

Sunset Beach

Audit Presentation

For the Year Ended June 30, 2015



Thompson, Price, Scott, Adams & Co., P.A.
4024 Oleander Drive Suite 3
Wilmington, North Carolina 28403
Telephone (910) 791-4872
Fax (910) 395-4872

Sunset Beach

Board Meeting

- **Presentation of Audit Results**
- I. General Comments
- II. Required Communications
- III. Audit Results
- IV. Questions and Comment
- V. Close

Sunset Beach

Required Communications

Requirement

Results

1 Responsibilities Under Generally Accepted Auditing Standards, Government Auditing Standards, OMB Circular A-133, and the State Single Audit Implementation Act.

Design the audit to provide reasonable assurance that the financial statements are free of material error and in compliance with government regulations.

Perform all planned procedures and have complete access to both management and required information.

Communicate significant deficiencies in the internal control.

- Accomplished. No material error noted.

- Completed. Our work was not limited in any way.

- No significant deficiencies in the internal control.

Sunset Beach

Required Communications (*continued*)

Requirement

Results

2 **Adoption or Change in Accounting Policies**

Communicate the initial adoption of or a change in an accounting principle which had or is expected to have a significant effect on the financial statements.

◆ GASB – 68 Restatement of Governmental Activities (408,428)

3 **Management Judgment and Accounting Estimates**

Assess methodologies used and basis of evidence for matters requiring judgments and estimates.

◆ Methods used and evidence considered appear to have led to reasonable amounts being included in the financial statements.

4 **Significant Audit Adjustments or Unrecorded Differences**

Communicate significant recorded and unrecorded differences.

◆ None out of the normal course.

Sunset Beach

Required Communications (*continued*)

Requirement

Results

5 **Disagreements with Management**

Communicate any disagreements on financial or reporting matters that, if not satisfactorily resolved, would cause a modification of our report.

◆ None.

6 **Consultation with Other Accountants**

Communicate any consultation that took place with other accountants.

◆ None noted.

7 **Prior to Retention Issues**

Communicate any major issues that management discussed with the auditor in connection with the retention of the auditor, including the application of accounting principles and auditing standards.

◆ None.

Sunset Beach

Required Communications (*continued*)

Requirement

Results

8 **Significant Difficulties**

Any serious difficulties the auditor encountered in dealing with management such as unreasonable delays in providing needed information, unreasonable timetable set by management, or unavailability of client personnel.

◆ None noted.

9 **Irregularities and Illegal Acts**

Communicate the existence of any material irregularities and/or illegal acts determined during the audit.

◆ None noted.

Sunset Beach

Dear Board Members:	
Below is a summarization of some of the key items in the audit report.	
	<u>2015</u>
Cash and cash equivalents	\$ 7,136,947
Total Governmental Funds Revenues	\$ 5,909,092
Total Governmental Funds Expenditures	\$ 5,868,825
Net Change	\$ 40,267
Tax Collection Rate (Overall)	97.77%
Tax Collection Rate (State Average)	97.83%