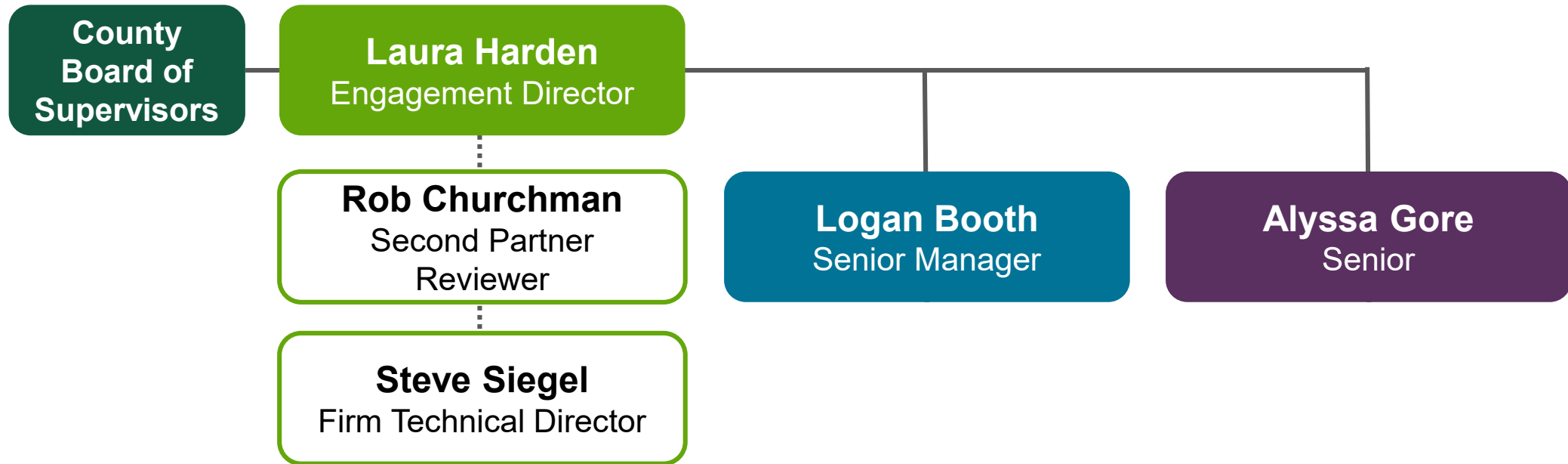


County of York, Virginia

Audit Executive Summary

December 6, 2022

Client Service Team





Agenda

- ▶ Results of the Audit
- ▶ Significant Audit Matters
- ▶ Internal Controls
- ▶ Corrected and Uncorrected Misstatements
- ▶ Required Communications
- ▶ Other Matters
- ▶ Reporting Changes

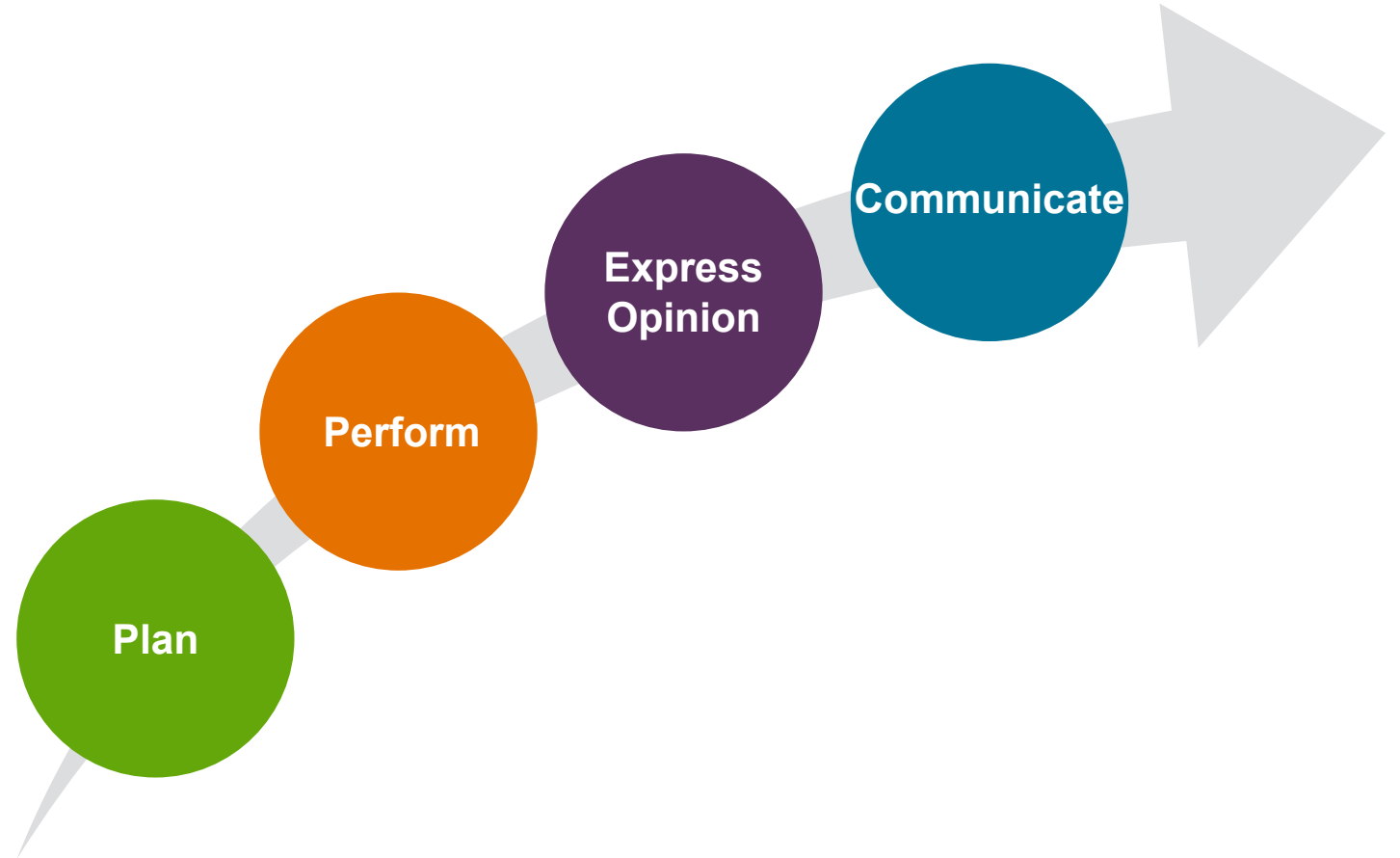
This information is intended solely for the use of Board of Supervisors of the County of York, Virginia and is not intended to be, and should not be, used by anyone other than these specified parties.



Results of the Audit – Financial Statements

We have audited the financial statements of the County of York, Virginia (the “County”), as of and for the year ended June 30, 2022, and we have issued our report thereon dated November 29, 2022.

We have issued an unmodified opinion on the financial statements.

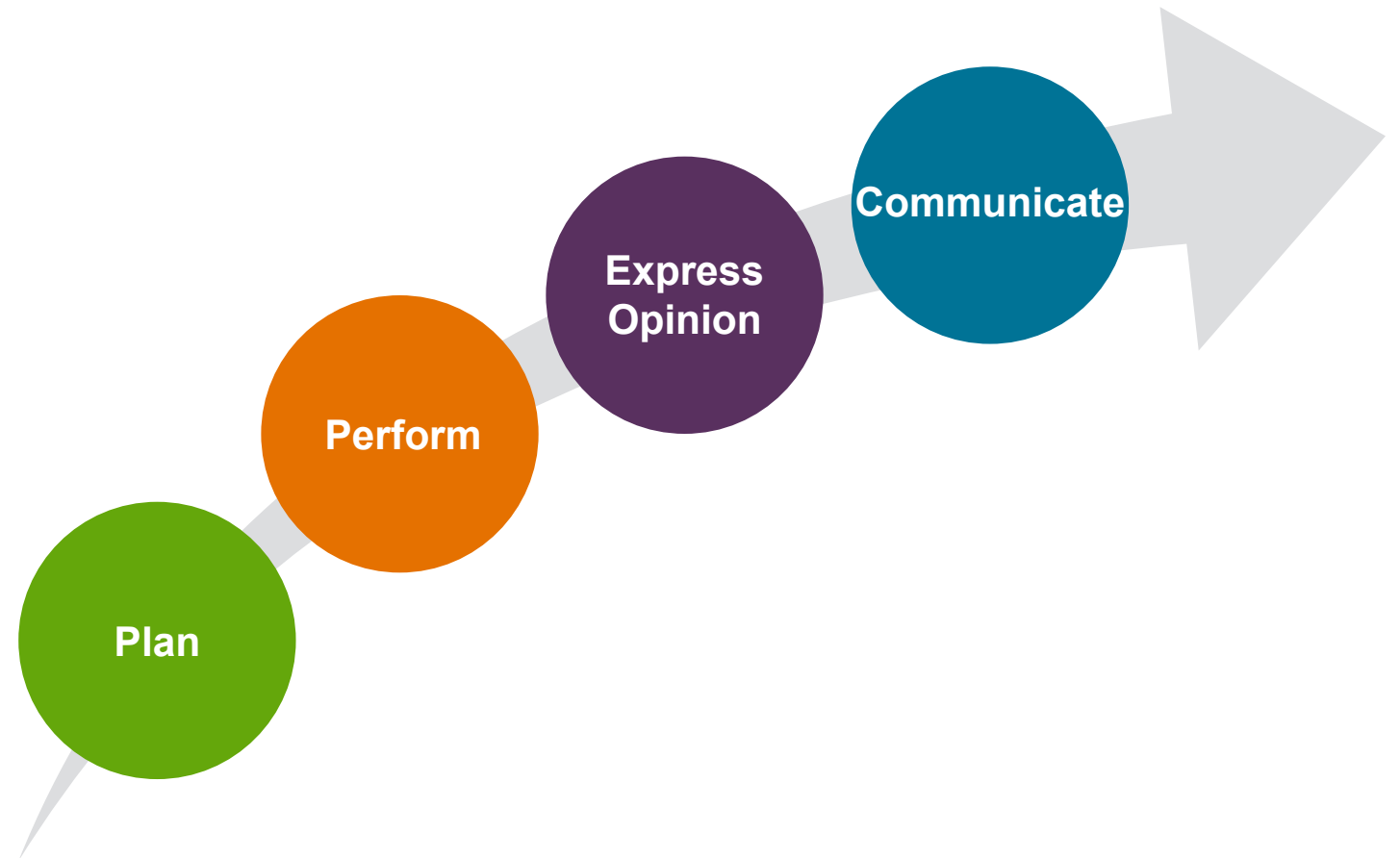


Results of the Audit – Government Auditing Standards and the Specifications

We identified no instances of noncompliance required to be reported under *Government Auditing Standards*.

We identified no material weaknesses in internal control over financial reporting.

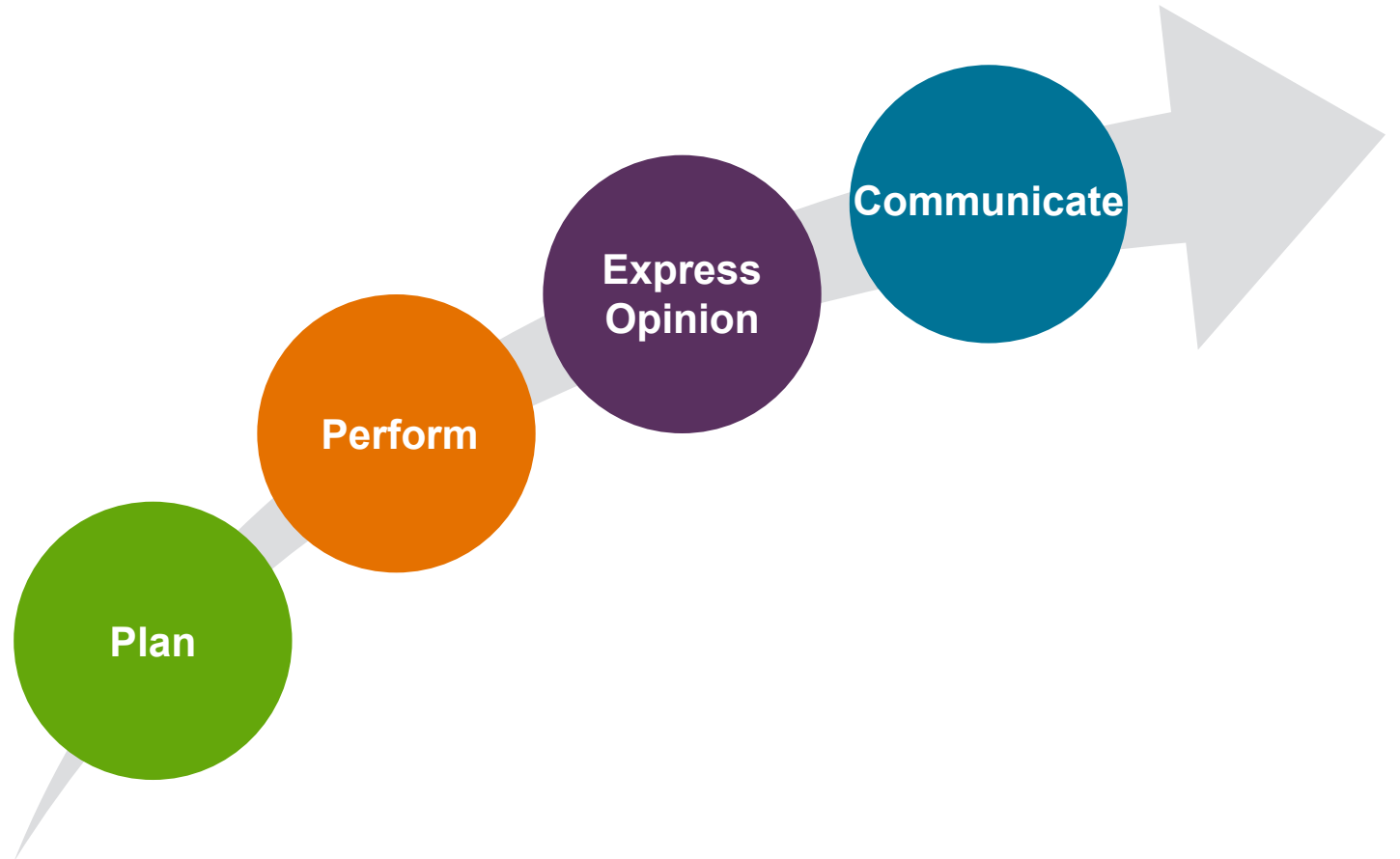
We identified no instances of noncompliance required to be reported under the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia.



Results of the Audit – Single Audit

We have issued an unmodified opinion on the County's compliance with each major federal program.

We identified no material weaknesses in internal control over compliance in accordance with the Uniform Guidance.



Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management.

Corrected Misstatements

▶ None noted.

Uncorrected Misstatements

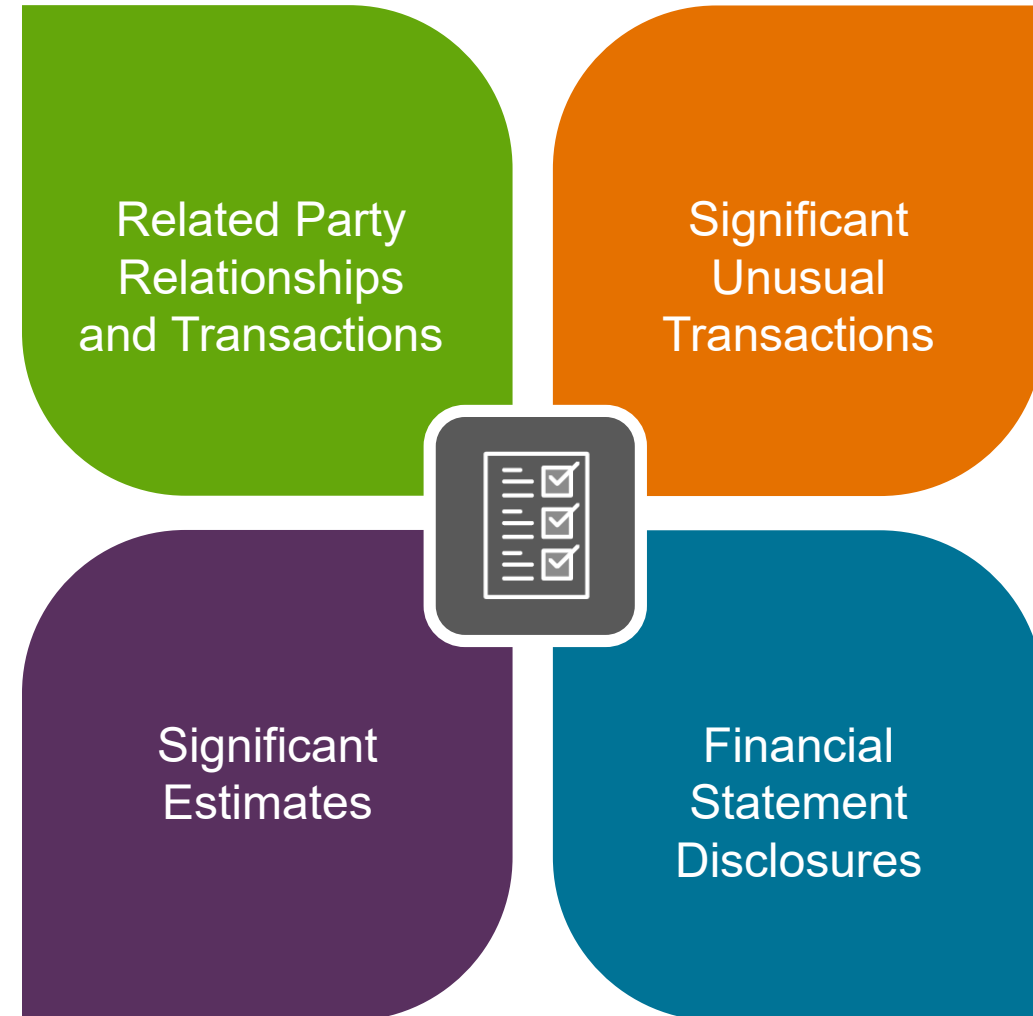
▶ None noted.



Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements.

As described in Note 9, the County adopted accounting policies related to its accounting for leases by adopting GASB Statement No. 87, *Leases*, effective July 1, 2021.

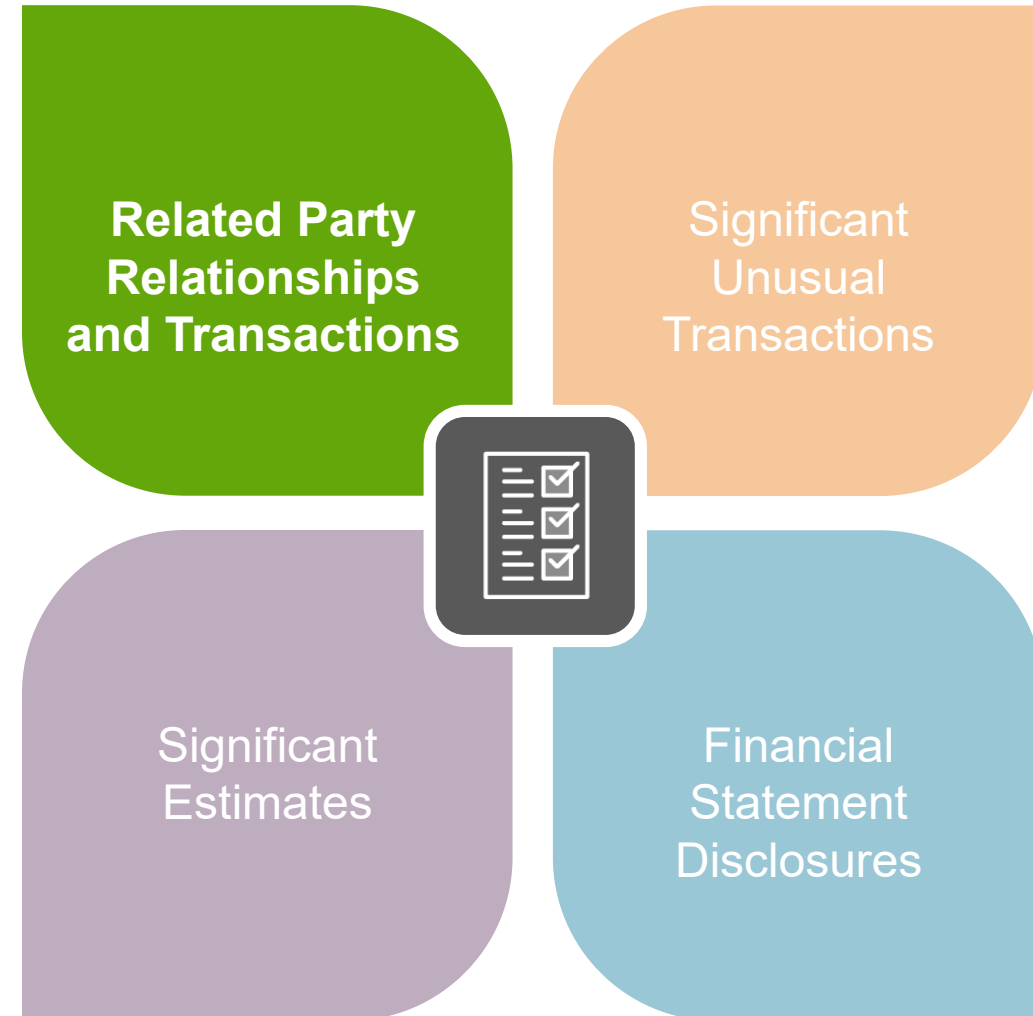


Qualitative Aspects of Accounting Practices

As part of our audit, we evaluated the County's identification of, accounting for, and disclosure of the County's relationships and transactions with related parties as required by professional standards.

We noted none of the following:

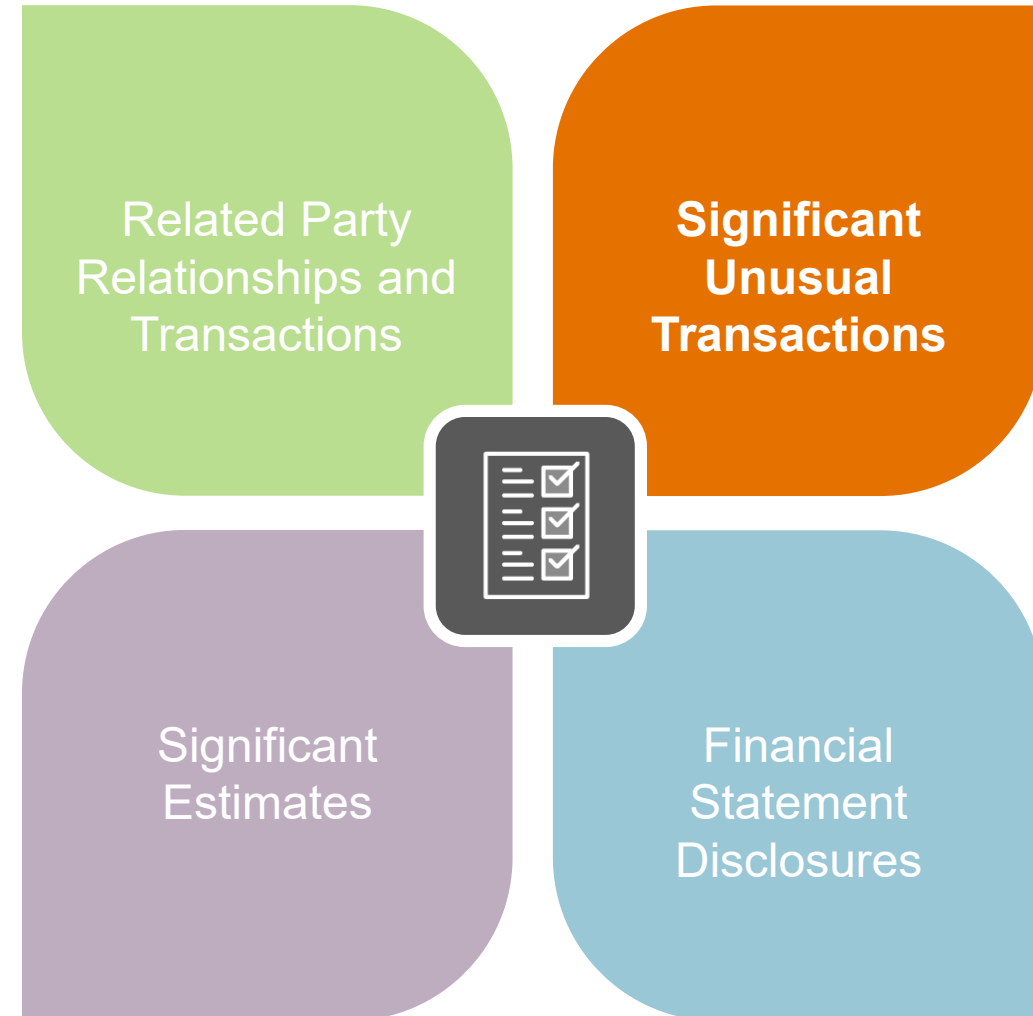
- Related parties or related party relationships or transactions that were previously undisclosed to us;
- Significant related party transactions that have not been approved in accordance with the County's policies or procedures or for which exceptions to the County's policies or procedures were granted;
- Significant related party transactions that appeared to lack a business purpose;
- Noncompliance with applicable laws or regulations prohibiting or restricting specific types of related party transactions;
- Difficulties in identifying the party that ultimately controls the entity.



Qualitative Aspects of Accounting Practices

We noted no transactions entered into by the County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

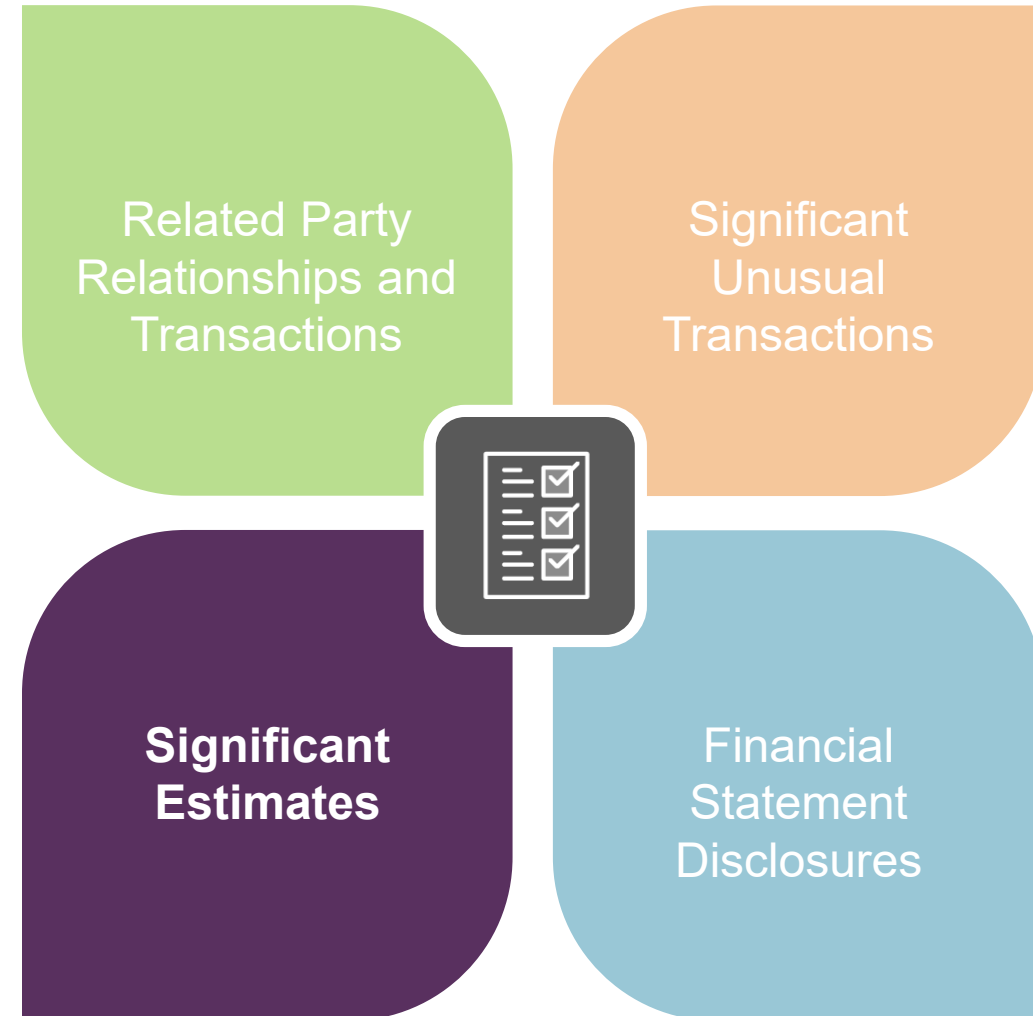
For purposes of this letter, professional standards define significant unusual transactions as transactions that are outside the normal course of business for the County or that otherwise appear to be unusual due to their timing, size or nature. We noted no significant unusual transactions during our audit.



Qualitative Aspects of Accounting Practices

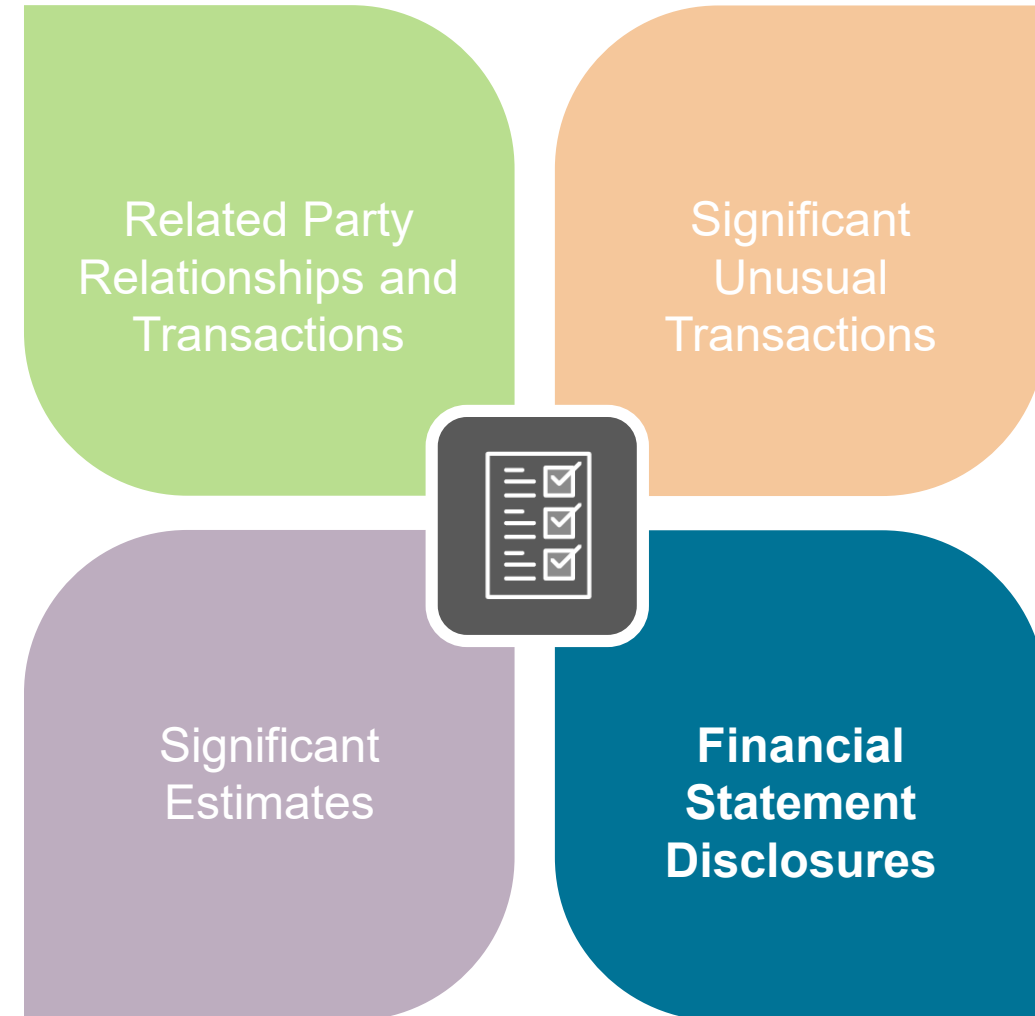
Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- Allowance for doubtful accounts on taxes receivable
- Capital assets depreciable lives
- Actuarially computed pension and OPEB assets and liabilities
- Risk management claims liabilities



Qualitative Aspects of Accounting Practices

The financial statement disclosures are neutral, consistent, and clear.



Independence Considerations

Nonattest Services

- ▶ Complete the appropriate section of and sign the Data Collection Form
- ▶ For all nonattest services we perform, you are responsible for designating a competent employee to oversee the services, make any management decisions, perform any management functions related to the services, evaluate the adequacy of the services, and accept overall responsibility for the results of the services.

Independence Conclusion

- ▶ We are not aware of any other circumstances or relationships that create threats to auditor independence.
- ▶ We are independent of the County and have met our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits.



Other Required Communications

Difficulties Encountered

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Disagreements with Management

Includes disagreements on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report.

We are pleased to report that no such disagreements arose during the course of our audit.

Auditor Consultations

We noted no matters that are difficult or contentious for which the auditor consulted outside the engagement team.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated the date of our audit report.



Other Required Communications

Management Consultations

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations.

To our knowledge, there were no such consultations with other accountants.

Other Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year.

These discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Fraud and Illegal Acts

As of the date of this presentation no fraud, illegal acts, or violations of laws and regulations noted.

Going Concern

No events or conditions noted that indicate substantial doubt about the entity’s ability to continue as a going concern.



Other Matters

Required Supplementary Information

With respect to the management's discussion and analysis and required supplementary information, as listed in the table of contents, accompanying the financial statements, we have applied certain limited procedures to the required supplementary information in accordance with generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information.



Other Matters

Other Supplementary Information

With respect to the other supplementary information, as listed in the table of contents, and the Schedule of Expenditures of Federal Awards (“SEFA”) accompanying the financial statements, we have applied certain additional procedures, including comparing and reconciling such information directly to the underlying accounting or other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards (“GAAS”). In our opinion the Other Supplementary Information and the SEFA are fairly stated, in all material respects, in relation to the financial statements as a whole.



Other Matters

Other Information

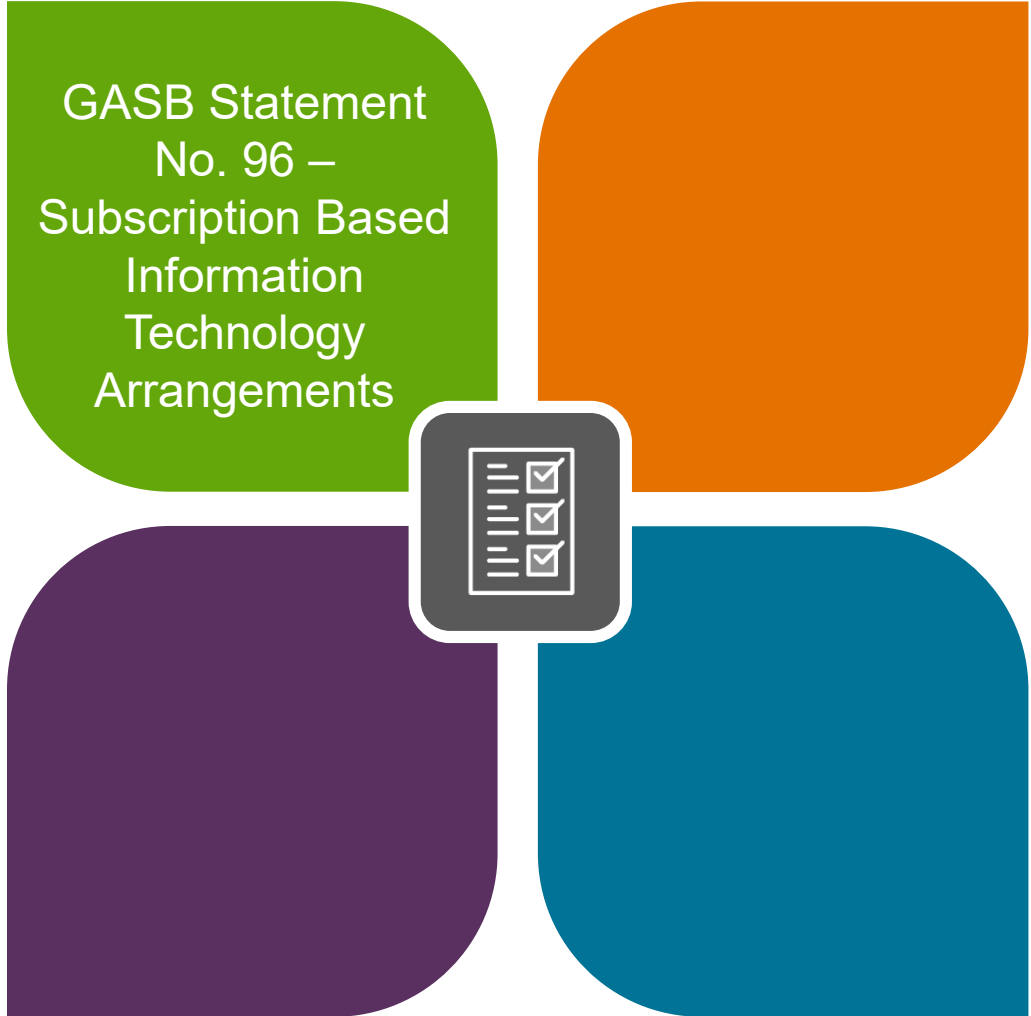
Our opinion on the basic financial statements does not cover the Introductory and Statistical sections, as listed in the table of contents, of the Annual Comprehensive Financial Report, and we do not express an opinion or any form of assurance thereon.



Upcoming Financial Reporting Changes

These standards will be effective for the County in the upcoming years and may have a significant impact on the County's financial reporting.

We would be happy to discuss with management the potential impacts on the County's financial statements and how we may be able to assist in the implementation efforts.



GASB Statement
No. 96 –
Subscription Based
Information
Technology
Arrangements



Questions?

Contacts

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About Cherry Bekaert

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