



16550 SW Merlo Road • Beaverton, Oregon 97003

Claire Hertz
Chief Financial Officer
claire_hertz@beaverton.k12.or.us
503.356.4314



District Goal

All students will show continuous progress toward their personal learning goals, developed in collaboration with teachers and parents, and will be prepared for post-secondary education and career success.

November 15, 2016

To: Bond Accountability Committee

From: Claire Hertz

Re: Memo from Financial Auditors

The District's Audit Committee met with our external financial auditors on November 8th, and reviewed the audit process and financial statements of the District.

Attached you will find a memo from Larry Grant of Grove, Mueller & Swank, describing the procedures performed related to bond program compliance as well as the Schedule of Findings and Questioned Costs.

Overall, the District did not have any findings, material weaknesses or significant deficiencies identified. The auditor's issued an unmodified report.

The audit is part of an annual process that is required of all local government entities in the State of Oregon. Please let me know if you have quesitons.

The Beaverton School District recognizes the diversity and worth of all individuals and groups. It is the policy of the Beaverton School District that there will be no discrimination or harassment of individuals or groups based on race, color, religion, gender, sexual orientation, gender identity, gender expression, national origin, marital status, age, veterans' status, genetic information or disability in any educational programs, activities or employment.

GROVE, MUELLER & SWANK, P.C.

MEMORANDUM

To: The Audit Committee and Bond Accountability Committee of Beaverton School District
From: Larry Grant
Date: November 7, 2016
Re: Procedures performed related to bond program compliance

As part of our audit of the District's financial statements, our audit procedures included testing certain aspects of the bond program. A compliance audit specific to the bond program as a whole was not within the scope of our financial statement engagement.

We evaluated the internal controls over expenditures and cash disbursements and performed a walkthrough of the systems. We verified that these controls were functioning as designed through testing as required by generally accepted auditing standards.

We examined the applicable bond agreements to identify allowable uses of the bond proceeds. We selected and tested a sample of disbursement transactions for compliance with several attributes, including that they were an approved use of bond proceeds.

Our audit is also performed in compliance with the Minimum Standards for Audit of Oregon Municipal Corporations. As a part of our audit procedures under these standards, we verified our understanding of the District's internal controls over procurement under ORS 279. We selected a sample and tested for compliance with system bidding policies and procedures. No noncompliance with ORS 279 was noted as a result of these procedures.

BEAVERTON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

CFDA Number(s)

Name of Federal Program or Cluster

84.010	Title I Grants to Local Educational Agencies
84.367	Title IIA Improving Teacher Quality State Grants
84.396	SFSF-Investing in Innovation (i3) Fund (ARRA)

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.