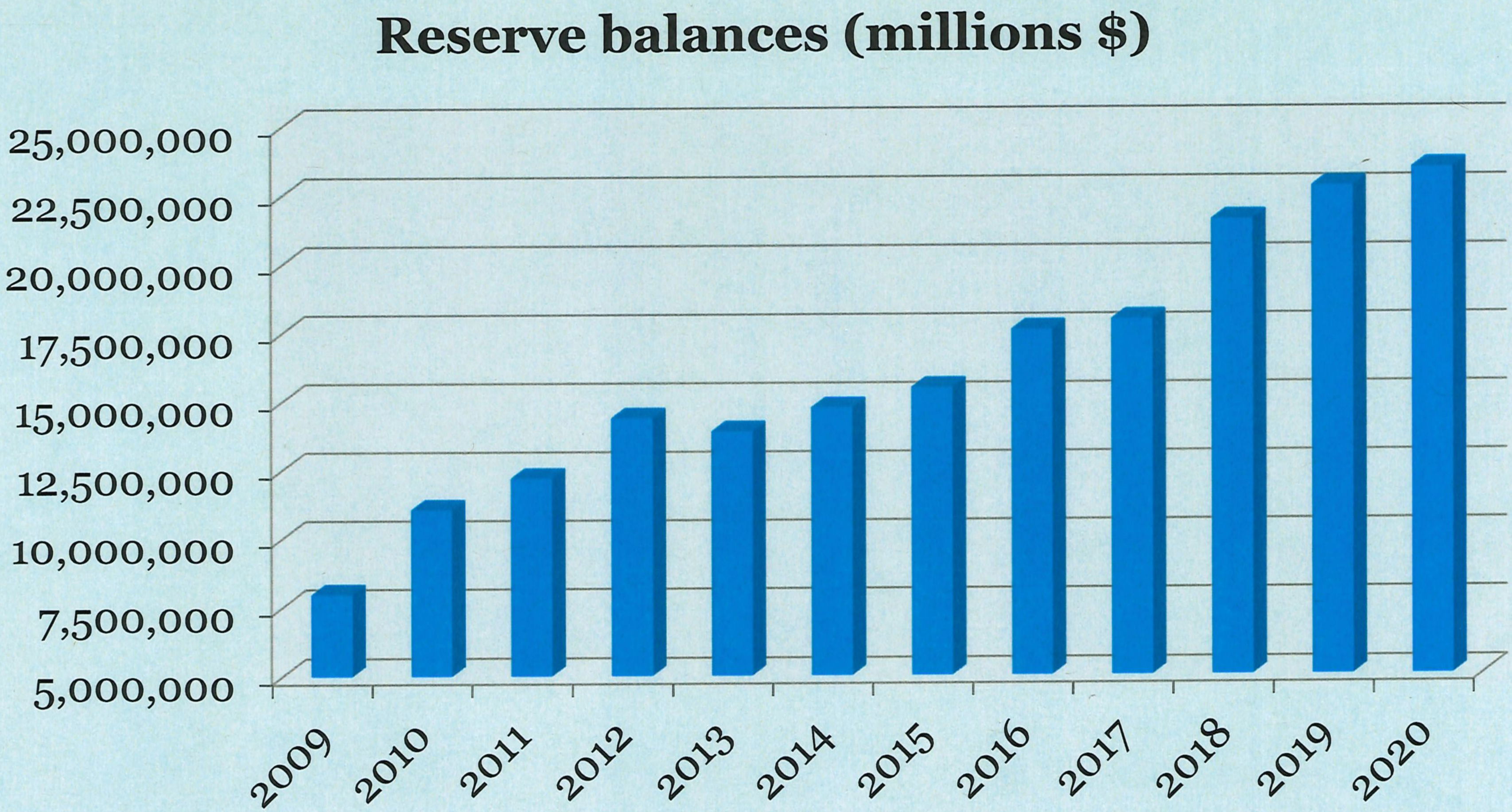
Town of Nantucket

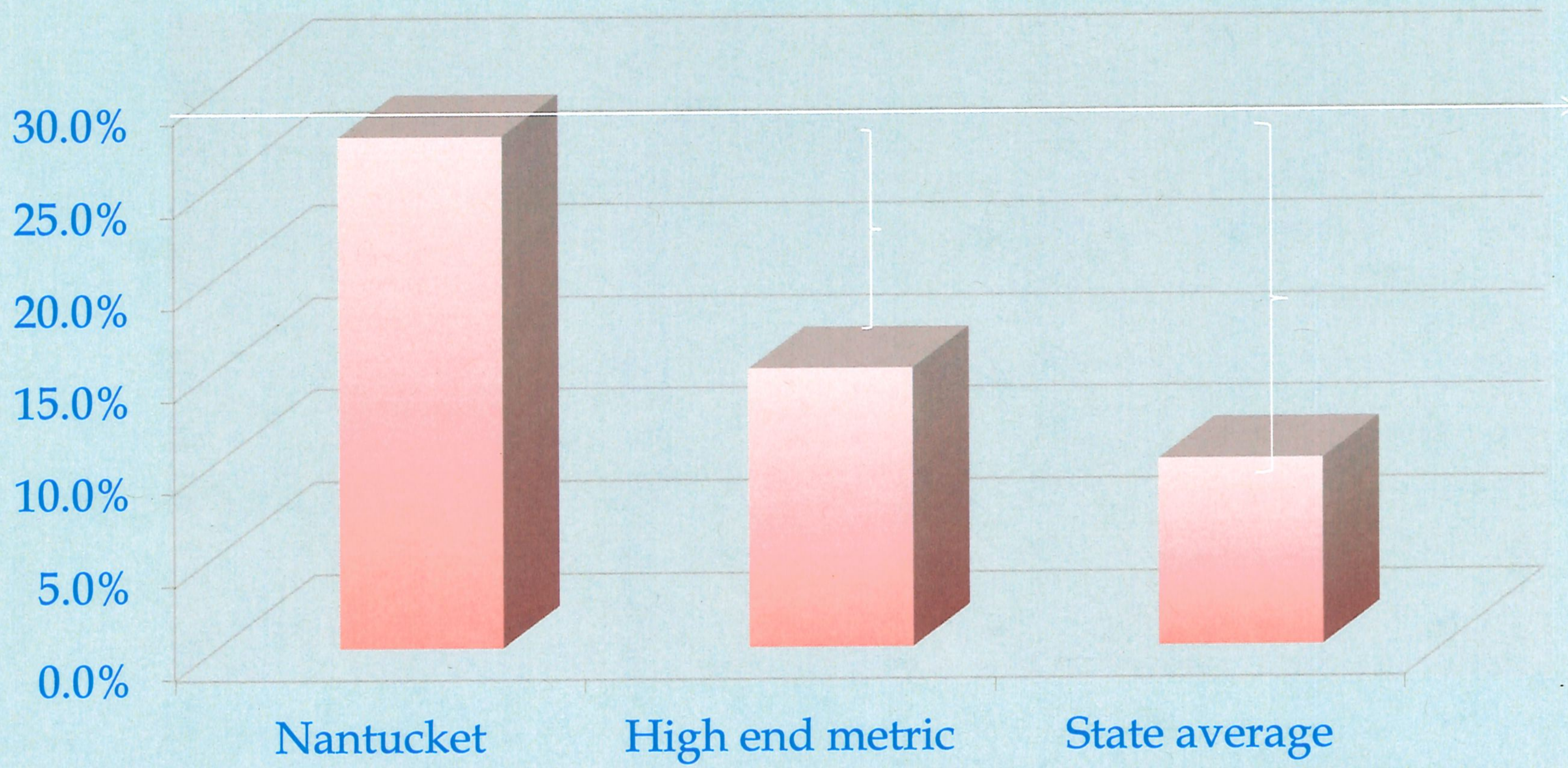
AUDIT EXIT CONFERENCE – AUDIT COMMITTEE
ROSELLI, CLARK & ASSOCIATES
JULY 7, 2021

Economic Trends



Economic Trends

Reserve Ratio %



Economic Trends

- Financial trends remain excellent
- Metric significantly exceeds high-end credit rating floor of S+P 15% modelling and 30% Moody's modelling.
- Metrics exceed State averages significantly
- New Growth continue near record levels
- Continue walking the line between reserves and levy capacity very well

Economic Trends

- Target bond rating Aaa has been achieved with Moodys in 2018
- Town has been rewarded for the diligent efforts of its financial and management teams
- One of 15 communities State-wide to achieve this goal
- One of the items highlighted by Moodys in addition to strong reserves and strong management was the Town's ability to produce a final financial statement by early October
- The Town is and will continue to experience significant savings in the form of reduced interest expense as it continues its ongoing capital improvement program
- Important to maintain this momentum and maintain consistency in reserves

Informational Items

- OPEB
  - Status and funding progress
- Network Security
  - Remain vigilant
- Nantucket Regional Transit Authority (NRTA)
  - Consider risk of being a service provider to NRTA
- GASB update

Findings and Recommendations

- Tax recap process
- Closing process
- DESE chart of accounts
- Water inventory procedures

Findings and Recommendations

- Abatement accounts
- Old Outstanding receivables
- Collection of Tipping fees
- Consolidate bank accounts
- Payroll Tests

Questions