



STATE OF MISSISSIPPI
OFFICE OF THE STATE AUDITOR
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To: Mississippi Public School District Financial Accounting Manual Users

From: Brent Ballard, Director of Education Audits *BB*

Date: February 15, 2005

The following is a guide to the revisions made to the Financial Accounting Manual for Mississippi Public School Districts. These revisions are effective immediately. An Adobe Acrobat (.pdf) file of the revised pages is available on our website at www.osa.state.ms.us. Once at our website, click on the "Downloads" tab and scroll down to find the file containing the revised pages.

| <u>Revised page</u> | <u>Explanation</u> |
|---------------------|--|
| A-3 | removed "expendable trust fund" wording from Special revenue Fund description |
| A-4 | new comment regarding applicability of "Account Groups" |
| B-33 | clarification of 16 th section lease guidance |
| C-7 through C-10 | expanded explanations on journal entries |
| C-12 | clarification on adjustment number 5 – Fiscal agent fees (object code 845) |
| F-4 | changed wording on Donations and Contributions to require deposit of funds upon receipt |
| G-1 | establish 15 year useful life guidance on relocatable buildings |
| I-2 | add fund number 2112 – School Food Fruits and Vegetables Fund |
| I-6 | add last sentence to "Note 2" regarding new School Food Fruits and Vegetables Fund |
| J-2 | removed code 127 – Sixteenth Section Loans Receivable and code 144 – Inventory of Donated Commodities |
| J-4 | removed code 505 – Sixteenth Section Principal Loans Payable |
| J-6 | removed code 127 – Sixteenth Section Loans Receivable explanation |
| J-7 | removed code 144 – Inventory of Donated Commodities explanation |
| J-8 | removed code 505 – Sixteenth Section Principal Loans Payable explanation |
| K-6 | added note of guidance to include the new "Fruits and Vegetables" program revenues with revenue code 4452 – USDA Reimbursement – National School Lunch Program |
| K-17 | added note of guidance to explanation of code 4452 regarding the new "Fruits and Vegetables" program |

N-1-2 Included new section C to separately address the "Supplementary Information"

(continued)

Revised page

Explanation

- N-1-4 new note 7 to address the newly-required Schedule of Instructional, Administrative and Other Expenditures – Governmental Funds
- N-2-1 removed note references; also added “Deferred charges” to enable capitalization and amortization of bond issuance costs if significant or material
- N-2-2 and N-2-3 added code 105 to include as Restricted assets for Sixteenth section principal funds, MAEP funds and QZAB funds
- N-2-5 and N-2-6 Interest and other charges related to long-term liabilities – change guidance for expenses to functional codes 6110-6199; object codes 830, 845, 848 and 849
- N-2-7 removed note references; also added to the Fund Balances – reserved for: a line item for Capital projects fund and Debt service fund to account for funds which are legally restricted and not available for spending for any other purpose
- N-2-8 removed note references; also changed reconciling items to those most commonly encountered
- N-2-9 removed note references
- N-2-10 removed note references; also changed reconciling items to those most commonly encountered
- N-2-12 removed note references
- N-3-5 revised note 1.I. to address 15 year useful life for relocatable buildings
- N-3-7 added definitions for Fund balance - reserved for capital projects fund and debt service fund
- N-4-1 remove note references from Budgetary Comparison Schedule
- N-5-1 new programs/CFDA numbers added to the Schedule of Expenditures of Federal Awards as follows:
- | | |
|---|--------|
| Food donation | 10.550 |
| Special milk program for children | 10.556 |
| Troops to teach | 12.XXX |
| Employment services and job training pilot and demonstration programs | 17.249 |
| Safe and drug free schools and communities national programs | 84.184 |
| Byrd honors scholarships | 84.185 |
| Bilingual education: state grant program | 84.194 |
| Fund for the improvement of education | 84.215 |
| Foreign language assistance | 84.293 |
| Even start - statewide family literacy program | 84.314 |
| Special education technical assistance and dissemination to improve services and results for children | 84.326 |
| Advanced placement program | 84.330 |
| Teacher quality enhancement grants | 84.336 |
| Transaction to teaching | 84.350 |
| Mathematics and science partnerships | 84.366 |
| Cooperative agreements to support comprehensive school health programs to prevent the spread of HIV and other important health programs | 93.938 |
| Planning and program development grants | 94.007 |
- N-6-1 added newly required Schedule of Instructional, Administrative and Other Expenditures – Governmental Funds
- P-2 added Commercial drivers license reference
- P-3 Deficit fund balance applies to any fund
- P-4 added Investment – allocation of interest earned