City of Dover, New Hampshire Presentation of Audit Results June 30, 2022

January 25, 2023
Zack Fentross, CPA
Director

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Overview of the Annual Comprehensive Financial Report ("ACFR")

- ACFR Program – this is 19th consecutive year of participation
- Transmittal letter
- Auditors' Report – unmodified opinion
- MD&A – provides reader with financial highlights for the fiscal year
- Dual perspective financial statements:
  - Government-Wide Financial Statements – long term perspective
  - Fund Financial Statements – short term perspective for governmental funds
- Notes to the financial statements, required supplementary information and other supplementary information
- Statistical section – provides the users of the financial statements a historical background on how the City has performed by reporting multi-year data

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Audit Process

- An audit involves performing procedures to obtain evidence to ensure the amounts and disclosures in the financial statements are materially fairly stated.
- Auditors express an opinion on the financial statements that are the responsibility of management.
- No opinion is expressed on the effectiveness of the City's internal controls. However, we do obtain and document our understanding of internal controls that are present in the City and test transactions on a sample basis to determine their operating effectiveness.

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What's New this Year?

GASB 87

- Revises existing standards on lease accounting and financial reporting
  - Fiscal Year 2022

What's New in Future Years?

GASB 94

- Public-private and public-public partnerships and availability payment arrangements
  - Fiscal Year 2023

GASB 96

- Subscription-based information technology arrangements (SBITAs)
  - Fiscal Year 2023

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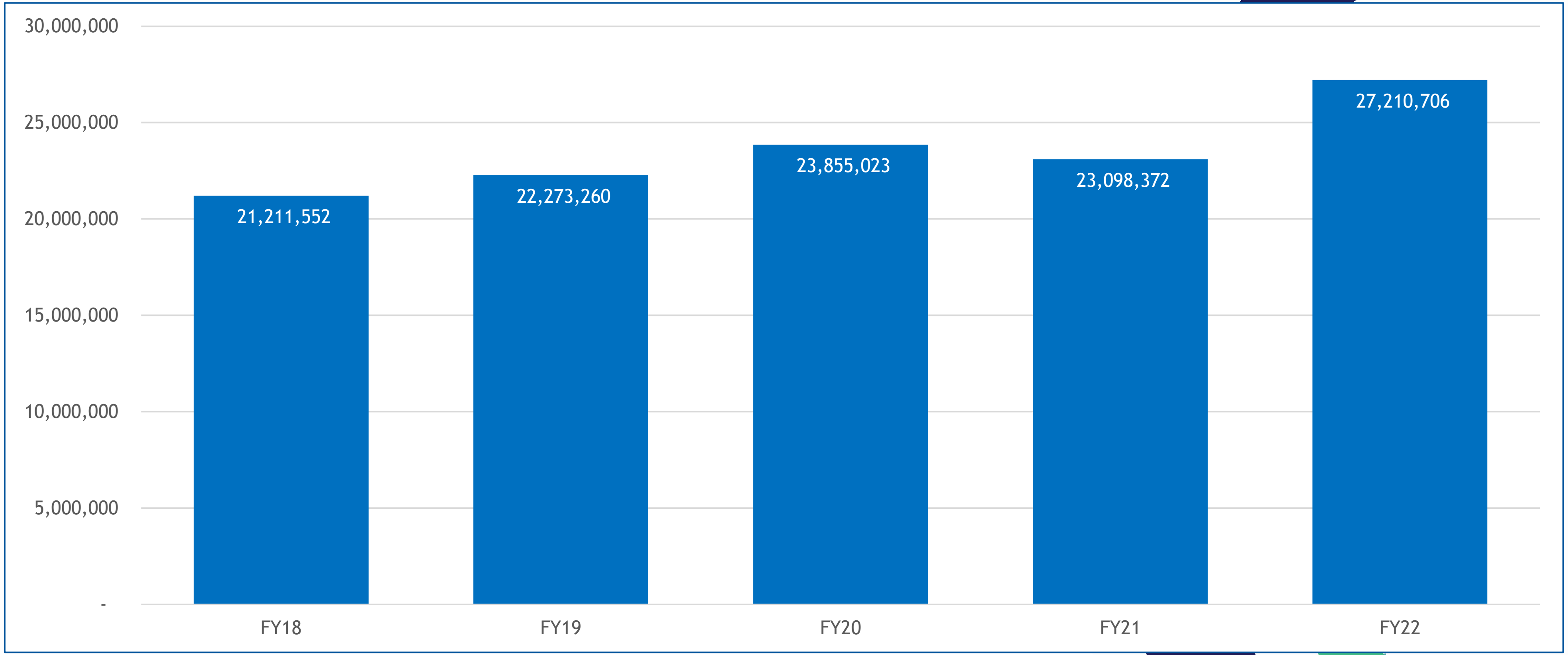
General Fund Unassigned Fund Balance



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City of Dover

Budget vs. Actual Comparison – General Fund – Fiscal Year Ended June 30, 2021 – Budgetary Basis

	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
Revenues	$ 129,945,854	$ 131,686,775	$ 1,740,921
Expenditures	$ 126,779,465	$ 125,965,272	$ 814,193
Other Financing Sources (Uses)	$ (3,176,388)	$ (3,973,647)	$ (807,258)
Net	$ -	$ 1,747,856	$ 1,747,856

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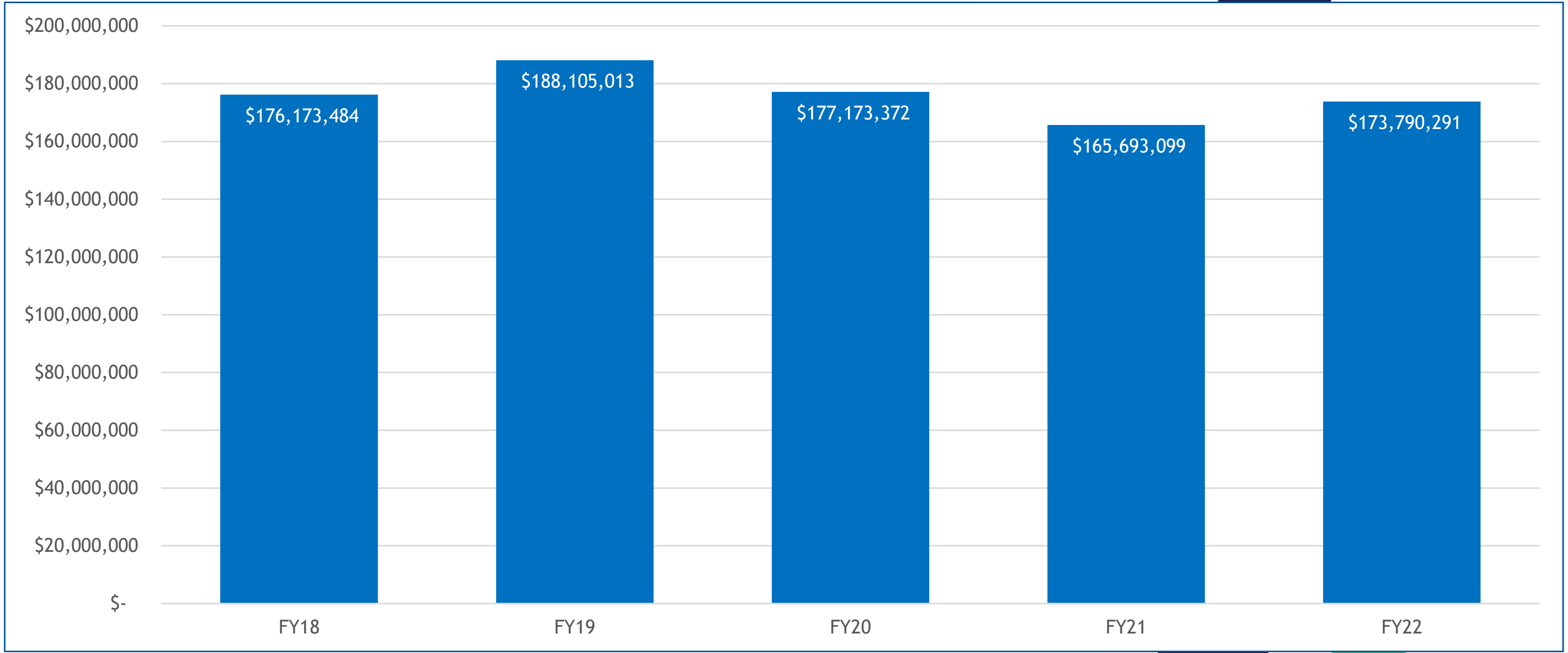
Bonds and Loans Payable – Last 5 Years



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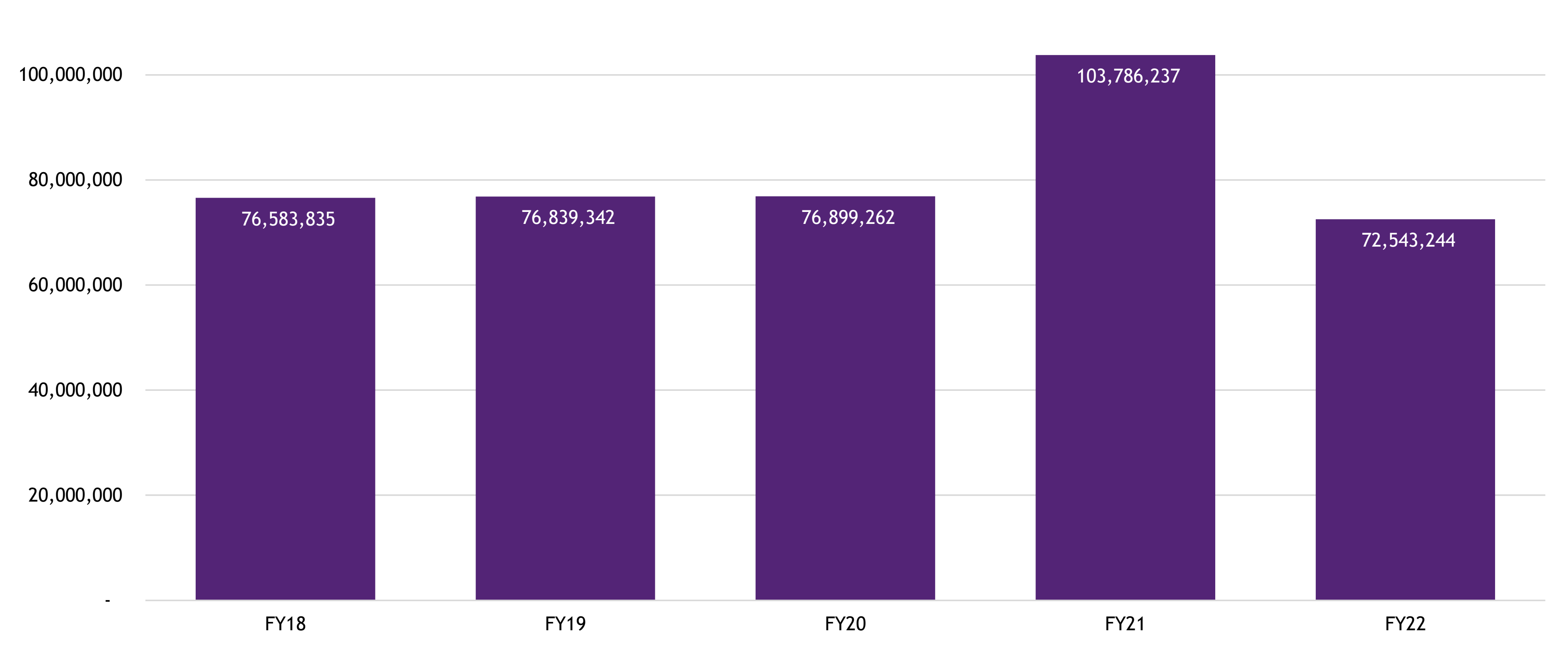
Net Pension Liability – Last 5 Years



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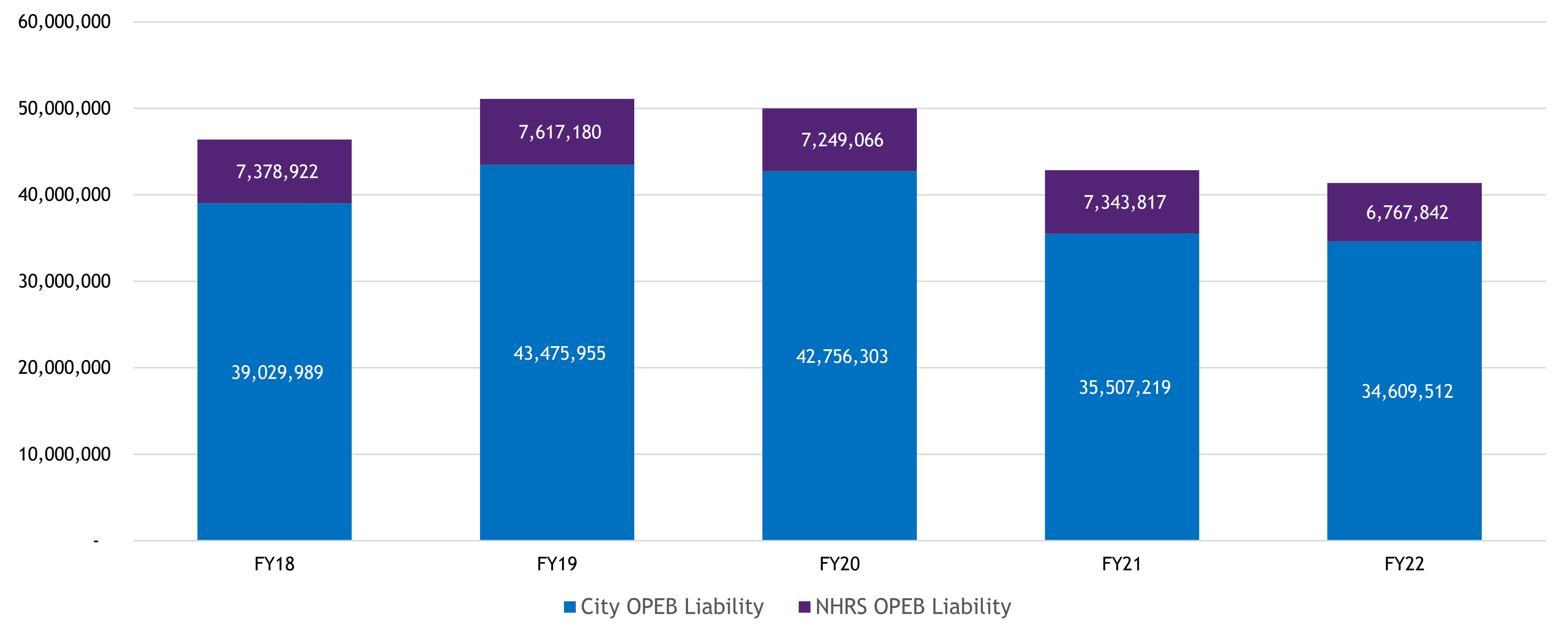
OPEB Liability – Last 5 Years



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Reports Issued

- Opinion on Financial Statements (however, we do not express an opinion on the Transmittal letter, Management Discussion & Analysis, Required Supplemental Information or Statistical Section)
- Governance Letter
- Management Letter

Management Letter Comments

- Prior Year Comments
  - Resolve Deficit Fund Balance
  - Ensure Receivables Agree to the Underlying Accounting Records
- Current Year Comments
  - Update Administration Regulation

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Questions and Comments

- This presentation is intended as a tool to assist the City Council in understanding its financial results. The information contained in this presentation should be read in conjunction with the audited financial statements and related disclosures.

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