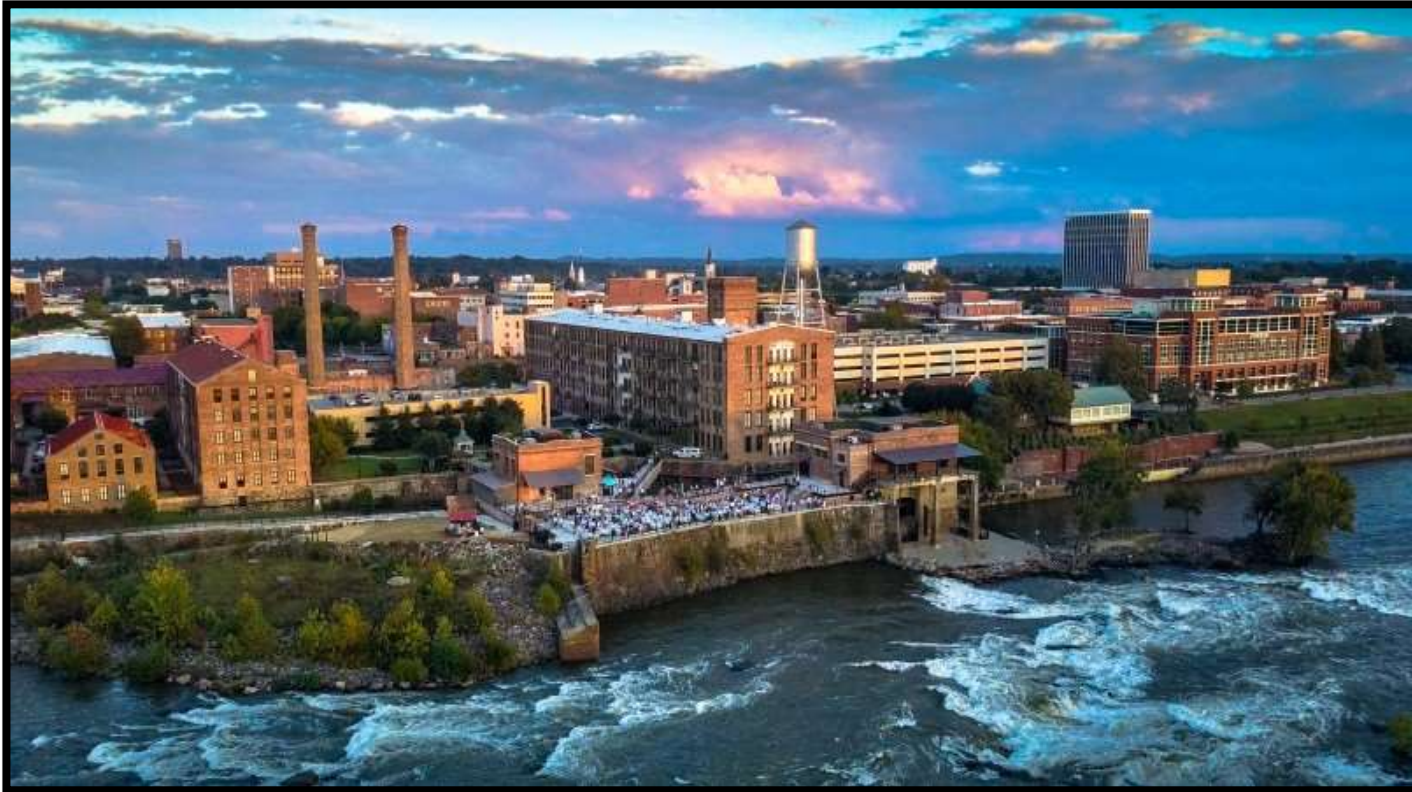


Columbus Consolidated Government

Financial & Compliance Audit – June 30, 2023



Presented by:
David Irwin, CPA
Partner



Purpose of Today's Presentation

- **Overview of:**
 - **Independent Auditor's Report**
 - **Compliance Reports**
 - **Financial Statements**
- **Required Communications**
- **Answer Any Questions**

Purpose of Financial Audit

- **Objective: Obtain reasonable assurance that F/S are free from material misstatement, whether due to fraud or error.**
- **Enhances the degree of confidence of intended users and readers of the financial statements (citizens, elected representatives, investors and creditors).**
- **Identify and assess risks of material misstatement and design and perform audit procedures responsive to those risks. Procedures include examining, on a test basis (audit sampling), evidence regarding amounts and disclosures in the financial statements.**

Audit Opinion

- **Columbus: responsible for financial statements.**
- **M&J: to express opinions.**
- **Auditing Standards = *Generally Accepted Auditing Standards and Governmental Auditing Standards***
- **Financial Audit : Unmodified (Clean) Opinion**
 - **Highest level of Assurance**
 - **Financial Statements are fairly presented in all material respects, in accordance with GAAP**

Compliance Reports

Financial Report contains two (2) Compliance Reports:

- **Single Audit Report**
 - **Compliance audit**
 - **Required > \$750k in federal expenditures**
 - **Unmodified (Clean) Opinion**
- **Yellow Book Report**
 - **Report on Government's Internal Controls and Compliance**
 - **Not Intended to Provide an Opinion**
 - **One Material Weakness, No Significant Deficiencies Noted During Our Audit**

Overview of Financial Statements

- **Government prepares an Annual Comprehensive Financial Report (ACFR)**
- **ACFR goes above and beyond basic reporting requirements**
- **Submitted annually to Government Finance Officers Association (GFOA)**
- **Government awarded ACFR Certificate for 33rd year in a row.**

Overview of Financial Statements

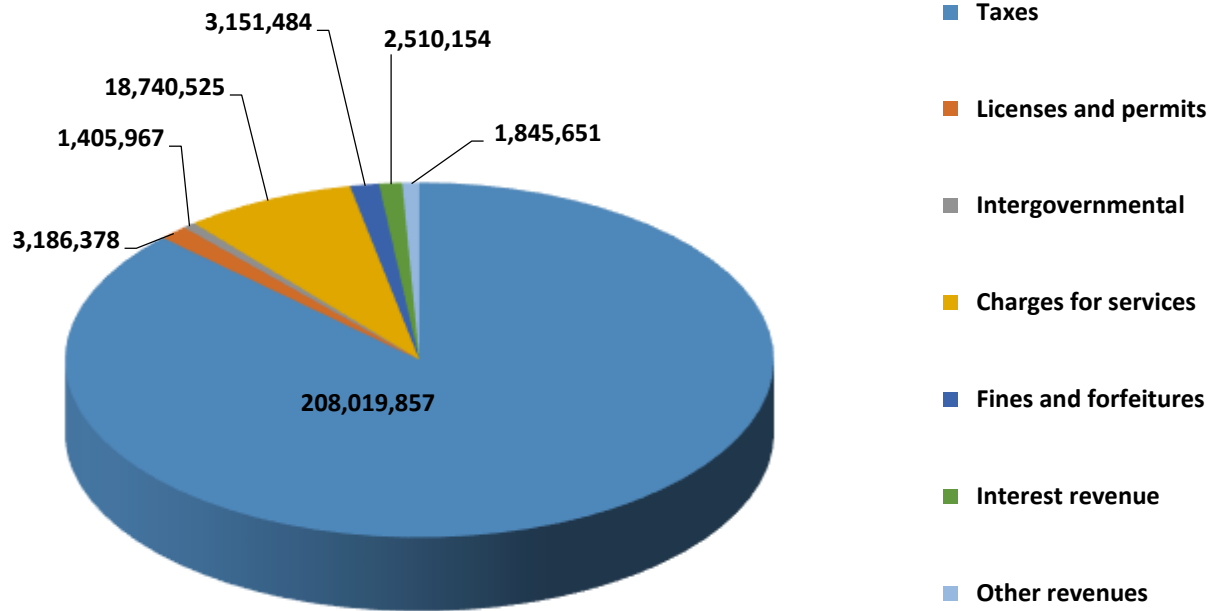
- **Management's Discussion & Analysis (MD&A)**
 - **Written by Management**
 - **Introduces and Summarizes Basic Financial Statements**
 - **Comparative Information**

- **Government's Financial Statements Include Three (3) Components**
 - **Government-Wide Financial Statements**
 - **Funds Financial Statements**
 - **Notes to the Financial Statements**

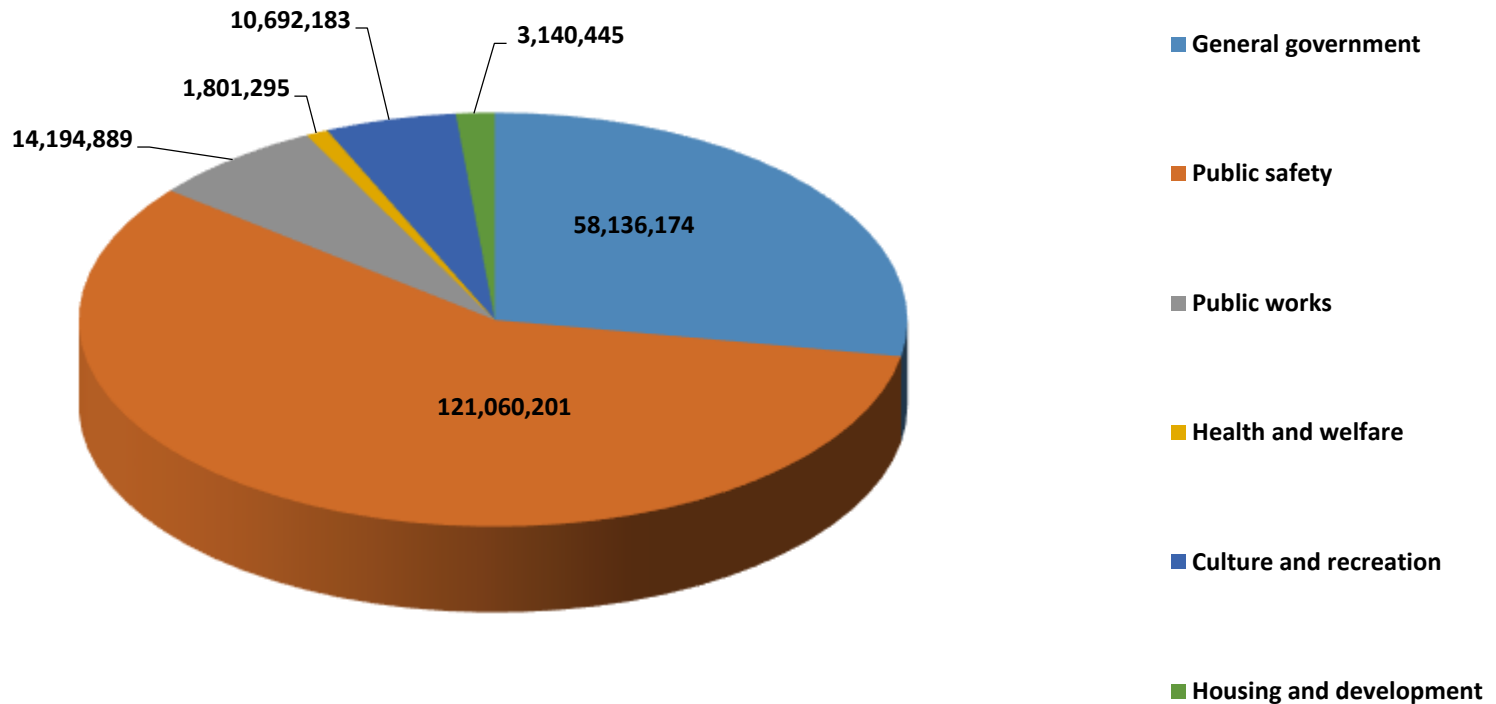
Government-Wide Financial Statements

	<u>Government</u>	+ <u>Comp Units</u>	+ <u>Fiduciaries</u>	= <u>Combined</u>
• Assets	\$1.3 billion	\$902 million	\$595 million	\$2.8 billion
• Capital Assets	\$592 million	\$648 million	Not Applicable	\$1.3 billion
• Liabilities	\$722 million	\$361 million	\$14 million	\$1.1 billion
• Net Position	\$547 million	\$541 million	\$581 million	\$1.7 billion
• Revenues	\$415 million	\$179 million	\$317 million	\$911 million
• Expenses	\$338 million	\$177 million	\$275 million	\$790 million
• Change	\$77 million	\$2 million	\$42 million	\$121 million

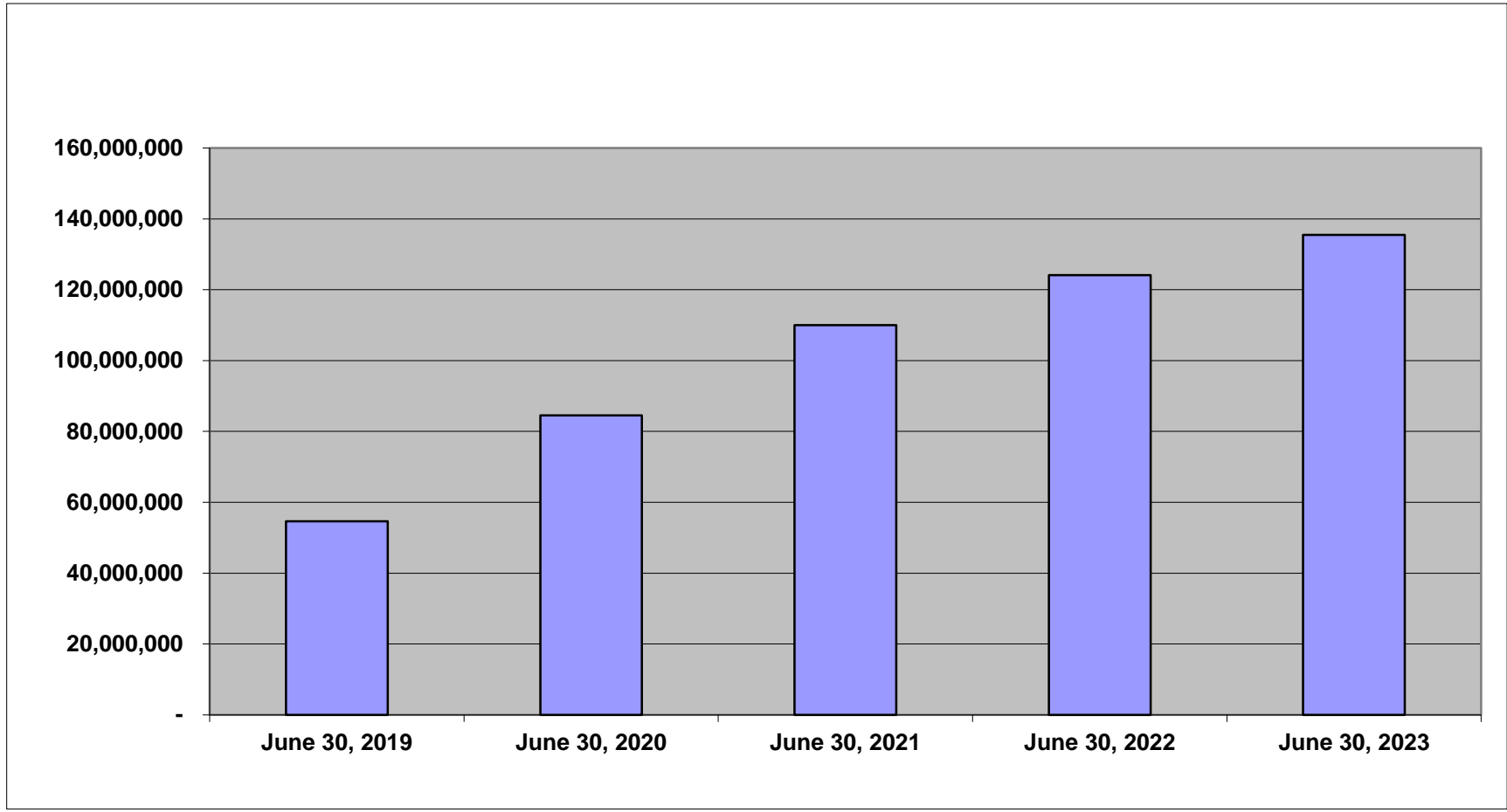
General Fund Revenues



General Fund Expenditures



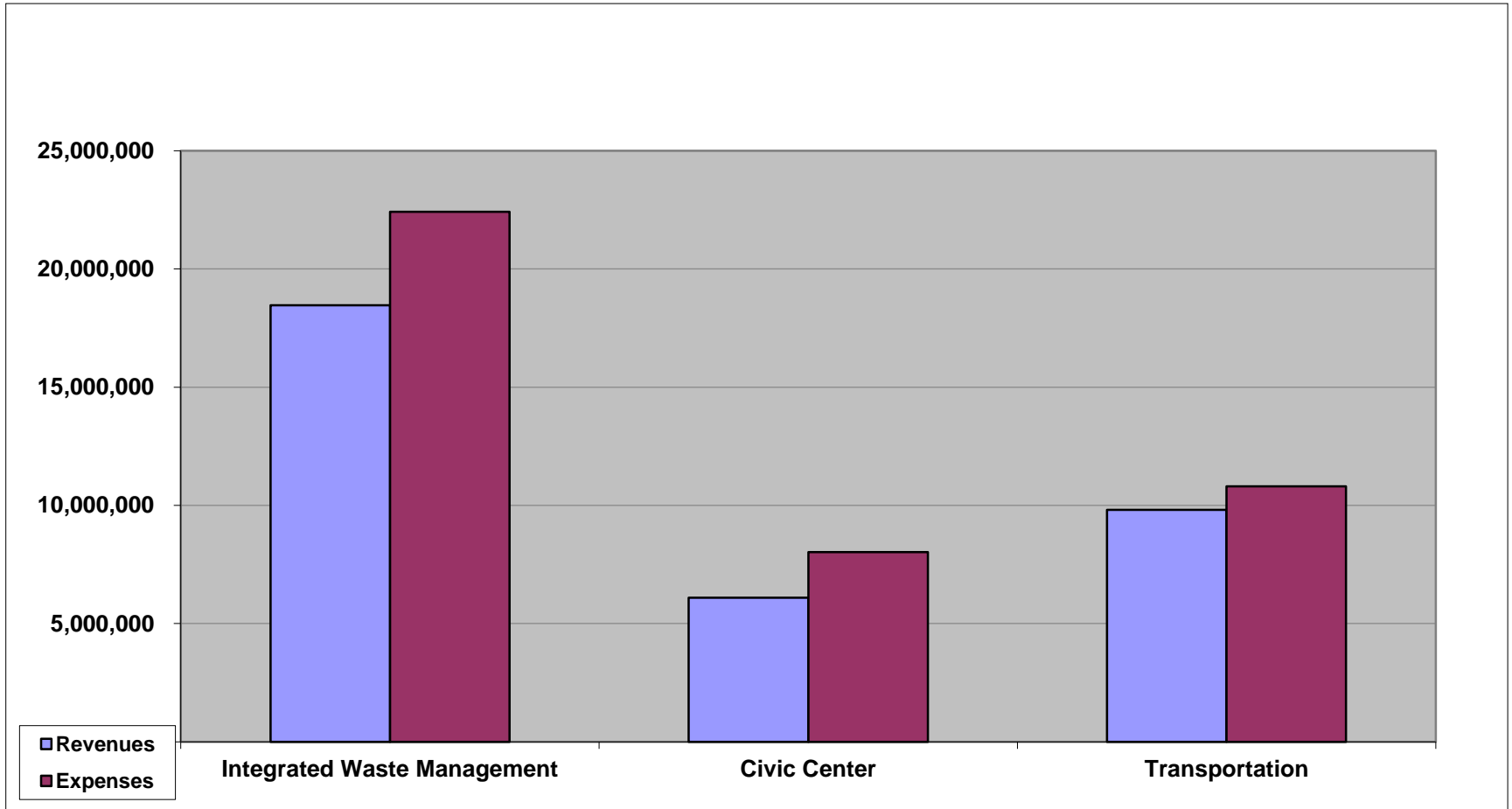
General Fund – Fund Balance History



Importance of Maintaining Strong Fund Balance

- **Cash flow through second half of calendar year**
- **Significant emergencies and unanticipated expenditures (i.e. weather-related costs)**
- **Flexibility for discretionary funding needs**
- **Potential for better interest rates on debt issues**
- **Important in uncertain economic times**

Enterprise Funds - Revenues vs. Expenses



Recommendations for Improvement

- 1. Cash Management – Tax Commissioner’s Office**
- 2. Excess Funds in the Superior Court and Sheriff’s Office**
- 3. Backlog of Business License and Alcohol Beverage License Renewals**

Required Communications

- **Clean Opinion, One Material Weakness, No Significant Deficiencies**
- **We Received Full Cooperation from Management and Staff**
- **No Disagreements with Management**
- **No Significant Issues Discussed with Management**
- **No Uncorrected Misstatements**
- **We are Independent of the Government as Required by Government Auditing Standards**

Closing

We appreciate the opportunity to serve the Columbus Consolidated Government and look forward to serving the Government in the future.

