



Sites

Presentation on the December 31, 2021

By

Scott A German, CPA

Presented August 24, 2022



**Thank-you for allowing us
this opportunity**



Craig R. Fechter, CPA, MSTax

1976-2022

What is an Audit?

Our Shared responsibility for accuracy and disclosure

Financial Statement Audit Defined

A Financial Statement audit is defined as an independent examination of the organization's financial statements and disclosures by independent auditors with the goal of providing a materially true and fair view of the organization's financial performance.



The auditor is a watchdog not a
bloodhound.
– Lord Justice Topes

Fechter & Company's Responsibility

Our Responsibilities

- We are responsible for forming and expressing an opinion about whether the financial statements that have been prepared by management, with the oversight of those charged with governance, are prepared, in all material respects, in accordance **Generally Accepted Accounting Principles**
- Our engagement as auditors and the performance of the audit of the financial statements does not relieve management or those charged with governance of their responsibilities.

An audit only provides reasonable assurance NOT absolute assurance on the accuracy of the financial statements

Sites Management Responsibility

Management and the Board are responsible for fair and accurate financial reporting and establishing the systems and policies necessary to achieve that goal.

- Specifically Management is responsibilities include:
 - Selection of accounting policies
 - Financial Statement presentation and accuracy
 - Implementation of a system of internal controls

Management and the Board have full responsibility for the Financial Statement presentation and accuracy

Overview of the Financial Statements

A snapshot

Independent Auditor's Report

Clean Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Authority as of December 31, 2021, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America

Balance Sheet

2021 2020

Assets

• Cash and investments	\$17,226,150	\$16,545,541
• Grants Receivable	5,693,555	4,958,857
• Member receivables	-	195,500
• Other Assets	23,050	21,867

Cash and investments increased by approximately 4%

Balance Sheet

	2021	2020
• Current Payable	\$ 1,226,334	\$ 2,531,129
• Participant reimbursement policy	8,806,665	9,039,715

Balance Sheet

- Net Position
 - Assets less liabilities = Net Position
 - Equals the accumulated net earnings since inception

• Categories	2021	2020
• Unrestricted	\$ 12,886,706	10,059,311

% of net assets held in cash **133.7%** **164.5%**

Revenues

	2021	2020
• Revenues		
• Membership/Authority	\$ 505,000	\$ 492,000
• Membership water	6,654,800	7,470,183
• Grants	14,540,276	9,993,210
• Interest and other	83,445	44,954
Total	\$ 21,783,521	\$ 18,000,347

Revenue increased approximately 21% from 2020 to 2021

Expenditures

	2021	2020
• Total expenditures	\$ 18,956,126	\$ 13,839,626
• Professional fees	18,777,030	13,511,893

***99% of expenditures are spent on the project in 2022
compare to 97% in 2020***

Audit Issues

- One adjustment recorded
- Recorded Grant Receivables totaling \$5,670,505
- Terrific Staff

Single Audit

Required as a result of expenditure of Federal Funds in Excess of \$750,000

- Unmodified Opinion
- No finding Reported



Thank You