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1954 - 2024

Orange County
Sanitation District
70th Anniversary

Annual Comprehensive Financial Report (ACFR)

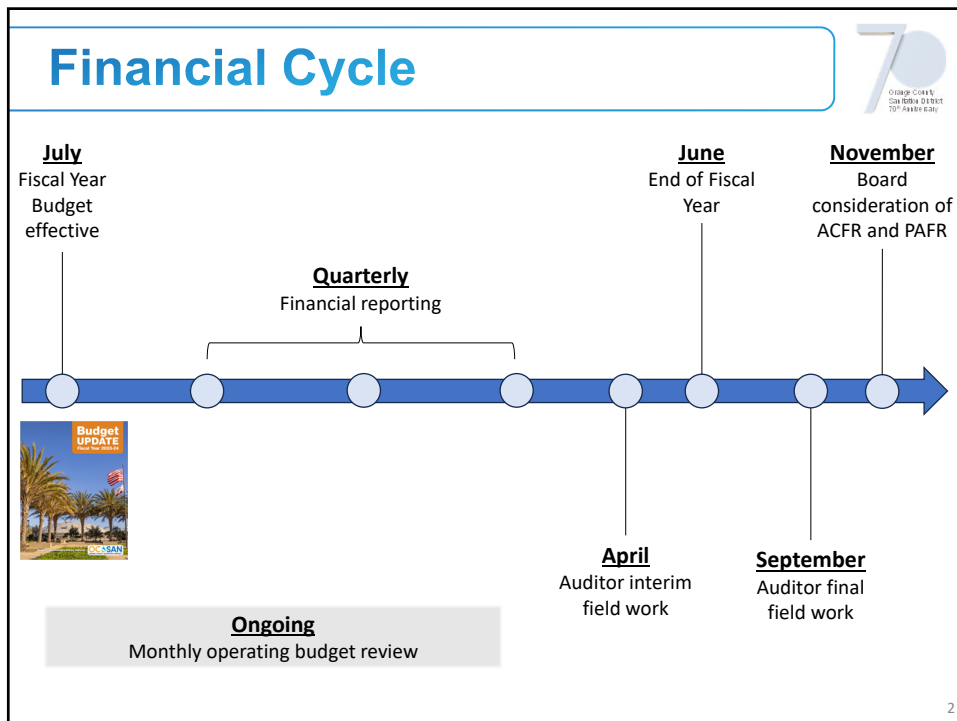
For the Year Ended June 30, 2024

Administration Committee

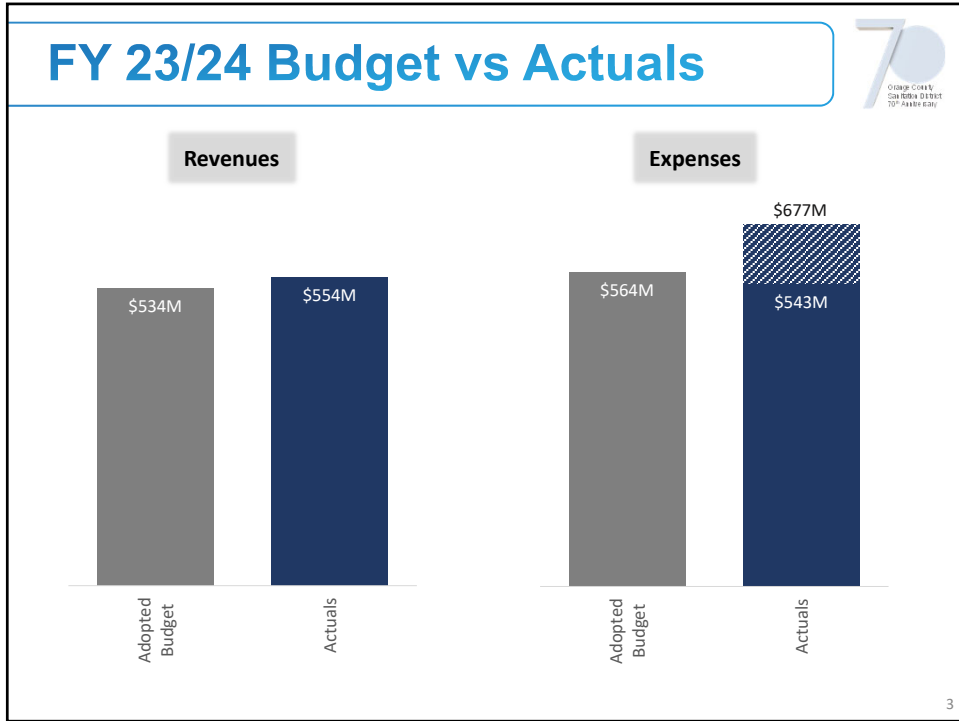
Presented by Ruth Zintzun, Finance Manager
and Bryce Hockensmith, Accounting
Supervisor

November 13, 2024

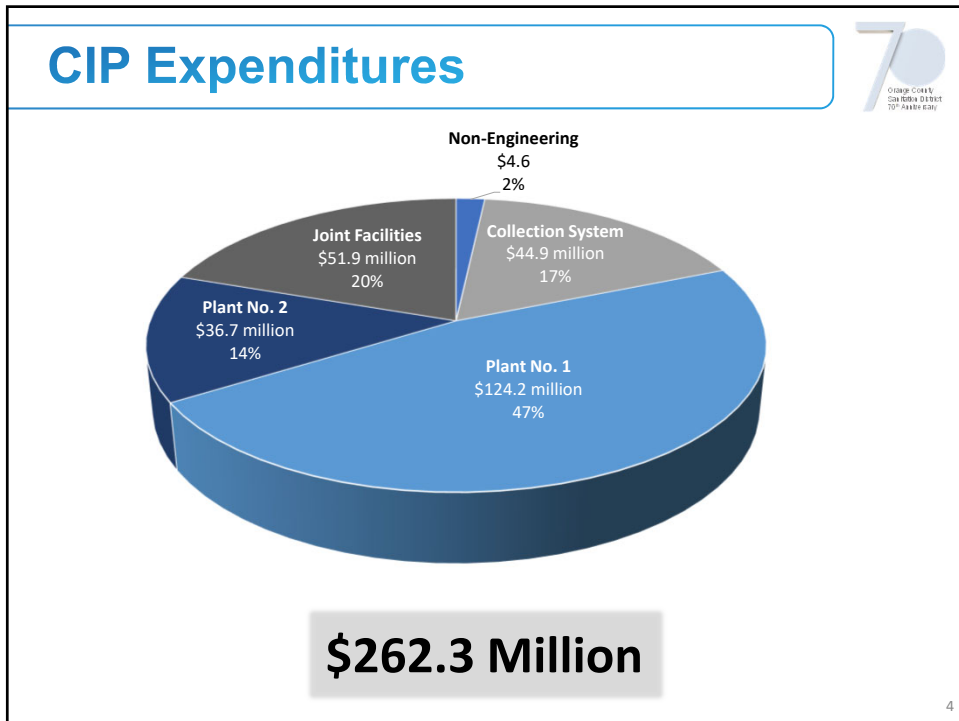
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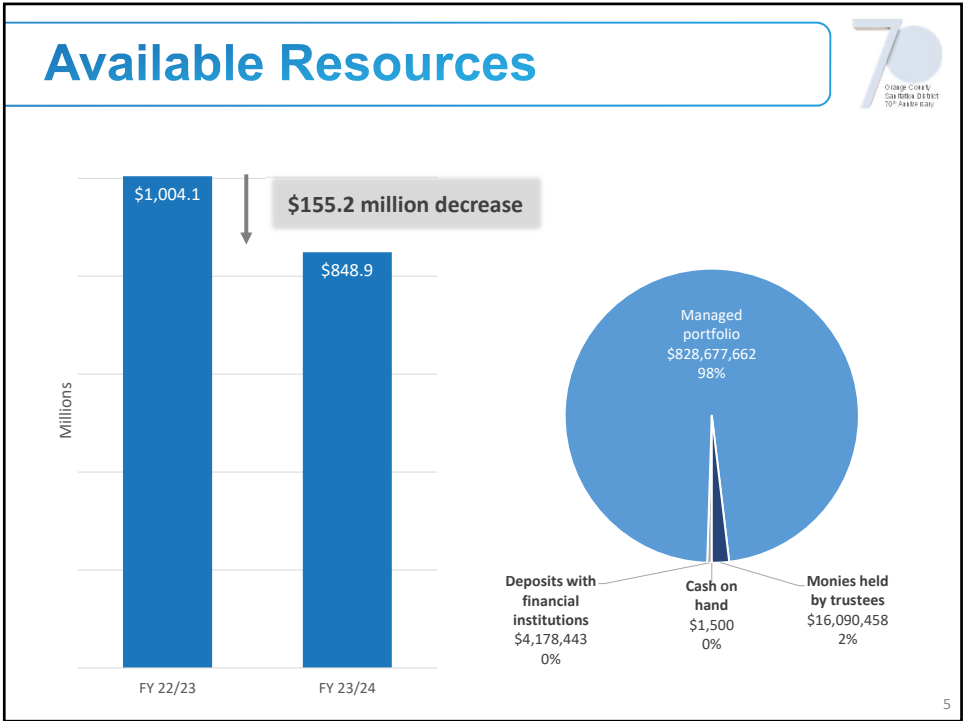
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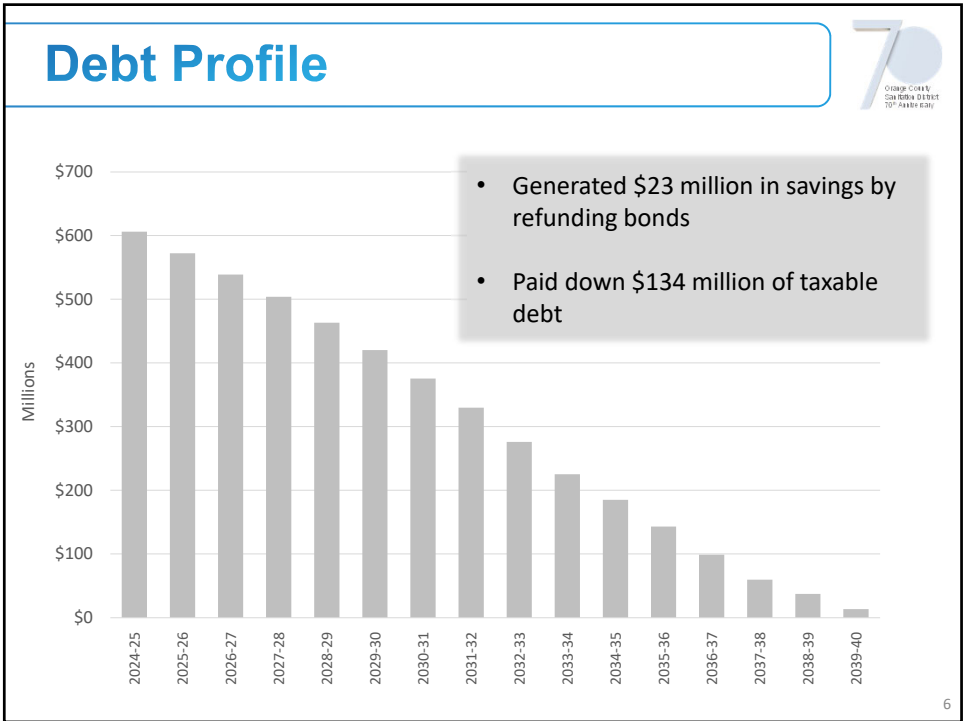
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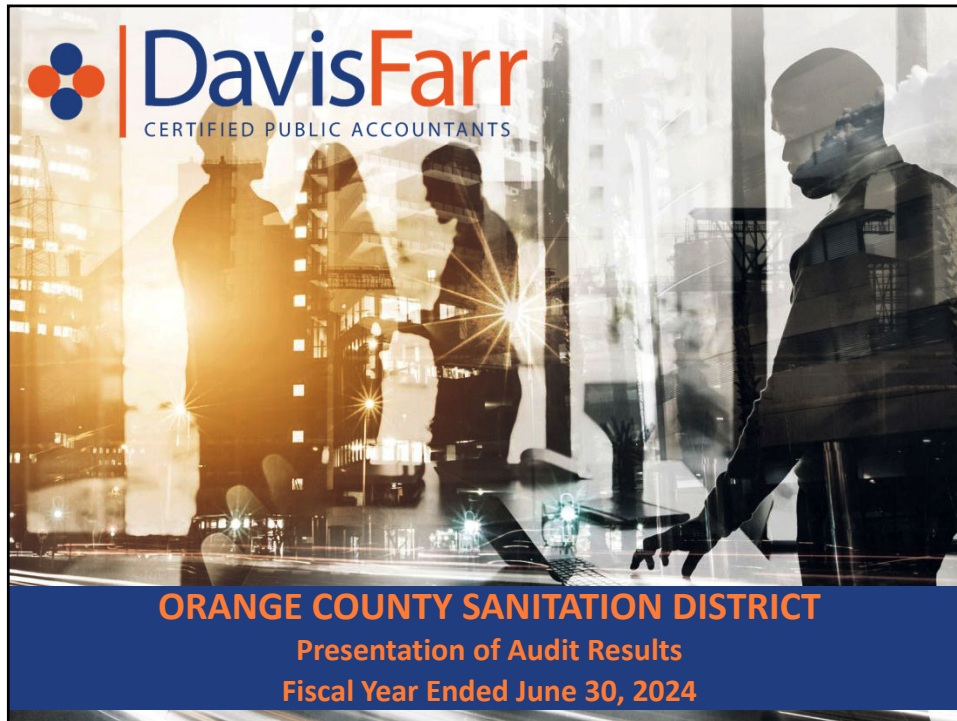
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Overview of Audit Approach

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- Substantive testing of all material assets and liabilities using 3rd party confirmations and other procedures
- Evaluation of internal controls for key accounting cycles and information systems
- Analytical testing of revenues and expenditures with substantive testing when the change from the prior year was material
- Compliance testing of investments, debt, and disbursements



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Audit Reports Issued

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- ❑ Annual Comprehensive Financial Report
 - ❑ Unmodified audit opinion
 - ❑ The financial statements and footnotes are presented fairly, in all material respects, in accordance with generally accepted accounting principles
- ❑ Agreed Upon Procedures
 - ❑ Appropriations (GANN) Limit
 - ❑ Indemnity Agreement
- ❑ Bond Comfort Letter



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Audit Results

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- ❑ Government Auditing Standards Letter
 - ❑ No material instances of noncompliance
 - ❑ No significant deficiencies or material weaknesses in internal controls
- ❑ Communication to Those in Governance
 - ❑ No material audit adjustments detected
 - ❑ Disclosure of significant accounting estimates:
 - ❑ Judgments concerning which capital project expenditures to capitalize
 - ❑ Actuarial calculations of pension and OPEB



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Audit Results

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- ❑ Auditor Risk Assessment and Results
 - ❑ Accounting for capital projects
 - ❑ Accounting for issuance of new debt and related defeasance of debt
- ❑ Unpredictability Test
 - ❑ Selected 10 significant vendor transactions/contracts
 - ❑ Tested for compliance with bidding and purchasing policies
 - ❑ No instances of noncompliance noted



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Upcoming Changes in Standards

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- ❑ GASB 101: Compensated Absences – FY 24/25
- ❑ GASB 102: Certain Risk Disclosures – FY 24/25
- ❑ GASB 103: Financial Reporting Model Improvements – FY 25/26
 - ❑ Changes to Management's Discussion & Analysis
 - ❑ Changes to Proprietary Fund reporting of operating & nonoperating activities



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Next Steps

- Board consideration of ACFR and PAFR
- Apply for industry awards



Orange County Sanitation District
Annual Comprehensive Financial Report
for the year ended June 30, 2024

POPULAR ANNUAL FINANCIAL REPORT
for the year ended JUNE 30 2024

GOFA
Certificate of Achievement
FOR EXCELLENCE IN
Financial Reporting

GOFA
Government Finance Officers Association
Popular Annual Financial Reporting Award

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ORANGE COUNTY SANITATION DISTRICT
707 PARKWAY EAST

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