



Annual Comprehensive Financial Report (ACFR) & External Audit

For Fiscal Year Ended September 30, 2023



FY23 ACFR HIGHLIGHTS GOVERNMENT WIDE SUMMARY

	FY23	FY22	Increase(Decrease)
Overall Net Position	\$900,874,063	\$823,252,856	\$77,621,207
Unrestricted Net Position	\$292,726,679	\$225,552,877	\$67,173,802
Restricted Net Position	\$82,043,637	\$81,678,777	\$364,860
Net Investment in Capital	\$526,103,747	\$516,021,202	\$10,082,545

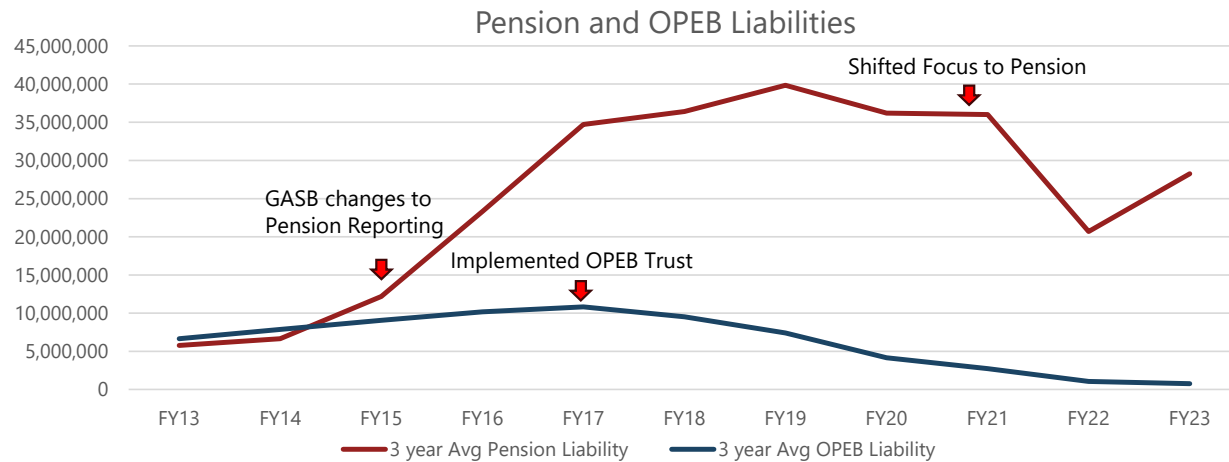
Key drivers to the increase in Unrestricted Net Position is increased investment income, stronger sales tax, continued strong utility consumption and delayed capital expenditures.



FY23 ACFR HIGHLIGHTS

GOVERNMENT WIDE SUMMARY

	FY23	FY22	Increase(Decrease)	Calendar 2022
Net Pension Liability	\$53,426,364	\$4,857,415	\$48,568,949	
Compensated Absences	\$10,592,209	\$5,555,062	\$5,037,147	
Net OPEB Liability	\$482,626	(\$203,107)	\$685,733	
S&P 500 Index				(19.64)%





ANNUAL REPORT PREPARATION



The City implemented 3 Governmental Accounting Standards Board (GASB) statements required for Annual Financial Reports

- GASB Statement No. 96 Subscription Based IT Arrangements (SBITAs)
 - Requires SBITAs to be recorded as assets and liabilities. This liability was \$2,266,074.
- GASB Statement No. 100 Accounting Changes and Errors Corrections
 - Requires certain disclosures for changes in accounting principles, estimates or error corrections.
- GASB Statement No. 101 Compensated Absences
 - Requires disclosing the liability of employee compensated absences (now includes sick leave). The sick leave liability added this year was \$4,661,661.



INTRODUCTION OF EXTERNAL AUDITOR

- FORVIS is the City's external auditor
- Amanda Eaves is the partner in charge for our audit.
- Work was completed on March 22, 2024, and consisted of:
 - Annual Comprehensive Financial Report (ACFR)
 - Single Audit Report
- The reports were presented and accepted by the audit committee on Monday, March 25, 2024.



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FY2023 Results Presentation to the City Council of the City of College Station, Texas

FORVIS is a trademark of FORVIS, LLP, registration of which is pending with the U.S. Patent and Trademark Office.

March 28, 2024

Audit Summary

▪ **Timing of Our Engagement**

- Our audit procedures occurred primarily between August 2023 and March 2024.

▪ **Our Financial Statement Opinion**

- We have issued unmodified opinions as to whether the financial statements of the City of College Station, Texas as of and for the year ended September 30, 2023 are fairly presented, in all material respects.

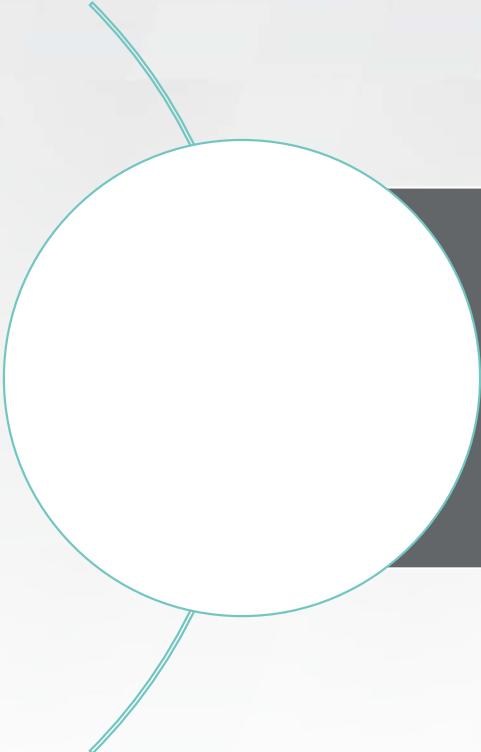
▪ **Government Auditing Standards**

- We have also issued our report on internal control over financial reporting and on our tests of compliance in accordance with *Government Auditing Standards* (GAGAS).

▪ **Our Uniform Guidance Compliance Opinion**

- We have also issued an unmodified opinion, as to whether the City complied with the requirements of the U.S. Office of Management and Budget (OMB) Uniform Guidance for the major federal award program, and our report on internal control over compliance.

Major Federal Program for Single Audit Testing



ALN #21.027 – COVID-19
Coronavirus State and Local
Fiscal Recovery Funds

FORV/S

Other Information Accompanying the Audited Financial Statements

The audited financial statements are presented along with management's annual comprehensive financial report (ACFR). Management, or those charged with governance, is responsible for preparing the ACFR.

We were not engaged to audit the introductory, required supplementary information, and statistical sections contained in the ACFR, and as a result, our opinions do not provide assurance as to the completeness and accuracy of the information contained therein.

As part of our procedures, we read the entire report to determine if financial information discussed in sections outside the financial statements materially contradicts the audited financial statements. If we identify any such matters, we bring them to management's attention and review subsequent revisions.

Required Communications Regarding Our Audit Strategy & Approach (AU-C 260)

The following matters are required communications we must make to you, including these responsibilities:

Scope of our Audit
and Inherent
Limitations to
*Reasonable
Assurance*

Your and Our
Responsibilities

Extent of our
Communication and
Distribution
Restriction

Group Audits

Independence
Matters

Qualitative Aspects of Significant Account Policies and Practices

Significant
Accounting Policies

Unusual Policies or
Methods

Management
Judgments and
Accounting
Estimates

Financial Statement
Disclosures

Our Judgment
about the Quality of
the City's
Accounting
Principles

Accounting & Auditing Matters – Pronouncements Effective for FY2024-2025

GASB Statement No. 99, *Omnibus 2022* (FY2023 & FY2024)

GASB Statement No. 100, *Accounting Changes and Error Corrections—*
an amendment of GASB Statement No. 62 (FY2024)

GASB Statement No. 101, *Compensated Absences* (FY2025)

GASB Statement No. 102, *Certain Risk Disclosures* (FY2025)



Staff is available for any questions on the following documents for the year ended September 30, 2023, as presented:

- Annual Comprehensive Financial Report (ACFR)
- Single Audit Report