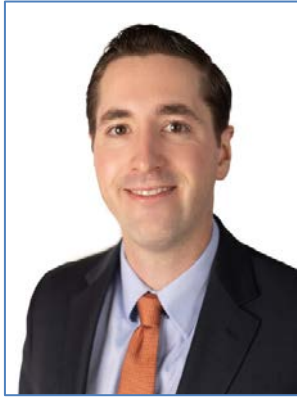


Today's Agenda



- The EFPR Engagement Team
- Timing of Procedures
- Financial Results

EFPR Engagement Team



Thomas Smith, CPA
Engagement Partner



Doug Zimmerman, CPA
Technical Review Partner



Brian Sawma, CPA
Engagement Director



Timing of Procedures

Fieldwork

Week of April 6, 2026
& April 20, 20206

Financial Statement Draft

Issued on June 5,
2026

City Council Meeting

Presenting to City
Council on June 9,
2026



Audit Results

- We expect to issue an unmodified opinion on the following reports:
 - Annual Comprehensive Financial Report.
 - Federal Grant Compliance Audit (Federal Single Audit).
 - Department of Transportation Audit (State Single Audit).
- All records and information requested by EFPR Group were freely available for our inspection.
- There were no difficulties in dealing with management in performing and completing our audit. Management was very helpful throughout the audit and their participation enabled us to be here to present today.



Audit Results– General Fund

	<u>2025</u>	<u>2024</u>	<u>Change</u>
Fund Balances:			
Nonspendable	\$ 5,785,767	5,503,339	282,428
Committed	298,624	298,624	-
Assigned	4,774,074	7,598,527	(2,824,453)
Unassigned	<u>23,119,777</u>	<u>10,515,197</u>	<u>12,604,580</u>
Total Fund Balances	<u>\$ 33,978,242</u>	<u>23,915,687</u>	<u>10,062,555</u>

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Assigned Fund Balance:			
Appropriated - Next Years' Budget	\$ -	3,000,000	4,900,000
Encumbrance - Open PO's	<u>4,774,074</u>	<u>4,598,527</u>	<u>2,749,644</u>
Total Assigned Fund Balance	<u>\$ 4,774,074</u>	<u>7,598,527</u>	<u>7,649,644</u>



Audit Results– General Fund

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:										
Nonspendable	\$ 5,785,767	5,503,339	29,168	4,721,032	4,454,913	4,979,357	3,602,320	2,706,329	2,385,884	2,336,202
Committed	298,624	298,624	298,624	298,624	298,624	298,624	300,000	300,000	300,000	300,000
Assigned	4,774,074	7,598,527	9,399,052	7,649,644	7,177,373	6,930,409	5,207,694	5,420,570	2,006,205	4,466,724
Unassigned	<u>23,119,777</u>	<u>10,515,197</u>	<u>24,467,799</u>	<u>25,506,088</u>	<u>15,202,363</u>	<u>15,669,324</u>	<u>17,696,999</u>	<u>13,893,942</u>	<u>18,948,907</u>	<u>16,190,771</u>
Total General Fund	<u>\$ 33,978,242</u>	<u>23,915,687</u>	<u>34,194,643</u>	<u>38,175,388</u>	<u>27,133,273</u>	<u>27,877,714</u>	<u>26,807,013</u>	<u>22,320,841</u>	<u>23,640,996</u>	<u>23,293,697</u>



Audit Results – General Fund

- The City has continued the trend of appropriating less unassigned fund balance to balance the budget over the last 3 years. 2026 budget utilized no unassigned fund balance.
- Real property tax collections increased \$8,764,133 from \$66,582,739 in 2024 to \$75,346,872 in 2025.
- Sales tax collections increased \$1,483,346 from \$42,683,614 in 2024 to \$44,166,960 in 2025.
- Employee benefits expenditures increased \$3,652,807 from \$54,904,643 in 2024 to \$5,8557,450 in 2025, and is consistent with the increase in payroll expenditures and associated state mandated retirement costs.
- Net transfers out decreased \$1,759,047 from \$5,839,104 in 2024 to \$4,080,057 in 2025 primarily due to the utilization of existing resources for debt service payments, and a short-term loan from the general fund.



Audit Results

- Prior Year Audit Findings:
 - 2024-001 – Significant Audit Adjusting Journal Entries (Repeated as 2025-001).
 - 2024-002 – Home Program Eligibility Determinations (Resolved).
 - 2024-003 – Federal Data Collection Form Submissions (Resolved).
- The results of our tests disclosed two instance of noncompliance or other matters that are required to be reported under Government Auditing Standards:
 - 2025-002 NYS Local Finance Law Section 165.10 – Advances from Funds:
 - A transfer was made from the capital projects fund to the general fund.
 - 2025-003 City Charter, Article XIII, Section 116 – Overspending the Budget:
 - General fund and Section 8 fund over spent budgetary authorizations.
- The results of our tests disclosed the following item that we consider to be a material weakness in internal control over financial reporting:
 - 2025-001 Significant Audit Adjusting Journal Entries:
 - 78 total adjustments in 2025, down from 97 total adjustments in 2024.



Audit Results

- Federal Grant Compliance Audit (Federal Single Audit)
 - No instances of noncompliance or other matters, and no material weaknesses or significant deficiencies in internal control over compliance.
 - Major Programs Tested:
 - 14.239 - Home Investment Partnerships Program.
 - 21.027 - COVID-19 Coronavirus State and Local Fiscal Recovery Funds.
- Department of Transportation Audit (State Single Audit)
 - No instances of noncompliance or other matters, and no material weaknesses or significant deficiencies in internal control over compliance.
 - Major Programs Tested:
 - Consolidated Local Street and Highway Improvement Program.
 - Pave-NY Program.
 - Extreme Winter Recovery Program.
 - Pave Our Potholes Program.
 - New York State Touring Routes Program.



Conclusion/Questions?

