



Financial Reporting

November 28, 2017



Year End Reporting Deadlines

- Budget Submissions
 - Will be listed as July 15th (We know you have 30 days from your budget adoption)
 - Your board is still required to adopt both new and final budgets prior to June 21st
 - Final Budgets vs. new year
- October 1 – AFR & APR data
- November 30th – Financial Statements
- December 15th – Indirect Cost Data



AFR & APR Data

- Congratulations to those who filed on time and didn't have to resubmit
- Review Process
 - Check for no negative program balances
 - Check to see final balance matches the balance sheet
 - More in-depth reviews occur much later
- We then reconcile the AFR to the audited financial statements
- Publish data by December each year



Changes

- ▶ Rule R277-113-6-2 (d)ii was changed to read:
- ▶ (ii) establishment of internal controls and procedures to record transactions **when they occur in the proper program** utilizing the following codes as established by the Board approved chart of accounts: (A) fund; (B) function; (C) location; (D) program; and (E) object or revenue code as applicable; (iii) directives regarding the appropriate use



New Items

- ▶ The indirect cost deadline is new
 - ▶ Resulted from federal review of our indirect cost practices
- ▶ New Take Away
 - ▶ LEAs must request a rate be calculated
 - ▶ Much tighter on what can be included in the indirect cost pool
 - ▶ Must provide an organizational chart
 - ▶ Must review their data and supply additional data on Unallowable Costs, Unpaid leave at termination, Contracts over \$25,000, and building square footage
 - ▶ Must certify their data prior to calculations
 - ▶ Capped at 18%



USBA Responsibility



- We need to reconcile all of the AFR and APR totals to the financial statements.
- For charters this is extra hard because of the reconciliation between the accrual and modified accrual bases of accounting
- Publish both for the legislature and the Superintendents Annual Report in December
- Once we publish we will not allow further changes to an old year report



Audited Financials

- ▶ What are you getting from your audit and is it helping you as a school and helping your board to move forward in positive ways?
- ▶ Look at your contract to make sure it is structured as you need it
- ▶ If not properly structured get it changed now
- ▶ Cheapest is not always best
- ▶ Use audit points for goals and steps in progression



Wind Up

- Questions?
 - How can we help?
- 