



**PASO ROBLES AREA GROUNDWATER AUTHORITY**  
**FINANCIAL STATEMENT AUDIT SERVICES – ADDENDUM 1**  
**April 14, 2026**

- Q. Is PRAGA ok with a remote audit and presentation to the board remotely via Zoom or Microsoft Teams?  
A. PRAGA will accept a remote audit and remote presentation to the Board of Directors.
- Q. What accounting system is used by PRAGA?  
A. PRAGA uses QuickBooks Online.
- Q. Can we get a general ledger detail as of the most recent date available in the FYE June 30, 2026?  
A. Yes, general ledger detail will be provided upon request. Please email [jharris@hgcpm.com](mailto:jharris@hgcpm.com).
- Q. Does PRAGA bill any fees to individual landowners/private companies and how many customers does it have or does PRAGA only receive membership fees/dues from its member agencies?  
A. PRAGA currently receives Member Agency contributions and will likely bill fees to approximately 800 landowners under Prop 26 in May 2026 (pending Board approval).
- Q. Who performs the day-to-day accounting and who reviews the accounting for PRAGA and how many years of experience do they have with governmental accounting? Does PRAGA have any CPAs assisting with accounting?  
A. The day-to-day accounting for PRAGA is performed by a licensed CPA with more than 30 consecutive years of experience in governmental accounting. Financial statements are reviewed by the Executive Director and the Board of Directors.
- Q. Does the person responsible for approving the audit take education on new GASB pronouncements?  
A. The audit report will be comprehensively reviewed by PRAGA's accountant who is a licensed CPA and annually completes Continuing Professional Education including GASB updates and then will be submitted to the Board of Directors for approval prior to its issuance.
- Q. Does PRAGA have bank accounts and/or does it invest funds in an investment pool of one of its members?  
A. PRAGA currently has one bank account for all funds. It does not invest in an investment pool.
- Q. Will PRAGA have any government grants during the 15 months ending June 30, 2026, and is it expecting to have grants during the subsequent two extension years ending June 30, 2027 and 2028? If so, how many grants are expected and what are the expected amounts and purposes?  
A. PRAGA does not currently receive grant funding and will not receive grant funding for the 15 months ending June 30, 2026. PRAGA is pursuing two State grant opportunities and therefore may have grant funding in subsequent years. Grant amounts are yet to be determined for a SGMA support grant (under Prop 4) and a Multi-Benefit Land Repurposing Program (MLRP) grant.

- Q. Is PRAGA expected to need a single audit due to having expenditures under federal grants of more than \$1 million during the contract period?
- A. [Not expected at this time.](#)
- Q. Are any significant changes to the scope of operations expected during the years ended June 30, 2027 and 2028 that would increase the time it would take to complete an audit over the period ended June 30, 2026 (employees expected to be hired where compensated absences, pension or OPEB benefits will exist; debt expected to be issued; capital assets expected to be purchased; lease or subscription liabilities that will need to be reported; or major new projects expected to be undertaken)?
- A. [Other than those responses above that may impact the time it takes to complete the audit in subsequent years, there are no other significant changes expected that would materially change the scope of operations. PRAGA does not currently, and is not expected to, have employees. No leases, subscriptions, debt issuance, or acquisitions of capital assets are expected.](#)
- Q. When are questions expected to be answered and will they be posted on the PRAGA website or will answers be emailed?
- A. [PRAGA will reply regarding substantive questions by addenda which will be emailed to any potential Proposer who has requested such information and posted to the Authority's website. We will do our best to respond promptly.](#)