

AGENDA REPORT



Meeting Date: December 18, 2018
Agenda Item # 6
City Manager Approval: *RLC*

TO: Honorable Mayor and Members of the City Council

FROM: Sandy Ryan, Finance Director

SUBJECT: Presentation and Acceptance of the Comprehensive Annual Financial Report for the Fiscal Year Ended 6-30-18

RECOMMENDED COUNCIL ACTION:

Accept the Comprehensive Annual Financial Report (CAFR) and the Transportation Development Act Fund Financial Statements for the Fiscal Year Ended June 30, 2018.

SUMMARY:

This agenda item is the presentation of the CAFR for the Fiscal Year Ended June 30, 2018. The Independent Auditors' Report received from Aiello, Goodrich & Teuscher states that the financial statements are fairly presented. (See Page 8 of the CAFR) Also included in this agenda item is the Transportation Development Act Fund Financial Statements (TDA Fund Financial Statements).

PREVIOUS COUNCIL ACTION:

On January 16, 2018, City Council accepted the June 30, 2017 CAFR and TDA Fund Financial Statements.

DISCUSSION:

On December 5, 2018, the Audit Committee, consisting of two Council members (Gary Jones and Kris Deiters), reviewed the CAFR and related reports for the Fiscal Year End June 30, 2018, with members from Aiello, Goodrich & Teuscher, and Finance Director, Sandy Ryan. Citizen member, Amy Schutter, was unable to attend.

The auditors' results are summarized as follows:

1. The Independent Auditors' Report expresses an unmodified opinion on the CAFR and the TDA Fund Financial Statements.
2. No significant deficiencies relating to the audits are reported in the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the CAFR or the TDA Fund Financial Statements were disclosed in the audits.

After reviewing the reports, the Audit Committee recommended acceptance of the CAFR and related reports and forwarding of the CAFR and related reports to the City Council.

The preparation of the CAFR was made possible by the dedicated service of the entire Finance Department Staff. Each member of the department has our sincere appreciation for the contributions made in the preparation of this CAFR.

We would also like to thank the entire City of Red Bluff management and staff. Each member of each department worked hard on providing information to the finance department for our external auditors, and their assistance made the entire audit process smoother and easier.

We would like to thank the Mayor, members of the City Council, the City Manager and the Department Heads for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner. Appreciation is also expressed to the very knowledgeable and fine staff of Aiello, Goodrich & Teuscher, who made this presentation possible. A member of Aiello, Goodrich & Teuscher is in attendance to provide an overview and answer any questions.

CITY FISCAL IMPACT:

None

ATTACHMENTS:

- A. City of Red Bluff CAFR 6-30-2018 (GFOA)
- B. Red Bluff TDA FS 6-30-18