



REVISED

ITEM NO.
7.1

BOARD MEMORANDUM

DATE: December 13, 2022
TO: Board of Directors
FROM: Rochelle Patterson
Chief Financial and Administrative Officer
SUBJECT: Approve Receiving and Filing SCV Water June 30, 2022 Annual Comprehensive Financial Report (ACFR)

SUMMARY

To review Santa Clarita Valley Water Agency's (SCV Water) June 30, 2022 Annual Comprehensive Financial Report (ACFR) prepared by Lance, Soll & Lunghard, LLP (LSL).

DISCUSSION

The June 30, 2022 ACFR is meant to give the reader a narrative overview and analysis of SCV Water's financial performance during the period of July 1, 2021 to June 30, 2022.

The auditors gave the report an unmodified opinion, which is termed a clean opinion and is the highest opinion achieved. An unmodified opinion is the auditor's judgment that there is no reservation as to the fairness of presentation of SCV Water's Financial Statement and their conformity with Generally Accepted Accounting Principles (GAAP). In the auditor's opinion, SCV Water has presented fairly its financial position, results of operations, and changes in cash flows.

This is SCV Water's third ACFR and will be submitted for award consideration for Excellence in Financial Reporting from the Government Financial Officers Association (GFOA). SCV Water received the award for period of July 1, 2020 to June 30, 2021. The ACFR is attached.

Note: Some formatting changes and narrative minor corrections may be made in the published document after the final ACFR is received and filed and prior to submission to the Government Finance Officers Association for award consideration.

On December 12, 2022, the Finance and Administration Committee considered staff's recommendation to receive and file the attached SCV Water Annual Comprehensive Financial Report for the period of July 1, 2021 to June 30, 2022.

After further research, and after the Finance and Administration Committee was presented with the FY 2021/22 ACFR, the previous restatement of depreciation has been reversed for the Earl Schmidt Filtration Plant (ESFP), see the financial statements on pages 15 and 16 of the document, and highlighted throughout.

FINANCIAL CONSIDERATIONS

None.

RECOMMENDATION

The Finance and Administration Committee recommends that the Board of Directors receive and file the attached SCV Water Annual Comprehensive Financial Report for the period of July 1, 2021 to June 30, 2022.

RP

Attachments