

Tucson Unified School District

2015 Audit Results

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Comprehensive Annual Financial Report

- Transmittal letter
- Auditor's report
- Management's discussion and analysis
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Budgetary comparison schedule
- Combining fund statements
- Statistical section

Financial Highlights

- Revenues remained relatively stable, decreasing \$7 million or 2%
- Expenses decreased \$14 million primarily due further budget reductions
- Combined fund balance of \$79 million, of which \$51 million is restricted for specific purposes
- New capital leases of \$32.3 million primarily for energy efficiency upgrades and busses
- Addition of \$388 million in pension liabilities under new pension standards

Pensions

- GASB Statement 68 required all governments participating in a multiple employer plan to recognize proportionate share pension liability
 - ASRS proportionate share: 2.62%
- Restatement of beginning net position required (\$463.4 million)
 - Decrease in current year of \$75 million
- Not required to provide additional resources



Summary of Results

- Audit procedures conducted from April through December 2015
- Presented to audit committee December 18 for approval
- Unmodified financial statement audit opinion
- No disagreements with management regarding presentation or disclosure
- No significant deficiencies or material weaknesses in internal control identified
- No management letter issued

Summary of Results

- USFR Compliance Questionnaire
 - 8 schools sampled
 - 7 comments, over 500 possible questions
- Single Audit Reporting Package
 - Low risk auditee
 - Title I, Special Education major programs
 - 1 compliance finding – highly qualified

Final Comments

- No significant accounting pronouncements in fiscal year 2015-16
- Management and staff cooperative and helpful during the audit process
- Anticipate starting audit process for fiscal year 2015-16 in April

Questions?



Access to auditors

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