

# Summary of Annual Financial Statement Audit Results



JUNE 18, 2019

# INTRODUCTION

- First year for BKD, LLP to perform audit for Castle Rock
  - Other Municipalities audited in 2018 by BKD in Colorado
    - City and County of Denver
    - Aurora
    - Colorado Springs
    - Ft Collins (also a new client)
    - Arvada
    - Westminster

# AUDIT PLAN

Our audit plan represented an approach responsive to the assessment of risk of material misstatement in financial reporting for the Town. Specifically, auditing standards require us to:

- Express opinions on the December 31, 2018 financial statements.
- Report on Internal Control Over Financial Reporting and on Compliance and Other Matters based on an audit of the financial statements performed in accordance with *Government Auditing Standards*.
- Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards required by Uniform Guidance.
- Issue communications required under auditing standards generally accepted in the United States of America to assist the Town Council in overseeing management's financial reporting and disclosure process.

# RESULTS

- Unmodified Opinion on the Financial statements
- Two findings which were required to be communicated with ‘those charged with governance’
  - Restatement of what had been reported within cash in the cash flow statement – previously included investments
  - Accounting for grant receivables

# RESULTS

- No items to report related to compliance with federal expenditures
- An extended presentation to the audit committee
  - Discussed some other presentation changes suggested to management
  - Best practice suggestions/process improvements suggested to management
  - No material adjustments not recorded