

LONG BEACH COMMUNITY COLLEGE DISTRICT
CONTRACTS MANAGEMENT DEPARTMENT
4901 EAST CARSON STREET
LONG BEACH, CA 90808
Ph. (562) 938-4541

RFP 22-D1001
INDEPENDENT FINANCIAL AND PERFORMANCE AUDIT SERVICES
ADDENDUM NO. 2

November 1, 2021

This Addendum forms a part of the RFP 22-D1001 and modifies the original Request for Proposals documents.

ADDENDUM NO. 2 CONTENTS:

I. Questions and Answers:

Q1: How long has the current auditors been performing the audit for the District?

A: *Vicenti, Lloyd & Stutzman since 2004-05 and CLA since they merged in 2016-17.*

Q2: How many auditors and how many weeks were the auditors on site for both interim and year end field work?

A: *About 1 week for interim and 2 weeks for year end. About 3 – 5 auditors.*

Q3: What is the desired timeline for:

A: ***Interim** April – May timeframe*

***Year-End** October 1 – 14*

***Draft Reports** November 19*

***Final Reports** November 30*

Q4: What were the prior year annual audit fee(s)? Please provide breakdown by report Phase.

A. *\$106,380 district audit; \$4,120 bond financial audit; \$7,200 bond performance audit.*

Q5: Are there any new services requested in this RFP that were not included in the prior year audit fee?

A: *No*

Q6: Will there be a Single Audit? (If so, please include the most recent copy of the report with your response)

A: *Yes, prior years audit reports are on the fiscal*

website: <https://www.lbcc.edu/post/annual-district-audit-reports>

Q7: If required, who does the State Controller's Financial Transaction Report preparation and submission? If the auditors, how much was the last year's fees?

A: *Done by the auditors and included in district audit fees.*

Q8: How many journal entries were proposed by the auditors? Were there any findings?

A: *No audit adjustments. Auditors make several GASB entries for financial statement presentation. No findings in prior year.*

Q9: Were there any material adjustments made by the auditors in connection with the examination of the prior year Financial Statements?

A: *No*

Q10: Has the District entered into any Major Contracts, Studies and/or Started any Projects in the Current Fiscal Year that would not be reflected in the Prior Year Financial Statements?

A: *Additional HEERF funding. \$30 million equity award donation received.*

Q11: Any New Debt Issuances in the Current Fiscal Year?

A: *\$150 million to be issued October 2021.*

Q12: Any other Major Changes in the Current Fiscal Year that would affect the operations of the District?

A: *COVID issues, return to campus transition, SERP (supplemental employee retirement plan) incentive provided to 64 employees 6/30/21.*

Q13: How did you measure the quality of the audit performed?

A: *Many factors including timeliness, accuracy, good communication, knowledge of compliance requirements.*

Q14: What audit areas, in your opinion, were cumbersome?

A: *All audit areas present challenges and require significant staff time, but none are cumbersome.*

Q15: What efficiencies would you like to see in the audit of the District's financials?

A: *None, I can think of.*

Q16: What is the general timeline for site visits by your current auditors?

A: *See response to Q3.*

Q17: What were the prior year audit fees for the most recent audits for each item within the scope of work?

A:

Q18: Is there any anticipation of significant changes to the District's operations (additional bond issuances)?

A: *The District issues bonds for construction projects every two or three years. In the past, the District has issued refunding bonds every year or two years.*

Q19: Does the District prepare any of the conversion entries for financial statement presentation?

A: Our auditors prepare gasb financial statement entries. They also provide summary and detail support data for our MD&A section.

**** END OF ADDENDUM NO. 2 ****

LONG BEACH COMMUNITY COLLEGE DISTRICT

Erica Bonilla

Deputy Director, Purchasing & Contracts

Date