

Montgomery City Council  
**AGENDA REPORT**

<b>Meeting Date:</b> March 12, 2024	<b>Budgeted Amount:</b> n/a
<b>Department:</b> Administration	<b>Prepared By:</b> Maryann Carl

**Subject**

Discussion and possible action to approve the FY2022-2023 audit presented by Belt Harris Pechacek, LLLP.

**Recommendation**

Approve FY2022-2023 audit presented by Belt Harris Pechacek, LLLP.

**Discussion**

The Annual Financial Report, Management Letter, and Required Auditor Disclosure Letter are attached. Darla Dear from Belt Harris Pechacek, LLLP, will be at the meeting to present the information and answer any questions.

The item listed under “Other Matter” on the Management Letter is related to the recording of principal and interest for leases under GASB 87. The expense was initially budgeted in each department for the lease of copiers but is now required to be recorded as Debt Service in the General Fund. Adjusting journal entry JE # 13 on page 4 of the Required Auditor Disclosure Letter shows this adjustment. In addition, page 65 of the Audit shows the expenditure exceeding budget under Debt Service. City staff will bring an adjustment to council at a later date to address this for the current year.

**Approved By**

Finance Director	Maryann Carl	Date: 3/07/2024
City Administrator	Gary Palmer	Date: 3/07/2024