

RESOLUTION OUTLINING A WRITTEN RESPONSE TO CERTAIN AUDIT FINDINGS
RELATING TO THE CITY'S ANNUAL INDEPENDENT AUDIT FOR FY 2021-2022, AS
REQUIRED BY THE LOCAL GOVERNMENT COMMISSION

WHEREAS, the City of Greensboro completed its annual independent audit of the FY 2021-2022 financial statements and received an unmodified audit opinion;

WHEREAS, City Council is required to take certain actions regarding the audited financial results as required by the Local Government Commission (LGC) in accordance with NC Administrative Code 20 NCAC 03.0508;

WHEREAS, City Council needs to adopt a resolution identifying a written corrective action plan for any findings reported by the auditor to the Audit Committee on December 12, 2022;

WHEREAS, City Council adopted a response to two audit-related matters as follows;

WHEREAS, City Finance staff identified that certain capital assets transferred within the organization in the prior year (FY 2021) were not properly removed from the fund that made the transfer and were double-counted in the City's financial records;

WHEREAS, the necessary accounting correction was made by staff during the normal year-end closing process in FY 2022 and a new secondary management review procedure was implemented for future capital asset disposals and additions that are transferred between departments;

WHEREAS, the auditor recommended that the City strengthen its established monitoring procedures of subrecipients in the City's Emergency Rental Assistance Program (ERAP);

WHEREAS, review of certain ERAP case files reverted to the City had not be completed, and an oversight occurred when one case file tested was marked as reviewed without the review taking place, and case files from multiple award years were listed together as reviewed in FY 2022;

WHEREAS, City staff are working to close out the ERAP by September 30, 2025 at such time all reverted cases will be reviewed and monitored by the closure of the program, and staff will strengthen its review procedures to prevent oversight to ensure all cases selected for review are completed and followed up by both the subrecipient and City staff to finalize the monitoring process, and the Fiscal Year of award for each case file will be prominently marked to assist segregation of review files for a particular year under audit, as the review of a case may span multiple years;

WHEREAS, City staff will take all necessary steps for any corrective actions needed for ERAP as a result of the City's monitoring procedures; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GREENSBORO:

That the City Council adopts a resolution outlining a written response to certain audit findings relating to the City's annual independent audit for FY 2021-2022, as required by the Local Government Commission.