

SPALDING COMMUNITY SERVICES DISTRICT BOARD OF DIRECTORS



SPECIAL MEETING AGENDA

May 2, 2022

10:00 AM

MEMBERS OF THE BOARD
MIKE ARNOLD, BOARD CHAIR
TED THOMAS, BOARD VICE CHAIR
LARRY DOSS, DIRECTOR
ED LAWSON, DIRECTOR
RON LOBUE, DIRECTOR

WELCOME TO THE SCSD BOARD SPECIAL MEETING - PLEASE SIGN IN

Welcome to the SCSD Board Meeting! Members of the public may provide public comment on any item on the Board's agenda, or on any item that is within the subject matter jurisdiction of this Board. Public comments are limited to five (5) minutes (unless the Chairman of the Board grants a longer period of time). Comments by members of the public on an item that appears on the agenda will only be allowed during consideration of the item by the Board.

CALL TO ORDER

ROLL CALL

___ Mike Arnold ___ Ted Thomas ___ Larry Doss
___ Ed Lawson ___ Ron LoBue

1. PLEDGE OF ALLEGIANCE
2. PUBLIC COMMENT - Members of the public may provide public comment on any item on the Board's agenda, or on any item that is within the subject matter jurisdiction of this Board. Public comments are limited to five (5) minutes (unless the Chairman of the Board grants a longer period of time).
3. APPROVAL OF THE AGENDA
4. CONTINUING BUSINESS
 - A. SCSD Auditor – 2021 Audit – Proposal from Larry Bain, CPA (recommended by Robert W. Johnson CPA Group) for 2021 audit.

Recommendation:

It is my recommendation that the Board approve the appointment of Larry Bain, CPA as the SCSD Auditor for the 2021 Budget year.

Discussion:

Robert Johnson has been the SCSD auditor the four years prior to 2020-2021 fiscal year. He passed away in 2021 after completing the 19-20 fiscal year audit. There was no notification that Robert Johnson's company was not going to continue doing the SCSD audits for 2020-2021, and when we found out in June 2021 that this was the case, we had no success in finding an auditor who was willing to come audit that year.

In the meantime, the State of CA informed us that since each local agency is to submit financial transactions within seven months after the close of the fiscal year, and we did not complete that requirement, this failure to file the report could result in a fine ranging from \$1,000 - \$5,000 based on your prior year revenue.

Financial Consideration:

The fee for these services including out-of-pocket costs (such as report reproduction, word processing, postage, travel, copies, telephone, etc.) will not exceed \$6,900. This amount is less than originally charged by Robert Johnson, CPA (\$8,000) and less than the second proposal by Michael Knott CPA (\$10,000).

Results:

Getting the 2021 Fiscal Year Audit completed as soon as possible will stop the State of CA from any fines they may currently be required to implement.

5. ADJOURN

NEXT REGULAR MEETING IS SCHEDULED FOR MAY 20, 2022, AT 3:00 PM