



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** April 22, 2024

SUBJECT: Receive the Fiscal Year 2023 Audited Annual Comprehensive Financial Report and Fiscal Year 2023 Single Audit.

PRESENTER: Glenn Mizell, Assistant Director of Finance

SUMMARY:

Glenn Mizell, Assistant Director of Finance, will provide an introduction for the results of the Fiscal Year ("FY") 2023 Annual Comprehensive Financial Report ("ACFR") for the City and the FY 2023 Single Audit. A representative of Forvis CPAs will present the audit opinion.

GENERAL DESCRIPTION:

The auditor's opinion for the City's FY 2023 financial statements is an unmodified opinion or "clean" opinion again this year. This means the auditors found that the Financial Statements of the City of North Richland Hills fairly represent the City's financial position. From an audit perspective, North Richland Hills' results of operations during FY 2023, as well as the financial position at year-end, reflect a sound fiscal condition. This is in fulfillment of the City Council's goal of Financial Stability.

The auditor's single audit opinion is also unmodified. The single audit is an organization-wide audit performed by an independent auditor, intended to provide assurance to the United States Federal Government and the State of Texas that a non-federal entity has adequate controls in place and is generally in compliance with program requirements. This audit typically encompasses both financial and compliance components and must be conducted if an entity expends \$750,000 or more of federal assistance or \$300,000 or more of state assistance (i.e. grants).

Article XII, Section 6 of the City Charter requires an annual audit of the City's finances, and a copy of the audit report shall be furnished to each member of the City Council and the City Manager. An electronic copy of the ACFR will be made available on the City's website. Individuals may also request a copy from the Finance Department. Hard copies will be available for review at City Hall and the Library.

RECOMMENDATION:

Receive the Fiscal Year 2023 Audited Annual Comprehensive Financial Report and Fiscal Year 2023 Single Audit as presented.