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Audit Results

Chabot Las-Positas
Community College District

June 30, 2022 Audit



Audit Results

Type of Opinion	Findings and Questioned Costs
District Financial Statements	No matters were noted
<u>Opinion Unit:</u> - Business Type Activities - Unmodified - Fiduciary Activities – Unmodified	
Federal Compliance (HEERF and TRIO) – Unmodified	No matters were noted
State Compliance – Unmodified	No matters were noted
OPEB Trust Financial Statements – Unmodified	No matters were noted
Measure A & B Bond Financial Statements – Unmodified	No matters were noted
Measure A & B Bonds - Performance Audits	No matters were noted
Foundation Audits: Friends of Chabot and CLP Foundation	Audits in process; no matters noted to date.



Responsibilities

- Management is responsible for:
 - Preparation and fair presentation of the financial statements
 - Compliance with the requirements of State laws & regulations
 - Compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs
- Auditor is responsible for conducting the audit in accordance with applicable standards:
 - Auditing Standards Generally Accepted in the United States of America
 - Government Auditing Standards
 - California Chancellor's Office *Contracted District Audit Manual*
 - Uniform Guidance – Compliance Supplement



Responsibilities (continued)

- Auditor is responsible for expressing an opinion on the financial statements
- Auditor is responsible for expressing an opinion on the District's State and Federal compliance
- Auditor is responsible for expressing an opinion on the District's compliance with the requirements of Proposition 39, as specified by Section 1(b)(3)(C) of Article XIII A of the California Constitution

New Accounting Standards Implemented

- **Governmental Accounting Standards Board (GASB) Standard No. 87 – Leases**
 - *GASB Statement No. 87 requires the recognition of certain assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Under this statement a lease is required to be recognized as a lease liability and an intangible right to use lease asset and the lessor is required to recognize a lease receivable and deferred inflow of resources. Based on the implementation of GASB Statement No. 87, on July 1, 2021 the District recognized lease receivables and related deferred inflows of resources of \$3,171,977. Additionally, the District recognized a lease liability and a leased asset both in the amount of \$7,749,682. There was no change in the District's net position as a result of the implementation.*



Required Communications

- Significant transactions/events
 - Debt refunding
- There were no material corrected audit adjustments
- One waived audit adjustment:
 - Cash in county treasury fair value adjustment: waived adjustment of approximately \$4,047,000 to decrease cash and record unrealized loss for market adjustment
- There were no difficulties encountered with management
- There were no disagreements with management
- No consultation with other accountants

Questions?



Thank You

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Partner**

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