



Fiscal Year Ended June 30, 2019

Otay Mesa Enhanced Infrastructure Financing District

Annual Basic
Financial Statement Report

Otay Mesa Enhanced Infrastructure
Financing District Public Financing
Authority Meeting

June 8, 2020

PRESENTED BY

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Certified
Public
Accountants

Agenda

- Introductions
- Our Audit Responsibilities and Deliverables
- Required Communications to the Public
Financing Authority
- Upcoming GASB Pronouncements and Audit
Standards
- Questions?

Our Responsibilities & Deliverables

- Perform an audit of the District's governmental activities and each major fund as of and for the year ended June 30, 2019.
- The objective of an audit of financial statements is to express opinions that the financial statements are fairly stated in accordance with Accounting Principles Generally Accepted in the United States of America (GAAP).
- The audits are performed in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*.
- Those standards require that we plan and perform the audit to obtain reasonable, rather than absolute, assurance about whether the District's financial statements are free of material misstatement whether caused by fraud or error.
- Unmodified opinion on the District's basic financial statements.
- Unmodified opinion on internal control over financial reporting and on compliance and other matters.

Auditor's Communications

The Auditor's Communication with Those Charged with Governance

- Our responsibilities in relation to the audit
- Planned scope and timing of the audit
- Compliance with all ethical requirements regarding independence
- Qualitative aspects of the District's accounting practices
 - Significant accounting policies
 - Significant accounting estimates
 - Financial statement disclosures
- Difficulties encountered in performing the audit
- Corrected and uncorrected misstatements
- Disagreements with management
- Representations requested from management
- Management consultations with other independent accountants
- Other audit findings or issues

Looking Forward – FY 2019/20

Implementation of New Accounting & Auditing Standards

- GASB Statement No. 84, *Fiduciary Activities*
- GASB Statement No. 87, *Leases*.
- GASB Statement No. 90, *Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 61*
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*
- GASB Statement No 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*
- *Government Auditing Standards, 2018 Revision* will be effective for the District's FY 2019/2020 audit

Questions?



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