

# Presentation to City Council

Hampton,  
Virginia

December 8, 2021

*Your guide forward*



# Audit Overview

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## ▶ Financial Audit

- Test significant balances and transactions
- Test underlying assumptions of significant estimates
- Understand the internal control environment

## ▶ Compliance Audit

- Test compliance with Virginia laws and regulations
- Test compliance with Federal grants
- Understand and test the internal control environment

## ▶ ACFR includes unaudited sections

- Introductory, Required Supplementary Information, Statistical
- “In relation to” opinion on Other Supplementary Information

# Audit Results

## ▶ Financial Audit

- Issued an unmodified (clean) opinion

## ▶ Compliance Audit

- Issued an unmodified (clean) opinions
- No material weaknesses
- Other matters - noncompliance
  - *Government Auditing Standards* – none reported
  - *Specifications for Audits of Counties, Cities and Towns* – one instance of non-material noncompliance reported – Finding 2021-001
  - *Uniform Guidance* – none reported

# Required Audit Communications

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- ▶ Accounting Standards and Policies
  - No changes in accounting policies
  - GASB #84 – *Fiduciary Activities*
- ▶ Conduct of the Audit
  - No difficulties in conducting the audit
  - No disagreements with management
  - No corrected misstatements. No uncorrected misstatements
  - No consultation with other accountants
- ▶ Other Matters
  - We are independent of the City
  - Management representation letter



# Questions & Comments

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