

Internal Audit Division  
City of Greensboro

August 19, 2015

**TO:** Bobby Nugent, Interim Fire Chief

**FROM:** Internal Audit Division

**SUBJECT:** City Inventories – Fiscal Year Ended June 30, 2015  
(No Response Required)

The Internal Audit Division has conducted inventory test counts and reconciled inventories to the June 30, 2015 balance sheets. The total of all inventories is \$6,739,117. The results of the inventory reconciliations are as follows:

<u>Name of Inventory</u>	<u>Physical Inventory at 6/30/15</u>	<u>Physical Inventory at 6/30/14</u>	<u>Increase (Decrease) to G/L 2014-2015</u>	<u>Increase (Decrease) to G/L 2013-2014</u>	<u>% of Variance 2014-2015</u>	<u>% of Variance 2013-2014</u>
<b><u>Lawson System:</u></b>						
Field Operations - Warehouse	\$ 733,828	\$ 744,541	\$ (479)	\$ (2)	-0.065%	0.000%
Water Meter Shop*	\$ 103,202	\$ 52,423	\$ -	\$ -	0.000%	0.000%
Water Resources City Yard	\$ 1,466,020	\$ 1,297,245	\$ (6,886)	\$ (5,150)	-0.470%	-0.397%
Coliseum Housekeeping	\$ 44,392	\$ 48,918	\$ 150	\$ (35)	0.339%	-0.072%
<b><u>Faster System:</u></b>						
Parks and Recreation - Parts	\$ 16,307	\$ 9,813	\$ 691	\$ 62	4.236%	0.631%
Field Operations - Right of Way Parts	\$ 18,826	\$ 21,034	\$ (43)	\$ 65	-0.226%	0.309%
Fire Garage	\$ 218,466	\$ 210,513	\$ 1,154	\$ (262)	0.528%	-0.125%
Field Operations - Landfill Parts	\$ 5,000	\$ 12,551	\$ (358)	\$ 192	-7.155%	1.530%
Greensboro Transit Authority - Parts	\$ 340,986	\$ 304,755	\$ 967	\$ 477	0.283%	-0.156%
Greensboro Transit Authority - Outside Commercial	\$ -	\$ -	\$ -	\$ -	0.000%	0.000%
Greensboro Transit Authority - Tire	\$ 39,286	\$ 20,719	\$ (743)	\$ 161	-1.892%	0.778%
Equipment Services - Parts	\$ 445,858	\$ 485,582	\$ (655)	\$ (16,885)	-0.147%	-3.477%
Equipment Services - Outside Commercial	\$ -	\$ -	\$ -	\$ 1,309	0.000%	0.161%
Equipment Services - Fuel	\$ 183,402	\$ 264,547	\$ -	\$ 34,692	0.000%	13.114%
Equipment Services - Tire	\$ 82,529	\$ 89,004	\$ 2,168	\$ (2,060)	2.627%	-2.314%
<b><u>Manual/Other:</u></b>						
Gillespie Golf Merchandise*	\$ 7,759	\$ 12,097	\$ (4,338)	\$ 3,259	na	na
Water Resources Chemical*	\$ 489,571	\$ 440,920	\$ 48,651	\$ (29,388)	na	na
Osborne Parts*	\$ 2,462,721	\$ 2,584,869	\$ (122,148)	\$ 16,492	na	na
Network Services - Parts	\$ 52,498	\$ 57,662	\$ (3)	\$ 80	-0.006%	0.139%
Graphic Services - Print Shop*	\$ 28,467	\$ 32,639	\$ (4,172)	\$ (1,725)	na	na
<b>TOTAL</b>	<b>\$ 6,739,117</b>	<b>\$ 6,689,831</b>				

\*Purchases are expensed throughout the year. An adjustment is made to the inventory account to reflect the physical balance at year-end.

Fire Garage (101-0000-00.1620):

This year's reconciliation identified a variance of less than 1% and resulted in an \$1,154.48 gain being recorded to adjust the ending unadjusted inventory balance to actual at fiscal year ended June 30, 2015; compared to a less than negative 1% variance and a \$262.28 loss in the prior year.

Findings: None.

Recommendations: None.

We would like to thank the staff at the Fire Garage for their cooperation and courtesy. If you have any questions or concerns, please contact us at 373-2823.



Len Lucas  
Internal Audit Director



Tina McKoy  
Internal Auditor



Garland Wells  
Internal Auditor



Ryan Kildoo  
Internal Auditor



Mickey Kerans  
Internal Auditor

Cc: Wesley Reid, Assistant City Manager  
Mary Vigue, Assistant City Manager, General Government Results Area