

City of Burnet, Texas

Report to City Council

April 8, 2025





Audit Scope and Results

Responsibilities

Management is responsible for the preparation and presentation of the annual comprehensive financial report (ACFR).

Our responsibility is to conduct an audit of those financial statements in accordance with generally accepted auditing standards, and express opinions on those financial statements based on our audit.



Audit Scope and Results

Management's Discussions and Analysis Basic Financial Statements

- Government-wide financial statements
- Fund financial statements
 - Governmental funds
 - Proprietary funds
- Notes to Financial Statements

Required Supplementary Information

- Pension and OPEB-related schedules

Supplementary Information

- Combining nonmajor governmental funds financial statements, budgetary comparison schedules, and comparative statements for the Burnet Economic Development Corporation.



Audit Scope and Results

As a result of our audit procedures, in our opinion,...

...the financial statements do present fairly, in all material respects, the financial position... as of September 30, 2024, and the changes in financial position and cash flows... for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Net Position

Government-Wide Financial Statements

	Governmental Activities	Business-Type Activities	Total
Net position, beginning of year	\$ 41,133,920	22,584,897	63,718,817
Change in net position	6,761,716	1,294,644	8,056,360
Net position, end of year	\$ 47,895,636	23,879,541	71,775,177



Compliance with Budget

General Fund – Budgetary Basis

	Final Budget	Actual	Variance
Revenues	\$ 12,142,960	12,729,412	586,452
Expenditures	(14,934,463)	(14,211,133)	723,330
Excess Expenditures over Revenues	(2,791,503)	(1,481,721)	1,309,782
Transfers in	4,214,782	4,259,568	44,786
Transfers out	(259,985)	(1,181,418)	(921,433)
Net change in fund balance	\$ 1,163,294	1,596,429	433,135



Fund Balance

General Fund

Fund balance, beginning of year	\$ 9,470,472
Net change in fund balance	1,596,429
Fund balance, end of year	\$ 11,066,901

Nonspendable	\$ 37,595
Unassigned	11,029,306
Fund balance	11,066,901

(Unassigned fund balance equals 260 days
of 2024 operating expenditures and transfers out)



Operating Results - *Electric Fund*

	2024	2023
Operating revenue	\$ 11,195,759	10,233,561
Operating expense	(7,449,534)	(7,443,611)
Operating income	3,746,225	2,789,950
Nonoperating revenue (expense)	38,059	32,933
Transfers in	30,000	30,000
Transfers out	(2,623,899)	(2,749,458)
Change in net position	\$ 1,190,385	103,425



Operating Results – *Water & Sewer Fund*

	2024	2023
Operating revenue	\$ 4,902,786	4,956,156
Operating expense	(3,759,176)	(3,536,804)
Operating income	1,143,610	1,419,352
Nonoperating revenue (expense)	(14,255)	(32,306)
Capital contributions	167,275	-
Transfers in	75,000	-
Transfers out	(1,383,593)	(1,405,733)
Change in net position	\$ (11,963)	(18,687)



Operating Results – *Golf Course*

	2024	2023
Operating revenue	\$ 2,756,552	2,522,431
Operating expense	(2,491,373)	(2,290,378)
Operating income	265,179	232,053
Nonoperating revenue (expense)	50,546	40,380
Transfers in	248,466	223,210
Transfers out	(447,969)	(392,556)
Change in net position	\$ 116,222	103,087



Compliance and Internal Control at the Financial Statement Level

Considered internal controls to design audit procedures, but not to express an opinion on the effectiveness of controls.

No material weaknesses identified.



Compliance Audit – Federal Awards

Considered internal controls over compliance to design audit procedures, but not to express an opinion on the effectiveness of controls.

No material weaknesses in controls over compliance identified.



Compliance Audit – Federal Awards

As a result of our audit procedures, in our opinion,...

...the City complied, in all material respects, with the compliance requirements that could have a direct and material effect on its major federal program for the year ended September 30, 2024.



Questions ?