



Fiscal Year 2024 Audit Results and Annual Financial Report

Presented by:
Riley Greenlee, CPA, Manager

November 13, 2024

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Your LSL Team



Ryan Domino, CPA
Partner

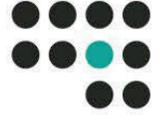


James Butera, CPA
Senior Manager



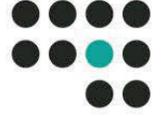
Riley Greenlee, CPA
Manager





Scope of Engagement

- LSL has been engaged by Mesa Water District to perform the following procedures:
 - Financial statement audit for the year ended June 30, 2024, in accordance with generally accepted auditing standards and Government Auditing Standards
 - Agreed-upon procedures over the District's ratios for financial analysis for the period of June 30, 2020 through June 30, 2024



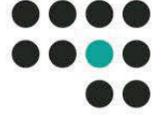
Scope of Engagement

- Interim Fieldwork
 - May 6 – May 10, 2024
 - Examined internal controls
 - Provided feedback to management
 - Performed our audit risk assessment
 - Planned year-end audit procedures to respond to risk
- Year-End Fieldwork
 - September 3 – September 13, 2024
 - Detailed testing of account balances and transactions
 - Compliance testing with laws, regulations, grant agreements, contracts
 - Other procedures necessary to obtain sufficient, appropriate audit evidence



Results of Audit

- We issued an unmodified auditor’s opinion on the financial statements.
 - Financial statements are accurate and reliable as of June 30, 2024.
- We issued the Report on Internal Control and Compliance.
 - One significant deficiency in internal control noted.
 - Correcting items in construction in progress that should not have been expensed in prior years.
 - No material noncompliance with laws, regulations, grants, etc. noted.
- We will issue our report on the District’s ratios with no findings.



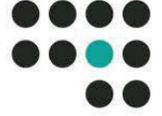
Results of Audit

- We had no disagreements with management about application of accounting principles.
- We had no difficulties conducting our audits.
- We determined that all estimates used by management in preparing the financial statements were reasonable.
- We identified no going concern doubts as of June 30, 2024.
- We identified no fraud, waste, or abuse during the fiscal year ended June 30, 2024.



Financial Highlights

- Net position increased \$13.1 million during the year to \$175 million.
 - Unrestricted net position (reserves) represented 122% of operating expenses and 28% of total net position.
- Capital assets increased \$6 million or 3.5% from the prior year.
- Long-term debts decreased \$4.7 million or 5.5% from the prior year.
- Pension liability increased \$1.1 million or 7.6% from the prior year.
- OPEB asset increased \$0.25 million or 153% from the prior year.



Questions?



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contact.us@lslcpas.com

CALIFORNIA: Brea | Santa Ana | Laguna Hills | Sacramento

TEXAS: The Woodlands



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