

City of Glendale Financial Audit for the Fiscal Year Ended June 30, 2013

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What is an Audit?

Examine and verify management's assertions...provide an opinion

Includes findings & recommendations

Auditors evaluate risk

Auditors work for and should communicate results to the governing board (City Council)

The Reporting Package

1. Communication to Governance

2. Comprehensive Annual Financial Report (CAFR) – Includes audit opinion

3. The Single Audit Report (Federal awards) – Two reports issued

4. HURF Report

5. Annual Expenditure Limitation Report

6. Landfill Assurance

7. Management Letter

Comprehensive Annual Financial Report (CAFR)

We rendered an Unmodified Opinion on the Financial Statements (“*clean*”)

- Component of the CAFR
 - Basic financial statement (audit opinion)
 - Combining and individual fund financial statements and schedules (“in-relation-to” opinion)
 - Federal data schedule (“in-relation-to” opinion)
 - Required supplementary information, statistics section, and introductory section (Disclaimer)

Single Audit Report/Audit Findings

- Two Reports
 - Report on Internal Control Over Financial Reporting (performed in accordance with *Government Auditing Standards*) – 3 Findings
 - ◇ 1 material weakness in internal controls
 - ◇ 2 significant deficiencies in internal controls
 - Report on Compliance (performed in accordance with the Federal OMB Circular A-133) – Unmodified Opinion - 3 Findings
 - ◇ 1 matter of noncompliance related to a major federal program
 - ◇ 2 significant deficiencies in internal controls over compliance for major federal programs

Audit Findings (definitions explained)

- Deficiency – either an error occurred or the design of the Organization’s internal controls may not prevent or detect an error
- Significant Deficiency – a deficiency occurred, but it is not material and in all likelihood would not cause something to be materially misstated, but it’s important enough that it should be reported to governance
- Material Weakness – a deficiency is present and it is either material or it could cause a material misstatement

Questions or Comments?

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