

A silhouette of a person with short hair, seen from the side, looking out a large window. The window reveals a dense city skyline with numerous skyscrapers under a clear sky. The entire scene is overlaid with a semi-transparent blue filter. In the bottom right corner, there is a red rectangular button with white text and a right-pointing arrow.

Access Health CT

2019 Audit Presentation
November 12, 2019

blum
shapiro

step forward →

Agenda

- » Audit Objectives and Reporting
- » Audit Highlights
- » Financial Highlights
- » Programmatic Audit
- » Required Auditor Communications

Audit Objectives and Reporting

- » Express an opinion as to whether your basic financial statements are presented fairly in conformity with accounting principles generally accepted in the United States of America
- » Report on internal control over financial statements and compliance with the provisions of laws, regulations, contracts and grant agreements in accordance with *Government Auditing Standards*
- » Report on compliance with the programmatic requirements set forth by CMS in accordance with Title 45 U.S Code of Federal Regulations (CFR) Part 155
- » Communications with Those Charged with Governance

Audit Highlights

- » Unmodified (clean) opinion expressed on the basic financial statements
- » No significant deficiencies or material weaknesses reported in internal control over financial reporting
- » No compliance findings for the programmatic audit

Financial Highlights

Statements of Net Position

| | <u>2019</u> | <u>2018</u> | <u>Change</u> |
|---|----------------------|----------------------|---------------------|
| Assets: | | | |
| Cash and cash equivalents | \$ 28,774,149 | \$ 26,011,166 | \$ 2,762,983 |
| Accounts receivable | 37,083 | 1,413,610 | (1,376,527) |
| Prepaid and other assets | 190,709 | 206,839 | (16,130) |
| Capital assets, net of accumulated depreciation | 5,183,652 | 5,576,056 | (392,404) |
| Total assets | <u>34,185,593</u> | <u>33,207,671</u> | <u>977,922</u> |
| Liabilities: | | | |
| Accounts payable and accrued liabilities | 4,146,899 | 6,540,309 | (2,393,410) |
| Unearned revenue | 522,899 | 609,308 | (86,409) |
| Total liabilities | <u>4,669,798</u> | <u>7,149,617</u> | <u>(2,479,819)</u> |
| Net position: | | | |
| Net investment in capital assets | 5,183,652 | 5,576,056 | (392,404) |
| Unrestricted | 24,332,143 | 20,481,998 | 3,850,145 |
| Total Net Position | <u>\$ 29,515,795</u> | <u>\$ 26,058,054</u> | <u>\$ 3,457,741</u> |

Financial Highlights

Statements of Revenues, Expenses and Changes in Net Position

| | <u>2019</u> | <u>2018</u> | <u>Change</u> |
|-----------------------------------|----------------------|----------------------|---------------------|
| Revenues: | | | |
| Marketplace assessment | \$ 32,287,139 | \$ 31,229,615 | \$ 1,057,524 |
| Other income | 439,915 | 230,680 | 209,235 |
| Total revenues | <u>32,727,054</u> | <u>31,460,295</u> | <u>1,266,759</u> |
| Expenses: | | | |
| Wages and benefits | 9,375,983 | 9,253,078 | 122,905 |
| Consultants | 13,689,760 | 18,111,518 | (4,421,758) |
| Operations | 4,246,254 | 4,671,368 | (425,114) |
| Depreciation and amortization | 1,957,316 | 1,949,331 | 7,985 |
| Total expenses | <u>29,269,313</u> | <u>33,985,295</u> | <u>(4,715,982)</u> |
| Change in Net Position | 3,457,741 | (2,525,000) | 5,982,741 |
| Net Position at Beginning of Year | <u>26,058,054</u> | <u>28,583,054</u> | <u>(2,525,000)</u> |
| Net Position at End of Year | <u>\$ 29,515,795</u> | <u>\$ 26,058,054</u> | <u>\$ 3,457,741</u> |

- » Compliance with 45 CFR Part 155
 - Report on compliance with 45 CRF Part 155
 - Unmodified auditor's opinion on compliance
 - No findings reported

Required Communication with Those Charged with Governance

- » Prior to starting the audit – June 11, 2019 meeting
- » At the conclusion of the audit:
 - Qualitative aspects of accounting practices
 - Summary of significant accounting policies – Note 1 of financial statements and management estimates
 - No difficulties encountered in performing the audit
 - No uncorrected misstatements
 - No disagreements with management
 - No independence issues
 - No knowledge of “opinion shopping”
 - No accounting or audit matters discussed as a condition of retaining us