




FINANCE DEPARTMENT
MEMO # 26-014

Date: April 7, 2026

To: Mayor and City Commissioners

Via: Greg Harrison, City Manager 

From: Allison Feurtado, CPA, Finance Director 

Subject: Presentation of Annual Comprehensive Financial Report
and Management Letter for the Fiscal Year Ended September 30, 2025

I would like to take this opportunity to provide you with the Annual Comprehensive Financial Report (ACFR) and Management Letter for the City of Pompano Beach (the City) for the fiscal year ended September 30, 2025. The City's external auditors are required to formally communicate the results of their audit to you as required by generally accepted auditing standards and will do that at the City Commission Meeting on April 14, 2026.

The ACFR, was prepared by the City's Finance Department in conformity with generally accepted accounting principles in the United States of America (GAAP) and audited by Citrin Cooperman & Company, LLP, an independent firm of certified public accountants, as mandated by Florida Statutes, Chapter 218.39, Annual Financial Audit Reports. The audit was conducted in accordance with the rules of Auditor General of the State of Florida, promulgated pursuant to Florida Statute, Chapter 11.45. The independent auditor plans on issuing an **unmodified opinion** that the ACFR fairly presents the financial position and results of operations of the City and complies with applicable reporting standards. This is the highest level of audit opinion (clean opinion) that may be granted by an audit firm. This also represents the fourteenth consecutive year that the City had no findings related to the audit of its financial statements.

Annual Comprehensive Financial Report (ACFR)

I recommend that you refer to following sections of the ACFR:

1. Pages V-X The Letter of Transmittal provides an overview of the City's financial information, including various trends in economic condition.
2. Page 5-19 The Management Discussion and Analysis section provides a commentary of the financial operations of the City for the fiscal year.
3. Pages 20-38 The City's basic financial statements, including statements for each of its major funds.
4. Pages 24, 27 and 116 The General Fund financial statements. The General Fund is the main operating fund of the City.

Management Letter

The auditor is also required to issue a management letter, in accordance with Florida Statute, Chapter 10.550, Rules of the Florida Auditor General. Among other things, the management letter is supposed to identify any deficiencies or material weaknesses in the City's financial reporting framework which may impact the fair representation of the City's financial position or results of operation, or report any recommendations for improvements (in accordance

with best practices), as well as noncompliance with contracts, grants etc. As the attached management letter indicates, the City did not have any findings for the fiscal year ended September 30, 2025. In addition, the Auditor General does require that the auditor perform such procedures necessary to assess the financial condition of the City and indicate in the management letter if there may be any indications of deteriorating financial condition. The management letter for the fiscal year ended September 30, 2025 indicates that the financial condition assessment procedures performed, by the auditor did not indicate that the City met any of the conditions described in Section 218.503(1) Florida Statutes, which might indicate that the City is in state of deteriorating financial condition.

Please join me in thanking the entire Finance Department staff for making this ACFR the thirteenth consecutive year that the City had no findings on the audit of its financial statements.

Please feel free to contact me if you have any questions or concerns regarding our Annual Comprehensive Financial Report.