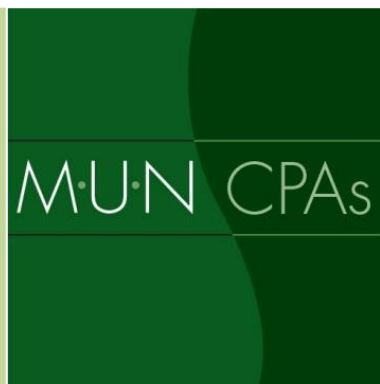


# SUMMARY OF AUDIT RESULTS



## **SOUTH TAHOE PUBLIC UTILITY DISTRICT** YEAR ENDED JUNE 30, 2023



PRESENTER  
JUSTIN WILLIAMS, CPA

# AUDITOR & MANAGEMENT RESPONSIBILITIES

- **Management is responsible** for the preparation and presentation of the financial statements.
- Purpose of an audit is to provide financial statement users with an **independent opinion** on whether the financial statements are presented fairly, in all material respects, and in accordance with applicable accounting standards (GAAP)

# AUDIT PROCESS

- Interim Fieldwork – June 2023
  - Planning – risk assessment, review of Board minutes, management inquiry
  - Documentation and testing of internal controls
    - Cash Receipts
    - Disbursements
    - Payroll
    - Journal entries, bank reconciliations, financial reporting

# AUDIT PROCESS - FIELDWORK

- Year-End Fieldwork – September 2023
  - Testing of Year-End Balances and Activity
    - Confirmation of balances
    - Cut-off testing – receivables and payables
    - Detail tests of transactions
    - Analytical review
  - Single Audit procedures
  - Preparation of Financial Statements and footnotes

# AUDIT REPORTING

- Reporting Results of the Audit
  - Audit Opinion- Independent Auditor's Report
  - *Government Auditing Standards (GAS)* Report
  - Uniform Guidance (Single Audit) Report
  - Communication with Those Charged with Governance
  - Management Letter

# AUDIT RESULTS – FINANCIAL STATEMENTS

- **Independent Auditor's Report**
  - Types of Opinions- Unmodified, Qualified, Adverse or Disclaimer.
  - STPUD 2023- **Unmodified** ("Clean") Audit Opinion

# AUDIT RESULTS – GOVERNMENT AUDITING STANDARDS

- *Government Auditing Standards Report*
  - Material weaknesses – none noted
  - Significant deficiencies – none noted
  - Compliance exceptions – none noted

# AUDIT RESULTS – UNIFORM GUIDANCE

- Uniform Guidance (Single Audit) Report
  - Required when an entity expends more than \$750,000 in Federal grant expenditures
  - Major Programs Tested
    - Drinking Water State Revolving Fund
    - Hazard Mitigation Grant
    - State and Private Forestry Cooperative Fire Assistance
  - No findings noted in relation to internal controls or compliance exceptions



# AUDIT RESULTS – CONCLUSION LETTER

- Communication with Those Charged with Governance
  - **Accounting Policies & Significant Changes in Disclosures**
    - *GASB 96, Subscription-Based Information Technology Agreements*
  - **Accounting Estimates**
    - Allowance for doubtful accounts
    - Lease receivable
    - Subscription liability
    - Depreciation
    - Net pension liability

# AUDIT RESULTS – CONCLUSION LETTER

- Communication with Those Charged with Governance (continued)
  - **Difficulties Encountered in Performing the Audit**
    - None
  - **Disagreements with Management**
    - None
  - **Audit adjustments**
    - None

# AUDIT RESULTS – MANAGEMENT LETTER

- Management letter - Recommendation for improvement
  - No recommendations in current year
  - Prior year accounts receivable write off recommendation implemented during the current year

# SUMMARY OF AUDIT RESULTS

- Reporting Results of the Audit
  - **Audit Opinion- Independent Auditor's Report** –
    - Unmodified (“Clean”) opinion
  - **Government Auditing Standards Report**
    - No matters reported
  - **Uniform Guidance Report**
    - No matters reported
  - **Communication with Those Charged with Governance**
    - GASB 96 implementation, No audit adjustments
  - **Management Letter**
    - No matters reported



*MUN CPAs... working together with  
South Tahoe Public Utility District*



# QUESTIONS?

## MUN CPAs

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