

**CRESCENT CITY HARBOR DISTRICT  
AUDIT FINDINGS FY: 2020-2021  
STATUS OF CORRECTIVE ACTIONS**

**2021-001: Restatement of Previously Issued Financial Statements**

STATUS: ADDRESSED / ON-GOING

- Addressed by monthly and quarterly close process.
- Best practices and active audit preparations are being established.
- Recording of Bank transactions verified. Timely financial reports.

**2021-002: Bank Reconciliation**

STATUS: ADDRESSED / ON-GOING

- Bank Reconciliation is part of Monthly Close Process.
- Bank Transactions are cleared and timely recorded.

**2021-003: Unable to verify review**

STATUS: ADDRESSED, ON-GOING

- Best Practices are being implemented.
- All income and expenses are now being properly recorded.
- Standard protocols for operations, cash handling, banking, and record keeping have been developed or are being developed.
- Customer accounts are now audited each month for documentation and billing.
- Written procedures will be developed by Q4 after completing pilot stages.

**2021-004: Account reconciliation**

STATUS: IN-PROCESS

- Current year account balances will be reviewed each quarter as part of standard close process.
- Ending account balances will be further updated as part of the FY 2021-2022 Audit process and at the Year-End Close of FY 2022-2023.
- Account balances will be maintained through standard close process.

**2021-005: OPEB Liability not Reported**

STATUS: Q4 – END OF YEAR CLOSE

- To correctly calculate OPEB, assistance from CALPERS and an outside consultant will be required. Therefore, OPEB will not be fully calculated until at least Q4.
- OPEB Liability as an estimate will be calculated and retiree expense will continue to be shown as an Operating Expense.