



JANUARY 11, 2018

AGENDA ITEM # 6

**COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR) JUNE 30, 2017 AND
INDEPENDENT FINANCIAL & COMPLIANCE AUDIT FOR FY 2016/17**

Action Requested: Receive and File

Presented By: Joan Borucki, Chair, Independent Taxpayer Oversight Committee

Key Staff: Timothy Jones, Accounting/Finance Manager

Recommendation

1. Receive an oral presentation from the Independent Taxpayer Oversight Committee (ITOC)
2. Receive and file the June 30, 2017 Comprehensive Annual Financial Report (CAFR) and the Governance and Appropriations Limit letters from the independent auditor.

Background

Under the New Measure A Ordinance, the Independent Taxpayer's Oversight Committee (ITOC) is charged with supervising annual fiscal audits performed in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. Using a competitive procurement process, Richardson and Company was engaged under a multi-year contract to conduct fiscal audits of all expenditures related to sales tax funds, the Sacramento Countywide Transportation Mitigation Fee Program, the Sacramento Abandoned Vehicle Service Authority (SAVSA), and the Freeway Service Patrol Program (FSP). The ITOC reports audit results to the Authority, and recommends any additional audits that it believes may improve the financial operation and integrity of each program's implementation.

Attachments

1. **Comprehensive Annual Financial Report** – In its audit opinion, Richardson and Company reported no findings. In addition, the opinion states that the CAFR presents fairly, in all material respects, the financial position of the Authority.
2. **Governance Letter** – This letter summarizes the auditor's responsibilities under generally accepted auditing standards and communicates certain information related to the scope and timing of the audit.
3. **Appropriations Limit Letter** – This letter summarizes the procedures performed by the auditor in accordance with the American Institute of Certified Public Accountants to ensure the Authority's compliance with Section 1.5 of Article XIII B of the California Constitution.