



## Agenda Item Details

Meeting	Feb 09, 2021 - Board of Trustees Meeting
Category	9. Action: Business and Administrative Services
Subject	9.01 Action to Approve Acceptance of the Audited Reports of the Bond Construction Fund for the Fiscal Year Ending June 30, 2020: Measure S Financial Audit & Performance Audit.
Type	Action
Recommended Action	The Chancellor recommends approval.

### Presenter

David El Fattal

### Background/Analysis

Proposition 39 (55% School Construction Bond Vote) mandates that the District conduct an annual, independent financial audit of the proceeds from the sale of the Measure S bonds, until all of the proceeds have been expended for facilities projects, as well as an annual, independent performance audit to ensure that the funds have been expended only on the specific projects listed on the ballot.

There were no findings related to the financial audit of the Measure S Bond Construction Fund for the year ended June 30, 2020. The external auditor issued an unmodified opinion. An unmodified opinion is the best opinion possible. The auditor did not identify any deficiencies in internal control that are considered to be material weaknesses. The results of the audit indicate that the District expended Measure S bond funds only for the specific projects developed by the District and approved by the voters. Additionally, there were no questioned costs reported in the Financial Audit and there were no findings of unauthorized bond project or unallowable administrative expenditures reported in the Performance Audit.

The Measure S Bond Construction Fund was established for the purpose of carrying on specific activities and attaining certain objectives in accordance with special regulations, restrictions and limitations. Therefore, when all bond proceeds have been fully expended, the fund will be terminated. The District has spent down all remaining funds in the Measure S Bond Construction Fund and completed the Measure S bond program.

Copies of audit reports and related audit communications with the audit firm, CliftonLarsonAllen LLP, are available for review in the office of the Vice Chancellor, Business and Administrative Services.

A representative from CliftonLarsonAllen will be present to comment and respond to questions concerning the annual audit.

### Impact of Approval

The District's reporting obligations to stakeholders like the California Community Colleges Chancellor's Office can be met in a timely manner.

### Impact of Non-Approval

The District's reporting obligations to stakeholders like the California Community Colleges Chancellor's Office may be delayed or may be negatively impacted.

### Fiscal Impact

None

### Further Information

David El Fattal

[2019-20 Bond Audit Governance Letter.pdf \(172 KB\)](#)

[2019-20 Bond Audit Report.pdf \(327 KB\)](#)

## Motion & Voting

The Chancellor recommends approval.

Motion by Trustee Dianne McKay, second by Trustee Bernardo Perez.

Final Resolution: Motion was approved.

Yes: Trustee Joshua Chancer, Trustee Gabriela Torres, Trustee Stan Mantooth, Trustee Dianne McKay, Trustee Bernardo Perez