

AUGUSTA CHARTER TOWNSHIP, MICHIGAN

PRESENTATION OF THE MARCH 31, 2023
FINANCIAL STATEMENTS

MIKE SANTICCHIA, PARTNER
MARLENE BEACH, PRINCIPAL

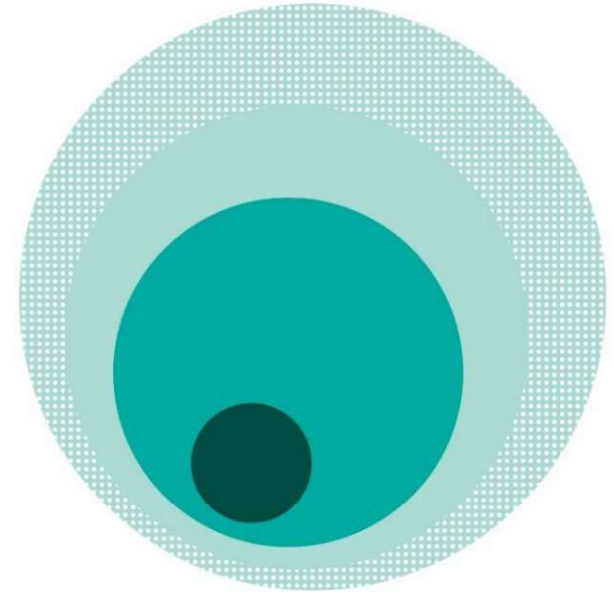
AUGUST 2023



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of Service*

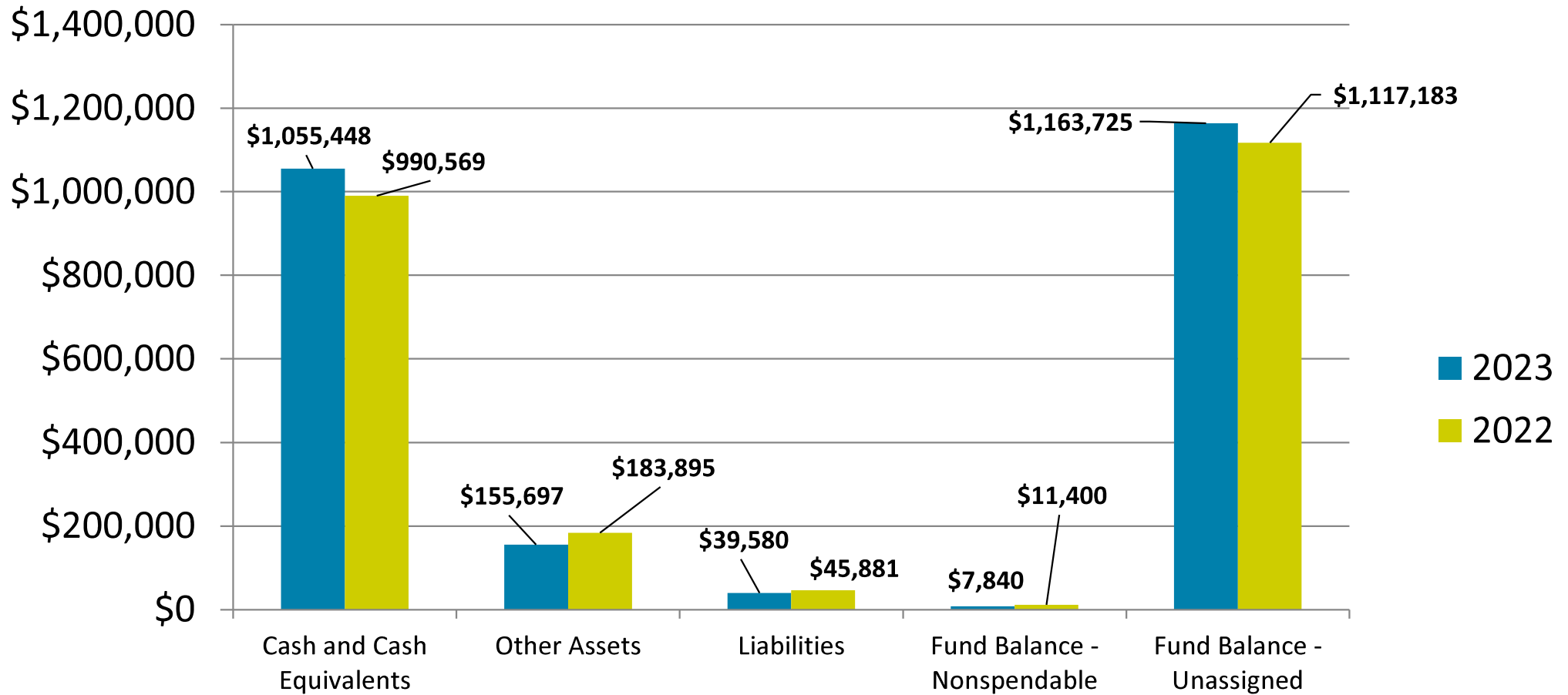
INDEPENDENT AUDITOR'S REPORT

- We have audited the financial statements of Augusta Charter Township as of and for the year ended March 31, 2023, and have prepared our report thereon
- The financial statements are the responsibility of the Township's management
- Our responsibility was to express an opinion on the financial statements
- As detailed in our independent auditor's report, we issued an unmodified opinion on the financial statements



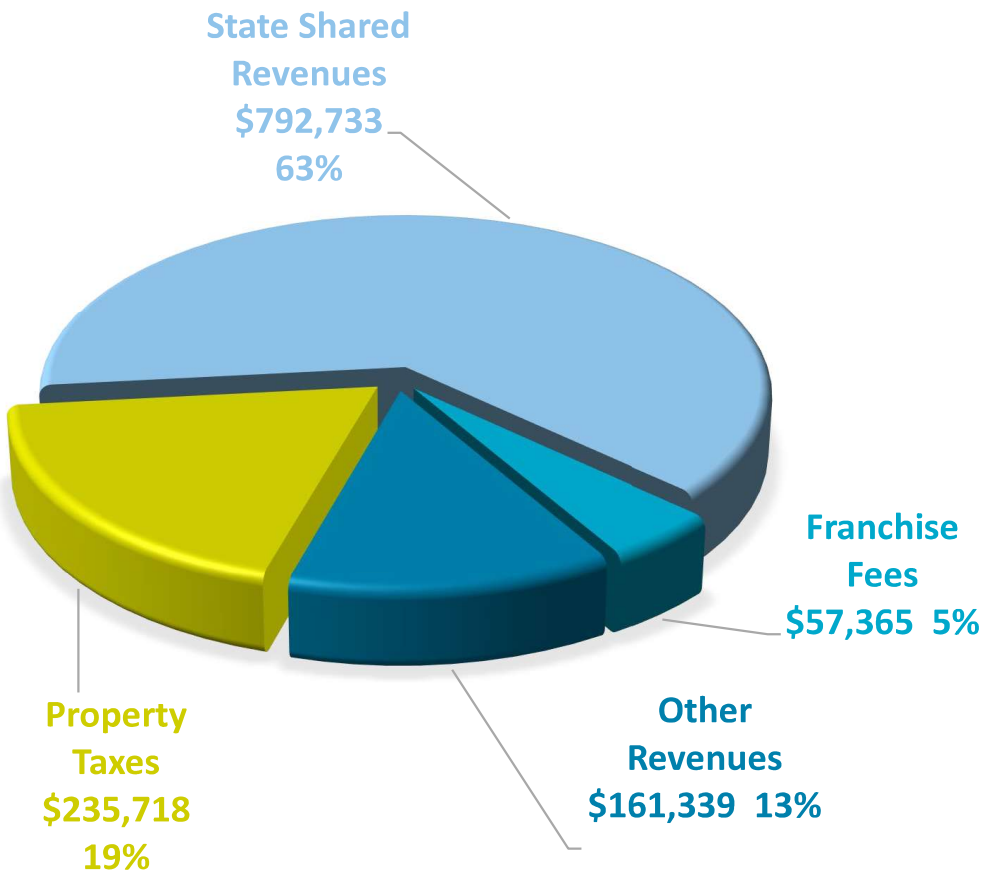
Financial Graphs

GENERAL FUND – BALANCE SHEET

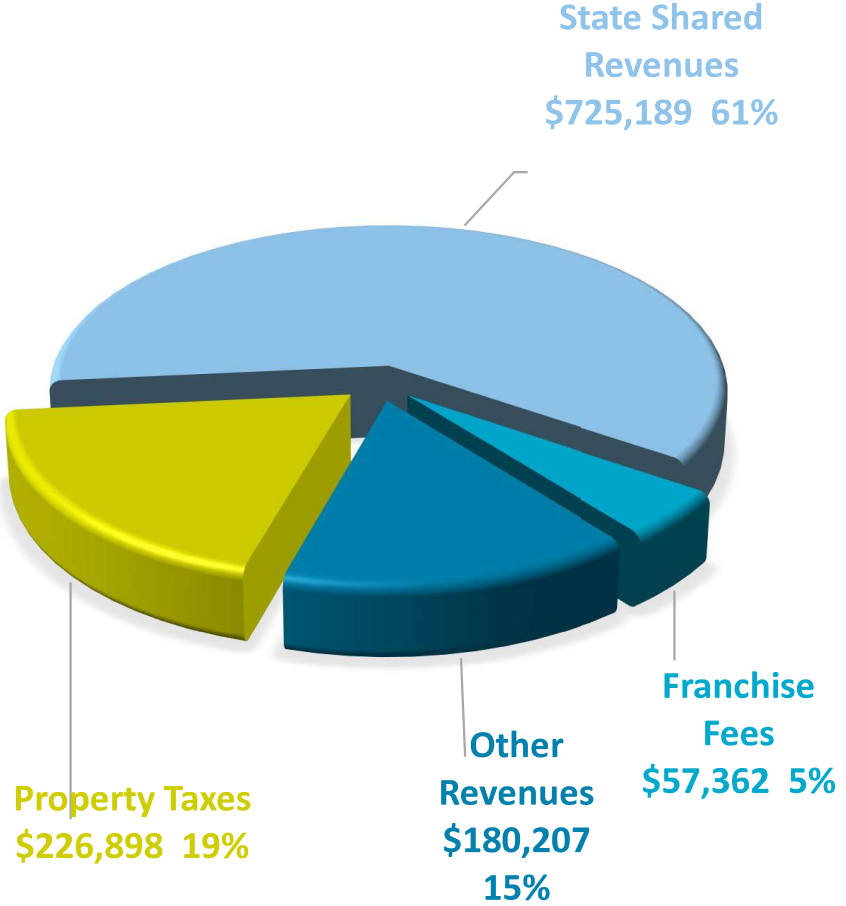


GENERAL FUND – REVENUES

2023

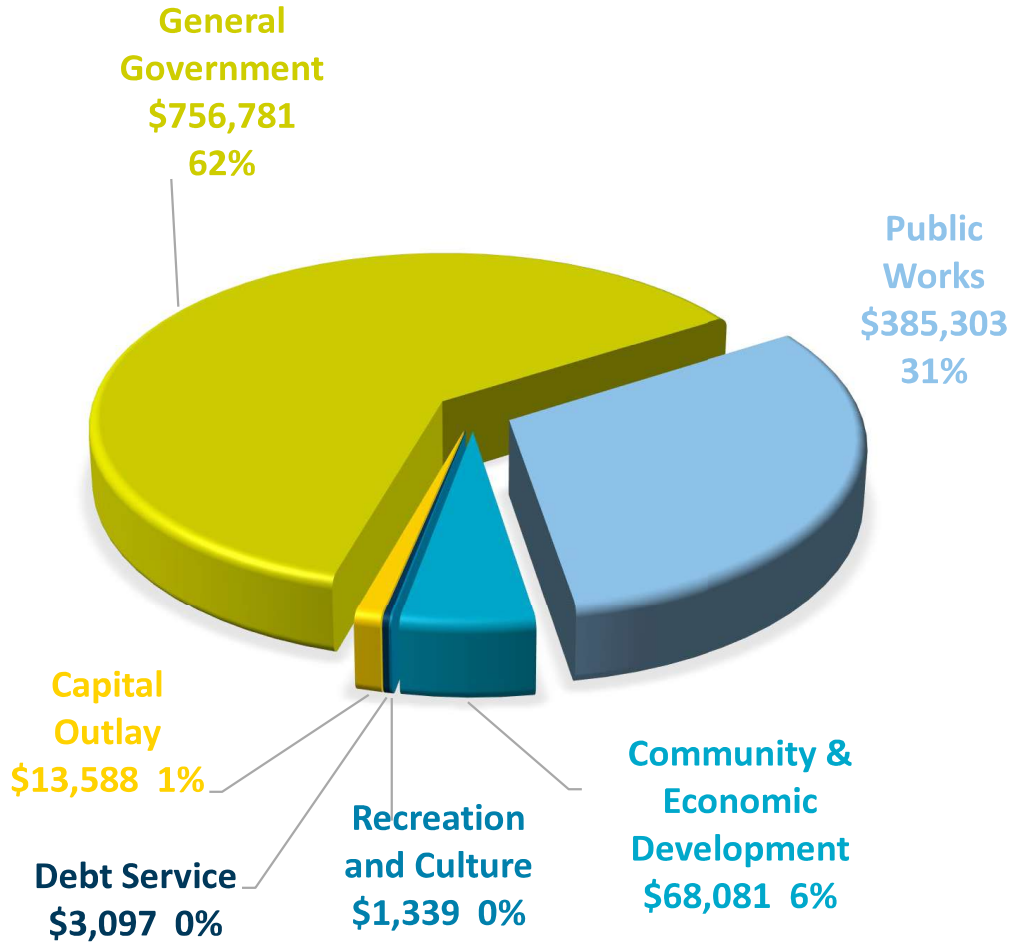


2022

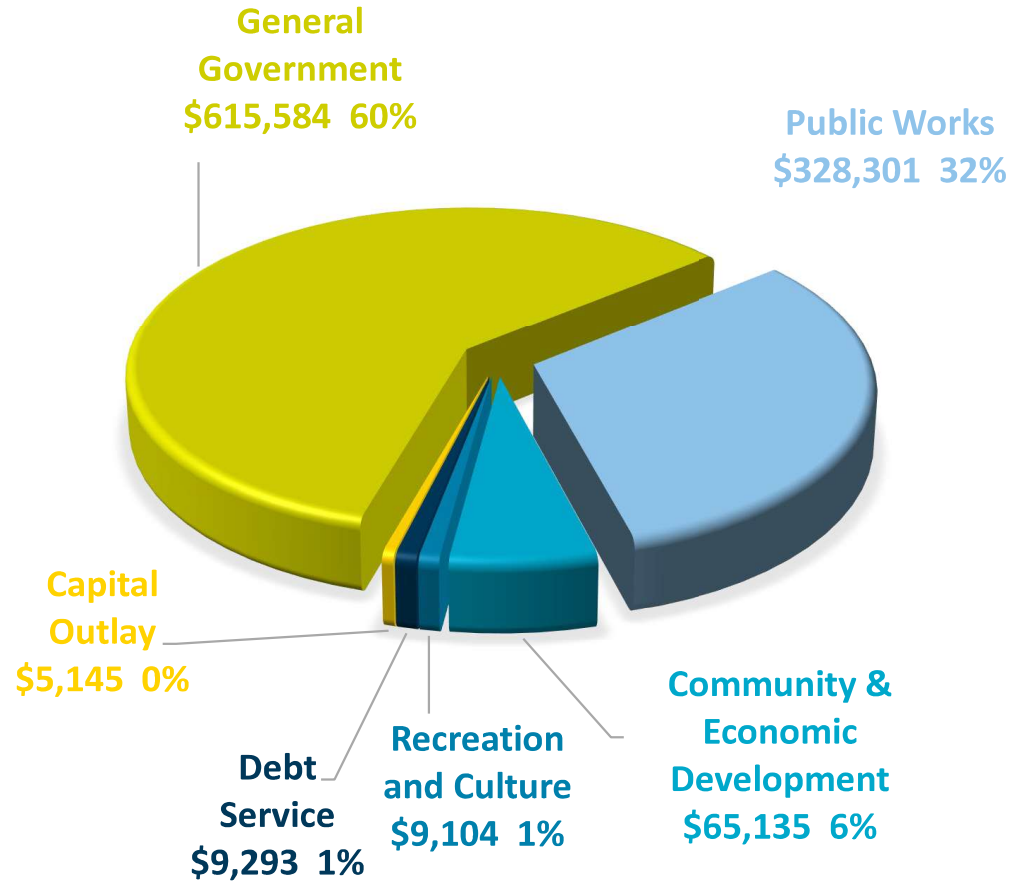


GENERAL FUND - EXPENDITURES

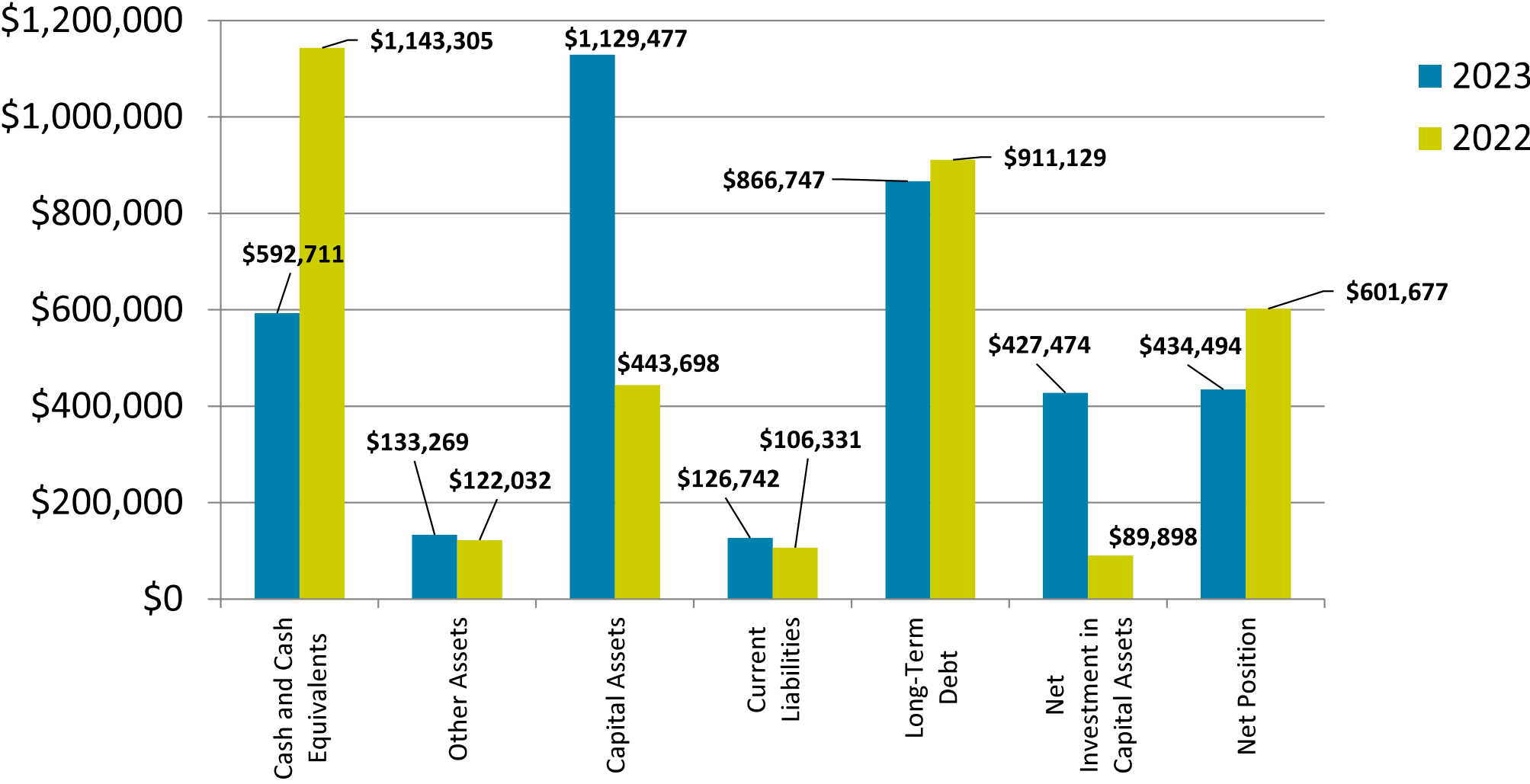
2023



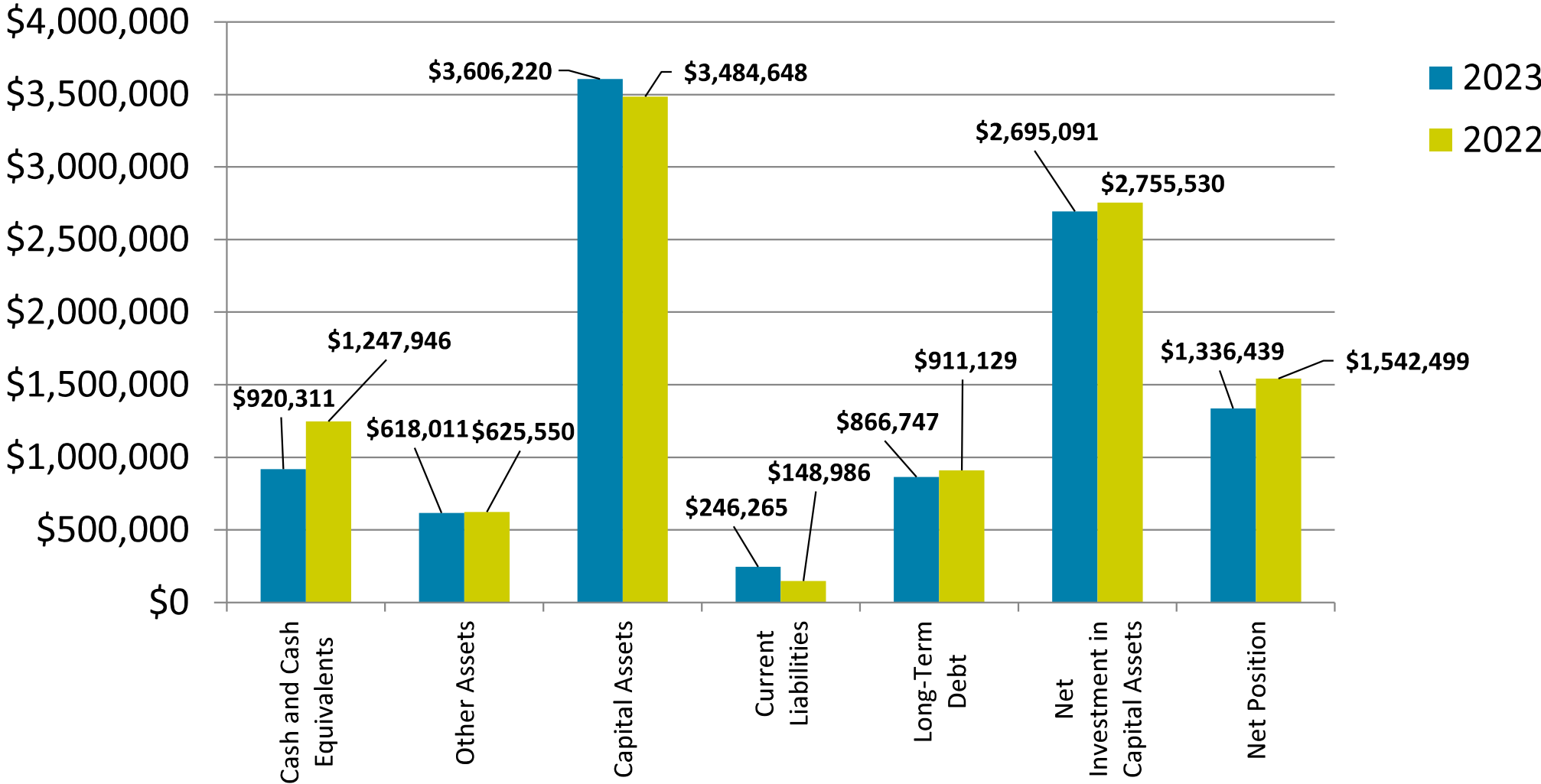
2022



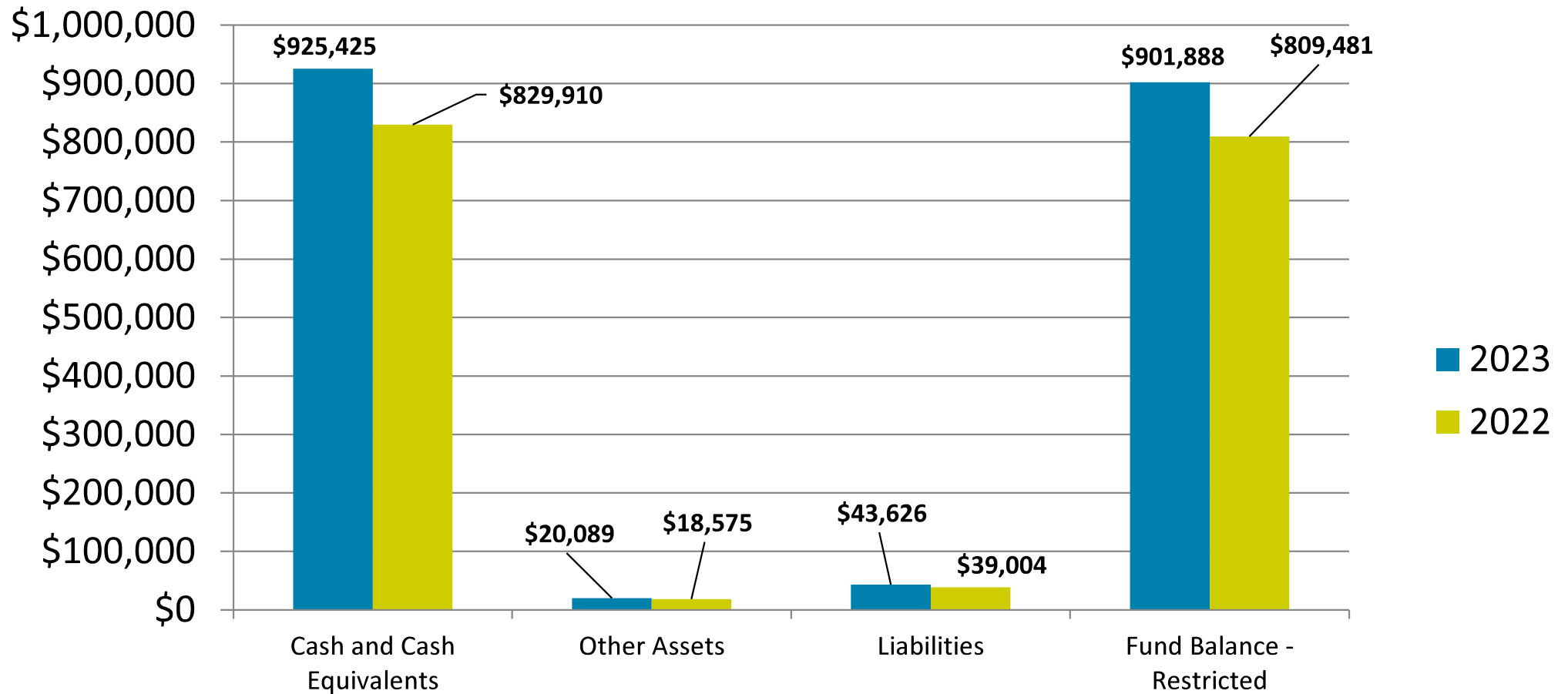
SEWER FUND – STATEMENT OF NET POSITION



WATER FUND – STATEMENT OF NET POSITION

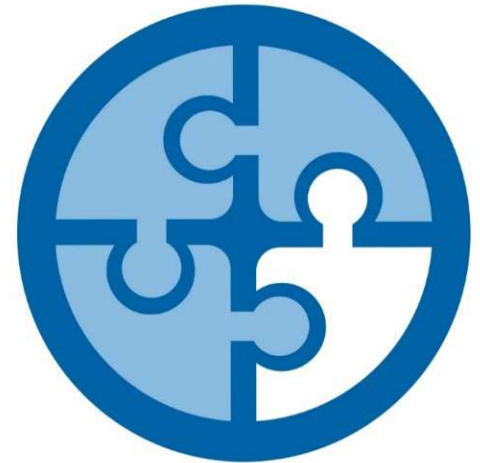


FIRE FUND – BALANCE SHEET



REQUIRED COMMUNICATIONS

- Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards as well as certain information related to the planned scope and timing of our audit
- We have communicated such information in our engagement letter.
- Professional standards also require that we communicate to you the following information related to our audit



REQUIRED COMMUNICATIONS

Accounting Policies

- Management is responsible for the selection and use of accounting policies
- Significant accounting policies are summarized in Note 1 of the audited financial statement

Accounting Estimates

- Certain amounts in the financial statement require management to make estimates and assumptions
- As part of the audit procedures, we evaluate the reasonableness of the estimates



REQUIRED COMMUNICATIONS

Significant Audit Adjustments

- There was one audit adjustment to correct the depreciation expense in the Water Fund
- There was one passed adjustment in the Water Fund related to certain under-billings.

Other Information in Documents Containing Audited Financial Statement

- We are not aware of any such information included with the audited financial statement

Disagreements with Management

- We are pleased to report that there were no disagreements with the organization's management over the course of the audit

REQUIRED COMMUNICATIONS

Consultation with Other Independent Accountants

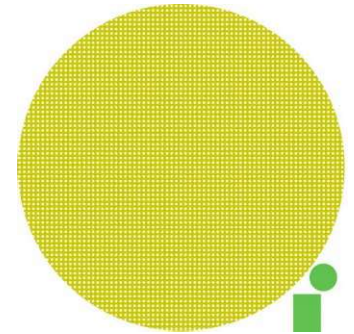
- To our knowledge, the Township has a contract with the Woodhill Group for accounting services

Major Issues with the Retention of Our Services

- There were no issues discussed with management prior to our appointment

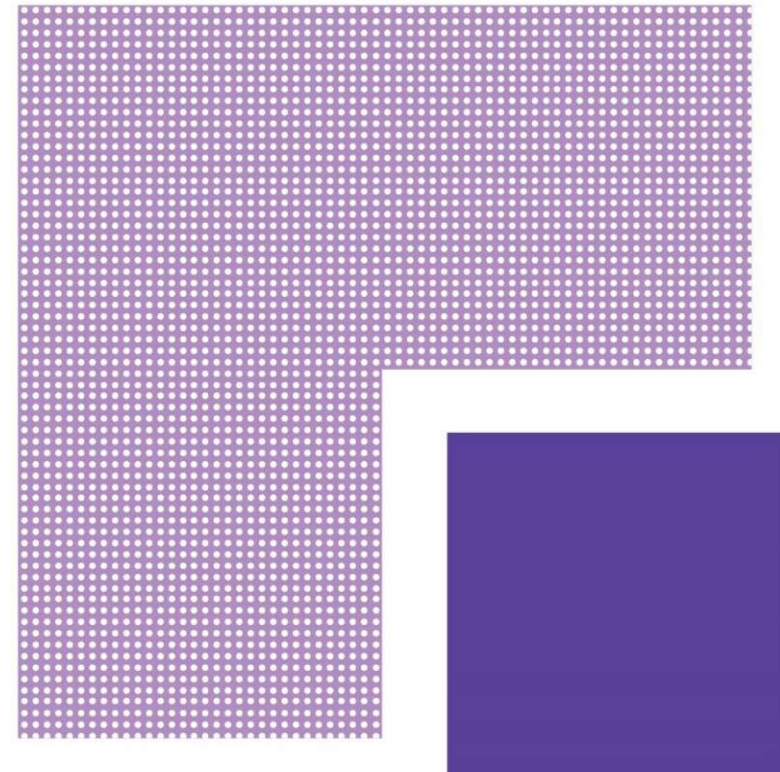
Difficulties Encountered in Performing the Audit

- There were no difficulties encountered in dealing with management related to the audit
- Management was prepared and cooperative during the audit, and allocated sufficient time to the audit process



INTERNAL CONTROL OVER FINANCIAL REPORTING

- In conjunction with our audit of the financial statements we considered the Township's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control over financial reporting
- We are required to communicate, in writing, to those charged with governance all material weaknesses and significant deficiencies that have been identified during our audit
- The definitions of material weakness and significant deficiencies are described on the following page



INTERNAL CONTROL OVER FINANCIAL REPORTING

Category	Definition
Material Weakness	<i>A material weakness</i> is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis
Significant Deficiency	<i>A significant deficiency</i> is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

INTERNAL CONTROL OVER FINANCIAL REPORTING

- Our consideration of internal control was for the limited purpose described in the preceding slides and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, there can be no assurance that all such deficiencies have been identified.
- Given those limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



RECOMMENDATIONS

UPCOMING GASB PRONOUNCEMENTS

The following pronouncement of the Governmental Accounting Standards Board (GASB) have been released recently and is applicable to the Township for fiscal year 2023-2024. We encourage management to review the following information.

- GASB 96 – Subscription-based information technology arrangements effective your FY 2023-2024. This standard expands on the new guidance for leases and applies it to computer software contracts (subscriptions) with similar characteristics. Governments that subscribe to a vendor’s IT software will now report offsetting intangible subscription assets and subscription liabilities equal to the present value of future subscription payments.

CONTACT INFORMATION

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