



AGENDA ITEM SUMMARY FORM

PROPOSED MEETING DATE: November 6, 2024
PREPARED BY: Belen Peña, Director
DEPARTMENT: Finance

AGENDA ITEM DESCRIPTION:

Consideration, discussion, and possible action on the acceptance of the City of Manor, Texas Annual Financial Report and Independent Auditors’ Report Year ended September 30, 2023.

BACKGROUND/SUMMARY:

The City Council is being presented the FY2022-23 annual audit, which covers all the Government Activities and Business Type Activities through September 30, 2023. The audit firm’s objectives were to obtain reasonable assurance about whether the city’s financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors’ report that includes their opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that the audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by reasonable user based on the financial statements.

The chart below highlights the city’s net position for the Government and Business Type Activities for FY2022-23:

	Government Activities		Business Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Total Assets	\$50,527,091	\$45,796,598	\$58,464,025	\$55,242,536	\$108,991,116	\$101,039,134
Total Liabilities	\$27,369,186	\$29,234,2253	\$14,953,225	\$15,787,589	\$42,322,411	\$45,021,842
Total Net Position	\$23,783,159	\$16,717,612	\$43,559,454	\$39,436,110	\$67,342,613	\$56,153,722

LEGAL REVIEW: Not Applicable
FISCAL IMPACT: No
PRESENTATION: Yes
ATTACHMENTS: Yes

- Audit Committee Letter
- Annual Financial Report and Independent Auditors’ Report Year ended September 30, 2023
- Management Comment Letter

STAFF RECOMMENDATION:

It is the city staff’s recommendation that the City Council approve and accept the City of Manor, Texas Annual Financial Report and Independent Auditors’ Report Year ended September 30, 2023.