SAN LEANDRO UNIFIED SCHOOL DISTRICT

2019-20 AUDIT REPORTS

Kevin Collins, Ed.D.
Assistant Superintendent

December 15, 2020

Overview

- Review 2019-20 District Audit – All Funds
- Review 2019-20 Measure J1 Bond Audit – Financial and Performance
- Review 2019-20 Measure N Bond Audit – Financial and Performance

2019-20 Audit

- 2019-20 is the final year of a 3 year agreement with our auditor, EideBailly
- EideBailly requested a renewed agreement letter reflecting name change – on consent agenda tonight.
- Audit process began last spring and all visits were all completed remotely due to Shelter-in-Place and school closure

2019-20 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: $116 million
  - Net pension liability for PERS and STRS was $111 million for the prior year
- SLUSD has negative "net position" of ($43.7 million)
  - Net position was ($47.3 million) last year

2019-20 Audit Findings

- Copies of student work for short term Contract Independent Study (CIS) absences was not maintained by one school.
  - District is able to claim ADA for absences of at least 5 days through short term CIS process.
  - Work must be kept for auditor to verify.
  - One school did not maintain work for any students – so 5.23 ADA will be returned to state.
  - District will submit corrected P2 report.
  - The auditor values the ADA at $60,134 for 2019-20
  - With no CIS during distance learning, this is not likely to be repeated.
  - We will work with principals in 2021-22 to review all CIS guidelines.

2019-20 Bond Audits

- A requirement of a Prop 39 (55%) bond measures is to carry out an annual financial and performance audit.
- Bond audits w performed at the same time as the district audit on both Measure J1 and Measure N.
- Measure N had no expenditures other than costs of issuance (Series A issued May 2020).

2019-20 Audit

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

Governing Board Recommendation

Accept the following 2019-20 Audits:

- District Financial Audit
- Measure J1 Financial and Performance Audits
- Measure N Financial and Performance Audits

Questions or Comments?