

SUBMITTED BY: Alejandro Martinez, Finance Director
MANAGEMENT TEAM REVIEW: Luis Pedroza, Deputy City Manager/City Treasurer
FOCUS AREA: Other / NA
ORGANIZATIONAL IMPROVEMENTS: EnterTextHere
SUBJECT: **RECEIPT** of the Final FY2022 **AUDITED FINANCIALS**

EXECUTIVE SUMMARY:

The City of Douglas received its Annual Comprehensive Financial Report (ACFR), Single Audit and Independent Auditor's report, Annual Expenditure Limitation Report, and HURF Compliance Report for the year ended 06/30/2022 on March 31, 2023. The audit was conducted by the auditing firm The Pun Group.

BACKGROUND:

The auditors presented an unmodified auditor's report, meaning that the opinion the auditor concludes that financial statements are presented fairly, in all material respects and in accordance with the applicable financial reporting framework. It also means that the City's financial condition, position, and operations are fairly presented in the financial statements.

The City has completed its audit in a timely manner and in accordance with A.R.S. rules. The city has submitted the ACFR for the GFOA Award for excellence in financial reporting. Moreover, the city has completed its submission to the State of Arizona Auditor General's Office.

In summary, this year there were no material weaknesses or significant deficiencies identified. Auditors recommended that the city improve its internal controls and year end process to ensure accuracy in financial reporting and avoid having to make numerous adjustments at the end of the fiscal year. Additionally, recommendations were made regarding the timely completion of the bank reconciliation process.

DISCUSSION:

Information only

FISCAL IMPACT:

None

Fiscal Year: 2022

Amount Requested: N/A

Budgeted: N/A

Account (s): N/A

Information only.