

**COMMUNITY COLLEGE** 2018 Audit Programs

June 30, 2018

**CURRENT LIABILITIES/DEFERRED INFLOWS**

<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. Liabilities/Deferred inflows of resources at the Statement of Net Position date are properly supported. (1)</b>					
<b>B. Liabilities/Deferred inflows of resources are properly authorized, represent the correct amounts of currently payable items in the proper period and reflect all outstanding obligations. (2,3,4)</b>					
<b>C. Liabilities/Deferred inflows of resources are properly recorded, classified and disclosures are adequate. (10,11,12,13)</b>					
<b>Audit Procedures:</b>					
<b>A. Accounts Payable</b>					
1. Obtain a schedule of accounts payable and identify as follows:					
a. Accounts payable, due to other funds, due to other governments, etc.					
b. Accrued payroll and payroll taxes.					
c. Contracts payable.					
d. Other.					
2. Test the accuracy and classification of amounts by examining supporting invoices and receiving reports.	A,B,C				
<b>B. Unrecorded Liabilities</b>	B				
1. Review the cash disbursements journal for disbursements after the balance sheet date; obtain and examine supporting detail for each disbursement of \$_____ and over and determine accounts payable as of the statement of net position date were properly recorded.					
2. Examine files of receiving reports unmatched with vendors' invoices, searching for significant items received on or before the statement of net position date.					
3. Inspect files of unprocessed invoices and vendors' statements for unrecorded liabilities.					
4. Inquire of responsible College staff about their knowledge of additional sources of unprocessed invoices, unrecorded commitments or contingent liabilities. Indicate who responded to our inquiry in the remarks columns.					

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C. Anticipatory Warrants					
1. Obtain a schedule of anticipatory warrant transactions for the year and those outstanding at year-end. Include interest and principal payment dates, amount of interest paid, if any, prior to year-end and interest rate.	A,B				
2. Confirm balances at year-end.	A,B				
3. Review authorization for issuance of these obligations.					
4. Determine debt instrument issued complies with provisions of Chapter 74 of the Code of Iowa.					
5. Trace receipts of such obligations into the books and bank statements.	B				
6. Determine interest rates are within legally allowable limits as established by the State Rate Setting Committee (Chapter 74A of the Code of Iowa.)					
7. Determine reasonableness of interest payable on anticipatory warrants.					
D. Iowa School Cash Anticipation Program (ISCAP)					
1. If the College is participating in the ISCAP program:					
a. Confirm ISCAP activity at June 30.	A,B				
b. Determine advances received and repaid on the line of credit.					
2. Prepare footnote disclosure.	C				
E. Determine if deferred inflows of resources meeting the definition of GASB 65 have been recorded.	A,B,C				
1. Review the amount(s) recorded for reasonableness.					
2. Trace the amount(s) to supporting documentation.					
F. Determine if advances (grant/other funds which have been received but not spent in the current period) from grantors/others meeting the definition of GASB 65 have been recorded.	A,B				
1. Review the amount(s) recorded for reasonableness.					
2. Trace the amount(s) to supporting documentation.					

