



# Dexter Community Schools

June 30, 2020

# Audit Opinion

- Unmodified “clean” opinion
- Financial statements materially accurate
- No findings or reportable conditions on financial reporting
- Nutrition federal programs tested
  - Finding noted regarding program income
- GASB 84 implemented – new fund for FY 2020

## Areas of Interest

- Management's Discussion & Analysis
- Effect of recent accounting pronouncements:
  - Net pension liability \$86.8M – PY was \$78.1M
  - Net OPEB (healthcare) liability \$19.0M – PY was \$20.9M
  - Result is Net Position deficit of \$49.4M

## Government-Wide Data

- Change in net position - \$2.0M decrease
- Total Revenues - \$61.3M – PY was \$58.1M
- Total Expenses - \$63.3M – PY was \$57.0M

# Summary of Balance Sheets

	General Fund	Debt Retirement	2017 Capital Projects	Non Major Funds
Assets	\$16,993,105	\$ 1,985,610	\$ 8,517,597	\$ 2,034,830
Liabilities	\$ 7,138,747	\$ -0-	\$ 633,500	\$ 267,492
Fund Balance	\$ 9,854,358*	\$ 1,985,610	\$ 7,884,097	\$ 1,767,338

- ❖ Committed \$5,076,519
- ❖ Assigned \$1,992,511
- ❖ Unassigned \$2,727,757

# Summary of Revenues & Expenditures

	General Fund	Debt Retirement	2017 Capital Projects	Non Major
Revenues - Transfers In	\$ 44,461,967	\$ 12,185,335	\$ 333,143	\$ 5,398,456
Expenditures – Transfers Out	\$ 42,516,994	\$ 12,211,839	\$ 7,504,647	\$ 5,174,792
Net Change	\$ 1,944,973	\$ ( 26,504)	\$(7,171,504)	\$ 223,664

# General Fund Budget Results

- Budgeted revenues and other financing sources \$44,083,798 actual revenues \$44,461,967 = \$378,169 variance
- Budgeted expenditures and other financing uses \$44,642,286 - actual expenditures \$42,516,994 = \$2,125,292 variance
- Budgeted change in fund balance \$(558,488) actual was \$1,944,973 = positive variance of \$2,503,461

## Other Information

- Total outstanding bond principal - \$93,590,000 – CY payments \$3,510,000
- Michigan School Bond Loan Fund - \$19,971,479 – CY accrued interest of \$716,720 and principal payments of \$4,699,700
- Capital assets net of depreciation - \$133.7M – \$7.0M of capital asset additions in FY 2020



## Other Matters

- 6-30-20 included a \$175/per pupil reduction in state aid – total reduction \$634,809
- Replaced by \$362/per pupil of restricted federal Corona Relief Funds (CRF) – to be expended by 12-30-2020 (\$1,314,308)
- Other ESSER funds were awarded and will be expended by 9-30-21 (\$174,666)

## Other Matters

- A \$65/per pupil increase was included in the FY 2021 School Aid Budget while the base foundation allowance was unchanged
- FY 6-30-2022 CREC estimates show the SAF with a \$185.5M ending balance while the State's General Fund shows a \$1.1B deficit
- Student count rule changes for 6-30-21

Questions?

