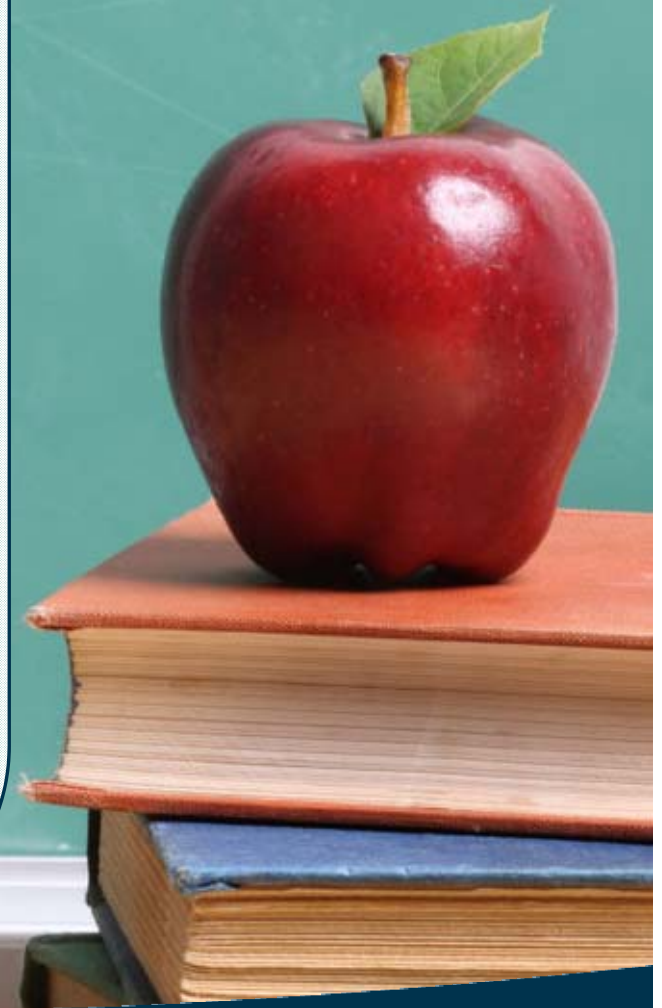


# Troy School District

Audit Results  
June 30, 2017

**Presented By:**  
David R. Youngstrom, CPA





- Unmodified Opinion
  - Highest level of assurance
  - School's financial records and statements are fairly and appropriately presented, and in accordance with accounting principles generally accepted in the United States of America; this includes 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.



# Balance Sheet – Governmental Funds



	General Fund	Capital Projects 2016	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and investments	\$ 18,111,636	\$ 37,164,463	\$ 9,695,429	\$ 64,971,528
Receivables - net	1,006,837	-	40,155	1,046,992
Due from other governmental units	18,449,445	-	418,013	18,867,458
Prepaid items and inventory	489,092	-	34,918	524,010
<b>Total assets</b>	<b><u>\$ 38,057,010</u></b>	<b><u>\$ 37,164,463</u></b>	<b><u>\$ 10,188,515</u></b>	<b><u>\$ 85,409,988</u></b>
<b>Liabilities</b>				
Checks written excess of deposits	\$ -	\$ 130,832	\$ -	\$ 130,832
Accounts payable and other liabilities	3,096,925	315,169	1,366,439	4,778,533
Accrued payroll and related liabilities	10,243,243	-	-	10,243,243
Unearned revenues	511,451	-	453,730	965,181
<b>Total liabilities</b>	<b><u>13,851,619</u></b>	<b><u>446,001</u></b>	<b><u>1,820,169</u></b>	<b><u>16,117,789</u></b>
<b>Fund Balance</b>				
Non-spendable - Prepaid items & inventory	\$ 489,092	\$ -	\$ 34,918	\$ 524,010
Restricted - Food service	-	-	1,116,618	1,116,618
Restricted - Debt service	-	-	2,643,654	2,643,654
Restricted - Capital projects	-	36,718,462	3,482,209	40,200,671
Committed	-	-	1,090,947	1,090,947
Unassigned	23,716,299	-	-	23,716,299
<b>Total fund balance</b>	<b><u>24,205,391</u></b>	<b><u>36,718,462</u></b>	<b><u>8,368,346</u></b>	<b><u>69,292,199</u></b>
<b>Total liabilities and fund balance</b>	<b><u>\$ 38,057,010</u></b>	<b><u>\$ 37,164,463</u></b>	<b><u>\$ 10,188,515</u></b>	<b><u>\$ 85,409,988</u></b>



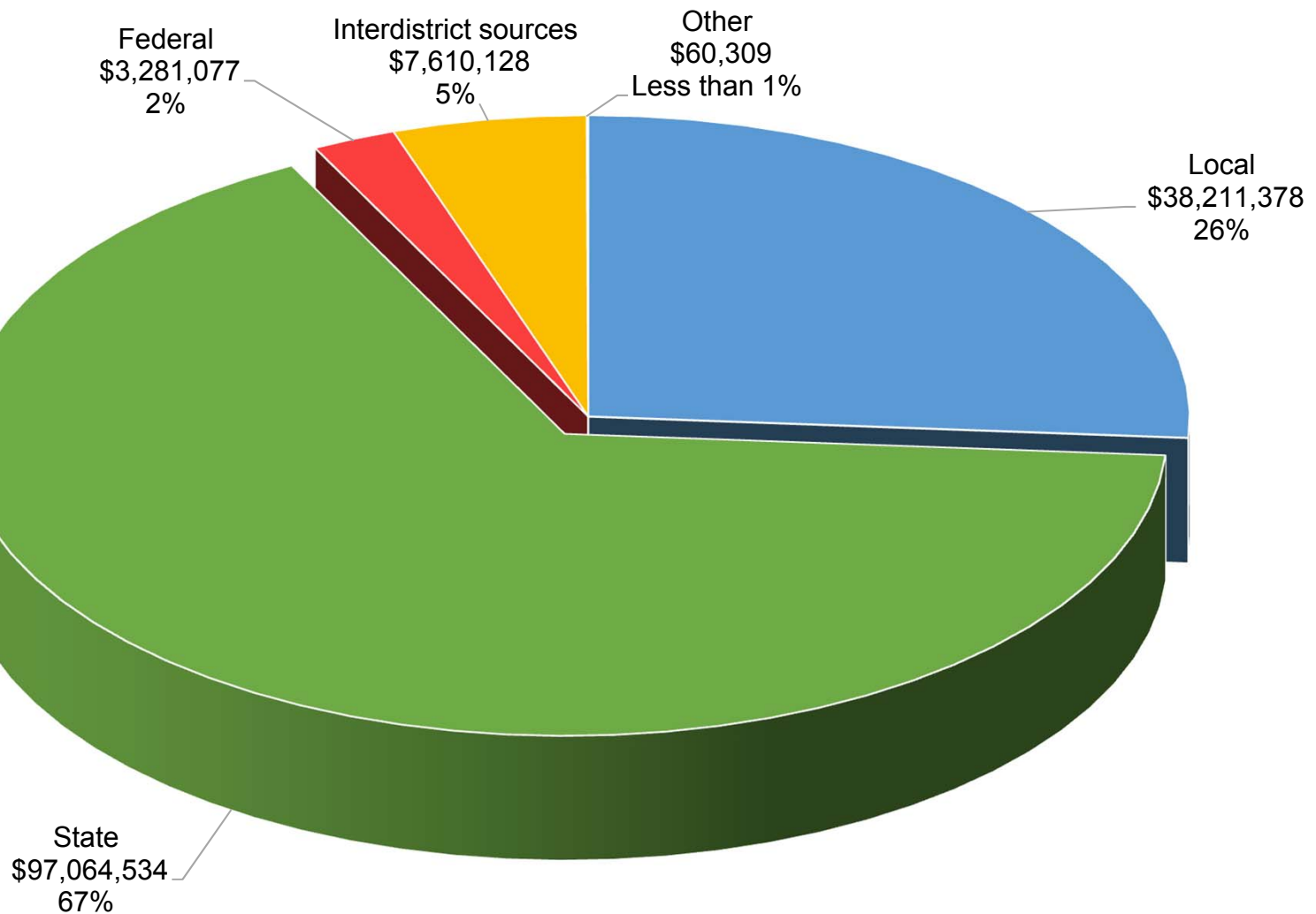
# Statement of Revenues, Expenditures and Changes in Fund Balances



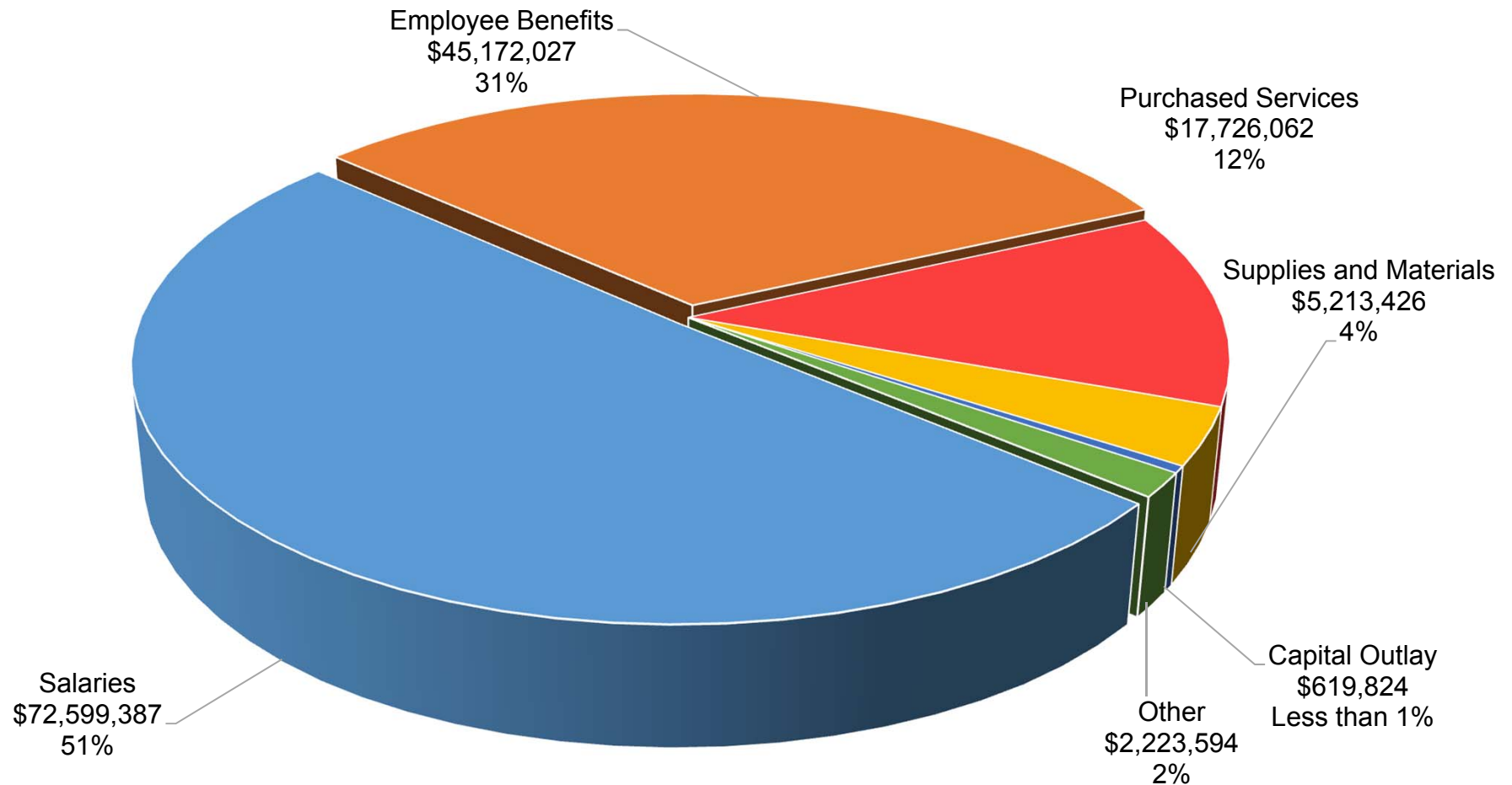
	General Fund	Capital Projects 2016	Nonmajor Governmental Funds	Total Governmental Funds
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Revenues and other sources	\$ 146,227,426	\$ 40,136,105	\$ 26,239,304	\$ 212,602,835
Expenditures and other uses	<u>143,554,320</u>	<u>3,417,643</u>	<u>36,142,175</u>	<u>183,114,138</u>
Change in fund balance	2,673,106	36,718,462	(9,902,871)	29,488,697
Fund balance - July 1, 2016	<u>21,532,285</u>	<u>-</u>	<u>18,271,217</u>	<u>39,803,502</u>
Fund balance - June 30, 2017	<u>\$ 24,205,391</u>	<u>\$ 36,718,462</u>	<u>\$ 8,368,346</u>	<u>\$ 69,292,199</u>



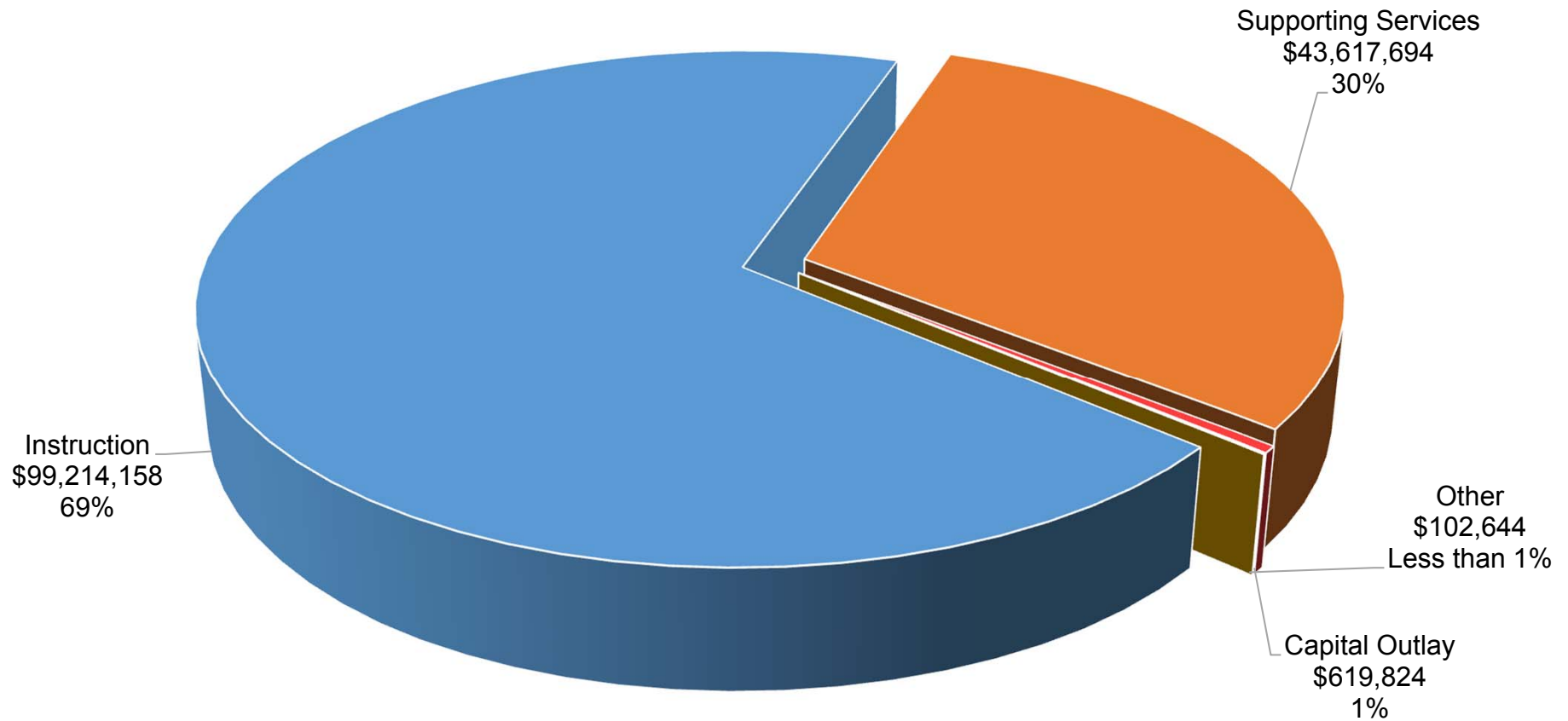
# General Fund Revenue (includes Other Sources) Year Ended June 30, 2017



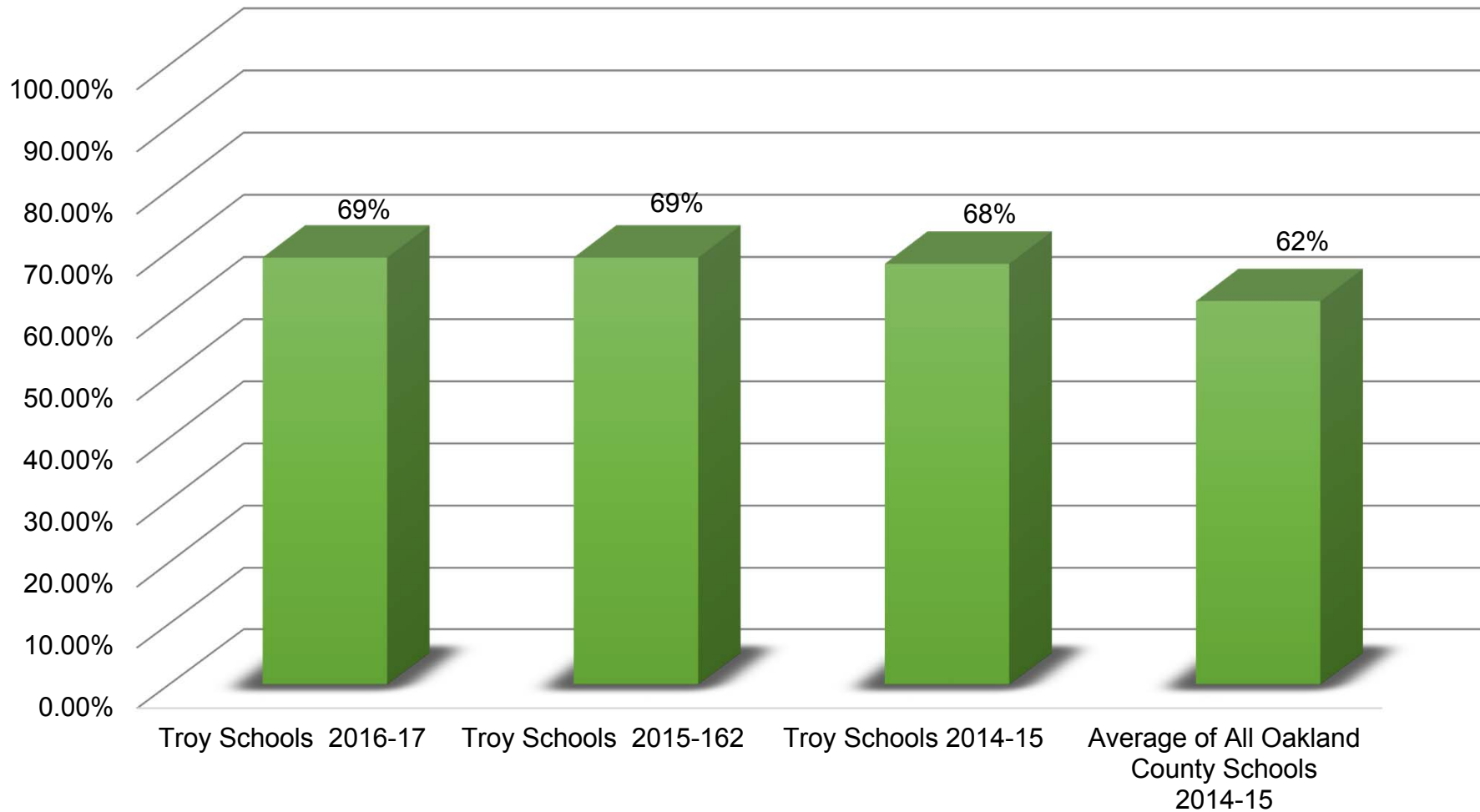
# General Fund Expenditures Year Ended June 30, 2017



# General Fund Expenditures Year Ended June 30, 2017

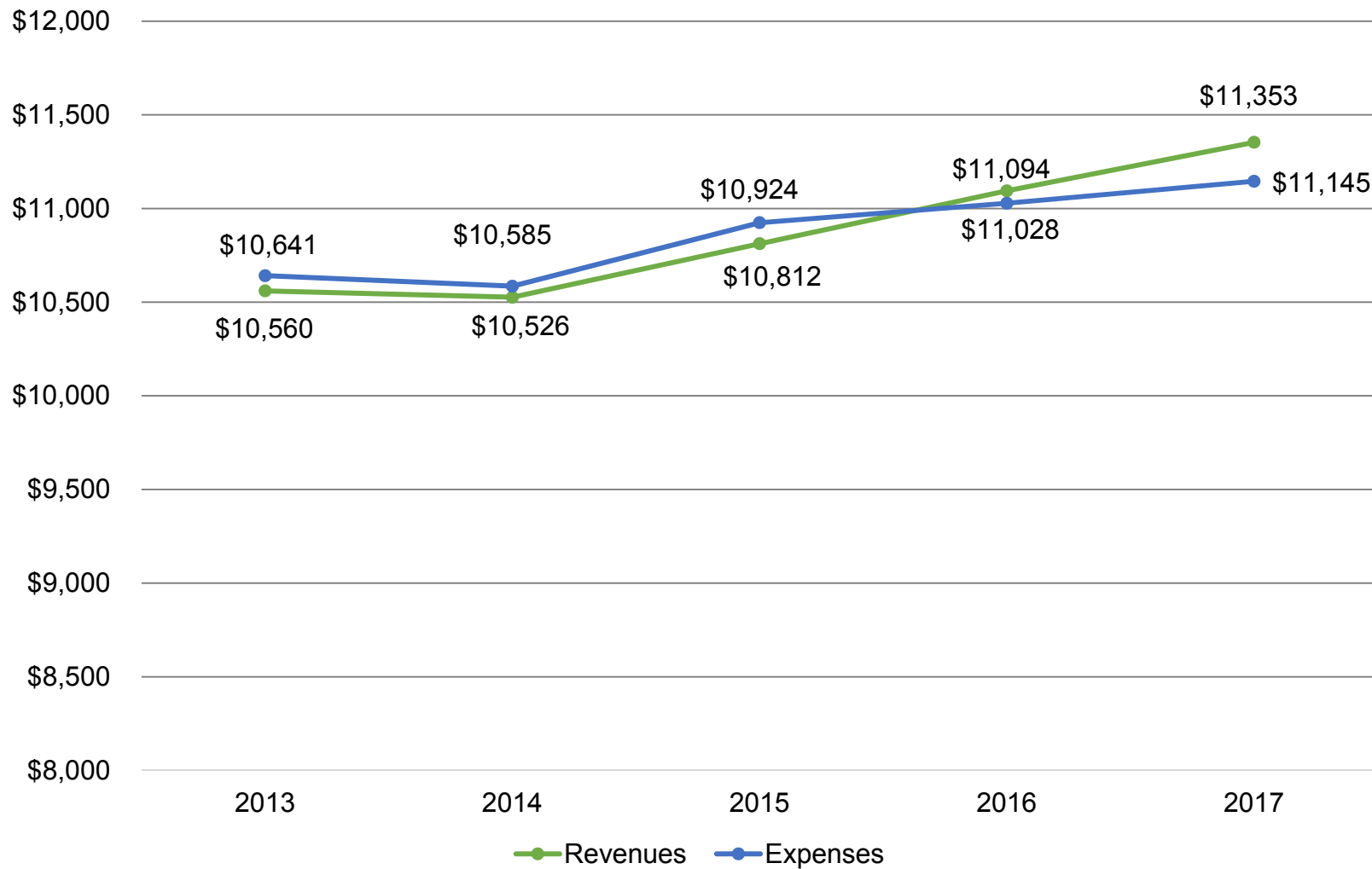


# Instructional Expenditures Comparison

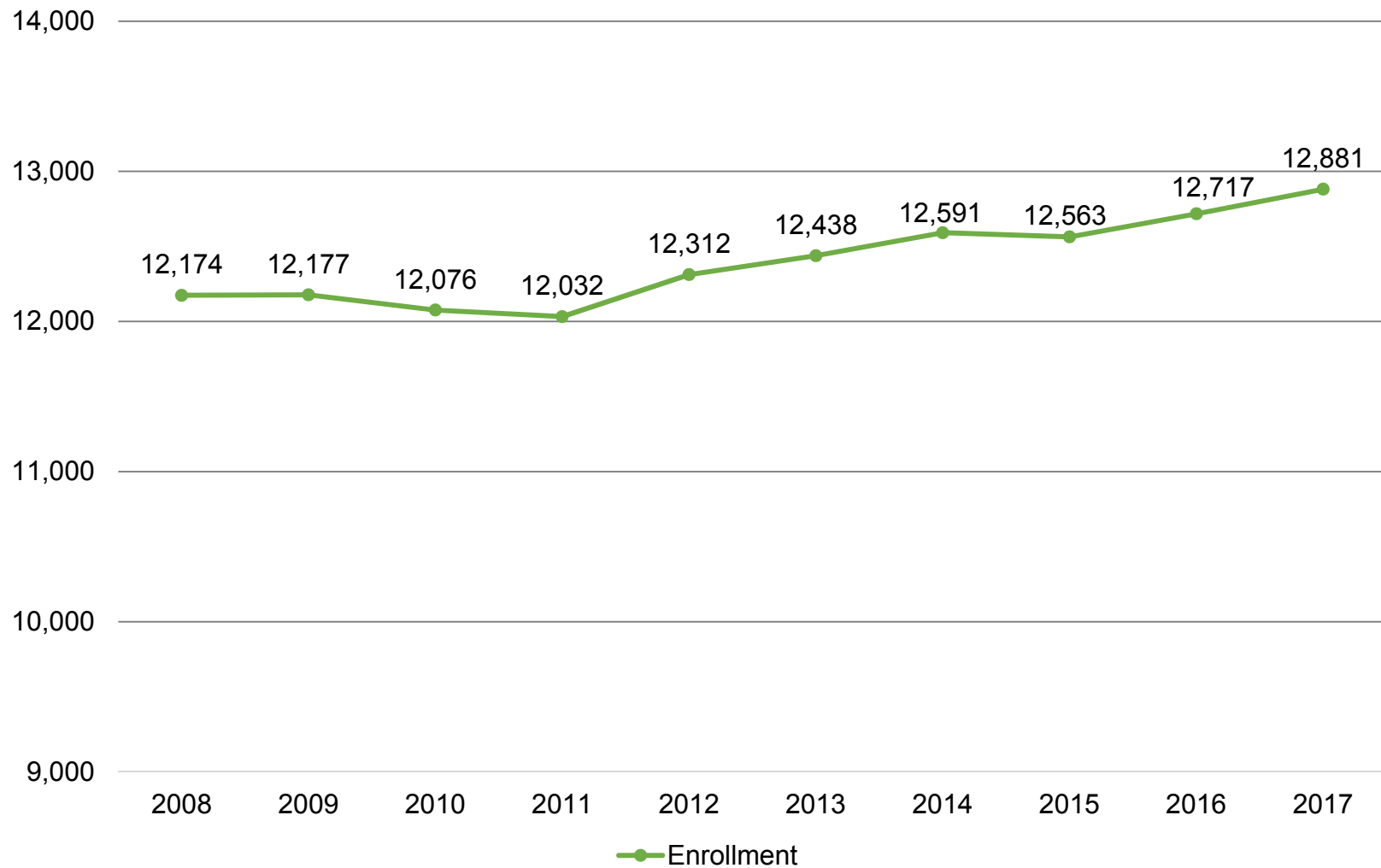




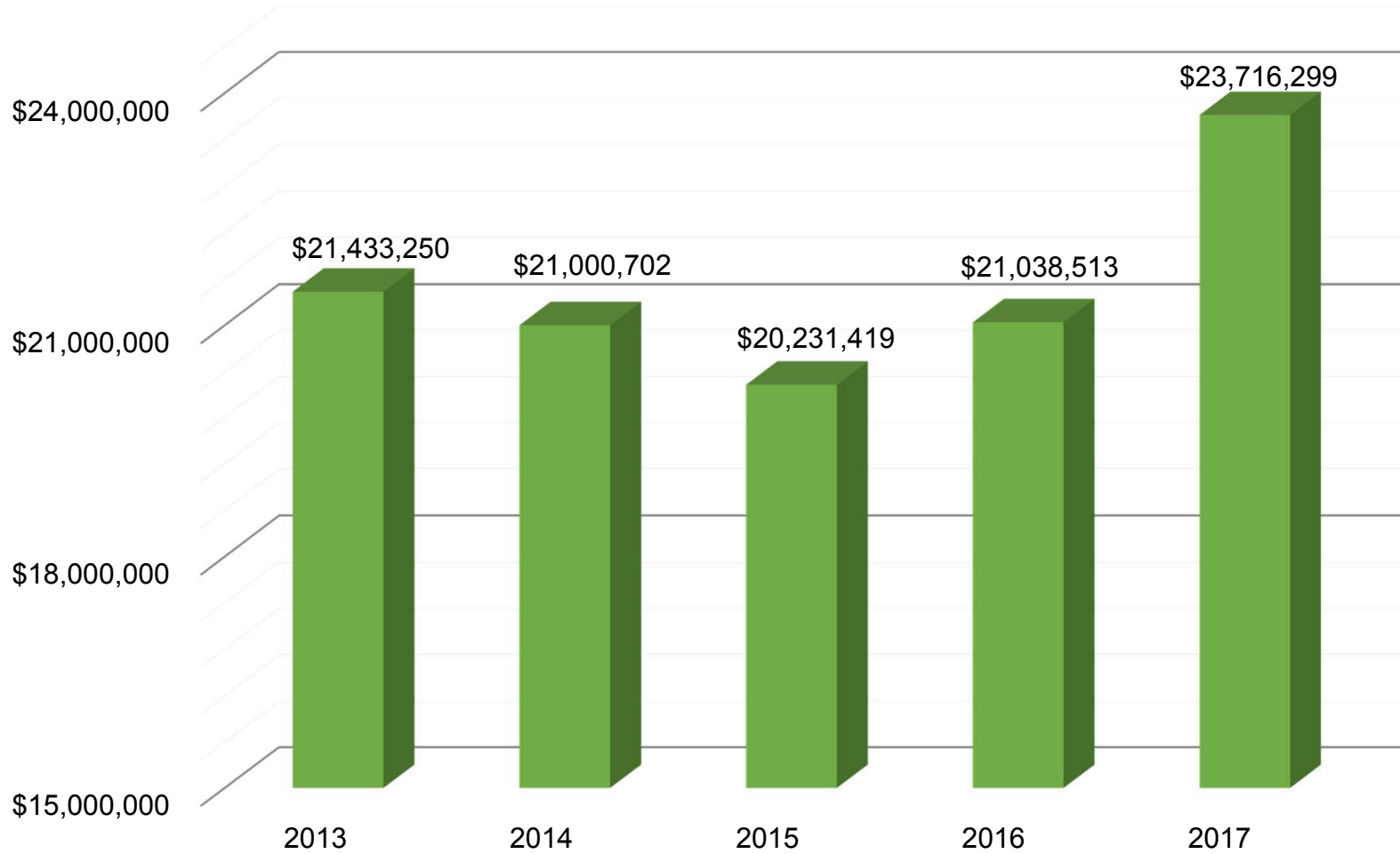
# Per-Pupil Analysis of General Fund Revenues, Expenditures, and Transfers



# Ten Year Enrollment Trend Analysis



# General Fund Unassigned Balance





- Required Communication
  
- Management Comments
  - Federal Procedures
  - Time and Effort Record Keeping





## ■ Major Programs

### – Nutrition Cluster – Qualified Opinion

- Material Weakness – Excess Fund Balance
- Significant Deficiency – Student Eligibility

### – Special Education Cluster – Unmodified Opinion

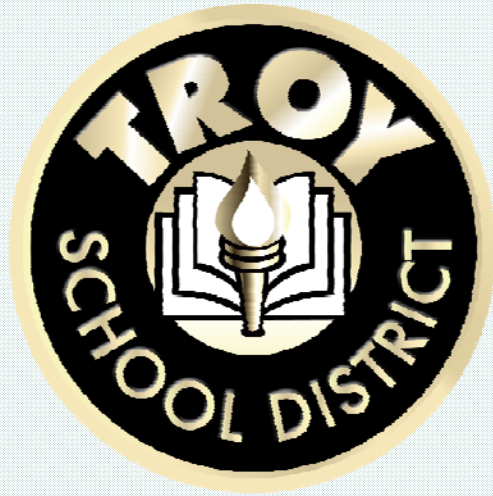


# Future Challenges



- State economic/political condition
- Rising fringe benefit costs
- Retirement rate increase
- Eroding state revenue sources
- Enrollment trends
- Pension obligation over \$86 million
- New accounting pronouncements
  - OPEB in 2018
- Early Warning Legislation





# Thank you!

Yeo & Yeo

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