



City of Benbrook

CITY COUNCIL COMMUNICATION

DATE: 3/19/26	REFERENCE NUMBER: G-2739	SUBJECT: Accept Annual Comprehensive Finance Report for fiscal year ending September 30, 2025	PAGE: 1 of 2
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As required by Chapter 103 of the Texas Local Government Code, an independent audit of the City's accounts and records has been made by the certified public accounting firm of BrooksWatson & Co. for the fiscal year ending September 30, 2025.

The audited financial statements or Annual Comprehensive Financial Report (ACFR), which include the auditor's unmodified or "clean" opinion on pages 1 – 4 of the ACFR is submitted for City Council's information and consideration.

The Benbrook ACFR includes several sections as listed below:

- Introductory Section, which is unaudited
- Financial Section, including:
 - Independent Auditor's Report
 - Management's Discussion and Analysis
 - Basic Financial Statements
 - Notes to the Financial Statements, and
 - Supplementary Information
- Statistical Section, which is unaudited

The ACFR was prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). Staff anticipates that the City will receive a Certificate of Achievement for Excellence in Financial Reporting for the fortieth consecutive year.

FINANCIAL STATEMENTS

The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) governmental fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

1. The government-wide statements, which are found on pages 20 - 25, are designed to provide the reader with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements include depreciated capital assets and long-term debt.
2. The governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. These statements are much more useful in evaluating a government's near-term

SUBMITTED BY:	DISPOSITION BY COUNCIL: Y APPROVED Y OTHER (DESCRIBE)	PROCESSED BY:
		CITY SECRETARY
CITY MANAGER		DATE:

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financial requirements and should be the focus of the City's fiscal year activities and financial health. These statements are on pages 26 - 27 and 30 - 33 of the ACFR.

3. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the governmental fund financial statements. The notes to the financial statements can be found on pages 39 - 75.
4. In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information that can be found on pages 77 - 87.

FINANCIAL HIGHLIGHTS

- The General Fund ending fund balance at September 30, 2025, was \$23,644,660, a \$27,538 increase from the prior year.
- The City's total governmental ending fund balances at fiscal year end was \$30,991,335, an increase of \$44,262 from the prior year. This includes an increase of \$27,538 in the General Fund, a decrease of \$44,646 in the Debt Service Fund, an increase of \$490,639 in the Special Assessment Fund, a decrease of \$795,373 in the Municipal Complex Fund, and an increase of \$366,104 in the nonmajor governmental funds.
- The City's total debt showed a net decrease (including premiums) of \$1,044,274. The total governmental bonds and certificates of obligations payable at the close of the fiscal year was \$21,024,756.
- Capital assets were \$158,879,540, with a depreciation of \$75,091,279, leaving a net value of \$83,788,261.
- Net position for the primary government decreased \$125,817 during fiscal year 2024-25 to \$83,650,133 at September 30, 2025.

RECOMMENDATION

Staff recommends that the City Council accept the Annual Comprehensive Financial Report for the fiscal year ended September 30, 2025.