

Agenda Item B.8

August 21, 2005

TO: Citizens' Bond Oversight Committees (CBOC)

FR: Audit Subcommittee

Cathy Swift, Chair, Ludmyrna Lopez, and Anton Jungherr

RE: Bond Financial Audit for Fiscal Year Ended June 30, 2005

The Bond program is required to have a financial audit each fiscal year in addition to the semi-annual performance audits performed by Total School Solutions.

Thompson, Cobb, Bazilio & Associates, PC performed the bond financial audit for the fiscal year ended June 30, 2004. This audit was due December 15, 2004. As of this date the audit has not been completed and is eight months past due.

The bond financial audit for the fiscal year ended June 30, 2005 is due December 15, 2005.

Perry-Smith, LLP has been contracted by the District to perform the regular independent financial and compliance audit for the fiscal year ended June 30, 2005. It would be cost effective for Perry-Smith, LLP to perform the bond financial audit for the year ended June 30, 2005. This would insure that this audit is completed by the December 15, 2005 deadline.

Recommendation

That the District contract with Perry-Smith, LLP to perform the bond financial audit for the fiscal year ended June 30, 2005 on the condition that said audit be completed by December 15, 2005.