

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

June 30, 2017

Using the GASB 34 Model

- Government-Wide Statements –Economic Resources Measurement Focus (report *all* assets and deferred outflows and *all* related liabilities and deferred inflows)
- 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:

	2015-2016	2016-2017	Increase(Decrease)
Revenue	\$217.71	\$219.24	\$1.53
Expenditures	\$243.26	\$239.14	(\$4.12)
Other Sources	\$10.60	\$3.49	(\$7.11)
Other Uses	\$0.67	\$0.66	(\$0.01)
Total	\$15.62	\$17.07	\$1.45

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

General Fund

Statement of Revenue, Expenditures, and Changes in Fund Balance

- Revenue increases are mainly due to a decrease in property tax collections of \$13.6 million offset by increases in state funding of \$14.6 million and \$529,000 in federal revenue.
- Expenditure decreases are mainly due to increases in payroll expenses of \$10,000, increases in contracted services of \$414,000 due to increase in utilities, decreases in teaching materials and furniture/equipment of \$1.66 million due to purchases made in prior year, an increase in travel and miscellaneous expenses of \$107,000, an increase in interest expense of \$38,000 for the tax anticipation note, and a decrease in capital outlay of \$3.04 million due to purchase of Gulf Building in prior year.
- Other sources decreased by \$7.11 million due to closing of capital project funds in prior year.
- Other uses decreased by \$2,000 due to closing of capital project funds in prior year.

Fund Balance

(General Fund Only)

(Millions)

Fiscal Year	2012-13	2013-14	2014-15	2015-16	2016-17
Total	76.1	84.3	54.0	38.3	21.3
Reserved					
Nonspendable	0.1	0.1	0.1	0.1	0.1
Designated					
Committed	8.2	33.7	15.3	2.2	1.7
Assigned	4.9	3.1	4.1	4.9	4.9
Unreserved					
Unassigned	62.9	47.4	34.5	31.1	14.7

General Fund-Committed

■ Self Insurance	\$ 1,000,000
■ Campus Discretionary	\$ 677,639

Net Position

(Government-Wide Financial Statements)
(Millions)

Fiscal Year	2012-13	2013-14	2014-15	2015-16	2016-17
Total	219.3	242.8	212.9	178.5	156.6
Invested in Capital Assets - Net of Debt	95.7	93.6	73.8	88.0	138.2
Restricted	0.1	0.1	0.1	10.6	2.6
Unrestricted Net Position	123.5	149.2	139.0	79.9	15.8

Net Position

(Internal Service Funds)

(Millions)

Fiscal Year	2012-13	2013-14	2014-15	2015-16	2016-17
Worker's Comp Fund	4.106	4.149	4.127	4.293	3.539
Medical Trust Fund	5.016	8.379	7.424	7.628	6.380
Chancellor Killion Housing	0.000	0.000	0.000	3.736	3.623

Scope of Financial Reporting Model

Basic Financial Statements

Financial Statements	Notes to the Financial Statements
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Within scope
of
independent
audit

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Required Supplementary Information

Outside the
scope of
audit

Audit Results

- Unqualified Opinion –Financial Statements
- Management Letter Comments

QUESTIONS