Agenda

• Call to Order / Roll Call

• Public Comment (for items not on the Agenda)

• Action to set the Agenda and Approve Consent Items

• Regular Agenda
Chair Report
Staff Report
Staff Report

• FY 2021-2022 Financial Statements Complete
  • Some changes from preliminary financials presented on August 15, 2022
    • -$70,000 difference in expenses due to slight changes in depreciation and amortization

• Pisenti & Brinker LLP completing audit for FY 2021-2022
  o Audit firm, will present audit process and results
  o Audit process to include auditors meeting with A&F Committee members
Introduction

• Brett Bradford, CPA
  • Audit Partner
  • 19 years in public accounting and performing audits of government entities
  • Currently working with several CCA’s throughout California

• Aliandra Schaffer
  • Senior Associate
  • 3 years in public accounting and performing audits of governments (CCA’s)
Results of current year audit:

- The audit is near completion. We expect to report the following:
  - Unmodified opinion – Based on our audit, the financial statements are materially accurate.
  - No significant deficiencies or material weakness in internal control noted.
Audit of the year ended June 30, 2022
Financial Statements

Relative Roles & Responsibilities

• **Management** is responsible for preparing the Financial Statements and establishing a system of internal control.

• **Auditor** is responsible for auditing the Financial Statements
  • Considering risks of material misstatement in the Financial Statements
  • Considering internal controls relevant to the Financial Statements
  • Performing tests of year-end balances based on risk assessment
  • Evaluating adequacy of disclosures
Risk Assessment for the year ended June 30, 2022

Significant areas of focus

- Revenue recognition
  - Accounts receivable and accrued revenue
    - Test a sample of customer billings
    - Relate total cash received during the year to revenue
    - Look at cash received subsequent to year-end and relate to A/R
    - Review revenue recognition through year-end and method for determining (accrued revenue)

- Cash
  - Confirmations sent to financial institutions
Significant areas of focus

• Accrued Cost of Electricity
  • Review subsequent bills from electricity providers and cash payments
• Accrued REC expense
• Supplier Security Deposits
  • Reviewed contracts and determined completeness of amounts recorded
• Financial Statement Note Disclosures – Complete and without bias
• Single Audit
Required Board Communications

• The significant accounting policies adopted by PCE throughout the periods audited appear appropriate and consistently applied.

• No alternative treatments of accounting principles for material items in the financial statements have been discussed with management.
Required Board Communications (continued)

- We are not expecting to propose any adjustments to the financial statements.
- We have not identified any significant or unusual transactions or applications of accounting principles where a lack of authoritative guidance exists.
• There have been no disagreements with management concerning the scope of our audit, the application of accounting principles, or the basis for management’s judgments on any significant matters.

• We have not encountered any difficulties in dealing with management during the performance of our audit.
Questions?

Brett Bradford: 707-577-1582
Aliandra Schaffer: 707-577-1535
Committee Members’ Reports