

Rancho Santiago Community College District

BOARD FISCAL/AUDIT REVIEW COMMITTEE MEETING

Monday, November 30, 2015

2323 North Broadway, Room #114

Santa Ana, California

MINUTES

- 1.1 The meeting was called to order at 8:25 a.m. by Mr. Phil Yarbrough. Other member present: Ms. Claudia Alvarez.

Others present: Mr. Rick Alonzo and Mr. Ryan Milligan (both of Vavrinek, Trine, Day & Co., LLP), Mr. Peter Hardash, Mr. Richard Kudlik, Mr. Adam O'Connor, Dr. Raúl Rodríguez, and Ms. Anita Lucarelli as record keeper.

- 1.2 Pledge of Allegiance to the United States Flag

The Pledge of Allegiance was led by Mr. Yarbrough.

- 1.3 Public Comment

There was no public comment.

- 1.4 Approval of Minutes

It was moved by Mr. Yarbrough and seconded by Ms. Alvarez to approve the minutes of November 17, 2014. The motion carried with the following vote: Aye –Ms. Alvarez and Mr. Yarbrough.

2.0 FINANCIAL AUDIT REPORTS

- 2.1 Review of RSCCD Fiscal Year 2014-2015 Independent Audit Reports

Mr. Alonzo reviewed the audit reports for the following entities and rendered the opinion that the financial statements are unmodified:

- a. Rancho Santiago Community College District (RSCCD)
- b. RSCCD Foundation
- c. SAC Foundation
- d. SCC Foundation
- e. Proposition 39 General Obligation Bonds Measure E Bond Program performance and financial
- f. Proposition 39 General Obligation Bonds Measure Q Bond Program performance and financial

2.1 Review of RSCCD Fiscal Year 2014-2015 Independent Audit Reports (contd.)

The committee discussed the changes made in the audits due to the district's adoption of the new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*. Due to GASB 68, the district's unrestricted funds have a negative balance.

There were no findings for the fiscal year ended June 30, 2015, on the three foundation reports and the RSCCD annual financial report.

There were no findings related to the Proposition 39 General Obligation Bonds Measure E Bond Program performance and financial audits for the years ended June 30, 2015.

There were no findings related to the Proposition 39 General Obligation Bonds Measure Q Bond Program performance and financial audits for the years ended June 30, 2015. It was noted that this was the first audit for Measure Q funds.

The committee recommended bringing the independent audit reports to the full board for approval.

3.0 ADJOURNMENT

Chairperson Yarbrough declared this meeting adjourned at 8:55 a.m.

Minutes Approved: November 21, 2016