

AGENDA ITEM 7.

To: Matt Rexroad, Chair
and Members of the Board of Directors

From: Mat Ehrhardt, P.E., Executive Director/APCO

Date: January 13, 2010

SUBJECT: Audit of Financial Statements for Fiscal Year 2008/2009

Recommended Action

To accept and file the audit of the District's Financial Statements for fiscal year 2008/2009.

Reason For Recommended Action

The audit report must be filed with the County Auditor within 12 months of the end of the fiscal year. This requirement is mandated under Government Code Section 26909, which charges the county auditor with ensuring that a financial statement audit is performed for all special districts within the county, within the 12-month period.

Background

The firm of Richardson and Co. conducted an audit of the District's financial records for the period July 1, 2008 to June 30, 2009. During the audit, Richardson and Co. met with District staff to obtain and clarify information required to complete a financial statement and audit of the District.

On December 9, 2009, Richardson and Co. met with audit committee members Mike Reagan (chair), Jack Batchelor, Art Pimentel and Jan Vick (Jim Provenza absent) to review the audit report and financial statements.

The general purpose financial statements present fairly, in all material respects, the financial position of the District as of June 30, 2009, and that the results of the District's operation ended, in conformity with generally accepted accounting principles.

In the Management's Discussion and Analysis, pages 2-11 show current and prior year comparisons. District staff has prepared a chart showing three years of balance comparisons in the analysis. Fund balances are also outlined each year in the proposed and final budget documents.

Attachment: Audit Report
Attachment A-Variances in Combined Statement