

RAVENNA PUBLIC SCHOOLS

Audit Presentation For the Year Ended August 31, 2015

DANA F. COLE & COMPANY, LLP

CERTIFIED PUBLIC ACCOUNTANTS



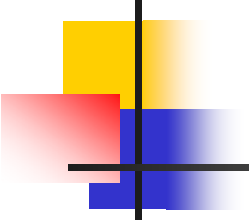


Ravenna Public Schools

- Unqualified audit report
 - Best report available as result of an audit.
 - Means that in our opinion the financial statements are presented fairly in all material respects in accordance with the basis of accounting as reported on.

Summary of Governmental Fund Balances

(Page 8 of the Financial Statements)



Fund		08/31/15	08/31/14	Change
General		2,213,905	1,696,133	517,772
QCPU		238,190	121,009	117,181
Bond		167,339	177,712	(10,373)
Building		286,534	262,750	23,784
Lunch		<u>22,030</u>	<u>14,805</u>	<u>7,225</u>
Total		<u>2,927,998</u>	<u>2,272,409</u>	<u>655,589</u>

Fund balances in the governmental funds include all cash, investments, and balances held by the County Treasurer.

Governmental Fund Balance Changes (Summary)

(Pages 5 of handout and page 6 of the Financial Statements)

- The primary cause for the increase in fund balances of \$655,589 was the increase in property tax receipts. The increase in bond receipts offsets the increase in capital outlay disbursements.
- Overall the Cash and Certificates of Deposit increased by \$527,944 from the prior year while the Cash at the County Treasurer decreased by \$127,645.

Governmental Fund Receipts (Summary)

(Pages 4 & 5 of the Financial Statements)

Governmental Funds			08/31/2015	08/31/2014	Change
RECEIPTS					
Property taxes			5,127,088	4,356,365	770,723
Operating grants			775,042	795,138	(20,096)
State Aid			97,257	169,069	(71,812)
Other			<u>1,673,385</u>	<u>1,062,002</u>	<u>611,383</u>
Total Revenues			<u>7,672,772</u>	<u>6,382,574</u>	<u>1,290,198</u>

Governmental Fund Disbursements (Summary)

(Page 4 of the Financial Statements)

Governmental Funds		08/31/2015	08/31/2014	Change
DISBURSEMENTS				
Instruction		3,638,083	3,549,526	88,557
Federal and State Programs		234,347	247,901	(13,554)
Support		1,075,463	1,024,705	50,758
General and Admin.		754,039	725,382	28,657
School Lunch		261,171	263,225	(2,054)
Debt Service		293,182	261,964	31,218
Capital Outlay and Other		<u>744,413</u>	<u>305,738</u>	<u>438,675</u>
Total		<u>7,000,698</u>	<u>6,378,441</u>	<u>622,257</u>



Summary of Findings and Responses

- We have summarized on pages 48 through 50 our findings.
 - Segregation of Duties
 - The District has a limited number of personnel in the accounting function, thus limiting its internal control procedures.
 - We recommend that the District continue to monitor and evaluate its internal controls with the use of limited personnel and provide as much segregation of duties as determined to be feasible within its operations.



Summary of Findings and Responses (continued)

- Establish Internal Control Over Financial Statement Preparation and Review
 - The District's management should possess the ability to prepare financial statements in accordance with the modified cash basis of accounting.
 - Management currently relies on the auditor to propose adjustments necessary to prepare the financial statements including the related note disclosures. Management reviews such financial statements and approves all adjustments. We recommend that the District's management continue to review the auditors adjustments and apply analytical procedures to the draft financial statements as considered necessary.



Summary of Findings and Responses (continued)

■ Bond Fund Budget

- The District's Bond Fund expenditures exceeded the authorized budgeted amount by \$450.
- We suggest that the District compare and review all budgeted revenues and expenditures and amend the budget document in future years, if required.



General Discussion

- Most footnote disclosures are similar in nature to prior year disclosures.
- School retirement note went from two paragraphs to four pages due to implementation of GASB 68.
- We encountered no difficulties in dealing with management and the staff in performing and completing our audit.