



**CPAs & BUSINESS ADVISORS**

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## **MORGAN HILL UNIFIED SCHOOL DISTRICT**

Communication With Those Charged With Governance

# AUDIT TEAM

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Ahmad Gharaibeh,  
CPA

- Audit Partner

Hannah Hwang,  
CPA

- Audit Manager

Other Senior and Staff Auditors to be assigned



# AUDIT SCOPE

- Audit of the Authority's financial statements as of June 30, 2022, in accordance with Auditing Standards Generally Accepted in the USA
- Report on internal control over financial reporting and on compliance in accordance with *Government Auditing Standards*
- 2 CFR 200 Single Audit

# OUR RESPONSIBILITY IN ACCORDANCE WITH PROFESSIONAL STANDARDS

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- Form and express an opinion about whether the financial statements which are the responsibility of management, with your oversight, are presented fairly, in all material respects, in accordance with U.S. GAAP.
- Our responsibility is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement.
- We reviewed internal control over financial reporting. Such considerations are solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.
- Express an opinion on compliance applicable to major federal programs.

# PLANNED SCOPE AND TIMING



# KEY AUDIT AREAS OF RISK

## **Revenue Recognition:**

- Testing of revenue recognition

## **Management override of Internal controls**

- Test of controls over financial reporting and journal entries

## **Single Audit**

- COVID funds were designated as high risk by OMB



# AUDITOR COMMUNICATIONS

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## Ethics and Independence

- We have complied with all relevant ethical requirements regarding independence.

## Significant Accounting Policies

- Implementation of GASB Statement No. 87, *Leases*

## Significant Estimates

- Net Pension Liability and Net OPEB Liability

# AUDITOR COMMUNICATIONS

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## Sensitive Disclosures

- Net OPEB Liability and Net Pension Liability as disclosed in the notes to the financial statements

## Misstatements

- No items reported

## Consultations with Other Accountants

- Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

# AUDITOR COMMUNICATIONS

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## Significant Difficulties

- We encountered no difficulties in dealing with management.

## Disagreements with Management

- No disagreements arose during the course of the audit

# SCHEDULE OF FINDINGS AND QUESTIONED COSTS

## Financial Statements

- No findings or noncompliance issue noted.

## Federal Awards Findings and Questioned Costs

- Material weakness in internal control over compliance and material noncompliance of Special Tests and Provisions- Participation of Private School Children requirements for ESSER I

## State Compliance Findings and Questioned Costs

- No findings or noncompliance issue noted.

# THANK YOU

Ahmad Gharaibeh

Partner

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