



To the Finance Committee of the
Cabrillo Community College District

We have audited the financial statements of the business-type activities of Cabrillo Community College District for the year ended June 30, 2009, and have issued our report thereon dated February 10, 2010. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated February 15, 2009, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our meeting about planning matters.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Cabrillo Community College District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2009. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated February 10, 2010.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the finance committee, Governing Board, and management of Cabrillo Community College District and is not intended to be and should not be used by anyone other than these specified parties.

Vavonek, Trine, Day & Co LLP

Pleasanton, California
February 10, 2010

CABRILLO COMMUNITY COLLEGE DISTRICT

SUMMARY OF UNADJUSTED DIFFERENCES FOR THE YEAR ENDED JUNE 30, 2009

Entity-Wide						
Description of Audit Difference	Cause		Financial Statements Effects			
			Total Assets	Total Liabilities	Fund Balance	Net Income/Loss
County Cash	Districts typically do not record the difference between Fair Market Value and Cost for County Cash funds. This is a difference on \$49M of County Cash between GAAP and industry practice.	I102	\$ (22,156)	\$ -	\$ (22,156)	\$ (22,156)
Accounts Payable	Construction invoices under certain limits not accrued	M102		(114,211)	(114,211)	(114,211)
Accounts Receivable	Apportionment revenue underaccrued	O104	182,074		182,074	182,074
Accounts Receivable	Lottery estimates not updated by state until after closing	P103	66,872		66,872	66,872
			-	-	-	-
Total			\$ 226,790	\$ (114,211)	\$ 134,735	\$ 112,579
Financial Statement Caption Totals			301,238,780	214,849,713	86,389,067	11,626,895
Net Audit Differences as % of F/S Captions			0.08%	-0.05%	0.16%	0.97%