

# Item 11 – Receive Fiscal Year 2018-2019 Comprehensive Annual Financial Reports

---

## **Monterey Peninsula Water Management District Board of Directors Year End: June 30, 2019**

# 2019 AUDIT

## AUDIT OBJECTIVES

- **Opinion on whether the financial statements of the Monterey Peninsula Water Management District are reasonably stated in accordance with generally accepted accounting principles.**

## AUDITORS' REPORT

### Unmodified Opinion

- **The financial statements, in all material respects, are fairly presented in accordance with accounting principles generally accepted in the United States.**

# IMPORTANT BOARD COMMUNICATIONS

- **Significant accounting policies-AU-C 260**
- **Recent accounting pronouncements**
- **No significant or unusual transactions**
- **Accounting estimates are reasonable**
- **Audit adjustments (5 AJE's and 3 GASB JE's)**
  - AJE's – decreased net position by \$95,355
  - GASB JE's – decreased net position by \$506,077 increase in OPEB and Pension liabilities)
- **No uncorrected misstatements**
- **No disagreements with management or consultations with other accountants**
- **No issues discussed prior to our retention as auditors**
- **No significant difficulties encountered in performing the audit**
- **No material weaknesses or significant deficiencies identified**

# RECOMMENDATIONS TO MANAGEMENT

---

- **No current year recommendations**
- **Prior year recommendations have been addressed**

# ACCOUNTING UPDATE

- **The GASB has issued several new Statements.**
  - GASB No. 87, Leases
  - GASB No. 89, Accounting for Interest Costs
  - GASB No. 90, Majority Equity Interests
  - GASB No. 91, Conduit Debt Obligations
- **The District has no plans for early implementation on any of the statements.**
- **The District is not certain of the effect the adoption of the statements will have on the financial statements.**

# 2019 AUDIT

---

## OPEN ITEMS

- **Attorney Letters**
- **Response to GFOA and Application for current year award**
- **State Controller's Report**
  - Due January 31st



HAYASHI | WAYLAND

---

**QUESTIONS?**





HAYASHI | WAYLAND

---

**THANK YOU FOR YOUR  
TIME AND ATTENTION!**

