

Lake Arrowhead Community Services District

Comprehensive Annual Financial
Report

2020-21 Fiscal Year





Various Reports Issued

Opinion on Financial
Statements

Internal Control/Compliance
Report

Letter to the Board of Directors

Appropriations Limit Report



Opinion on Financial Statements

- Management's Financial Statements
- Auditor's Responsibilities
 - Express opinion
 - Reasonable assurance
 - Conduct audit in accordance with applicable standards; obtain evidence
 - Procedures involve auditor judgment
 - Risk assessment



Opinion on Financial Statements - Continued

- Unmodified (clean) Opinion
- Required Supplementary Information
 - MD&A Budgetary schedule, Pension and OPEB schedules
 - Limited audit procedures – no opinion expressed
- Other Supplementary Information



Report on Internal Controls and Compliance

- Internal control over financial reporting
- Consider internal control to determine what audit procedures to perform
- Not to express an opinion
- Compliance testing – no opinion
 - Test for noncompliance that could be have a material impact on the financial statements



Letter to Board of Directors

- Required Communication from auditors directly to “those charged with governance” – Board of Directors
- Estimates
- Sensitive Disclosures
- Difficulties or Disagreements
- Other Audit Findings or Issues



Appropriations Limit Report

- Required by Article XIII B of the California Constitution
- Specific procedures to test the calculation for the fiscal year ended June 30, 2021
 - Agreed-Upon Procedures Report
 - No exceptions to the District's calculation
- Spending Limit from proceeds of taxes
 - District is well below the appropriations limit



Questions?