Issaquah School District
Executive Limitations Monitoring Report

EL-5 ACTUAL FINANCIAL CONDITION AND ACTIVITIES
(External Annual Audit Report)
May 17th, 2012

The Superintendent certifies that the District is in compliance with EL-5 with no exceptions.

With respect to the actual, ongoing financial condition and activities of the District, the Superintendent shall not cause or allow the development of fiscal jeopardy or material deviation of actual expenditures from Board priorities established in Ends policies.

Interpretation

I interpret this to mean that we will manage the District's program and budget to avoid any risk of fiscal jeopardy or material deviation of budgeted expenditures.

Evidence of Compliance

I certify that the District is not at risk of financial jeopardy as demonstrated by periodic financial reports.

The Board has been previously provided electronic copies of the 2011-12 Accountability Audit Report and the 2011-12 Financial Statements and Federal Single Audit Report. (Attached) These reports state that the District is accountable for public resources and has "complied with state laws and regulations and its own policies and procedures. Internal controls were adequate to safeguard public assets. We noted no instances of noncompliance that were material to the financial statements of the District."

This was the 11th consecutive annual audit that noted no findings or management letter items.

Audit standards (SAS 114) require that audit results be directly communicated by SAO to all members of the governing body of the entity. This audit standard adds another line of communication to all members of the governing body, ensuring timely receipt of the annual audit reports.

Board acceptance: _____