

RESOLUTION NO. 454-R

A RESOLUTION RESPONDING TO FISCAL YEAR 1980-81 AUDIT  
COMMENTS AS REQUIRED BY OREGON LAW

WHEREAS, legislation has been passed requiring a response to audit comments and,

WHEREAS, the fiscal year 1980-81 audit does reflect some comments,

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF TROUTDALE THAT:

Section 1. Comments made by the auditing firm of Coopers & Lybrand are according to Oregon Law and are accepted by the City Council.

Section 2. Remedy of adverse comments are as follows:

II. Accounting Records: The maintenance of fixed asset records is a major concern of the City, however, the City does not have the budget resources to have a professional appraisal of our fixed assets during the current fiscal year. The City will make every effort to begin this process early in fiscal year 1982-83.

III. Budget and Legal Compliance:

A. (2) Funds were expended in excess of related appropriation categories in the Capital Projects Fund and the State Tax Street Fund. Loan proceeds were received by the Capital Projects Fund too late in the fiscal cycle to respond with a Supplemental Budget to increase appropriation authority. An expenditure to purchase land for a street extension by State Tax Street Fund occurred after the Supplemental Budget was approved. We are reviewing our actual to budget comparisons and projections closely in order to avoid this overexpenditure at the end of the fiscal year. The implementation of a computerized budget and financial reporting system later this year will permit us to monitor appropriation balances on a more timely basis.

C. The City and the local banks are working together to assure that adequate collateral is maintained by the bank. When large deposits are made, the City contacts the bank so they may increase the collateral. The City is also reviewing the collateral certificate each time an investment transaction occurs to assure that adequate

collateral is provided. The City and banks were not in compliance with ORS Chapter 295 on one occasion in fiscal year 1980-81.

ADOPTED BY THE COMMON COUNCIL THIS 12th DAY OF January,  
198 2 .

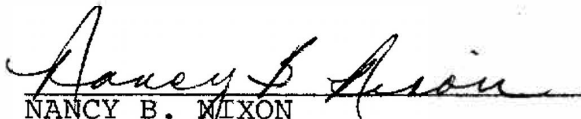
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R.M. STURGES, MAYOR  
DATE SIGNED: 1-13-82

ATTEST:



NANCY B. NIXON  
FINANCE DIRECTOR/CITY RECORDER