

# Audit Report

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# Outline

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2. Audit Report
  1. What it is?
  2. When it is due to USBE?
  3. What do we do with it?
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  2. Trends
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# Calendar

		20X1			20X1			20X1			20X1			20X2			20X2		
		JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
<b>Budget Review</b>	<ul style="list-style-type: none"> <li>Original (Adopted) Budget</li> <li>Final Budget, as legally amended</li> </ul>	●												●					
<b>Actuals</b>	<ul style="list-style-type: none"> <li>Due October 1</li> <li>AFR/APR</li> </ul>				●									●					
<b>F/S and Audit Reports Due</b>	<ul style="list-style-type: none"> <li>Due November 30th</li> <li>UPEFS to Audited F/S Reconciliations</li> </ul>				●												●		
<b>Indirect Costs, Deferred Revenue</b>	<ul style="list-style-type: none"> <li>Data by Dec 15</li> <li>Data by Dec 31</li> </ul>				●●												●		
<b>USBE Financial Reporting</b>	<ul style="list-style-type: none"> <li>Superintendent's Report</li> <li>Feds</li> <li>State, USBE</li> </ul>							-											
<b>Legislative Session</b>	<ul style="list-style-type: none"> <li>Fiscal Notes</li> <li>Performance Notes</li> <li>Business Cases</li> </ul>							-											
<b>Audit Report &amp; Audit Findings Review</b>	<ul style="list-style-type: none"> <li>Findings Review</li> <li>Risk Assessment</li> <li>Gov-wide Data Collection</li> <li>Letters sent</li> </ul>										●								

# Audit Report - What is it?

 [U.C.A. § 51-2a-102](#)

- (3) "Audit report" means:
  - (a) the financial statements presented in conformity with generally accepted accounting principles;
  - (b) the auditor's opinion on the financial statements;
  - (c) a statement by the auditor expressing positive assurance of compliance with state fiscal laws identified by the state auditor;
  - (d) a copy of the auditor's letter to management that identifies any material weakness in internal controls discovered by the auditor and other financial issues related to the expenditure of funds received from federal, state, or local governments to be considered by management; and
  - (e) management's response to the specific recommendations.

# Audit Report - When is it due?

## [R277-484 Board Reporting Deadlines:](#)

- November 30
  - Financial Statement Audit Report - Prior Year
  - State Compliance Audit Report - Prior Year
- As required by the Office of the State Auditor
  - Single Audit Report - Prior Year

# Audit Report - What do we do with it?

- Data Reconciliation
  - UPEFS to audited statements (Nov - Dec)
- Data Collection
  - Government-wide statements
- Internal Risk Assessment
  - Financial stability
- Review Opinions and Audit Findings
  - Audit Letters sent to each LEA
    - No findings
    - Findings - no further response needed
    - Findings - response needed
      - Corrective action plan

# FY 21 Findings Summary

# Material Weakness

A material weakness is a deficiency (or combination of deficiencies) in internal control, such that there is reasonable possibility that (a) material [misstatement/noncompliance] [of an entity's financial statements/with a state compliance requirement] could occur that would not be prevented, detected, or corrected on a timely basis.

	<b>FY20</b>	<b>FY21</b>
Material Weakness	3	2



# Significant Deficiency

A significant deficiency is a deficiency (or combination of deficiencies) in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

	<b>FY20</b>	<b>FY21</b>
Significant Deficiency	3	5

# Other Matters


Instances of noncompliance which are required to be reported in accordance with the [State Compliance Audit Guide](#) (SCAG).

	FY20	FY21
Money Management Act	6	6
Open and Public Meetings Act	12	2
Procurement	2	1
Program Compliance	47	14
State Compliance*	17	21
State Reporting Requirements*	21	3
Other	2	2
<b>Total</b>	<b>107</b>	<b>49</b>

# Other Matters - State Compliance

	<b>FY20</b>	<b>FY21</b>
Audit Committee		3
Budgetary Compliance*	16	18
Treasurer's Bond	1	
<b>Total</b>	<b>17</b>	<b>21</b>

# Other Matters - Budgetary Compliance

- Determine that a budget was approved before the start of the budget year, and that the budget was presented to the governing board.
- Determine that total expenditures by fund or department did not exceed the amounts appropriated in the final adopted budget.
- Determine that appropriate financial reports are prepared monthly or quarterly as required, and reviewed by the governing board.
-  [Utah Code 53G-7-3](#)

# Other Matters - State Reporting

- Office of the State Auditor > Reporting Requirements > Forms, Manuals & Guides:  
<https://resources.auditor.utah.gov/s/article/Forms-Manuals-Guides>

	<b>FY20</b>	<b>FY21</b>
Deposits and Investment Report	1	2
Fraud Risk Assessment	20	1
<b>Total</b>	<b>21</b>	<b>3</b>

# Questions?

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