

ARIZONA PUBLIC SCHOOL CREDIT ENHANCEMENT ELIGIBILITY BOARD

DECEMBER 16, 2020





AGENDA ITEM II
ACKNOWLEDGEMENT OF OCTOBER 9, 2020 AUDIO



AGENDA ITEM III
BOARD DISCUSSION AND POSSIBLE ACTION

AGENDA ITEM III(a) REIMBURSEMENT AGREEMENT REPORTING REQUIREMENT - FY 2020 AND THEREAFTER ANNUAL AUDITED FINANCIAL STATEMENTS SUBMISSION EXTENSION

- A.R.S. 15-183(E)(6) and 15-914 require all charter schools to have an annual audit and, in accordance with administrative rule, the Charter Board issues audit guidelines that provide general guidance on charter school audit requirements
 - Audit financial statements must be submitted to the Charter Board by November 15
 - Due to the impact of COVID19, the Charter Board extended the deadline to December 11, 2020 for FY 2020 audits
 - Entities who expend more than \$750,000 in federal funds and are subject to single audits pursuant to the Single Audit Act Amendments of 1996 may request an extension for submission by March 31
- Section 3.12 of the Reimbursement Agreement states that the Borrower shall provide to the Board the Borrower's annual audited financial statements within 150 days after the end of each fiscal year
 - The 150 day period falls after the November 15 audit submission deadline to the Charter Board, but does not allow for later submissions as approved by the Charter Board as described above
 - The deadline for FY 2020 audit submissions to the Credit Enhancement Eligibility



AGENDA ITEM III(a) REIMBURSEMENT AGREEMENT REPORTING REQUIREMENT - FY 2020 AND THEREAFTER ANNUAL AUDITED FINANCIAL STATEMENTS SUBMISSION EXTENSION


- Following a request from a Credit Enhancement Program participant, the Board's counsel is preparing potential amendments to the Reimbursement Agreements to extend the reporting deadline for fiscal year 2020 and thereafter for annual audited financial statements to no later than March 31 following the end of each fiscal year if such program participant has received an extension from the Charter Board for the applicable fiscal year
- Processing the above described amendments would require Board approval and the amendments would require signature by the Governor's Designee
- The Board's counsel is preparing potential amendments for the following Credit Enhancement Program participants:
 - Vista College Prep
 - Academy of Math and Sciences
 - BASIS Schools



AGENDA ITEM III(a) REIMBURSEMENT AGREEMENT REPORTING REQUIREMENT - FY 2020 AND THEREAFTER ANNUAL AUDITED FINANCIAL STATEMENTS SUBMISSION EXTENSION

- Possible Board action includes:
 - Approval for Board staff and the Board's counsel to prepare and process amendments to Reimbursement Agreements to extend the reporting deadline for submission of annual audited financial statements for program participants if an extension has been approved by the Charter Board
 - Disapproval to process the amendments described above which could result in a default for Credit Enhancement Program participants





AGENDA ITEM IV
PUBLIC COMMENT



AGENDA ITEM V
ADJOURNMENT