



# Sites

Presentation of the December 31, 2022  
Financial Statements  
By  
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Presented July 21, 2023



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

# 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

# Scope of Work

- Financial Statement Audit for the Year Ended December 31, 2022
- Single Audit of Federal Expenditures



# Independent Auditor's Report

Clean Opinion on Financial Statements

No opinion on Required Supplementary Information

- Managements Discussion and Analysis (MD&A)
- Budgetary Information
- Other information
  - Schedule of Expenditure of Federal Awards (SEFA)
- Other report
  - Report on Internal Control over Federal Awards

# Balance Sheet

2022

2021

## Assets

• Cash and investments	\$24,276,372	\$17,226,150
• Grants Receivable	9,016,756	5,693,555
• Other Assets	24,961	23,050

*Cash and investments increased by approximately 41%*

# Balance Sheet

	2022	2021
• Current Payable	\$ 3,039,725	\$ 1,226,334
• Participant reimbursement policy	9,039,559	9,039,715

# Balance Sheet

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

• Categories	2022	2021
• Unrestricted	\$ 21,238,805	12,886,706

*% of net assets held in cash*      114.3%      133.7%

# Revenues

	2022	2021
• Revenues		
• Membership/Authority	\$ 505,000	\$ 505,000
• Membership water	17,850,300	6,654,800
• Grants	14,799,296	14,540,276
• Interest and other	131,608	83,445
<b>Total</b>	<b>\$ 33,286,204</b>	<b>\$ 21,783,521</b>

***Revenue increased approximately 53% from 2021 to 2022***

# Expenditures

	2022	2021
• Total expenditures	\$ 24,934,251	\$ 18,956,126
• Professional fees	24,475,217	18,777,030

***98% of expenditures are spent on the project in 2022  
compare to 99% in 2021***

# Audit Issues

- One adjustment recorded
- Recorded Grant Receivables totaling \$6,221,000
- Terrific Staff

# Single Audit

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

- Unmodified opinion
- No findings reported





**Thank You**