



City of Waukesha
201 Delafield St. Waukesha, WI 53188
Tel: 262.542.3700
waukesha-wi.gov

Committee: Finance Committee	Date: 4/12/2022
Common Council Item Number: ID# 22-3856	Date: 4/19/2022
Submitted By: Denise Vandebush, Interim Finance Director and Financial Projects Manager	City Administrator Approval: Kevin Lahner, City Administrator
Finance Department Review: Denise Vandebush, Interim Finance Director	City Attorney's Office Review: Brian Running, City Attorney
Subject: <u>Matter of Report</u> <ul style="list-style-type: none">• 2020 Comprehensive Annual Financial Report (2020 Audit)• Report on Federal and State Awards (2020 Audit)• Tax Incremental District No. 14 (Final Audit)	

Details: <p>The City of Waukesha recently received from Baker Tilly US, LLP the three attached Independent Audit Reports. These reports are provided for your review and are being added to the City Website under the Finance Department.</p> <p><u>2020 Comprehensive Annual Financial Report</u></p> <p>Notably, management is responsible for the preparation and fair presentation of these annual financial statements. However, Baker Tilly has audited the City's financial statements and have given their opinion that the financial statements present fairly the financial position of the City for the year ended December 31, 2020. The Management's Discussion and Analysis, beginning on page 9, may be of particular interest to the Committee. This provides a brief overview of the financial statements. This audit was completed in the summer of 2021.</p> <p><u>Report on Federal and State Awards</u></p> <p>This annual audit report highlights City of Waukesha's Major Federal and Major State Program funding. Baker Tilly has audited the City's records and have given their opinion that the city has materially complied with requirements described in the OMB Compliance Supplement and the State Single Audit Guidelines for these funding programs. The full independent auditor's report begins on page 3.</p> <p><u>Tax Incremental District No. 14</u></p> <p>Each year, each of the City's Tax Incremental Districts (TIDs) are included as part of the regular annual city audit. Additionally, per state statute 66.1105, each TID is subject to three additional audits throughout its life: after reaching 30% of the TID's total expenditures (first audit); twelve months after the end the expenditure period (second audit); twelve months after the TID is terminated (final audit). This report, dated January 15th, 2022, is the Final Audit for TID 14 which closed last year. The Council approved that the 2021 increment of \$1,958,993 be placed in a separate fund for the use of Affordable Housing. That has been done. Further, the TID will make its final debt payment for the TID in 2022 and all remaining funds within the TID will be distributed proportionately to the City, County, School District and Technical College as presented with the audited financial statements on page 9.</p>

Options & Alternatives:

N/A

Financial Remarks:

N/A

Executive Recommendation:

N/A