



TRIUNFO SANITATION DISTRICT

A PUBLIC AGENCY

January 18, 2012

Board of Directors
Triunfo Sanitation District
Ventura County, California

TSD FY2011 COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

The Comprehensive Annual Financial Report (CAFR) is a financial reporting tool to communicate the District's financial position and financial activities to its customers, oversight bodies, management and creditors. It provides a narrative related to the District's financial information. The Management's Discussion and Analysis (MD&A) begins on page 3. The MD&A provides an overview, analyses, and explanation of the basic financial statements.

The audited basic financial statements include the Statement of Net Assets, Statement of Revenues, Expenses and Changes in Net Assets, and Statement of Cash Flows along with the notes to the basic financial statements. The Statement of Net Assets includes all of the District's investments in resources (assets) and the obligations to creditors (liabilities). It also assesses the liquidity and financial flexibility of the District. The Statement of Revenues, Expenses and Changes in Net Assets accounts for the current year revenue and expenses. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. Lastly, the Statement of Cash Flows provides information of where the cash came from, what it was used for, and what was the change in cash balance during the reporting period.

The Triunfo Board appointed two of their Board members to the finance committee to oversee the financial reporting process. The Triunfo Sanitation District Finance Committee meets twice each year with Macias, Gini & O'Connell, LLP (MGO), the District's independent auditor. The purpose of the first meeting is to review the scope of work to be completed during the annual fiscal audit; the second is to review the audit report and discuss the Auditor's findings and recommendations. In September 2011, District staff invited Ms. Lori Nicoson of Macias, Gini & O'Connell, LLP (MGO) to meet with the TSD Audit Committee to review the scope of work to be completed during the FY2011 annual fiscal audit. Ms. Linda Hurley of MGO together with District staff will meet with the Audit Committee on January 23 to review the findings and recommendations of the Auditor. The Auditor has again given an unqualified opinion as to the accuracy and fairness of the financial statements.

Item 10-1

District staff prepared and submitted the CAFR to the Government Finance Officers Association (GFOA) for consideration of its Certificate of Achievement for Excellence in Financial Reporting. Appropriations for the GFOA award submission (\$435) and audit (\$20,800) are included in the FY2012 adopted budget.

If you have any questions or need additional information, please contact me by e-mail at Vickie_Dragan@VRSD.com or telephone at 805-658-4646.

RECOMMENDATION

It is recommended the Board receive and file the Fiscal Year 2011 Comprehensive Annual Financial Report.

Vickie Dragan

VICKIE DRAGAN - DIRECTOR OF FINANCE & ADMINISTRATION

Enc.

APPROVED FOR JANUARY 23, 2012 AGENDA:

Mark Lawler for

Mark Lawler, District Manager