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June 3, 2026

To the Honorable Mayor and City Council
City of Rivergrove, Oregon

We have audited the cash basis financial statements of the governmental activities and each major fund of the City of Rivergrove, Oregon for the year ended June 30, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated March 30, 2026. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by City of Rivergrove, Oregon are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2025.

We noted no transactions entered into by City of Rivergrove, Oregon during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

The financial statement disclosures are neutral, consistent, and clear.

Significant Unusual Transactions

For purposes of this communication, professional standards require us to communicate to you significant unusual transactions identified during our audit. No significant unusual transactions were identified during the audit.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The attached copy of the management representation letter includes a summary of such misstatements.

Certain matters contributing to these misstatements are also described in our AU-C 265 communication of internal control deficiencies.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Circumstances that Affect the Form and Content of the Auditor's Report

For purposes of this letter, professional standards require that we communicate any circumstances that affect the form and content of our auditor's report. We issued qualified opinions on the City's financial statements for the year ended June 30, 2025, due to a limitation on the beginning balances. Specificically, we were unable to obtain sufficient appropriate audit evidence regarding the accuracy and completeness of beginning fund balances and net positions as of July 1, 2024 due to inadequate accounting records and lack of supporting documenation for prior periods. As a result, we were unable to determine whether adjustments may have been necessary to beginning fund balances, fund balance, or net position classification. Please read the auditor's report and refer to the paragraph "Basis for Qualified Opinions" for additional information.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated June 3, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to City of Rivergrove, Oregon's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management as City of Rivergrove, Oregon's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

We encourage you to read our separate AU-C 265 communication of internal control deficiencies in its entirety, as it includes detailed descriptions of internal control deficiencies identified during our audit and recommendations for improvements.

Other Matters

We were engaged to report on the supplementary information, as listed in the table of contents, which accompany the financial statements. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the elected and appointed officials, which accompany the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of Honorable Mayor and City Council and management of City of Rivergrove, Oregon and is not intended to be, and should not be, used by anyone other than these specified parties.

If you should have any questions or comments, we would be pleased to discuss this report with you at your convenience.

Respectfully,

Merina + Co

Merina+Co
Tualatin, Oregon
Focused on Your Wants and Understanding Your Needs