



March 16, 2017

Board of Directors
Ventura Regional Sanitation District
Ventura, California

VENTURA REGIONAL SANITATION DISTRICT COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED JUNE 30, 2016

RECOMMENDATION

It is recommended the Board receive and file the audited Comprehensive Annual Financial Report for the year ended June 30, 2016.

FISCAL IMPACT

The cost to submit the District's Comprehensive Annual Financial Report to the Government Financial Officer's Association for consideration of its Certificate of Achievement for Excellence in Financial Reporting award is \$435. The cost for the annual audit is \$18,200. The appropriations were included in the FY2016-17 budget.

BACKGROUND/ANALYSIS

The audit has been concluded and District staff and Terry Shea of Rogers, Anderson, Malody & Scott, LLP (RAMS) met with the Personnel & Finance (P&F) Committee on March 7 to review the findings and recommendations of the Auditor. Staff, with RAMS' assistance, has again prepared a Comprehensive Annual Financial Report (CAFR) for submittal to the Government Finance Officers' Association (GFOA) for consideration of its Certificate of Achievement for Excellence in Financial Reporting.

The CAFR is a financial reporting tool to provide a general overview of the District's finances to its customers, oversight bodies, management and creditors. It includes two narratives related to the District's financial information. The Letter of Transmittal starting on page 1 provides a summary of the District's structure, economic conditions, major initiatives, and financial policies. The Management's Discussion and Analysis (MD&A) beginning on page 15 provides an overview and analysis of the basic financial statements. Other sections of the CAFR include the basic financial statements with the notes to the basic financial statements, supplementary information, table of contents and statistical section.

The District's CAFR was prepared by the Finance department. It is prepared in accordance with the accounting principles generally accepted in the United States, regulations of the Governmental Accounting Standards Board (GASB), and guidelines of the Government Finance Officers Association (GFOA).

RAMS independent auditor's report is expressed on pages 12 through 14. The auditor has again given an unmodified opinion as to the accuracy and fairness of the financial statements and no material weaknesses or recommendations are cited in the management letter. Based on their audit, the financial statements present fairly, in all material respects, the financial position of the Ventura Regional Sanitation District as of June 30, 2016, and the changes in its financial position and cash flows. The CAFR (Attachment 1), Report on Internal Control Over Financial Reporting (Attachment 2), and the Auditor's Communication with Those Charged with Governance (Attachment 3) are attached.

The P&F Committee received this report at its March 7 meeting and supports staff's recommendation to accept the audited Comprehensive Annual Financial Report.

If you have any questions or need additional information, please contact me by e-mail at Vickie.Dragan@VRSD.com or telephone at 658-4646.



VICKIE DRAGAN – DIRECTOR OF FINANCE

APPROVED FOR MARCH 16, 2017 AGENDA



Chris Theisen – General Manager

Attachments: FY2016 Comprehensive Annual Financial Report
Report on Internal Control Over Financial Reporting
Auditor's Communication with Those Charged with Governance