational scale MP-2021

The discount rate was based on the index rate on the Bond Buyer 20-year GO Bond Index, with an average rating of AA/Aa or higher as of the measurement date.

Cedar Rapids Community School District

**Notes to Basic Financial Statements
June 30, 2023**

Note 8. Postemployment Benefits Other Than Pension Benefits (Continued)

Changes in the total OPEB liability

	Total OPEB Liability
Balance as of June 30, 2022	\$ 21,091,089
Changes for the year:	
Service cost	1,537,734
Interest	781,556
Changes in assumptions or other inputs	(400,055)
Differences between expected and actual experience	(69,644)
Contributions and payments made	(1,101,942)
Net changes	747,649
Balance as of June 30, 2023	\$ 21,838,738

No changes in benefit terms or changes in assumptions were made for the year ended June 30, 2023.

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the District, as well as what the District's approximate total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease 2.65%	Discount Rate 3.65%	1% Increase 4.65%
Total OPEB liability	\$ 23,741,756	\$ 21,838,738	\$ 20,117,184

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates: The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	Health Care Cost Trend Rates		
	6.0%	7.0%	8.0%
Total OPEB liability	\$ 19,729,894	\$ 21,838,738	\$ 24,367,806

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 8. Postemployment Benefits Other Than Pension Benefits (Continued)

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB: For the year ended June 30, 2023, the District recognized OPEB expense of \$3,225,428. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,975,243	\$ (4,691,962)
Changes of assumptions/inputs	2,951,850	(4,681,781)
	<u>\$ 12,927,093</u>	<u>\$ (9,373,743)</u>

Amounts reported as the deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense over the average future service to retirement of plan participants as follows:

Years ending June 30:	
2024	\$ 906,139
2025	906,139
2026	906,139
2027	906,139
2028	906,139
Thereafter	(977,345)
	<u>\$ 3,553,350</u>

Note 9. Commitments

Total outstanding contractual commitments for construction projects at June 30, 2023 for the Physical Plant and Equipment Levy Fund was \$3,303,849 and for the Secure an Advanced Vision for Education Fund was \$25,239,042.

The District had encumbrances in the General Fund, Physical Plant and Equipment Levy Fund, Secure an Advanced Vision for Education Fund, and Student Activity Fund of \$412,164, \$1,401,343, \$2,289,552 and \$9,496, respectively.

Note 10. Risk Management

The District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. There has been no significant reduction in insurance coverage from the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 11. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through Grant Wood Area Education Agency. The District's actual amount for this purpose totals \$7,985,606 for the year ended June 30, 2023. The District's budgeted and actual share is included in these financial statements.

Note 12. Joint Venture

The District is a member of a joint venture with five other local government units. The joint venture, the Metro Interagency Insurance Program (MIIP), was incorporated in 1990 under a joint powers agreement in accordance with Chapter 28E of the Code of Iowa. The program provides services necessary and appropriate for the establishment, operation and maintenance of an insurance program for employee health and medical claims. MIIP is not intended to function as an insurance company for the participants; rather, it is a means of combining the administration of claims and of obtaining lower insurance rates from Commercial Insurance. Although premiums billed to the participants are determined on an actuarial basis, ultimate liability for claims remains with the respective participant and, accordingly, the insurance risks are not transferred to MIIP. In the event that a member withdraws from MIIP, the withdrawn member continues to be responsible for its share of cost arising from events occurring while it was a participating member. If the withdrawn member at any time has a negative equity balance, the withdrawn member is immediately liable and obligated to MIIP for that amount. As of June 30, 2023 the District, an active member of MIIP, has an equity balance with MIIP of approximately \$1,589,000. The District's contribution to the program for the year ended June 30, 2023 was \$16,596,439. MIIP issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Metro Interagency Insurance Program, 1120 33rd Avenue SW, Cedar Rapids, Iowa, 52404.

Note 13. Contingencies

The District participates in various federal grant programs, the principal of which are subject to program compliance audits pursuant to the Single Audit Act as amended. Accordingly, the District's compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the District anticipates such amounts, if any, will be immaterial.

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

Cedar Rapids Community School District

Notes to Basic Financial Statements

June 30, 2023

Note 14. Tax Abatements

GASB Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement that has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

Property tax revenues of the District were reduced by the following amounts for the year ended June 30, 2023 under agreements entered into by the following entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Cedar Rapids	Urban Renewal and economic development	\$ 2,335,377
City of Marion	Urban Renewal and economic development	22,912
City of Hiawatha	Urban Renewal and economic development	500,240
City of Palo	Urban Renewal and economic development	11,704
City of Robins	Urban Renewal and economic development	-
		<u>\$ 2,870,233</u>

The state of Iowa reimburses the District an amount equivalent to the increment of valuation on which property tax is divided times \$5.40 per \$1,000 of taxable valuation. For the year ended June 30, 2023, this reimbursement amounted to \$1,191,478.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 15. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting* establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The details for the District's fund balances are as follows:

Fund balances:	General	Management	Physical Plant and Equipment Levy	Secure an Advanced Vision for Education	Nonmajor Governmental	Total
Nonspendable:						
Inventories	\$ 490,883	\$ -	\$ -	\$ -	\$ -	490,883
Prepays	93,854	-	-	-	-	93,854
Total nonspendable	584,737	-	-	-	-	584,737
Restricted:						
Categorical funding	3,955,848	-	-	-	-	3,955,848
Management levy purposes	-	10,978,926	-	-	-	10,978,926
Student activities	-	-	-	-	2,057,117	2,057,117
Debt service	-	-	-	-	14,201,403	14,201,403
Physical plant and equipment	-	-	11,318,871	-	-	11,318,871
School infrastructure	-	-	-	26,314,095	-	26,314,095
Total restricted	3,955,848	10,978,926	11,318,871	26,314,095	16,258,520	68,826,260
Committed, future purchases	-	-	-	-	-	-
Assigned, school infrastructure	-	-	-	2,052,460	-	2,052,460
Unassigned	38,324,951	-	-	-	-	38,324,951
Total fund balances	\$ 42,865,536	\$ 10,978,926	\$ 11,318,871	\$ 28,366,555	\$ 16,258,520	\$ 109,788,408

Note 16. Adopted and Pending Governmental Accounting Standards Board (GASB) Statements

The GASB has issued a statement which was implemented by the District in the current year. The statement adopted in the current year is as follows:

- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosure regarding a SBITA. The adoption of this Statement did not have a material impact on the financial statements of the District.

Cedar Rapids Community School District

Notes to Basic Financial Statements June 30, 2023

Note 16. Adopted and Pending Governmental Accounting Standards Board (GASB) Statements (Continued)

The GASB has issued several statements not yet implemented by the District. The Statements which might impact the District are as follows:

- GASB Statement No. 100, *Accounting Changes and Error Corrections- Amendment of GASB Statement No. 62*, this Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The requirements of this statement are effective for financial statements for reporting periods beginning after June 15, 2023. The Corporation is evaluating the impact that adoption of this Statement will have on its financial position, results of operations and cash flows.
- GASB Statement No. 101, *Compensated Absences*, this Statement clarifies the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The requirements of this statement are effective for financial statements for reporting periods beginning after December 15, 2023. The Corporation is evaluating the impact that adoption of this Statement will have on its financial position, results of operations and cash flows.

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



Required Supplementary Information





Cedar Rapids Community School District

**Required Supplementary Information
Budgetary Comparison Schedule
All Governmental Funds and Proprietary Funds
Year Ended June 30, 2023**

	Governmental Funds Actual	Proprietary Funds Actual	Total Actual
Revenues:			
Local sources	\$ 114,573,323	\$ 1,958,446	\$ 116,531,769
State sources	143,165,977	62,654	143,228,631
Federal sources	26,354,009	10,259,844	36,613,853
Total revenues	284,093,309	12,280,944	296,374,253
Expenditures:			
Instruction	145,026,152	-	145,026,152
Support services	99,527,937	-	99,527,937
Noninstructional programs	225,375	8,654,707	8,880,082
Other expenditures, including AEA flowthrough	37,204,317	-	37,204,317
Total expenditures	281,983,781	8,654,707	290,638,488
Excess (deficiency) of revenues over expenditures	2,109,528	3,626,237	5,735,765
Other financing sources (uses):			
Proceeds from issuance of debt	9,925,000	-	9,925,000
Premium on bonds	71,506	-	71,506
Proceeds on disposal of capital assets	842,997	-	842,997
Transfers in	14,270,062	-	14,270,062
Transfers out	(13,840,719)	(429,343)	(14,270,062)
Total other financing sources (uses)	11,268,846	(429,343)	10,839,503
Net change in fund balances/net position	13,378,374	3,196,894	16,575,268
Fund balance/net position, beginning	96,410,034	4,814,474	101,224,508
Fund balance/net position, ending	<u>\$ 109,788,408</u>	<u>\$ 8,011,368</u>	<u>\$ 117,799,776</u>

See note to required supplementary information.

Budget Amounts		Variances Over (Under)	
Original	Final	Original to Final	Final to Actual
\$ 108,978,340	\$ 108,978,340	\$ -	\$ 7,553,429
141,459,790	141,459,790	-	1,768,841
32,845,630	32,845,630	-	3,768,223
283,283,760	283,283,760	-	13,090,493
154,463,088	154,463,088	-	(9,436,936)
94,159,860	100,378,241	6,218,381	(850,304)
10,914,713	10,914,713	-	(2,034,631)
42,101,409	42,101,409	-	(4,897,092)
301,639,070	307,857,451	6,218,381	(17,218,963)
(18,355,310)	(24,573,691)	(6,218,381)	30,309,456
10,000,000	10,000,000	-	(75,000)
-	-	-	71,506
180,000	180,000	-	662,997
15,521,293	15,521,293	-	(1,251,231)
(15,521,293)	(15,521,293)	-	1,251,231
10,180,000	10,180,000	-	659,503
(8,175,310)	(14,393,691)	(6,218,381)	30,968,959
92,677,419	92,677,419	-	8,547,089
\$ 84,502,109	\$ 78,283,728	\$ (6,218,381)	\$ 39,516,048



Cedar Rapids Community School District

Note to Required Supplementary Information Budgetary Comparison Schedule

Note 1. Basis of Presentation

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

In accordance with the Code of Iowa, the Board of Directors annually adopts a budget following required public notice and hearing for all funds as a whole except Private Purpose Trust and Agency Funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on a GAAP basis. Appropriations lapse at fiscal year-end and then are reappropriated for the next year, if necessary.

Between January and March of each year, all departments of the District must submit budget requests to the Executive Director of Business Services so that the budget for the next fiscal year may be prepared. The budget is prepared by fund, function, program, object and facility and is presented in the 2022-23 Budget document. The 2022-23 Budget also includes information on the past year, current year estimates, requested appropriations for the next fiscal year and the number of full-time equivalent personnel available to be utilized next year.

In March, the proposed budget is presented to the Board of Directors for review. The Board of Directors holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. The budget must be adopted by an affirmative vote of a majority of the Board of Directors by April 15.

Once adopted, the budget can be amended through the same process, with all budget amendments to be completed by May 31 of the budget year affected. For 2022-23, amendments increased the support services expenditures by \$6,218,381. The budgetary data presented in the required supplementary information reflect all approved budget amendments.

Formal and legal budgetary control for the certified budget is based upon four major classes of expenditures known as functions, not by fund. These four functions are instruction, support services, non-instructional programs and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not by fund. The Code of Iowa also provides District expenditures in the General Fund may not exceed the amount authorized by the school finance formula.

Cedar Rapids Community School District

**Required Supplementary Information
Schedule of District's Contributions
Iowa Public Employees Retirement System**

Fiscal Year Ended June 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2023	\$ 13,215,425	\$ 13,215,425	\$ -	\$ 139,966,020	9.44%
2022	13,570,435	13,570,435	-	143,752,375	9.44
2021	13,755,081	13,755,081	-	145,710,631	9.44
2020	13,735,813	13,735,813	-	145,492,630	9.44
2019	13,443,980	13,443,980	-	142,085,957	9.46
2018	12,526,018	12,526,018	-	136,349,348	9.19
2017	12,209,262	12,209,262	-	137,124,815	8.90
2016	11,910,405	11,910,405	-	133,270,715	8.94
2015	11,710,702	11,710,702	-	131,340,698	8.92
2014	11,479,526	11,479,526	-	128,598,425	8.93



Cedar Rapids Community School District

**Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Iowa Public Employees Retirement System**

	For Fiscal Year June 30,		
	2023	2022	2021
Measurement date	6/30/2022	6/30/2021	6/30/2020
District's proportion of the net pension liability	1.6945820%	1.7931832%	1.8300043%
District's proportionate share of the net pension liability	\$ 67,259,563	\$ 2,513,884	\$ 128,552,962
District's covered payroll	\$ 143,752,375	\$ 145,710,631	145,492,630
District's proportionate share of the net pension liability as a percentage of its covered payroll	46.79%	1.73%	88.36%
Plan fiduciary net position as a percentage of the total pension liability	91.41%	100.81%	82.90%

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

For Fiscal Year June 30,					
2020	2019	2018	2017	2016	2015
6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
1.8619548%	1.8105820%	1.8513590%	1.8546850%	1.9141825%	1.9645219%
\$ 107,819,438	\$ 114,578,067	\$ 122,221,057	\$ 116,721,198	\$ 94,569,876	\$ 77,911,095
142,085,957	136,349,348	137,124,815	133,270,715	131,340,698	128,598,425
75.88%	84.03%	89.13%	87.58%	72.00%	60.58%
85.45%	83.62%	82.21%	81.82%	85.19%	87.61%

Cedar Rapids Community School District

Required Supplementary Information Notes to Required Supplementary Information Iowa Public Employees Retirement System

Changes of benefit terms: There are no significant changes in benefit terms.

Changes of assumptions:

The 2020 valuation incorporated the following refinements after a quadrennial experience study:

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

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

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

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

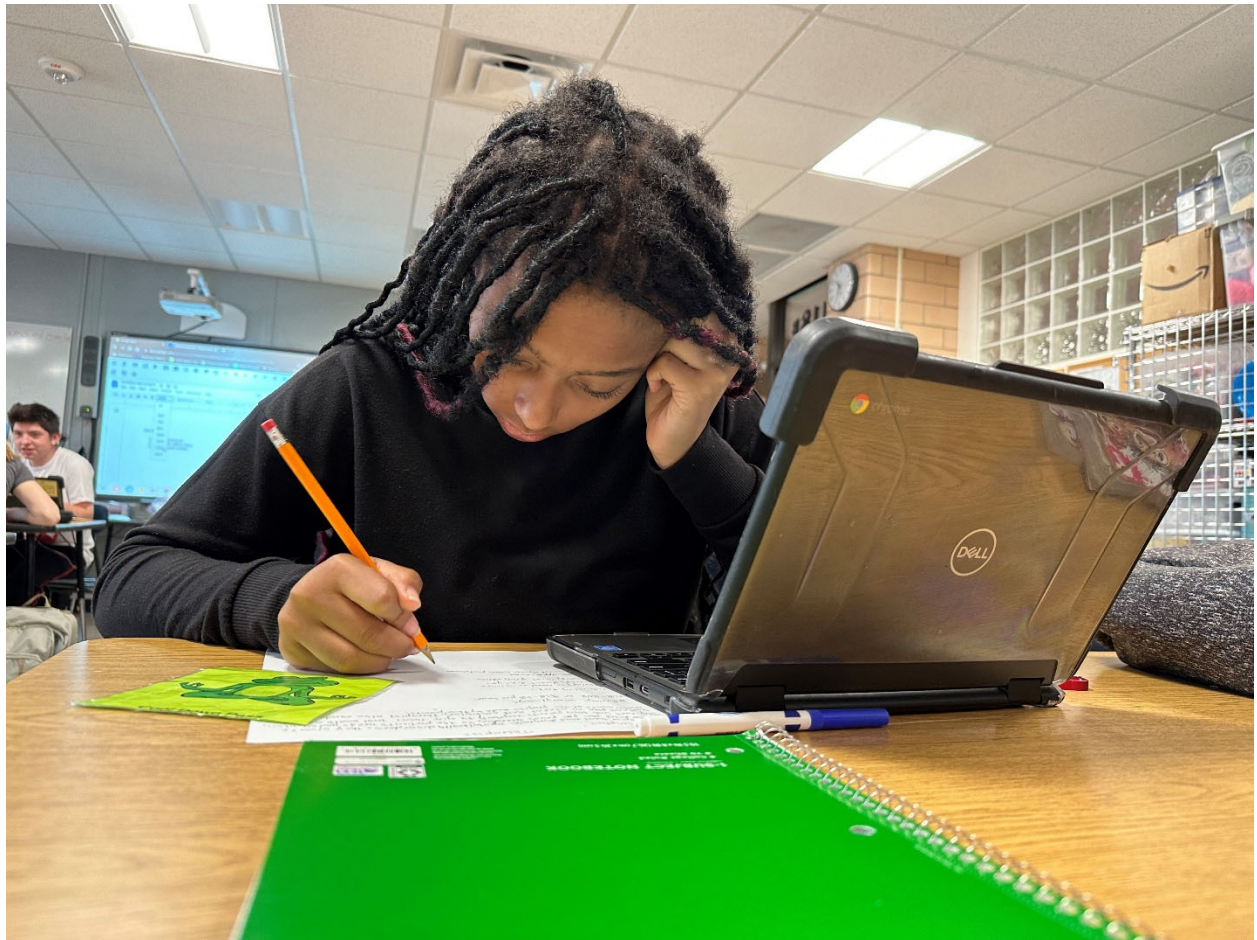
- Decreased the inflation assumption from 3.00% to 2.60%.
- Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year.
- Decreased the discount rate from 7.50% to 7.00%.
- Decreased the wage growth assumption from 4.00% to 3.25%.
- Decreased the payroll growth assumption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

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25% to 3.00%.
- Decreased the assumed rate of interest on member accounts from 4.00% to 3.75% per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Moved from an open 30-year amortization period to a closed 30-year amortization period for the UAL (unfunded actuarial liability) beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20-year period.

The 2010 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted retiree mortality assumptions.
- Modified retirement rates to reflect fewer retirements.
- Lowered disability rates at most ages.
- Lowered employment termination rates.
- Generally increased the probability of terminating members receiving a deferred retirement benefit.
- Modified salary increase assumptions based on various service duration.



Cedar Rapids Community School District

Required Supplementary Information
Schedule of Changes in the District's Total OPEB Liability and Related Ratios
Last 10 Fiscal Years
(Dollar amounts in thousands)

	2023	2022
Total OPEB liability		
Service cost	\$ 1,537,734	\$ 1,957,946
Interest	781,556	503,535
Changes of assumptions or other inputs	(400,055)	(2,144,280)
Benefit payments	(1,101,942)	(1,159,929)
Difference between expected and actual experience/experience gain loss	(69,644)	-
Net change in total OPEB liability	747,649	(842,728)
Total OPEB liability—beginning	21,091,089	21,933,817
Total OPEB liability—ending	<u>\$ 21,838,738</u>	<u>\$ 21,091,089</u>
Covered-employee payroll	\$ 126,593,164	\$ 143,752,375
Total OPEB liability as a percentage of covered-employee payroll	17%	15%

There are no assets accumulated in a trust that meets the criteria of GASB Codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

Changes of benefit terms: There were no significant changes in benefit terms.

Changes of assumptions:

The 2023 valuation implemented the following refinements:

The change in discount rate from 3.54% to 3.65%

The retirement rates were updated to the rates from, the Iowa Public Employees' Retirement System (IPERS) as of June 30, 2022

The trend rates were reset to an initial rate of 7.00%, grading down by 0.25% per year until reaching the ultimate rate of 4.00% based on current Healthcare Analytics (HCA) Consulting trend study; current economic environment suggest a longer period until reaching the ultimate rate.

The mortality projection scale was updated from MP-2019 to MP-2021 to reflect the Society of Actuaries' recent mortality study.

The 2021 valuation implemented the following refinements:

The change in discount rate from 2.21% to 2.16%

The 2020 valuation implemented the following refinements:

The change in discount rate from 3.50% to 2.21%

Removal of the Patient Protection and Affordable Care Act excise tax

Note: 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.

	2021		2020		2019		2018
\$	1,656,033	\$	415,359	\$	401,313	\$	386,920
	568,312		782,886		340,454		358,720
	2,140,807		2,101,348		(4,632,963)		(184,379)
	(972,714)		(1,413,255)		(1,127,891)		(944,568)
	(6,004,409)		-		18,363,909		-
	(2,611,971)		1,886,338		13,344,822		(383,307)
	24,545,788		22,659,450		9,314,628		9,697,935
\$	21,933,817	\$	24,545,788	\$	22,659,450	\$	9,314,628
\$	122,696,441	\$	138,212,000	\$	133,538,107	\$	131,554,042
	18%		18%		17%		7%



General Fund

The General Fund accounts for all revenues and expenditures traditionally associated with a government, which are not required legally or by sound financial management to be accounted for in other funds.

The District's General Fund is the operating fund that is used to account for most of the instructional and administrative aspects of the District's operations. The Fund's revenue consists primarily of local property taxes, and state and federal government aid.



Cedar Rapids Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance
Major Fund—General
Year Ended June 30, 2023

	Actual
Revenues:	
Local sources:	
Property taxes	\$ 66,123,917
Utility tax replacement excise tax	2,167,542
Income surtax	8,986,301
Tuition	4,487,506
Transportation	184,328
Investment earnings	1,384,680
Student activities	89,692
Fees and rents	326,315
Sales of services	1,233,615
Other	2,202,155
Total local sources	87,186,051
State sources:	
Foundation aid	92,101,024
Preschool foundation aid	2,572,311
Salary improvement program	10,046,797
AEA flowthrough	7,985,606
Nonpublic aid	516,920
Iowa Early Intervention Block Grant	1,288,505
At-risk grants	568,017
Miscellaneous state grants	7,359,538
Other	18,720
Total state sources	122,457,438
Federal sources:	
Title I grants	4,999,326
Carl Perkins grant	234,146
Title II grants	596,116
Individuals with Disabilities Education Act	900,029
Medicaid direct reimbursement	1,734,665
Other	17,304,553
Total federal sources	25,768,835
Total revenues	235,412,324

(Continued)

Cedar Rapids Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)

Major Fund—General

Year Ended June 30, 2023

	Actual
Expenditures:	
Instruction:	
Regular instruction:	
Salaries	\$ 53,062,544
Employee benefits	13,228,588
Purchased services	12,688,605
Supplies	3,433,385
Capital outlay	353,610
Other	97,893
	<u>82,864,625</u>
Special instruction:	
Salaries	20,530,670
Employee benefits	6,043,404
Purchased services	4,069,240
Supplies	182,796
Capital outlay	35,674
Other	2,000
	<u>30,863,784</u>
Vocational instruction:	
Salaries	834,742
Employee benefits	226,428
Purchased services	28,411
Supplies	123,480
Capital outlay	144,580
Other	1,750
	<u>1,359,391</u>
Other instruction:	
Salaries	16,464,629
Employee benefits	3,719,696
Purchased services	2,553,271
Supplies	797,160
Capital outlay	86,411
Other	145,996
	<u>23,767,163</u>
Total instruction	<u>138,854,963</u>

(Continued)

Cedar Rapids Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)
Major Fund—General
Year Ended June 30, 2023

	Actual
Expenditures (continued):	
Support services:	
Student services:	
Salaries	\$ 6,745,332
Employee benefits	1,786,202
Purchased services	182,925
Supplies	65,548
Capital outlay	1,921
Other	3,416
	<u>8,785,344</u>
Instruction staff services:	
Salaries	12,499,919
Employee benefits	3,197,359
Purchased services	2,709,851
Supplies	854,479
Capital outlay	1,323,037
Other	1,905
	<u>20,586,550</u>
General administration services:	
Salaries	3,554,771
Employee benefits	980,399
Purchased services	884,797
Supplies	71,123
Capital outlay	42,948
Other	54,854
	<u>5,588,892</u>
School administration services:	
Salaries	10,178,055
Employee benefits	3,255,227
Purchased services	124,599
Supplies	145,018
Capital outlay	45,700
Other	25,719
	<u>13,774,318</u>
Business services:	
Salaries	5,034,527
Employee benefits	1,429,433
Purchased services	891,892
Supplies	303,335
Capital outlay	71,577
Other	(112,584)
	<u>7,618,180</u>

(Continued)

Cedar Rapids Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)
Major Fund—General
Year Ended June 30, 2023

	Actual
Expenditures (continued):	
Support services (continued):	
Operations and maintenance:	
Salaries	\$ 8,105,839
Employee benefits	2,747,123
Purchased services	1,942,554
Supplies	5,517,019
Capital outlay	41,427
Other	832
	<u>18,354,794</u>
Student transportation:	
Salaries	4,129,343
Employee benefits	1,063,397
Purchased services	1,555,997
Supplies	816,084
Capital outlay	226,763
Other	2,146
	<u>7,793,730</u>
Debt Service	
Principal	-
Interest	-
	<u>-</u>
Other support services, AEA flow-through	<u>7,985,606</u>
Total support services	<u>90,487,414</u>
Total expenditures	<u>229,342,377</u>
Excess of revenues over expenditures	<u>6,069,947</u>
Other financing sources (uses):	
Proceeds from disposal of capital assets	7,119
Transfers in	654,579
Transfers out	(1,731,304)
Total other financing sources	<u>(1,069,606)</u>
Net change in fund balance	5,000,341
Fund balance, beginning of year	<u>37,865,195</u>
Fund balance, end of year	<u><u>\$ 42,865,536</u></u>

Nonmajor Governmental Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Student Activity Fund

Accounts for funds raised by student groups. Under state law the Board retains responsibility for the Student Activity Fund's ultimate disposition.

Debt Service Fund

Accounts for the payment of interest and principal on the District's general long-term debt.



Cedar Rapids Community School District

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023**

	<u>Special Revenue</u> Student Activity	Debt Service	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 2,095,654	\$ 1,415,049	\$ 3,510,703
Receivables:			
Taxes:			
Other	21,936	-	21,936
Due from other funds	80	-	80
Restricted cash and investments	-	12,786,354	12,786,354
Total assets	<u>\$ 2,117,670</u>	<u>\$ 14,201,403</u>	<u>\$ 16,319,073</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ 56,242	\$ -	\$ 56,242
Accrued expenditures, primarily salaries and benefits payable	2,167	-	2,167
Due to other funds	2,144	-	2,144
Unearned revenue	-	-	-
Total liabilities	<u>60,553</u>	<u>-</u>	<u>60,553</u>
Fund balances, restricted	<u>2,057,117</u>	<u>14,201,403</u>	<u>16,258,520</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 2,117,670</u>	<u>\$ 14,201,403</u>	<u>\$ 16,319,073</u>

Cedar Rapids Community School District

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023**

	<u>Special Revenue</u> Student Activity	Debt Service	Total Nonmajor Governmental Funds
Revenues:			
Local sources:			
Other local sources	\$ 2,524,720	\$ 449,564	\$ 2,974,284
State sources	-	-	-
Federal sources	-	585,174	585,174
Total revenues	<u>2,524,720</u>	<u>1,034,738</u>	<u>3,559,458</u>
Expenditures:			
Current:			
Instruction:			
Regular instruction	2,595,546	-	2,595,546
Other instruction	23,975	-	23,975
Total instruction	<u>2,619,521</u>	<u>-</u>	<u>2,619,521</u>
Support services:			
Operations and maintenance	28,279	-	28,279
Student transportation	12,420	-	12,420
Total support services	<u>40,699</u>	<u>-</u>	<u>40,699</u>
Debt service			
Principal	-	8,824,112	8,824,112
Interest	-	3,605,441	3,605,441
Total expenditures	<u>2,660,220</u>	<u>12,429,553</u>	<u>15,089,773</u>
Excess of revenues over (under) expenditures	<u>(135,500)</u>	<u>(11,394,815)</u>	<u>(11,530,315)</u>
Other financing sources (uses):			
Transfers in	-	12,313,191	12,313,191
Net changes in fund balances	(135,500)	918,376	782,876
Fund balance, beginning of year	2,192,617	13,283,027	15,475,644
Fund balance, end of year	<u>\$ 2,057,117</u>	<u>\$ 14,201,403</u>	<u>\$ 16,258,520</u>

Nonmajor Proprietary Funds

Nutrition Services Fund is used to account for the food service operations of the District.

Daycare Services Fund is used to account for the daycare services of the District.



Cedar Rapids Community School District

**Combining Statement of Net Position
Nonmajor Proprietary Funds
June 30, 2023**

	Nutrition Services	Daycare Services	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 6,130,323	\$ 1,340,642	\$ 7,470,965
Other receivables	65,373	-	65,373
Due from other governments	129,603	-	129,603
Due from other funds	12,723	-	12,723
Inventories—supplies and materials	112,155	-	112,155
Total current assets	6,450,177	1,340,642	7,790,819
Noncurrent assets, furniture and equipment, net	1,021,996	-	1,021,996
Total assets	7,472,173	1,340,642	8,812,815
Deferred Outflows of Resources , pension related amounts	2,178,939	-	2,178,939
Liabilities			
Current liabilities:			
Accounts payable	21,093	-	21,093
Accrued expenses	96,217	-	96,217
Due to other funds	429,512	-	429,512
Unearned revenue	118,536	-	118,536
Total current liabilities	665,358	-	665,358
Noncurrent liability, net pension liability	137,415	-	137,415
Total liabilities	802,773	-	802,773
Deferred Inflow of Resources , pension related amounts	2,177,613	-	2,177,613
Net Position			
Investment in capital assets	1,021,996	-	1,021,996
Unrestricted	5,648,730	1,340,642	6,989,372
Total net position	\$ 6,670,726	\$ 1,340,642	\$ 8,011,368

Cedar Rapids Community School District

**Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Proprietary Funds
Year Ended June 30, 2023**

	Nutrition Services	Daycare Services	Total
Operating revenues:			
Charges for services	\$ 1,675,928	\$ 10	\$ 1,675,938
Other	189,036	-	189,036
Total operating revenues	1,864,964	10	1,864,974
Operating expenses:			
Payroll costs	3,163,670	(655,418)	2,508,252
Purchased services	8,234	143	8,377
Supplies and materials	5,983,919	-	5,983,919
Depreciation	130,732	1,747	132,479
Total operating expenses	9,286,555	(653,528)	8,633,027
Operating income (loss)	(7,421,591)	653,538	(6,768,053)
Nonoperating revenues:			
State sources	62,654	-	62,654
Federal sources	10,259,844	-	10,259,844
Interest income	90,963	2,509	93,472
Loss on disposal of capital assets	(720)	(20,960)	(21,680)
Total nonoperating revenues	10,412,741	(18,451)	10,394,290
Income before transfers	2,991,150	635,087	3,626,237
Transfers out	(429,343)	-	(429,343)
Change in net position	2,561,807	635,087	3,196,894
Net position (deficit), beginning of year	4,108,919	705,555	4,814,474
Net position, end of year	\$ 6,670,726	\$ 1,340,642	\$ 8,011,368

Cedar Rapids Community School District

Combining Statement of Cash Flows Nonmajor Proprietary Funds Year Ended June 30, 2023

	Nutrition Services	Daycare Services	Total
Cash flows from operating activities:			
Cash received from sale of lunches and breakfasts	\$ 1,271,119	\$ -	\$ 1,271,119
Cash received from services	330,960	10	330,970
Cash received from miscellaneous operating activities	188,316	-	188,316
Cash payments to employees for services	(4,854,044)	(101,352)	(4,955,396)
Cash payments to suppliers for good and services	(5,719,750)	(463)	(5,720,213)
Net cash used in operating activities	(8,783,399)	(101,805)	(8,885,204)
Cash flows from noncapital financing activities:			
State lunch and breakfast reimbursements	62,654	-	62,654
Federal lunch and breakfast reimbursements	9,473,405	1,834	9,475,239
Transfers from other funds	-	-	-
Transfers to other funds	(429,343)	-	(429,343)
Proceeds from interfund accounts	46,871	1,083	47,954
Net cash provided by noncapital financing activities	9,153,587	2,917	9,156,504
Cash flows from capital and related financing activities, acquisition of capital assets	(209,314)	-	(209,314)
Cash flows from investing activities, interest	90,963	2,509	93,472
Net increase (decrease) in cash and cash equivalents	251,837	(96,379)	155,458
Cash and cash equivalents:			
Beginning	5,878,486	1,437,021	7,315,507
Ending	<u>\$ 6,130,323</u>	<u>\$ 1,340,642</u>	<u>\$ 7,470,965</u>
Reconciliation of operating income (loss) to net cash used in operating activities:			
Operating income (loss)	\$ (7,421,591)	\$ 653,538	\$ (6,768,053)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:			
Depreciation expense	130,732	1,747	132,479
Commodities consumed	758,234	-	758,234
Changes in assets and liabilities:			
(Increase) decrease in receivables, net	(11,699)	-	(11,699)
Decrease in inventories	(46,273)	-	(46,273)
Increase (decrease) in accounts payable	(440,098)	(319)	(440,417)
Increase (decrease) in accrued expenses	20,777	(162,926)	(142,149)
Increase (decrease) in net pension liability	79,664	(18,601)	61,063
(Increase) decrease in deferred outflows of resources	(1,759,964)	138,372	(1,621,592)
(Decrease) in deferred inflows of resources	(31,031)	(713,616)	(744,647)
(Decrease) in unearned revenues	(62,150)	-	(62,150)
Net cash used in operating activities	\$ (8,783,399)	\$ (101,805)	\$ (8,885,204)
Noncash items, noncapital financing activities, federal commodities	<u>\$ 758,234</u>	<u>\$ -</u>	<u>\$ 758,234</u>



Cedar Rapids Community School District

Statistical Section

Contents

The statistical section of the District's annual comprehensive financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the District's overall financial health.

Contents	Page
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.	74-81
Revenue Capacity	
These schedules contain information to help the reader assess the District's most significant local revenue sources, the property tax (or sales tax).	82-85
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.	86-89
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.	90-91
Operating Information	
These schedules contain service and infrastructure 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.	92-99

Schedule 1
Cedar Rapids Community School District

Net Position by Component

Last Ten Fiscal Years
(accrual basis of accounting)

	2022-2023	2021-2022	2020-2021	2019-2020	Fiscal Year 2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Governmental activities										
Net investment in capital assets	\$ 124,103,974	\$ 94,410,965	\$ 114,188,684	\$ 118,636,016	\$ 101,523,165	\$ 102,167,675	\$ 97,707,987	\$ 92,629,054	\$ 88,883,139	\$ 83,850,937
Restricted	43,645,932	34,335,610	27,306,978	25,946,646	33,856,101	22,467,964	19,012,118	21,876,721	20,680,197	26,872,520
Unrestricted (1)	(23,649,738)	(12,637,051)	(58,317,993)	(75,709,227)	(63,207,263)	(61,044,043)	(61,013,853)	(68,105,253)	(78,355,708)	(5,760,196)
Total Governmental activities	144,100,168	116,109,524	83,177,669	68,873,435	72,172,003	63,591,596	55,706,252	46,400,522	31,207,628	104,963,261
Business type activities										
Net investment in capital assets	1,021,996	966,840	877,405	937,375	1,029,921	1,070,425	910,701	995,092	1,034,198	787,396
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted (1)	6,989,372	3,847,634	(501,453)	113,583	(465,411)	(818,689)	(1,279,440)	(1,448,121)	(2,472,674)	2,123,220
Total Business type activities	8,011,368	4,814,474	375,952	1,050,958	564,510	251,736	(368,739)	(453,029)	(1,438,476)	2,910,616
Primary Government										
Net investment in capital assets	125,125,970	95,377,805	115,066,089	119,573,391	102,553,086	103,238,100	98,618,688	93,624,146	89,917,337	84,638,333
Restricted	43,645,932	34,335,610	27,306,978	25,946,646	33,856,101	22,467,964	19,012,118	21,876,721	20,680,197	26,872,520
Unrestricted (1)	(16,660,366)	(8,789,417)	(58,819,446)	(75,595,644)	(63,672,674)	(61,862,732)	(62,293,293)	(69,553,374)	(80,828,382)	(3,636,976)
Total Primary Government	\$ 152,111,536	\$ 120,923,998	\$ 83,553,621	\$ 69,924,393	\$ 72,736,513	\$ 63,843,332	\$ 55,337,513	\$ 45,947,493	\$ 29,769,152	\$ 107,873,877

Source: CRCSO Financial Records

(1) Unrestricted Net Position declined significantly in FY2015 for both Governmental and Business type activities due to the impact of GASB68 compliance and a resulting impact of a new net pension liability of \$77,911,095 shared between Governmental and Business type activities at \$74,233,692 and Business type activities at \$3,677,403.

Schedule 2
Cedar Rapids Community School District
Expenses, Program Revenues, and Net (Expense)/Revenue

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year

	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Expenses										
Governmental activities:										
Instruction:										
Regular instruction	\$ 82,916,755	\$ 66,741,276	\$ 87,355,072	\$ 87,603,840	\$ 82,582,007	\$ 81,856,442	\$ 71,654,881	\$ 71,485,585	\$ 75,114,121	\$ 77,735,342
Special instruction (2)	29,164,070	39,466,700	35,711,121	37,241,262	34,094,403	34,058,471	40,826,106	37,972,782	28,739,317	31,769,307
Vocational instruction	1,238,193	1,427,867	1,718,217	1,665,170	1,458,103	1,469,325	1,218,658	1,311,983	1,171,341	1,416,369
Other instruction	24,946,946	23,170,509	23,366,461	24,425,703	24,362,773	22,283,464	22,282,880	21,698,300	20,844,653	19,944,875
Total Instruction	138,265,964	130,806,352	148,150,871	150,935,975	142,497,286	139,667,702	135,982,525	132,468,650	125,869,432	130,865,893
Support services:										
Student services	8,194,581	7,787,487	7,241,016	7,375,896	7,171,840	6,469,814	5,681,000	5,395,080	5,429,282	5,495,362
Instructional staff services	20,688,268	21,189,722	20,304,349	21,301,202	19,260,877	17,073,593	17,389,089	14,754,665	15,091,885	11,401,346
General administration services (3)	19,363,249	25,730,324	10,189,325	16,492,940	16,137,923	11,534,357	10,765,228	7,138,446	3,529,362	5,374,535
School administration services	13,535,719	12,646,602	14,805,509	14,588,155	13,916,134	13,832,311	13,815,890	13,590,131	13,122,763	13,177,716
Business services	9,163,034	7,256,159	8,291,746	7,868,369	6,629,157	6,449,014	6,204,875	5,445,535	5,596,489	5,232,791
Operations and maintenance (3)	25,278,325	22,511,816	23,726,197	18,441,821	17,890,691	21,986,448	21,214,740	20,519,028	23,628,837	19,812,352
Student transportation	9,499,594	8,158,178	9,287,259	10,445,928	9,295,376	8,608,201	8,102,173	8,373,789	7,281,662	7,665,626
Total support services (1)	105,722,770	105,280,288	93,845,401	96,514,311	90,301,998	85,953,738	83,172,995	75,216,674	73,680,280	68,159,728
Non-instructional programs:										
Food Services	178,669	221,862	230,075	128,855	89,010	121,783	204,193	217,375	226,745	100,701
Community services	60,496	138,379	101,462	158,045	129,581	32,016	41,524	33,500	19,667	49,137
Total non-instructional expenditures	239,165	360,241	331,537	286,900	218,591	153,799	245,717	250,875	246,412	149,838
Facilities acquisition/construction										
Interest on long-term debt	2,964,652	4,438,204	3,953,989	3,885,035	3,835,496	3,886,505	3,809,709	5,794,832	5,410,128	5,286,603
AEA flow through	7,985,606	7,979,687	8,010,708	7,867,389	7,754,813	7,722,183	7,396,246	7,319,340	7,241,289	6,879,239
Total other expenditures	10,950,258	12,417,891	11,964,697	11,752,424	11,590,309	11,608,688	11,205,955	13,114,172	12,651,417	12,165,842
Total governmental activities	255,178,157	248,864,772	254,292,506	259,489,610	244,608,184	237,383,927	230,607,192	221,050,371	212,447,541	211,341,301
Business type activities:										
Non-instructional programs:										
Day care services	(632,568)	361,762	3,076,141	4,545,872	4,576,377	4,567,408	4,548,601	4,239,714	4,389,636	4,447,660
Nutrition services	9,287,275	9,629,890	8,938,796	8,368,217	8,536,557	8,018,058	8,010,051	7,519,757	7,378,452	8,073,582
Total Business type activities	8,654,707	9,991,652	12,014,937	12,914,089	13,112,934	12,585,466	12,558,652	11,759,471	11,768,088	12,521,242
Total primary government expenses	263,832,864	258,856,424	266,307,443	272,403,699	257,721,118	249,969,393	243,165,844	232,809,842	224,215,629	223,862,543
Program Revenues										
Governmental activities:										
Charges for services										
Instruction	7,846,956	7,243,058	6,163,618	8,068,911	8,507,762	8,583,150	8,634,347	9,285,818	9,548,001	9,199,381
Support	711,213	532,818	946,493	1,255,206	1,126,808	1,063,031	902,454	885,724	792,749	783,739
Non-Instruction	509,638	435,135	510,123	559,078	628,010	631,777	592,372	634,464	624,993	602,627
Operating grants and contributions (1)	46,819,189	50,390,700	39,452,066	34,619,459	34,318,690	32,797,490	31,965,448	31,681,740	36,595,764	29,485,461
Capital grants and contributions	-	-	-	263,198	-	-	-	68,827	133,544	786,573
Total governmental activities	55,886,996	58,601,711	47,072,300	44,765,852	44,581,270	43,075,448	42,094,621	42,556,573	47,695,051	40,857,781
Business type activities:										
Charges for services										
Day care services	10	1,320,406	3,199,963	4,071,263	4,434,055	4,357,878	4,427,197	4,348,568	4,409,491	4,347,101
Nutrition services	1,675,928	365,695	190,216	1,687,439	2,485,672	2,873,298	2,893,895	3,107,167	3,066,837	3,181,492
Operating grants and contributions										
Day care services	-	71,521	114,500	24,785	56,508	135,925	126,853	128,635	120,998	111,976
Nutrition services	10,322,498	12,692,659	8,099,747	7,213,054	6,878,321	6,043,038	5,598,240	5,315,410	4,888,666	4,875,488
Capital grants and contributions										
Day care services	-	-	-	-	-	-	-	-	-	-
Nutrition services	-	-	-	10,192	-	178,239	-	-	-	-
Total business type activities	11,998,436	14,450,281	11,604,426	13,006,733	13,854,556	13,588,378	13,046,185	12,899,780	12,485,992	12,516,057
Total primary government program revenues	67,885,432	73,051,992	58,676,726	57,772,585	58,435,826	56,663,826	55,140,806	55,456,353	60,181,043	53,373,838
Net (Expense)/Revenue										
Governmental activities	(199,291,161)	(190,263,061)	(207,220,206)	(214,723,758)	(200,026,914)	(194,308,479)	(188,512,571)	(178,493,798)	(164,752,490)	(170,483,520)
Business type activities	3,343,729	4,458,629	(410,508)	92,644	741,622	1,002,912	487,533	1,140,309	717,904	(5,185)
Total primary government net expense	\$ (195,947,432)	\$ (185,804,432)	\$ (207,630,714)	\$ (214,631,114)	\$ (199,285,292)	\$ (193,305,567)	\$ (188,025,038)	\$ (177,353,489)	\$ (164,034,586)	\$ (170,488,705)

Source: CRCSF Financial Records

(1) Increases in Support Services expenditures in FY2015 is related to the new \$5.2 million Teacher Leadership and Compensation Grant awarded to the District by the State. Increases in FY2020 are due to a significant increase in staffing and the purchase and implementation costs for new HR/PR and accounting software.

(2) Increases for FY2016 in special instruction is due to a change by District auditor's of categorization of between regular and special instruction expenditures. Increases in FY2017 and FY2020 are due to a significant increase in staffing and staff related costs.

(3) In FY2021, it was determined that approximately \$4.5 million of depreciation expenses was being recorded to general administrative services when in fact it should have been recorded to operations and maintenance. This was corrected in FY2021.

Schedule 3
Cedar Rapids Community School District

General Revenues and Total Change in Net Position
(accrual basis of accounting)
Last Ten Fiscal Years

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Net (Expense)/Revenue										
Governmental activities	\$ (199,291,161)	\$ (190,263,061)	\$ (207,220,206)	\$ (214,723,758)	\$ (200,026,914)	\$ (194,308,479)	\$ (188,512,571)	\$ (178,493,798)	\$ (164,752,490)	\$ (170,483,520)
Business-type activities	3,343,729	4,458,629	(410,508)	92,644	741,622	1,002,912	487,533	1,140,309	717,904	(5,185)
Total primary government net expense	(195,947,432)	(185,804,432)	(207,630,714)	(214,631,114)	(199,285,292)	(193,305,567)	(188,025,038)	(177,353,489)	(164,034,586)	(170,488,705)
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property taxes levied for general purposes(1)	77,967,644	80,747,929	80,938,097	75,658,941	74,811,226	73,739,056	69,579,547	69,041,172	72,618,145	71,560,255
Property taxes levied for capital projects	10,615,433	10,423,632	10,197,847	9,777,133	9,468,837	8,957,734	8,190,048	8,174,031	4,717,396	4,565,888
Secure and Advanced Vision for Education (SAVE)	20,703,249	20,983,825	18,735,035	17,374,222	17,469,112	15,915,029	15,811,584	16,132,575	16,746,385	14,493,351
Income surtaxes	8,986,301	6,470,209	7,651,108	8,659,064	7,809,208	7,304,367	7,523,491	7,168,294	6,869,752	8,773,543
Grants not restricted to specific programs	100,639,757	95,793,638	96,925,198	94,720,319	92,844,521	92,792,572	91,632,494	88,098,463	82,077,802	79,120,660
Investment earnings	3,139,892	293,643	196,263	1,360,475	1,475,643	629,915	219,661	154,326	155,078	290,297
Gain on disposal of capital assets	347,362	-	-	-	-	-	-	-	-	-
Miscellaneous	4,452,824	6,067,166	6,521,639	4,213,778	4,204,651	4,684,368	4,384,059	4,688,109	3,659,382	1,145,978
Transfers	429,343	279,640	359,253	(338,742)	524,123	452,228	477,417	229,722	388,495	172,862
Total Governmental activities	227,281,805	221,059,682	221,524,440	211,425,190	208,607,321	204,475,269	197,818,301	193,686,692	187,232,435	180,122,834
Business-type activities										
Investment earnings	93,472	2,367	589	24,649	32,017	7,598	4,122	2,337	2,256	2,257
Miscellaneous	189,036	257,166	94,166	30,413	63,258	238,603	70,052	72,523	86,580	76,331
Transfers	(429,343)	(279,640)	(359,253)	338,742	(524,123)	(452,228)	(477,417)	(229,722)	(388,495)	(172,862)
Total Business-type activities	(146,835)	(20,107)	(264,498)	393,804	(428,848)	(206,027)	(403,243)	(154,862)	(299,659)	(94,274)
Total primary government	227,134,970	221,039,575	221,259,942	211,818,994	208,178,473	204,269,242	197,415,058	193,531,830	186,932,776	180,028,560
Change in Net Position										
Governmental activities	27,990,644	30,796,621	14,304,234	(3,298,568)	8,580,407	10,166,790	9,305,730	15,192,894	22,479,945	9,639,314
Business-type activities	3,196,894	4,438,522	(675,006)	486,448	312,774	796,885	84,290	985,447	418,245	(99,459)
Total primary government (2)	\$ 31,187,538	\$ 35,235,143	\$ 13,629,228	\$ (2,812,120)	\$ 8,893,181	\$ 10,963,675	\$ 9,390,020	\$ 16,178,341	\$ 22,898,190	\$ 9,539,855

Source: CRCSD Financial Records

(1) Changes in property tax revenues are a product of underlying changes in property values and tax rates. See Schedules 8-11.

(2) The decrease in net position was a largely a result of increase in Governmental activities expenditures mainly due to additional expenditures in special education and limited language proficient student expenditures and support services expenditures.

Schedule 4
Cedar Rapids Community School District

Fund Balances, Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
General Fund										
Non-spendable	\$ 584,737	\$ 573,978	\$ 626,403	\$ 976,904	\$ 253,323	\$ 228,912	\$ 275,060	\$ 292,186	\$ 603,863	\$ 297,646
Restricted	3,955,848	9,203,218	2,133,679	2,461,725	2,977,707	3,407,403	3,807,407	3,821,002	4,219,634	4,172,776
Committed	-	-	-	138,150	1,136,680	-	-	-	-	-
Unassigned (3)	38,324,951	28,087,999	30,805,268	25,003,962	28,298,531	30,125,316	27,279,841	21,532,805	12,220,071	3,198,144
Total general fund (2)	<u>42,865,536</u>	<u>37,865,195</u>	<u>33,565,350</u>	<u>28,580,741</u>	<u>32,666,241</u>	<u>33,761,631</u>	<u>31,362,308</u>	<u>25,645,993</u>	<u>17,043,568</u>	<u>7,668,566</u>
All Other Governmental Funds										
Restricted (1)	64,870,412	56,492,379	70,511,679	68,133,390	71,923,820	36,031,108	29,975,436	32,008,921	33,373,466	33,299,233
Assigned	2,052,460	2,052,460	2,052,460	2,052,460	1,992,680	1,934,641	1,896,527	1,823,584	1,770,470	1,718,903
Unassigned	-	-	-	-	-	-	-	-	(21,612)	-
Total all other governmental funds	<u>66,922,872</u>	<u>58,544,839</u>	<u>72,564,139</u>	<u>70,185,850</u>	<u>73,916,500</u>	<u>37,965,749</u>	<u>31,871,963</u>	<u>33,832,505</u>	<u>35,122,324</u>	<u>35,018,136</u>
Total all governmental funds	\$ 109,788,408	\$ 96,410,034	\$ 106,129,489	\$ 98,766,591	\$ 106,582,741	\$ 71,727,380	\$ 63,234,271	\$ 59,478,498	\$ 52,165,892	\$ 42,686,702

Source: CRCSD Financial Records

(1) The Increase of Restricted fund balance of \$36 million if FY2019 is largely due to the issuance of \$25 million is SAVE Revenue Bonds.

(2) Continued improvements in the General Fund reserves for FY2016, FY2017 and FY2018 are largely the result of implementation of expenditure reductions as well as the continuation of an aggressive cash reserve levy.

(3) Increase of Unassigned in FY2021 are largely due to savings generated from reduction in staffing due to Covid-19 and utility cost savings from the August 10th Derecho.

Schedule 5
Cedar Rapids Community School District

Governmental Funds Revenues

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Federal Sources:										
Federal grants(1)	\$ 26,354,009	\$ 28,041,168	\$ 17,185,343	\$ 12,000,067	\$ 11,567,095	\$ 10,205,821	\$ 9,629,518	\$ 9,869,405	\$ 9,806,338	\$ 13,591,446
Total federal sources	26,354,009	28,041,168	17,185,343	12,000,067	11,567,095	10,205,821	9,629,518	9,869,405	9,806,338	13,591,446
State Sources:										
State foundation aid	92,101,024	87,641,961	88,336,493	86,381,669	84,686,258	85,103,402	84,269,010	80,904,052	80,266,246	75,545,176
State grants and other(2)	51,064,953	53,516,119	49,721,615	50,459,289	50,086,510	47,677,038	47,951,653	47,555,636	45,672,329	39,759,972
Total state sources	143,165,977	141,158,080	138,058,108	136,840,958	134,772,768	132,780,440	132,220,663	128,459,688	125,938,575	115,305,148
Local sources										
Local taxes(2)	97,569,377	97,641,755	98,787,053	94,095,138	92,089,268	90,001,154	85,293,086	84,383,497	84,205,293	84,899,686
Tuition	4,487,506	4,049,271	4,408,329	4,540,781	4,440,377	4,439,683	4,392,344	4,685,211	4,684,090	4,695,048
Other local sources	12,516,440	5,857,177	5,919,007	8,581,685	9,445,466	8,991,924	8,200,470	8,684,832	8,987,417	7,575,197
Total local sources	114,573,323	107,548,203	109,114,389	107,217,604	105,975,111	103,432,761	97,885,900	97,753,540	97,876,800	97,169,931
Total governmental revenues	\$ 284,093,309	\$ 276,747,451	\$ 264,357,840	\$ 256,058,629	\$ 252,314,974	\$ 246,419,022	\$ 239,736,081	\$ 236,082,633	\$ 233,621,713	\$ 226,066,525

Source: CRCSD Financial Records

(1) FEMA monies received in FY2014 related to flood recovery efforts, caused a spike up in federal sources with a return to "normal" levels in FY2015. The increase in federal fund in FY2021 is due to the ESSER funds received by the District to help with mitigation efforts in dealing with the Covid-19 pandemic.

(2) Increases for FY2015 are related to the award of a \$5.2 million Teacher Leadership and Compensation State grant. Beginning in FY2014, monies collected from the Statewide "Secure an Advanced Vision for Education" (SAVE) Tax are considered State revenues, not local taxes. This is the reason for the increase in State grants and other category and the corresponding decrease in the Local taxes category.

Schedule 6
Cedar Rapids Community School District

Governmental Funds Expenditures and Debt Service Ratio

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Instruction:										
Regular instruction	\$ 86,398,061	\$ 84,051,085	\$ 85,033,568	\$ 83,979,570	\$ 81,865,289	\$ 80,781,071	\$ 79,531,985	\$ 80,512,091	\$ 77,868,718	\$ 76,908,440
Special instruction (2)	30,882,016	31,915,492	34,345,342	35,466,804	33,623,777	33,545,390	32,665,039	30,649,874	29,756,714	31,708,940
Vocational instruction	1,359,391	1,563,818	1,663,021	1,618,009	1,448,368	1,451,562	1,214,838	1,338,727	1,210,355	1,413,807
Other instruction	26,386,684	25,730,147	22,628,323	23,736,576	24,214,004	22,011,742	22,213,888	22,141,972	21,286,126	19,909,797
Total Instruction	145,026,152	143,260,542	143,670,254	144,800,959	141,151,438	137,789,765	135,625,750	134,642,664	130,121,913	129,940,984
Support services:										
Student services	8,811,335	8,707,089	6,988,790	7,158,084	7,121,048	6,391,036	5,662,054	5,503,668	5,606,672	5,484,107
Instructional staff services (1)	21,569,922	21,903,896	19,588,502	20,669,150	19,044,695	16,916,935	17,345,542	15,528,954	15,528,954	9,849,508
General administration services	7,627,916	6,206,348	5,297,428	5,342,876	5,557,891	5,407,173	4,287,743	3,963,884	3,630,234	3,733,275
School administration services	14,347,797	14,323,429	14,374,013	13,819,155	13,643,280	13,630,175	13,962,075	13,469,569	13,492,618	12,940,423
Business services	9,609,542	8,609,049	7,679,553	7,428,197	6,572,668	6,186,587	6,279,907	5,953,599	6,109,852	5,366,101
Operations and maintenance	20,923,905	20,447,823	18,670,907	17,956,971	18,199,717	17,251,668	16,893,124	16,447,672	16,984,560	16,825,814
Student transportation	8,651,914	7,932,203	8,005,777	9,227,355	10,007,662	7,753,445	7,357,781	7,755,760	6,268,848	7,019,774
AEA flowthrough	7,985,606	7,979,687	8,010,708	7,867,389	7,754,813	7,722,183	7,396,246	7,319,340	7,241,289	6,879,239
Total support services	99,527,937	96,109,524	88,615,678	89,469,177	87,901,774	81,259,202	79,184,472	75,373,967	74,863,027	68,098,241
Non-instructional programs:										
Food service	178,669	221,862	230,075	128,855	89,010	121,783	204,193	217,375	226,745	100,701
Community services	46,706	47,963	52,317	132,199	111,456	32,016	34,274	33,500	19,667	49,137
Total non-instructional services	225,375	269,825	282,392	261,054	200,466	153,799	238,467	250,875	246,412	149,838
Other expenditures:										
Debt Service										
Principal	8,824,112	8,807,310	52,404,615	43,769,427	4,131,553	8,340,000	8,369,000	3,710,000	2,725,000	2,595,000
Interest	3,605,441	3,788,663	3,311,615	4,266,837	3,704,526	3,935,104	4,211,594	5,549,533	5,323,475	5,389,345
Bond issuance costs	273,931	-	432,648	198,964	173,632	-	-	118,828	368,537	-
Capital Outlay										
Facility acquisition/construction (4)	24,500,833	36,868,355	27,979,769	8,820,265	6,764,596	7,935,012	9,031,771	9,477,119	19,594,128	21,634,075
Total other expenditures	37,204,317	49,464,328	84,128,647	57,055,493	14,774,307	20,210,116	21,612,365	18,855,480	28,011,140	29,618,420
Total expenditures	281,983,781	289,104,219	316,696,971	291,586,683	244,027,985	239,412,882	236,661,054	229,122,986	233,242,492	227,807,483
Transfers out	13,840,719	16,747,392	17,788,179	19,173,316	8,591,037	14,567,406	16,870,047	10,875,517	10,439,793	10,440,035
Total expenditures and transfers	\$ 295,824,500	\$ 289,104,219	\$ 334,485,150	\$ 310,759,999	\$ 252,619,022	\$ 253,980,288	\$ 253,531,101	\$ 239,998,503	\$ 243,682,285	\$ 238,247,518
Capital Outlays	\$ 12,641,758	\$ 24,511,997	\$ 23,008,006	\$ 1,879,967	\$ 2,643,144	\$ 1,865,777	\$ 2,443,164	\$ 6,201,764	\$ 15,808,404	\$ 20,136,600
Total Expenditures less Capital Outlays	269,342,023	264,592,222	293,688,965	289,706,716	241,384,841	237,547,105	234,217,890	222,921,222	217,434,088	207,670,883
Debt Service (principal & interest only) (3)	12,429,553	12,595,973	55,716,230	48,036,264	7,836,079	12,275,104	12,580,594	9,259,533	8,048,475	7,984,345
Debt service (P&I) as a percentage of noncapital expenditures	4.61%	4.76%	18.97%	16.58%	3.25%	5.17%	5.37%	4.15%	3.70%	3.84%

Source: CRCSD Financial Records

(1) Increases for FY2015 are related to the award of a \$5.2 million Teacher Leadership and Compensation State grant.

(2) Increases for FY2016 in special instruction is due to a change by District auditor's of categorization of between regular and special instruction expenditures.

(3) Debt service principal expenditures increases for FY2020 and FY2021 are due mainly to the refinancing SAVE revenue bonds.

Schedule 7
Cedar Rapids Community School District

**Other Financing Sources and Uses and Net Change in Fund Balances -
Governmental Funds**

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Excess of revenues over (under) expenditures	\$ 2,109,528	\$ (12,356,768)	\$ (52,339,131)	\$ (35,528,054)	\$ 8,287,109	\$ 7,006,140	\$ 3,075,027	\$ 6,959,647	\$ 379,221	\$ (1,740,958)
Other Financing Sources (Uses)										
Bond issuance proceeds	9,925,000	-	52,295,000	27,739,000	25,185,000	-	-	13,935,000	65,603,000	-
Capital loan proceeds	-	-	-	-	414,635	-	-	-	-	-
Premium on bonds	71,506	-	5,197,475	-	-	-	-	1,535,560	-	-
Sale of capital assets	842,997	2,357,673	1,850,300	311,646	444,494	377,047	203,329	2,677	378,668	308,783
Payment to refunding escrow agent	-	-	-	-	-	-	-	(15,350,000)	(57,270,194)	-
Transfers in	14,270,062	17,027,032	18,147,433	18,834,574	9,115,160	15,019,634	17,347,464	11,105,239	10,828,288	10,612,897
Transfers out	(13,840,719)	(16,747,392)	(17,788,179)	(19,173,316)	(8,591,037)	(14,567,406)	(16,870,047)	(10,875,517)	(10,439,793)	(10,440,035)
Total other financing sources (uses)	11,268,846	2,637,313	59,702,029	27,711,904	26,568,252	829,275	680,746	352,959	9,099,969	481,645
Net change in fund balances	\$ 13,378,374	\$ (9,719,455)	\$ 7,362,898	\$ (7,816,150)	\$ 34,855,361	\$ 7,835,415	\$ 3,755,773	\$ 7,312,606	\$ 9,479,190	\$ (1,259,313)

Source: CRCSD Financial Records

The net change improvements in FY2016 and FY2017 are driven largely by improvements in General Fund reserves. Improvements made in FY2018 are due to building reserves in Management Fund and Save Funds. Improvements made in FY2019 are mainly due to the issuance of \$28.185 million in SAVE revenue bonds for the construction of a new elementary school. The decrease in the fund balance in FY2020 is due to the refinancing of the \$30 million 2010 SAVE revenue bonds using \$3 million debt reserve balance to buy down the amount of the replacement bonds. In addition, the district spent approximately \$2.3 million of the \$25.185 million bond proceeds for the construction of a new elementary school. In FY2021, the District refinance the 2015 SAVE revenue bonds and issued \$16.46 of SAVE revenue bonds for the construction of its second elementary, which caused the fund balance to increase by \$7.4 million.

Schedule 8
Cedar Rapids Community School District
Assessed Value and Taxable Value of Property
Last Ten Fiscal Years

Calendar Year	Fiscal Year	Assessed Valuations (Excluding Tax Increment Financing (TIF) Property)								Taxable Valuations (Excluding Tax Increment Financing (TIF) Property)								Total District Levy Rate
		<u>Agriculture</u>	<u>Residential</u> (net of personal exemptions)	<u>Commercial</u>	<u>Industrial</u>	<u>Railroad</u>	<u>Utility with Gas & Elect</u>	<u>Multi- Residential</u>	<u>Total</u>	<u>Agriculture</u>	<u>Residential</u> (net of personal exemptions)	<u>Commercial</u>	<u>Industrial</u>	<u>Railroad</u>	<u>Utility</u>	<u>Multi- Residential</u>	<u>Total</u>	
2021	2023	\$ 51,747,564	\$ 7,392,905,512	\$ 1,606,010,414	\$ 119,821,756	\$ 25,500,325	\$ 1,267,241,343	\$ 404,627,646	\$ 10,867,854,560	\$ 46,063,851	\$ 3,916,987,812	\$ 1,406,496,104	\$ 106,183,356	\$ 22,950,294	\$ 194,458,518	\$ 250,085,688	\$ 5,943,225,623	14.72971
2020	2022	51,144,002	7,080,814,514	1,542,585,836	120,162,982	24,217,292	1,265,625,141	276,210,888	10,360,760,655	43,080,812	4,088,025,042	1,738,146,068	126,935,460	21,795,565	226,922,756	198,405,416	6,443,311,119	15.36072
2019	2021	51,286,063	6,993,384,334	1,569,933,737	133,643,208	24,282,909	1,335,246,389	258,448,528	10,316,225,168	41,770,808	3,791,661,131	1,381,157,868	118,985,998	21,854,619	249,873,449	181,298,832	5,786,602,705	15.36229
2018	2020	72,739,086	6,619,508,008	1,551,963,713	116,551,779	20,609,610	1,317,927,943	225,208,326	9,924,508,465	40,735,316	3,718,595,607	1,368,604,742	103,396,589	18,548,649	243,693,493	167,399,442	5,660,973,838	15.07063
2017	2019	73,146,748	6,520,261,826	1,549,020,415	116,229,272	19,698,624	1,153,671,038	218,120,169	9,650,148,092	39,706,309	3,580,673,703	1,368,611,742	103,257,132	17,728,762	255,268,928	170,821,551	5,536,068,127	15.07020
2016	2018	80,097,249	6,303,678,612	1,346,705,765	112,573,610	21,410,296	1,041,102,410	204,156,318	9,109,724,260	37,883,626	3,549,563,279	1,195,514,224	100,064,190	19,269,268	261,354,487	167,758,878	5,331,407,952	15.37529
2015	2017	80,572,521	6,074,564,910	1,265,317,686	102,861,195	18,044,287	944,784,846	189,910,652	8,676,056,097	37,139,664	3,310,756,312	1,119,765,497	90,658,365	16,239,860	267,154,678	162,056,748	5,003,771,124	15.37507
2014	2016	78,844,434	6,020,788,937	1,459,518,226	103,682,592	18,585,572	865,437,022		8,546,856,783	35,230,543	3,282,729,093	1,294,267,766	91,460,192	16,727,018	264,677,056		4,985,091,668	15.38030
2013	2015	79,363,811	5,979,232,433	1,440,990,908	107,264,831	17,444,673	760,458,858		8,384,755,514	34,419,470	3,175,237,528	1,358,690,177	101,175,211	16,572,440	271,900,542		4,957,995,368	15.48446
2012	2014	54,162,156	5,971,445,154	1,388,057,474	103,839,313	15,697,828	717,526,489		8,250,728,414	32,456,272	3,086,530,545	1,388,057,474	103,839,313	15,697,828	263,457,537		4,890,038,969	15.47881

Calendar Year	State Rollback Factors						
	<u>Agriculture</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Railroad</u>	<u>Utility</u>	<u>Multi- Residential</u>
2021							
2020	84.0305%	56.4094%	90.0000%	90.0000%	90.0000%	98.5489%	67.5000%
2019	81.4832%	55.0743%	90.0000%	90.0000%	90.0000%	100.0000%	71.2500%
2018	56.1324%	56.9180%	90.0000%	90.0000%	90.0000%	100.0000%	75.0000%
2017	54.4480%	55.6209%	90.0000%	90.0000%	90.0000%	100.0000%	78.7500%
2016	47.4996%	56.9391%	90.0000%	90.0000%	90.0000%	100.0000%	82.5000%
2015	47.4996%	56.9391%	90.0000%	90.0000%	90.0000%	100.0000%	82.5000%
2014	44.7021%	55.7335%	90.0000%	90.0000%	90.0000%	100.0000%	
2013	43.3997%	54.4002%	95.0000%	95.0000%	95.0000%	100.0000%	
2012	59.9334%	52.8166%	100.0000%	100.0000%	100.0000%	100.0000%	

Source: Linn County Auditor

Note: Property is "Assessed" at actual value. Taxable value is arrived through a series of calculations largely involving the use of the State Rollback Factor related to the corresponding property class. The District levy rate is then applied to the "Taxable Value" of property lying within District boundaries.

Schedule 9
Cedar Rapids Community School District

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years
(rate per \$1,000 of taxable value)

Fiscal Year	Cedar Rapids Community Schools District Direct Rates			Overlapping Rates ⁽¹⁾							
	<u>General Purposes</u>	<u>Capital Purposes</u>	<u>Total</u>	<u>City of Cedar Rapids</u>	<u>Town of Bertram</u>	<u>City of Hiawatha</u>	<u>City of Marion</u>	<u>Town of Palo</u>	<u>Town of Robins</u>	<u>Linn County</u>	<u>Kirkwood Community College</u>
2023	13.05971	1.67000	14.72971	16.02620	3.00375	14.75527	14.20203	14.08705	7.73546	5.84664	1.34462
2022	13.69072	1.67000	15.36072	15.87620	4.39990	14.75709	14.19976	12.83512	7.77354	6.24304	1.31195
2021	13.32306	2.03923	15.36229	15.65620	4.39998	14.75976	14.21502	12.93058	7.77077	6.40442	1.25730
2020	12.84634	2.22429	15.07063	15.43621	4.40000	14.99971	14.22338	13.00324	7.71136	5.83902	1.21331
2019	12.82566	2.24454	15.07020	15.21621	4.40002	15.20171	14.22338	13.07197	7.92171	5.83902	1.20354
2018	13.34784	2.02745	15.37529	15.21621	4.40003	15.41180	13.98943	13.08333	7.67714	6.14108	1.13174
2017	13.78089	1.59418	15.37507	15.21621	4.40002	15.41169	13.82108	12.65519	7.96103	6.14108	1.08048
2016	13.78269	1.59761	15.38030	15.21621	4.40002	15.40867	13.58625	13.00441	7.97127	6.14225	1.06125
2015	14.55646	0.92800	15.48446	15.21621	4.25013	15.20483	13.12953	13.02338	7.93060	6.14191	1.05754
2014	14.55313	0.92268	15.47581	15.21621	4.25998	15.18434	13.15637	12.43422	7.77881	6.11191	1.06473

Source: Linn County Auditor

(1) Note: Includes levies for operating and debt service costs.

Schedule 10
Cedar Rapids Community School District

Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	Type of Business	Assessed Value 2022 for FY 2023 Revenue			Assessed Value 2013 for FY 2015 Revenue		
		FY20 Rank	Amount	Percentage of Total Assessed Valuation	FY12 Rank	Amount	Percentage of Total Assessed Valuation
Interstate Power & Light Co	Natural Gas & Electric Utility	1	\$ 879,307,171	8.09%	1	\$ 386,972,354	4.62%
St Luke's Methodist Hospital	Medical Facility	2	79,155,500	0.73%	4	45,164,608	0.54%
Mid American Energy	Natural Gas & Electric Utility	3	76,768,963	0.71%	7	36,421,644	0.43%
Frew Development Group LLC	Real Estate Development	4	32,119,400	0.30%			-
Cedar Real Estate Group III LLC	Residential \$ Commercial Real Estate	5	24,089,800	0.22%			-
EWR Cedar Rapids FF LLC	An Iowa Limited Liability Company	6	21,175,400	0.19%			-
Warrior Enterprise LLC	Business Consulting and Services	7	21,118,500	0.19%			-
Cargill Inc.	Food Corporation	8	20,967,200	0.19%			-
City of Cedar Rapids	City of Iowa	9	20,908,300	0.19%			-
The Fountains LLC	Commercial Real Estate Development	10	20,715,900	0.19%			-
Nextera Energy	Duane Arnold Nuclear Utility	-	-	-	2	143,091,013	1.71%
ITC Midwest LLC	Electric Transmission Line Utility	-	-	-	3	95,099,435	1.13%
Life Investors/Aegon US Holding Corp	Investment Services/Insurance	-	-	-	5	41,543,287	0.50%
Central Power	Electric Utility	-	-	-	6	39,918,629	0.48%
Walmart Stores/Sam's Club	Department Stores/Grocery	-	-	-	8	28,356,261	0.34%
Hy-Vee Food Stores Inc.	Grocery	-	-	-	9	27,117,515	0.32%
Shamrock Capital Investments LLC	Residential & Commercial Real Estate	-	-	-	10	22,667,847	0.27%
Total			<u>\$1,196,326,134</u>	<u>11.00%</u>		<u>\$866,352,593</u>	<u>10.34%</u>

Source: Linn County Auditor

Schedule 11
Cedar Rapids Community School District

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year Ended June 30th	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections (1)	Total Tax Collections	
		Amount	Percent of Levy		Amount	Percent of Levy
2023	\$88,598,593	\$91,177,572	102.9%	\$23,283	\$91,200,855	102.94%
2022	91,083,188	91,177,449	100.1%	23,406	91,200,855	100.13%
2021	89,978,449	90,043,401	100.1%	1,092,543	91,135,944	101.29%
2020	86,273,129	85,207,383	98.8%	228,691	85,436,074	99.03%
2019	84,367,070	83,878,683	99.4%	401,380	84,280,063	99.90%
2018	82,547,053	82,646,026	100.1%	50,764	82,696,790	100.18%
2017	77,601,185	77,751,640	100.2%	17,955	77,769,595	100.22%
2016	77,335,809	77,097,703	99.7%	117,500	77,215,203	99.84%
2015	77,161,219	77,305,839	100.2%	29,702	77,335,541	100.23%
2014	75,990,519	76,010,670	100.0%	115,473	76,126,143	100.18%

Source: District financial records and Linn County Finance and Budget

(1) Delinquent tax collections reflect the amounts of delinquent taxes received during the year.
Information is not available as to the years for which the delinquent tax collections apply.

Schedule 12
Cedar Rapids Community School District

Total Outstanding Debt by Type

Last Ten Fiscal Years

Governmental Activities													Total Debt Per Capita ⁽¹⁾	Net Bonded Debt ⁽²⁾ Per Capita ⁽¹⁾	Taxable ⁽²⁾ Value of Property	Ratio of Net Bonded Debt ⁽²⁾ to Taxable Value of Property
Fiscal Year	SAVE Revenue Bonds	QSCB Bonds	School Refunding Bonds	General Obligation Bonds	Lease Purchase Agreement	Anticipatory Warrants	Bond Premiums	Total Primary Government	Less Amount Restricted for Debt Service	Net Bonded Debt	Percentage of Personal Income ⁽¹⁾					
2023	\$90,409,000	\$11,842,461	-	-	\$1,343,651		\$2,738,350	\$106,333,462	-	\$106,333,462	0.79%	\$388	\$388	\$5,943,225,623	1.79%	
2022	88,797,000	11,842,461	-	-	1,854,763	-	3,658,878	104,383,515	-	104,383,515	0.78%	381	381	6,443,311,119	1.62%	
2021	97,109,000	11,842,461	-	-	168,040	-	4,680,829	113,800,330	-	113,800,330	0.85%	415	415	5,786,602,705	1.97%	
2020	94,938,000	11,842,461	2,200,000	-	248,655	-	222,372	109,451,488	-	109,451,488	0.82%	400	400	5,660,973,838	1.93%	
2019	107,790,000	11,842,461	5,300,000	-	327,082	-	671,021	125,930,564	6,485,163	119,445,401	0.97%	463	439	5,536,068,127	2.16%	
2018	83,669,000	11,842,461	8,280,000	-	-	-	1,010,248	104,801,709	4,511,382	100,290,327	0.86%	389	372	5,331,407,952	1.88%	
2017	89,209,000	11,842,461	11,080,000	-	-	-	1,345,624	113,477,085	3,076,332	110,400,753	0.95%	424	413	5,003,771,124	2.21%	
2016	94,723,000	11,842,461	13,935,000	-	-	-	1,697,790	122,198,251	2,030,589	120,167,662	1.06%	459	452	4,985,091,668	2.41%	
2015	95,603,000	11,842,461	18,180,000	-	-	-	320,991	125,946,452	2,487,425	123,459,027	1.12%	477	468	4,957,995,368	2.49%	
2014	83,425,000	11,842,461	20,905,000	-	-	-	593,916	116,766,377	2,797,703	113,968,674	1.06%	445	434	4,890,038,969	2.33%	

Source: District Financial Reports, Woods & Poole Economics

Notes:

(1) Percentage Personal Income and Per Capita figures are based upon Cedar Rapids Metropolitan Statistical Area data from the corresponding calendar year.

(2) Taxable valuations exclude TIF valuations

Schedule 13
Cedar Rapids Community School District

Pledged-Revenue Coverage

Last Ten Fiscal Years

Secure an Advanced Vision for Education (SAVE) Fund

<u>Fiscal Year</u>	<u>Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	
2023	\$20,703,249	\$8,313,000	\$3,588,320	1.74
2022	20,983,825	8,312,000	3,622,474	1.76
2021	16,827,764	9,059,000	2,747,986	1.43
2020	17,582,925	9,700,000	3,806,391	1.30
2019	17,564,112	1,064,000	3,290,028	4.03
2018	15,931,017	5,540,000	3,381,104	1.79
2017	16,227,805	-	9,052,184	1.79
2016	16,080,075	-	4,483,336	3.59
2015	15,996,385	-	4,431,778	3.61
2014	14,493,351	-	4,367,398	3.32

Source: District Financial Records

Schedule 14
Cedar Rapids Community School District

Direct and Overlapping Governmental Activities Debt

As of June 30, 2023

	Gross Debt Outstanding	Percentage Applicable to Governmental Unit (1)	Cedar Rapids Community School District Share of Debt
Direct:			
Cedar Rapids Community School District	\$ 106,333,462	100.00%	\$ 106,333,462
Overlapping:			
City of Cedar Rapids	334,460,000	67.17%	224,656,782
City of Hiawatha	21,950,000	99.51%	21,842,445
City of Marion	79,100,000	1.44%	1,139,040
City of Palo	2,007,226	100.00%	2,007,226
City of Robins	5,025,000	70.71%	3,553,178
Kirkwood Community College	70,315,000	21.68%	15,244,292
Linn County	56,475,000	48.89%	27,610,628
Total Overlapping	<u>569,332,226</u>		<u>296,053,591</u>
Total Direct and Overlapping Debt	<u>\$ 675,665,688</u>	59.55%	<u>\$ 402,387,053</u>

Source: Linn County Auditor

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

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

Schedule 15
Cedar Rapids Community School District

Legal Debt Margin Information

Last Ten Fiscal Years

	Fiscal Year									
	2022-2023	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Assessed valuation	<u>\$ 11,488,916,881</u>	<u>\$ 10,945,436,763</u>	<u>\$ 10,839,339,247</u>	<u>\$ 9,924,508,465</u>	<u>\$ 9,650,148,092</u>	<u>\$ 9,109,724,260</u>	<u>\$ 8,676,056,097</u>	<u>\$ 8,546,856,783</u>	<u>\$ 8,384,755,514</u>	<u>\$ 8,250,728,414</u>
Legal debt limit (5% of Assessed Valuation)	\$ 574,445,844	\$ 547,271,838	\$ 541,966,962	\$ 496,225,423	\$ 482,507,405	\$ 455,486,213	\$ 433,802,805	\$ 427,342,839	\$ 419,237,776	\$ 412,536,421
District debt applicable	<u>106,333,462</u>	<u>104,383,515</u>	<u>113,800,330</u>	<u>109,451,488</u>	<u>125,930,564</u>	<u>104,801,709</u>	<u>113,477,085</u>	<u>122,198,251</u>	<u>125,946,452</u>	<u>116,766,377</u>
Legal debt margin	<u>\$ 468,112,382</u>	<u>\$ 442,888,323</u>	<u>\$ 428,166,632</u>	<u>\$ 386,773,935</u>	<u>\$ 356,576,841</u>	<u>\$ 350,684,504</u>	<u>\$ 320,325,720</u>	<u>\$ 305,144,588</u>	<u>\$ 293,291,324</u>	<u>\$ 295,770,044</u>
District debt applicable as a percentage of Legal debt limit	18.5%	19.1%	21.0%	22.1%	26.1%	23.0%	26.2%	28.6%	30.0%	28.3%

Source: District Financial Records and Linn County Auditor

Schedule 16
Cedar Rapids Community School District

Demographic and Economic Statistics

Last Ten Calendar Years

Calendar Year	Population	Personal Income	Per Capita Income	Unemployment Rate %
2022	275,590	\$ 14,009,920,000	\$ 62,457	3.1
2021	275,435	16,268,026,000	59,063	4.9
2020	274,040	15,329,730,000	52,032	8.5
2019	273,710	14,509,845,000	53,012	2.9
2018	271,830	12,928,850,000	47,562	2.9
2017	269,330	12,121,300,000	45,005	3.4
2016	267,450	11,882,720,000	44,430	3.8
2015	266,040	11,529,370,000	43,337	3.8
2014	263,960	11,164,130,000	42,295	4.4
2013	262,420	10,945,370,000	41,709	5.0

Sources:

Woods and Poole Economics 2023 Data Pamphlet - for population and personal income.

Bureau of Labor Statistics - for unemployment data

Note: Cedar Rapids Metropolitan Statistical Area Data. Personal income dollars stated in 2012 dollars.

Schedule 17
Cedar Rapids Community School District

Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	2023			2014		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment (1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment (1)</u>
Collins Aerospace	9,000	1	4.76%	8,700	1	4.86%
Whirlpool Corporation	4,000	2	2.11%			
UnityPoint Health-St. Lukes Hospital	3,500	3	1.85%	2,979	3	1.66%
Cedar Rapids Community School District	3,500	4	1.85%	2,956	4	1.65%
City of Cedar Rapids	3,000	5	1.59%	1,309	8	0.73%
Nordstrom Direct	3,000	6	1.59%	1,691	6	0.94%
Integrated DNA Technologies	3,000	7	1.59%			
Mercy Medical Center	2,750	8	1.45%	2,312	5	1.29%
TransAmerica/TATA	1,600	9	0.85%	3,800	2	2.12%
Quaker Foods and Beverages	900	10	0.48%	1,068	9	0.60%
Kirkwood Community College	-		-	1,613	7	0.90%
HIBU	-		-	1,044	10	0.58%
Totals	<u>34,250</u>		<u>18.12%</u>	<u>27,472</u>		<u>15.33%</u>

Sources:

Cedar Rapids Economic Alliance - 2023 The Demographic and Economic Report - for employer employment.

Woods and Poole Economics 2023 Data Pamphlet - for total employment.

(1) Total employment encompasses the Cedar Rapids Metropolitan Statistical Area

Schedule 18
Cedar Rapids Community School District

Full-Time Equivalent ⁽¹⁾ District Employee by Type

Last Ten Years

											Percentage Change
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2014-2023
Administration											
Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.00%
Deputy/Assistant Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0	-50.00%
Principal and Assistant	46.0	46.0	46.0	46.0	45.0	45.0	45.0	47.0	46.0	47.0	-2.13%
District Administrator	18.0	18.0	18.0	18.0	18.8	18.8	17.1	14.0	13.0	13.0	38.46%
Department Manager	8.0	7.0	7.0	7.0	6.0	6.0	6.0	8.0	9.0	8.0	0.00%
Total Administration	74.0	73.0	73.0	73.0	71.8	71.8	71.1	72.0	71.0	71.0	4.23%
Teachers											
PreK-12, Music, PE, and Art	943.8	924.1	923.7	945.0	977.0	959.0	956.3	916.4	923.6	911.4	3.55%
Special Education	196.6	189.0	224.9	224.9	231.8	220.4	225.6	229.5	210.2	211.7	-7.13%
Federal Programs	53.8	50.7	42.9	43.2	35.3	26.6	25.1	26.5	27.8	28.8	86.81%
Media Specialist	16.0	16.0	15.5	15.5	16.5	16.0	16.0	15.5	18.5	19.5	-17.95%
Counselors	47.0	48.0	48.0	48.0	47.0	47.0	47.0	45.0	46.0	49.0	-4.08%
Total Teachers	1,257.2	1,227.8	1,255.0	1,276.6	1,307.6	1,269.0	1,269.9	1,232.9	1,226.1	1,220.4	3.02%
Support Personnel											
Clerical	150.3	146.6	141.3	140.6	145.5	145.6	146.6	146.8	137.4	156.7	-4.08%
Teacher Associate - General Education	101.1	101.3	80.1	85.2	98.9	92.4	90.1	91.0	83.7	120.5	-16.10%
Teacher Associate - Special Education	351.7	321.9	261.3	285.1	297.6	285.5	268.5	265.3	270.9	248.1	41.76%
Custodial and Maintenance	139.6	142.8	145.2	132.6	145.4	146.1	138.6	142.1	141.9	148.4	-5.93%
Bus Driver/Attendant	161.5	153.4	135.5	159.9	149.5	142.0	111.7	115.1	105.5	104.9	53.96%
Nutrition Service Worker	154.3	152.8	131.6	128.9	146.1	141.0	134.7	131.4	131.8	128.0	20.55%
Nurse/Volunteer Coordinator	19.6	19.3	14.6	14.1	17.0	20.9	20.3	16.8	13.3	13.0	50.77%
Crafts and Trades	8.0	8.0	8.0	8.0	8.0	8.0	8.0	9.0	10.0	11.0	-27.27%
Day Care Worker	0.0	21.5	28.0	89.0	95.0	82.1	92.1	99.3	97.4	104.8	-100.00%
Other ⁽²⁾	242.0	234.0	263.2	276.8	226.5	226.8	162.9	135.9	117.9	150.2	61.12%
Total Support Personnel	1,328.1	1,301.6	1,208.8	1,320.2	1,329.5	1,290.4	1,173.5	1,152.7	1,109.8	1,185.6	12.02%
Total Staff	2,659.3	2,602.4	2,536.8	2,669.8	2,708.9	2,631.2	2,514.5	2,457.6	2,406.9	2,477.0	7.36%

Source: District Human Resources Department

(1) FTE (full time equivalent) as of the fall of each year. While the number of annual hours a full time "instructional school year" employee works, (veteran teachers work 1,520 annual hours) is less than the annual of hours a full time "12 month" employee works, (2,080 hours for a 260 day contract) they are both be considered 1.0 FTE. Part time employees in any employee group carry less than 1.0 FTE based upon annual hours worked.

(2) Other is defined as other remaining Supervisor/Technician Group employees not accounted for in other "Support Personnel" categories.

**Schedule 19
Cedar Rapids Community School District**

Operating Statistics

Last Ten Fiscal Years

Fiscal Year	General Fund - Expenditures				All District Funds - Expenses			Teaching Staff FTE(1)	Resident Pupil- Teacher Ratio	Students Receiving Free or Reduced Price Meals	
	Certified Enrollment	Net Expenditures(3)	Cost per Pupil(2)	Percentage Change	Statement of Activities Expenses	Cost per Pupil	Percentage Change			Number	Percentage
2023	14,652	\$216,706,589	\$14,790	20.5%	\$263,832,864	\$18,007	18.5%	1,257.2	11.7	8,152	55.6%
2022	16,086	216,494,868	13,459	9.6%	258,921,954	16,096	5.9%	1,227.8	13.1	8,525	53.0%
2021	16,237	209,391,246	12,896	5.0%	266,307,443	16,401	8.0%	1,255.0	12.9	8,781	54.1%
2020	16,851	205,761,047	12,211	8.5%	272,403,699	16,165	10.8%	1,276.6	13.2	8,685	51.5%
2019	16,963	200,435,477	12,278	9.1%	257,721,118	15,193	4.1%	1,307.6	13.0	8,549	50.4%
2018	17,129	192,717,830	11,251	2.9%	249,967,604	14,593	2.6%	1,269.0	13.5	8,518	49.7%
2017	17,092	186,879,572	10,934	1.7%	243,165,844	14,227	3.5%	1,269.9	13.5	7,908	46.3%
2016	16,939	182,141,049	10,753	1.4%	232,809,842	13,744	3.2%	1,232.8	13.7	7,403	43.7%
2015	16,843	178,584,723	10,603	2.9%	224,215,629	13,312	0.3%	1,226.1	13.7	7,918	47.0%
2014	16,865	173,859,183	10,309	-1.7%	223,862,543	13,274	-0.2%	1,220.4	13.8	7,916	46.9%

Source: District Human Resources Department, District Food and Nutrition Department, District Financial Records

Notes:

(1) FTE: A full time veteran teacher who works 1,520 annual hours is considered a 1.0 "Full Time Equivalent" position.

(2) The State of Iowa provides a standard methodology in calculating General Fund Cost per Pupil which pertains to resident students only. Accordingly, Certified Enrollment counts of resident students only, in the fall of each fiscal year are used for calculations. (For example fall 2019 counts are used for FY2020 calculations.)

(3) Net Expenditures in the General Fund include credits for tuition receipts for services provided to non-resident pupils. Also deduct expense for AEA Flowthrough (Proj 3214)

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
High Schools (Grades 9-12)												
Jefferson (1959)	Square feet	312,035	312,035	312,035	312,035	312,035	312,035	312,035	312,035	312,035	312,035	312,035
	Architectural Capacity	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
	Educational Capacity	1,734	1,734	1,734	1,734	1,734	1,734	1,734	1,734	1,734	1,734	1,734
	Enrollment	1,543	1,545	1,441	1,527	1,536	1,580	1,504	1,490	1,516	1,496	1,467
Kennedy (1968)	Square feet	293,092	293,092	293,092	293,092	293,092	293,092	293,092	293,092	293,092	293,092	293,092
	Architectural Capacity	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
	Educational Capacity	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845	1,845
	Enrollment	1,714	1,741	1,661	1,766	1,842	1,800	1,882	1,761	1,749	1,780	1,721
Metro (1971)	Square feet	47,399	47,399	47,399	47,399	47,399	47,399	47,399	47,399	47,399	47,399	47,399
	Architectural Capacity	450	450	450	450	450	450	450	450	450	450	450
	Educational Capacity	475	475	475	475	475	475	475	475	475	475	475
	Enrollment	340	308	230	334	336	342	393	410	374	358	337
Washington (1959)	Square feet	311,919	311,919	311,919	311,919	311,919	311,919	311,919	311,919	312,694	312,694	312,694
	Architectural Capacity	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
	Educational Capacity	1,626	1,626	1,626	1,626	1,626	1,626	1,626	1,626	1,626	1,626	1,626
	Enrollment	1,291	1,272	1,189	1,318	1,322	1,362	1,336	1,366	1,364	1,381	1,381
Middle Schools (Grades 6-8)												
Franklin (1922)	Square feet	146,148	146,148	146,148	146,148	146,148	146,148	146,148	146,148	146,148	146,148	146,148
	Architectural Capacity	700	700	700	700	700	700	700	700	700	700	700
	Educational Capacity	806	806	806	806	806	806	806	806	806	806	806
	Enrollment	537	534	486	583	631	631	653	649	663	637	644
Harding (1964)	Square feet	139,634	139,634	139,634	139,634	139,634	139,634	139,634	139,634	139,634	139,634	139,634
	Architectural Capacity	900	900	900	900	900	900	900	900	900	900	900
	Educational Capacity	1,038	1,038	1,038	1,038	1,038	1,038	1,038	1,038	1,038	1,038	1,038
	Enrollment	713	712	706	793	802	784	840	813	807	837	883
McKinley (1922)	Square feet	138,476	138,476	138,476	138,476	138,476	138,476	138,476	138,476	138,476	138,476	138,476
	Architectural Capacity	700	700	700	700	700	700	700	700	700	700	700
	Educational Capacity	824	824	824	824	824	824	824	824	824	824	824
	Enrollment	448	486	493	457	441	459	492	523	535	543	555

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Roosevelt (1924)	Square feet	139,350	139,350	139,350	139,350	139,350	139,350	139,350	139,350	139,350	139,350	139,350
	Architectural Capacity	700	700	700	700	700	700	700	700	700	700	700
	Educational Capacity	846	846	846	846	846	846	846	846	846	846	846
	Enrollment	510	560	550	653	615	573	521	556	566	601	564
Taft (1965)	Square feet	127,507	127,507	127,507	127,507	127,507	127,507	127,507	127,507	127,507	127,507	127,507
	Architectural Capacity	700	700	700	700	700	700	700	700	700	700	700
	Educational Capacity	684	684	684	684	684	684	684	684	684	684	684
	Enrollment	578	574	544	570	604	592	608	581	580	567	616
Wilson (1928)	Square feet	108,807	108,807	108,807	108,807	108,807	108,807	108,807	108,807	108,807	108,807	108,807
	Architectural Capacity	650	650	650	650	650	650	650	650	650	650	650
	Educational Capacity	546	546	546	546	546	546	546	546	546	546	546
	Total Enrollment	395	402	357	391	334	377	378	368	368	381	379
Elementary Schools												
Arthur (1914)	Pre-K to Grade 5											
	Square feet	53,851	53,851	53,851	53,851	53,851	53,851	53,851	53,851	53,851	53,851	53,851
	Architectural Capacity	400	400	400	400	400	400	400	400	400	400	400
	Educational Capacity	392	392	392	392	417	417	417	417	417	417	417
	Enrollment	242	235	256	293	319	293	305	344	367	368	354
Cleveland (1950)	Pre-K to Grade 5											
	Square feet	46,819	46,819	46,819	46,819	46,819	46,819	46,819	46,819	46,819	46,819	46,819
	Architectural Capacity	500	500	500	500	500	500	500	500	500	500	500
	Educational Capacity	417	417	417	417	435	435	435	435	435	435	435
	Enrollment	293	282	301	325	361	343	343	355	347	347	345
Coolidge (1967)	Pre-K to Grade 5											
	Square feet			48,557	48,557	48,557	48,557	48,557	48,557	48,557	48,557	48,557
	Architectural Capacity			500	500	500	500	500	500	500	500	500
	Educational Capacity			497	497	465	465	465	465	465	465	465
	Enrollment			370	405	363	397	414	405	410	430	454

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Erskine (1955)	Kindergarten to Grade 5											
	Square feet	40,675	40,675	40,675	40,675	40,675	40,675	40,675	40,675	40,675	40,675	40,675
	Architectural Capacity	400	400	400	400	400	400	400	400	400	400	400
	Educational Capacity	395	395	395	395	420	420	420	420	420	420	420
	Enrollment	293	276	310	358	363	366	382	376	358	381	421
Garfield (1930)	Kindergarten to Grade 5											
	Square feet	40,224	40,224	40,224	40,224	40,224	40,224	40,224	40,224	40,224	40,224	40,224
	Architectural Capacity	400	400	400	400	400	400	400	400	400	400	400
	Educational Capacity	306	306	306	306	456	456	456	456	309	309	309
	Enrollment	214	209	229	243	220	261	209	280	270	269	231
Grant (1961)	Kindergarten to Grade 5											
	Square feet	46,565	46,565	46,565	46,565	46,565	46,565	46,565	46,565	46,565	43,919	43,919
	Architectural Capacity	450	450	450	450	450	450	450	450	450	450	450
	Educational Capacity	386	386	386	386	456	456	456	456	456	456	456
	Enrollment	320	289	299	333	337	353	369	360	379	394	385
Grant Wood (1948)	Pre-K to Grade 5											
	Square feet	52,172	52,172	52,172	52,172	52,172	52,172	52,172	52,172	52,172	52,172	52,172
	Architectural Capacity	500	500	500	500	500	500	500	500	500	500	500
	Educational Capacity	386	386	386	386	394	394	394	394	394	394	394
	Enrollment	304	291	282	301	352	336	351	343	324	310	340
Harrison (1930)	Pre-K to Grade 5											
	Square feet	54,677	54,677	54,677	54,677	54,677	54,677	54,677	54,677	54,677	54,677	54,677
	Architectural Capacity	550	550	550	550	550	550	550	550	550	550	550
	Educational Capacity	380	380	380	380	366	366	366	366	366	366	366
	Enrollment	285	269	304	286	310	325	353	340	288	282	282
Hiawatha (1956)	Pre-K to Grade 5											
	Square feet	50,787	50,787	50,787	50,787	50,787	50,787	50,787	50,787	50,787	50,787	50,787
	Architectural Capacity	550	550	550	550	550	550	550	550	550	550	550
	Educational Capacity	391	391	391	391	509	509	509	509	509	509	509
	Enrollment	290	279	287	310	375	416	428	454	423	390	391
Hoover (1954)	Pre-K to Grade 5											
	Square feet	55,177	55,177	55,177	55,177	55,177	55,177	55,177	55,177	55,177	55,177	55,177
	Architectural Capacity	500	500	500	500	500	500	500	500	500	500	500
	Educational Capacity	442	442	442	442	499	499	499	499	499	499	499
	Enrollment	387	365	367	375	363	375	337	322	323	376	344

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Jackson (1970)	Pre-K to Grade 5											
	Square feet		37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580
	Architectural Capacity		540	540	540	540	540	540	540	540	540	540
	Educational Capacity		397	397	397	499	499	499	499	499	499	499
	Enrollment		282	307	326	336	347	354	351	334	343	338
Johnson (1955)	Kindergarten to Grade 5											
	Square feet	49,191	49,191	49,191	49,191	49,191	49,191	49,191	49,191	49,191	49,191	49,191
	Architectural Capacity	500	500	500	500	500	500	500	500	500	500	500
	Educational Capacity	449	449	449	449	395	395	395	395	395	395	395
	Enrollment	346	334	397	392	423	379	384	395	317	332	303
Kenwood (1950)	Pre-K to Grade 5											
	Square feet	52,660	52,660	52,660	52,660	52,660	52,660	52,660	52,660	52,660	52,660	52,660
	Architectural Capacity	500	500	500	500	500	500	500	500	500	500	500
	Educational Capacity	506	506	506	506	485	485	485	485	485	485	485
	Enrollment	377	363	383	428	422	429	410	308	310	298	305
Madison (1961)	Kindergarten to Grade 5											
	Square feet	35,919	35,919	35,919	35,919	35,919	35,919	35,919	35,919	35,919	35,919	35,919
	Architectural Capacity	400	400	400	400	400	400	400	400	400	400	400
	Educational Capacity	277	277	277	277	317	317	317	317	317	317	317
	Enrollment	180	165	185	210	241	271	257	259	280	259	262
Maple Grove (2023)	Pre-K to Grade 5											
	Square feet	96,347										
	Architectural Capacity	831										
	Educational Capacity	600										
	Enrollment	500										
Nixon (1970)	Kindergarten to Grade 5											
	Square feet	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580
	Architectural Capacity	540	540	540	540	540	540	540	540	540	540	540
	Educational Capacity	434	434	434	434	461	461	461	461	461	461	461
	Enrollment	289	304	314	348	304	261	306	313	330	346	350
Pierce (1965)	Kindergarten to Grade 5											
	Square feet	47,321	47,321	47,321	47,321	47,321	47,321	47,321	47,321	47,321	47,321	47,321
	Architectural Capacity	475	475	475	475	475	475	475	475	475	475	475
	Educational Capacity	441	441	441	441	427	427	427	427	427	427	427
	Enrollment	326	327	357	420	390	382	414	387	390	412	405

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Polk (1961) (1)	Alternative School											
	Square feet	29,934	29,934	29,934	29,934	29,934	29,934	29,934	29,934	29,934	29,934	29,934
	Architectural Capacity	100	100	100	100	100	100	100	100	100	100	100
	Educational Capacity	100	100	100	100	100	100	100	100	100	100	100
	Enrollment	86	58	58	58	62	62	62	72	70	76	50
Taylor (1973)	Pre-K to Grade 5											
	Square feet	48,170	48,170	48,170	48,170	48,170	48,170	48,170	48,170	48,170	48,170	48,170
	Architectural Capacity	475	475	475	475	475	475	475	475	475	475	475
	Educational Capacity	345	345	345	345	392	392	392	392	392	392	392
	Enrollment	244	269	284	241	227	215	219	255	237	260	252
Truman (1961)(2)	Preschool											
	Square feet	44,129	44,129	44,129	44,129	44,129	44,129	44,129	44,129	44,129	44,129	44,129
	Architectural Capacity	400	400	400	400	400	400	400	400	400	400	400
	Educational Capacity	327	327	327	327	352	352	352	352	352	352	352
	Enrollment	287	240	263	263	268	290	266	267	275	308	324
Van Buren (1970)	Kindergarten to Grade 5											
	Square feet	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580	37,580
	Architectural Capacity	475	475	475	475	475	475	475	475	475	475	475
	Educational Capacity	491	491	491	491	470	470	470	470	470	470	470
	Enrollment	365	363	385	419	443	442	379	379	380	365	345
Viola Gibson (2002)	Kindergarten to Grade 5											
	Square feet	74,805	74,805	74,805	74,805	74,805	74,805	74,805	74,805	74,805	74,805	74,805
	Architectural Capacity	600	600	600	600	600	600	600	600	600	600	600
	Educational Capacity	633	633	633	633	547	547	547	547	547	547	547
	Enrollment	542	521	510	523	510	493	470	447	479	495	487
West Willow (2022)	Kindergarten to Grade 5											
	Square feet	97,063	97,063									
	Architectural Capacity	702	702									
	Educational Capacity	624	624									
	Enrollment	461	390									

Schedule 20
CEDAR RAPIDS COMMUNITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
Last Ten Fiscal Years

		Fiscal Year										
Building		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Wright (1953)	Pre-K to Grade 5											
	Square feet	41,502										
	Architectural Capacity	375	41,502	41,502	41,502	41,502	41,502	41,502	41,502	41,502	41,502	41,502
	Educational Capacity	364	375	375	375	375	375	375	375	375	375	375
	Enrollment	261	364	364	364	385	385	385	385	385	385	385
			249	262	271	306	317	294	323	336	339	315
Totals	Square feet											
	Architectural Capacity	2,801,168	2,838,748	2,790,242	2,790,242	2,790,242	2,790,242	2,790,242	2,790,242	2,791,017	2,788,371	2,788,371
	Educational Capacity	19,992	20,532	20,330	20,330	20,330	20,330	20,330	20,330	20,330	20,330	20,330
	Building Enrollment	18,910	19,307	19,180	19,180	19,671	19,671	19,671	19,671	19,524	19,524	19,524
	Building Enrollment	14,461	14,494	14,367	15,520	15,913	15,853	15,913	15,852	15,749	15,961	15,831
	% Architectural Capacity	72.33%	70.59%	70.67%	76.34%	78.27%	77.98%	78.27%	77.97%	77.47%	78.51%	77.87%
	% Educational Capacity	76.47%	75.07%	74.91%	80.92%	80.90%	80.59%	80.90%	80.59%	80.66%	81.75%	81.08%

Source: District Records

- (1) At the conclusion of the 2011-12 school year, Polk Elementary School was closed due to declining enrollment. Polk remained open as Polk Alternative Education Center to serve students of special needs
- (2) At the beginning of FY2, West Willow Elementary was opened. This new building replaced Coolidge Elementary.
- (3) At the beginning of FY23, Maple Grove Elementary was opened. This new building replaced Jackson and Truman Elementary Schools. Truman was repurposed in the 22-23 school year as an Early Learning Center to serve preschool students.

**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**

Independent Auditor's Report

Board of Education
Cedar Rapids Community School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cedar Rapids Community School District (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 25, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Comments involving statutory or other legal matters about the District's operations for the year ended June 30, 2023, are based exclusively on knowledge obtained from procedures during our audit of the basic financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretation of those statutes.

District's Response to Findings

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

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

RSM US LLP

Cedar Rapids, Iowa
January 25, 2024

**Report on Compliance for Each Major Federal Program and
Report on Internal Control Over Compliance
Required by the Uniform Guidance**

RSM US LLP

Independent Auditor's Report

Board of Education
Cedar Rapids Community School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Cedar Rapids Community School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, The District's complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

RSM VS LLP

Cedar Rapids, Iowa
January 25, 2024

Cedar Rapids Community School District

Schedule of Expenditures of Federal Awards Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program Title or Cluster	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Provided to Subrecipients	Federal Expenditures
Indirect:				
U.S. Department of Agriculture				
Passed through Iowa Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	4552	\$ -	\$ 2,245,843
National School Lunch Program	10.555	4553	-	6,155,047
National School Lunch Program - USDA Commodities (Noncash)	10.555	4951	-	758,234
National School Lunch Program - Supply Chain Assistance	10.555	4014	-	613,417
			-	7,526,698
Summer Food Service Program for Children	10.559	4556	-	207,777
Fresh Fruit and Vegetable Pilot Program	10.582	4557	-	208,198
Total Child Nutrition Cluster			-	10,188,516
Child and Adult Care Food Program	10.558	4554	-	43,905
Child Nutrition Discretionary Grants Limited Availability - School Lunch Equipment Grant	10.579	4011	-	8,100
SNAP Cluster, State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - BASICS - Pick a Better Snack	10.561	4671	-	66,535
Total U.S. Department of Agriculture			-	10,307,056
U.S. Department of Education				
Passed through Iowa Department of Education:				
Title I Grants to Local Educational Agencies - Carryover	84.010	4501, 4507, 4508	-	4,983,467
Title IV Student Support and Academic Enrichment SSAFE	84.424	4669	-	379,654
Rehabilitation Services Vocational Rehabilitation Grants to States - TAP	84.126	4598	-	190,597
Supporting Effective Instruction State Grants - Class Size Reduction Program	84.367	4643	-	608,641
Twenty-First Century Comm Learning Centers	84.287	4646	-	272,000
Career and Technical Education - Basic Grants to States	84.048	4531	-	236,116
Education for Homeless Children and Youth	84.196	4565	-	40,221
Education Stabilization Fund:				
COVID-19 - ESSER III - ARP	84.425U	4045	-	10,062,260
COVID-19 - ESSER III Emergency Homeless	84.425W	4044	-	81,017
COVID-19 - ESSER III ARP - 20% Learning Loss	84.425U	4043	-	2,450,161
COVID-19 - ESSER - ESF Section 1-Elementary and Secondary Education	84.425	4052	-	24,932
COVID-19 - Educ Stab Fd- Canvas	84.425D	4053	-	72,600
COVID-19 - GEER II	84.425C	4054	-	77,582
COVID-19 - ESSER II - CRRSA	84.425D	4055	-	2,427,842
			-	15,196,394
Magnet Schools Assistance Program	84.165	4322	-	581,170
Passed through Grant Wood Area Education Agency, Special Education Cluster, Special Education Grants to States (IDEA Part B)	84.027	4521	-	864,581
Total U.S. Department of Education			-	23,352,841
U.S. Department of the Treasury				
Passed through Iowa Department of Education:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds - Entry-Level Driver Training Program	21.027	4035	-	3,761
Total expenditures of federal awards			\$ -	\$ 33,663,658

See notes to schedule of expenditures of federal awards.

Cedar Rapids Community School District

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2023

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Cedar Rapids Community School District (the District) under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Note 2. Significant Accounting Policies

Expenditures of federal awards are recognized under the 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 to reimbursement.

Note 3. Indirect Cost Rate

The District elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Cedar Rapids Community School District

Schedule of Findings and Questioned Costs Year Ended June 30, 2023

I. Summary of the Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

☐ Yes ☒ No
☒ Yes ☐ None Reported
☐ Yes ☒ No

Noncompliance material to financial statements noted?

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

☐ Yes ☒ No
☐ Yes ☒ None Reported

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

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

☐ Yes ☒ No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program or Cluster
84.425, 84.425U, 84.425W, 84.425D, 84.425C	COVID-19 - Education Stabilization Fund
10.553, 10.555, 10.582, 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs: \$1,009,909

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

(Continued)

Cedar Rapids Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2023

II. Financial Statement Findings

A. Internal Control

Finding 2023-001 – Inadequate Controls over Accounting for Prepaid Expenditures

Criteria: Management of the District is responsible for establishing and maintaining effective internal controls over financial reporting. These controls should allow management or employees to prevent, or detect and correct, misstatements to the financial statements on a timely basis.

Condition: The District did not properly record prepaid expenditure transactions in the general ledger in accordance with Accounting Principles Generally Accepted in the United States of America (U.S. GAAP). These expenditures should be recognized over the period(s) in which the services are provided.

Cause: The District did not have controls in place to ensure that prepaid expenditures were being recognized in accordance with U.S. GAAP. The District recognized certain expenditures in the current period when the service period extended beyond the fiscal year end.

Effect or potential effect: There were misstatements identified during the audit which management determined to not be material to the District and therefore, were not recorded in the basic financial statements. In the General Fund and the Secure an Advanced Vision (SAVE) Fund uncorrected misstatements of \$1.5 million and \$291 thousand, respectively, existed as of June 30, 2023. Had the adjustments been made to the financial statements, assets would have increased and expenditures decreased by these amounts. In the General Fund and SAVE Fund, uncorrected misstatements of \$425 thousand and \$112 thousand, respectively, existed as of June 30, 2022. These prepaid expenditures should have been reported in the financial statements for the year ending June 30, 2022.

Recommendation: We recommend the District refine controls in place around the recording of prepaid expenditure transactions to ensure that they are made in accordance with U.S. GAAP.

Views of responsible officials: Management agrees with this finding.

B. Instances of Noncompliance

No matters reported.

III. Findings and Questioned Costs for Federal Awards

A. Internal Control

No matters reported.

B. Instances of Noncompliance

No matters reported.

Cedar Rapids Community School District

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2023

IV. Other Matters Related to Required Statutory Reporting

IV-A-23 Certified Budget

Expenditures/expenses during the year ended June 30, 2023 did not exceed budget amounts.

IV-B-23 Questionable Expenditures

No expenditures that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 15, 1979, were noted.

IV-C-23 Travel Expenses

No expenditures of District money for travel expenses for spouses of District officials or employees were noted.

IV-D-23 Business Transactions

No material business transactions between the District and District officials or employees were noted.

IV-E-23 Restricted Donor Activity

No transactions were noted between the District, District officials, District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

IV-F-23 Bond Coverage

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

IV-G-23 Board Minutes

No transactions requiring Board approval which had not been approved in the Board minutes were noted.

IV-H-23 Certified Enrollment

Finding: There were various certified enrollment variances identified by the State that resulted in a decrease of 8.0 students from October 1, 2022 certified enrollment numbers reported by the District.

Recommendation: The District should correct errors prior to providing the information to the state to avoid adjustments made by the state.

Response and corrective action plan: The District will contact the Iowa Department of Education and Iowa Department of Management notifying them of the above changes. The District will continue to monitor supporting information and reconciliation of data submitted to the Iowa Department of Education.

IV-I-23 Supplementary Weighting

No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

Cedar Rapids Community School District

Schedule of Findings and Questioned Costs (Continued) Year Ended June 30, 2023

IV-J-23 Deposits and Investments

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

IV-K-23 Certified Annual Report

The Certified Annual Report (CAR) was filed with the Department of Education timely.

IV-L-23 Categorical Funding

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

IV-M-23 Statewide Sales, Services and Use Tax

No instances of noncompliance with the use of the statewide sales, services and use tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services and use tax revenue. For the year ended June 30, 2023, the District's financial activity and other required information for the statewide sales, services and use tax revenue are as follows:

Beginning balance	\$ 20,374,408
Statewide sales, services and use tax	20,703,249
Interest earned	731,200
Miscellaneous revenue	177,301
Proceeds from issuance of long-term debt, including premium	9,996,506
Proceeds from disposal of capital assets	160,788
Transfers in	633,195
Expenditures/transfers out:	
Instruction	(860,452)
Support services	(1,861,810)
Capital, buildings	(9,624,919)
Bond issuance costs	(273,931)
Transfers out to debt service	(11,788,980)
Ending balance	<u>\$ 28,366,555</u>

For the year ended June 30, 2023, the District did not reduce any levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

IV-O-23 Revenue Bonds

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

IV-P-23 Student Activity Funds

No instances of noncompliance with the use of student activity funds provisions of Chapter 298A.8 of the Code of Iowa Administrative Rule 281-12.6(1) were noted.

IV-Q-23 Early Childhood Iowa Area Board

The District is not the fiscal agent for the Early Childhood Iowa Area Board.

