



City Manager's Report
April 26, 2016 City Council Meeting
Prepared by: Dave Warren, Director of Finance
Item #: 12.1

Subject: Acknowledge and file the Basic Financial Statements and Independent Auditors' Report for Fiscal Year 2014/2015.

Discussion:

The City's financial statements are audited annually by an independent Certified Public Accountant (CPA). The purpose of the year-end audit is for the independent CPA to express an opinion of whether or not the City's financial statements present fairly, in all material respects, the respective financial position of the City. Your auditors, Pun & McGeady, LLP (P & M), conducted a rigorous audit of the City's financial statements for Fiscal Year 2014/2015, which were prepared by the Finance Department. The audit included procedures to obtain audit evidence about the amounts and disclosures in the financial statements, including an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

P & M has expressed unmodified opinions which means they have determined that the City's financial statements present fairly, in all material respects, the respective financial position, the respective changes in financial position, and where applicable, cash flows, of the City as of June 30, 2015, in accordance with the accounting principles generally accepted in the United States of America.

Tonight, Gary Caporicci, CPA, a representative from P & M, will present an overview of the 2014/2015 audit report and answer any questions regarding the audit. Staff will also be available to answer any questions regarding the financial statements and the City's financial position as of June 30, 2015.

Options:

1. Acknowledge and file the Basic Financial Statements and Independent Auditors' Report for Fiscal Year 2014/2015 as presented.
2. Do nothing.

Cost:


There is no cost associated with tonight's action.

Budget Impact:

The cost of the year-end audit is incorporated into the annual Operating Budget.

Recommendation:

Acknowledge and file the Basic Financial Statements and Independent Auditors' Report for Fiscal Year 2014/2015.



M. Cleve Morris, City Manager



Dave Warren, Director of Finance