

CROSBY INDEPENDENT SCHOOL DISTRICT

June 22, 2020

AGENDA ITEM:

Consider approval of TEA Annual Financial Report (AFR) Due Date Extension Waiver.

EXPLANATION OR RATIONALE:

TEC Section 44.008 requires districts and charter schools to submit their annual financial audit within 150 days of their fiscal year end. The due date for June 30th fiscal year districts is November 27th, and the due date for August 31st fiscal year districts is January 28th.

Due to COVID-19, TEA is allowing districts and charter schools that have a June 30th fiscal year to submit a waiver request to extend the due date of the audited annual financial report. An extension will be granted, upon the waiver taking effect, to change the AFR due date to January 28, 2021. If a waiver is not requested, the due date of the AFR remains November 27, 2020. If the AFR is submitted after the due date, it could lead to additional action taken by TEA. Districts and charter schools that have an August 31st fiscal year remain required to submit their audited AFR by January 28th.

This waiver could be needed due to the timing of funding notifications for several COVID funding sources that are to be recorded in the 2019-20 fiscal year. Also, our auditors have indicated that the addendum to the Single Audit compliance supplement that will include audit requirements for the CARES Act grants is not scheduled for release until September 2020. The waiver might not be used if all required information is provided in a timely manner that allows for the timely completion of the audit.

FINANCIAL OR PERSONNEL IMPLICATION:

NA

RECOMMENDATION:

Administration recommends approval of the TEA Annual Financial Report (AFR) Due Date Extension Waiver.

CONTACT PERSON:

Lesa Jones, CFO

ACTION REQUIRED NO ACTION REQUIRED