



**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

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This report is intended solely for the informational use of the
Board of Trustees and Management of the Inc. Village of Northport



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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