

AR DIE-R Audits/Financial Monitoring

Issued 04/21

Auditor selection

At the close of each fiscal year, a certified public accounting firm will conduct an audit of all funds of the district and all accounts of each school. The firm selected will provide a management letter to the district upon completion of the audit. The administration will give each board member a copy of the management letter in executive session and the audit in open session.

Criteria for selecting auditor

The selection of an auditor is a difficult process inasmuch as there are a number of accounting firms who are not only interested but who are also capable of providing competent services. Consequently, the board has developed the following criteria for consideration in the selection of an auditor.

- availability to staff to provide assistance throughout the school year
- experience in auditing school districts in South Carolina
- cost of providing audit and other auditing services
- quality of work
- methods of operation
- professional reputation
- adequacy of staff and facilities
- references
- procedures for selection of auditor

The superintendent or his/her designee will screen and recommend to the board certified public accounting firms that qualify to conduct the annual audit.

The superintendent or his/her designee will invite proposals from any interested certified public accounting firms. The proposals must include the following information.

- name and address of firm, responsible administrative officer, phone number and specific data for the firm's liaison or contact person
- brief history of the firm, including date established and work experience
- list of key principals and key staff, including the professional background of each
- list of school districts previously audited
- proposed costs

- statement relative to the method of operation
- references

Based upon the previously discussed selection criteria and after a study of the documentary materials presented by the certified public accounting firms, the superintendent or his/her designee may select firms for personal interviews.

The board formally chooses the auditor in an official meeting, either regularly scheduled or special. All firms invited to submit documentary material would be notified in writing of the board's decision. The auditing firm selected serves as the district's external auditor for a period of five fiscal consecutive years. The board will annually review the appointment.

Required services by auditor selected

- Audit of all financial fund activities of the district.
- Provide audit report for submission to the South Carolina Department of Education by December 1.
- Provide the board a detailed management letter.
- Provide accounting advice to district administration, including assistance with service training for staff, when requested.

Issued 5/23/00; Revised 12/9/08, 04/27/21

Richland County School District One