



March 5, 2021

Board of Trustees
Compton Community College District

We have audited the financial statements of the Measure CC, November 2002 and Measure C, November 2014 bond programs of Compton Community College District (the District) for the year ended June 30, 2020. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were accruals of receivables and liabilities. We evaluated the key factors and assumptions used to develop the accounting estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There were no particularly sensitive financial statement disclosures. The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Uncorrected misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Exhibit A summarizes all uncorrected misstatements.

Corrected misstatements

Management did not identify and we did not notify them of any financial statement misstatements detected as a result of audit procedures.

Compton Community College District
March 5, 2021

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. No such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated March 5, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Significant Issues Discussed with Management prior to Engagement

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to engagement as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our engagement.

Restriction on Use

This communication is intended solely for the information and use of the Board of Trustees, the Citizens' Bond Oversight Committee and management of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Closing

We will be pleased to respond to any questions you have about the foregoing. We appreciate the opportunity to continue to be of service to the District.



CliftonLarsonAllen LLP
Glendora, California
March 5, 2021

Attachment: Exhibit A – Schedule of Uncorrected Misstatements

Exhibit A
Schedule of Uncorrected Misstatements

Account	Description	Debit	Credit	Net Effect on Ending Net Position
Journal Entry # 1				
To recognize a due from the general fund for legal expenses paid out of the bond fund.				
42.8-9310	Due from Other Funds	\$ 14,019	\$	\$
42.8-5713	Legal		14,019	
Total		<u>\$ 14,019</u>	<u>\$ 14,019</u>	14,019
Journal Entry # 2				
To reverse accounts payable accrual for 2020/21 expenses recognized in 2019/20.				
42.2-9519	Accounts Payable-Current Liab.	\$ 15,840	\$	
42.8-9519	Accounts Payable-Current Liab.	45,616		
42.2-6212	Testing & Inspection		15,840	
42.8-6203	Management Services		32,344	
42.8-6212	Testing & Inspection		13,272	
Total		<u>\$ 61,456</u>	<u>\$ 61,456</u>	61,456
Journal Entry # 3				
To accrue account payable for 2019/20 expenses recognized in 2020/21.				
42.2-6211	Architect & Engineering	\$ 59,000	\$	
42.2-9519	Accounts Payable-Current Liab.		59,000	
Total		<u>\$ 59,000</u>	<u>\$ 59,000</u>	(59,000)
Net effect of uncorrected misstatements				<u>\$ 16,475</u>
Measure C				\$ (29,141)
Measure CC				45,616
				<u>\$ 16,475</u>