

The City of Worthington Hills came into an agreement with Ross & Co PLLC to perform the 2013 semi annual audit, required by state law. We the city disagreed with the final report.

We the City came into an agreement with Welenken CPA to give an opinion on the Ross report. That opinion is stated here.

Mayor Sea,

I wanted to follow-up regarding our conversations about your audit and our fees. Please note the following:

- The 2013 audit report included a “Disclaimer of Opinion” in other words NO Opinion on the financial statements. That audit did nothing for the City and was a waste of time and I assume money.
- The 2013 financial statements also appear to be incomplete. The auditor did not include the following balance sheet accounts in the financial statements: Accounts Receivable (delinquent property taxes), Capital Assets, and Accounts Payable.
- It appears that once the auditor made the decision to issue a Disclaimer of Opinion they did not bother to try to accurately include all accounts in the financial statements.

In order to audit 2013 and issue an opinion we will need to establish Accounts Receivable, Capital Assets, and Accounts Payable. To go back three years and accurately establish account balances will take additional time. Our fee estimate of \$8,000 is based on the assumption that our engagement will not only include auditing your general ledger at 6/30/13 but will also include the additional time required to help you accurately establish account balances that can be used on a go forward basis.

We audit a dozen cities like yourself and our standard audit fee is approx. \$5,800. Since your last “good” audited financial statements were for 6/30/11, any one you engage to perform your audit/audits we be required to spend additional time to bring your “books” forward.

If you have any questions, please feel free to contact me.

Kindest regards,
Roy

Roy C. Hoagland III, CPA, CGMA
Audit Partner



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