



We'll get you there.

Audit Results for June 30, 2023



Agenda



Auditors' Opinion

Required Governance
Communication

Accounting Updates

Questions



Auditors' Opinion

Unmodified Opinion

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



Required Governance Communication

Overall

- Purpose is to follow up from planning meeting
- No changes in scope of audit
- The significant accounting policies used are described in the footnotes to the District's financial statements.

Estimates

- Estimates presented in financial statements
- We are comfortable with management's estimates

Difficulties

- No significant difficulties encountered in performing the audit
- No disagreements with management or consultations with other accountants

Other

- No uncorrected misstatements
- AJE's decreased net income by \$65k
- No material weaknesses or significant deficiencies noted
- Management representation letter will be signed at the conclusion of the engagement

Accounting Updates

Adopted Pronouncements

- GASB Statement No. 96
Subscription-Based Information Technology Arrangements

Upcoming Pronouncements

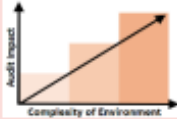
- GASB Statement No. 100
Accounting Changes and Error Corrections
- GASB Statement No. 101
Compensated Absences

New Audit Standards

SAS 143-145: New Risk Auditing Standards

These standards modernize our risk assessment process requiring additional procedures on significant estimates and placing emphasis on the IT environment. This is effective for the District's audit for the year ended June 30, 2024

SAS 143-145

	<h3><u>What Changed</u></h3> <ul style="list-style-type: none">• Auditing standards were modernized for evolving business environment• Effective for calendar year 2023 audits	<h3><u>How to prepare</u></h3> <ul style="list-style-type: none">✓ Review and respond to previous audit comments✓ Document IT processes and controls✓ Engage consultants where necessary
	<h3><u>New Requirements</u></h3> <ul style="list-style-type: none">• Enhanced risk assessment and understanding of accounting estimates• Deeper understanding of IT<ul style="list-style-type: none">• More inquiries of IT managers• Additional requests for data	
	<h3><u>Audit Impact</u></h3> <ul style="list-style-type: none">• More time evaluating controls• Increased use of IT specialists• Potential for internal control comments• Greater impact on complex IT systems 	



Questions?



Thank You



CLAconnect.com



CPAs | CONSULTANTS | WEALTH ADVISORS

©2023 CliftonLarsonAllen LLP. CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See [CLAglobal.com/disclaimer](https://www.claglobal.com/disclaimer). Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.