

# Jefferson County Public Schools

**Presentation to the Finance Committee and the Audit  
Review and Risk Management Committee**

February 20, 2019

# William G. Carroll

## Engagement Partner

- Certified Public Accountant
- Over 40 years of experience
- Formerly at Deloitte Touche – 18 years
- Experience includes governments, not-for-profit organizations, manufacturing, distribution, transportation and healthcare industries
- Performs numerous Single Audits in accordance with federal Uniform Guidance
- Past President and Treasurer – Portland Museum
- Past President and Treasurer – Visually Impaired Preschool
- Past Chair – CPA Associates International Government Services Committee





# William G. Meyer III

## Concurring Partner

- Managing Partner of Strothman+Co
- Certified Public Accountant
- Over 30 years of experience
- Formerly at PricewaterhouseCoopers
- Certified in Financial Forensics (CFF)
- Past President - Kentucky Society of Certified Public Accountants
- Board Member and President – Cabbage Patch Settlement House
- Board Member and Past Chair – Family and Children's Place

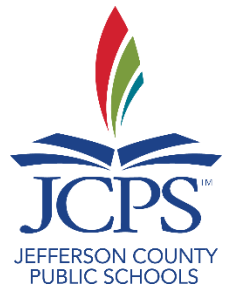


# Meaghan Reynolds

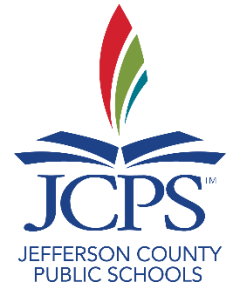
## Senior Manager

### Certified Public Accountant (CPA)

- Licensed in Kentucky
- Over 10 years of experience in auditing and accounting
- Previous experience includes EY
- AICPA and KyCPA member
- Experienced in:
  - Governmental
  - Not-for-profit organizations
  - Construction
  - Manufacturing

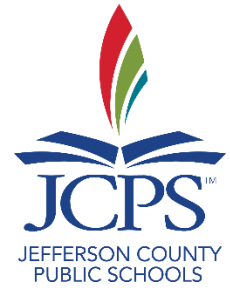


# Scope of the Engagement



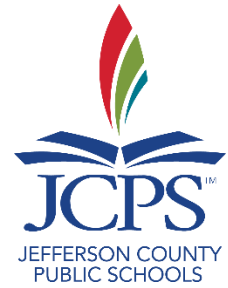
- Audit of the financial statements
  - Governmental activities
  - Business-type activities
  - Major funds
  - Aggregate remaining fund information
  - Notes to the financial statements

# Scope of the Engagement



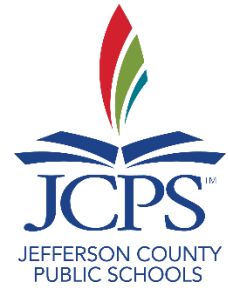
- Audit of School Activity Funds
  - High school
  - Middle school
  - Elementary school
- Single Audit in accordance with Uniform Guidance

# Staffing



- Financial statement audit: 3 – 4 personnel
- School Activity Funds: 5 – 6 personnel
- Single Audit: 2 – 3 personnel

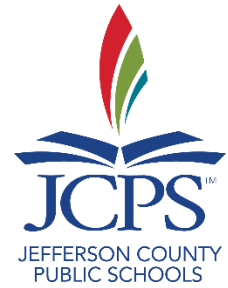
# Timetable



- May – June 30, 2019
  - Audit planning meeting
  - Assistance listing provided
  - Confirmations prepared and sent
  - Audit risk assessment procedures performed
  - Interim fieldwork
    - Capital asset additions testing
    - Disbursements testing
    - Payroll testing
    - Receipts testing

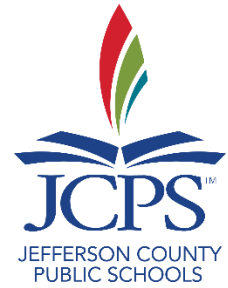


# Timetable



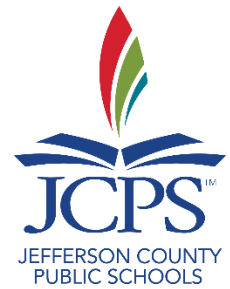
- July – October 2019
  - Audit fieldwork, including school audits
- October – November 2019
  - Meeting with Board members
- November 2019
  - Meeting with your committee

# Timetable



- November 12, 2019
  - Submission to full Board
- November 15, 2019
  - All reports due in Frankfort

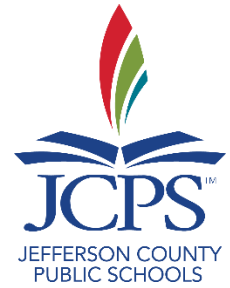
# School Activity Funds



- Risk assessment (2018)

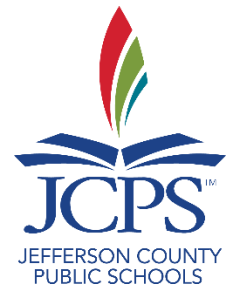
	Low risk	Moderate risk	High risk
High schools	16	6	8
Middle schools	13	6	6
Elementary schools	58	22	12
	87	34	26

# Significant Audit Areas



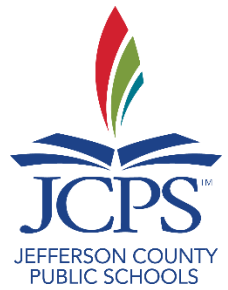
- Cash
- Investments
- Capital assets
- Deferred outflows of resources
- Accrued liabilities
- Current and long-term maturities, including bonds

# Significant Audit Areas



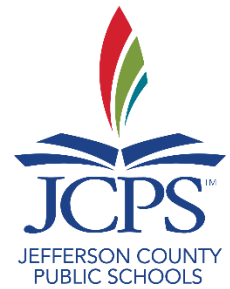
- Net pension liability
- Net postemployment benefits liabilities
- Deferred inflows of resources
- Net position and fund balances
- General revenues
- Program revenues, including grants and charges for services

# Significant Audit Areas



- Payroll
- Expenditures/expenses
- Expenditures of federal awards
- Compliance with KDE audit requirements
- Compliance with federal/state grant requirements
- Evaluation of prior year management comments

# Upcoming GASBs



- GASB 84, Fiduciary Activities. Effective Date:  
The requirements of this Statement are effective for reporting periods beginning after December 15, 2018
- GASB 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018.