QUEST CPAs PLLC
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FY26 AUDIT SUMMARY

To: Preston School District No. 201

Auditor's Reports Section

Independent Auditor's Report on…	Opinion / Findings
Financial Statements	**Unmodified / qualification on GASB 75 health ins subsidy**
Internal Controls Over Financial Reporting & Compliance	**No findings**
Compliance for Major Programs & Internal Controls	**Unmodified / no findings**

Financial Performance Section

Fund Name	Increase (Decrease)	Ending Fund Balance	Comments
General	$1,445,229	$10,646,177	Another excellent increase in the general fund. Ending fund balance equal to a strong 6.1-month operating reserve.
Child Nutrition	($24,270)	$381,573	Small decrease in the fund this year, but still has almost a 5-month operating reserve. No concerns with this fund.
Plant Facilities	($1,587,696)	$755,280	Transferred facilities funding to new fund (see next fund).
School District Facilities	$1,415,510	$1,415,510	Fund created to record new facilities distributions from State, to be spent on maintenance and facility improvement.
School District Modernization Facilities	$437,982	$11,459,320	Minimal activity for fund other than additional asphalt for parking lots and interest garnered from funds held with Cache Valley Bank.
Nonmajor Governmental	$271,789	$1,458,343	These are the School's special revenue funds (i.e. Technology, Title I-A, etc.). All funds are performing as expected.

Updates / Other Items Section

New GASB Pronouncements – Two new Governmental Accounting Standards Board Statements, GASB 103, *Financial Reporting Model Improvements*, and GASB 104, *Disclosure of Certain Capital Assets*, became effective for FY26. These standards include updated presentation, terminology, required supplementary information, and note disclosure requirements. The audited financial statements have been updated to conform with these requirements.

IFARMS Account Changes – The State Department of Education has modified the IFARMS chart of accounts by adding expenditure account 617, Medicaid Match, beginning in FY27. This account should be used to record Medicaid match expenditures and will only apply to schools with a Medicaid program.

Thank you for having us perform your audit, and please contact us should you have any questions.

Tim Hoyt, CPA, CMA

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