

**COMMUNITY COLLEGE** 2017 Audit Programs

June 30, 2017

**FUND BALANCE/NET POSITION**

<b>PROCEDURE</b>	<b>OBJ.</b>	<b>DONE BY</b>	<b>W/P REF</b>	<b>N/A</b>	<b>REMARKS</b>
<b>Audit Objectives and Related Assertions:</b>					
<b>A. All and only properly authorized restrictions of fund balances/net position are recorded. (1, 2,3)</b>					
<b>B. Components of fund balances/net position are determined in accordance with state and local regulations and requirements. (2)</b>					
<b>C. Components of fund balances/net position and changes in fund balances/net position are properly computed and are described, classified and disclosed appropriately in the financial statements. (4,10,11,12,13)</b>					
<b>Audit Procedures:</b>					
A. Reconcile the College's net position/fund balances to the prior year audited balances by fund and by program.					
B. Analyze activity during the period that directly affected fund balance.	A,C				
C. Review changes for propriety and conformance with GAAP.	C				
D. Analyze and verify changes in fund balances restricted for specific purposes.	A,B,C				
E. Determine changes in the cash reserve fund were in accordance with Chapter 260C.22(3) of the Code of Iowa.	C				
F. Identify deficit fund balances, determine propriety and consider disclosure.	C				
G. Determine the proper classification of net position for report purposes for the following:	C				
1) Net investment in capital assets.					
2) Restricted net position:					
a. External restrictions (for example, special levies, bond covenants or State legislation).					
b. Enabling legislation (internal restrictions made by the governing body).					
c. If permanent endowments or permanent funds are included in restricted net position, restricted net position should be displayed in two components (expendable and nonexpendable).					
3) Unrestricted net position.					

