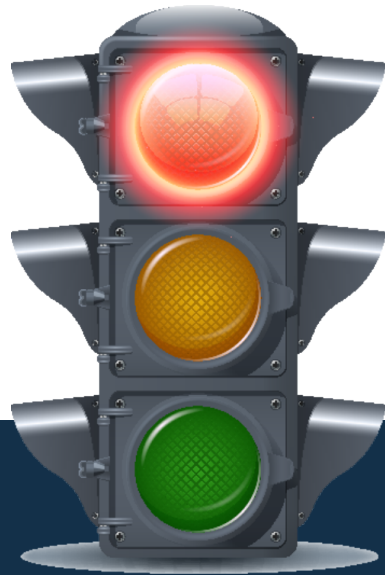


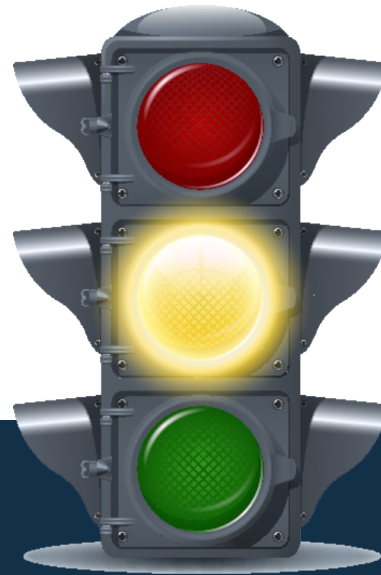
Ector County Independent School District

Audit Results for the Fiscal Year Ended June 30, 2020

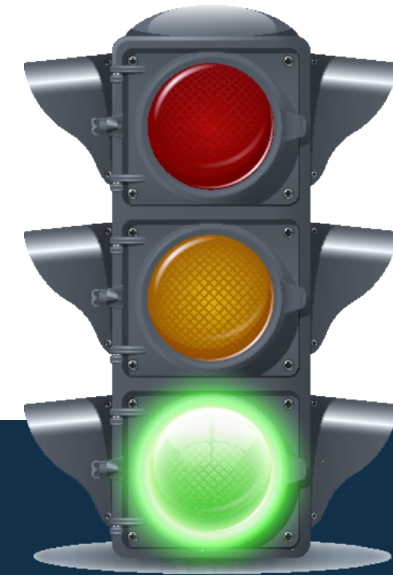
Purpose of the Audit – The Opinion on the Report



Disclaimer

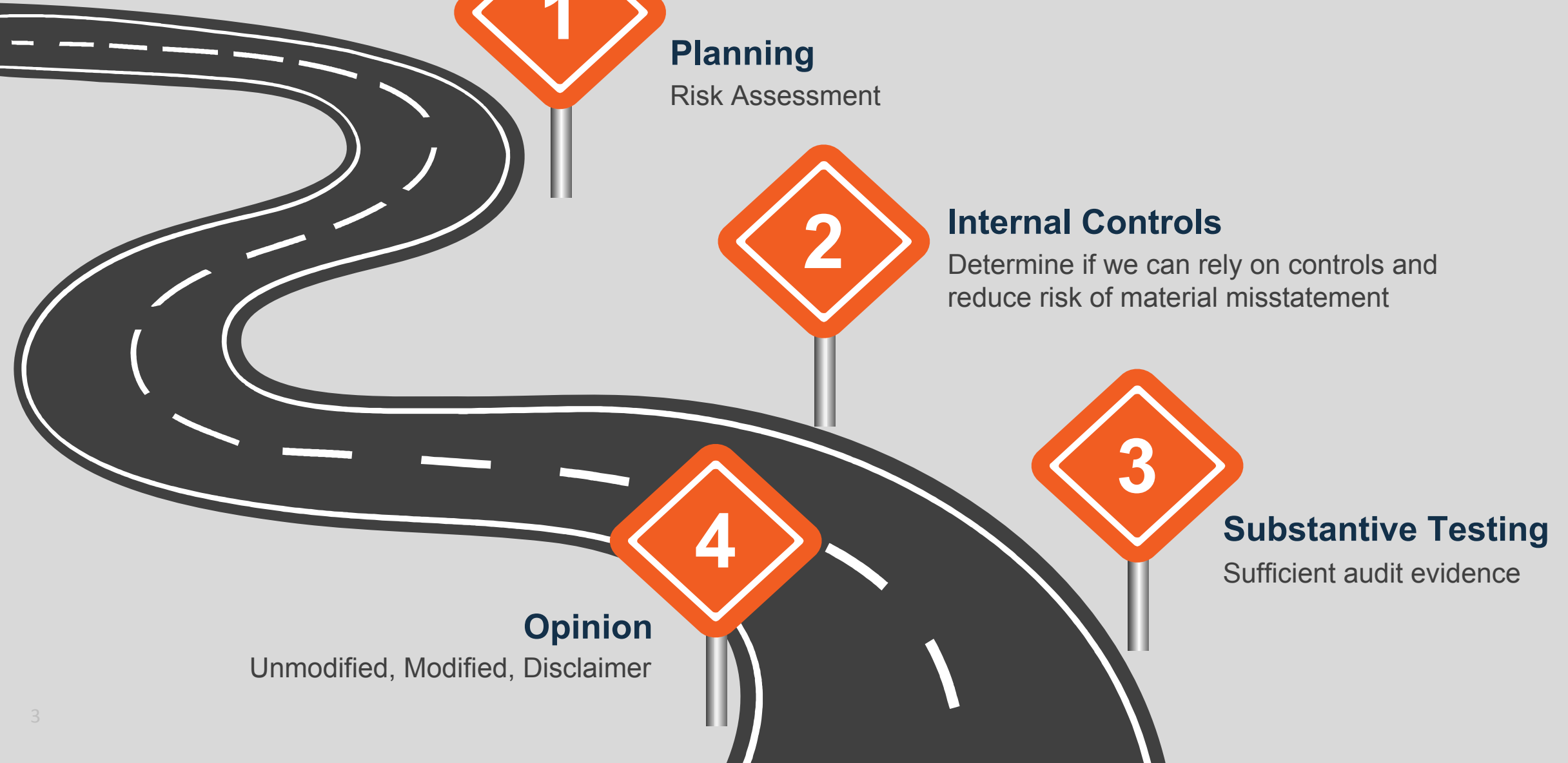


Qualification
(modification due to scope
limitation or departure from
GAAP)



Unmodified
(Clean Opinion)

The Audit Process



1

Planning
Risk Assessment

2

Internal Controls
Determine if we can rely on controls and
reduce risk of material misstatement

3

Substantive Testing
Sufficient audit evidence

4

Opinion
Unmodified, Modified, Disclaimer

Ector County ISD Audit Opinions

Clean Report



- **Unmodified Opinion over financial statements**
- **No internal control findings related to financial reporting**
- **No findings related to compliance**

Ector County ISD Audit Opinions

Clean Report



- **Major Federal Programs**
 - Title I, Part A Improving Basic Program
 - Special Education Cluster:
 - IDEA—Part B Formula and Preschool
 - Evaluation Capacity Award
 - Child Nutrition Cluster
 - Child & Adult Care Food Program—Cash Assistance
- **Unmodified Opinion over each major federal program**
- **No internal control findings related to each major program**

Required Communications

Significant Accounting Policies

- The District's accounting policies and methods are appropriate and in accordance with industry standards.

Accounting Estimates

- The preparation of the financial statements requires that certain estimates and judgments be made by management. These judgments and estimates include:
 - State Aid
 - Allowances for uncollectable taxes receivable
 - Useful lives of capital assets
 - Net pension and OPEB liabilities, deferred inflows and outflows of resources, and pension and OPEB expense
- We concluded that management has a reasonable basis for significant judgments and estimates that impact the financial statements.

Required Communications

Difficulties Encountered in Performing the Audit

- We encountered no difficulties in dealing with management in performing and completing our audit

Corrected or Uncorrected Misstatements

- There were no material misstatements that were identified by us that required management's correction

Disagreements with Management

- We had no disagreements with management over the application of accounting principles or management's judgments about accounting estimates.

Required Communications

Management Representations

- We have requested certain representations from management

Consultation with Other Accountants

- We are not aware of any situations in which management consulted with other accountants on accounting or financial reporting matters.

Major Issues Discussed with Management Prior to Retention

- We discussed the application of accounting principles and auditing standards, however, our responses were not a condition to our retention.

