

Minutes of the June 14, 2018 Audit Committee Meeting

PRESENT: Suzanne Espinoza, Ralph Bucheli

STAFF: Darrell Haydon, Wendy Olmstead, Amanda Nelson, Cara Kiely

TELECONFERENCE: Robert LaCour

I. WELCOME AND CALL TO ORDER

The meeting was called to order by R. Bucheli at 8:22 a.m.

II. APPROVAL OF MINUTES

A. Auxiliary and Business Services Audit Committee Meeting March 8, 2018
(Attachment II-A)

Motion to approve the minutes of the March 8, 2018 ABS Audit Committee Meeting (MSP, Espinoza/Bucheli).

III. DISCUSSION & REPORTS

A. 2017/18 Audit Plan presented by external audit firm Aldrich CPAs + Advisors LLP
(Attachment III-A)

R. LaCour presented the 2017/18 audit plan, which outlines the auditor's responsibilities and the scope and timing of the audit as well as risk factors and professional and regulatory changes.

LaCour provided an explanation of ASU No. 2016-14, a financial reporting standard for not-for profits, issued by the Financial Accounting Standards Board (FASB) in 2016. The new standard simplifies and improves how not-for-profits classify net assets and present information about liquidity, financial performance, and cash flows to provide more relevant information to donors, grantors, creditors, and other users. A discussion was held regarding early adoption of ASU No. 2016-14 and potential impacts to current ABS accounting procedures. The committee agreed that no business purpose exists to early adopt, but staff will review the requirements of the new standard and will prepare for how the financial statements and the systems and processes used to produce them will change.

IV. AUDITOR & COMMITTEE CONFERENCE SESSION

Auditor & Committee Conference Session in accordance with California Education Code, Section 89923, et seq. (Auditor & Committee discussion without public, management & staff present).

The Audit Committee waived the closed conference session.

V. NEW BUSINESS

A. Appointment of Independent Auditors Fiscal Year Ended June 30, 2018

Motion to appoint Aldrich CPAs + Advisors LLP as independent auditors for the fiscal year ended June 30, 2018, without early adoption of ASU No. 2016-14 (MSP, Espinoza/Bucheli).

B. Review and Approve Financial Report for Nine Months Ended June 30, 2018
(Attachment III-B)

C. Kiely summarized the Financial Report with an explanation of expenditures.

Motion to approve Financial Report for Nine Months Ended June 30, 2018 (MSP, Espinoza/Bucheli).


VI. NEXT MEETING DATE

Thursday, September 13, 2018 – 8:15 a.m. to 9:00 a.m.

VII. ADJOURNMENT

The meeting was adjourned at 9:05 a.m.

Respectfully Submitted,



Wendy Olmstead