Management Response to Audit Finding

January 11, 2022

THE CITY OF ASHEVILLE



Audit Finding

- Finding: Material weakness related to year-end closeout.
- Effect: One individually material adjustment related to timing of recording Shuttered Venue Operators Grant in the Harrah's Cherokee Civic Center Fund.
- Condition: Significant improvements have been made from the prior year.
- Cause: Turnover in the Finance Department in positions responsible for the financial reporting process.

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Management Response

- City agrees with auditor recommendations and has taken the following steps:
  - Created Assistant Finance Director for Accounting Services and filled that position in August 2021.
  - Developed training, checklists, and guidelines for year-end closeout and will continue to fine tune those in preparation for the FY22 audit.

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Questions

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