INTERIM REPORTS

Education Code Section 42131

POSITIVE
(Current and two subsequent fiscal years)

Process ends

If County Office receives a positive certification when a qualified or negative should have been filed, the County Superintendent shall
- Change the certification to qualified or negative as appropriate.
- Notify the governing board and the SPI no later than 75 days after the close of the period {E.C. 42131 (a)(2)}.

No later than 5 days from notification, district may appeal to SPI {E.C. 42131 (a)(2)}.

No later than 10 days after the receipt of district appeal, the SPI shall determine the certification assigned to the district {E.C. 42131 (a)(2)}.

COE shall notify SPI and Controller of comments on certifications {E.C. 42131 (a)(2)}.

QUALIFIED
(Current and/or two subsequent fiscal years)

County Office of Education transmits copy of certification to Controller and SPI {E.C. 42131 (a)(2)}.

County Superintendent
- Shall submit to the Controller and SPI comments within 75 days {E.C. 42131 (a)(2)}.
- Shall exercise authority granted in E.C. 42127.6.
- May exercise authority granted in Section 42637 and 42652.
- Controller may conduct an audit or review the fiscal condition {E.C. 42131 (d)}.

Second interim report is Positive

Process ends

Second interim report is Qualified

- School district shall provide to the county superintendent, the controller and the SPI, no later than June 1, financial statement projections of the fund and cash balances of the district through June 30, for the period ending April 30.
- Direct district to submit a proposal to County Superintendent addressing conditions {E.C. 42127.6 (a)(1)(E) and 42637}.

NEGATIVE
(Current or subsequent fiscal year)

County Office of Education transmits copy of certification to Controller and SPI {E.C. 42131 (a)(2)}.

The SPI, in cooperation with the controller, shall
- Review the certification with the County Superintendent's comments and actions proposed or taken.
- Conduct an on-site review, direct the County Superintendent to exercise the authority granted in Sections 42127.6 and 42637.

County Superintendent
- Shall submit to the controller and SPI comments within 75 days {E.C.42131 (a)(2)}.
- Shall exercise authority granted in Section 42637.
- May, in consultation with SPI, do any and all of E.C. 42127.6 (e).
- Controller may conduct an audit or review the fiscal Condition {E.C. 42131 (d)}.

Second interim report is Positive

Process ends

Second interim report is Qualified/Negative

- School district shall provide to the County Superintendent, the controller and the SPI, no later than June 1, financial statement projections of the fund and cash balances of the district through June 30, for the period ending April 30.
- Direct district to submit a proposal to County Superintendent addressing conditions {E.C. 42127.6 (a)(1)(E) and 42637}.

—— Approval path

═══ Disapproval path