



## 2016 Audit Results

COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE

# Multnomah County Board Meeting Presentation of Audit Results

JANUARY 26, 2017

**MOSS-ADAMS**<sub>LLP</sub>

Certified Public Accountants | Business Consultants

# Agenda

- Nature of Services Provided
- Auditor's Opinions and Reports
- AU-C 260 (SAS 114) Communication with *Those Charged with Governance*
- Accounting Update



# Nature of services provided

1

Audit Multnomah County  
and Component Unit  
financial statements

2

Assistance with, and technical  
review of, the CAFR for  
compliance with GAAP as well  
as GFOA Certificate of  
Excellence requirements

3

Compliance  
testing/reporting under  
Oregon Minimum Audit  
Standards

4

Single Audit of federal grant  
programs under Uniform  
Guidance

# Nature of services provided

5

Testing the County's  
internal controls


6

Assessment of the County's  
technology environment

# Significant audit areas

Significant Audit Area	Planned Audit Assurance From			
	Risk Assessment	Test of Controls	Analytical Procedures	Test of Details
Cash and investments	✓	✓		✓
Revenue and receivables	✓	✓	✓	✓
Capital assets	✓	✓	✓	✓
Accounts payable	✓	✓		✓
Accrued liabilities, including PERS (GASB 68) & OPEB	✓	✓	✓	✓
Long-term debt	✓			✓
Net position/fund balance	✓			✓
Grants	✓	✓		✓
Oregon Minimum Standards & Local Budget Law	✓			✓
Financial close and reporting	✓			✓
Fraud risks	✓	✓	✓	✓


# Auditor's report on the financial statements



Unmodified  
(clean) opinion on  
financial  
statements

- Financial statements are presented fairly and in accordance with US GAAP

# Auditor's Report on the Financial Statements – Component Units



Unmodified  
(Clean)  
Opinions on  
Component  
Unit  
Financial  
Statements

- Dunthorpe-Riverdale Service District No. 1
- Mid County Service District No. 14
- Multnomah County Library District
- Report on State Legal Compliance
  - No instances of non-compliance noted

# Other Auditor Reports



## **GAGAS Report on *Internal Control Over Financial Reporting* and on *Compliance* and *Other Matters***

- No financial reporting or compliance findings for:
- Multnomah County
- Component Units

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## **Report on Compliance with Requirements that could have a *Direct and Material Effect on the Major Federal Programs* and on *Internal Control Over Compliance* in accordance with the **Uniform Guidance for Federal Awards** (2 CFR Part 200)**

- No control findings
- No compliance findings



# Other Auditor Reports



**Report on Compliance and Other Matters** based on an audit of financial statements in accordance with **Oregon Minimum Standards**

- One over-expenditure was identified in the Capital Debt Retirement Fund

# Required communications for commissioners



## **All Matters Presented to Audit Committee in November** **Difficulties Encountered in Performing the Audit**

- None noted

## **Reporting Deadlines**

- Attention focused on meeting state requirement to file the audit report with the State by December, 31, 2016

## **Audit Adjustment Passed**

- None noted

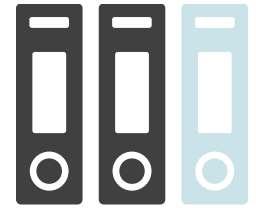
## **No Disagreements with Management**



## Other Matters and Best Practice Observations

- **Current year**
  - No management letter issued
  - Minor observations notes, many already addressed by management
- **Prior year**
  - No management letter issued
  - Minor observations notes, many already addressed by management

# New Standards



- GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*
- **GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions***
- **GASB Statement No. 77, *Tax Abatement Disclosures***
- GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*
- GASB Statement No. 80, *Blending Requirements for Certain Component Units—an amendment of GASB Statement No. 14*
- GASB Statement No. 81, *Irrevocable Split-Interest Agreements*
- GASB Statement No. 82, *Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73*
- GASB Statement No. 83, *Asset Retirement Obligations*

# Acknowledgements

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# Comments and Questions?

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