

Pueblo City-County Library District

Comprehensive Annual Financial Report (CAFR) Financial Audit

Fiscal Year 2018
Entrance Meeting with the Board of Trustees
December 11, 2018

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor

Agenda





Scope of the Audit

 Financial Statement Audit – Comprehensive Annual Financial Report (CAFR)

Findings and Recommendations



Responsibilities under US Generally Accepted Auditing Standards (GAAS)

- Auditors are responsible for:
 - Expressing opinions on whether financial statements are in conformity with U.S. Generally Accepted Accounting Principles in all material respects.
 - Expressing opinions only over information identified in our report.
 Other information included in your financial statement package will be read/reviewed, but not subject to testing.
 - Performing audit in accordance with required auditing standards
 - Communication of significant matters related to audit



Responsibilities under US Generally Accepted Auditing Standards (GAAS)

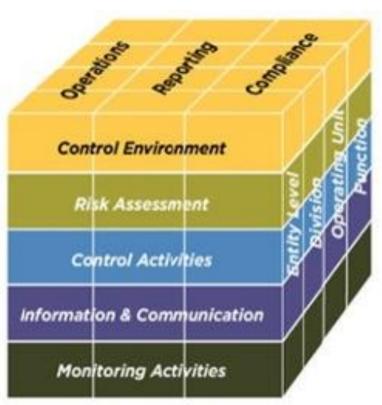
- An audit in accordance with GAAS:
 - Does not relieve management of responsibilities
 - Includes consideration of internal control as basis for audit procedures, but not to opine on effectiveness of internal controls
 - Is designed to obtain reasonable, but not absolute, assurance about whether statements are free of material misstatement



Responsibilities of the Board of

Trustees

The COSO Framework





Fiscal Year 2018 Audit Topics

Current:

- GASB No. 75 OPEB (Employer) Implementation requires a restatement as of 12/31/17 – Estimated at \$614k
 - ♦ Estimated Net OPEB Liability for 2018 of \$616k
- Continued GASB No. 68 Impact Estimated Net Pension Liability for 2018 of \$6.8m (FY17 \$8.4m)
- Future GASB Pronouncements:
 - GASB No. 87 Leases 12/31/20



Required Communications to Governance and Management

- Preliminary Communications to Governance:
 - Responsibilities under US Generally Accepted Auditing Standards (GAAS)
 - Planned scope and timing of the audit
- Communications to Governance Conclusion:
 - Significant findings or issues from the audit
- Management Letter at Conclusion:
 - Deficiencies in internal control other than significant deficiencies and material weaknesses



Required Deliverables

Independent Auditors' Report – opinions on the financial statements

Assist in the preparation of the CAFR



Fieldwork Timing and Reporting Timeline

- Pre-engagement, planning procedures, interim fieldwork – 1/21
- Final fieldwork Weeks of 3/18, 3/25

- Completion of Draft CAFR prior to May 15th
- Board of Trustees Audit Presentation TBD



