

Exit Conference

Law Enforcement Officers' and Fire
Fighters' Plan 2 Retirement Board

Cavan Busch
Audit Manager

Michael Hutchinson
Audit Supervisor

Laura Shackley
Audit Lead

January 18th, 2023

Disclaimer: This presentation is intended to be viewed in conjunction with the complete packet of exit materials provided. A copy of those materials may be requested by contacting the presenters listed or by emailing PublicRecords@sao.wa.gov.

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Office of the
Washington
State Auditor
Pat McCarthy

Results that Matter



Increased trust in government



Independent, transparent
examinations



Improved efficiency and
effectiveness of government



Pat McCarthy
State Auditor

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Financial Audit Results

July 1st, 2021 through June 30th, 2022



Unmodified Opinion Issued

- Opinion issued in accordance with U.S. GAAP/Regulatory Basis of Accounting
- Audit conducted in accordance with Government Auditing Standards

Internal Control and Compliance over Financial Reporting

- We reported no significant deficiencies in internal control
- We identified no deficiencies that we consider to be material weaknesses.
- We noted no instances of noncompliance that were material to the financial statements of the Board

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Areas of Financial Audit Emphasis

Completeness- Were all expenses recorded in the financial statement?

- Testing of Salaries & Wages

Classification- Were expenses properly classified in the financial statement?

- Testing of Contractual Services
- Testing of Employee Training and Development



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Areas of Financial Audit Emphasis

Presentation and disclosures

- Was the financial statement clearly and appropriately presented?
- Were note disclosures complete and accurate?
- If significant financial events occurred, were they properly disclosed in the statement notes?



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Financial Audit Results

Required Communications

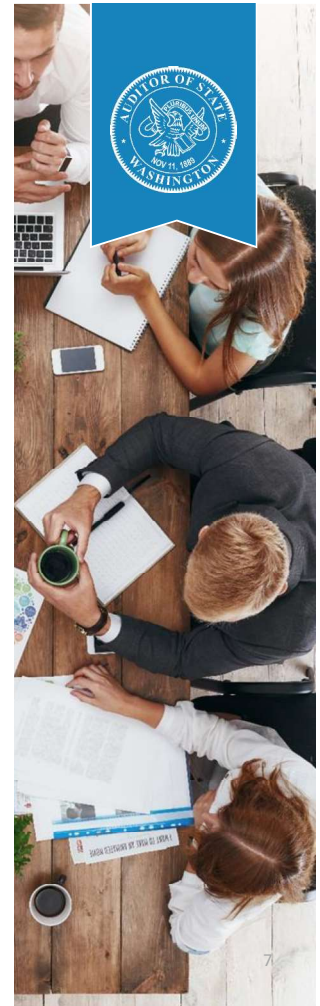
- There were no significant uncorrected misstatements



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Closing Remarks

- ❑ Audit costs are in alignment with our original estimate
- ❑ Next audit: Should the Board choose to contract with our Office next year, we estimate the number of hours to be the same as this year



Report Publication

- ✓ Audit reports are published on our website.
- ✓ Sign up to be notified by email when audit reports are posted to our website:

<https://sao.wa.gov/about-sao/sign-up-for-news-alerts/>

Audit Survey

When your report is released, you will receive an audit survey from us. We value your opinions on our audit services and hope you provide feedback.



Thank You!



- We thank officials and staff for timely communications throughout the audit process.
- In particular, we would like to thank Seth Flory at DES and Jessica Burkhart, Administrative Services Manager for responding to all our requests promptly.

Questions?



Contact Cavan Busch, Audit Manager

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State Audit Team Contacts



Cavan Busch, Audit Manager

Cavan has been with the Washington State Auditor's Office since 2008. Notable work experiences include supervising the Statewide Single Audit for six years, supervising the Medicaid single audit and acting as a sampling specialist for the Office.

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Mike Hutchinson - CPA, Assistant Audit Manager

Mike has been with the Washington State Auditor's Office since 1996. Notable work experiences include audits of local governments for nine years and supervising the Medicaid audit for seven years. He also supervised accountability audits at multiple state agencies and the Statewide Single Audit.

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Laura Shackley, Audit Lead

Laura has been with the Washington State Auditor's Office since 2021. Notable work experiences include working for three years at a CPA firm as a federal income tax preparer and staff accountant. She graduated from Saint Martin's University in 2020 with a Bachelor's Degree in Finance and in 2022 with a Masters in Business Administration.

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SAO Executive Management



Pat McCarthy

State Auditor

Pat McCarthy is the 11th Washington State Auditor, and became the first woman elected to the position when she took the oath of office in 2017. Previously, Pat was twice elected Pierce County Executive; she is also the first woman to hold that role. Over more than 30 years of her public service career, Pat has served as Pierce County Auditor and Deputy Auditor, and Board President for the Tacoma School District.

SAO Executive Management



Sadie Armijo, CFE, Director of State Audit – Sadie has been with the Washington State Auditor’s Office since 1998. She oversees most of the state audits our Office performs. Teams under her direction include the Financial Audit team, which conducts accountability audits, as well as the annual audit of the State of Washington Comprehensive Annual Financial Report and other financial statement audits. The Single Audit team performs accountability audits and the State of Washington Single Audit, which examines state agencies’ compliance with federal grant requirements. The third team Sadie leads is the Whistleblower team, which investigates assertions of improper governmental actions at state agencies. She previously was an Assistant Director of Local Audit for five years.



Jim Brownell, Assistant Director of State Audit and Special Investigations – Jim has been with the Office of the Washington State Auditor since 2005. He and the Director of State Audit and Special Investigations oversees most of the state audits our Office performs. The most notable audits that Jim oversees are the ACFR and Single Audit for the State of Washington. He also oversees the State Whistleblower program, which is responsible for investigating alleged improper governmental actions by state agency employees. Jim is also the Office’s program manager over Commodity Commission financial and accountability audits.