

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2016



Powell & Jones
Certified Public Accountants

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2016

TABLE OF CONTENTS

	PAGE NO.
FINANCIAL STATEMENTS	
Independent Auditor's Report	4 - 5
Statement of Financial Position	6
Statement of Activities	7
Statement of Functional Expenses	8
Statement of Cash Flows	9
Notes to Financial Statements	10 - 11
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	12 - 13
Management Letter	14

FINANCIAL STATEMENTS



Powell & Jones
Certified Public Accountants

Richard C. Powell, Jr., CPA
Marian Jones Powell, CPA

1359 S.W. Main Blvd.
Lake City, Florida 32025
386 / 755-4200
Fax: 386 / 719-5504
admin@powellandjonescpa.com

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Columbia County Public School Foundation, Inc.
Lake City, Florida**

Report on the Financial Statements

We have audited the accompanying financial statements of the Columbia County Public School Foundation, Inc., (a nonprofit organization) which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness or significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

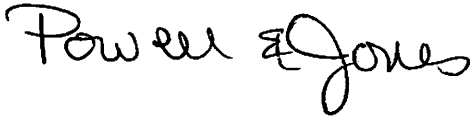
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Columbia County Public School Foundation, Inc., as of June 30, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 12, 2016, on our consideration of the Columbia County Public School Foundation, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Columbia County Public School Foundation, Inc.'s internal control over financial reporting and compliance.



POWELL & JONES
Certified Public Accountants
October 12, 2016

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2016

ASSETS

Current assets

Cash

\$ 115,851

Total assets

\$ 115,851

LIABILITIES AND NET ASSETS

Net assets

Unrestricted

\$ 30,548

Temporarily restricted

85,303

Total liabilities and net assets

\$ 115,851

See notes to financial statements.

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
CHANGES IN NET ASSETS			
Support and revenues			
Donations	\$ 128	\$ 18,576	\$ 18,704
Florida educational license plate distributions	1,561	-	1,561
Educational scholarships and grants	-	78,590	78,590
Net asset released from restrictions	2,564	(2,564)	-
Total support and revenues	<u>4,253</u>	<u>94,602</u>	<u>98,855</u>
Expenses			
Program services:			
Education programs	<u>101,600</u>	-	<u>101,600</u>
	<u>101,600</u>	-	<u>101,600</u>
Supporting services:			
Administration	<u>889</u>	-	<u>889</u>
Total expenses	<u>102,489</u>	-	<u>102,489</u>
Change in net assets	<u>(98,236)</u>	<u>94,602</u>	<u>(3,634)</u>
Net assets at July 1, 2015	<u>31,618</u>	<u>87,867</u>	<u>119,485</u>
Net assets at June 30, 2016	<u>\$ (66,618)</u>	<u>\$ 182,469</u>	<u>\$ 115,851</u>

See notes to financial statements

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Fiscal Year Ended June 30, 2016

	<u>Program Services</u>	<u>Supporting Services Administration</u>	<u>Total</u>
Operating Expenses			
Educational programs	\$ 101,600	\$ -	\$ 101,600
Dues and registrations	-	861	861
Office expense	-	28	28
Total	<u>\$ 101,600</u>	<u>\$ 889</u>	<u>\$ 102,489</u>

See notes to financial statements.

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

STATEMENT OF CASH FLOWS

For the Fiscal Year Ended June 30, 2016

Cash flows from operating activities	
Cash received from:	
Donations	\$ 18,704
Program revenues	78,590
License plate distributions	1,561
Cash paid for expenses	(102,489)
Net cash used in operating activities	<u>(3,634)</u>
Net decrease in cash	(3,634)
Cash and cash equivalents, July 1, 2015	<u>119,485</u>
Cash and cash equivalents, June 30, 2016	<u>\$ 115,851</u>
Reconciliation of decrease in net assets to net cash used in operating activities	
Decrease in net assets	\$ (3,634)
Net cash used in operating activities	<u>\$ (3,634)</u>

See notes to financial statements.

COLUMBIA COUNTY PUBLIC SCHOOL FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENT

June 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Purpose - The Columbia County Public School Foundation, Inc. (the Organization) was incorporated on January 31, 1995. The Organization was created to receive and administer funds and property for charitable and educational purposes solely for the benefit of the public schools of Columbia County.

Funding - Funding for the Organization is received through investment income, contributions, and fund-raising.

Basis of Accounting - The financial statements of the Organization are prepared using the accrual basis of accounting. Under this method, revenues are recognized when they are earned and expenses are recognized when they are incurred.

Financial Statement Presentation - The Organization follows Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 "Not-for-Profit Entities". Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets (unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets) based upon the existence or absence of donor-imposed restrictions.

Contributions - The Organization also follows FASB ASC 958 regarding accounting for contributions made and received. In accordance with FASB ASC 958, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All assets and all liabilities associated with the operation of the Organization are included on the Statement of Financial Position.

Income Taxes - The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. As required by the Internal Revenue Service regulations, the Organization annually files a Form 990, "Return of Organization Exempt From Income Tax," with the Internal Revenue Service, when such return is required. The Forms 990 for 2014, 2015 and 2016 remain subject to examination by the Internal Revenue Service.

Cash and Cash Equivalents - Cash equivalents consist of short-term, highly liquid investments which are readily convertible into cash within ninety (90) days of purchase.

Fair Value of Financial Instruments - The following methods and assumptions were used to estimate fair value of each class of financial instruments for which it is feasible to estimate that value:

- **Cash, Accounts Receivable and Accounts Payable** - Carrying amount approximates fair value due to the short maturity of these financial instruments.

At June 30, 2016, the Organization had no assets or liabilities subject to disclosure of fair value measurements as to valuation levels hierarchy per Financial Accounting Standards Board Statement No. 157.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. CONCENTRATION OF CREDIT RISK

At June 30, 2016, the Organization's cash balance was \$115,851 all of which was covered by federal depository insurance.

NOTE 3. SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through October 13, 2016, the date the financial statements were available to be issued.

NOTE 4. TEMPORARILY RESTRICTED ASSETS

In accordance with FASB ASC 958-25, the Organization has classified the following net assets as temporarily restricted to recognize the following restrictions:

Rump Scholarship	\$ 60,882
White Scholarship	500
Johnson Scholarship	3,955
Pool	1,683
Think Sharp	1,385
Worksite Wellness	191
SRE Wall Display	585
Consortium Grant	14
Food 4 Kids	2,420
Back to School Bash - Employee Luncheon	138
Car Seat Program	660
Math Bee	427
Tag Art Program	2,463
Duke Energy Grant	10,000
	<u>\$ 85,303</u>

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Columbia County Public School Foundation, Inc.
Lake City, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Columbia County Public School Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2016, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 12, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Columbia County Public School Foundation, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Columbia County Public School Foundation, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

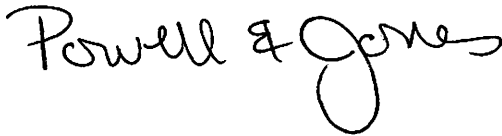
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Columbia County Public School Foundation, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such

an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Powell & Jones". The signature is written in a cursive, flowing style.

Powell & Jones
Certified Public Accountants
October 12, 2016

MANAGEMENT LETTER

To the Board of Directors of
Columbia County Public School Foundation, Inc.

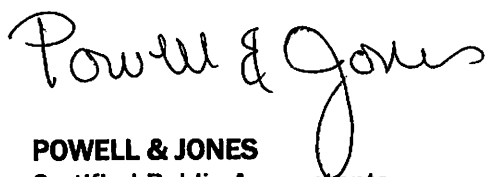
In planning and performing our audit of the financial statements of the Columbia County Public School Foundation, Inc., for the fiscal year ended June 30, 2016, we considered the Organization's internal control structure to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure.

PRIOR AND CURRENT YEAR FINDINGS

There were no reportable findings in the prior or current year.

CONCLUSION

We very much enjoyed the challenge and experiences associated with our audit of the Organization. We look forward to working with you in the future.



POWELL & JONES
Certified Public Accountants
October 12, 2016