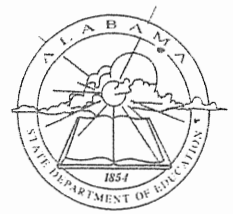




STATE OF ALABAMA
DEPARTMENT OF EDUCATION



Eric G. Mackey, Ed.D.
State Superintendent of Education

February 21, 2019

Alabama
State Board
of Education

Governor Kay Ivey
President

Jackie Zeigler
District I

Tracie West
District II

Stephanie Bell
District III

Yvette M. Richardson, Ed.D.
District IV

Ella B. Bell
District V

Cynthia McCarty, Ph.D.
District VI
Vice President

Jeff Newman
District VII
President Pro Tem

Wayne Reynolds, Ed.D.
District VIII

Eric G. Mackey, Ed.D.
Secretary and
Executive Officer

Dr. Lewis Brooks, Superintendent
Shelby County Board of Education
P. O. Box 1910
Columbiana, AL 35051

Dear Dr. Brooks:

RE: FY 2018 General Purpose Financial Statements

The financial statements have been reviewed and are approved as submitted.

We appreciate the diligence and hard work of your staff in gathering data and providing these reports. We intend to continue to provide you and your staff with guidance and assistance as we work together to meet the reporting requirements as outlined in the foundation and accountability laws.

Enclosed is a copy of the cover page and a computer-generated copy of the financial statements.

Sincerely,

Andy Craig
Deputy State Superintendent
Administrative and Financial Services

AC/BK/YBS

Enclosure
cc: Chief School Financial Officer

SHELBY COUNTY BOARD OF EDUCATION

**GENERAL PURPOSE
FINANCIAL STATEMENTS**

FOR FISCAL YEAR OCTOBER 1, 2017 - SEPTEMBER 30, 2018
Due on or Before November 1, 2018

Subscribed and sworn to before me this the

30 day of October, 20 18

Leigh J. Laatsch
Notary Public

Eric Mackey
APPROVED, State Superintendent of Education

The information in this report has been carefully checked and is correct to my knowledge and belief.

Randy Fuller Superintendent

10-30-18 Date

STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Financial System
Combined Balance Sheet -- All Fund Types and Account Groups
For Fiscal Year Ended September 30, 2018

Exhibit F-I-A

059 - Shelby County Schools

Description	GOVERNMENTAL			Capital Projects	PROPRIETARY	FIDUCIARY	ACCOUNT
	General	Special Revenue	Debt Service		Enterp/ Internal	Trust Agency	GROUPS F/A L/T Dept
Assets and Other Debits:							
Assets:							
Cash	\$26,995,128.84	\$7,621,511.24	\$3,244,485.95	\$786,690.20	\$0.00	\$2,061,877.14	\$0.00
Investments	\$0.00	\$302,725.30	\$0.00	\$0.00	\$0.00	\$16,136.66	\$0.00
Receivables	\$1,881,869.85	\$1,702,486.79	\$822,858.30	\$43.06	\$0.00	\$4,329.72	\$0.00
Interfund Receivables	\$720,385.75	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Inventories	\$260,335.23	\$570,981.54	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Other Assets							
Fixed Assets	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$445,340,298.63
Construction In Progress	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$9,664,924.68
Other Debits:							
Amounts Available	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$911,968.21
Amounts to be Provided	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$174,217,386.17
Other Debits							
Total Assets and Other Debits:	\$29,857,719.67 ✓	\$10,197,704.87 ✓	\$4,067,344.25 ✓	\$786,733.26 ✓	\$0.00	\$2,082,343.52	\$630,134,577.69
Liabilities and Fund Equity:							
Liabilities:							
Claims Payable	\$386,084.04	\$100,750.36	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Interfund Payable	\$0.00	\$720,385.75	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Other Liabilities	\$132,987.99	\$357,011.36	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Long-Term Liabilities	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$175,129,354.38
Total Liabilities:	\$519,072.03 ✓	\$1,178,147.47 ✓	\$0.00	\$0.00	\$0.00	\$0.00	\$175,129,354.38
Fund Equity:							
Investments in General Fixed Assets	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$455,005,223.31
Contributed Capital							
Reserved Fund Balance	\$974,183.95	\$895,733.10	\$0.00	\$436,093.99	\$0.00	\$165,439.82	\$0.00
Unreserved Fund balance	\$28,364,463.69	\$8,123,824.30	\$4,067,344.25	\$350,639.27	\$0.00	\$1,916,903.70	\$0.00
Total Fund Equity:	\$29,338,647.64	\$9,019,557.40	\$4,067,344.25	\$786,733.26	\$0.00	\$2,082,343.52	\$455,005,223.31
Total Liabilities and Fund Equity:	\$29,857,719.67 ✓	\$10,197,704.87 ✓	\$4,067,344.25 ✓	\$786,733.26 ✓	\$0.00	\$2,082,343.52 ✓	\$630,134,577.69

Information in this report has been reconciled to the corresponding bank statements.

**STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Financial System**

Exhibit F-II-A

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
For Fiscal Year Ended September 30, 2018**

059 - Shelby County Schools

	GOVERNMENTAL			FIDUCIARY		
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	Total
Revenues						
State Sources	\$112,938,561.84	\$0.00	\$1,478,712.84	\$4,857,702.16	\$0.00	\$119,274,976.84
Federal Sources	\$159,698.28	\$11,786,351.12	\$0.00	\$0.00	\$0.00	\$11,946,049.40
Local Sources	\$62,340,773.85	\$13,849,193.73	\$14,051,581.82	\$1,819.61	\$4,782,172.23	\$95,025,541.24
Other Sources	\$379,972.61	\$377,600.94	\$0.00	\$1,396.72	\$0.00	\$758,970.27
Total Revenues:	\$175,819,006.58	\$26,013,145.79	\$15,530,294.66	\$4,860,918.49	\$4,782,172.23	\$227,005,537.75
Expenditures						
Instructional Services	\$100,316,384.39	\$11,305,593.47	\$0.00	\$0.00	\$1,688,520.35	\$113,310,498.21
Instructional Support Services	\$32,800,249.57	\$2,551,160.02	\$0.00	\$0.00	\$840,494.05	\$36,191,903.64
Operation & Maintenance Services	\$18,957,993.65	\$1,175,589.51	\$0.00	\$114,695.05	\$130,137.60	\$20,378,415.81
Auxiliary Services	\$13,484,185.43	\$12,604,320.83	\$0.00	\$302,486.44	\$37,805.28	\$26,428,797.98
General Administrative Services	\$4,839,306.28	\$255,341.50	\$0.00	\$0.00	\$0.00	\$5,094,647.78
Capital Outlay	\$1,105,593.46	\$2,033.50	\$0.00	\$6,406,569.84	\$0.00	\$7,514,196.80
Debt Service	\$0.00	\$47,843.39	\$14,103,857.48	\$3,869,364.74	\$0.00	\$18,021,065.61
Other Expenditures	\$3,448,597.88	\$1,349,776.07	\$0.00	\$0.00	\$1,185,510.24	\$5,983,884.19
Total Expenditures:	\$174,952,310.66	\$29,291,658.29	\$14,103,857.48	\$10,693,116.07	\$3,882,467.52	\$232,923,410.02
Other Fund Sources (Uses)						
Other Fund Sources:	\$4,255,695.76	\$6,075,028.24	\$0.00	\$0.00	\$154,371.66	\$10,485,095.66
Other Fund Uses:	\$5,111,594.05	\$2,786,800.04	\$0.00	\$0.00	\$1,105,080.43	\$9,003,474.52
Total Other Fund Sources (Uses):	(\$855,898.29)	\$3,288,228.20	\$0.00	\$0.00	(\$950,708.77)	\$1,481,621.14
Excess Revenues and Other Sources Over (Under) Expenditures and Other Fund Uses:	\$10,797.63	\$9,715.70	\$1,426,437.18	(\$5,832,197.58)	(\$51,004.06)	(\$4,436,251.13)
Beginning Fund Balance - October 1:	\$29,327,850.01	\$9,009,841.70	\$2,640,907.07	\$6,618,930.84	\$2,133,347.58	\$49,730,877.20
Ending Fund Balance - September 30:	\$29,338,647.64	\$9,019,557.40	\$4,067,344.25	\$786,733.26	\$2,082,343.52	\$45,294,626.07

Information in this report has been reconciled to the corresponding bank statements.

**STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Financial System
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
Budget and Actual
For Fiscal Year Ended September 30, 2018**

059 - Shelby County Schools

Description	GENERAL		VARIANCE	SPECIAL REVENUE		VARIANCE
	Budget	Actual	Favorable (Unfavorable)	Budget	Actual	Favorable (Unfavorable)
Revenues						
State Sources	\$111,586,453.87	\$112,938,561.84	\$1,352,107.97	\$0.00	\$0.00	\$0.00
Federal Sources	\$139,200.00	\$159,698.28	\$20,498.28	\$12,127,402.29	\$11,786,351.12	(\$341,051.17)
Local Sources	\$62,051,690.03	\$62,340,773.85	\$289,083.82	\$11,595,934.40	\$13,849,193.73	\$2,253,259.33
Other Sources	\$308,059.00	\$379,972.61	\$71,913.61	\$425,787.49	\$377,600.94	(\$48,186.55)
Total Revenues:	\$174,085,402.90	\$175,819,006.58 ✓	\$1,733,603.68	\$24,149,124.18	\$26,013,145.79 ✓	\$1,864,021.61
Expenditures						
Instructional Services	\$101,323,775.03	\$100,316,384.39	\$1,007,390.64	\$9,940,903.85	\$11,305,593.47	(\$1,364,689.62)
Instructional Support Services	\$32,607,315.07	\$32,800,249.57	(\$192,934.50)	\$2,170,856.49	\$2,551,160.02	(\$380,303.53)
Operation & Maintenance Services	\$18,756,408.00	\$18,957,993.65	(\$201,585.65)	\$888,430.00	\$1,175,589.51	(\$287,159.51)
Auxiliary Services	\$13,430,752.00	\$13,484,185.43	(\$53,433.43)	\$12,799,830.32	\$12,604,320.83	\$195,509.49
General Administrative Services	\$5,194,470.00	\$4,839,306.28	\$355,163.72	\$313,068.74	\$255,341.50	\$57,727.24
Special Revenue Outlay	\$412,696.00	\$1,105,593.46	(\$692,897.46)	\$0.00	\$2,033.50	(\$2,033.50)
General Service	\$0.00	\$0.00	\$0.00	\$24,085.00	\$47,843.39	(\$23,758.39)
Other Expenditures	\$3,544,825.33	\$3,448,597.88	\$96,227.45	\$1,169,767.15	\$1,349,776.07	(\$180,008.92)
Total Expenditures:	\$175,270,241.43	\$174,952,310.66 ✓	\$317,930.77	\$27,306,941.55	\$29,291,658.29 ✓	(\$1,984,716.74)
Other Financing Sources (Uses)						
Other Financing Sources:	\$3,534,084.83	\$4,255,695.76	\$721,610.93	\$5,235,969.43	\$6,075,028.24	\$839,058.81
Other Financing Uses:	\$4,641,989.88	\$5,111,594.05	(\$469,604.17)	\$2,273,772.00	\$2,786,800.04	(\$513,028.04)
Total Other Financing Sources (Uses):	(\$1,107,905.05)	(\$855,898.29) ✓	\$252,006.76	\$2,962,197.43	\$3,288,228.20 ✓	\$326,030.77
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses:	(\$2,292,743.58)	\$10,797.63	\$2,303,541.21	(\$195,619.94)	\$9,715.70	\$205,335.64
Beginning Fund Balance - Oct. 1:	\$29,327,850.01	\$29,327,850.01	\$0.00	\$9,009,841.70	\$9,009,841.70	\$0.00
Ending Fund Balance - Sept. 30:	\$27,035,106.43	\$29,338,647.64 ✓	\$2,303,541.21	\$8,814,221.76	\$9,019,557.40 ✓	\$205,335.64

Information in this report has been reconciled to the corresponding bank statements.

STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Financial System
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
Budget and Actual
For Fiscal Year Ended September 30, 2018

059 - Shelby County Schools

Description	DEBT SERVICE			CAPITAL PROJECTS		
	Budget	Actual	VARIANCE Favorable (Unfavorable)	Budget	Actual	VARIANCE Favorable (Unfavorable)
Revenues						
State Sources	\$1,478,712.84	\$1,478,712.84	\$0.00	\$4,857,702.16	\$4,857,702.16	\$0.00
Federal Sources	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Local Sources	\$13,174,638.86	\$14,051,581.82	\$876,942.96	\$3,000.00	\$1,819.61	(\$1,180.39)
Other Sources	\$0.00	\$0.00	\$0.00	\$0.40	\$1,396.72	\$1,396.32
Total Revenues:	\$14,653,351.70	\$15,530,294.66 ✓	\$876,942.96	\$4,860,702.56	\$4,860,918.49 ✓	\$215.93
Expenditures						
Instructional Services	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Instructional Support Services	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Operation & Maintenance Services	\$0.00	\$0.00	\$0.00	\$107,183.84	\$114,695.05	(\$7,511.21)
Auxiliary Services	\$0.00	\$0.00	\$0.00	\$315,027.81	\$302,486.44	\$12,541.37
Debt Administrative Services	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Capital Outlay	\$0.00	\$0.00	\$0.00	\$6,604,182.27	\$6,406,569.84	\$197,612.43
Debt Service	\$14,098,002.65	\$14,103,857.48	(\$5,854.83)	\$3,867,968.42	\$3,869,364.74	(\$1,396.32)
Other Expenditures	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Expenditures:	\$14,098,002.65	\$14,103,857.48 ✓	(\$5,854.83)	\$10,894,362.34	\$10,693,116.07 ✓	\$201,246.27
Other Financing Sources (Uses)						
Other Financing Sources:	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Other Financing Uses:	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Other Financing Sources (Uses):	\$0.00	\$0.00 ✓	\$0.00	\$0.00	\$0.00	\$0.00
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses:	\$555,349.05	\$1,426,437.18	\$871,088.13	(\$6,033,659.78)	(\$5,832,197.58)	\$201,462.20
Beginning Fund Balance - Oct. 1:	\$2,640,907.07	\$2,640,907.07	\$0.00	\$6,618,930.84	\$6,618,930.84	\$0.00
Ending Fund Balance - Sept. 30:	\$3,196,256.12	\$4,067,344.25 ✓	\$871,088.13	\$585,271.06	\$786,733.26 ✓	\$201,462.20

Information in this report has been reconciled to the corresponding bank statements.

**STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Financial System**

Exhibit F-III-C

**Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
Budget and Actual
For Fiscal Year Ended September 30, 2018**

059 - Shelby County Schools

Description	EXPENDABLE TRUST			VARIANCE Favorable (Unfavorable)	TOTAL GOVERNMENT AND FUND TYPES AND EXPENDABLE TRUST FUNDS		VARIANCE Favorable (Unfavorable)
	Budget	Actual			Budget	Actual	
Revenues							
State Sources	\$0.00	\$0.00	\$0.00	\$117,922,868.87	\$119,274,976.84	\$1,352,107.97	
Federal Sources	\$0.00	\$0.00	\$0.00	\$12,266,602.29	\$11,946,049.40	(\$320,552.89)	
Local Sources	\$3,643,492.00	\$4,782,172.23	\$1,138,680.23	\$90,468,755.29	\$95,025,541.24	\$4,556,785.95	
Other Sources	\$0.00	\$0.00	\$0.00	\$733,846.89	\$758,970.27	\$25,123.38	
Total Revenues:	\$3,643,492.00	\$4,782,172.23 ✓	\$1,138,680.23	\$221,392,073.34	\$227,005,537.75 ✓	\$5,613,464.41	
Expenditures							
Instructional Services	\$1,421,154.00	\$1,688,520.35	(\$267,366.35)	\$112,685,832.88	\$113,310,498.21	(\$624,665.33)	
Instructional Support Services	\$658,319.00	\$840,494.05	(\$182,175.05)	\$35,436,490.56	\$36,191,903.64	(\$755,413.08)	
Operation & Maintenance Services	\$74,716.00	\$130,137.60	(\$55,421.60)	\$19,826,737.84	\$20,378,415.81	(\$551,677.97)	
Auxiliary Services	\$28,002.00	\$37,805.28	(\$9,803.28)	\$26,573,612.13	\$26,428,797.98	\$144,814.15	
Expendable Administrative Services	\$0.00	\$0.00	\$0.00	\$5,507,538.74	\$5,094,647.78	\$412,890.96	
Total Outlay	\$0.00	\$0.00	\$0.00	\$7,016,878.27	\$7,514,196.80	(\$497,318.53)	
Expendable Service	\$0.00	\$0.00	\$0.00	\$17,990,056.07	\$18,021,065.61	(\$31,009.54)	
Other Expenditures	\$861,602.00	\$1,185,510.24	(\$323,908.24)	\$5,576,194.48	\$5,983,884.19	(\$407,689.71)	
Total Expenditures:	\$3,043,793.00	\$3,882,467.52 ✓	(\$838,674.52)	\$230,613,340.97	\$232,923,410.02 ✓	(\$2,310,069.05)	
Other Financing Sources (Uses)							
Other Financing Sources:	\$127,390.00	\$154,371.66	\$26,981.66	\$8,897,444.26	\$10,485,095.66	\$1,587,651.40	
Other Financing Uses:	\$830,698.00	\$1,105,080.43	(\$274,382.43)	\$7,746,459.88	\$9,003,474.52	(\$1,257,014.64)	
Total Other Financing Sources (Uses):	(\$703,308.00)	(\$950,708.77) ✓	(\$247,400.77)	\$1,150,984.38	\$1,481,621.14 ✓	\$330,636.76	
Excess Revenues and Other Sources Over (Under) Expenditures and Other Uses:	(\$103,609.00)	(\$51,004.06)	\$52,604.94	(\$8,070,283.25)	(\$4,436,251.13)	\$3,634,032.12	
Beginning Fund Balance - Oct. 1:	\$2,133,347.58	\$2,133,347.58	\$0.00	\$49,730,877.20	\$49,730,877.20	\$0.00	
Ending Fund Balance - Sept. 30:	\$2,029,738.58	\$2,082,343.52 ✓	\$52,604.94	\$41,660,593.95	\$45,294,626.07 ✓	\$3,634,032.12	

Information in this report has been reconciled to the corresponding bank statements.