



**FY24 AUDIT SUMMARY**

**To: Preston School District No. 201**

*Auditor's Reports Section*

| <b>Independent Auditor's Report on...</b>               | <b>Opinion / Findings</b>                                       |
|---|---|
| Financial Statements                                    | <b>Unmodified / qualification on GASB 75 health ins subsidy</b> |
| Internal Controls Over Financial Reporting & Compliance | <b>No findings</b>  |
| Compliance for Major Programs & Internal Controls       | <b>Unmodified / no findings</b>                                 |

*Financial Performance Section*

| <b>Fund Name</b>             | <b>Increase (Decrease)</b> | <b>Ending Fund Balance</b> | <b>Comments</b>   |
|------------------------------|----------------------------|----------------------------|---|
| <b>General</b>               | \$3,124,515                | \$7,580,967                | Strong increase aided by extra state funding and high interest rates. Ending fund balance is a 5-month operating reserve. Great work!   |
| <b>Child Nutrition</b>       | (\$41,931)                 | \$638,156                  | Decrease due to increased food costs and decreased federal funding. Fund still has a very strong reserve at year end.                   |
| <b>Plant Facilities</b>      | (\$227,385)                | \$1,980,074                | Drop in fund balance due to Track Remodel and other maintenance needs. Fund balance still very strong in plant facilities fund as well. |
| <b>Nonmajor Governmental</b> | \$147,791                  | \$1,519,355                | These are the School's special revenue funds (i.e. Technology, Title I-A, etc.). All these funds are performing as they should.         |

*Other Recommendations or Comments*

**Student Bank Statement Review** – We strongly recommend monthly review of student bank statements/reconciliations by someone other than the person performing the reconciliation (school principals are generally the best candidates). We need to see evidence of this review in the form of the reviewer's initials on the bank statements and/or reconciliations. If the reviews are not occurring or are not sufficiently evidenced, we will have to start issuing audit findings for internal control deficiencies.

**Attendance/Staffing Tests** – Starting FY24, the SDE requires school auditors to conduct new in-depth tests of student attendance and staff records. Locating and providing this documentation was a significant undertaking for most schools, and we appreciate Shelby's hard work on it.

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

**Tim Hoyt, CPA, CMA**  
Quest CPAs PLLC