

## WALLA WALLA CITY COUNCIL

### Special Meeting Minutes

June 24, 2014

#### 1. CALL TO ORDER

Mayor Cummins called the meeting to order at 11:00 a.m.

Present: Councilmembers Jim Barrow, Dick Morgan, Allen Pomraning and Mayor Jerry Cummins.

Absent: Councilmembers Barbara Clark, Mary Lou Jenkins, and Chris Plucker

City staff in attendance: City Manager Nabel Shawa, Deputy City Manager Tim McCarty, Finance Manager Jean Teasdale, and City Clerk Kammy Hill.

Washington State Auditor's Office representatives in attendance: Ginny Waltman, Audit Manager, and Crystal Fenton, Audit Lead.

#### 2. ACTIVE AGENDA

A. Exit conference related to 2013 audit.

Ms. Waltman reviewed the areas covered by the financial statement audit and federal grant compliance audit.

Ms. Fenton reviewed:

- Financial statement audit.
- Federal grant compliance.
- Exit items.
- No findings or management letter.
- Audit costs.

There was discussion on:

- Classification of general revenues as government activities on the financial statement.
- Negative cash balance in the street fund and possible solutions such as authorizing interfund loans in particular situations where the

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fund is solid but grant revenues haven't been received resulting in a negative cash balance.

- The financial impact on local governments for increased audit travel costs resulting from the decision by the Auditor's office to reduce their costs by closing local offices.
- Internal controls on the use of the City visa card.
- The need and benefits of audits.

**3. NEW AND UNFINISHED BUSINESS**

There was no new or unfinished business raised or discussed.

**4. ADJOURNMENT**

There being no further business the meeting was adjourned at 11:25 p.m.