Financial Statement Audit

December 11, 2023

Financial Statement Audit

- Independent examination of the school's financial statements and accounting records by a CPA
- Financial Accountability
- Compliance and Regulation
- Assurance
- Transparency
- Fraud Detection
- Debt Issuance

Audit Opinion

Unmodified Audit Opinion: An unmodified audit opinion indicates that the financial statements are presented fairly and in conformity with the applicable accounting standards. In other words, the auditor has not identified any material misstatements, errors, or discrepancies in the financial information provided by the organization.

Issues that Impact

Revenues

- Real Estate Tax Assessment
- Common Level Ratio/Appeal
- Transfer Tax
- Delinquent Tax
- Earned Income Tax
- Interest Income
- Additional State Funding
- Safety & Security Grants
- Federal Revenue shortfalls

Expenditures

- Additional Teachers & Support (13)
  - Salaries & Benefits
- Professional Services
  - Staffing Agencies for PCAs
  - 1 : 1 Nursing Contracts
  - Special Ed. Evaluations
  - Psychologists
  - Speech Language Pathologist
  - English as a second language services
- Transportation
- Box Truck Rental
- 1:1 Chromebook Initiative
- Transfer to Capital Reserve ($318K)
- Use of Fund Balance ($850K)

Revenue Analysis

Revenue	Budget	Actual	$ Difference	% Difference
6000 - Local	81,734,217	84,080,312	2,346,095	2.87%
7000 - State	25,499,724	26,751,723	1,251,999	4.91%
8000 - Federal	620,000	449,931	(170,069)	(27.43%)
9000 - Other	-	-	-	-
Total Revenue	107,853,941	111,281,966	3,428,025	3.18%

Revenues	Budget	Actual	$ Difference	% Difference
RE Tax	69,420,764	69,633,311	212,547	0.31%
EIT	8,578,453	9,352,513	774,060	9.02%
Investments	20,000	1,340,611	1,320,611	6,603.06%
IDEA	720,000	784,538	64,538	8.96%
Basic Ed.	6,924,488	7,443,715	519,227	7.50%
Special Ed.	2,828,678	3,125,311	296,633	10.49%
Bond Subsidy	1,496,712	1,918,801	422,089	28.20%
Safety & Security	-	195,596	195,596	100.00%
Title I	220,000	162,246	(57,754)	(26.25%)
Title II	80,000	38,176	(41,824)	(52.28%)
Access	300,000	219,828	(80,172)	(26.72%)

Expenditure Analysis

Revenue	Budget	Actual	$ Difference	% Difference
1000 - Instruction	65,490,217	68,112,334	(2,622,117)	(4.00%)
2000 - Support	29,044,462	30,834,893	(1,790,431)	(6.16%)
3000 - Non-Instruction	2,787,570	2,776,663	10,907	0.39%
5000-Transfers	11,375,052	11,693,331	(318,279)	(2.80%)
Total	108,697,301	113,417,222	(4,719,921)	(4.34%)

Expenditures	Budget	Actual	$ Difference	% Difference
100 - Salary	52,968,385	53,360,014	(391,629)	(0.74%)
200 - Benefits	33,168,560	33,864,381	(695,821)	(2.10%)
300 - Prof. Svc.	3,277,017	4,686,093	(1,409,076)	(43.00%)
400 - Repairs	914,575	1,210,455	(295,880)	(32.35%)
500 - Tuition & Transportation	3,659,844	4,695,845	(1,036,001)	(28.31%)
600 - Supplies	3,189,74	3,692,353	(503,279)	(15.78%)
700 - Equipment	78,929	62,398	16,531	20.94%
800 - Other	65,865	152,352	(86,487)	(131.31%)
900 - Transfers	11,375,052	11,693,331	(318,279)	(2.81%)
Total	108,697,301	113,423,862	(4,719,921)	(4.34%)

Revenues over Expenditures

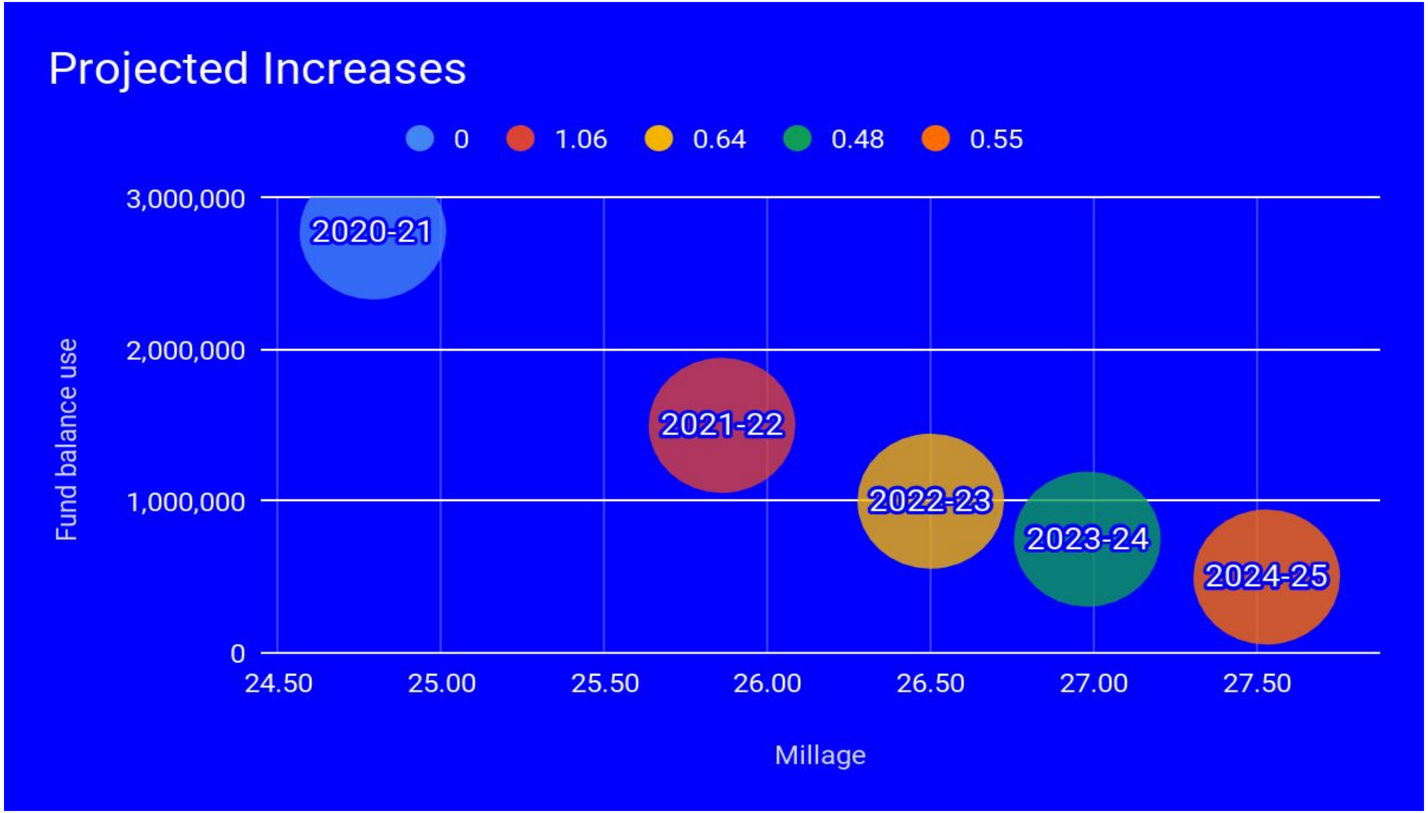
Category	Budget	Actual	$ Difference	% Difference
Revenues	107,853,941	111,288,606	3,434,665	3.18%
Expenditures	108,703,941	113,423,862	(4,719,921)	4.34%
Revenues over Expenditures	(850,000)	(2,135,256)	(1,285,256)	151.21%

Expenditures NOT Budgeted For	Amount
Safety & Security Grant	195,595
Additional Support Staff (6)	216,960
Additional Professional Staff (7)	653,052
Transportation	462,817
Purchased Professional Services	1,271,319
Tuition & Outside Placements	823,874
Repairs & Maintenance	188,803
Transfer to Capital Reserve	318,000
Total	4,130,420

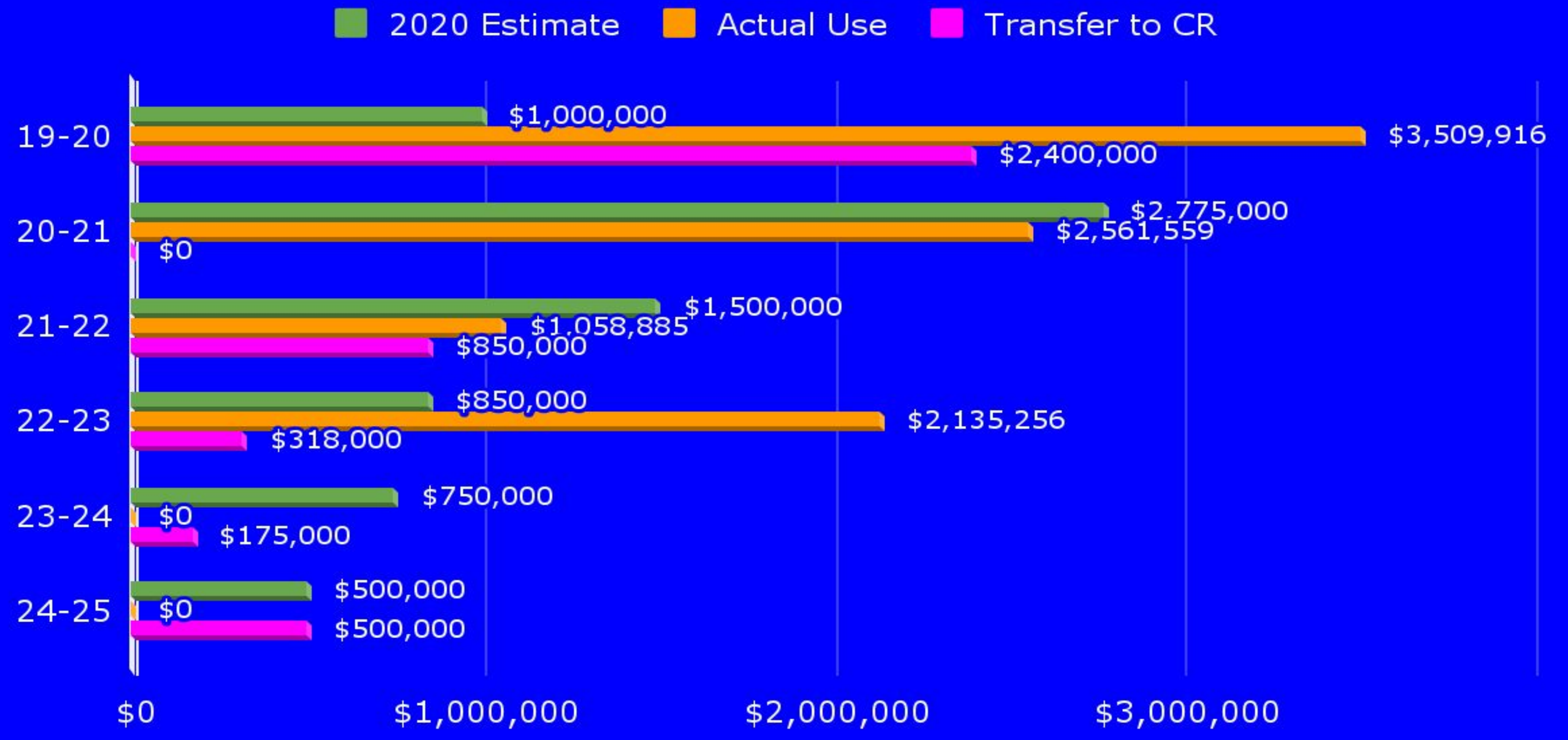
Fund Balance	Final 6/30/19	Final 6/30/20	Final 6/30/21	Final 6/30/22	Final 6/30/23
Inventory	125,942	31,784	20,122,	18,771	95,789
Restricted	-	-	98,390	-	-
Subsequent year's budget	1,000,000	2,775,000	1,500,000	-	-
Capital projects	4,589,317	2,484,856	852,433	772,314	-
OPEB Obligations	2,675,000	460,000	460,000	-	-
Real Estate Tax Refunds	-	-	-	-	644,717
Unassigned	6,157,552	5,286,246	5,410,588	6,522,236	4,605,500
Total	14,547,811	11,037,886	8,341,533	7,313,321	5,346,006

Fund Balance	Audited 6/30/19	Audited 6/30/20	Audited 6/30/21	Audited 6/30/22	Audited 6/30/23
Revenues	98,724,933	101,818,730	102,918,869	109,856,130	111,281,966
Expenditures	98,025,228	105,328,646	105,480,428	110,915,015	113,417,222
Revenues over Expenditures	699,705	(3,509,916)	(2,561,559)	(1,058,885)	(2,135,256)
Budgeted Loss	(750,000)	(1,000,000)	(2,775,000)	(1,500,000)	(850,000)
Transfers to Capital Reserve	(1,168,959)	(2,400,000)	-	(850,000)	(318,000)
Total Loss & Transfer	(1,918,959)	(3,400,000)	(2,775,000)	(2,350,000)	(1,168,000)

Projected Millage Increases & Fund Balance Usage from March 2020



2020 Estimates vs. Actual & Transfers to Capital



5-Year Review

- Elementary Counselors (7)
- School Nurse (1)
- Teachers (6)
- Schoology (1)
- 1:1 Initiative
- Maintained all Programming
- Maintained all Extracurriculars
  - Boys Volleyball
  - Girls Wrestling
- Zero Mill Budget (COVID)
- Never raised taxes to the Index
- Refinanced Bond
- CBAs - Min $15/hour

- $1.8M for Safety & Security
- $4.7M to Capital Reserve
- COVID Supplies & Equipment
- ESSER Funds
- ECF Funds
- Fema Funds
- Safety & Security Grants
- Recreation Projects
- Loss of Earned Income Tax
- Loss of Interest Income
- Inflation