

Holland Board of  
Public Works  
(Enterprise Funds of the  
City of Holland,  
Michigan)



Year Ended  
June 30, 2021

Financial  
Statements and  
Supplementary  
Information

**Rehmann**

# HOLLAND BOARD OF PUBLIC WORKS

## (Enterprise Funds of the City of Holland, Michigan)

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# HOLLAND BOARD OF PUBLIC WORKS (Enterprise Funds of the City of Holland, Michigan)

## Schedule of Findings and Responses

For the Year Ended June 30, 2021

### 2021-001 – Material Audit Adjustments

**Finding Type.** Material Weakness in Internal Control over Financial Reporting.

**Criteria.** Management is responsible for maintaining its accounting records in accordance with generally accepted accounting principles (GAAP).

**Condition.** We identified and proposed certain material adjustments (which were approved and posted by management) to adjust the Board's general ledger to the appropriate balances. These entries related to multiple areas including cash, long-term debt and interest expense related to bond refundings; and capital assets, depreciation and contributed capital for contributions received and recognized.

**Cause.** This condition was caused by various oversights in recording adjustments for those areas noted above and certain reconciliations not being completed in a timely manner.

**Effect.** As a result of this condition, the Board's accounting records were initially misstated by amounts material to the financial statements.

**Recommendation.** The related correcting entries have been reviewed and approved by management. Additionally, we encourage reconciliations to be completed and reviewed in a timely basis in order to identify issues throughout the year, not just at the time of the audit.

**View of Responsible Officials.** The Board recognizes the issues identified during the audit and has implemented additional control and review processes to prevent reoccurrence.

