

**CITY OF WESTON**  
**FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2020**

**DRAFT**

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**WILLIAM C SPORE, P.C.**  
**Certified Public Accountants**  
**200 N. Rufe Snow Drive, Ste 116**  
**Keller, TX 76248**  
**817-421-6619**

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Independent Auditor's Report

To the City Council  
City of Weston, Texas

I have audited the accompanying financial statements of the governmental activities and major funds of the City of Weston, Texas as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

**Auditor's Responsibility**

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

## **Opinions**

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City of Weston, Texas, as of September 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison schedules be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

My audit was conducted for the purpose of forming opinions on the financial statements the collectively comprise the City of Weston's basic financial statements. The schedule of comparative revenues and expenditures - general fund is presented for additional analysis and are not a part of the basic financial statements.

The schedule of comparative revenues and expenditures - general is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of comparative revenues and expenditures - general fund is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*William C. Spore, P.C.*

Keller, Texas

Certified Public Accountants

December 8, 2020

**CITY OF WESTON**

**CITY OFFICIALS**

**September 30, 2020**

**MAYOR**

**Jim Marischen**

**MAYOR PRO TEM**

**Carol Decker**

**COUNCIL MEMBERS**

**Kevin Deal**

**Stefen Glenn**

**John Tingle**

**Maria Whitworth**

**SECRETARY**

**Susan Coffey**

**ATTORNEY**

**Abernath, Roeder, Boyd & Hullett PC**

**CITY OF WESTON**

**GOVERNMENT-WIDE  
STATEMENT OF NET POSITION**

*September 30, 2020*

	<b>GOVERNMENTAL ACTIVITIES</b>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash	\$ 354,165
Receivable-Sales & Franchise Taxes	8,675
Receivable-Property Taxes	1,917
Prepaid Expenses	418
<b>TOTAL CURRENT ASSETS</b>	<u>365,175</u>
<b>NONCURRENT ASSETS</b>	
Restricted Cash	<u>50,023</u>
<b>CAPITAL ASSETS</b>	
Land-Parks	34,500
Buildings & Improvements	131,392
Equipment	35,150
Public Works	315,245
Accumulated Depreciation	<u>(281,607)</u>
<b>NET CAPITAL ASSETS</b>	<u>234,680</u>
<b>TOTAL ASSETS</b>	<u>\$ 649,878</u>
<b>LIABILITIES</b>	
Accounts Payable	\$ 18,564
Accrued Liabilities	1,392
Customer Deposits	9,427
<b>TOTAL LIABILITIES</b>	<u>\$ 29,383</u>
<b>NET POSITION</b>	
Invested in Capital Asset, Net of Related Debt	\$ 234,680
Unrestricted	<u>385,815</u>
<b>TOTAL NET POSITION</b>	<u>\$ 620,495</u>

**CITY OF WESTON**

**GOVERNMENT-WIDE  
STATEMENT OF ACTIVITIES**

*For the Year Ended September 30, 2020*

<b>FUNCTIONS/PROGRAMS</b>	<u><b>EXPENSES</b></u>	<u><b>CHARGES FOR SERVICES</b></u>	<u><b>CAPITAL GRANTS &amp; DONATIONS</b></u>	<u><b>NET (EXPENSE) REVENUE</b></u>
<b>GOVERNMENTAL ACTIVITIES:</b>				
General Government	\$ (91,968)	\$ 6,248	\$ 50,000	\$ (35,720)
Public Health	(8,492)	0	0	(8,492)
Streets	(86,671)	0	0	(86,671)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	\$ <span style="border: 1px solid black;">(187,131)</span>	\$ <span style="border: 1px solid black;">6,248</span>	\$ <span style="border: 1px solid black;">50,000</span>	<span style="border: 1px solid black;">(130,883)</span>
<b>GENERAL REVENUE</b>				
Property Taxes				126,490
Sales Taxes				13,249
Franchise Fees				15,427
Interest Income				159
<b>TOTAL GENERAL REVENUE</b>				<span style="border: 1px solid black;">155,325</span>
<b>CHANGE IN NET POSITION</b>				24,442
<b>NET POSITION - BEGINNING</b>				<u>596,053</u>
<b>NET POSITION - ENDING</b>				<u><u>\$ 620,495</u></u>

**CITY OF WESTON**

**BALANCE SHEET  
GOVERNMENTAL FUNDS**

**September 30, 2020**

<b>ASSETS</b>	
Cash	\$ 404,188
Receivables:	
Sales Taxes, Franchise Fees & Other	8,675
Property Taxes	1,917
Prepaid Expenses	418
<b>TOTAL ASSETS</b>	<u>415,198</u>
<b>LIABILITIES</b>	
Accounts Payable	18,564
Accrued Payroll Taxes	1,392
Customer Deposits	9,427
<b>TOTAL LIABILITIES</b>	<u>29,383</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable Revenue-Property Taxes	<u>1,917</u>
<b>FUND BALANCE</b>	
Non-Spendable - Prepaid Expenses	418
Assigned-Capital Improvements	50,023
Unassigned	333,457
<b>TOTAL FUND BALANCE</b>	<u>383,898</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND LIABILITIES</b>	<u>\$ 415,198</u>

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO STATEMENT OF NET POSITION**

**September 30, 2020**

Fund Balance Above	\$ 383,898
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the Fund Balance Sheet	234,680
Property taxes receivable are not available to pay for current period expenditures and, therefore, are deferred in the Fund Balance Sheet.	1,917
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u>\$ 620,495</u>

**CITY OF WESTON**

**STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS**

*For the Year Ended September 30, 2020*

<b>REVENUES</b>	
Property Taxes	\$ 126,081
Sales Taxes	13,249
Franchise Fees	15,427
Permits & Fees	6,248
Donations	50,000
Interest Income	159
<b>TOTAL REVENUES</b>	<u>211,164</u>
<b>EXPENDITURES</b>	
General Government	84,123
Public Health	8,492
Streets	55,914
Capital Outlay	15,892
<b>TOTAL EXPENDITURES</b>	<u>164,421</u>
<b>NET CHANGE IN FUND BALANCES</b>	46,743
<b>FUND BALANCE - BEGINNING</b>	337,155
<b>FUND BALANCE - ENDING</b>	<u>\$ 383,898</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO  
STATEMENT OF ACTIVITIES**

*For the Year Ended September 30, 2020*

Net Change in Fund Balance - Governmental Funds	\$ 46,743
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives as depreciation expense:

Capital assets recorded in the current period	15,892
Depreciation expense on capital assets	(38,602)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund statements:

Deferred Revenues - Property Taxes	409
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u>\$ 24,442</u>

## **OTHER SUPPLEMENTARY INFORMATION**

**CITY OF WESTON**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

For the Year Ended September 30, 2020

	ORIGINAL BUDGET	AMENDED BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
<b>RESOURCES (INFLOWS)</b>				
<b>Taxes:</b>				
Property Taxes	\$ 130,000	\$ 130,000	\$ 126,081	\$ (3,919)
Sales Taxes	6,000	6,000	13,249	7,249
Franchise Fees	15,000	15,000	15,427	427
	<u>151,000</u>	<u>151,000</u>	<u>154,757</u>	<u>3,757</u>
<b>Fees and Other Charges:</b>				
Community Center Rental	1,000	1,000	145	(855)
Other Fees	0	0	81	81
	<u>1,000</u>	<u>1,000</u>	<u>226</u>	<u>(774)</u>
<b>Planning &amp; Development:</b>				
Platting, Zoning & Permits	<u>5,000</u>	<u>5,000</u>	<u>6,022</u>	<u>1,022</u>
Donations	0	0	50,000	50,000
Interest Income	66	66	159	93
<b>TOTAL RESOURCES (INFLOWS)</b>	<b>157,066</b>	<b>157,066</b>	<b>211,164</b>	<b>54,098</b>
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS)</b>				
<b>Personnel:</b>				
Wages	26,432	26,432	34,020	(7,588)
Payroll Taxes	2,949	2,949	2,747	202
	<u>29,381</u>	<u>29,381</u>	<u>36,767</u>	<u>(7,386)</u>
<b>Supplies &amp; Materials:</b>				
Office Supplies	900	900	926	(26)
Office Equipment	800	800	352	448
Building Supplies-City Hall	800	800	129	671
Building Supplies-Comm, Center	200	200	40	160
Building Materials-City Hall	100	100	212	(112)
Building Materials-Comm, Center	100	100	0	100
Covid-19	0	0	591	(591)
	<u>2,900</u>	<u>2,900</u>	<u>2,250</u>	<u>650</u>
<b>Repair &amp; Maintenance:</b>				
Building Repair & Maint-City Hall	450	3,450	1,679	1,771
Building Repair & Maint-Comm. Center	320	320	1,309	(989)
Siren	10,000	10,000	9,382	618
Mowing	1,740	1,740	2,129	(389)
ROW Maintenance	300	300	250	50
Landscaping	400	400	80	320
ROW Tree Trimming	200	200	0	200
Road Maintenance	46,541	46,541	54,312	(7,771)
Street Signs	600	600	1,602	(1,002)
	<u>60,551</u>	<u>63,551</u>	<u>70,743</u>	<u>(7,192)</u>

**CITY OF WESTON**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

For the Year Ended September 30, 2020

	ORIGINAL BUDGET	AMENDED BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
<b>Utilities:</b>				
Electric	4,404	4,404	4,061	343
Security System	200	200	198	2
Water	700	700	583	117
Propane	600	600	292	308
Trash	312	312	288	24
Telephone	1,600	1,600	1,070	530
Webmail	650	650	593	57
Website Hosting	1,000	1,000	1,000	0
	<u>9,466</u>	<u>9,466</u>	<u>8,085</u>	<u>1,381</u>
<b>Services &amp; Charges:</b>				
Travel	400	400	0	400
Dues and Memberships	600	600	591	9
Postage	300	300	402	(102)
Training & Education	200	1,800	646	1,154
Parade	100	100	1,649	(1,549)
Legal Notices	400	400	202	198
Filing Fees	200	200	0	200
Council Stipend	900	900	930	(30)
Appraisal District	683	683	860	(177)
Tax Collection	350	350	316	34
Insurance	2,600	2,600	2,584	16
WWTP Permit	1,250	1,250	726	524
WWTP Title Policy	1,500	1,500	0	1,500
	<u>9,483</u>	<u>11,083</u>	<u>8,906</u>	<u>2,177</u>
<b>Professional Fees:</b>				
Legal Services	12,000	12,000	9,041	2,959
Accounting & Auditing	2,500	2,500	2,500	0
Engineering	30,000	30,000	0	30,000
Meeting Security	250	250	0	250
Ambulance	5,500	5,500	2,901	2,599
Planning	36,000	36,000	1,002	34,998
Animal Control	5,000	5,000	5,000	0
Election	2,000	2,000	1,334	666
Code Enforcement	3,500	3,500	0	3,500
	<u>96,750</u>	<u>96,750</u>	<u>21,778</u>	<u>74,972</u>
<b>Capital Outlay:</b>				
Building Improvements	0	4,000	3,867	133
Siren	0	10,000	12,025	(2,025)
	<u>0</u>	<u>14,000</u>	<u>15,892</u>	<u>(1,892)</u>
<b>TOTAL APPROPRIATIONS (OUTFLOWS)</b>	<b>208,531</b>	<b>227,131</b>	<b>164,421</b>	<b>62,710</b>
<b>EXCESS OF RESOURCES OVER UNDER APPROPRIATIONS</b>	(51,465)	(70,065)	46,743	\$ <u>116,808</u>
<b>BEGINNING BUDGETARY FUND BALANCE</b>	<u>337,155</u>	<u>337,155</u>	<u>337,155</u>	
<b>ENDING BUDGETARY FUND BALANCE</b>	<u>\$ 285,690</u>	<u>\$ 267,090</u>	<u>\$ 383,898</u>	

## **REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF WESTON**  
**COMPARATIVE SCHEDULE OF REVENUES & EXPENDITURES-GENERAL FUND**

For the Years Ended September 30, 2020, 2019 & 2018

	2020	2019	2018
<b>RESOURCES (INFLOWS)</b>			
<b>Taxes:</b>			
Property Taxes	\$ 126,081	\$ 137,500	\$ 75,520
Sales Taxes	13,249	8,199	7,199
Franchise Fees	15,427	15,039	13,035
	154,757	160,738	95,754
<b>Fees and Other Charges:</b>			
Community Center Rental	145	1,545	1,500
Other Fees	81	131	34
	226	1,676	1,534
<b>Planning &amp; Development:</b>			
Platting, Zoning & Permits	6,022	4,240	3,942
Donations	50,000	0	100,000
Interest Income	159	139	114
<b>TOTAL RESOURCES (INFLOWS)</b>	211,164	166,793	201,344
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS)</b>			
<b>Personnel:</b>			
Wages	34,020	30,960	27,517
Payroll Taxes	2,747	2,377	2,265
	36,767	33,337	29,782
<b>Supplies &amp; Materials:</b>			
Office Supplies	926	790	535
Office Equipment	352	1,568	1,272
Building Supplies-City Hall	129	406	694
Building Supplies-Comm, Center	40	39	120
Building Materials-City Hall	212	8	0
Building Materials-Comm, Center	0	5	0
Covid-19	591	0	0
	2,250	2,816	2,621
<b>Repair &amp; Maintenance:</b>			
Building Repair & Maint-City Hall	1,679	520	1,371
Building Repair & Maint-Comm. Center	1,309	1,390	1,915
Siren	9,382	0	939
Mowing	2,129	1,490	993
ROW Maintenance	250	140	374
Landscaping	80	118	120
Office Copier	0	0	73
ROW Tree Trimming	0	155	0
Road Maintenance	54,312	5,245	6,700
Street Signs	1,602	2,203	0
	70,743	11,261	12,485

**CITY OF WESTON**  
**COMPARATIVE SCHEDULE OF REVENUES & EXPENDITURES-GENERAL FUND**

For the Years Ended September 30, 2020, 2019 & 2018

	2020	2019	2018
<b>Utilities:</b>			
Electric	4,061	4,300	3,976
Security System	198	198	198
Water	583	582	664
Propane	292	954	606
Trash	288	288	276
Telephone	1,070	1,646	1,282
Webmail	593	581	513
Website Hosting	1,000	1,000	1,000
	<u>8,085</u>	<u>9,549</u>	<u>8,515</u>
<b>Services &amp; Charges:</b>			
Travel	0	194	142
Dues and Memberships	591	591	634
Postage	402	396	179
Training & Education	646	166	0
Parade	1,649	0	681
Legal Notices	202	346	430
Filing Fees	0	100	15
Council Stipend	930	800	0
Appraisal District	860	612	533
Tax Collection	316	313	242
Insurance	2,584	2,506	1,581
WWTP Permit	726	0	0
WWTP Title Policy	0	0	0
	<u>8,906</u>	<u>6,024</u>	<u>4,437</u>
<b>Professional Fees:</b>			
Legal Services	9,041	15,252	6,588
Accounting & Auditing	2,500	2,500	2,500
Engineering	0	14,002	5,431
Meeting Security	0	0	0
Ambulance	2,901	3,127	3,947
Planning	1,002	29,344	4,225
Animal Control	5,000	5,000	5,000
Election	1,334	2,492	2,104
Code Enforcement	0	220	0
	<u>21,778</u>	<u>71,937</u>	<u>29,795</u>
<b>Capital Outlay:</b>			
Building Improvements	3,867	7,800	5,656
Equipment	12,025	0	0
Streets/Drainage	0	1,150	0
	<u>15,892</u>	<u>8,950</u>	<u>5,656</u>
<b>TOTAL APPROPRIATIONS (OUTFLOWS)</b>	<b>164,421</b>	<b>143,874</b>	<b>93,291</b>
<b>EXCESS OF RESOURCES OVER UNDER APPROPRIATIONS</b>	<b>\$ 46,743</b>	<b>\$ 22,919</b>	<b>\$ 108,053</b>

**WILLIAM C. SPORE, P.C.**  
**Certified Public Accountants**  
**200 N. Rufe Snow Dr., Ste 116**  
**Keller, TX 76248**  
**817-421-6619**

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To the City Council  
City of Weston

In planning and performing my audit of the financial statements of the governmental activities and major fund of the City of Weston as of and for the year ending September 30, 2020, in accordance with auditing standards generally accepted in the United States of America, I considered the City of Weston' internal control over financial reporting (internal control) as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the governmental unit's internal control. Accordingly, I do not express an opinion on the effectiveness of the governmental unit's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A materiel weakness is a deficiency or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

My consideration of internal control was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be a material weakness.

This communication is intended solely for the information and use of management and City Council and is not intended to be and should not be used by anyone other than these specified parties.

*William C. Spore, PC*  
Certified Public Accountants  
December 8, 2020