



**PRIOR YEAR AUDIT FINDING**

The findings noted in the 2019 Schedule of Findings and Questioned Costs have been reported to the proper federal and state agencies. The current status of the prior year audit findings, as provided by management, follows:

Finding No.                      Prior Year Audit Finding

**2019-001                      Uniform Grant Guidance Implementation**

We have finalized the assessment of our financial management system and related internal controls over federal awards during the 2020 fiscal year. This assessment included an evaluation of existing policies and procedures to determine where additional enhancements should be made or new policies created, a plan to communicate these policies to City employees, and procedures to periodically review and update, as considered necessary. Policy and procedures, as well as related documentation, were revised as necessary to ensure compliance with the Uniform Guidance. The Finance Department will continue to coordinate and provide assistance and guidance to departments receiving grants subject to the Uniform Guidance.

**CORRECTIVE ACTION PLAN  
 YEAR ENDED JUNE 30, 2020**

Finding No.                      Corrective Action Plan

**2020-001                      Adjustments to the City's Financial Records**

Management Response:                      Management does not disagree with the comment. During the audit, the auditors identified material adjustments. The City will review and evaluate month-end and year-end procedures which are designed to ensure that the amounts presented on the City's general ledger are complete and accurate.

Name of the contact person responsible for corrective action: Shawn Alfred, Finance Director  
 Planned completion date for corrective action plan: The City will begin to review month-end and year-end procedures immediately.

