

Audit Committee Meeting Minutes

November 9, 2015

Attendance: Jo Ann Bright, Dave Osborne, Tiffany Williams, Becky Riley, Beverly Reese, Lindsay Wright, Bill Meyer, Jeanna Jones, Melissa Bacon, JoJuana Greene, Rodney Jackson, Sherry Price

- This meeting was primarily for Strothman and Company to present the annual external financial Audit and any related Management Comments.
- Bill Meyer, Partner at Strothman & Co. reported the audit went very well and that the district received a clean Unmodified Opinion. The highest opinion possible that an auditor can give.
- Mr. Meyer and Jeanna Jones explained fund accounting and the different sections of the audit.
 - New Pension Accounting, \$82 million figure (Kentucky Teachers) which we do not have to report on the books. If you are ultimately responsible for the liability, it has to be on the books. Most government agencies are showing this as a liability now. He also stated to get a clearer picture of the audit without the confusion related to GASB 68, everyone should focus on pages 12 through 15 of the audit.
 - Pension liability does not affect fund accounting.
- A brief explanation of Food Service, lunch room sales, grants and school accounting funds was given.
- The committee asked the auditors about the management comment related to budget amendments. The auditors replied that approval of budget transfers of \$50K and above should be considered to be reinstated to create greater transparency for the board and other stakeholders.
- The auditors stated that the district also received a clean Unmodified Opinion of the grants A-133 Audit. There were no comments or related questioned costs.
- He closed by informing the committee that the next steps would be to present to the FCPS board and submit the audit to KDE and the single audit clearing house as required.
- Mr. Meyers and Mrs. Jones gave high praise to the Financial Services staff for their work on the audit and the great job being prepared for the auditors.