



James Marta & Company LLP
Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

Mid-Peninsula Water District

Year Ended June 30, 2017

Financial Audit Results



Presented by

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Audit Highlights

- **Our audit opinion is Unmodified – Pg 1-2**
- Management's Discussion & Analysis – Pg 3
- Report on Internal Control – Pg 32



Financial Results - 2017

- Revenues
 - Operating revenues up \$1.3M (13%)
 - Non-operating revenues up \$307K

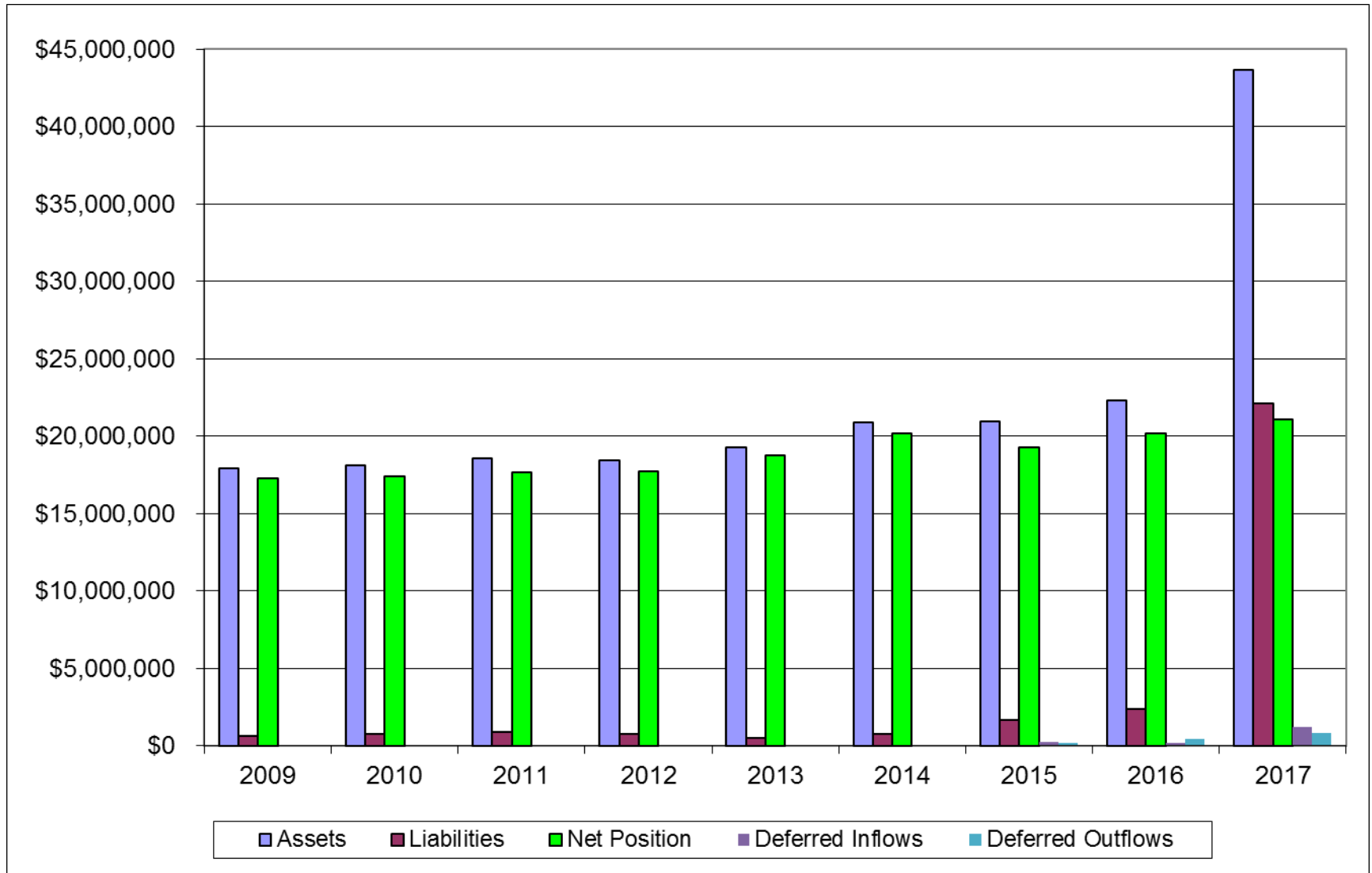
- Expenses
 - Operating expenses up \$906K (9%)
 - Debt service expenses of \$714K
 - COP issue costs (\$322K) and interest (\$391K)

- Result is increase in net position of \$932K (4.6%)
 - Similar to prior year (\$904K)

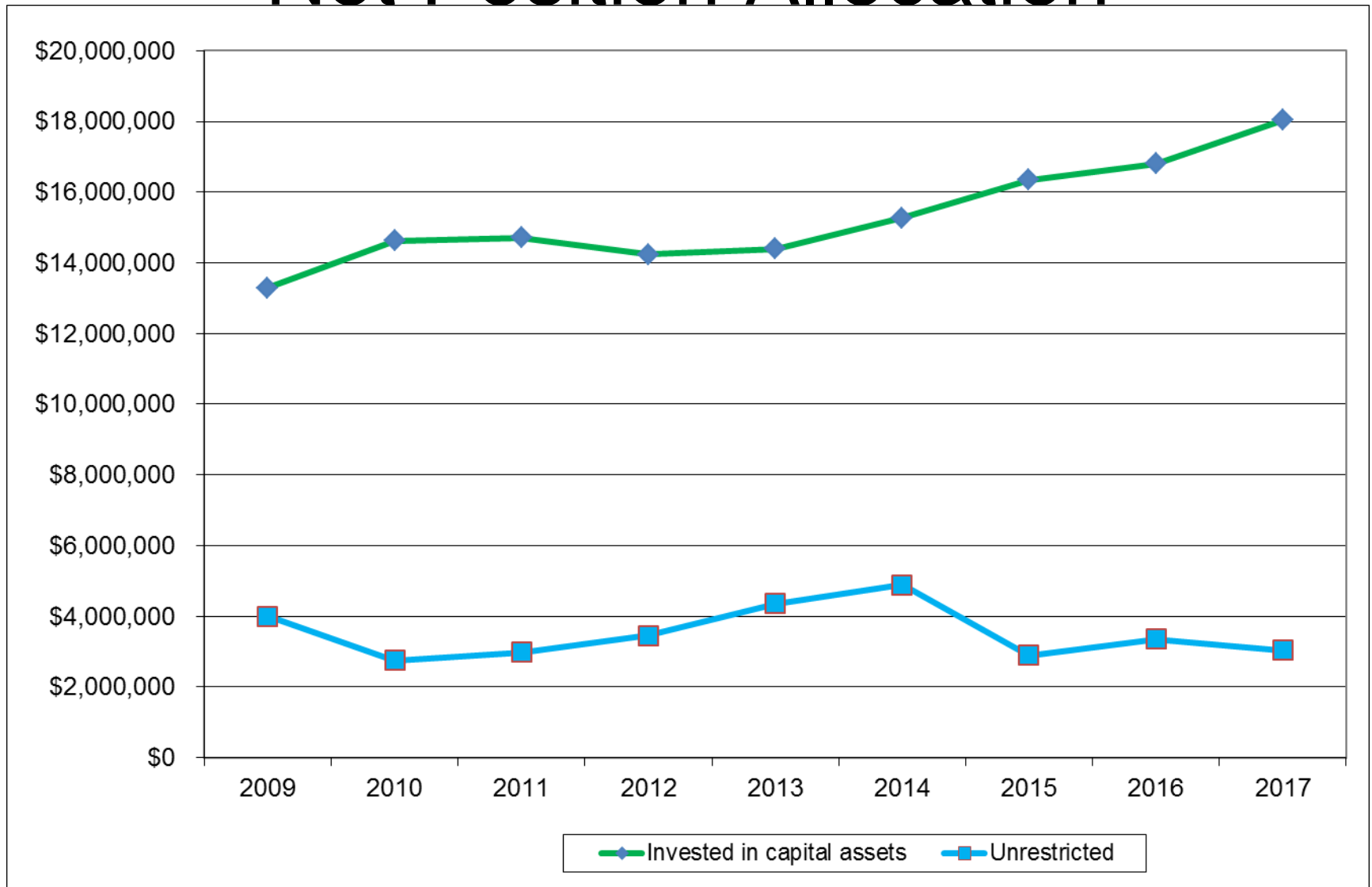
- Ending net position \$21.1M



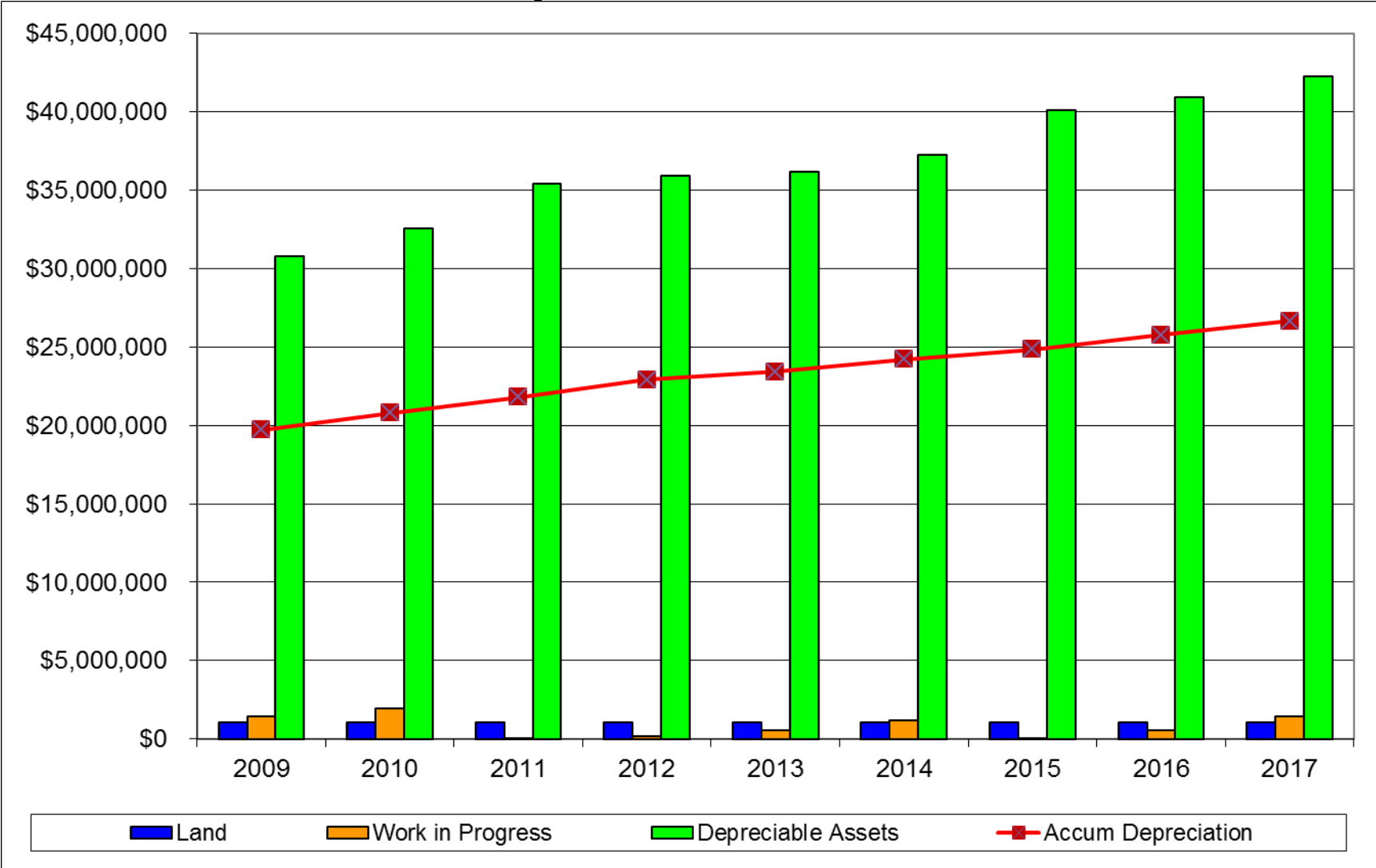
Statement of Net Position



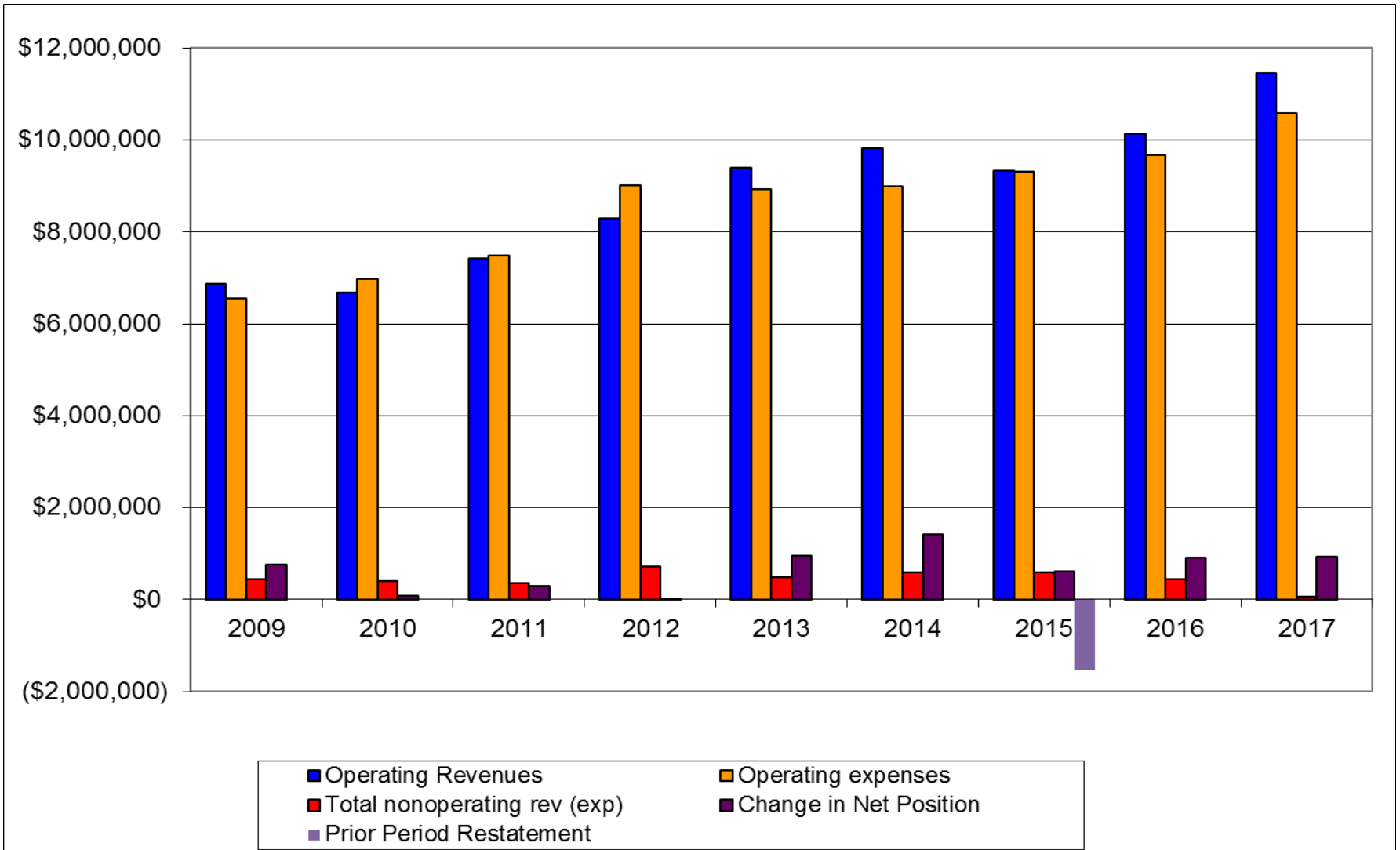
Net Position Allocation



Capital Assets



Statement of Activities



Letters

Along with the audit report, there are two corresponding letters:

- **Communication with those charged with governance**

- No significant issues
- Estimates – NPL and OPEB
- Audit adjustments
- New pronouncements – GASB 75 (FY 2017/18)



- **Management Letter**

- Observations and recommendations to improve processes and procedures

Overall Comments



- Good financial position
 - Unrestricted net position is 28% of operating expenses (Down from 35% in prior year)
- Continued effort in improving policies and procedures
- Change in accounting system

