PRESENTATION TO THE BOARD OF TRUSTEES
2020 FISCAL YEAR AUDIT OF
INCORPORATED VILLAGE OF NORTHPORT
SEPTEMBER 1, 2020
DAVID TELLIER, PARTNER
SEAN O’MALLEY, SUPERVISOR
SCOPE OF SERVICES RENDERED

- Audit of the financial statements for the year ended February 29, 2020 in accordance with U.S. generally accepted auditing standards and Government Auditing Standards
- Preparation of the Village’s financial statements
- Audit of the Justice Court Funds for the year ended February 29, 2020 (cash basis of accounting)
- Issuance of a management letter, presenting our findings and recommendations on improving accounting procedures and internal controls
- Presentation of the results of the fiscal 2020 financial statements and audit to the Board of Trustees
AUDIT “READINESS” AND RESPONSIVENESS

- Excellent audit cooperation throughout fieldwork
- All planned audit procedures successfully implemented
- Fieldwork performed through a combination of on-site work and remote due to COVID-19
- Substantially all audit fieldwork was completed by June 30th
- New York State Annual Update Document (AUD) filed on time
- No material weaknesses or significant deficiencies in internal control were identified
FINANCIAL STATEMENT HIGHLIGHTS

- An unmodified opinion on the financial statements and an unmodified opinion on audit performed in accordance with Government Auditing Standards (pages 1-2)

- Management’s Discussion and Analysis (pages 3-14)

- Village-wide financial statements (“full accrual” or “economic basis”) (pages 15-16)
  - Positive working capital of $5.1 million
  - Current ratio of approximately 3.4 to 1.0
  - Capital assets, net of depreciation total $29.1 million with a current year increase of $4.5 million
  - Entered into an installment purchase agreement for new fire trucks in the amount of $1.3 million of which $700k was already paid down, remainder will be paid within two years
  - Other post-employment benefit liability totaled $16.4 million with a current year increase of $1.1 million
  - Positive net position of $8.9 million
**FINANCIAL STATEMENT HIGHLIGHTS**

- Governmental fund financial statements ("current focus") (pages 17-21)
  - Positive working capital of $6.5 million
  - Current ratio of approximately 3.8 to 1.0
  - Total combined fund balance of $6.5 million
  - Positive change in General Fund fund balance of $16k
    - Revenues were over budget by $406k
    - Expenditures were under budget by $1.4 million
  - Positive change in Sewer Fund fund balance of $18k
    - Revenues were over budget by $15k
    - Expenditures were under budget by $14k

- Notes to financial statements (pages 22-49)
  - Presentation consistent with prior years
FINANCIAL STATEMENT HIGHLIGHTS

- Required Supplementary Information Other Than MD&A (pages 50-57)
  - Budget and Actual Schedules for both (2) major funds with legally adopted budgets
  - Length of Service Award Program
  - Other Post-Employment Benefits
  - Proportionate Share of Net Pension Liability - NYSERS and NYSPFRS
  - Schedule of Pension Contributions - NYSERS and NYSPFRS

FINDINGS AND RECOMMENDATIONS

- No material weaknesses or significant deficiencies in internal control were identified
- No additional current year recommendations
- One prior year recommendation was implemented, and three prior year recommendations remain in the process of being implemented.
CONTACT INFORMATION

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