



TOWN OF CANDOR

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MAYOR
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COMMISSIONERS
LAYTON BOOKER
TIM SMITH
JERRY BREWER
DAVID KELLIS
DANIEL HARRIS

June 25, 2026

RE: FY 2025 Financial Audit Noncompliance

To Whom It May Concern:

The Town of Candor acknowledges the noncompliance status of the FY 2025 audit. The Town has been working diligently with its auditing firm to bring the outstanding audits up to date and complete them as promptly as possible.

The FY 2021 audit has been submitted, and the firm is currently finalizing the FY 2022 audit, with an anticipated completion date of July 31. The Town has also been working with the AIM program and has identified additional auditing firms that may be interested in assuming responsibility for future audits. The current auditing firm originally projected a May 30 completion date, at which time two firms indicated they would be willing to complete the next audit and submit it by October 31. However, because the current auditor has experienced another delay, those firms are no longer able to commit to completing the next audit within such a limited timeframe. Once the FY 2022 audit has been submitted and approved by the LGC, we are confident the Town can secure a firm to complete the FY 2023 audit by early 2027, with the FY 2024, FY 2025, and FY 2026 audits following closely thereafter.

The Town has continued to closely monitor its budget and financial position to ensure that the delayed audits do not place the Town in financial jeopardy. We respectfully request that no sales tax revenue be withheld from the Town of Candor as a result of this situation.

Sincerely,

Phillip Hearne
Mayor of the Town of Candor

Tammy K Kellis
Finance Officer