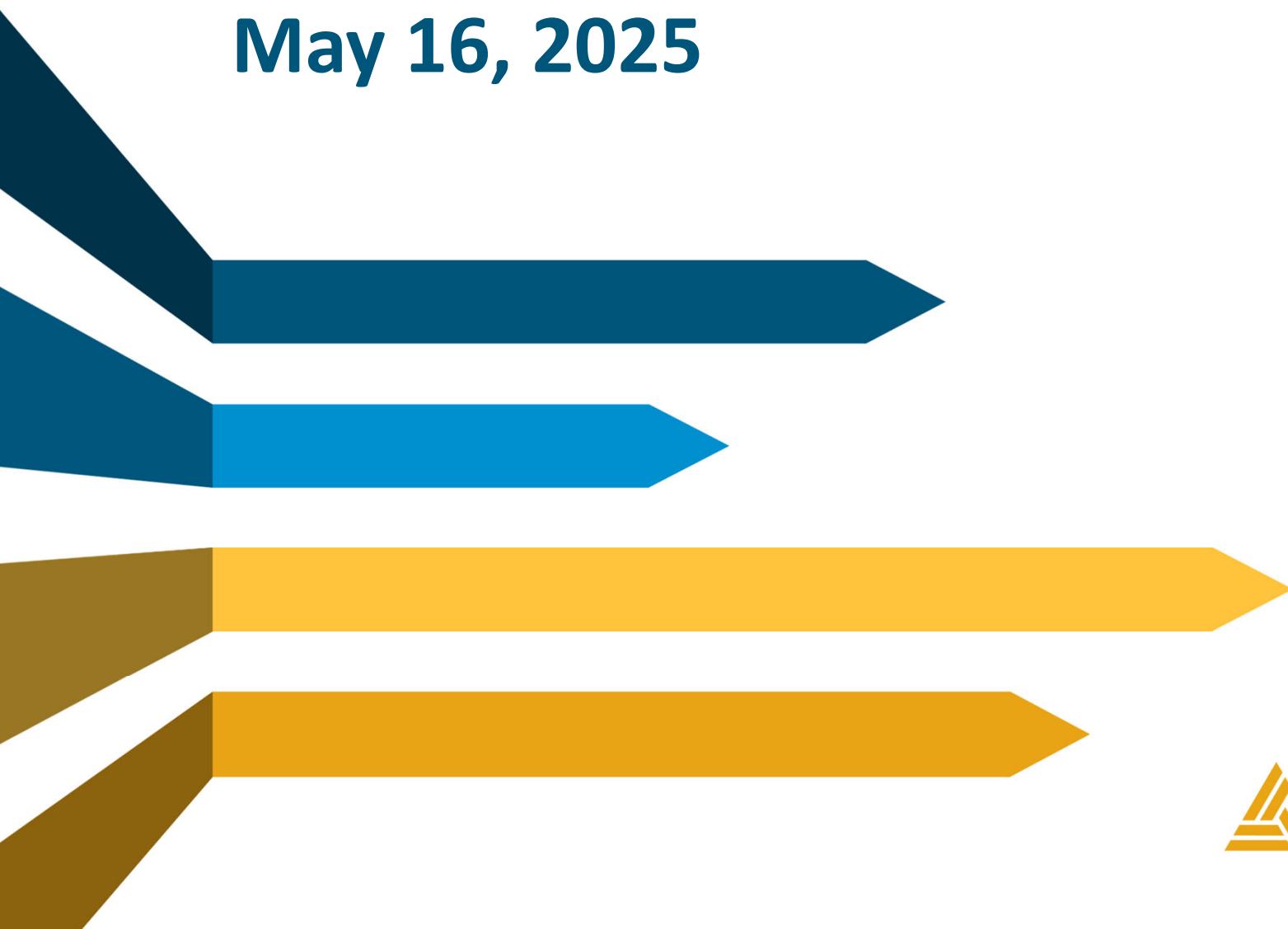


City of Santa Fe – Audit 2024

Audit Committee Presentation

May 16, 2025



Today's Agenda

Timeline

Scope of Work

Auditor's Reports

Questions?

Timeline



Timeline

Timeline

Planning	July – September 2024
Fieldwork	October – December 2024
Exit Conference	December 10, 2024
Independent Auditor's Report	December 16, 2024
Submitted to NM OSA	December 16, 2024
Released from NM OSA	January 27, 2025

Scope of Work



Scope of Work

Audit of Financial Statements for June 30, 2024

Single audit compliance testing – each major Federal Program

- 20.106 – Airport Improvement Program
- 20.507, 20.526 – Federal Transit Cluster
- 21.027 – Coronavirus State and Local Fiscal Recovery Fund

Compliance with NM State Audit Rule

Auditor's Reports



Auditor's Reports

Independent Auditor's Report

- **Opinion on the Financial Statements**
 - **Unmodified – Best opinion**
 - **Financial Statements are presented fairly in accordance with U.S. GAAP**
 - **No audit where an opinion could not be rendered**
- **Pages 10-13**

Auditor's Reports

Independent Auditor's Report on Internal Controls over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

- **Negative Assurance**
 - **2 Financial Statement Findings (1 MW, 1 SD)**
 - **2 State Audit Rule Findings (2 ONC)**
- **Report Pages 200-201**
- **Schedule of Findings and Questioned Costs Pages 212-228**

Auditor's Reports

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by the Uniform Guidance

- **Airport Improvement Program**
 - **Unmodified Opinion – Previously Audited in 2021, 2022, 2023**
 - **1 MW, 2 SD over internal controls over compliance**
- **Federal Transit Cluster**
 - **Unmodified Opinion – Previously Audited in 2021, 2023**
 - **1 SD over internal controls over compliance**
- **COVID-19 – Coronavirus SLFRF**
 - **Unmodified Opinion – Previously Audited in 2021, 2023**
 - **1 SD over internal controls over compliance**
- **Report Pages 203-205**
- **Schedule of Findings and Questioned Costs Pages 217-224**

Auditor Responsibility

Our responsibility under U.S. & *Government Auditing Standards*

- Form and express opinion if financial statements prepared by management are fairly presented in conformity with U.S. GAAP.
- Obtain reasonable, rather than absolute, assurance if financial statements are free from material misstatement.
- Consideration of internal controls for purpose of determining and designing audit procedures.
- Communicate significant matters related to financial statement audit.

Management Responsibility

Management, with oversight from those charged with governance, is responsible for:

- Establishing and maintaining internal controls, including monitoring ongoing activities.
- Selection and application of accounting principles.
- Fair presentation of the financial statements and results of operations in conformity with the applicable framework.
- Maintenance of complete and accurate accounting records.
- Design and implementation of programs and controls to prevent and detect fraud.
- Board to participate in the audit process (entrance conference, exit conference, etc.).

Auditor's Report – Finding Summary

FS Finding 2024-001 – Controls over Construction in Process (MW)

- Pages 213-214

FS Finding 2024-002 – General Ledger Corrections (SD)

- Pages 215-216

Auditor's Report – Finding Summary

Federal Finding 2024-003 – Reimbursement Requests (SD)

- Airport Improvement Program
- Federal Transit Cluster
- Pages 217-218

Federal Finding 2024-004 (2023-004) – Activities Allowed, Allowable Costs over Payroll (SD)

- Airport Improvement Program
- Pages 219-220

Federal Finding 2024-005 (2023-006) – Equipment and Real Property Management (MW)

- Airport Improvement Program
- Pages 221-222

Auditor's Report – Finding Summary

Federal Finding 2024-006 – Subrecipient Monitoring (SD)

- COVID-19 – Coronavirus SLFRF
- Pages 223-224

State Audit Rule Finding 2024-007 (2021-017) – Pledged Collateral (ONC)

- Page 225

State Audit Rule Finding 2024-008 (2021-020) – Cash Appropriations in Excess of Available Cash Balances (ONC)

- Pages 226-227

Auditor's Report – Finding Summary

Corrected findings

- **2023-001 (2019-007) – Schedule of Expenditures of Federal Awards and Internal Controls over Grant Reporting – Resolved**
- **2023-002 (2017-001) – Internal Controls over Financial Close and Reporting – Resolved**
- **2023-003 (2020-008) – Controls over Cash Balances – Resolved**
- **2023-005 – Activities allowed, Allowable Costs, over Payroll – Resolved**
- **2023-007 (2021-009) – Financial Reporting – Resolved**
- **2023-009 (2020-021) – Budgetary Compliance – Resolved**
- **2023-011 – Control Over Vendor Information – Resolved**
- **2023-012 – Bank Account Authorized Signers – Resolved**
- **2023-013 (2019-020) – Late Audit Report – Resolved**

Questions?

Thank You

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