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City of Allentown

2023 Audit Presentation

October 30, 2024

City of Allentown

- Our responsibilities under Generally Accepted Auditing Standards and *Government Auditing Standards*
 - Separate financial statements for
 - Annual Comprehensive Financial Report (GFOA submission)
 - Single Audit will be issued at a later date
 - We did not audit the Allentown Parking Authority, but audited the City of Allentown Redevelopment Authority
- Significant accounting policies:
 - No significant changes from prior year

City of Allentown

- Accounting estimates
 - GASB 87 lease inputs
 - Actuarial assumptions of the pension and OPEB plans and related deferred inflows and outflows of resources
 - Fair value of investments
- Sensitive disclosure in FS
 - Note 2: Utility System Concession Lease
- No significant difficulties encountered in performing the audit

City of Allentown

- Other communications
 - Corrected and uncorrected misstatements
 - No disagreements with management
 - Management representations
 - Management consultations with other independent accountants (none)
 - Issues discussed prior to retention
 - Supplementary information
 - Required supplementary information (RSI) unaudited
 - Supplementary information in relation to
 - Supplementary information unaudited

City of Allentown

- Results of audit
 - Financial statements
 - Unmodified opinion
 - MD did not audit Parking Authority
 - Restatement of Net Position for Redevelopment Authority
 - RSI
 - M D & A
 - Historical pension/OPEB information
 - Budgetary comparison information

City of Allentown

- Results of audit
 - Financial statements
 - Supplementary information
 - in relation to
 - Intro and Statistical Section
 - unaudited
 - *Government Auditing Standards* except for the component units
 - Material Proposed Adjustment included as Finding 2023-001. Reviewed and approved by management.

City of Allentown

- Management letter (best practice recommendations)
 - Addressing findings and recommendations in Auditor General pension reports
 - Reviewing user access permissions for IT systems
 - Annual testing of IT Disaster Contingency Plan
 - Review of capital asset additions

City of Allentown

– Total Government-Wide

- Financial highlights

- Change in Net Position

- 2023 - \$37.2 million increase
 - 2022 - \$25.1 million increase
 - 2021 - \$31.5 million increase

- Revenues

- 2023 - \$208.7 million
 - 2022 - \$181.3 million
 - 2021 - \$169.6 million

- Expenses

- 2023 - \$171.5 million
 - 2022 - \$156.2 million
 - 2021 - \$138.1 million

Net Cost of Activities

	Total cost of services		Net cost of services	
	2023	2022	2023	2022
Program:				
General government	\$ 19,774,490	\$ 7,941,408	\$ (13,212,963)	\$ (1,840,434)
Public safety	75,340,455	76,935,181	(68,350,674)	(73,238,632)
Community development	12,105,757	11,976,945	4,387,255	460,312
Public works	27,886,830	25,762,632	(4,825,594)	(7,690,589)
Health and sanitation	5,390,518	5,041,372	(1,712,302)	(1,598,292)
Parks and recreation	8,804,127	7,565,946	(3,190,974)	(1,454,061)
Water and sewer	-	-	5,551,270	5,420,028
Interest on long-term debt	4,893,201	5,341,686	(4,893,201)	(5,341,686)
Municipal golf course	1,624,036	1,151,143	(491,173)	806,300
Solid waste fund	15,705,233	14,507,693	830,416	968,136
Total expenses	<u>\$ 171,524,647</u>	<u>\$ 156,224,006</u>	<u>\$ (85,907,940)</u>	<u>\$ (83,508,918)</u>

City of Allentown

– General Fund

- Financial highlights
 - Change in fund balance
 - 2023 - \$15.0 million increase
 - 2022 – \$10.0 million increase
 - 2021 - \$9.7 million increase
 - Revenues and other financing sources
 - 2023 - \$147.8 million
 - 2022 - \$135.1 million
 - 2021 - \$129.2 million
 - Expenditures and other financing uses
 - 2023 - \$132.8 million
 - 2022 - \$125.1 million
 - 2021 - \$119.5 million

Questions? Contact Me!



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