SUMMARY OF AUDIT RESULTS

SOUTH PLACER MUNICIPAL UTILITY DISTRICT
YEAR ENDED JUNE 30, 2018

PRESENTERS

JUSTIN WILLIAMS, CPA
MANN, URRUTIA, NELSON, CPAs & ASSOCIATES, LLP
Overview

- Audit Process and Audit Results of South Placer Municipal Utility District as of and for the year ended June 30, 2018
Audit Process

- Financial Statements are a representation of management
- Auditor is tasked with forming an independent opinion on the financial statements
AUDIT PROCESS

- Reporting Results of the Audit
  - Audit Opinion- Independent Auditor’s Report
  - Government Auditing Standards Report
  - Communication with Those Charged with Governance
  - Management Report
Audit Results

- Independent Auditor’s Report
  - Types of Opinions- Unmodified, Qualified, Adverse or Disclaimer.
  - South Placer Municipal Utility District- Unmodified Opinion
    - “Clean” Audit Opinion
    - Emphasis of a Matter paragraph for GASB 75 implementation- Footnote 10
Audit Results

- Government Auditing Standards Report
  - No Material Weaknesses
  - No Compliance Exceptions
  - No Significant Deficiencies
AUDIT RESULTS

- Communication with Those Charged with Governance- SAS 114
  - Accounting Estimates
    - Net Pension Liability- $4.7 million
    - Net OPEB Liability $1.4 million
    - Depreciation
  - No difficulties with management
- Audit Adjustments
  - 3 Capital Asset Related Adjustments
  - 1 Connection Fee Adjustment
  - Adjustments for GASB 68 and 75
Audit Results

- Management Letter
  - Indication of review of journal entries
  - Delay in preparation of bank reconciliations - February and May
CONCLUSION - SUMMARY

- Unmodified Opinion
- No Compliance Exceptions
- No Material Weaknesses
- No Significant Deficiencies
- Audit Adjustments
  - 3 Capital Asset Related Adjustments
  - 1 Connection Fee Adjustment
  - Adjustments for GASB 68 and 75
- 2 Mgmt Letter Comments