

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

State of Alaska Department of Education and Early Development
State Tuition Rate Report

June 30, 2017

(With Independent Auditor's Report Thereon)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

State of Alaska Department of Education and Early Development
State Tuition Rate Report

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Report on the Total Costs for Tuition Purposes

Independent Auditor's Report

Members of the School Board
Kodiak Island Borough School District
Kodiak, Alaska

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Kodiak Island Borough School District (District), a component unit of Kodiak Island Borough, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 11, 2017. We have also audited the accompanying State Tuition Rate Report (Form 05-96-024) of Kodiak Island Borough School District for the year ended June 30, 2017.

Management's Responsibility

Management is responsible for reporting the total local costs for tuition purposes in conformity with requirements of the State of Alaska, Department of Education and Early Development.

Auditor's Responsibility

Our responsibility is to express an opinion on this report 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 report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the report, 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 report 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 of significant accounting estimates made by management, as well as evaluating the overall presentation of the report.

Members of the School Board
Kodiak Island Borough School District

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

Basis For Qualified Opinion

We did not observe the taking of the student census (counts) which were used in determining the average daily membership.

Qualified Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we observed the taking of the student census (counts), the aforementioned report presents fairly, in all material respects, the total local cost for tuition purposes of Kodiak Island Borough School District for the year ended June 30, 2017, in conformity with the requirements of the State of Alaska, Department of Education and Early Development.

Purpose of this Report

This report is intended solely for the information and use of the school board and management, others within the entity of Kodiak Island Borough School District and the State of Alaska Department of Education and Early Development and is not intended to be, and should not be, used by anyone other than these specified parties.



Anchorage, Alaska
November 11, 2017

STATE OF ALASKA
DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT

TUITION RATE REPORT

FISCAL YEAR 2017

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

LOCAL REVENUES FOR SUPPORT OF SCHOOLS

Borough or City Contribution:	
To school district School Operating Fund	\$ 9,506,637
To school district Bond Redemption Fund	-
To other school district funds (itemize)	-
Direct Expenditures by Borough or City for School Purposes:	
Capital Outlay	28,041
Bond Redemption and Interest	7,098,559
Other (itemize and explain):	
Mental health services	400,000
Audit expense	46,922
Insurance	282,121
Grounds maintenance	41,820
Total other	<u>770,863</u>
Less Debt Retirement	<u>(3,840,763)</u>
Total Expenses from Local Sources	<u>13,563,337</u>
Plus Impact Aid entitlement (final report)	2,233,374
Plus Tuition Payments:	
State	-
Other (itemize & explain)	<u>-</u>
Total Local Cost for Tuition Purposes	<u>15,796,711</u>
Average Daily Membership (ADM) as approved by DEED for Foundation support	<u>2,396.99</u>
TUITION RATE	<u>\$ 6,590</u>

See accompanying independent auditor's report.