

**Annual Financial Report for
the year ended:**

June 30, 2016

Using the GASB 34 Model

- Government-Wide Statements –Economic Resources Measurement Focus (report *all* assets and *all* related liabilities)
- Fund Financial Statements –Current Financial Resources Measurement Focus (report financial assets and certain near-term liabilities)

NOTE: ECISD implemented GASB 34 beginning 2001-02

MAJOR DIFFERENCES

Item	Treatment in Fund Statements	Treatment in Govt-Wide Statements
Financial Assets	Reported	Reported
Capital Assets	Not Reported	Reported
Liabilities that are due & payable	Reported	Reported
Liabilities that are <i>not</i> due & payable	Not Reported	Reported
Capital Outlay	Reported	Not Reported
Depreciation	Not Reported	Reported
Receipt of debt proceeds	Reported	Not Reported
Debt Service principal payments	Reported	Not Reported
Bond premiums, and discounts	Recognized as incurred	Deferred & amortized
Revenue Recognition	When measurable & available	When earned (even if not available)
Internal Service Funds	Not reported	Reported

Fund Balance vs. Net Position

- Fund Balance – unassigned fund balance is intended to serve as a measure of expendable available financial resources *rather than as a measure of economic health*
- Net Position – is intended to serve as a measure of “net worth” *rather than as a measure of expendable available financial resources*

Measures of Financial Health (Improving vs. Deteriorating)

- *Changes in Average Daily Attendance*
- *Changes in the District's Property Tax Base*
- *Condition of the District's Facilities*
- *Increases or Decreases in the District's Net Position*

General Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance

Net decrease in fund balance is summarized below:

	2014-2015	2015-2016	Increase(Decrease)
Revenue	\$225.88	\$217.71	(\$8.17)
Expenditures	\$220.63	\$243.26	\$22.63
Other Sources	\$.01	\$10.60	\$10.59
Other Uses	\$35.61	\$.67	(\$34.94)
Total	\$30.35	\$15.62	\$14.73

NOTE: See Exhibits C-3, G-1 for detail.

General Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance

- Revenue decreases are mainly due to a decrease in property tax collections of \$11.0 million offset by increases in state funding of \$2.5 million and \$330,000 in federal revenue.
- Expenditure increases are mainly due to increases in payroll expenses related to salary increases, added positions primarily from conversion to middle school configuration, stipends and/or year of service pay rate increases and overtime of \$16.43 million, net increase in capital outlay from purchase of a rental building of \$2.3 million, increases in campus and support service of \$1.6 million, software purchases of \$1.0 million, and funding to cover rollover of prior year encumbrances of \$1.3 million.
- Other sources increased by \$10.59 million due to closing of capital project funds.
- Other uses decreased by \$34.94 million due to capital projects funds not being transferred out in current year.

Fund Balance

(General Fund Only)

(Millions)

Fiscal Year	2011-12	2012-13	2013-14	2014-15	2015-16
Total	51.1	76.1	84.3	54.0	38.3
Reserved Nonspendable	.1	.1	.1	.1	.1
Designated Committed Assigned	6.4 4.4	8.2 4.9	33.7 3.1	15.3 4.1	2.2 4.9
Unreserved Unassigned	40.2	62.9	47.4	34.5	31.1

General Fund-Committed

■ Construction	\$ 492,465
■ Self Insurance	\$ 1,000,000
■ Campus Discretionary	\$ 699,505

Net Position

(Government-Wide Financial Statements)

(Millions)

Fiscal Year	2011-12	2012-13	2013-14	2014-15	2015-16
Total	190.9	219.3	242.8	212.9	178.5
Invested in Capital Assets-Net of Debt	103	95.7	93.6	73.8	88.0
Restricted	.08	.1	.1	.1	10.6
Unrestricted Net Position	87.8	123.5	149.2	139.0	79.9

Net Position

(Internal Service Funds)
(Millions)

Fiscal Year	2011-12	2012-13	2013-14	2014-15	2015-16
Worker's Comp Fund	3.858	4.106	4.149	4.127	4.293
Medical Trust Fund	3.456	5.016	8.379	7.424	7.628
Chancellor Killion Housing	-	-	-	-	3.736

Audit

June 30, 2016

Scope of Financial Reporting Model

Basic Financial Statements

Financial Statements Notes to the Financial Statements

Within scope
of
independent
audit

+

Required Supplementary Information

Outside the
scope of
audit

Audit Results

- Unqualified Opinion –Financial Statements
- Management Letter Comments

QUESTIONS