

# 2018-19 Year-End Audit

December 13, 2019

Presented by EideBailly, LLP

# What is being presented?

- ▶ Audited Financial Statements
  - ▶ Financial Statements with opinion
  - ▶ Report on Internal controls and other compliance in relation to the financial statements
  - ▶ Federal Awards
    - ▶ Opinion on Compliance and internal controls
  - ▶ State Awards
    - ▶ Opinion on Compliance
- ▶ Statement of Auditing Standards
  - ▶ Communication with those charged with Governance

# What is an Audit?

- ▶ A process designed to provide “reasonable assurance” about whether the financial statements are free of material misstatement
- ▶ Auditor’s opinion – unmodified is highest assurance provided
- ▶ How do we get there?
  - ▶ Risk assessment
  - ▶ Understand and review internal controls
  - ▶ Perform tests of transactions using a sampling approach

# Summary of Auditors' Results

- ▶ Page 99 within the audit report
- ▶ Financial statement
  - ▶ Auditor's opinion was unmodified
  - ▶ No material weaknesses or significant deficiencies in internal control were noted
- ▶ Federal awards
  - ▶ Auditor's opinion was unmodified with no compliance issues or internal control issues reported
  - ▶ Major Federal program tested - Impact Aid

# Summary of Auditors' Results, continued

- ▶ State award
  - ▶ Auditor's opinion was unmodified
- ▶ Management letter comments on page 104

# Schedule of Financial Trends

- ▶ Page 85 of the audit report
- ▶ Only place within the report where historical trends for the past three years and the subsequent 'budget' year are presented
- ▶ Important trends noted:
  - ▶ The fund balance for the General Fund has remained fairly constant
  - ▶ Projected to remain constant for the 2019-20 year

# Schedule of Financial Trends, continued

- ▶ Available reserves reflect a decrease over the past two years
- ▶ Long-term debt has decreased over the past two years
- ▶ Average daily attendance reflects an increase for this year but a decline is projected for 2019-20

# Communication with Governance

- ▶ Intent is to communicate directly with those charged with governance the results of the audit:
  - ▶ Appropriate accounting policies
  - ▶ Significant estimates
  - ▶ Corrected and uncorrected misstatements
  - ▶ Management consultations with other auditors
  - ▶ Audit findings



# Communication with Governance, continued

- ▶ Two specific components to the letter are not addressed within the audited financial statements:
  - ▶ There were no difficulties encountered during the course of the audit
  - ▶ There were no disagreements with management

# Questions?