

MaherDuessel

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City of Helena Audit Presentation

YEAR ENDED JUNE 30, 2023

January 10, 2024

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Overview

- Firm Information
- Required Communications
- Financial Highlights
- Audit Testing and Objectives
- Audit Results

Maher Duessel – Firm Information

- ❑ Established in 1989
- ❑ Six offices throughout Pennsylvania
- ❑ Approximately 85 audit professionals
- ❑ Serving over 350 governmental clients
- ❑ Ranked 27th nationally (out of 4,900 firms) in the number of Single Audits performed (over 170 annually)
- ❑ 8 members of our firm serve as Technical Reviewers on the GFOA's Review Committee

Required Communications

- ❑ Responsibilities Under Generally Accepted Auditing Standards (GAAS), Government Auditing Standards (GAS), and Uniform Guidance (UG)
- ❑ Significant accounting policies
 - GASB 96, *Subscription-Based Information Technology Arrangements (SBITAs)*
- ❑ Accounting estimates
- ❑ Sensitive disclosures
- ❑ Corrected and uncorrected misstatements
- ❑ Good cooperation from management and staff

Audit Challenges

- ❑ Staffing shortages
- ❑ Audit preparation
- ❑ Year-end adjustments

Financial Highlights

- ❑ Positive change in net position (“long term view”) of \$13.9 million
- ❑ Change in fund balance:
 - Governmental funds – \$1.3M
 - Proprietary funds - \$9.4M
- ❑ GASB 96 SBITAs - \$1,012,594 liability

Ending Fund Equity at 6/30

	2023	2022	2021
General Fund	13,201,448	16,273,109	12,450,413
Streets Fund	12,286,865	12,955,734	11,070,836
Other governmental Funds	23,876,838	18,846,135	13,798,407
Enterprise Funds	182,885,465	172,925,407	164,702,787
Internal Service Funds	1,441,950	1,977,582	1,461,459
Total	\$233,692,566	\$222,977,967	\$191,065,342

Audit Testing and Objectives — Single Audit

- ❑ Review SEFA for accuracy
- ❑ “Major” Program was Formula Grants for Rural Areas and Tribal Transit Program (20.509)
- ❑ Perform tests of internal control over federal awards
- ❑ Perform tests of compliance with regard to federal expenditures
- ❑ Issue additional reports as required by the Uniform Guidance (Single Audit)

Summary of Audit Results

- ❑ Unmodified opinion on the financial statements
- ❑ Single Audit: Unmodified the other major federal program
- ❑ No questioned costs
- ❑ No Significant Deficiencies or Material Weaknesses to report

Other Items for Improvements to Internal Control

- ❑ Segregation of Duties – Civic Center
- ❑ Municipal Court Fund
- ❑ Parking Pass Sales
- ❑ Transportation Office
- ❑ Journal Entry Review
- ❑ Petty Cash Reconciliation
- ❑ Loan Agreements
- ❑ Information Technology (data retention, disaster recovery, user access levels)
- ❑ TBID – Bank Reconciliations
- ❑ BID – Segregation of Duties, Journal Entries

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