

# Lake Arrowhead Community Services District

Comprehensive Annual Financial  
Report

2021-22 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
- New Accounting Pronouncement implemented – *GASB 87 Leases*
  - \$114,914 lease receivable at year-end



# 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, 2022
  - 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?