

Revised Official Responses to Questions related to

RFP No: FSLRRD-2026-0331

The following questions were submitted to info@oneshoreline.org before the April 15, 2026, 5:00 PM PST deadline. As required by the RFP schedule, the revised responses below incorporate all questions received prior to the deadline.

1. Is there anything specific you are looking for in the successor auditors?

[Answer] refer to Page 10 of RFP: Section C. Contents of Technical Proposal which outlines the qualifications, experience, and approach required of all proposers.

2. How many staff did the audit team consist of for both interim and year-end, and how many weeks did the auditor spend in the field?

[Answer] OneShoreline's finance staff primarily works directly with the engagement director of the audit firm and does not have full visibility into the entire audit team composition. The annual audit process begins in July and concludes in October. Specific details regarding interim and year-end staffing levels and fieldwork duration are not available from OneShoreline's perspective.

3. How many audit hours did your current auditors propose under your existing contract?

[Answer] For the most recent audit (FY 2024-25), the current auditor's billable hours totaled 234 hours.

4. What were the prior year's total audit fees, and can you provide the breakdown by components?

[Answer] For the most recent audit (FY 2024-25), the current auditor billed a total of \$57,350. This amount includes \$2,900 in service fees for preparing and transmitting the State Controller's Report.

5. Are there any significant changes in operations expected for FY 2025-26?

[Answer] Yes. OneShoreline fully paid off its bond as of July 31, 2025. As a result, the debt service fund will be zeroed out at the end of FY 2025-26. Additionally, OneShoreline has hired two new project managers.

6. Were there any significant events in 2024-25? Will there be any significant events in FY 2025-26?

[Answer] OneShoreline fully paid off its bond as of July 31, 2025. Consequently, the debt service fund will be zeroed out at the end of FY 2025-26. No other significant events occurred in FY 2024-25 beyond routine operations.

7. Have there been any changes in your accounting system since last year or any planned changes in the future?

[Answer] No.

8. Were there any new bond issues in the current year or any planned bond issuances in the coming years?

[Answer] No.

9. How many leases and subscription arrangements does OneShoreline have?

[Answer] OneShoreline currently has one short-term office lease as lessee, and one short-term lease permit as lessor.

10. How many post-closing journal entries did you have for FY 24-2025? How many were proposed by the auditor?

[Answer] None.

11. Is there any litigation not included in the 2025 Financial Statements?

[Answer] None.

12. Did OneShoreline have any layoffs, retirements, or replacements of key employees in the finance department?

[Answer] None.

13. Do you currently have vacant or frozen positions within finance?

[Answer] None.

14. Was the FY 2025 audit performed remotely? If so, is OneShoreline open to continuing remote audits in the future?

[Answer] Yes and Yes.

15. What is the desired timeline for:

- a. Interim: by the end of July of each calendar year
- b. Field Work: by the end of September of each calendar year
- c. Draft Reports: by the mid of October of each calendar year
- d. Final Reports: by the end of October of each calendar year

16. Is there any flexibility for the scheduling for the first year of the proposed engagement term?

[Answer] OneShoreline prefers to follow the prior fiscal year's audit timeline. As a special district, OneShoreline is required to submit its audited financial statements to multiple government agencies in a timely manner.

17. The RFP notes an ACFR to be OneShoreline's desired financial report. To clarify, since OneShoreline currently prepares a basic financial statements report, is it correct to assume that OneShoreline plans to convert to a full ACFR starting with the fiscal year ending 6/30/26?

[Answer] OneShoreline has prepared a basic financial statements report annually since its inception, covering the past six (6) fiscal years. While preparation of an Annual Comprehensive Financial Report (ACFR) is not currently mandatory for OneShoreline,

management wishes to preserve the option to voluntarily adopt the ACFR format as a best practice in governmental financial reporting and transparency. Accordingly, the proposers could provide separate cost components of both ACFR and a basic financial statements report in their cost proposals to allow OneShoreline to evaluate both options.

18. Does OneShoreline anticipate having federal expenditures in excess of \$1 million for the fiscal year ending 6/30/26 (the threshold triggering a single audit requirement)?

[Answer] For the fiscal year ending June 30, 2026, OneShoreline anticipates federal expenditures of less than \$1 million. However, for the fiscal year ending June 30, 2027, federal expenditures are expected to approach the \$1 million threshold.

Please note that these projections are subject to change based on actual project activity and associated expenditures. Accordingly, proposers are encouraged to include cost components for a single audit at least for the fiscal year ending June 30, 2027, and subsequent years, as applicable.

19. Is OneShoreline amenable to audit work being performed remotely or is there a preference for onsite work? Also, does OneShoreline have any objections to audit work being performed by offices of the audit firm that are outside of the United States?

[Answer] OneShoreline is open to a hybrid approach that includes both remote and onsite work, depending on the phase of the audit and the nature of the procedures being performed. However, OneShoreline expects that the key engagement personnel in charge of audit planning, opening, and closing meetings, any in-person review of source documents, and interviews with Board members and staff, shall be based in the United States.

Regarding the use of non-U.S.-based offices or personnel, OneShoreline does not categorically object, provided that:

- 19.1 All work complies fully with applicable U.S. auditing standards, including Generally Accepted Government Auditing Standards (GAGAS) and all applicable Uniform Guidance requirements;
- 19.2 All team members possess appropriate professional qualifications and are subject to the same quality control, independence, and confidentiality requirements as U.S.-based personnel;
- 19.3 No protected or sensitive OneShoreline data is transferred or stored outside of the United States without prior written approval; and
- 19.4 The firm retains sole responsibility for all work performed, regardless of the location in which it is performed.

Proposers intending to utilize non-U.S.-based resources should clearly disclose this in their technical proposal, including the locations, roles assigned, and oversight mechanisms in place.

20 OneShoreline desires a full ACFR financial report based on the RFP. Under the Additional Provisions section, the RFP notes that OneShoreline’s Finance staff will prepare the basic financial statements. Will OneShoreline’s Finance staff also be preparing the other components of the ACFR (footnotes, Required Supplementary Information, transmittal letter/introductory materials, statistical schedules)?

[Answer] Yes. OneShoreline’s Finance staff will prepare all key components of the ACFR, including the footnotes, Required Supplementary Information (RSI), transmittal letter, introductory materials, and statistical schedules.

21 Under section V(C – Report Preparation) of the RFP, it says that report preparation, editing, printing, tabbing and binding shall be the responsibility of the auditor. Can OneShoreline clarify on the intended role of the auditor in report preparation? Is the role intended to be compiling the information and data supplied by OneShoreline for the various report components into the clean full report draft or is OneShoreline in need of assistance for preparation of specific sections of the report as well?

[Answer] OneShoreline staff will be responsible for preparing the underlying financial data and drafting the content for the various report components, including the basic financial statements, Management Discussion and Analysis (MD&A), and all required supporting schedules. The auditor's role in report preparation is to compile, edit, format, print, tab, and bind the staff-prepared content into the final clean report. For avoidance of doubt, the auditor is not expected to independently draft substantive report content; however, the auditor remains responsible for ensuring that all compiled and finalized reports are complete, accurate, and presented in accordance with applicable auditing and reporting standards.