

XXXXXX

To the Board of Directors and Management
Southeast Metro Stormwater Authority

We have audited the financial statements of Southeast Metro Stormwater Authority (the “Authority”) for the year ended December 31, 2021, and have issued our report thereon dated XXXXXX. Professional standards require that we provide you with the following information related to our audit.

Our responsibility under U.S Generally Accepted Auditing Standards was provided to you in the engagement letter dated February 25, 2022. This letter also communicated the general scope and timing of our audit; any significant updates have been verbally communicated.

We have also requested and received written representations from management regarding the financial statements. A copy of this letter can be provided to you upon request.

Significant Accounting Policies

The significant accounting policies used by the Authority are described in Notes 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2021. We noted no transactions entered into by the Authority during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

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 depreciable lives and estimated residual value of property and equipment is based on prior management experience. We evaluated the key factors and assumptions used to develop the depreciable lives and estimated residual value in determining that it is reasonable in relation to the financial statements taken as a whole.

Audit Adjustments

See attached. There were no uncorrected misstatements.

Disagreements with Management

None.

Consultations with Other Independent Accountants

None of which we are aware.

Significant Issues Discussed Prior to Retention of Independent Auditors

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 Authority's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Significant Difficulties Encountered in Performing the Audit

None.

Other Findings or Issues Noted During the Audit

None

This information is intended solely for the use of the Board of Directors and management of Southeast Metro Stormwater Authority and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

Haynie & Company

Haynie & Company

DRAFT