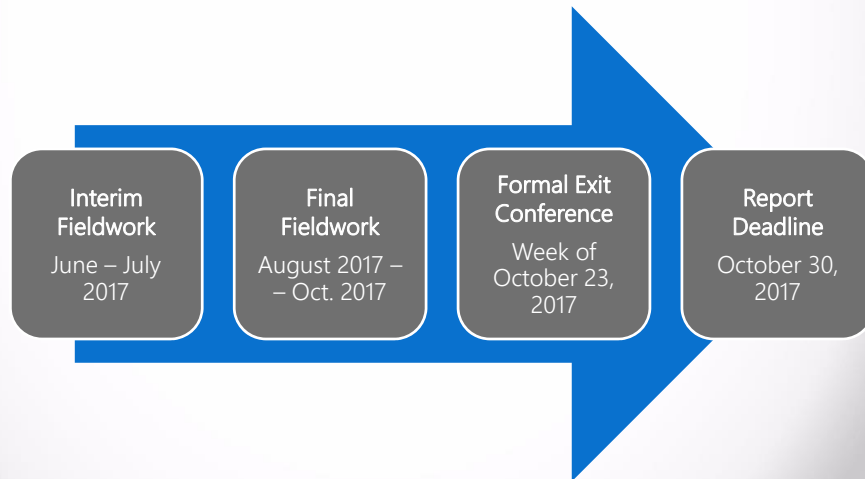


## Agenda



- 1 Introduction
- 2 Timeline
- 3 Significant Audit Areas
- 4 Deliverables
- 5 Communications with the Finance Committee

## Audit Timeline



2

## Significant Audit Areas



- Cash and investments, including restricted cash and investments
- Utility billing receivables
- Accounts, intergovernmental and accounts receivables
- Interfund transactions (due to/from, advances, transfers)
- Capital assets
- Accounts payable and accrued liabilities
- Debt and related accounts disclosures
- Interest rate swaps
- Pension accounting
- Risk management
- Other post-employment benefits
- Net position and fund balance classifications
- Proper revenue recognition and expense cut-off
  - Various taxes, fees and charges for services
  - Measure Z revenues and expenses
  - Federal grants-Uniform Guidance

3

## Deliverables



- (1) Opine on the City's basic financial statements – GFOA submission
- (2) Opine on the City's Electric Enterprise Fund
- (3) Opine on the City's Water Enterprise Fund
- (4) Opine on the Successor Agency financial statements
- (5) Opine on the Public Financing Authority financial statements
- (6) Opine on the 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
- (9) Auditor communications to the City Council summarizing the audit results.

## The Auditor's Communication with the Finance Committee



- Two-way communications and frequency of meetings
- Independence
- Audit planning process
- Materiality and its application to the audit
- Audit approach
- Timing
- Risks and concerns from you we should be aware of as we plan and perform the audit?

Questions?

