



Burbank Unified School District Independent Audit Results June 30, 2022

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

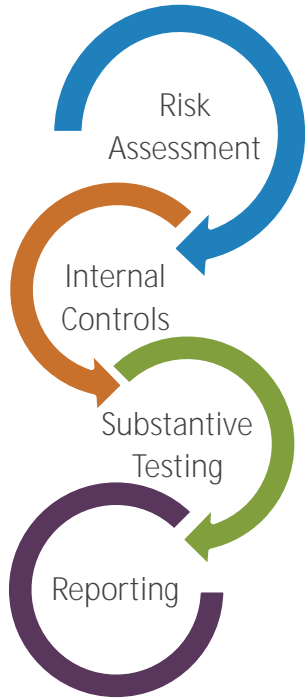
Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.

Issue an opinion on the fairness of the
financial statements

*Education Code Section 41020

*California Department of Education/State Controller's
Office/Education Audit Appeals Panel





Risk Assessment

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Overall

- Unmodified opinion
- No changes in the scope of the audit
- No changes in significant accounting policies – fund perspective
- GASB 87, Leases was adopted

Estimates – Government-wide Financial Statements

- Useful life of District's capital assets
- Leases – includes interest assumptions:
 - Note 7: Receivable – \$16.2 million
 - Note 11: Lease Payable - \$1.1 million
 - Note 12: OPEB - \$68 million
 - Note 13: STRS & PERS Pension Liability - \$103 million

Other Communications

- No difficulties or disagreements
- No audit adjustments (page 89) –
- Proposed adjustments
 - Grant deferral for timing on availability
 - Recognition of food service fees from deferred to earned

Other Findings

- No internal control material weaknesses
- Significant deficiency noted in prior year due to audit adjustment. No adjustments this year.





Governmental

Total

2021 2020

General Revenue:

	2021	2020	Change
Property Taxes - General Purpose	59.4	59.0	0.5
Property Taxes - Special Purpose	(0.2)	(0.2)	0.0
Intergovernmental Charges	2.4	2.5	(0.1)
Other	0.0	0.0	0.0
Total	61.6	61.3	0.3

Net Expenditures after Program Revenues for the

	2021	2020	Change
Plant Services	0.0	(1.0)	1.0
Auxiliary, Community, and Enterprise	0.9	(0.8)	1.7
Other Outgo	1.4	1.0	0.4
Total	2.3	(0.8)	3.1

Change in Net Position 13.1 24.1 11.0

Net Position, Beginning of Year (Restated)	(97.5)	(94.4)	(3.1)
Net Position, End of Year	(84.4)	(70.3)	(14.1)



	2023			
	2023	2022	2021	2020
Total Debt	\$ 189,976,908	\$ 211,977,951	\$ 199,999,049	\$ 179,491,911
Total Expenditures	174,177,402	195,266,547	204,517,468	174,378,151
Other Financing Sources (Uses)	(1,077,674)	(575,132)	-	(545,425)
From				
Proceeds from the sale of debt	\$ 5,126,742	\$ 10,721,178	\$ 35,786,828	\$ 1176,076,776
Available Reserves	\$ 5,937,210	\$ 12,202,774	\$ 12,012,703	\$ 7,225,007
Available Reserves (%)	3%	6%	6%	6%
Total Available Reserves	\$ 11,874,420	\$ 24,405,548	\$ 24,025,406	\$ 14,450,013
Total Available Reserves (%)	6%	11%	12%	8%

Reserve levels meet the minimum 3% required State reserve. The Government Finance Officers Association (GFOA) recommends 60 days of operating expenses in reserves.



- Federal Program Audit:

- Unmodified Opinion on Compliance
- No material weaknesses or significant deficiencies in internal control
- Program Tested:

- District qualifies as a low-risk auditee

- State Program Audit:

- Required program testing can be found on page 104

- Unmodified Opinion on Compliance
- Current year compliance findings:
 - ASES Documentation



Financial Results

- Unmodified opinion (page 1)
- No changes in the scope of the audit
- No changes in significant accounting policies
- No material weaknesses or significant deficiencies

Performance Results

- No items of non-compliance noted for expenditures tested
- Selected 76% of total expenditures of \$2,739,205, excluding salaries
- Selected 100% of salary and benefits of \$21,050 to perform testing



The objective of the statement is to improve the accounting and financial reporting for subscription-based information technology (SBITA). A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. Under this Statement, a government generally should recognize a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability. The statement is effective for the fiscal year 2022-23.





Gema.Ptasinski@CLACONNECT.com

