

# City of Annapolis

## Audit Results Presentation

March 20, 2024



# Agenda

- 2023 Audit Results for the City of Annapolis
- Required Communications



# 2023 Audit Results

- Independent Auditors' Report on the Financial Statements
  - Unmodified “clean” opinion that the financial statements are presented fairly, in all material respects, in conformity with U.S. Generally Accepted Accounting Principles (GAAP).
- Limited procedures were performed, and an “in-relation to” opinion was rendered on the supplemental schedules.
- Limited procedures were performed, and no opinion rendered, on management’s discussion and analysis, required supplemental information, and the Introductory and Statistical sections of the Annual Comprehensive Financial Report.
- Report on Compliance for Each Major Federal Program, Report on Internal Control over Compliance and Report on the Schedule of Expenditures of Federal Award
  - Unmodified “clean” opinion that the City complied, in all material respects, with the types of compliance requirements that could have a direct and material effect on each of its major federal programs.



# 2023 Audit Results *(continued)*

- 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.
  - No material weaknesses



# Required Governing Body Communications

- Auditor's responsibility under U.S. Generally Accepted Auditing Standards
- Significant accounting policies
  - GASB 96 – *Subscription-Based Information Technology Arrangements (SBITA)*
- Management judgments and accounting estimates
  - Depreciation Expense
  - Self-Insurance liability
  - Valuation of alternative investments
  - Actuarial assumptions and methods used
  - Leases and SBITA



# Required Governing Body Communications

- No Corrected or Uncorrected Misstatements
- Management was very cooperative and professional during the audit process
- No disagreements with management
- Management did not consult with other accountants on the application of GAAP or GAAS
- No major issues were discussed with management prior to retention
- Management Representations were provided at conclusion of the engagement



# Thank you!



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Engagement Principal

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