

RESOLUTION NO. 1197

A RESOLUTION ADDRESSING VARIOUS ITEMS AS RECOMMENDED BY THE SECRETARY OF STATE'S OFFICE RELATING TO THE REVIEW OF THE CITY'S ANNUAL FINANCIAL REPORT FOR FISCAL YEAR JUNE 30, 2011

WHEREAS, pursuant to Oregon law, the City of Prineville ("City") is required to prepare and file an annual audit report with the Oregon Secretary of State; and

WHEREAS, the Audits Division of the Oregon Secretary of State sent an April 23, 2012, letter to the City setting out corrections that need to be made to the City's audit report for the period ending June 30, 2011, and questioning appropriations in three City funds; and

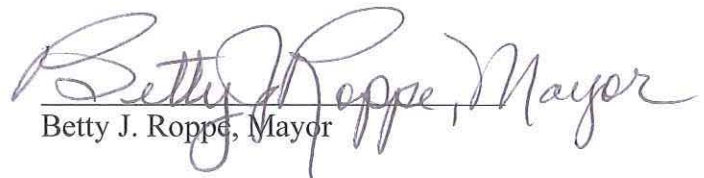
WHEREAS, pursuant to Oregon law, the City is required to adopt a Resolution setting forth the corrective measures the City proposes to remedy the deficiencies and the period of time estimated to complete them; and

WHEREAS, after review of the deficiencies cited by the Oregon Secretary of State Audits Division, discussion with the City's auditor, and a CPA with whom the City often consults, the City's Finance Director has recommended the following action to address the Oregon Secretary of State's letter to the City;

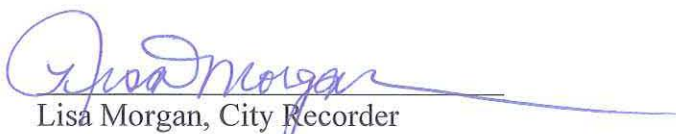
NOW, THEREFORE, the City of Prineville resolves as follows:

1. The City's Finance Director will coordinate with the City's auditor prior to preparation of the City's audit for the fiscal year ending June 30, 2012, to ascertain any changes to presentation of the various financial statements, schedules, and notes to insure preparation of the same in accordance with Generally Accepted Accounting Principals (GAAP), requirements of the Governmental Accounting Standards Board (GASB) and other reporting standards.
2. The City's Finance Director will instruct the City's auditor to explain any appropriations appearing to be over expended in notes to City audits for the fiscal year ending June 30, 2012 and each succeeding year.

Passed by the City Council this 24th day of July, 2012.


Betty J. Roppe, Mayor

ATTEST:


Lisa Morgan, City Recorder