

STAFF REPORT



MEETING DATE:	12/10/13
SUBJECT:	Accept Fiscal Year 2012/13 Fiscal and Compliance Audit
AGENDA ITEM:	7
STAFF CONTACT:	Dave Wallace, Chief Fiscal Officer

STAFF RECOMMENDATIONS:

It is recommended that the board of directors accept the fiscal and compliance audit for the year ending June 30, 2013.

DISCUSSION:

Each year an independent auditor performs an audit of SRTA's financial statements and reports on the agency's compliance with applicable laws, rules and regulations. Fiscal year 2012/13 was SRTA's first year as an independent agency separate from the fiscal controls of the county of Shasta. For the first time, SRTA prepared a Comprehensive Annual Financial Report (CAFR), which represents the highest level of financial reporting for a government agency.

DH Scott & Company has completed their fiscal and compliance audit of the agency for the year ending June 30, 2013. SRTA received an unqualified audit opinion, meaning that SRTA's financial condition, position, and operations are in accordance with generally accepted accounting principles; comply with statutory requirements and regulations; and are supported by adequate documentation. In addition, the auditor noted improvements made by SRTA since the prior audit as a result of new fiscal policies and procedures.

The auditor recommends enhanced monitoring to ensure compliance with the Transportation Development Act (TDA) in the area of Community Transit Service allocations (i.e. funding for transit services used exclusively by elderly and persons with disabilities). The executive director has responded to, and is in agreement with, all findings and recommendations.

ALTERNATIVES:

The board of directors may reject the audit reports and findings.

FINANCING:

Findings in the audit had no material financial effect.

A blue ink signature of Daniel S. Little, AICP, Executive Director, written over a horizontal line.

Daniel S. Little, AICP, Executive Director

Attachments: Audited Financial Statements and Supplementary Information – Available at www.srta.ca.gov