

MOUNTAIN VIEW WHISMAN SCHOOL DISTRICT

MEASURE G BOND BUILDING FUND

FINANCIAL & PERFORMANCE AUDIT

FISCAL YEAR ENDING JUNE 30, 2019

PRESENTED BY: KYLE MONTGOMERY, CPA



Introduction and Citizens' Oversight Committee (COC) Member Listing

- Verify the District has established a COC and is actively seeking community participation
- Ensure composition of the committee in comparison with Education Code requirements (7 Members)
- Frequency of COC meetings relative to current stage of program in bond life cycle
- Verify District has provided most recent audit to COC within 3 months of issuance per Senate Bill 581
- Verify COC issues annual report per 15280(b)

Audit Objectives – Financial

A financial statement audit is the examination of an entity's financial statements and accompanying disclosures by an independent auditor. The result of this examination is a report by the auditor, attesting to the fairness of presentation of the financial statements and related disclosures. The auditor's report must accompany the financial statements when they are issued to the intended recipients.

Note: We are only issuing an opinion on the Measure G Bond Building Fund

Opinion – On Financial Statements

PDF Page 4, first paragraph:

In our opinion, the financial statements referred to **above present fairly**, in all material respects, the respective financial position of the *Measure G Bond Building Fund of Mountain View Whisman School District* as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Financial – Substantive Procedures

- Cash – Review county treasury records to confirm accuracy
- Accounts receivable - Confirm account balances, investigate subsequent collections, mainly relates to interest earned on cash in county treasury (Q4 interest accounted for in 2018-19 fiscal year)
- Accounts payable – Confirm significant accrued invoice amounts, test year-end cutoff to determine if there are any unrecorded amounts.
- *Revenue* – Typically only interest revenue. Examine escrow statements and official statements to determine recorded correctly
- *Expenditures* – Examine documents supporting a selection of expenditures and interfund transfers, review subsequent transactions.

Audit Objectives – Performance

“Performance audits entail an objective and systemic examination of evidence to provide an independent assessment of the **performance and management of a program against objective criteria.**”

- U.S. Government Accountability Office (GAO)

Performance Testing – Expenditure Testing

Measure G Bond Building Fund – Coverage Amounts

- \$14.6 million (30%) of project expenditures
- \$43,181 (73%) of personnel expenditures

Performance Testing – Site Review

Measure G Bond Building Fund

- Bubb Elementary School
 - Classroom Modernization
 - Expansion
 - Reconfiguration
- Stevenson Elementary School
 - Multi-Purpose Room
 - New Classroom Buildings
 - Library
 - Administration Building

Performance Testing – Public Bidding & Change Orders

Measure G Bond Building Fund

- Bidding
 - Stevenson Landscaping Project
 - District Monument Signs
- Change Orders
 - Beals Martin & Associates
 - Premier Builders

Report on Performance

Internal Controls

- Significant Deficiency – None Reported
- Material Weakness – No

Performance – Unmodified Opinion

In our opinion, based on the fieldwork described above as well as the other tests that we conducted, the District **complied with the compliance requirements** for the Measure G as listed and tested.