

**Issaquah School District
Executive Limitations Monitoring Report**

**EL-5 Actual Financial Condition and Activities
Annual External - October 26, 2023
Monitoring the 2021-22 School Year**

The Superintendent certifies that the District is in compliance with EL-5 with an exception.

With respect to the actual, ongoing financial condition and activities of the District, the Superintendent shall not cause or allow the development of fiscal jeopardy or material deviation of actual expenditures from Board priorities established in Ends policies.

Interpretation:

I interpret this to mean that we will manage the District's program and budget to avoid any risk of fiscal jeopardy or material deviation of budgeted expenditures.

Evidence of Compliance:

I certify that the District is not at risk of financial jeopardy as demonstrated by periodic financial reports.

The Board has been previously provided electronic copies of the 2021-22 Financial Statement and Single Audit Report. This report states that the District is accountable for public resources and has complied with applicable state laws, regulations and its own policies, and provided adequate controls over the safeguarding of public assets with an exception

The District received a Federal audit finding related to the Emergency Connectivity Fund grant. We do not concur with the audit finding and provide further explanation in the formal audit response HERE.

Note as of October 2023: The 2021-22 Accountability Audit Report is unavailable as this time due to delay in the WA State Auditor's Office completing the audit. Statewide focus on school district federal grants, specifically the Emergency Connectivity Fund, has delayed audit work at local entities. This has postponed the accountability audit work and resulting report for our district. The current estimate for completion and release of the report is December 2023.

Audit standards (SAS 114) require that audit results be directly communicated by the State Auditor's Office to all members of the governing body of the entity. This audit standard adds another line of communication to all members of the governing body, ensuring timely receipt of the annual audit reports.

Board acceptance: October 26, 2023