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# COUNTY OF MENDOCINO

Presentation of Audit Report  
June 30, 2024

# Agenda

- Purpose of our Audit
- Audit Approach
- Summary of Audit Results
- Required Audit Communication to Governance
- Recent Governmental Accounting Standards Board (GASB) Pronouncements

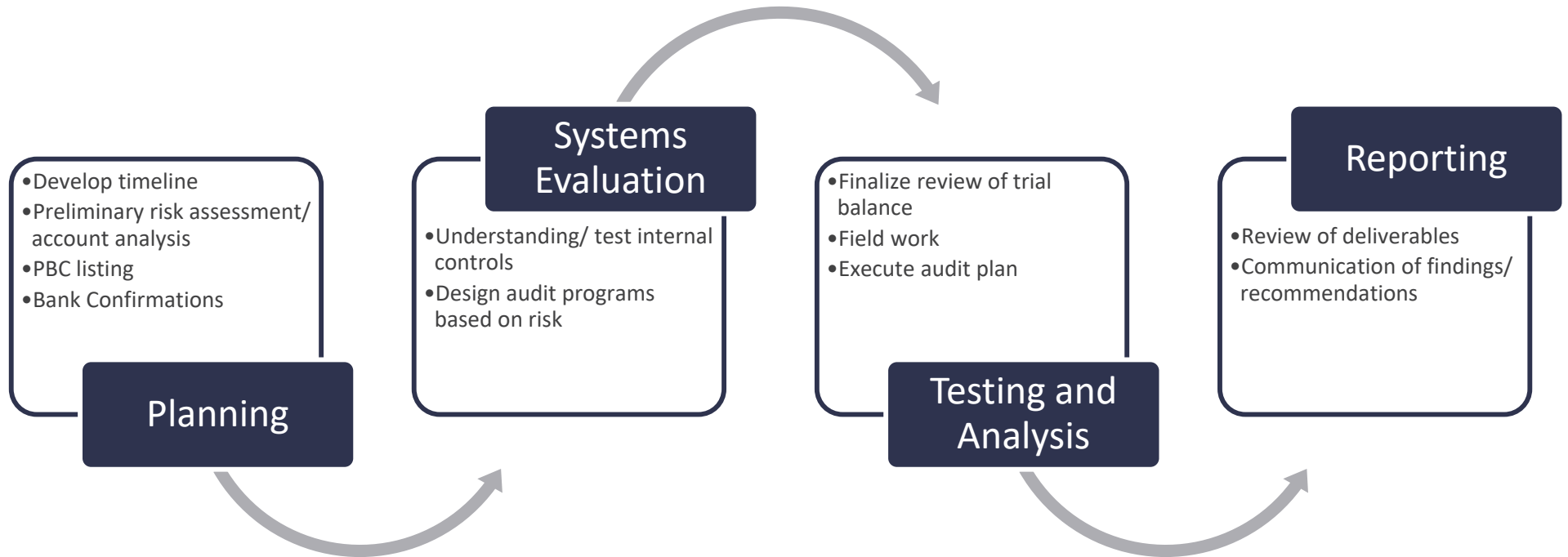


# Purpose of Our Audit

- Express opinions providing *reasonable*, but *not absolute*, assurance whether the County's financial statements are free from material misstatement whether due to fraud or error
- Issue a report on internal controls and compliance as required under Government Auditing Standards



# Audit Approach



# Summary of Audit Results By Engagement

Engagement	Opinion on Financial Statements	Audit Findings
Annual Comprehensive Financial Report (ACFR)	Unmodified	1 Material Weakness



# Summary of Audit Results By Engagement

Engagement	Opinion on Compliance over Major Federal Programs	Opinion on I/C over Major Federal Programs	Audit Findings
Single Audit	Unmodified	Unmodified	None Reported

## Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
10.561	Supplemental Nutrition Assistance Program
93.659	Adoptions Assistance Program
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
93.558	Temporary Assistance for Needy Families
20.205	Highway Planning and Construction
14.228	Community Development Block Grants (CDBG)

Dollar threshold used to distinguish between Type A and Type B programs: \$ 1,657,376

Auditee qualified as low-risk auditee?  yes  no



# Summary of Audit Results: Recap of Findings

Engagement	Type	Account	Condition	Recommendation
ACFR (2024-001)	MW	Schedule of Expenditures of Federal Awards (SEFA)	Material adjustment to a program's federal expenditures (97.036 – Disaster Grants) on SEFA.	Additional training on specific grant requirements.



# Summary of Audit Results: Recap of Prior Audit Findings

Engagement	Type	Account	Condition	Status
None Reported				





# Required Audit Communication

Matters to be Communicated	Auditors' Response
Accounting Policies	<ul style="list-style-type: none"> <li>• Significant accounting policies are described in Note 1.</li> <li>• No new accounting policies and no significant changes</li> </ul>
Accounting Estimates	<ul style="list-style-type: none"> <li>• Claims liability based on third party actuarial reports</li> <li>• Net pension liability is based on actuarial reports</li> <li>• Solid waste landfill closure and post-closure liability is based on engineering estimates approved by the State.</li> </ul>
Corrected and Uncorrected Misstatements	<ul style="list-style-type: none"> <li>• No material adjustments</li> </ul>
Disagreements with Management	<ul style="list-style-type: none"> <li>• No disagreements with management</li> </ul>
Consultations with Other Accountants	<ul style="list-style-type: none"> <li>• No consultations with other accountants</li> </ul>



# Required Audit Communication (Continued)

Matters to be Communicated	Auditors' Response
Audits of Group Financial Statements	<ul style="list-style-type: none"> <li>No matters related to the group audit of MCERA we considered to be significant to the responsibilities of the Board.</li> </ul>
Fraud and Illegal Acts	<ul style="list-style-type: none"> <li>None identified</li> </ul>
Significant Difficulties Encountered During the Audit	<ul style="list-style-type: none"> <li>No significant difficulties were encountered while performing our audit procedures.</li> </ul>
Supplementary Information	<ul style="list-style-type: none"> <li>Limited procedures were performed, and an opinion was rendered, on combining nonmajor fund financial statements and the schedule of expenditures of federal awards (SEFA)</li> </ul>



# Required Audit Communication (Continued)

Matters to be Communicated	Auditors' Response
Other Supplementary Information (Introductory and Statistical Sections)	<ul style="list-style-type: none"><li>Limited procedures were performed, and no opinion was rendered</li></ul>
Required Supplementary Information (RSI)	<ul style="list-style-type: none"><li>Limited procedures were performed, and no opinion was rendered on management's discussion and analysis, budgetary schedules and pension information</li></ul>
Management Representations	<ul style="list-style-type: none"><li>Management provided us with a signed copy of the management representation letter upon completion of each engagement</li></ul>



# Recent Governmental Accounting Standards Board (GASB) Pronouncements

## GASB Statement No. 101 - Compensated Absences





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