SAN LEANDRO UNIFIED SCHOOL DISTRICT

2017-18 AUDIT REPORTS

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Assistant Superintendent

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Overview

Review 2017-18 District Audit – All Funds

Review 2017-18 Bond Audit – Financial and Performance

- 2017-18 Measure J1 Audit
- *Final Measure B and M Audits were received last year*

2017-18 Audit

- District's Auditor is Vavrinek, Trine, Day & Company (VTD)
  - SLUSD under contract with VTD through 2019-20 fiscal year audit
- SLUSD has been with VTD partner Xiupin Guillaume for past six years.
- Beginning this audit year, we have moved to VTD partner Terri Montgomery
- For fiscal year 2017-18, auditors visited Roosevelt, Bancroft, SLHS, Lincoln, and Lighthouse

2017-18 Audit – Net Position

- Since 2014-15, district audits are required to include "share" of state-wide unfunded pension liabilities.
- SLUSD net pension liability for PERS and STRS: $108.2 million
  - Net pension liability for PERS and STRS was $95.1 million
- SLUSD has negative "net position" of ($48.1 million)
  - Net position was ($39.1 million) last year

2017-18 Audit Finding

- Finding: Invoice from bond program (HVAC at Washington) was dated 6/30/2018 but received in August – for ongoing work. Payment should have been made from 2017-18.
  - Bond Office will work with vendors to ensure earlier invoicing next year so proper year can be charged
- Business Office has developed an online manual (Google Team Drive) with business forms and cash handling procedures for sites.
  - Manual will continue to be improved to strengthen district internal controls and make operations more efficient

2017-18 Bond Audit

- A requirement of a Prop 39 (55%) bond measure is to carry out an annual financial and performance audit.
- Bond audit was performed at the same time as the district audit.
- Bond and district audit included same finding regarding HVAC invoice paid in 2018-19.

2017-18 Audit

- VTD issued an unmodified opinion for the financial statements (this means it was a clean opinion – fairly stated).

Governing Board Recommendation

Accept the following 2017-18 Audits:

- District Financial Audit
- Measure J1 Financial and Performance Audits

Questions or Comments?