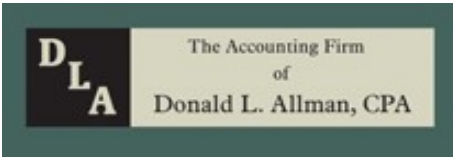


**VILLAGE OF SAN LEANNA**  
**AUDITED BASIC FINANCIAL STATEMENTS**  
**AND SUPPLEMENTAL SCHEDULES**  
**AND INDEPENDENT AUDITOR'S REPORT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

**VILLAGE OF SAN LEANNA**

**TABLE OF CONTENTS**

Independent Auditor's Report	1 - 3
Management's Discussion and Analysis	4 - 9
Statement of Net Position	10
Statement of Activities	11
Balance Sheet – Governmental Funds	12
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	13 - 14
Statement of Fund Net Position – Proprietary Funds	15
Statement of Revenues, Expenses and Changes in Net Fund Position – Proprietary Funds	16
Statement of Cash Flows Increase (Decrease) in Cash and Cash Equivalents – Proprietary Funds	17
Notes to Financial Statements	18 – 25
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) General Fund	26
Schedule of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) Proprietary Fund	27
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	28



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CERTIFIED PUBLIC ACCOUNTANT

## **Independent Auditor's Report**

To the Honorable Mayor and Members of the Village Board of Alderman  
Village of San Leanna, Texas

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of San Leanna, Texas as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Village of San Leanna, Texas' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of San Leanna, Texas, as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

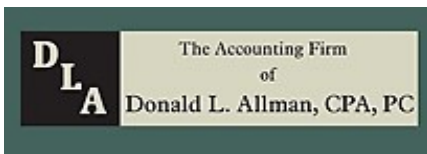
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of San Leanna, Texas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of San Leanna, Texas' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

#### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



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CERTIFIED PUBLIC ACCOUNTANT

### INDEPENDENT AUDITOR'S REPORT (Continued)

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

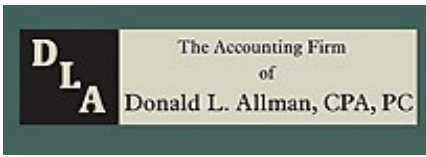
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village of San Leanna, Texas' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of San Leanna, Texas' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-11 and 39-40 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a 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. We 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 about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We 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.

**Supplementary Information** Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of San Leanna, Texas' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole



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CERTIFIED PUBLIC ACCOUNTANT

## INDEPENDENT AUDITOR'S REPORT (Continued)

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2024 on our consideration of the Village of San Leanna, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of San Leanna, Texas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Village of San Leanna, Texas' internal control over financial reporting and compliance.

Donald L. Allman, CPA, PC

November 18, 2024  
Georgetown, Texas

MEMBER TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS & AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

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**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Within this section of the Village of San Leanna's annual financial report, the 's management provides narrative discussion and analysis of the financial activities of the Village for the fiscal year ended September 30, 2023. The Village's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosure following this section. The discussion focuses on the Village's primary government, unless otherwise noted.

**FINANCIAL HIGHLIGHTS**

The Village's assets exceeded its liabilities by \$1,937,434 (net position) for the fiscal year reported. This compares to the previous year when assets exceeded liabilities by \$1,915,230 an increase of \$22,204.

The Village's General Fund reported revenues of \$367,330 and expenses of \$365,724 for a net position increase of \$1,606, before transfers.

The Village's Proprietary Fund reported revenues of \$134,593 and expenses of \$113,995, for a net position increase \$20,598, before transfers.

**Overview of the Financial Statements**

*Management's Discussion and Analysis* introduces the Village's basic financial statements. The basic financial statements include (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

**Government-wide Financial Statements**

The Village's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Village's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the *Statement of Net Position*. This is the Village-wide statement of financial position presenting information that includes all of the Village's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village as a whole is improving or deteriorating. Evaluation of the overall economic health of the Village

**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

would extend to other non-financial factors such as diversification of the taxpayer base or the condition of the Village infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the Village's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Village's activities or functions on revenues provided by the Village's taxpayers.

Both government-wide financial statements distinctively report governmental activities of the Village that are principally supported by taxes, and business-type activities that are intended to cover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, and public services. Business-type activities include water utilities.

**Fund Financial Statements**

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. The Village has two kinds of funds.

*Governmental Funds* are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Village's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources during the year and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provides a reconciliation to the government-wide financial statements to assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the general fund. These statements demonstrate compliance with the Village's adopted and final revised budget.

**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

*Proprietary funds* are reported in the fund financial statements and generally report services for which the Village charges customers a fee. There are two kinds of proprietary funds, enterprise funds and internal service funds. The Village uses enterprise funds to account for providing water utility services to customers.

*Notes to the Financial Statements*

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin immediately following the basic financial statements.

**Financial Analysis of the Village as a Whole**

As year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the Village as a whole.

The Village's net position at fiscal year-end is \$1,937,434. This is an increase of \$22,204 over last year's net position of \$1,915,230. The following table provides a summary of the Village's net position at September 30:

**Table 1  
Summary of Net Position**

	2023	2022	\$ Change	% Change
Cash and Current Assets	\$ 193,689	\$ 704,678	\$ (510,989)	-72.5%
Capital Assets	1,743,745	1,210,552	533,193	44.0%
Total Assets	\$ 1,937,434	\$ 1,915,230	\$ 22,204	1.2%
Current Liabilities	\$ -	\$ -	\$ -	
Long-Term Liabilities	-	-	-	
Total Liabilities	\$ -	\$ -	\$ -	
Net Position:				
Net Investment in Capital Assets	\$ 1,743,745	\$ 1,210,552	\$ 533,193	44.0%
Restricted	-	-	-	
Unrestricted	193,689	704,678	(510,989)	-72.5%
Total Net Position	\$ 1,937,434	\$ 1,915,230	\$ 22,204	1.2%

The Village reported positive balances in net position for both governmental and business-type activities. Net position increased \$22,204. The Village's overall financial position improved during fiscal year 2023.



**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Table 2 compares the 2023 change in net position to the 2022 change in net position.

**Table 2  
Summary of Changes in Net Position**

	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Program Revenues:				
Charges for Services	\$ 134,593	\$ 169,883	\$ (35,290)	-20.8%
General Revenues:				
Property Taxes	236,824	199,516	37,308	18.7%
Franchise Fees	15,457	15,181	276	1.8%
Building Permits	6,175	3,120	3,055	100.0%
Capital Metro	88,819	6,593	82,226	100.0%
Coronavirus Grant	-	63,062	(63,062)	100.0%
Other	11	-	11	
Interest Income	20,044	4,297	15,747	366.5%
Total Revenues	<u>\$ 501,923</u>	<u>\$ 461,652</u>	<u>\$ 40,271</u>	<u>8.7%</u>
Program Expenses:				
Water Utilities	\$ 113,995	\$ 125,805	\$ (11,810)	-9.4%
General Government	365,724	234,114	131,610	56.2%
Interest on L/T Debt	-	-	-	#DIV/0!
Total Expenses	<u>\$ 479,719</u>	<u>\$ 359,919</u>	<u>\$ 119,800</u>	<u>33.3%</u>
Net Position Increase	<u>\$ 22,204</u>	<u>\$ 101,733</u>	<u>\$ (79,529)</u>	<u>-78.2%</u>
<b>Net Position - Beginning</b>	<b>\$ 1,915,230</b>	<b>\$ 1,813,497</b>		
<b>Net Position- Ending</b>	<u><b>\$ 1,937,434</b></u>	<u><b>\$ 1,915,230</b></u>		

**Financial Analysis of the Village's Funds**

*Governmental Funds*

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$5,405. Of this total, \$(51,374) is unreserved indicating availability for continuing Village service requirements. Reserved fund balances include \$0 for Debt Service, \$10,000 for special revenues, and \$46,779 for Road Funds. The Debt Service Fund reflects the principal and interest payments due over the next fiscal year, plus additional reserve stipulated by the Village Council.

**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

*Proprietary Funds*

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

Enterprise Water Utility Funds comprise the financing and operations of the Village's water utilities reported within this activity in the government-wide statements. The proprietary funds net position balance at fiscal year-end is \$270,661. Revenues received in the proprietary funds for water utilities services totaled \$134,593 for fiscal year 2023. Proprietary fund expenditures for water utility services totaled \$113,995, resulting in net income of \$20,598.

**General Fund Budgetary Highlights**

The adopted General Fund budget for fiscal year 2023 was approximately \$518,428. Actual expenditures for fiscal year 2023 were approximately \$831,287, an increase of approximately \$312,859.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Village's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of September 30, 2023, was \$1,653,394 and \$90,351, respectively. The overall increase was \$533,193 for the Village as a whole. Depreciation was \$43,030 for the Water Service Project, \$4,370 for Water Utilities, and \$39,618 for General Fixed Assets.

**Capital Assets  
Net of Accumulated Depreciation**

	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Non-Depreciable Assets:				
Land	\$ 281,452	\$ 26,107	\$ 255,345	978.1%
Water Service Project	185,291	228,321	(43,030)	-18.8%
Depreciable Assets:				
General Fixed Assets	1,206,758	953,510	253,248	26.6%
Water Utilities	<u>70,244</u>	<u>2,614</u>	<u>67,630</u>	<u>2587.2%</u>
Total	<u>\$ 1,743,745</u>	<u>\$ 1,210,552</u>	<u>\$ 533,193</u>	<u>44.0%</u>

**VILLAGE OF SAN LEANNA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023**

**Debt Administration**

At the end of June of 2014, the Village refinanced Texas Water System Revenue Bond debt outstanding in the amount of \$485,000. Bond interest coupon rates are 2.89% and are payable on February 15 and August 15 of each year. Refinancing this debt saves the Village \$88,213 over the life of the loan. The Bond was paid off in full in October 2020.

Economic Environment and Next Year's Budgets and Rates

No material changes in the economic environment, Village budget expenditures, and water utilities rates are expected in the next fiscal year.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have any questions about this report or would like to request additional information, contact the Village's should be addressed to the Village of San Leanna, P.O. Box 1107, Manchaca, TX 78652.

Rebecca Howe, Village Administrator  
Village of San Leanna, TX

**VILLAGE OF SAN LEANNA**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2023**

	<b><u>Governmental</u></b> <b><u>Activities</u></b>	<b><u>Primary Government</u></b> <b><u>Business-Type</u></b> <b><u>Activities</u></b>	<b><u>Total</u></b>
<b><u>ASSETS:</u></b>			
Current Assets:			
Pooled cash and cash equivalents (Texpool Savings)	\$ 5,405	\$ 169,432	\$ 174,837
Non-Pooled Cash (Operating)	-	-	-
Accounts Receivable	7,974	10,878	18,852
Due From General Fund	-	-	-
<b>Total Current Assets</b>	<b><u>\$ 13,379</u></b>	<b><u>\$ 180,310</u></b>	<b><u>\$ 193,689</u></b>
Non-Current Assets:			
Capital Assets:			
Plant Equipment & Roads, Net of Accumulated Depreciation	\$ 1,392,049	\$ 70,244	\$ 1,462,293
Land	261,345	20,107	281,452
<b>Total Non-Current Assets</b>	<b><u>\$ 1,653,394</u></b>	<b><u>\$ 90,351</u></b>	<b><u>\$ 1,743,745</u></b>
<b>Total Assets</b>	<b><u>\$ 1,666,773</u></b>	<b><u>\$ 270,661</u></b>	<b><u>\$ 1,937,434</u></b>
<b><u>LIABILITIES:</u></b>			
Current Liabilities			
Accounts Payable	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-
Due to Water Fund	-	-	-
Bond Payable, Current	-	-	-
<b>Total Current Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
Non Current Liabilities:			
Bond Payable, Non-Current	\$ -	\$ -	\$ -
<b>Total Non-Current Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b>Total Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b><u>NET POSITION:</u></b>			
Net Investment in Capital Assets	\$ 1,653,394	\$ 90,351	\$ 1,743,745
Restricted for: Debt Service	-	-	-
Unrestricted	13,379	180,310	193,689
<b>Total Net Position</b>	<b><u>\$ 1,666,773</u></b>	<b><u>\$ 270,661</u></b>	<b><u>\$ 1,937,434</u></b>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

<b><u>Functions/Programs</u></b>	<b><u>Expenses</u></b>	<b><u>Program Revenues</u></b>	<b><u>Net (Expense) Revenue</u></b>
<b>Primary Government</b>			
Governmental Activities:			
General Government	\$ 365,724	\$ -	\$ (365,724)
Interest on Long-Term Debt	-	-	-
Total Governmental Activities	<u>\$ 365,724</u>	<u>\$ -</u>	<u>\$ (365,724)</u>
Business-Type Activities:			
Water Utilities	\$ 113,995	\$ 134,593	\$ 20,598
Total Business-Type Activities	<u>\$ 113,995</u>	<u>\$ 134,593</u>	<u>\$ 20,598</u>
Total Primary Government	\$ 479,719	\$ 134,593	\$ (345,126)
<b>Primary Government</b>			
	<b><u>Governmental Activities</u></b>	<b><u>Business-Type Activities</u></b>	<b><u>Total</u></b>
<b>Changes in Net Position:</b>			
<b>Net (Expense) Revenue</b>	\$ (365,724)	\$ 20,598	\$ (345,126)
<b>General Revenues:</b>			
Taxes:			
Property Taxes	\$ 236,824	\$ -	\$ 236,824
Franchise Fees	15,457	-	15,457
Interest Income	20,044	-	20,044
Building Permits	6,175	-	6,175
Miscellaneous	11	-	11
Community Center Rent	-	-	-
Capital Metro	88,819	-	88,819
Total General Revenues	<u>\$ 367,330</u>	<u>\$ 20,598</u>	<u>\$ 367,330</u>
Transfers In	382,523	-	
Transfers Out		(382,523)	
<b>Changes in Net Position</b>	\$ 384,129	\$ (361,925)	\$ 22,204
<b>Net Position - Beginning</b>	\$ 1,282,644	\$ 632,586	\$ 1,915,230
<b>Net Position - Ending</b>	<u>\$ 1,666,773</u>	<u>\$ 270,661</u>	<u>\$ 1,937,434</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2023**

	<b><u>General</u></b>	<b><u>Debt Service</u></b>	<b><u>Total Governmental Funds</u></b>
<b>Assets:</b>			
Pooled Cash and Cash Equivalents	\$ 5,405	\$ -	\$ 5,405
Non-Pooled Cash	-	-	-
Accounts Receivable	7,974	-	7,974
<b>Total Assets</b>	<b><u>\$ 13,379</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 13,379</u></b>
<b>Liabilities and Fund Balances</b>			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Unearned Revenue	7,974	-	7,974
<b>Total Liabilities</b>	<b><u>\$ 7,974</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 7,974</u></b>
<b>Fund Balances</b>			
Nonspendable	\$ -	\$ -	\$ -
Restricted for Debt Service		-	-
Committed for Revenue	10,000	-	10,000
Committed for Road Funds	46,779	-	46,779
Assigned			-
Unassigned	(51,374)	-	(51,374)
<b>Total Fund Balances</b>	<b><u>\$ 5,405</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 5,405</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 13,379</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 13,379</u></b>

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

Total fund balance – total governmental funds \$ 5,405

Amounts reported for governmental activities in the statement of net assets are different because:

Deferred Revenue, property taxes not attributable to current year	7,974
Capital assets of \$2,994,013 net of accumulated depreciation (of \$1,340,619), are not financial resources, and therefore, are not reported in the funds. See Note III.A.3. for additional detail.	1,653,394

Long-term liabilities of (0) are not due and payable in the current period and are not reported in the funds. See Note III.B.2. for detail. 0

Net position of governmental activities \$ 1,666,773

The accompanying notes are an integral part of the financial statements.

-

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN BALANCES-**  
**GOVERNMENTAL FUNDS**

**SEPTEMBER 30, 2023**

	<b><u>General</u></b>	<b><u>Debt Service</u></b>	<b><u>Total Governmental Funds</u></b>
<b><u>Revenues</u></b>			
Property Taxes	\$ 234,666	\$ -	\$ 234,666
Franchise Taxes	15,457	-	15,457
Interest Income	20,044	-	20,044
Building Permits	6,175	-	6,175
Coronavirus grant	88,819	-	88,819
Community Center Rent	-	-	-
Miscellaneous	11	-	11
Total General Revenues	<b><u>\$ 365,172</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 365,172</u></b>
<b><u>Expenditures</u></b>			
General Government	\$ 283,076	\$ -	\$ 283,076
Debt Service:			-
Principal	-	-	-
Interest & Bond Fee		-	-
Capital Assets	548,211	-	548,211
Total Expenditures	<b><u>\$ 831,287</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 831,287</u></b>
<b>Excess (Deficiency) of Revenues &amp; Expenditures</b>	<b>\$ (466,115)</b>	<b>\$ -</b>	<b>\$ (466,115)</b>
Transfers in	382,523	-	382,523
Transfers Out	-	-	-
<b>Net Changes in Fund Balances</b>	<b>\$ (83,592)</b>	<b>\$ -</b>	<b>\$ (83,592)</b>
<b>Fund Balances - Beginning</b>	<b>\$ 88,997</b>	<b>\$ -</b>	<b>\$ 88,997</b>
<b>Fund Balances - Ending</b>	<b><u>\$ 5,405</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 5,405</u></b>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

Net change in fund balance – total governmental funds \$ (83,592)

Amounts reported for governmental activities in the statement of net assets are different because:

Difference in Property Tax Revenues for Governmental Funds 2,158

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$548,211 were more than depreciation of \$82,648 in the current period.

465,563

The proceeds of debt issuances provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the amount of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Debt payments 0

Changes in net position of governmental activities \$ 384,129

The accompanying notes are an integral part of the financial statements.



**VILLAGE OF SAN LEANNA**  
**STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2023**

	<b><u>Water Utilities</u></b>	<b><u>Total Enterprise Funds</u></b>
<b>Assets:</b>		
Current Assets:		
Pooled Cash and Cash Equivalents	169,432	169,432
Non-Pooled Cash	-	-
Accounts Receivable	10,878	10,878
Due from General Fund	-	-
	<u>180,310</u>	<u>180,310</u>
Total Current Assets	180,310	180,310
Non-Current Assets:		
Capital Assets:		
Plant Equipment & Roads, Net of Accumulated Depreciation	70,244	70,244
Land	20,107	20,107
	<u>90,351</u>	<u>90,351</u>
Total Non-Current Assets	90,351	90,351
<b>Total Assets</b>	<b><u>270,661</u></b>	<b><u>270,661</u></b>
<b>Liabilities:</b>		
<b>Total Liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Net Position:</b>		
Net Investment in Capital Assets	90,351	90,351
Unrestricted	180,310	180,310
	<u>270,661</u>	<u>270,661</u>
<b>Total Net Position</b>	<b>270,661</b>	<b>270,661</b>
<b>Total Liabilities and Fund Balances</b>	<b><u>270,661</u></b>	<b><u>270,661</u></b>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**

**SEPTEMBER 30, 2023**

	<b><u>Water Utilities</u></b>	<b><u>Total Enterprise Funds</u></b>
<b>Operating Revenues</b>		
Charges for Services:		
Water & Wastewater Charges	\$ 129,663	\$ 129,663
Water Tap Fees	4,780	4,780
Meter Deposits	150	150
Miscellaneous	-	-
Total Operating Revenues	<u>\$ 134,593</u>	<u>\$ 134,593</u>
<b>Operating Expenses</b>		
Water Operator	\$ 36,000	\$ 36,000
District Fees	6,081	6,081
Repairs & Maintenance	12,951	12,951
Depreciation	4,370	4,370
Electricity	8,282	8,282
Bookkeeper	20,399	20,399
Billing Supplies	2,150	2,150
Meter Reader	1,464	1,464
Meter Refunds	100	100
Miscellaneous	-	-
City of Austin Contract	1,300	1,300
City of Austin Water	20,898	20,898
Total Operating Expenses	<u>\$ 113,995</u>	<u>\$ 113,995</u>
<b>Operating Income (Loss)</b>	<u>\$ 20,598</u>	<u>\$ 20,598</u>
Transfers Out - Land purchase & Road Improvement	(382,523)	(382,523)
Transfers In -Texpool	-	-
<b>Changes in Net Position</b>	<u>\$ (361,925)</u>	<u>\$ (361,925)</u>
<b>Net Position - Beginning</b>	<u>\$ 632,586</u>	<u>\$ 632,586</u>
<b>Net Position - Ending</b>	<u>\$ 270,661</u>	<u>\$ 270,661</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**  
**STATEMENT OF CASH FLOWS INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS-**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2023**

<b><u>Cash Flows from Operating Activities:</u></b>	<b><u>Water Utilities</u></b>	<b><u>Total Enterprise Funds</u></b>
Cash Received from Customers	\$ 138,193	\$ 138,193
Cash Payments to Suppliers	(53,226)	(53,226)
Cash Payments to Employees and Contractors	(56,399)	(56,399)
Cash Payments for Internal Services	-	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 28,568</b>	<b>\$ 28,568</b>
<b><u>Cash Flows from Non-Capital Financing Activities</u></b>	<b>\$ (72,000)</b>	<b>\$ (72,000)</b>
<b><u>Cash Flows from Capital and Related Financing</u></b>		
Transfer to General Fund	\$ (382,523)	\$ (382,523)
<b>Net Cash Provided (Used) from Capital and Related Financing Activities</b>	<b>\$ (382,523)</b>	<b>\$ (382,523)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>\$ (425,955)</b>	<b>\$ (425,955)</b>
<b>Cash and Cash Equivalents at Sept. 30, 2022</b>	<b>\$ 595,387</b>	<b>\$ 595,387</b>
<b>Cash and Cash Equivalents at Sept. 30, 2023</b>	<b>\$ 169,432</b>	<b>\$ 169,432</b>
 <b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>		
	<b><u>Water Utilities</u></b>	<b><u>Total Enterprise Funds</u></b>
<b><u>Reconciliation of Operating Income (Loss):</u></b>		
Operating Income (Loss)	\$ 20,598	\$ 20,598
Depreciation	4,370	4,370
Changes in Assets and Liabilities:		
(Decrease)/Increase in Accounts Payable	-	-
(Decrease)/Increase in Due to/from General Fund	-	-
(Increase) Decrease in Accounts Receivable	3,600	3,600
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 28,568</b>	<b>\$ 28,568</b>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**A. INTRODUCTION**

The Village of San Leanna (The Village) was formed on September 5<sup>th</sup>, 1970 by an election of its inhabitants which voted in favor of incorporation. The Village operates under an election Mayor/Council form of government.

**B. FINANCIAL REPORTING ENTITY – BASIS OF PRESENTATION**

**B. 1. Government-wide financial statements**

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the Village as a whole. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and Village general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include charges for services which report fees, fines and forfeitures, and other charges to users of the Village's services. Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

**Fund Financial Statements**

Fund financial statements are provided for governmental and proprietary funds. Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds.

**B. 2. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

The financial statements of the Village are prepared in accordance with generally accepted accounting principles (GAAP). The Village's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements and applicable Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The Village's reporting entity does not apply FASB pronouncements or APB opinions issued after November 30, 1989.

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). However, internal eliminations do not include utility services provided to Village departments. Proprietary fund financial statements report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Village considers revenues to be available if they are collected within 30 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: property taxes, franchise taxes, and investment income. In general, other revenues are recognized when cash is received.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods and services and include administrative expenses and depreciation of capital assets.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as needs. Restricted assets and liabilities payable from restricted assets current in nature are reported with current assets and current liabilities in the financial statements.

**B.3. FUND TYPES AND MAJOR FUNDS**

**Governmental Funds**

The Village reports the following major governmental funds:

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fund – reports as the primary fund of the Village. This fund is used to account for all financial resources not reported in other funds.

Debt Service Fund – accounts for the accumulation of financial resources for the payment of principal and interest on the Village’s debt.

Proprietary Funds

Water Utilities Fund – accounts for the operating activities of the Village’s water utilities services.

**C. ASSETS, LIABILITIES, AND NET POSITION OR EQUITY**

C.1. Cash and Investments

The Village maintains and controls three major cash and investment accounts in which funds of the primary government share. Each fund’s portion of a pool is displayed on its respective balance sheet or statement of fund net assets as “pooled cash and cash equivalents.” In addition, non-pooled cash and investments are separately held and reflected in respective funds as “non-pooled cash” and investments, some of which are restricted assets. The Village considers highly liquid investments with an original maturity of three months or less to be cash equivalents. Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value.

C.2. Capital Assets and Depreciation

The Village’s property, plant, equipment and infrastructure with useful lives of more than one year are stated at historical cost and reported in the government-wide financial statements. Proprietary capital assets are also reported in their respective fund financial statements. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from their respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives for depreciable assets are as follows:

- Buildings and road improvements - 50 year life
- Water utility assets and infrastructure – 20 year life
- Mobile equipment, furniture, machinery, and equipment - 5 year life

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C.3. Long-Term Debt

In the government-wide financial statements, outstanding debt is reported as liabilities.

C.4. Fund Equity

The governmental fund financial statements report reserved fund balance for amounts not available for appropriation legally restricted for specified purposes.

**D. REVENUES, EXPENDITURES, AND EXPENSES**

Revenues are recognized in the accounting period in which they become both available and measurable. Licenses and permits, charges for services, fines and forfeits, and miscellaneous revenues are recorded when received in cash. General property taxes, franchise taxes and investment earnings are recorded when they are both measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. The proprietary fund is accounted for using the accrual basis of accounting. Its revenues are recognized when they are earned, and its expenses recognized when they are incurred.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

B.1. BUDGET POLICY AND PRACTICE

The Budget is presented to the Council for review, and public hearings are held to address priorities and the allocation of resources. Once approved, the Council may amend the legally adopted budget when unexpected modifications are required in estimated revenues and appropriations.

B.2. BASIS OF BUDGETING

The budgets for the operating funds and proprietary fund operations are prepared on the cash and expenditures/encumbrances basis. Revenues are budgeted in the year receipt is expected; and expenditures are budgeted in the year that the applicable expenses are incurred. The Debt Service Fund budget is prepared to provide funding for general obligation debt service when liabilities are due for payment.

NOTE 3 – DETAILED NOTES ON FUNDS

3.A. ASSETS

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 3 – DETAILED NOTES ON FUNDS (Continued)

3.A.1. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Village’s deposits may not be returned or the Village will not be able to recover collateral securities in the possession of an outside party. The Village’s policy requires deposits to be 100% secured by collateral valued at market or par, or covered by FDIC insurance. Deposits of the Village’s reporting entity are insured or collateralized with securities held by the Village, its agent, or by the pledging financial institution’s trust department or agent in the name of the Village or applicable public trust.

As of September 30, 2023, the Village had the following investments:

<u>Types of Investments</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Average Credit Quality/Rating</u>
Primary Government			
<u>POOLED INVESTMENTS</u>			
Texpool Local Government Investment Pool	\$ 169,432	\$ 169,432	AAA
<u>POOLED INVESTMENTS</u>			
CitiBank Operating Account	\$ 5,405	\$ 5,405	FDIC
Grand Total Deposits and Investments	<u>\$ 174,837</u>	<u>\$ 174,837</u>	

Investment Policies

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Investing is performed in accordance with investment policies adopted by the Council complying with State Statutes and the Village charter. Village funds may be invested in (1) direct obligations of the United States Government, its agencies or instrumentalities to the payment of which the full faith and credit of the government of the United States is pledged, or obligations to the payment of which the full faith and credit of the State of Texas is pledged; (2) collateralized or insured certificates of deposit and other evidences of deposits at banks, savings banks, and credit unions located in the State when secured by appropriate collateral; (3) money market funds regulated by the Securities and Exchange Commission and which investments consist of the authorized investments (domestic securities) with restrictions as specified in state law.



**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 3 – DETAILED NOTES ON FUNDS (Continued)

3.A.2. RECEIVABLES

Receivables consist of revenues earned within the accounting period and not received. Revenues attributable to the year ended September 30, 2023 and received within 30 days after year end consisted of \$18,852.

3.A.3. CAPITAL ASSETS

Changes in Capital Assets

	<u>Land</u>	<u>Fixed Assets</u>	<u>Water Service Project</u>	<u>Water Utility</u>	<u>Totals</u>
Primary Government					
Governmental Activities					
Balance, September 30, 2022	\$ 6,000	\$ 1,535,356	\$ 904,446	\$ -	\$ 2,445,802
Increases	255,345	292,866	-	-	\$ 548,211
Decreases	-	-	-	-	\$ -
Balance, September 30, 2023	<u>\$ 261,345</u>	<u>\$ 1,828,222</u>	<u>\$ 904,446</u>	<u>\$ -</u>	<u>\$ 2,994,013</u>
Accumulated Depreciation					
Balance, September 30, 2022	\$ -	\$ 581,846	\$ 676,125	\$ -	\$ 1,257,971
Increases	-	39,618	43,030	-	82,648
Decreases	-	-	-	-	-
Balance, September 30, 2023	<u>\$ -</u>	<u>\$ 621,464</u>	<u>\$ 719,155</u>	<u>\$ -</u>	<u>\$ 1,340,619</u>
Governmental Activities					
Capital Assets, Net	<u><u>\$ 261,345</u></u>	<u><u>\$ 1,206,758</u></u>	<u><u>\$ 185,291</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,653,394</u></u>
Business-Type Activities					
Balance, September 30, 2022	\$ 20,107	\$ -	\$ -	\$ 419,954	\$ 440,061
Increases	-	-	-	72,000	\$ 72,000
Decreases	-	-	-	-	\$ -
Balance, September 30, 2023	<u>\$ 20,107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 491,954</u>	<u>\$ 512,061</u>
Accumulated Depreciation					
Balance, September 30, 2022	\$ -	\$ -	\$ -	\$ 417,340	\$ 417,340
Increases	-	-	-	4,370	\$ 4,370
Decreases	-	-	-	-	\$ -
Balance, September 30, 2023	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 421,710</u>	<u>\$ 421,710</u>
Business-Type Activities					
Capital Assets, Net	<u><u>\$ 20,107</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 70,244</u></u>	<u><u>\$ 90,351</u></u>
Primary Government	<u><u>\$ 281,452</u></u>	<u><u>\$ 1,206,758</u></u>	<u><u>\$ 185,291</u></u>	<u><u>\$ 70,244</u></u>	<u><u>\$ 1,743,745</u></u>

**VILLAGE OF SAN LEANNA**

**NOTES TO FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2023**

NOTE 3 – DETAILED NOTES ON FUNDS (Continued)

3.B. LIABILITIES

3.B.1. LONG-TERM DEBT

The Village of San Leanna authorized and issued Water System Revenue Refunding Bonds, Series 2014, in the amount of \$485,000 in order to refinance the Water Service Project. The project consists of the construction, acquisition and installation of additions, improvements and extensions to the Village Water System and related services. Each bond shall bear the interest rate of 2.89% per annum, payable semiannually on February 15<sup>th</sup> and August 15<sup>th</sup> of each year. The loan term is 25 years, although prepayments toward principal can be made after the initial 10 year period of the bonds.

Water System Revenue Refunding Bonds, Series 2014, in the amount of \$485,000, annual payments of \$26,752 to \$44,104, including interest at 2.89%, matures 08/15/2028	\$ 0
-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	------

The debt service requirements on the above long-term debt are as follows:

This loan was paid off in full in October of 2020.

3.C. PROPERTY TAXES

The Appraisal District of Travis County was created by authority of Senate Bill 621 known as the Property Tax Code, of the 66<sup>th</sup> Legislature of the State of Texas. The District is controlled by a Board of Directors, whose members are elected by the governing bodies of various taxing units within Travis County. Under the Property Tax Code, the Appraisal District is required to appraise all real and personal property in Travis County and may provide other services such as preparation of tax rolls and billings and tax collection services. A taxing unit may assess and collect taxes only from the appraisal roll prepared by the Appraisal District. Taxing units are charged a proportionate amount of the District's budget for services rendered to the taxing unit.

The Village of San Leanna has contracted with the Appraisal District of Travis County, Texas to collect ad valorem taxes on behalf of the Village.

The 2022/2023 adjusted tax base for the Village of San Leanna was \$110,359,359 with an effective tax rate of .2229/\$100, and a proposed tax rate of .2498/\$100, resulting in property taxes of \$236,824.

Property taxes receivable at 9/30/23 consisted of \$7,974, with the current portion \$3,040 and delinquent \$4,934.

**VILLAGE OF SAN LEANNA**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2023**

3.D. INTERFUND RECEIVABLES AND PAYABLES

Individual interfund receivable and payable balances at September 30, 2023 were:

	Due from Other Funds	Due to Other Funds
General Fund	\$ -	\$ -
Water Fund	\$ -	\$ -
	\$ -	\$ -

**NOTE 4 – CONTINGENCIES**

As of September 30, 2023, the Village of San Leanna did not have any pending litigation or potential non-disclosed liabilities that would have a material effect on these financial statements.

**NOTE 5 – SUBSEQUENT EVENTS**

No subsequent events of audit significance were noted for the fiscal year ended September 30, 2023.

VILLAGE OF SAN LEANNA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET

AND ACTUAL (NON-GAAP BUDGETARY BASIS) GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2023

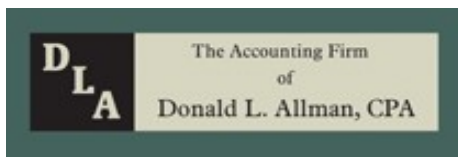
	Budgeted Amounts			Variance with Budget
	Original	Final	Actual	Positive (Negative)
<b>Revenues:</b>				
Property Taxes	\$ 235,000	\$ 235,000	\$ 234,666	\$ (334)
Franchise Taxes	15,000	15,000	15,457	457
Interest Earnings	1,500	1,500	20,044	18,544
Building Permits	5,000	5,000	6,175	1,175
Miscellaneous	100	100	11	(89)
Coronavirus grant	-	-	88,819	88,819
Transfers	261,828	261,828	382,523	120,695
<b>Total Revenues</b>	<b>\$ 518,428</b>	<b>\$ 518,428</b>	<b>\$ 747,695</b>	<b>\$ 229,267</b>
<b>Expenditures:</b>				
Road Maintenance	\$ 56,818	\$ 56,818	\$ 57,693	\$ (875)
Secretary	40,810	40,810	40,798	12
TML Insurance	3,600	3,600	3,393	207
Legal	5,000	5,000	3,417	1,583
Taxes	6,200	6,200	5,987	213
Mowing/Trim	60,000	60,000	58,418	1,582
Public Information	800	800	90	710
Audit	6,000	6,000	6,000	-
Security Lights	3,200	3,200	2,967	233
Office expenses	8,000	8,000	7,679	321
Org. Membership Dues	1,000	1,000	702	298
Appraisals	1,700	1,700	1,691	9
Building Inspections	5,000	5,000	4,395	605
Miscellaneous	4,500	4,500	4,043	457
interest expense	-	-	-	-
Tree Project	13,000	13,000	7,030	5,970
Road Improvements	-	-	43,954	(43,954)
Council expenses	100	100	-	100
Public Affairs	3,000	3,000	3,480	(480)
Community Center	5,000	5,000	4,919	81
Advisor	12,000	12,000	11,962	38
Debt Service/Transfer	-	-	-	-
Flood Prevention	10,000	10,000	7,650	2,350
Capital Assets	265,000	265,000	548,211	(283,211)
Health Dept. Contract	1,500	1,500	1,500	-
Engineer	1,500	1,500	950	550
Public Safety	1,500	1,500	1,358	142
Employee reimburse	3,200	3,200	3,000	200
<b>Total Expenditures</b>	<b>\$ 518,428</b>	<b>\$ 518,428</b>	<b>\$ 831,287</b>	<b>\$ (312,859)</b>
<b>(Under) Expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (83,592)</b>	<b>\$ (83,592)</b>
<b>Net Changes in Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (83,592)</b>	
<b>Fund Balances - Beginning</b>	<b>\$ 88,997</b>	<b>\$ 88,997</b>	<b>\$ 88,997</b>	
<b>Fund Balances - Ending</b>	<b>\$ 88,997</b>	<b>\$ 88,997</b>	<b>\$ 5,405</b>	

**VILLAGE OF SAN LEANNA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) PROPRIETARY FUND**

**FOR THE YEAR ENDED SEPTEMBER 30, 2023**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Water Billings	\$ 125,000	\$ 125,000	\$ 129,663	\$ 4,663
Water Tap Fees	9,600	9,600	4,780	(4,820)
Meter Dep/Connect Fees	1,000	1,000	150	(850)
Miscellaneous	100	100	-	(100)
Transfer from Reserve	1,325	1,325	-	(1,325)
<b>Total Revenues</b>	<b><u>\$ 137,025</u></b>	<b><u>\$ 137,025</u></b>	<b><u>\$ 134,593</u></b>	<b><u>\$ (2,432)</u></b>
<b>Expenditures:</b>				
Current:				
Water Operator	\$ 36,000	\$ 36,000	\$ 36,000	\$ -
District Fees	6,200	6,200	6,081	119
Maintenance/Repair	30,000	30,000	12,951	17,049
Electricity	9,000	9,000	8,282	718
Bookkeeper	20,405	20,405	20,399	6
Billing Supplies	2,200	2,200	2,150	50
Meter Reader	1,920	1,920	1,464	456
Meter Refunds	1,000	1,000	100	900
Miscellaneous	100	100	-	100
City of Austin Contract	5,200	5,200	1,300	3,900
City of Austin Water	25,000	25,000	20,898	4,102
Debt Service	-	-	-	-
Depreciation	-	-	4,370	(4,370)
<b>Total Expenditures</b>	<b><u>\$ 137,025</u></b>	<b><u>\$ 137,025</u></b>	<b><u>\$ 113,995</u></b>	<b><u>\$ 23,030</u></b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>				
	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 20,598</u></b>	<b><u>\$ 20,598</u></b>
<b>Net Changes in Fund Balances</b>				
	\$ -	\$ -	\$ 20,598	
Transfers			(382,523)	
<b>Fund Balances - Beginning</b>	<b>\$ 632,586</b>	<b>\$ 632,586</b>	<b>\$ 632,586</b>	
<b>Fund Balances - Ending</b>	<b><u>\$ 632,586</u></b>	<b><u>\$ 632,586</u></b>	<b><u>\$ 270,661</u></b>	



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**CERTIFIED PUBLIC ACCOUNTANT**

**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of  
Financial Statements Performed in Accordance with Government Auditing Standards  
To the Honorable Mayor and Members of the Village Council  
Village of San Leanna, Texas**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Village of San Leanna, Texas, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise Village of San Leanna, Texas' basic financial statements, and have issued our report thereon dated November 18, 2024.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Village of San Leanna, Texas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of San Leanna, Texas' internal control. Accordingly, we do not express an opinion on the effectiveness of Village of San Leanna, Texas' 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 and correct, misstatements on a timely basis. A *material 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Village of San Leanna, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

