



Certified
Public
Accountants

Fiscal Year 2015/16 Audit Plan

**Audit & Ethics Committee
June 28, 2016**

Fiscal Year 2015/16 Financial Audit

Introductions

Jim Godsey, CPA: Engagement Partner

**Our Responsibility under U.S. Generally
Accepted Auditing Standards, Government
Auditing Standards and the Uniform Guidance**

Planned Scope & Areas of Audit Emphasis

- **Cash & Investments**
- **Derivatives**
- **Participation Rights**
- **Capital Assets – Participation Rights in the State Water Project**
- **Capital Assets – Construction in Progress**
- **Long Term Obligations**
- **Postemployment benefits other than pensions & pension plans (GASB 68)**
- **Water Sales**
- **Power and Water Costs**
- **Operations and Maintenance Costs**
- **Uniform Guidance**
- **Review of MWD's cybersecurity risk assessment**

Fieldwork Timeline

IT Audit

- August 2016

Financial Statement Audit

- Water Inventory Observation
June 30, 2016
- Interim Fieldwork:
June 13 – June 17, 2016
- Final Fieldwork:
August 15 – September 30, 2016

Deliverables and Timing of Issuance

October 2016

- Metropolitan Water District Financial Statements
- **Report on Internal Controls Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards**
- Audit of the Trustee Agency Financial Statements
- **Annual Letter of Recommendations to Management (if applicable)**

November 2016

- Single Audit

December 2016

- Metropolitan Water District Comprehensive Annual Financial Report



Questions