



CERTIFIED PUBLIC ACCOUNTANTS

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December 14, 2022

Board of Directors  
Alleghany County Water District

We have audited the financial statements of the business-type activities of the Alleghany County Water District for the year ended June 30, 2022. Professional standards require that we provide you with the following information about our responsibilities under generally accepted auditing standards and Government Auditing Standards as well as certain information related to the planned scope timing and scope of our audit. We have communicated such information in our letter dated January 31, 2021. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Findings

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Alleghany County Water District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year 2021 - 2022. We noted no transactions entered into by the governmental unit 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.

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:

Management's estimate of the useful lives of capital assets is based on prior experience. We evaluated the key factors and assumptions used to develop the estimated useful lives of capital assets in determining that it is reasonable in relation to the financial statements taken as a whole.

*Difficulties Encountered in Performing the Audit*

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

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole. We have attached a copy for your review.

*Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as 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.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated December 14, 2022.

*Management Consultations with Other Independent Accountants*

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. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

*Other Matters*

We applied certain limited procedures to budget v. actual schedule, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the

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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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

This information is intended solely for the use of the Board of Directors and management of the Alleghany County Water District and is not intended to be and should not be used by anyone other than those specified parties.

Very truly yours,

A handwritten signature in black ink, appearing to be 'B. Klein', written in a cursive style.

BODEN KLEIN & SNEESBY  
A Professional Corporation

**Allegheny County Water District  
Adjusting Journal Entries**

June 25 through July 5, 2022

Accrual Basis

Date	Num	Name	Memo	Account	Debit	Credit
06/30/2022	BKS22-1		Record 6/30/22 A/D & Adj F/A per audit Record 6/30/22 A/D & Adj F/A per audit Record 6/30/22 A/D & Adj F/A per audit Record 6/30/22 A/D & Adj F/A per audit Record 6/30/22 A/D & Adj F/A per audit	1600a · Acc. Depreciation Buildings 1600b · Accumulated Depreciation System 6255 · Depreciation Expense 1550a · Construction in Progress Spring 6170a · Spring Project Administration	31,561.00 1,950.00	792.00 30,769.00 1,950.00
06/30/2022	BKS22-2		Record accrued P/R & liab per audit at 6/30/22 Record accrued P/R & liab per audit at 6/30/22 Record accrued P/R & liab per audit at 6/30/22 Record accrued P/R & liab per audit at 6/30/22	2350 · Accrued Payroll 2401 · Payroll Liabilities 6000 · Payroll Expenses 6001 · Payroll tax expense	1,283.00 98.13	1,184.87 196.26
07/01/2022	BKS22-2R		Reverse of GJE BKS22-2 -- Record accrued P/R & liab per audit ... Record accrued P/R & liab per audit at 6/30/22 Record accrued P/R & liab per audit at 6/30/22 Record accrued P/R & liab per audit at 6/30/22	2350 · Accrued Payroll 2401 · Payroll Liabilities 6000 · Payroll Expenses 6001 · Payroll tax expense	1,381.13	1,381.13
06/30/2022	BKS22-3		Reclass Fd Bal & Fd Bal Invest per audit Reclass Fd Bal & Fd Bal Invest per audit Reclass Fd Bal & Fd Bal Invest per audit	3200 · Retained Earnings 3210 · Investment in Fixed Assets 6302 · Water Tests	130,392.57 158.00	1,381.13 130,550.57
06/30/2022	BKS22-4		Reclass Open Equity to RE Reclass Open Equity to RE	3230 · Opening Balance Equity 3200 · Retained Earnings	21,371.19	21,371.19
<b>TOTAL</b>					<b>188,195.02</b>	<b>188,195.02</b>