



Item Number: 17

City Council / Board of Directors

Consent Calendar

Meeting of: July 16, 2024

Submitted By:

Carmen Cun, Finance Director / City Treasurer

Subject:

Receive and file of the annual Single Audit on Federal Expenditures report for Year Ended June 30, 2023

Recommendation:

That the City Council receive and file the Fiscal Year 2022-2023 Single Audit.

Fiscal Impact:

There is no fiscal impact from this receive and file item.

Strategic Plan Goal:

Annual single audit and reporting is part of Goal A: Financial Sustainability as this report acts as a tool for management to monitor Federal program activities.

Background:

The Single Audit Act of 1984 establishes uniform audit requirements for local governments expending federal awards greater than \$750,000 a year. The audit is on an entity wide basis and imposes additional requirements in relation to testing of and reporting on, internal control and compliance with laws and regulations. These rules are listed in Title 2 US Code of Federal Regulations (CFR) Part 200.

The purpose of the single audit is to test the City's internal controls and compliance and to report any findings to those charged with governance. Further, the single audit is used to provide assurance to the federal agencies granting the funds that the use of the funds is in compliance with the program's requirements and Uniform Guidance. The City in turn, initiates a corrective action plan to correct identified deficiencies and produce recommended improvements. Thus, the audit results turn into opportunities to strengthen our internal controls and operate efficiently, and eventually, they become best practices in our business processes.

