

# Audit Report for Local PTAs



Name of PTA/PTSA: Luther Jackson Middle School PTA  
EIN Number: 52-1288922 Date of Audit: 7/4/2018  
Audit period from 7/1/2017 to 6/30/2018

Presented to PTA executive board on: 7/27/18 (date) and adopted by your General Membership on: 9/5/18 (date).  
Date of last audit: 7/18/2017. Last audit covered the period from 7/1/2016 to 6/30/2017.  
PTA District: Northern VA PTA Council: Fairfax County  
Signed: [Signature] President Signed: [Signature] Treasurer  
*Signatures should be current president and treasurer in office at time of executive board approval and general membership adoption. The following information is submitted to the Virginia PTA as the annual audit of this association.*

(\*)

**AUDIT COMMITTEE or AUDITOR:** (a committee of 3 people that are not authorized to sign checks for this PTA during this audit period OR an experienced auditor)

The financial records of this PTA are complete or incomplete. If incomplete, include comments detailing missing documentation and recommendations.

<b>Audit Committee:</b>	<b>Auditor:</b>
Signed: <u>[Signature]</u>	Signed: _____
Print Name: <u>Colleen Al McHugh</u>	Printed Name: _____
<i>Audit Committee Chair</i>	Organization: _____
Phone: _____	Address: _____
Signed: <u>[Signature]</u>	_____
<i>Audit Committee Member</i>	Phone number: _____
Signed: <u>[Signature]</u>	_____
<i>Audit Committee Member</i>	

## Financial Management Checklist

The purpose of this checklist is to provide general guidance to PTA volunteer leaders in the management of their resources. Stewardship of other people's money is an important part of volunteer activity and requires systematic and ongoing attention.

This is a complete review of the financial management practices of the PTA, and assists the audit committee/auditor with their inspection of the books and records. This checklist is kept as part of the adopted audit report and filed with the permanent financial records.

### Officer Information:

President during audit period: Barbara Hamill phone: 703-242-2764  
 Treasurer during audit period: Holly Dubbeling phone: 703-395-6014  
 Secretary during audit period: Casey Waterston phone: 860-287-0605

<b>Treasurer's Records:</b>	<b>Treasurer</b>	<b>Audit Committee</b>
1. Do the treasurer records include:		
• Contact information for the Executive Board?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of previous audit?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of the bylaws and standing rules (if applicable)?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of membership roster?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of the adopted budget?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of IRS 990 filing?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Copy of insurance policy?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• A copy of the 501c(3) determination letter?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• A copy of the sales tax exempt certificate? (if applicable)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• A copy of bank signatory paperwork? <i>Bank no longer has this security</i>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
• Minutes of all meetings? (Board and general membership)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Treasurer reports with budget-to-date information for every meeting?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Bank statements?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Documentation for every expense and all income?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• The annual year-end report?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
2. Were the records turned over in a timely manner to the audit committee? If no, when were they turned over? _____		
Comments: Recommendation: All PTA records are the property of the PTA and shall be available to the membership.		
3. Where are your treasurer records maintained?		
Location: <u>with the Treasurer</u>		
Address: <u>3022 White Birch Ct Fairfax, VA 22031</u>		
If possible, your records should be kept at your school in a secure		

location. Your board needs to know where these books are kept.		
4. Are the current treasurer books held by the treasurer? The treasurer maintains all financial records.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	

Budget:	Treasurer	Audit Committee
1. Was the budget adopted by the general membership? When? If no, Comments: Recommendation: The proposed budget is to be prepared by a budget committee, presented to the executive board and then to the general membership for adoption. We are a membership association and this money belongs to our members.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No  9/13/2017 (date)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<ul style="list-style-type: none"> <li>Was the budget prepared by a budget committee?</li> <li>If no, who prepared the budget?</li> <li>Is the budget based on knowledge of last year's income/expenses, current financial conditions, expense needs etc.?</li> <li>Does the budget show all sources of income, totaled and balanced, against all total expense categories?</li> <li>Was the budget reviewed by the Board before general membership adoption?</li> </ul>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  Treasurer + other Board + school <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	PTA Personnel <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
2. Was a budget report presented at every PTA board/general membership meeting? If no, Comments: Recommendation: A budget report showing income and expenses in each budget line should be presented at every PTA Board/general membership meeting.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
3. Is a copy of the adopted audit report sent to the state office each year?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
4. Are there any irregularities in the budgeted amounts to actual expenses/income? If yes, We (the Board) voted to increase the budget for the Water Bottle Station. In the end, however, it ended up costing less than the original budget amount. Recommendation: any budget amendment over \$500 must be approved by your general membership. The only other two adjustments were reclasses b/w categories. They were both voted on and approved by the Board.		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Treasurer's Reports:	Treasurer	Audit Committee
1. Was a detailed, written treasurer's report presented at every PTA board/general membership meeting? If no, NOTE: presented in excel format Comments: Recommendation: A treasurer's report detailing income and expenses and reconciled to the bank statement must be	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

presented at every PTA board/general membership meeting.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Were the reports clear, concise and easily understood?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Did the reports show, in detail, the source(s) of all income and expenses?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
2. Did the treasurer prepare an annual or year-end detailed, written report? <i>Note: also in excel format</i>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
3. Do the canceled checks and the entries in the checkbook and the treasurer's reports all agree?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
4. Do the deposit slips and the entries in the income ledger and the treasurer's reports all agree?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
5. Have all financial obligations of the PTA been paid in full?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Bank Reconciliation:	Treasurer	Audit Committee
1. Were the bank statements reconciled every month? If no, when were they reconciled? Comments: Recommendation: Bank statements must be reconciled every month.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
2. Are bank reconciliations verified each month by individuals that are not authorized to sign checks? If no, were they verified in any months? <i>No</i> Comments: Recommendation: Bank statements must be opened by a non-signer and must be verified against the treasurer's report every month.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
3. Did the year-end financial report reconcile with the final bank statement?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Financial Procedures and Controls:	Treasurer	Audit Committee
1. Are all PTA monies kept separate from school, personal or other organization's funds?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
2. Are the state and national portions of membership dues sent to the Virginia PTA state office before December 1st? If no, Comments: Recommendation: Membership funds belonging to Virginia and National PTA are transfer funds and should be remitted to Virginia PTA.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
• Do the deposit records for membership match the membership numbers? If no, Comments: Recommendation: membership funds belonging to Virginia and National PTA should be remitted to Virginia PTA and are not included in your PTA budget.		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
What was the PTA's total membership count for the year?	<u>350.</u>	
PTA membership dues are \$ <u>15</u> per member for the <u>2017-2018</u> school year.	<i>complete section</i>	

<p>What was the date and dollar amount of dues sent to Virginia PTA?</p> <p>o Date: <u>11/10/2017</u> Amount: <u>\$1312.50</u></p> <p>o Date: <u>2/12/2018</u> Amount: <u>\$ 0.00</u></p> <p>o Date: <u>6/1/2018</u> Amount: <u>\$ 0.00</u></p>	complete section	
<p>What was the amount of dues paid to Council, if applicable?</p> <p>o Date: <u>11/10/2017</u> Amount: <u>\$ 87.50</u></p> <p><u>6/1/2018</u> <u>\$ 0.00</u></p>	complete section	
<p>3. Was there a proper invoice or receipt for each expenditure? If no, Comments: Recommendation: There must be a receipt or invoice for every check written. If there is no receipt, no check should be written.</p>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<ul style="list-style-type: none"> <li>Was every expense checked against the budget before authorization?</li> <li>Were receipts and invoices matched against the request before payment?</li> <li>Is there a time limit for reimbursements?</li> </ul>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
<p>4. Is there a policy that prohibits the signing of blank checks? Are all checks signed by at least two authorized people? If no, how often were they only signed by one person? Comments: every check only signed by Treasurer Recommendation: all checks must be signed by 2 people.</p>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<ul style="list-style-type: none"> <li>Was the check register kept current?</li> <li>Are all checks used in sequential order?</li> <li>Are all checks accounted for, including voided checks?</li> </ul>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
<p>Were there any checks written to "cash" or cash withdrawals? If yes, list: Amount: _____ Date: _____ Check #: _____ Amount: _____ Date: _____ Check #: _____ Amount: _____ Date: _____ Check #: _____ Comments: Recommendation: NEVER write a check to "cash". There is no record of how your PTAs funds were spent.</p>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<p>5. Is signatory paperwork up-to-date with at least three (3) signatures? <u>2 signatures; No signature cards given - new BOA policy for security.</u></p>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
<p>Does the PTA/PTSA have checking account? With which bank? <u>Bank of America</u></p>	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
<p>Does the PTA/PTSA have a savings account? With which bank? _____</p>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
<p>Does the PTA/PTSA have any certificates of deposit?</p>	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

With which bank? _____		
Does the PTA/PTSA have a debit card? If yes, <i>Treasurer used for small administrative expenses like stamps, envelopes.</i> Comments: <i>expenses like stamps, envelopes.</i> Recommendation: Virginia PTA strongly advises units not to hold debit cards as they can be easily misused.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
6. Are at least two people involved in the processes of depositing funds and handling cash? If no, how often did only one person count? Comments: <i>Most deposits were checks but cash collected at events like Tiger Time and Rock to School Night was counted by 2 people.</i> Recommendation: A deposit reconciliation form must be used for every cash deposit, with two people counting the funds every time. A "cash counting sheet for event" may also be used (National PTA).	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Were all funds deposited promptly? (within the next business day) If no, how much time lapsed? <i>With a day or two. Reasonable time frame given other responsibilities.</i> Comments: Recommendation: PTA funds should never be taken home with you and should be deposited the same day they are received or the next business day.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Was all income properly allocated into the appropriate budget line?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	

Insurance:	Treasurer	Audit Committee
1. Are insurance policies in force to protect the PTA against loss of property by reason of fire, theft or other casualty?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
2. Are liability policies in effect to protect PTA officers and members, schoolchildren or other third parties where PTA projects or activities may result in an accident?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
3. Are the treasurer and all others authorized to handle PTA funds covered by a fidelity bond in the amount determined by the board?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Internal Revenue Service (IRS) and Tax Forms:	Treasurer	Audit Committee
1. What is the PTA/PTSA's Employer Identification Number (EIN)? <i>52-1288822</i>		
2. A copy of the letter from Virginia PTA verifying your PTA as a subordinate of the Virginia PTA with our 501c(3) Determination Letter and your Sales Tax Exemption Certificate are in your permanent files.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
3. Has the IRS form 990, 990-EZ or E-Postcard been filed with the IRS?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Has it been forwarded to Virginia PTA? (the e-mail confirmation may be forwarded for the E-Postcard)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
4. Is the PTA/PTSA incorporated?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
• If "YES", has an annual corporate report been filed with the state government, as required?	<input type="checkbox"/> Yes <input type="checkbox"/> No	<i>N/A</i>
• Does the annual report reflect current officers and/or a	<input type="checkbox"/> Yes <input type="checkbox"/> No	

registered corporate agent? \_\_\_\_\_

<b>Fundraising, Corporate Sponsorship and Grants:</b>		<b>Treasurer</b>
1. Did the PTA follow the 3 to 1 rule for fundraising (reference "Standards for PTA Fundraising" at <a href="http://www.ptakit.org">www.ptakit.org</a> )		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
2. Did the PTA ensure fundraisers did not exploit children?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
3. Were all fundraisers approved by the general membership?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
4. Was care taken to see that no laws were violated during fundraisers?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
5. Were all school system policies for fundraisers followed?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
6. Did the President sign all fundraising contracts?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
7. Were sufficient procedures in place to ensure the safe handling of funds?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
8. Did the PTA receive any money from grants? If "YES" list: <u>N/A</u> Grant Source _____ Amount _____		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Were monies expended in accordance with grant application? <u>N/A</u>		<input type="checkbox"/> Yes <input type="checkbox"/> No
9. Did the PTA receive any money or goods from corporate sponsorships? Was the money or goods used according to the request?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

<b>Leadership Training</b>	<b>Treasurer</b>
1. Were officers sent to Leadership Training and Annual Conference?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
2. Did officers participate in District or Council training?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
3. Did officers complete National PTA E-learning courses?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

**Auditors Additional Comments and Recommendations:** (use additional space as needed)

Audit Report for: Luther Jackson Middle School PTA

Luther Jackson Middle School PTA

EIN: 52-1288822

Date of audit: 7/4/2018

Audit period from 7/1/2017 to 6/30/2018

Last audit period from 7/1/16 to 6/30/17 Ending balance: \$ 27,929.57

1. Beginning Balance (Should match prior audit "Ending Balance")	\$ 27,929.57
2. Receipts (Total of all deposits and credits)	\$ 32,654.56
3. Add line 1 and line 2:	\$ 60,584.13
4. Expenses (Total of all checks written and debits)	\$ 28,089.74
5. Subtract line 4 from line 3 for "ENDING BALANCE" (Should match check register) <span style="float: right;">TREASURER'S RECORDS</span>	\$ 32,494.39

OUTSTANDING CHECKS AND DEPOSITS:

6. Balance on Last Bank Statement:	\$ 33,082.39																											
<b>Outstanding Checks:</b>																												
<table border="1"> <thead> <tr> <th>Check #</th> <th>Payable to:</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>2016 1398</td> <td>2017 *1415*</td> <td></td> </tr> <tr> <td>2016 1400</td> <td>2017 *1420* All to "Dr. Son"</td> <td></td> </tr> <tr> <td>2016 1401</td> <td>2017 *1423*</td> <td></td> </tr> <tr> <td>2017 1410*</td> <td>2017 *1428</td> <td></td> </tr> <tr> <td>2017 1411*</td> <td>2017 *1432</td> <td></td> </tr> <tr> <td>2017 1412*</td> <td></td> <td></td> </tr> <tr> <td>2017 1414*</td> <td>12 x \$49</td> <td></td> </tr> <tr> <td colspan="2">Total outstanding checks:</td> <td>\$ 588.00</td> </tr> </tbody> </table>	Check #	Payable to:	Amount	2016 1398	2017 *1415*		2016 1400	2017 *1420* All to "Dr. Son"		2016 1401	2017 *1423*		2017 1410*	2017 *1428		2017 1411*	2017 *1432		2017 1412*			2017 1414*	12 x \$49		Total outstanding checks:		\$ 588.00	
Check #	Payable to:	Amount																										
2016 1398	2017 *1415*																											
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Total outstanding checks:		\$ 588.00																										
7. Subtract total for Outstanding Checks from Line 6.	\$32,494.39																											
<b>Outstanding Deposits</b>																												
<table border="1"> <thead> <tr> <th>Source of Deposit</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> </tr> <tr> <td>TOTAL OUTSTANDING DEPOSITS:</td> <td>\$</td> </tr> </tbody> </table>	Source of Deposit	Amount							TOTAL OUTSTANDING DEPOSITS:	\$																		
Source of Deposit	Amount																											
TOTAL OUTSTANDING DEPOSITS:	\$																											
8. Add total Outstanding Deposits to Line 7.	\$ 0.00																											
9. Enter amount in line 8 to verify "ENDING BALANCE" Should match check register and amount in Line 5. <span style="float: right;">BANK RECORDS</span>	\$ 32,494.39																											