

**BOROUGH OF RED BANK
COUNTY OF MONMOUTH**

RESOLUTION NO. 23-24

**REGARDING THE BOROUGH OF RED BANK
AUDIT CORRECTIVE ACTION PLAN FOR THE YEAR ENDED DECEMBER 31, 2021 AND
REQUIRED BY FEDERAL OMB CIRCULAR REFERENCE NUMBER A-133**

WHEREAS, the New Jersey Department of Community Affairs, Division of Local Government Services, requires that all municipalities prepare and submit a Corrective Action Plan as part of their annual audit process; and

WHEREAS, the report of audit for the Borough of Red Bank for the year ended December 31, 2021 was prepared on or about December 14, 2022; and

WHEREAS, the governing body of the Borough of Red Bank approved this report of audit and has undertaken a Corrective Action Plan to cover the one recommendations in the audited report as listed below;

Comments 2021-001:

There is no evidence that there has been a recent physical inventory of fixed assets.

Recommendation #2021-001:

Policies and procedures should be updated to include provisions for the taking of physical inventory of fixed assets. N.J.A.C. 5:30-5.6 should be considered in the update. The Uniform Guidance should be considered as it relates to physical inventory of fixed assets procured with Federal awards, if it is determined to be applicable. Internal controls should be designed, implemented, and monitored in a manner to reasonably assure the policies and procedures are being carried out as intended by management and the council.

Corrective Action #2021-001: The physical inventory of assets has been updated.

Implementation Date: December 2022..

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Borough of Red Bank that the report of audit for the year ended December 31, 2021 prepared by Charles J. Fallon, C.P.A/R.M.A., of the firm of Fallon & Larsen LLP, the Borough Auditors, entitled "Comprehensive Annual Financial Report of the Borough of Red Bank for the Fiscal Year Ending December 31, 2021 has been previously accepted by the Borough of Red Bank and a Corrective Action Plan has been implemented to cover all findings and recommendations in the audit report and the appropriate steps have been taken as to these comments and recommendations as more particularly set forth above.

	MOVED	SECONDED	YES	NAYS	ABSTAIN	ABSENT	
Councilmember Jackson			x				
Councilmember Mirandi						x	
Councilmember Sturdivant		x	x				
Councilmember Triggiano						x	
Councilmember Ballard	x		x				
Councilmember Zipprich			x				
Mayor Portman							
ON CONSENT AGENDA			Yes <u>x</u>	No <u> </u>			

I hereby certify that the above Resolution was adopted by the Borough Council of the Borough of Red Bank, In the County of Monmouth at a Meeting held on January 11, 2023.

Laura Reinertsen

Laura Reinertsen, Borough Clerk