

**Riverside Unified School District
Business and Governmental Relations Division**

Board Finance Subcommittee Meeting

Superintendent's Office

November 30, 2009

2:00 p.m.

CALL TO ORDER – Dr. Beaty called the meeting to order at 2:00 p.m.

PRESENT: Ms. Kathy Allavie, Dr. Charles Beaty (Chair), Dr. Rick Miller,
Mr. Mike Fine, Ms. Sandie Meekins, and Mrs. Joyce Threadgold
(recorder)

ALSO PRESENT FOR A PORTION OF THE MEETING:

Mr. Scott Gustafsson, Audit Manager and Brian Ruff, Partner,
Vavrinek, Trine, Day & Co., LLP

INFORMATION

1. Approval of the Board Finance Subcommittee Meeting Minutes – September 3, 2009

Ms. Allavie moved and Dr. Beaty seconded the approval of the September 3, 2009 minutes.

2. Review the Annual Financial Report and Audit for the Year Ending June 30, 2009

The Committee will review the Annual Financial Report and Audit for the Year Ending June 30, 2009.

Mr. Fine welcomed Mr. Gustafsson and Mr. Ruff from Vavrinek, Trine, Day & Co. They distributed a copy of the 2008/09 Annual Financial Report that was prepared for the Riverside Unified School District, as well as the Executive Summary which is a synopsis of the process used to prepare the audit.

Mr. Gustafsson and Mr. Ruff reviewed the outcome of the annual audit process for the year ending June 30, 2009. The report is not quite complete but will be by the December 15 deadline. They reported that there are no findings, “a clean audit”. The report will be presented to the entire Board at their January meeting.

Dr. Beaty questioned whether the auditors had followed up on the Student Body accounts that were questioned in the interim findings. Mr. Fine explained that the auditors made subsequent visits to the sites in question and at this point in time the auditors updated the status on these items. The auditors are satisfied with the corrective actions that were taken.

The last item shared with the Committee from Mr. Ruff was the draft letter that will be presented to the Board of Education, explaining the process of the audit and the findings.

3. Review the First Period Interim Financial Report

The Committee will review the First Period Interim Financial Report

Mr. Fine distributed the First Interim Financial Report to the Committee. He directed the Committee to the standards and criteria portion of the report and explained that there aren't any significant changes from the revised budget on September 8th and this version.

The First Period Interim Report was reviewed with a focus on the resulting certification. The report does not meet the standards and criteria for a positive certification. The Subcommittee discussed the options of a qualified or negative certification. Staff has recommended a qualified certification based on the unresolved shortfalls in the multiyear projections. The Board will consider the report and the certification at the December 7 Board Meeting.

4. Disclosure of Tentative Agreement Between Riverside Unified School District and its Employees Represented by California School Employees Association (CSEA)

Mr. Fine explained to the Committee that there are a number of articles open with CSEA, but the only one being brought forward at this time is Article IX – Health and Welfare Benefits for the 2010 plan year. He further stated that it contains four basic changes, these changes represents a year's worth of work with the Insurance Committee. This Committee is made up of CSEA, RCTA, Managers, and our broker.

The agreement with CSEA incorporates a restructuring of the health and welfare benefit package for classified employees' that was recommended by the Insurance Committee. All changes are effective January 1, 2010 for the 2010 Plan Year. The major elements of the agreement are as follows: Two alternative plans to the current Kaiser HMO plan will be offered. They include the current RUSD Health Plan PPO and a new RUSD Health Plan EPO(exclusive provider option). The Kaiser HMO plan will now be procured through SCEET.

PUBLIC RELATIONS

1. Unscheduled Communications

There were no unscheduled communications.

ADJOURNMENT

The meeting was adjourned at 4:02 p.m.