



TOWN OF STOCKTON

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TOWN COUNCIL WORK MEETING MINUTES ANNUAL AUDIT RESULTS EXPLANATION JANUARY 10, 2018 6:00 pm

Roll Call at 6:02pm

Mark Whitney-Mayor-Present
Judy Bori-Councilwoman-Present
Nando Meli-Councilman-Present
Vicki Nash-Councilwoman-Present
Thomas Karjola-Councilman-Present

1. Review/training of Town of Stockton Annual Audit Results as performed by Ulrich and Associates. Training for new members of Town Council/review for standing members of Town Council.

Heather Christopherson from Ulrich and Associates presented the Audit Findings from June 30, 2017. In an audit, transactions are recorded and verified by Pelorus (which is our accounting software firm). It is a big process involving financial statements. Pelorus forwards detailed information regarding our accounts to Ulrich. The auditors review payroll, fidelity bonds, receipts, unusual items and large items. The following are key points that were discussed:

Page 5: Financial Highlights. This is for knowledge and will be accepted at Town Council. The last page is an Independent Auditor's Report.

The next section is the Management Discussion Analysis. There is a summary of the entire year and the difference from the prior year.

Page 15-16: Statement of Net Position, as if the Town was reported as a business. It is more of a banker's version of finances.

Page 16 and 17: Income Statements. Enterprise funds can't be used for Capital Projects.

Page 18: Balance sheet, and it shows government funds, which is how we really work. The unassigned number is \$227,000, of which much as been spent already. Wastewater and Solid Waste are unrestricted in spending.

Page 22: Proprietary Fund, which is a full accrual of accounting any events taken place with depreciation.

Page 23: Income Statement for Proprietary Funds. The net income is negative for each of their funds.

Page 24: Cash Flow. We are still paying on the well, treatment plant, and all upgrades of piping.

Page 3: Chief of Police's vehicle purchase.

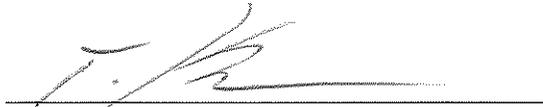
Page 48: Budget to Actual - General Fund. The \$37,000 amount is better than planned and spending is less than planned.

Page 58: Current year findings. There were only two minor findings. The Town has done much better than last year. We have improved over the last year and all comments are taken to heart and fixed. This office is always very cooperative and the audit went well.

For more in-depth information, the Financial Statement for 2016-2017 as provided by Ulrich and Associates is available in the Town Hall for review.

2. Adjourn:

Motion to adjourn at 7:00pm by Councilwoman Nash
Seconded by Thomas Karjola
Unanimous Approval
Motion Passed



THOMAS KARJOLA
Mayor
Town of Stockton



DIANA MARKS
Town Clerk
Town of Stockton

Public notice provided as follows: Stockton Town Hall, Stockton Town Post Office; Stockton Town Web Site; Stockton Facebook; Utah Public Notice Web Site

FINANCIAL STATEMENT AVAILABLE IN TOWN HALL