





Agenda

- Introduction
- Our Audit Responsibilities
- Deliverables
- Communications to the Finance Committee
- Upcoming Standards



Certified
Public
Accountants

Auditor Responsibilities

- Perform an audit of the City's basic financial statements as of and for the year ended June 30, 2018.
- The objective of an audit of financial statements is to express an opinion that the basic financial statements are presented fairly in conformity with generally accepted accounting principles (GAAP).
- The audit was performed in accordance with auditing standards generally accepted in the United States and *Government Auditing Standards*.
- Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.



Certified
Public
Accountants

Deliverables

- (1) Opinion on the City's basic financial statements – GFOA submission - Unmodified
- (2) Opinion on the City's Electric Enterprise Fund - Unmodified
- (3) Opinion on the City's Water Enterprise Fund - Unmodified
- (4) Opinion on the Successor Agency financial statements - Unmodified
- (5) Opinion on the Public Financing Authority financial statements – Unmodified
- (6) Opinion on City's compliance with Air Quality Management District requirements
- (7) Agreed-upon procedures report related to the City's GANN Limit calculation
- (8) Single audit and required opinions (federal grants). Includes opinions on internal control over financial reporting and on compliance and for each major program – unmodified.
- (9) Auditor communications to the City Council summarizing the audit results.

Communications to the Finance Committee

- Auditor's responsibility under professional standards
- Accounting practices – adoption of or changes in accounting policies, alternative treatments – New GASB effective for FY 17-18 – GASB Statement No. 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*
- There were no auditor proposed adjustments/reclassifications made to the financial statements
- There were no uncorrected misstatement identified
- There were no disagreements with management
- There were no consultations with other accountants
- There were no major issues or difficulties encountered during the audit
- There were no major issues encountered during the fiscal year that were a condition to our retention as auditors
- There were no material weaknesses or significant deficiencies noted for FY 17/18

Comments/Questions?

Thank you.

