

Compton Community College District
 Audit Plan for Implementing Prior Year Findings
 As of June 30, 2014

Number	Finding	Status/Plan
2013-1	District Financial condition	District has increased URF ending balance year after year. Ending balance increased from \$4.4M or 13.0% reserve in 2012 to \$8.1M or 25% reserve in 2014. District continues to adequately budget the annual line of credit debt payments and annual contributions to the OPEB trust. Cash flow analysis to performed semi-annual which resulted to no subsequent TRAN borrowings as of June 30, 2014. District cut Child Development fund deficit spending by reducing staff and program costs resulting in a surplus at June 30, 2014.
2013-2	Financial reporting system reconciliations	Reconciliation procedures were put into place during the latter part of the last fiscal year. Procedures continue to be performed through this fiscal year.
2013-3	District cash accounts	Datatel cash accounts are used to record activity from enrollment and are a function of an integrated system that connects the student module with the financial module; however the cash account in the Datatel system had not been adjusted when funds are transmitted out of the clearing account to the County Treasurer. District has resolved this and have been able to reconcile cash accounts.
2013-4	Payroll clearance fund and related benefits liability	District engaged consultants to assist in development of procedures and training of employees to perform reconciliations. Consultants assisted with initial reconciliation, procedural manual and the District employees received training. Reconciliation as a routine business task is in process.
2013-5	Deficit ending balance - internal service fund	Last year the actuarial liability was adjusted to fairly state the obligation and avoid misstatement of the liability. However, this occurred at year end and did not allow for time to change the rate in the system and increase appropriately the contributions coming from each fund. This year we have utilize actuarial information and proposed rates to increase the revenues of the fund. The funding comes from all funds with payroll so each fund will be providing resources in accordance

2009		
Number	Finding	Subsequent Year Status
2009-1	Financial condition	Not Implemented
2009-2	Financial system and budget requirements	Not Implemented
2009-3	Perkins loan program	Not Implemented
2009-4	Student financial aid fund	Not Implemented
2009-5	Benefit liabilities	Improved
2009-6	Enrollment fee reporting	Not Implemented
2009-7	Concurrent enrollment	Implemented

2010		
Number	Finding	Subsequent Year Status
2010-1	Year-end closing process and accounting processes	Not implemented
2010-2	Financial reporting system reconciliations	Not implemented
2010-3	Management oversight and monitoring	Not implemented
2010-4	Financial reporting (CCFS-311)	Partially implemented
2010-5	Capital assets	Implemented
2010-6	Accounting of student financial aid activity	Implemented
2010-7	Schedule of expenditures of federal awards	Not implemented
2010-8	Corrective action plan	Not implemented
2010-9	Program expenditure accounting	Implemented
2010-10	General obligation bond fund accountability	Improved
2010-11	Energy lease revenue bonds	Implemented
2010-12	Payroll clearance fund and related benefits liability	Not implemented
2010-13	Perkins loan program	In process
2010-14	District cash clearing account	Improved
2010-15	Self insurance revolving cash fund account	Implemented
2010-16	Internal audit position	Not implemented
2010-17	Associated student government accounts	Implemented
2010-18	State stabilization fund reporting	Implemented
2010-19	Salaries of classroom instructors (50% law)	Not implemented
2010-20	Enrollment fee reporting	Not implemented

2011

Number	Finding	Subsequent Year Status
2011-1	Year-end closing process and accounting processes	Improved
2011-2	Management oversight and monitoring	Improved
2011-3	Financial reporting (CCFS-311)	Implemented
2011-4	Financial reporting system reconciliations	Improved
2011-5	Corrective action plan	Implemented
2011-6	Analysis of account balances	Improved
2011-7	Journal entry procedures	Improved
2011-8	Internal audit position	In process
2011-9	Schedule of expenditures of federal awards	Implemented
2011-10	Perkins loan program	Implemented
2011-11	District cash accounts	Improved
2011-12	Associated student government accounts	Implemented
2011-13	District credit cards	Implemented
2011-14	Oversight and monitoring of contracts	Implemented
2011-15	Disbursements/accounts payable	Implemented
2011-16	Personnel contracts	Improved
2011-17	General obligation bond fund accountability	Improved
2011-18	Payroll clearance fund and related benefits liability	Implemented
2011-19	Vacation and leave balances	Implemented
2011-20	Child care and development block grants - reporting	Not implemented
2011-21	Child care and development block grants - unallowable costs	Implemented
2011-22	Salaries of classroom instructors (50% law)	Implemented
2011-23	EOPS and CARE programs student contracts	Implemented
2011-24	CARE advisory committee	Implemented
2011-25	Instructional service agreements	Improved
2011-26	Enrollment fee reporting	Implemented

2012		
Number	Finding	Subsequent Year Status
2012-1	District financial condition	In process
2012-2	Child development fund	Not implemented
2012-3	Activity coding of expenditures	Implemented
2012-4	Yearend closing and accounting processes	Implemented
2012-5	Management oversight and monitoring	Implemented
2012-6	Financial reporting system reconciliations	In process
2012-7	Analysis of account balances and journal entries	Implemented
2012-8	District cash accounts	In process
2012-9	General obligation bond fund accountability	Implemented
2012-10	Payroll clearance fund and related benefits liability	In process
2012-11	Child care program	Implemented
2012-12	Instructional service agreements	Implemented
2012-13	CalWORKs and state TANF reporting	Implemented

2013		
Number	Finding	Subsequent Year Status
2013-1	District Financial condition	Implemented
2013-2	Child development fund	Implemented
2013-3	Financial reporting system reconciliations	Implemented
2013-4	District cash accounts	Implemented
2013-5	Payroll clearance fund and related benefits liability	Implemented
2013-6	Deficit ending balance - internal service fund	Implemented