



Board Agenda Item #	III D
Date:	December 8, 2016
To:	Magnolia Board of Directors
From:	Caprice Young, Ed.D., CEO & Superintendent
Staff Lead:	Caprice Young, Ed.D., CEO & Superintendent
RE:	Review and Approval of 2016 Financial Audits

Proposed Board Recommendation

Motion to approve the 2016 Financial Audits of all eleven schools and the consolidated audit including the home office.

Background

Attached are the annual financial audits for all eleven of our schools open during the 2015-16 school year and the MERF consolidated audit. The board is required to review and approve these annually and for them to be submitted to our various oversight entities by December 15. The finance committee meeting as the Audit Committee will meet directly with the auditors prior to the board meeting to review these documents and ask questions of the auditors.

Earlier drafts were submitted to the Audit Committee members. The primary change since that time has been to separate the issue of how to account for the closure of MSA Santa Clara from the adoption of the audits. This is made possible by the fact that the closure occurred after the end of the 2016 fiscal year. Staff will bring the accounting treatment to the board following review by the new Interim CFO.

Name of Staff Originator:

Caprice Young, Ed.D., CEO & Superintendent