

Revised Schedule to Publish Forensic Audit Report – Lisa LeBlanc

Attached is a memorandum from James Kawahara, Special Legal Counsel, regarding the request by Vicenti, Lloyd and Stutzman LLP (VLS) for an additional nine (9) days to publish the forensic audit report. As communicated to the Clay Investigation Subcommittee, along with the Board on August 10, 2016, the report was originally going to be published on August 31, 2016. VLS has requested the additional time to thoroughly address the complex issues relating to the audit. The report will still be presented to the Board on September 21, 2016. The updated dates are as follows:

Publication of Forensic Audit Report	September 9, 2016
Clay Investigation Subcommittee Meeting	September 15, 2016 at 5 p.m.
Report to the Board of Education	September 21, 2016

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Clay Investigation Subcommittee

From: James K. Kawahara, Special Legal Counsel
Date: August 17, 2016
Subject: Revised Schedule to Publish Report of the Clay
Investigation Subcommittee

I am writing on behalf of Vicenti Lloyd & Stutzman LLP ("VLS") to confirm an extension of nine (9) additional days to prepare the draft forensic audit report for public release. This extension will also result in

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As a reminder, VLS was retained to conduct a phase 2 forensic accounting of the risk areas identified in the phase 1 risk assessment. There were sixteen areas where VLS was asked to test accounting controls (i.e. "TC"s), and eleven forensic investigation items (i.e. "FI"s).

In addition to retaining VLS to conduct the forensic audit, the Subcommittee was tasked by the Board with the assignment of "assisting the special counsel and audit firm in combining the findings from the forensic audit with a report of legal findings to the Board of Education." [Motion - Board Meeting. F.1, July 21, 2015.] Part of our discussion today will be used to decide the best approach for the Subcommittee to carry out this duty to the Board.

Memorandum