

Lapeer Community Schools

Board presentation | Year ended June 30, 2022



Summary of Audit Results

June 30, 2022

Basic Financial Statements:

- Unmodified opinion
- One finding as a result of turnover in Director of Finance role

Single Audit:

- Unmodified opinion
- Low risk auditee
- Major program tested: Education Stabilization Fund (ESSER/ESF)
- No findings or questioned costs noted

Required Communications Under AU 260:

- Significant accounting policies disclosed in Note 2
- Significant accounting estimates: MPSERS Pension and OPEB liabilities
- Adoption of GASB Statement No. 87
- No difficulties encountered in performing the audit
- No unaddressed audit adjustments

Governmental Funds - Balance Sheet June 30, 2022

	General Fund		2016 Refunding Bond		Non-major Funds	
Assets:						
Cash and cash equivalents	\$	3,785,074	\$	-	\$	1,816,605
Investments		19,447		-		-
Receivables		11,361,659		731		151,560
Due from other funds		96,184		-		-
Prepaid expenses		270,897		-		8,295
Restricted assets		-		4,681,837		-
Total assets	\$	15,533,261	\$	4,682,568	\$	1,976,460
Liabilities:						
Accounts payable	\$	420,896	\$	-	\$	98,490
Due to other governmental units		1,461,693		-		-
Due to other funds		-		-		96,184
Accrued liabilities and other		5,148,536		-		21,581
State aid anticipation note		600,000		-		-
Unearned revenue		358,288				-
Total liabilities	\$	7,989,413	\$	-	\$	216,255
Deferred Inflows of Resources - Unavailable Revenue	\$	2,976,253	\$	-	\$	-
Fund balances	\$	4,567,595	\$	4,682,568	\$	1,760,205
Total liabilities and fund balances	\$	15,533,261	\$	4,682,568	\$	1,976,460

Governmental Funds – Statement of Revenue, Expenditures, and Changes in Fund Balance
June 30, 2022

Julie 30, 2022	General Fund		201	.6 Refunding Bond	Nonmajor Funds		
Revenue:							
Local	\$	8,510,793	\$	4,287,824	\$	863,885	
State		42,405,531		27,018		137,679	
Federal		1,710,707		-		2,932,763	
Total revenue		52,627,031		4,314,842		3,934,327	
Expenditures:							
Instruction		30,845,698		-		-	
Support services		22,095,304		-		579,781	
Athletics		1,005,616		-		-	
Food services		-		-		2,518,942	
Community services		556,277		-		-	
Debt service		109,413		3,396,604		207,827	
Capital outlay		1,110,233		-		83,694	
Interdistrict payments		15,000		-		-	
Total expenditures		55,737,541		3,396,604		3,390,244	
Excess of Revenue Over (Under) Expenditures		(3,110,510)		918,238		544,083	
Other Financing Sources (Uses)							
Proceeds from sale of capital assets		-		-		-	
Transfers in		84,824		-		208,591	
Transfers out		(208,591)		-		(84,824)	
Total other financing sources		(123,767)				123,767	
Net Change in Fund Balance		(3,234,277)		918,238		667,850	
Fund balance - Beginning of year (as restated)		7,801,872		3,764,330		1,092,355	
Fund balance - End of year	\$	4,567,595	\$	4,682,568	\$	1,760,205	

Statement of Net Position June 30, 2022

	2022		2021		
Assets:			-		
Cash and cash equivalents	\$	5,601,679	\$	11,633,325	
Investments		19,447		19,407	
Receivables		11,513,950		8,256,969	
Inventory and Prepaid costs		279,192		305,275	
Restricted assets		4,681,837		3,763,644	
Capital assets - Net		53,916,299		55,338,085	
Total assets	\$	76,012,404	\$	79,316,705	
Deferred Outflows of Resources	\$	20,453,798	\$	28,616,295	
Liabilities:					
Accounts payable		519,386		336,252	
Due to other governmental units		1,461,693		904,535	
Accrued liabilities and other		5,459,446		5,553,287	
State aid anticipation note		600,000		4,285,000	
Unearned revenue		358,288		486,367	
Long-term liabilities		41,448,501		43,359,743	
Net Pension liability		67,392,864		98,883,869	
Net OPEB liability		4,332,930		15,228,398	
Total liabilties	\$	121,573,108	\$	169,037,451	
Deferred Inflows of Resources	\$	45,257,565	\$	18,058,924	
Net Position (Deficit):					
Net investment in capital assets		14,761,120		14,425,572	
Restricted		4,393,239		3,518,952	
Unrestricted		(89,518,830)		(97,107,899)	
Total Net Position (Deficit)	\$	(70,364,471)	\$	(79,163,375)	

Governmental Activities

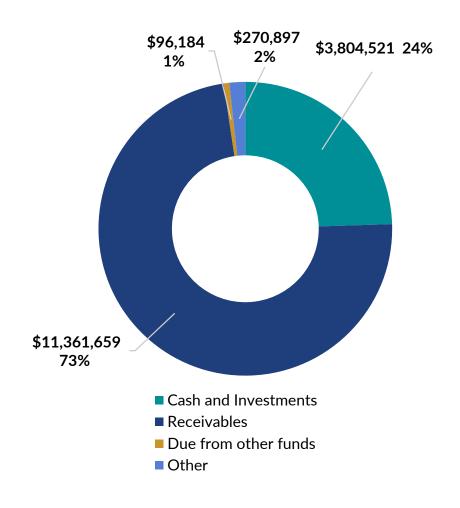


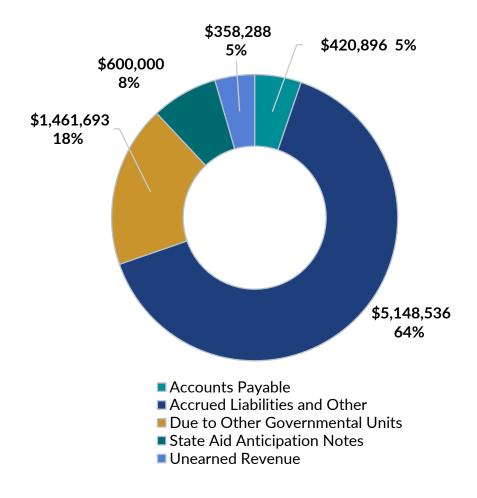
General Fund Balance Sheet

June 30, 2022

Assets = \$15,533,261

Liabilities = 7,989,413

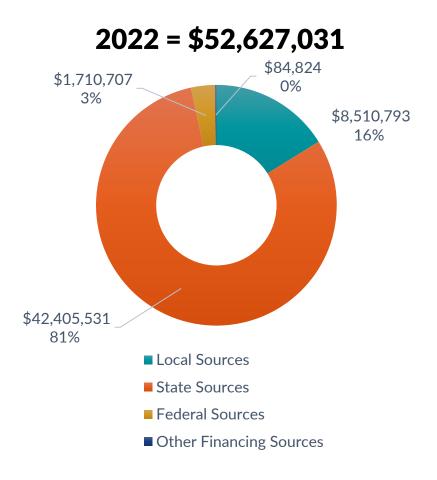


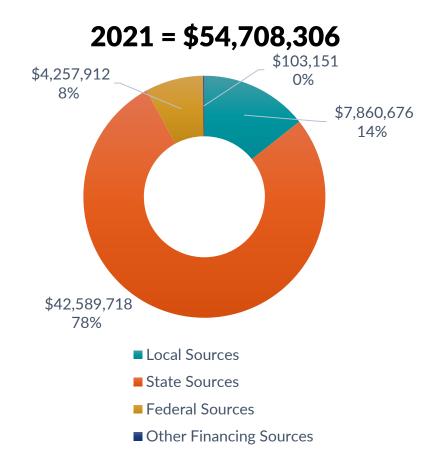




General Fund Revenue & Other Financing Sources

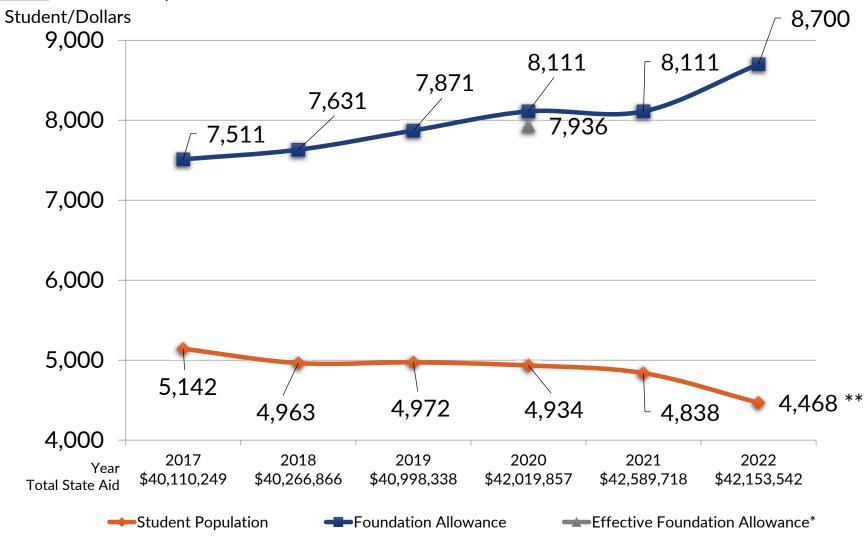
Year Ended June 30





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Pupil Count/Foundation Allowance Analysis June 30, 2021

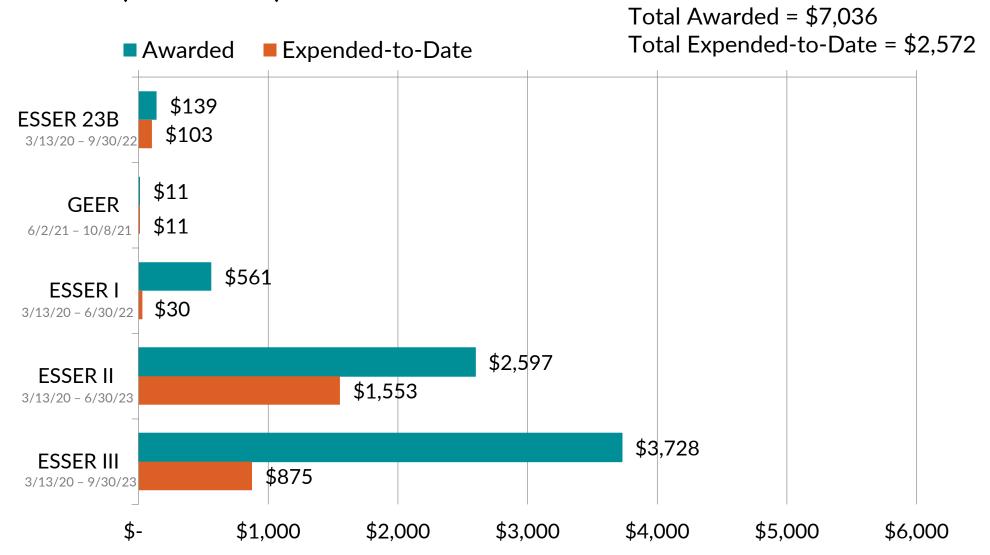


^{*2020} increase in funding of \$240 per pupil was reduced by \$175 cut, resulting in a net \$65 per pupil increase.

^{**}Pupil count is based on the super blend formula.



Non-recurring COVID-19 Relief Funding Awards & Expenditures as of June 30, 2022 (in thousands)

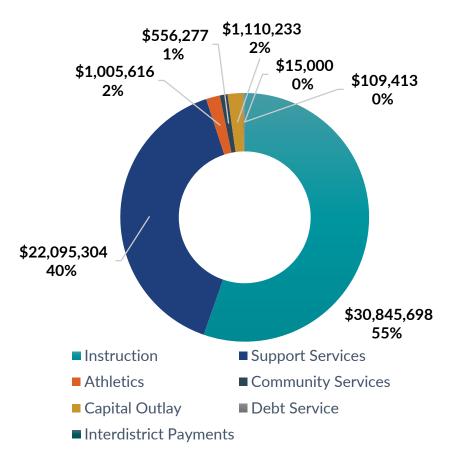




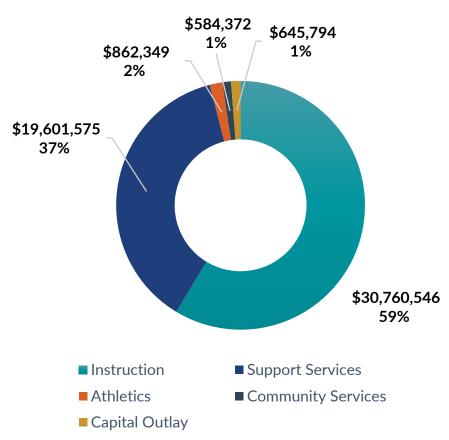
General Fund Expenditures

Year Ended June 30





2021 = \$52,454,636





Analysis of General Fund Expenditures (including Transfers) Three-year comparison by object June 30, 2022

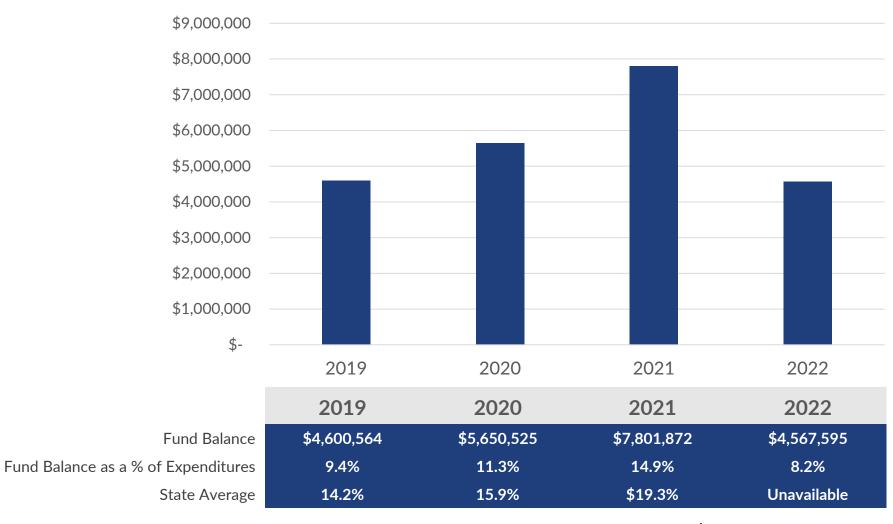






General Fund Balance – History

Year Ended June 30



Note: The District's General Fund Balance would have increased to \$7,543,848 if they were able to receive and record \$2.9M of unavailable revenue in fiscal year 2022.



Thank you.