



# **Cochise County Board of Supervisors Meeting—June 18, 2024**

Summary of County's Fiscal Year 2023 Annual Comprehensive Financial Report, Report on Internal Control and on Compliance, and Federal Single Audit Report

Presented by: Katherine Edwards Decker, CPA, Deputy Director, Financial Audit Division

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Rene Carrasco, Deputy Manager, Financial Audit Division

# Who we are



- Legislative agency
- Provide impartial information and specific recommendations to improve operations and programs
- Follow governmental auditing standards

# Why we are here



Statute requires Board to require its auditors to present audit results and findings in regular meeting—without use of consent agenda—within 90 days of audit's completion

# **We issued 3 County audit reports**



Financial statement audit report—dated March 29, 2024

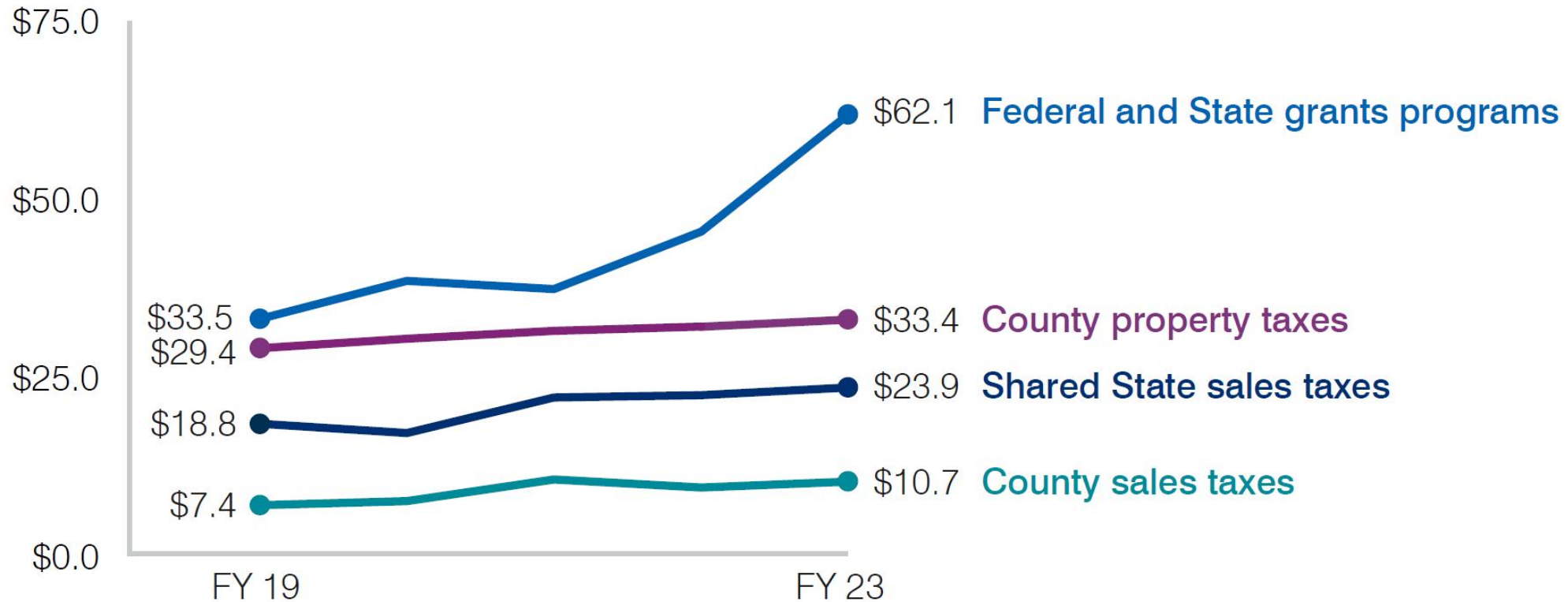
Financial statement internal control and compliance audit report—dated March 29, 2024

Single audit report—dated March 29, 2024

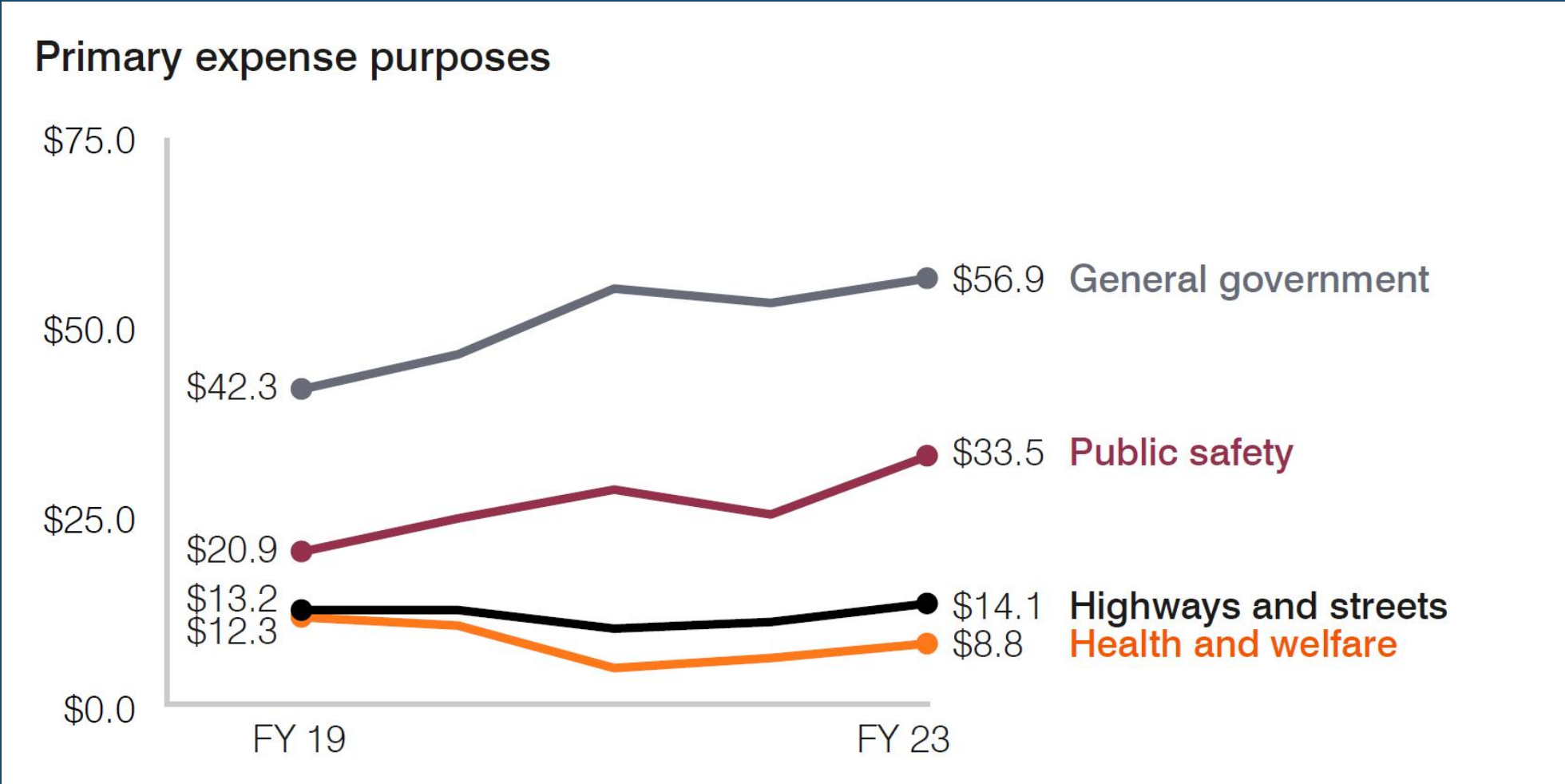
# Financial statement highlights—Primary revenues over the last 5 fiscal years—(in millions)



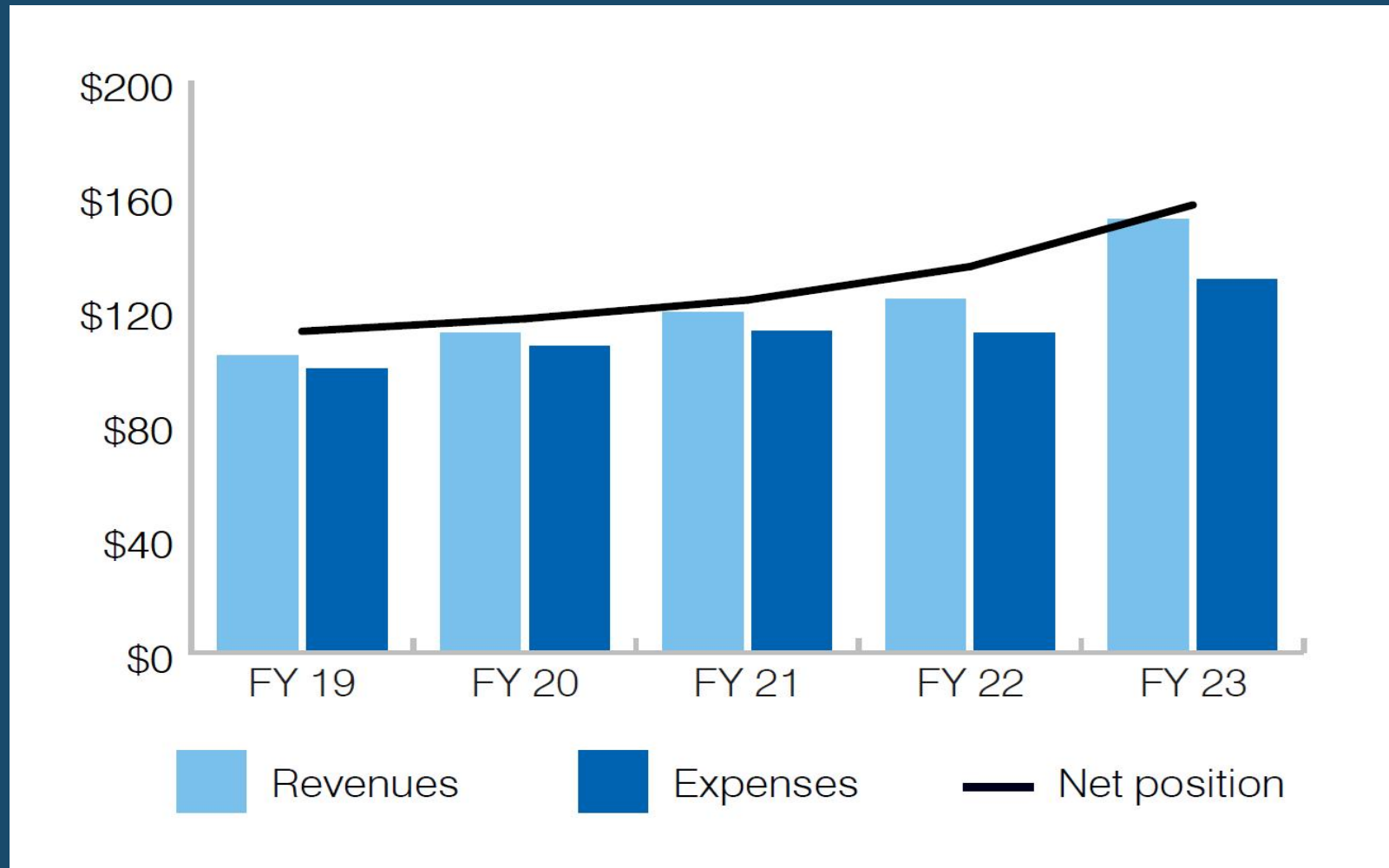
Primary revenue sources



# Financial statement highlights—Primary expenses over the last 5 fiscal years—(in millions)



# Financial statements—Total revenues, expenses, and net position for the last 5 fiscal years—(in millions)



# Single Audit highlights—Federal expenditures for the last 5 fiscal years



Federal agency	2019	2020	2021	2022	2023
Department of Treasury		\$ 5,497,086	\$1,807,829	\$ 3,833,122	\$11,012,350
Department of Housing and Urban Development	\$3,378,758	3,617,458	3,550,772	3,773,140	4,998,288
Department of Health and Human Services	1,009,588	901,131	1,487,179	2,739,448	2,759,960
Department of Agriculture	1,133,487	1,125,459	1,006,078	1,240,984	1,045,191
Other	1,686,117	2,831,085	2,119,585	3,674,095	1,797,432
<b>Total</b>	<b>\$7,207,950</b>	<b>\$13,972,219</b>	<b>\$9,971,443</b>	<b>\$15,260,789</b>	<b>\$21,613,221</b>

# Status of prior year audit findings



County corrected 4 of 4 prior year audit findings

- Finding 2022-01, Payroll processing activities—fully corrected
- Finding 2022-02, IT control procedures—fully corrected
- Finding 2022-03, Financial statement timeliness—fully corrected
- Finding 2022-101, Federal compliance timeliness—fully corrected

# Report on Internal Control and on Compliance

## Financial statement Finding 2023-01



County paid for \$12,049 of purchasing card purchases without complying with its policies and procedures and documenting how \$3,683 of these purchases served a public purpose

County should:

- Update its policies and procedures
- Require supervisors to review support for public purpose
- Train employees how to submit, review, and approve purchases



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