



## CITY COUNCIL MEMORANDUM

**FROM:** The Office of the City Manager    **DATE:** March 23, 2020  
**SUBJECT:** Receive the Fiscal Year 2019 Audited Financial Report and Fiscal Year 2019 Single Audit.  
**PRESENTER:** Mark C. Mills, Director of Finance

### **SUMMARY:**

Mark Mills, Director of Finance, will present the results of the Fiscal Year ("FY") 2019 Comprehensive Annual Financial Report ("CAFR") for the city and the FY 2019 Single Audit.

### **GENERAL DESCRIPTION:**

The auditor's opinion for the city's FY 2019 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. Overall, North Richland Hills' results of operations during FY 2019, as well as the financial position at year-end, reflect a sound fiscal condition. This is in fulfillment of 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 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 (i.e. grants) or \$300,000 of State assistance.

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 CAFR will be made available on the city's website. Individuals may also request a copy on a compact disc from the Finance Department and hard copies will be available at City Hall and Library.

### **RECOMMENDATION:**

Receive the Fiscal Year 2019 Audited Financial Report and Fiscal Year 2019 Single Audit as presented.