

Dated 9/29/2016

| Question | Response |
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| 1 May we have a copy of the Prior year Audit and Financial Statements? | Posted on the district web site Harbor District-Financial Reports-Financial Statements June 30, 2015 |
| 2 What were the Fees for the Prior Year Audit | \$15,800 |
| 3 What is the reason you are considering changing the auditor. | Best practice is to go out bid periodically. Per state law new maximum will be six years, but will not apply to district until FY2020. |
| 4 Have there been any changes in your accounting system or software since last year? | Same system in 15/16 as in 14/15, also 16/17. We are adding to the functionality. |
| 5 Have there been any major changes in staff turnaround in the past year? | Between September 2015 and now there has been one change in Senior Financial Management. |
| 6 Please list the staff members in finance and their years of experience with the organization at that position | Glenn Lazof Interim Director of Administrative Services Less than one year David Doyle Accountant Three years Katherine Mickelson Accounting Tech Kin Yip Chan Accounting Tech One year Six Years |
| 7 Will the staff or auditor draft the financial statements? | Auditor |
| 8 About how much time did the prior year auditors spend onsite to conduct their audit? | Eight Days |
| 9 Are the prior year auditors being invited to bid? | Yes. |
| 10 What were the prior year fees? | See above |
| 11 Did these fees include travel? | Yes, listed as an out of pocket expense. |