
Elwood Union Free School District

Annual Audit Report
October 15, 2020



Agenda

- Review External Audit year end 2020
- Fund Balance Status as of 6/30/2020



External Audit Highlights

- The District received an unmodified opinion on the June 30, 2020 financial statements.
- There were no material weaknesses in the District's internal controls.
- The general fund's unassigned fund balance at year end was \$2,988,072, which equals 4.64% of the 2020-2021 approved budget.



Management Findings

- Extraclassroom Accounts
 - o Three clubs had findings related to cash receipts.
- Fund Balance
 - o It was noted that the unassigned fund balance exceeds the recommended threshold of 4.0% by .64% or \$410,344.



Corrective Action Plan

- Extraclassroom

- o Training will continue to be provided by the internal auditors to all club advisors involved with collecting and disbursing money through the Extraclassroom accounts.

- Fund Balance

- o The District will comply with the 4.0% threshold moving forward, unless extenuating circumstances prevail.
- o 2020 is unique as we are anticipating a loss in state aid and having this increased fund balance will help offset the loss in revenue.



Fund Balance

- During the course of each school year, the business office continuously monitors fund balance and reserves.
- Updates are provided to the community and the BOE throughout the year.
- The District's total fund balance increased from year-end 2019 to year-end 2020. This was mostly due to a decrease in expenditures related to the COVID-19 school closure.



Fund Balance Year End 2020

Reserve	2020	2019	Increase/(Decrease)	% change
Restricted for EBALR	\$1,430,255	\$1,263,058	\$167,197	13.24%
Restricted for Retirement - ERS	\$2,135,102	\$1,841,414	\$293,688	15.95%
Restricted for Retirement - TRS	\$518,889	\$0	\$518,889	N/A
Restricted for Capital	\$516,811	\$507,765	\$9,046	1.78%
Restricted for Debt service	\$16,324	\$16,038	\$286	1.78%
Restricted for Unemployment	\$314,066	\$13,822	\$300,246	>100%
Assigned Appropriated FB	\$1,500,000	\$1,250,000	\$250,000	20.00%
Assigned Unappropriated	\$41,536	\$56,906	\$(15,370)	(27.01%)
Unassigned	\$2,988,072	\$2,509,157	\$478,915	19.09%
Total FB	\$9,461,055	\$7,458,160	\$2,002,895	26.85%

