



Auburn
Enlarged City School District



*Harriet Tubman
Administration Building
Business Office*

Corrective action Plan for 6/30/19 Independent Audit

October 10, 2019

Observation/Recommendation 1 - GASB Statement Number 84, Fiduciary Activities, is effective for fiscal years beginning January 1, 2019 and after. Action should be taken to begin determining applicability to the district. Activity currently recorded in the trust and agency accounts should be reviewed to determine the proper accounting. Additionally, activity currently recognized in governmental funds should be reviewed to determine if it would more appropriately be recorded as a fiduciary activity under the new standard.

The district agrees with this observation and will immediately begin reviewing activity and having discussions with our auditor to determine proper accounting.

Observation/Recommendation 2 – GASB Statement Number 87, Leases, will be effective for the year ending June 30, 2021. The district should accumulate a listing of all significant contracts and/or lease agreements and review to determine how they will need to be reported once this Statement is implemented.

The district agrees with this observation and will begin reviewing such contracts and leases to determine proper reporting.