

CITY OF ALLENTOWN

Bank Reconciliation Review For the month end date: 10/31/2025

Date of Report: December 31, 2025

OBJECTIVE

The objective of the monthly bank reconciliation review is to verify that bank transactions are complete, timely and accurately reported on the City of Allentown's accounting records for financial reporting purposes. It is also to determine whether the bank reconciliation prepared, and their corresponding schedules comply with the requirements of the policies, guidelines, and procedure outlined in the AIMs and to identify any areas for improvement.

PROCEDURES

A review of all the bank reconciliations prepared for the period tested including a review of the supporting schedules, outstanding items, and their corresponding documentation.

of City bank reconciliations prepared: 35

\$ Amount of the City bank reconciliations reviewed for the period: \$116,019,222.46.

of Non-City Controlled bank reconciliations prepared: 3

\$ Amount of the Non-City Controlled bank reconciliations reviewed for the period: \$1,234,217.18.

SPECIAL NOTE

The City of Allentown converted the Tyler AP platform from EDEN to Munis in March 2025. The Outstanding checks under 3 years old in EDEN were transferred to Munis. 18 (eighteen) checks totaling **\$20,566.58** were over 3 years old and although listed on the Banks's ARP, could not be systemically transferred to Munis and therefore must be manually tracked.

AGING OF OUTSTANDING ISSUES

ISSUE #	ISSUE	MONTH ISSUE FIRST APPEARED ON A BANK RECONCILIATION	MONTHS OUTSTANDING AS OPEN ISSUE ON THE BANK RECONCILIATION AUDIT REPORT	ORIGINAL AUDIT REPORT DATE
1	Unexplained Differences on the Accounts Payable (AP) ARP	06/2025	3	12/03/2025

FINDINGS, RECOMMENDATIONS AND ADMINISTRATION'S RESPONSES

Previously Reported Issues Unchanged

1. Unexplained Differences on the Accounts Payable (AP) ARP (12/03/2025)

The bank AP ARP provides totals for the various categories of check status: Checks issued, checks cashed, checks voided, etc. These totals are supported by the check detail which should equal the amount of the total.

When reconciling, the detail helps to identify the reconciling items and the reason.

For September 2025, we noted the following discrepancies:

ARP Category	ARP Total \$	ARP Detail \$	Difference \$
Adjustment to Prior Outstanding on ARP	\$1,690.79	0.00	\$1,690.79
Outstanding Total	\$380,782.17	\$378,140.67	\$2,641.50

Recommendation

Administration should reach out to the Bank for a proper explanation of the differences.

Administration's Response

We will reach out to the bank to understand the differences.