

## **Council Update December 2025**

### **Status of the State Auditor's Office (SAO) Findings:**

- Regarding the two audit findings in the State Auditor's Office relating to insufficient controls for City credit cards (2023) and untaxed employee compensation (2017).
- The City has taken steps to address these two audit findings and has supplied information to the relevant parties to reach resolution of the findings during the next SAO audit.
- Pursuant to Resolution 2025-08, approved by the City Council on May 13, 2025, the City council has adopted and put into effect a new credit card control policy to limit access to and enhance oversight of the City credit cards.
- In regard to the untaxed employee compensation finding, the City has provided the IRS with the information we believe sufficient for the SAO to close out this finding during the next audit.

### **Independent Third Party Assessment:**

- An independent third-party assessment was conducted this summer to evaluate and proactively prepare for future SAO activity.
- Resolutions and updates were discussed at council meetings throughout the summer.

### **Procedural Reform:**

- Credit card policy reformed per Resolution 2025-08, approved by the City Council on May 13, 2025
- Monthly finance committee per Ordinance 548, approved by the City Council on September 9, 2025

### **Hiring of a Treasurer Update:**

- The City has hired a new Treasurer whose appointment is pending confirmation at the December regular meeting.