

STAFF REPORT
City of Lancaster

CC 17
02/13/07
RSL

Date: February 13, 2007
To: Mayor Hearn and City Council Members
From: Barbara Boswell, Finance Director
Subject: **Comprehensive Annual Financial Report**

Recommendation:

Accept the Comprehensive Annual Financial Report (CAFR), and the Management Letter from Lance, Soll & Lunghard, CPAs, for fiscal year ending June 30, 2006.

Fiscal Impact:

None

Background:

Each year the City's financial statements, transactions, and internal controls are audited to ensure the statements accurately reflect the financial position of the City. The results of the audit are presented in an opinion from Lance, Soll & Lunghard, CPAs, the City's current auditors.

The Management Letter has no findings or recommendations regarding the City's internal controls, nor were any deficiencies noted. As reflected in the CAFR, the City continues to be in good financial health.

The CAFR has been submitted to the Government Finance Officer's Association (GFOA) for achievement award. To receive this award, the CAFR must conform to rigorous standards established by the award program. The City has received the GFOA award annually for the last twenty years. Staff fully anticipates receiving the award for 2005-2006.