



Board Meeting Agenda Abstract

Tuesday, December 16, 2025

Location:

Agenda Item

Annual Comprehensive Financial Report (ACFR) - Fiscal Year Ending June 30, 2025 - (Stephens/Scott Anderson) - Item 4.B

Item Explanation

The purpose of this agenda item is to receive a presentation from Scott Anderson with Cherry Bekaert, LLP on the results of the FY 2024-2025 financial audit.

Staff Comments

As is customary, the Town recently completed a review of its annual financial statements by its auditor, Cherry Bekaert, LLP. The board will receive a copy of the Town's Annual Comprehensive Financial Report (prepared by staff) and will hear comments from the Town's auditor on the FY 2024-2025 audit findings.

Cherry Bekaert, LLP, has issued an unmodified opinion regarding the FY 25 financial statements and the FY 25 reports on compliance for each federal and state program. An unmodified audit opinion is considered a "clean opinion," meaning the auditor found no material misstatements and that the Town's financial statements are presented fairly, accurately, and in compliance with accounting standards in all significant respects. It is the best possible outcome, signaling reliability and transparency in financial reporting.

Fiscal Note

Yes

FY Summary - Governmental Funds:

General Fund revenues exceeded the budget by \$3.7 million, and expenditures were \$7.7 million below budget.

Unassigned fund balance as a % of expenditures was 46.84% at year's end.

Capital Projects Fund Balance increased by \$8.3 million due to transfer from the General Fund for the Downtown parking deck project.

FY Summary - Business Type Funds:

Revenue Bonds were issued for \$132.5 million for the Sanford Water Plant Expansion project and the Terrible Creek WWTP expansion.

The Water Sewer Fund had an operational income of \$10.8 million for the year.

All Fiscal Policy ratios were within guidelines and Revenue Bond Covenants were met.

Recommendation

PRESENTATIONS

MOTION TO: Accept the FY 2024-2025 Annual Comprehensive Financial Report as presented by Cherry Bekaert, LLP and recommended by management and staff.

ATTACHMENTS

[Fiscal Policy Ratios - Debt Covenants.pdf](#)