



Agenda Item No. (12)

To: Finance-Auditing Committee/Committee of the Whole
Meeting of December 14, 2023

From: Cody P. Smith, Director of Accounting
Joseph M. Wire, Auditor-Controller
Denis J. Mulligan, General Manager

Subject: **RECEIVE THE INDEPENDENT AUDITOR'S ANNUAL
COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDING
JUNE 30, 2023, AS SUBMITTED BY EIDE BAILLY, LLP**

Recommendation

The Finance-Auditing Committee recommends the Board of Directors receive the Independent Auditor's financial reports as submitted by Eide Bailly, LLP, for the following:

1. The Annual Comprehensive Financial Report (ACFR) for the year ending June 30, 2023; and,
2. The Independent Auditor's Communication Letter regarding matters related to the audit.

This matter will be presented to the Board of Directors at its December 15, 2023, meeting for appropriate action.

Summary

The ACFR is attached hereto, and includes the following sections:

1. Annual Comprehensive Financial Report for the year ending June 30, 2023:
 - a. Introductory Section
 - b. Financial Section, including:
 1. Independent Auditor's Report
 2. Management's Discussion and Analysis
 3. Financial Statements
 4. Required and Other Supplementary Information
 5. Supplementary Information
 - c. Statistical Section

Representatives of Eide Bailly, LLP (EB) will present their audit results at the December 14, 2023, Finance-Auditing Committee meeting. This is EB's first year of a three-year contract with two, one-year options. The firm has extensive audit experience with other public agencies such as Santa Clara Valley Transportation Authority, San Mateo County Transit District, Caltrain, Solano Transportation Authority, and Monterey-Salinas Transportation Agency. The Auditor's opinion is unmodified vis-à-vis the District's financial statements.

In accordance with Statements of Auditing Standards No. 122, 123, 125, 128, 134, 135 & 137 (Auditor's Communication with Those Charged with Governance) and AU-C Section 260, the independent auditors must communicate significant findings and issues related to an audit. EB's communication will cover such topics as the auditor's responsibilities under generally accepted auditing standards, an overview of the scope and timing of the audit, and significant findings from the audit, if applicable.

Fiscal Impact

There is no fiscal impact associated with this information report.

- Attachment No. 1: The Annual Comprehensive Financial Report (ACFR) is available online at:<https://www.goldengate.org/district/board-of-directors/meeting-documents/>.
- Attachment No. 2: The Independent Auditor's Communication Letter is on file in the District Secretary's Office.