



District Business & Advisory Services

Judy Lee Kershaw: Director- DBAS: 408-453-6599

Bulletin: 19-021

Date: February 1, 2019

To: District Chief Business Officers and Fiscal Directors
Charter School Administrators

From: Ann Redd-Oyedele, District Business Advisor - Senior

Re: Auditor Selection for the Fiscal Year 2018-19 Financial Audit

In accordance with Education Code (EC) Section 41020, the governing board of each school district shall provide for an audit of the books and accounts of the school district. In the event the governing board of a school district has not provided for an audit by April 1, the County Office of Education, having jurisdiction over the district, shall provide for the audit.

When contracting for audit services, please note the following:

- The audit contract must contain a ten percent withholding clause per EC 14505 and, if applicable, a provision to withhold 50% of the audit fee for any subsequent year of a multi-year contract if the prior year’s audit report was not certified as conforming to reporting provisions of the audit guide.
- Per EC 41020(f)(2), there is a limit of six consecutive years for any firm where the partner in charge of the audit and the reviewing partner have been the same in each of those years. The law does allow the six-year limitation to be waived by the Education Audits Appeals Panel if it finds that no other eligible auditor is available to perform the audit.
- Selected auditors must be informed that they must submit copies of the audit report to the Santa Clara County Office of Education by December 15, 2019. Additionally, one electronic file (pdf) should be sent to DBAS (annie_romero@sccoe.org).
- Fiscally accountable or independent school districts must have their selected auditor include a statement in the NOTES section of the audit report stating that sufficient controls are still in place to allow the district to remain fiscally accountable or fiscally independent. Failure to provide this statement may result in the County Office of Education requiring a special independent audit at the expense of the district.

Please complete the attached disclosure form and submit it to the Santa Clara County Office of Education by **March 29, 2019**. In the event the governing board of a local educational agency has not provided for an audit of the books and accounts of the local educational agency by April 1, 2019, pursuant to EC 41020(b)(3), the County Superintendent of Schools shall provide for the audit and the cost of the audit shall be chargeable to the LEA.

A list of Certified Public Accountants in California is located on the State Controller’s Office Web Site:

<https://cpads.sco.ca.gov/>

Additionally, the DBAS webpage <https://www.sccoe.org/depts/bizserv/DBAS/Documents/AuditorsbyDistrictandCharter.pdf> lists the audit firms selected by each district.

If you have any questions, please contact me at (408) 453-6593 or your District Business Advisor:

Susan Ady	(408) 453-6957
Stephanie Lo	(408) 453-4327
Anita Maharaj	(408) 453-6594
Yen Lam	(408) 453-6510



Santa Clara County Office of Education

Mary Ann Dewan, Ph.D.
County Superintendent of Schools

Deadline: March 29, 2019

Subject: SELECTION OF AUDITORS FOR FISCAL YEAR 2018-19

Return to: Annie Romero, DBAS Admin.
Annie_Romero@sccoe.org
Santa Clara County Office of Education
District Business and Advisory Services, Mail Code 252
1290 Ridder Park Drive
San Jose, CA 95131
FAX (408) 453-6653

Date: _____

In accordance with Education Code Section 41020, the governing board of School District has selected the following firm to audit the books and accounts of the district for the fiscal year ending June 30, 2019:

Firm Name		Telephone Number
Partner in Charge		Reviewing Partner
Address		
City	State	Zip Code

Stated Maximum Audit Fee:

For a multiple year contract, state the fiscal years covered:

Fiscal Year:					
Amount:					

For Fiscally Accountable and Fiscally Independent districts, please state the name, title, and email address of the Disbursing Officer and the value of the fidelity bond.

Signature, Chief Business Official

Date

County Board of Education: Joseph Di Salvo, Rosemary Kamei, Kathleen M. King, Grace H. Mah, Peter Ortiz, Claudia Rossi, Anna Song
1290 Ridder Park Drive, San Jose, CA 95131-2304 (408) 453-6500 www.sccoe.org

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