

LEWISVILLE CITY COUNCIL

REGULAR SESSION

MARCH 5, 2018

Present:

Rudy Durham, Mayor

Council Members:

TJ Gilmore

Bob Troyer

R Neil Ferguson

Brent Daniels, Mayor Pro Tem

Brandon Jones, Deputy Mayor Pro Tem

City Staff:

Donna Barron, City Manager (absent)

Eric Ferris, Deputy City Manager

Claire Swann, Assistant City Manager

Melinda Galler, Assistant City Manager (absent)

Julie Worster, City Secretary

Lizbeth Plaster, City Attorney

WORKSHOP SESSION – 6:15 P.M.

With a quorum of the Council Members present, the workshop session of the Lewisville City Council was called to order by Mayor Durham at 6:15 p.m. on Monday, March 5, 2018, in the City Council Conference Room of the Lewisville City Hall, 151 West Church Street, Lewisville, Texas. All City Department Heads were in attendance.

**Presentation of the 2017 Comprehensive
Annual Financial Report (CAFR)**

(Agenda Item A)

Assistant City Manager Claire Swann turned the Workshop Session over to Finance Director Brenda Martin. Finance Director Martin acknowledged thanked Accounting Manager Renee Panella and Senior Accountant Heather Poytok for their being instrumental and streamlining the process to get the CAFR to the City Council as quickly as it had been done. Finance Director Martin turned the presentation over to John DeBurro, Partner, Assurance Service with Weaver. Mr. DeBurro conducted the attached PowerPoint Presentation for City Council consideration.

WORKSHOP SESSION – 6:15 P.M.

**Discussion of Regular Agenda Items and
Consent Agenda Items**

(Agenda Item B)

Mayor Durham reviewed Agenda Item A, Invocation. There was no discussion on this item.

Mayor Durham reviewed Agenda Item B, Pledge to the American and Texas Flags. There was no discussion on this item.

Mayor Durham reviewed Agenda Item C-1, Public Hearing: Consideration of an Ordinance Granting a Special Use Permit for a Communication Tower; on Approximately 0.026 Acres, Legally Described as a Portion of Lot 2R-1, Block A of the Water's Ridge Addition – Phase II, Located at 1826 Lakeway Drive; as Requested by Doug Henderson of Crafton Communications, Inc., on Behalf of Lakeway Pointe, LLC, the Property Owner (Case No. SUP-2018-02-01). There was no discussion on this item.

Mayor Durham reviewed Agenda Item C-2, Public Hearing: Consideration of an Ordinance Granting a Special Use Permit for the Redevelopment and Redesign of an Auto Display, Sales (Outdoor) and Repair Facility; on Approximately 4.54 Acres, Legally Described as Lot 1R, Block A, Saturn Addition, Located at 1515 South Stemmons Freeway; as Requested by Brian Cooper of McRight-Smith Construction, LLC, on Behalf of David Baum, Baum Auto Sales LLC, the Property Owner (Case No. SUP-2018-02-03). There was no discussion on this item.

Mayor Durham reviewed Agenda Item D, Visitors/Citizens Forum. There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-3, Approval of City Council Minutes of the February 19, 2018, Workshop Session and Regular Session. There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-4, Approval of an Economic Development Agreement Between the City of Lewisville and The Hillman Group, Inc.; and Authorization for the City Manager to Execute the Agreement. There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-5, Approval of an Economic Development Agreement Between the City of Lewisville and RO Properties; and Authorization for the City Manager to Execute the Agreement. There was no discussion on this item.

WORKSHOP SESSION – 6:15 P.M.

**Discussion of Regular Agenda Items and
Consent Agenda Items (cont'd)**

(Agenda Item B)

Mayor Durham reviewed Agenda Item E-6, Approval of a Contract Award for Custodial Services for Various City-Owned Buildings to Andrews Building Service, Inc., Dallas, TX, in the Amount of \$428,467.90 Annually, the Terms of the Contract will be for One (1) Year, with an Option to Extend Up to Two (2) Additional One (1) Year Periods, Subject to Satisfactory Contract Performance; and Authorization from the City Manager to Execute the Contract. Assistant City Manager Claire Swann advised that City staff had gone through a far more extensive process for determining Best Value for custodial services. She advised that Internal Services Manager Francis Mascarenhas was present to address any questions that City Council may have. There was no further discussion on this item.

Mayor Durham reviewed Agenda Item E-7, Approval of Change Order No. 4 to the 2014 Water Line Rehabilitation Project in the Amount of \$57,346.95; and Authorization for the City Manager to Execute the Change Order. There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-8, Approval of a Supplemental Appropriation of \$49,700 to the Grant Fund to Purchase 140 Sets of Rifle-Resistant Body Armor. There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-9, Acceptance of the Fiscal Year 2017 Comprehensive Annual Financial Report (CAFR). There was no discussion on this item.

Mayor Durham reviewed Agenda Item E-10, Approval of a Resolution Authorizing the Filing of a Project Application with the North Central Texas Council of Governments (NCTCOG) for a Regional Solid Waste Program Local Project; and Authorization for the City Manager or Her Designee to Act on Behalf of the City of Lewisville in all Matters Related to the Application. Assistant City Manager Claire Swann advised that ECS Manager Jordan Strickler was present to review this project with the City Council. ESC Manager Strickler conducted the attached PowerPoint Presentation for City Council consideration. Discussion was held regarding how latex and oil would be handled. Ms. Strickler explained that this project would probably just deal with the latex and the oil would be handled as it is currently being handled. Further discussion was held that this system would allow for different types of analytics to be tracked to ensure this is for residential use, and not businesses' use. There was no further discussion on this item.

Mayor Durham reviewed Agenda Item F, Reports. There was no discussion on this item.

Mayor Durham reviewed Agenda Item G-Closed Session. There was no discussion on this item.

With no further discussion, the workshop session of the Lewisville City Council was adjourned at 6:41 p.m. on Monday, March 5, 2018.

REGULAR SESSION – 7:00 P.M.

With a quorum of the Council Members present, the regular session of the Lewisville City Council was called to order by Mayor Durham at 7:00 p.m. on Monday, March 5, 2018, in the Council Chambers of the Lewisville City Hall, 151 West Church Street, Lewisville, Texas.

Invocation

(Agenda Item A)

Mayor Durham gave the invocation.

Pledge to the American and Texas Flags

(Agenda Item B)

At the request of Mayor Durham, Deputy Mayor Pro Tem Jones gave the pledge to the American and Texas flags.

**Public Hearing: Consideration of Ordinance
No. 0015-18-SUP Granting a Special Use
Permit for a Communication Tower; on
Approximately 0.026 Acres, Legally
Described as a Portion of Lot 2R-1, Block A
of the Water's Ridge Addition – Phase II,
Located at 1826 Lakeway Drive; as
Requested by Doug Henderson of Crafton
Communications, Inc., on Behalf of Lakeway
Pointe, LLC, the Property Owner (Case No.
SUP-2018-02-01)**

(Agenda Item C-1)

The applicant is proposing to build a new 1,125 square-foot telecommunication facility located behind an existing office-warehouse building along Lakeway Drive. The 85-foot tall monopole and operational equipment will be surrounded by a concrete masonry wall with live screening. Two additional trees will be planted to supplement the existing landscaping and provide enhancement to the overall site. On February 6, 2018, the Planning and Zoning Commission recommended unanimous approval (7-0) of the SUP.

The City staff's recommendation was that the City Council approve the proposed ordinance as set forth in the caption above.

Richard E. Luedke, Planning Director and Doug Henderson, Crafton Communications, Inc., were both present to respond to any questions posed by the City Council.

Mayor Durham opened the public hearing.

Public Hearing: Consideration of Ordinance No. 0015-18-SUP Granting a Special Use Permit for a Communication Tower; on Approximately 0.026 Acres, Legally Described as a Portion of Lot 2R-1, Block A of the Water's Ridge Addition – Phase II, Located at 1826 Lakeway Drive; as Requested by Doug Henderson of Crafton Communications, Inc., on Behalf of Lakeway Pointe, LLC, the Property Owner (Case No. SUP-2018-02-01) (cont'd)

(Agenda Item C-1)

MOTION: Upon a motion made by Councilman Troyer and seconded by Councilman Ferguson, the Council voted five (5) “ayes” and no (0) “nays” to close the public hearing. The motion carried.

City Attorney Lizbeth Plaster read the ordinance caption into the record as follows:

“An Ordinance of the Lewisville City Council, Amending the Zoning Ordinance by Granting a Special Use Permit for a Communication Tower, on Approximately 0.026 Acres, Legally Described as a Portion of Lot 2R-1, Block A, Water's Ridge Addition – Phase II, Located at 1826 Lakeway Drive and Zoned Light Industrial District (LI); Providing for a Repealer, Severability, Penalty, and an Effective Date; and Declaring an Emergency.”

MOTION: Upon a motion made by Councilman Troyer and seconded by Councilman Ferguson, the Council voted five (5) “ayes” and no (0) “nays” to approve and adopt **Ordinance No. 0015-18-SUP**, as previously captioned. The motion carried.

Public Hearing: Consideration of Ordinance No. 0016-18-SUP Granting a Special Use Permit for the Redevelopment and Redesign of an Auto Display, Sales (Outdoor) and Repair Facility; on Approximately 4.54 Acres, Legally Described as Lot 1R, Block A, Saturn Addition, Located at 1515 South Stemmons Freeway; as Requested by Brian Cooper of McRight-Smith Construction, LLC, on Behalf of David Baum, Baum Auto Sales LLC, the Property Owner (Case No. SUP-2018-02-03)

(Agenda Item C-2)

An SUP was granted for Auto Display, Sales and Repair for Lewisville Autoplex to open a Mitsubishi dealership at this location on June 5, 2017. The facility is currently under construction. Since then, Mitsubishi has been acquired by Renault/Nissan and rebranded. This SUP is to modify the exterior elevations and signage. The building footprint, parking, landscaping, and site layout will not change. The Planning and Zoning Commission recommended unanimous approval (5-0) of the zone change request at their meeting of February 20, 2018.

The City staff's recommendation was that the City Council approve the ordinance as set forth in the caption above.

Richard E. Luedke, Planning Director, Brian Cooper, 3203 Valley Forge, McKinney, Texas – applicant; and Leon Chester, 1651 South Stemmons Freeway, Lewisville, Texas, were all present to address any questions posed by the City Council.

Mayor Durham opened the public hearing.

MOTION: Upon a motion made by Councilman Ferguson and seconded by Deputy Mayor Pro Tem Jones, the Council voted five (5) “ayes” and no (0) “nays” to close the public hearing. The motion carried.

City Attorney Lizbeth Plaster read the ordinance caption into the record as follows:

“An Ordinance of the Lewisville City Council, Amending the Zoning Ordinance by Granting a Special Use Permit for an Auto Display, Sales (Outdoor) and Repair Facility, on Approximately 4.54 Acres, Legally Described as Lot 1R, Block A, Saturn Addition, Located at 1515 South Stemmons Freeway and Zoned Light Industrial District (LI); Providing for a Repealer, Severability, Penalty, and an Effective Date; and Declaring an Emergency.”

Public Hearing: Consideration of Ordinance No. 0016-18-SUP Granting a Special Use Permit for the Redevelopment and Redesign of an Auto Display, Sales (Outdoor) and Repair Facility; on Approximately 4.54 Acres, Legally Described as Lot 1R, Block A, Saturn Addition, Located at 1515 South Stemmons Freeway; as Requested by Brian Cooper of McRight-Smith Construction, LLC, on Behalf of David Baum, Baum Auto Sales LLC, the Property Owner (Case No. SUP-2018-02-03) (cont'd)

(Agenda Item C-2)

MOTION: Upon a motion made by Councilman Ferguson and seconded by Deputy Mayor Pro Tem Jones, the Council voted five (5) “ayes” and no (0) “nays” to approve and adopt **Ordinance No. 0016-18-SUP**, as previously captioned. The motion carried.

Visitors/Citizens Forum

(Agenda Item D)

Jeff Pohlman, 1565 West Main, Ste 208, Lewisville, Texas, spoke before the City Council regarding a citation he had received at his business due to how the City defines “storage.” Mr. Pohlman advised that he owns the UPS Store. He indicated that he felt that this definition will cause him to go out of business as what he considers “truck sharing” is being defined as outside storage of trucks. He further stated that he had received a notice to cease and desist and indicated that would cause the tax base he provides to go away, as well as all the other truck rental companies within the City of Lewisville. Mr. Pohlman requested that the City Council reconsider the definition in the section that addresses outside storage. Assistant City Manager Claire Swann requested that Planning Director Richard Leudke speak with Mr. Pohlman to try and work through his concerns.

Erum Ali, 1456 Ashby Drive, Lewisville, Texas, spoke before the City Council as a member of the Huffiness Middle School PTA and a concerned parent. Ms. Ali expressed concern regarding crosswalk safety around Huffiness Middle School at Old Orchard, Valley Parkway, and Valley Ridge. Ms. Ali advised this had been a troublesome spot for a number of years. She acknowledged the proactive approach the City had taken about a month ago following a recent accident by placing a stop sign with flashing lights prior to the crosswalk. She requested if the same could be done at the crosswalk at Old Orchard between Valley and Valley Ridge where the kids are running back and forth due to safety and vision concerns in this area. Assistant City Manager Claire Swann requested that City Engineer David Salmon speak with Ms. Ali and the following speaker (as his concerns were the same).

Visitors/Citizens Forum (cont'd)

(Agenda Item D)

T-Ronn Hicks, 1124 Taylor Lane, Lewisville, Texas, spoke before the City Council as the President of the Huffness Middle School PTA. Mr. Hicks expressed concern regarding crosswalk safety on Valley Parkway and Old Orchard. He thanked the City for putting up the recent signs. Mr. Hicks advised that their concern was that the children were protected. He requested that the lights be considered in the requested area. He thanked the City Council, especially Councilman Gilmore and Councilman Ferguson for answering his calls late at night.

No one else appeared to speak at this time.

CONSENT AGENDA

(Agenda Item E)

MOTION: Upon a motion made by Deputy Mayor Pro Tem Jones and seconded by Councilman Gilmore, the Council voted five (5) “ayes” and no (0) “nays” to approve and adopt all items on the Consent Agenda, as recommended and as follows:

3. APPROVAL OF MINUTES: City Council Minutes of the February 19, 2018, Workshop Session and Regular Session.
4. Approval of an Economic Development Agreement Between the City of Lewisville and The Hillman Group, Inc.; and Authorization for the City Manager to Execute the Agreement.
5. Approval of an Economic Development Agreement Between the City of Lewisville and RO Properties; and Authorization for the City Manager to Execute the Agreement.
6. Approval of a Contract Award for Custodial Services for Various City-Owned Buildings to Andrews Building Service, Inc., Dallas, TX, in the Amount of \$428,467.90 Annually, the Terms of the Contract will be for One (1) Year, with an Option to Extend Up to Two (2) Additional One (1) Year Periods, Subject to Satisfactory Contract Performance; and Authorization from the City Manager to Execute the Contract.
7. Approval of Change Order No. 4 to the 2014 Water Line Rehabilitation Project in the Amount of \$57,346.95; and Authorization for the City Manager to Execute the Change Order.
8. Approval of a Supplemental Appropriation of \$49,700 to the Grant Fund to Purchase 140 Sets of Rifle-Resistant Body Armor.

CONSENT AGENDA (cont'd)

(Agenda Item E)

9. Acceptance of the Fiscal Year 2017 Comprehensive Annual Financial Report (CAFR).
10. Approval of Resolution No. 0017-18-RES Authorizing the Filing of a Project Application with the North Central Texas Council of Governments (NCTCOG) for a Regional Solid Waste Program Local Project; and Authorization for the City Manager or Her Designee to Act on Behalf of the City of Lewisville in all Matters Related to the Application.

The motion carried.

END OF CONSENT AGENDA

Reports

(Agenda Item F)

- Assistant Police Chief Kevin Deaver advised of the next Coffee With Cops scheduled for Tuesday, March 6, 4-6 p.m. at Whataburger, 101 W. Southwest Parkway.
- ECS Manager Jordan Stickland advised the lake level was currently three feet above the conservation level.
- Mayor Pro Tem Daniels advised that Spring Break was next week and encouraged everyone to be careful and watch for the kids.
- Deputy Mayor Pro Tem Jones thanked the City staff for the recently held City Council Retreat. He acknowledged Mayor Pro Tem Daniels as having the best City Council presentation.
- Councilman Gilmore encouraged everyone to visit LLELA for all the various events being held there.
- Assistant City Manager Swann advised she and Deputy City Manager Ferris had went to Waco to watch Recreation Director Stacie Anaya pass the gavel at the TRAPS meeting. She acknowledged how impressive Ms. Anaya was and pointed out the level of representation and expertise all the Directors at the City of Lewisville bring to the City as they are all out there leading various organizations.
- Councilman Ferguson gave an update of upcoming events at the MCL Grand. He also thanked City staff for all the hard work done for Retreat.
- Councilman Troyer also thanked the City staff for Retreat.
- City Secretary Julie Worster advised of the Primary Election being held tomorrow and encouraged anyone who needed to determine where their polling locations was to contact the City Secretary's Office.
- Mayor Durham thanked the Police Officers present for the service to the residents of the City of Lewisville.

There were no additional reports at this time.

Mayor Durham advised there were no Closed Session items to be discussed.

Adjournment

(Agenda Item I)

MOTION: Upon a motion made by Councilman Ferguson and seconded by Deputy Mayor Pro Tem Jones, the Council voted five (5) “ayes” and no (0) “nays” to adjourn the Regular Session of the Lewisville City Council at 7:20 p.m. on Monday, March 5, 2018. The motion carried.

These minutes approved by the Lewisville City Council on the 2nd day of April, 2018.

APPROVED

Rudy Durham
MAYOR

ATTEST:

Julie Worster
CITY SECRETARY

Audit Insights

City of Lewisville

Year Ended September 30, 2017

Overview

- Introduction
- Audit Process
- Audit Results and Communications
- Strengths and Accomplishment
- Financial Highlights
- Upcoming Changes
- Questions

Introductions



Presenting Today



John DeBurro, CPA
Partner, Assurance Services

- Engagement partner for the audit
- 20 years of experience
- Member of the Government Financial Officers Association (GFOA) Special Review Committee
- Practice emphasis in auditing and consulting for municipalities, school districts, and nonprofit agencies

Remember: Weaver is your auditor all year. We are always available to answer your questions.

The Firm of Texas

Largest independent
CPA firm based in the
Southwest

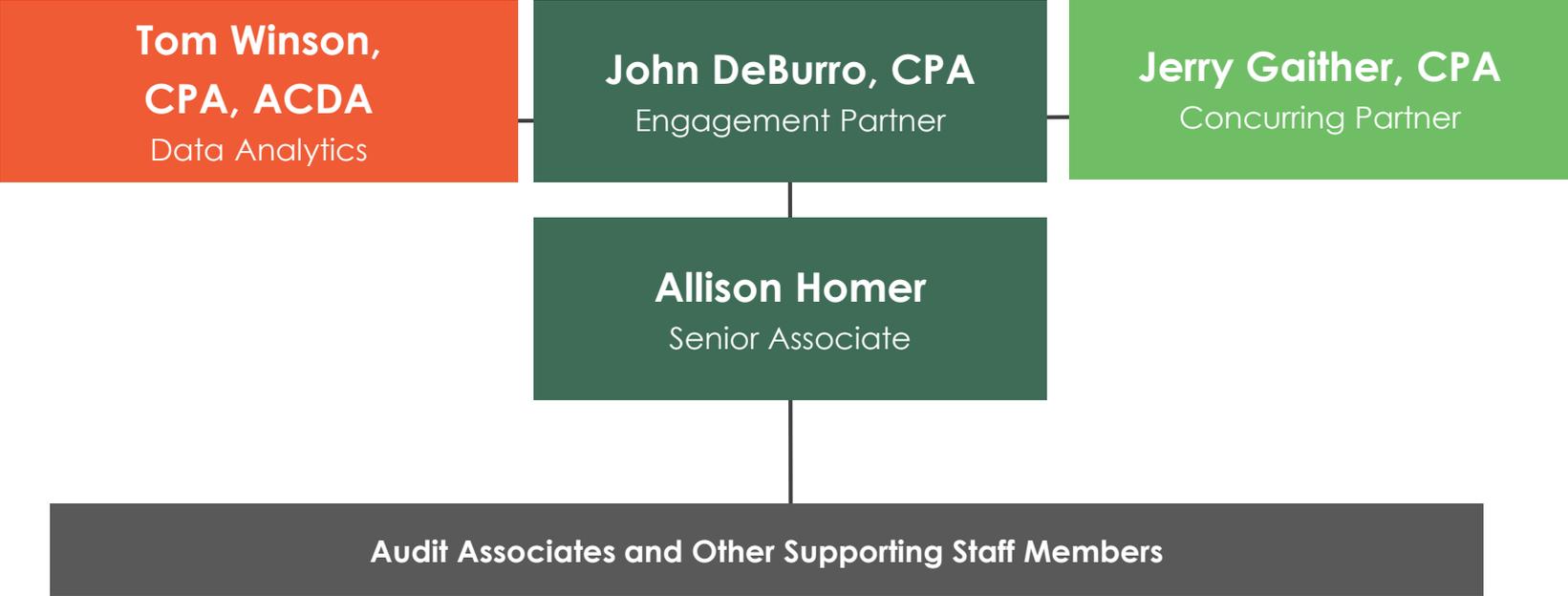
7 Texas
Locations

600
Employees

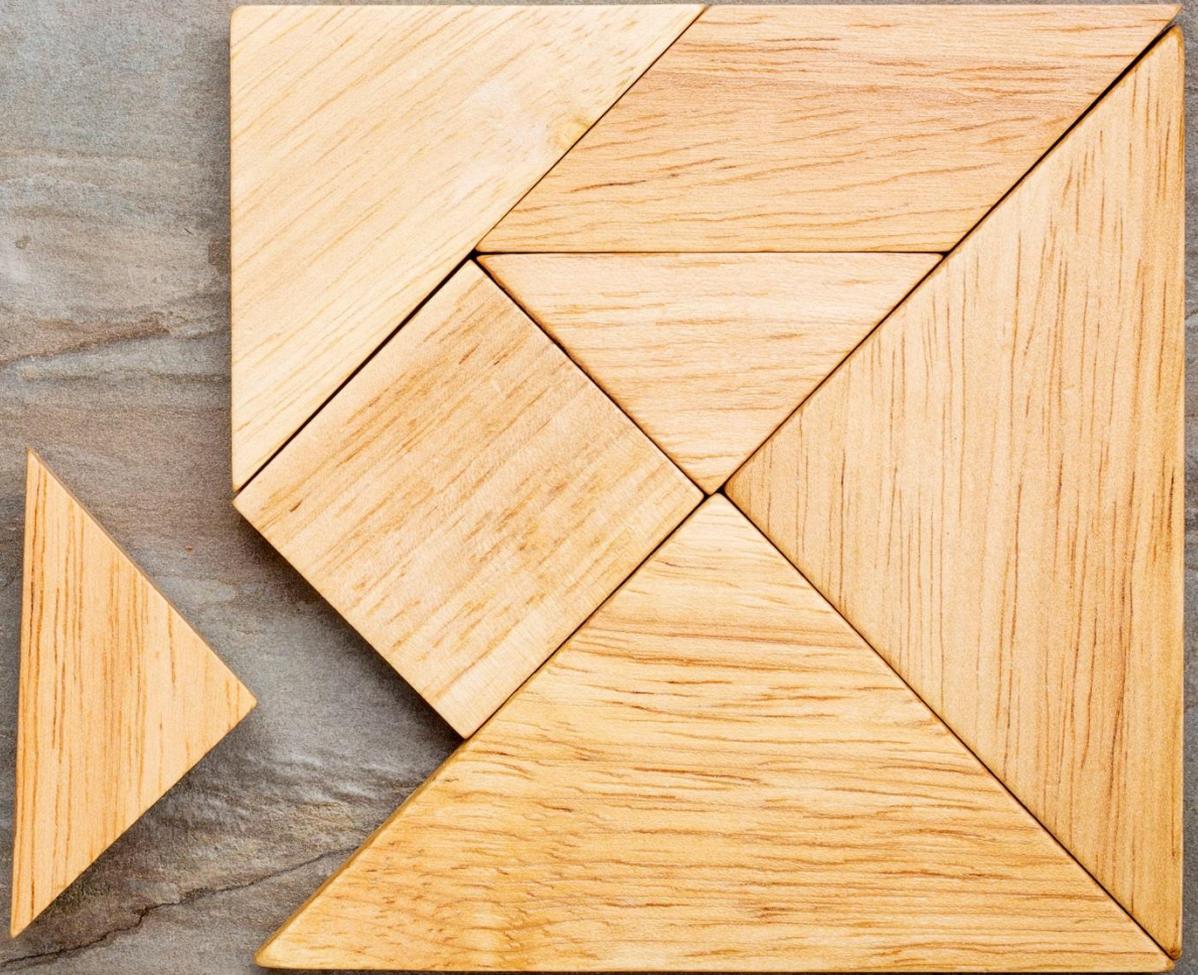
90+
Partners



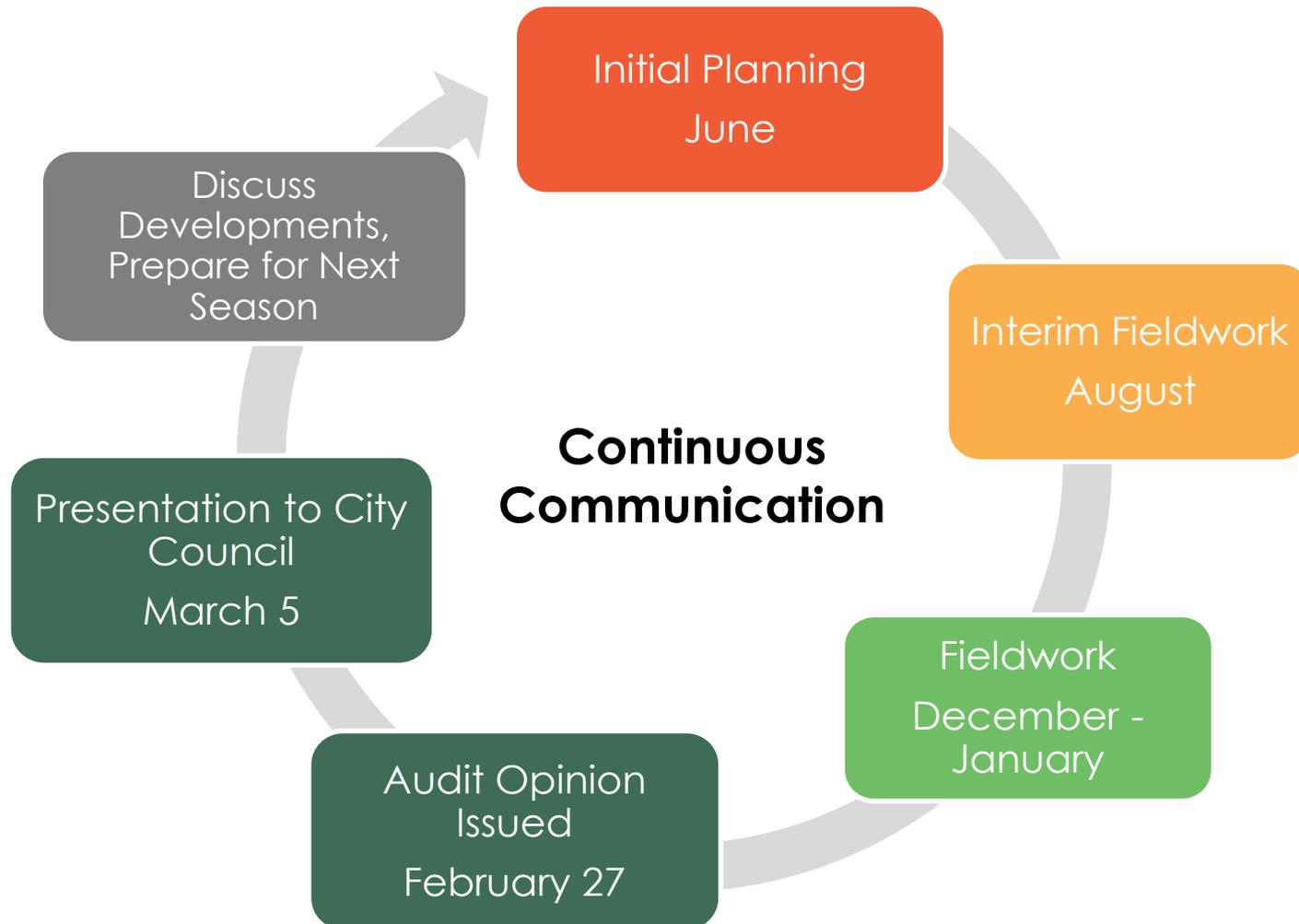
Engagement Team



Audit Process



Audit Schedule



Audit Process

- **Audit Standards** — Performed the audit in accordance with *Generally Accepted Auditing Standards (GAAS)* and *Generally Accepted Government Auditing Standards (GAGAS)*
- **Compliance** — Performed tests of the City's compliance with certain provisions of laws, regulations, contracts and grant agreements, including items such as compliance with Public Funds Investment Act (PFIA) compliance requirements.
- **Single Audit** — Performed the single audit of federal awards in accordance with the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*

Audit Process

- **Risk-based approach** focused on specific risks, such as:
 - State and Federal revenues and expenditures and compliance requirements related thereto
 - Construction-in-progress, purchasing and compliance with bidding procedures
 - Payroll expenditures and payroll-related liabilities
 - Revenue recognition and related receivables
- **Tested compliance** with direct and material compliance requirements for the City's major federal financial assistance program
- **Tested internal controls** over financial reporting and compliance





Audit Results and Communications

Audit Results: Financial Statements

Type of report issued:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiencies that are not material weaknesses? No
- Noncompliance material to financial statements noted? No



Audit Results: Federal Awards

Type of report issued on
compliance for major programs:
Type of auditee:

Unmodified
Low risk

Internal control over major programs:

- Material weakness(es) identified?
- Significant deficiencies that are not material weaknesses?
- Any audit findings required to be reported under 2 CFR 200.516(a)?

No

None reported

No

Major Program:

- Community Development Block Grant (CFDA No.14.218)
- Major Program expenditures: \$1,223,830

Auditor Communications

All known and likely misstatements identified during the audit, other than those that are trivial, have been communicated to management.

No uncorrected misstatements were noted during our audit.

No material adjustments have been posted to the City's financial statements as a result of our audit procedures.

Management Estimates

New accounting principles

- Management's estimates of the following were found to be reasonable based on our evaluation of key factors and assumptions used to develop the estimates:
 - Net pension liability
 - Estimated useful lives for capital assets
 - Incurred-but-not-reported workers' compensation, health and dental claims
 - Allowance for uncollectible taxes and other receivables
- The City adopted GASB Statement No. 77, "Tax Abatement Disclosures" which requires certain information to be disclosed related to tax abatements.

Auditor Communications

No Other Issues

- No material errors, irregularities or illegal acts noted
- No transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus
- No difficulties or disagreements arose during the course of our audit
- No independence issues noted
- No consultations or request for a second opinion from other accountants

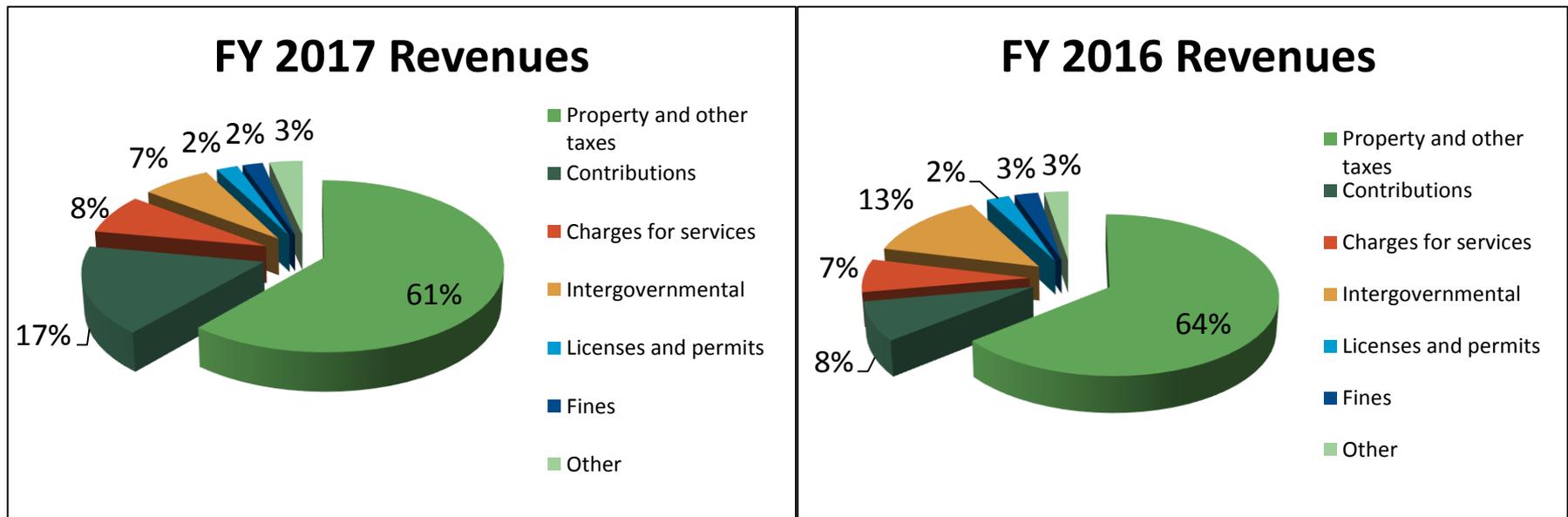
The image features two stacks of wooden blocks on a reflective surface. The stack on the left is tall and unstable, with several blocks missing from the middle, creating a jagged, precarious structure. The stack on the right is much smaller and more stable, consisting of three blocks stacked neatly. The background is a warm, yellowish-gold color with a soft, blurred texture. The text 'Financial Highlights' is overlaid on a white horizontal band across the middle of the image.

Financial Highlights

Financial Highlights

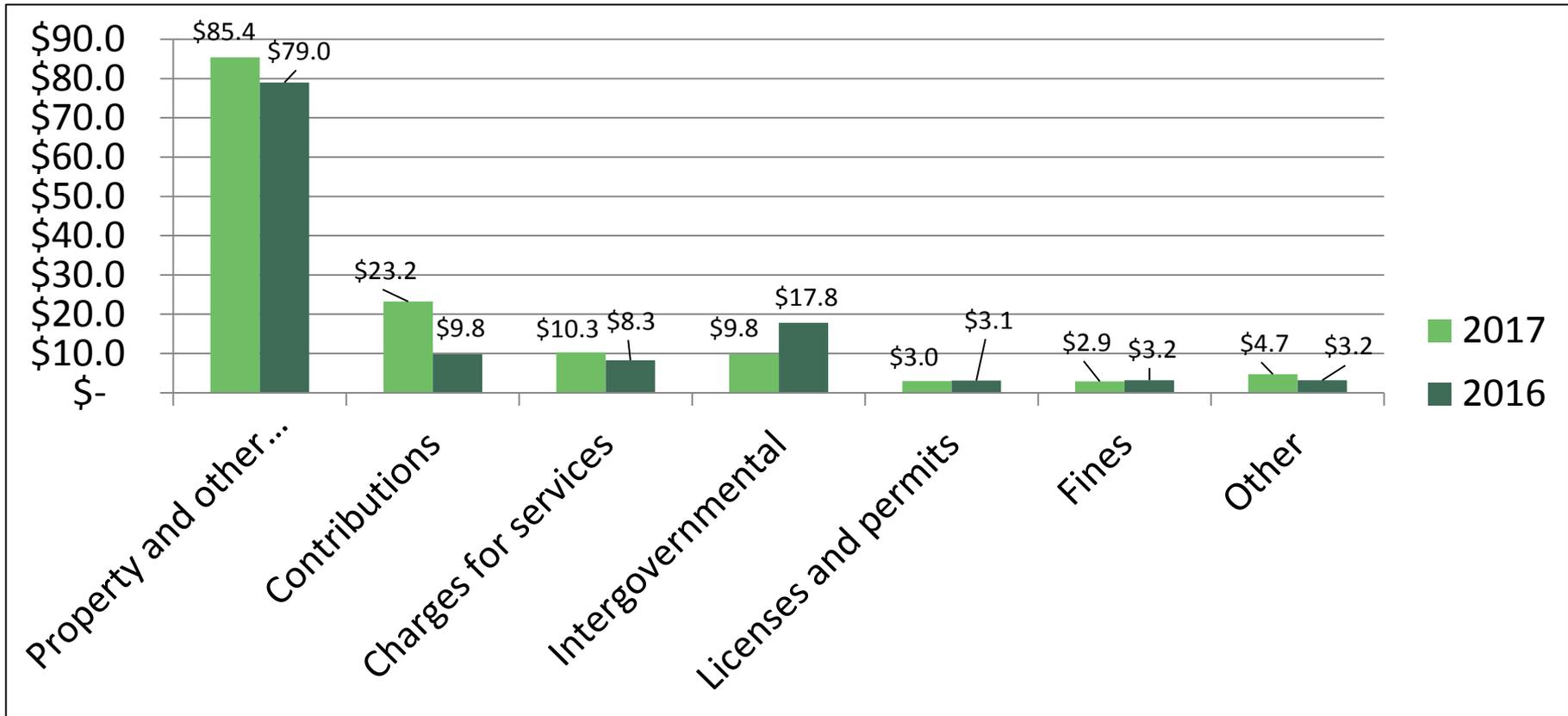
Comparison of Revenues by Source

Governmental Funds Revenues for the FY 2017 totaled \$139.3M, a \$14.9M or 12% increase. The increase is primarily attributable to the net effect of a \$13.4M increase in contributions, a \$6.4M increase in tax revenues, and an \$8.0M decrease in intergovernmental revenues.



Financial Highlights

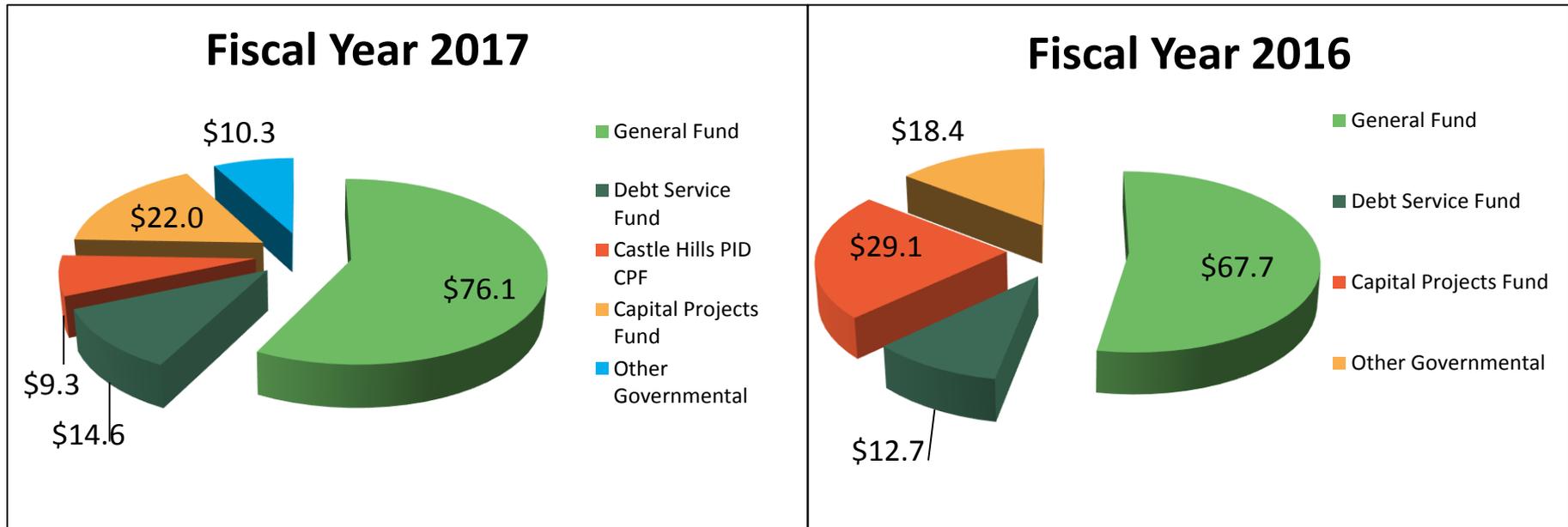
Comparison of Governmental Funds Revenues by Source



(2-year comparison in millions of dollars)

Financial Highlights

Comparison of Governmental Expenditures by Fund (In millions of dollars)

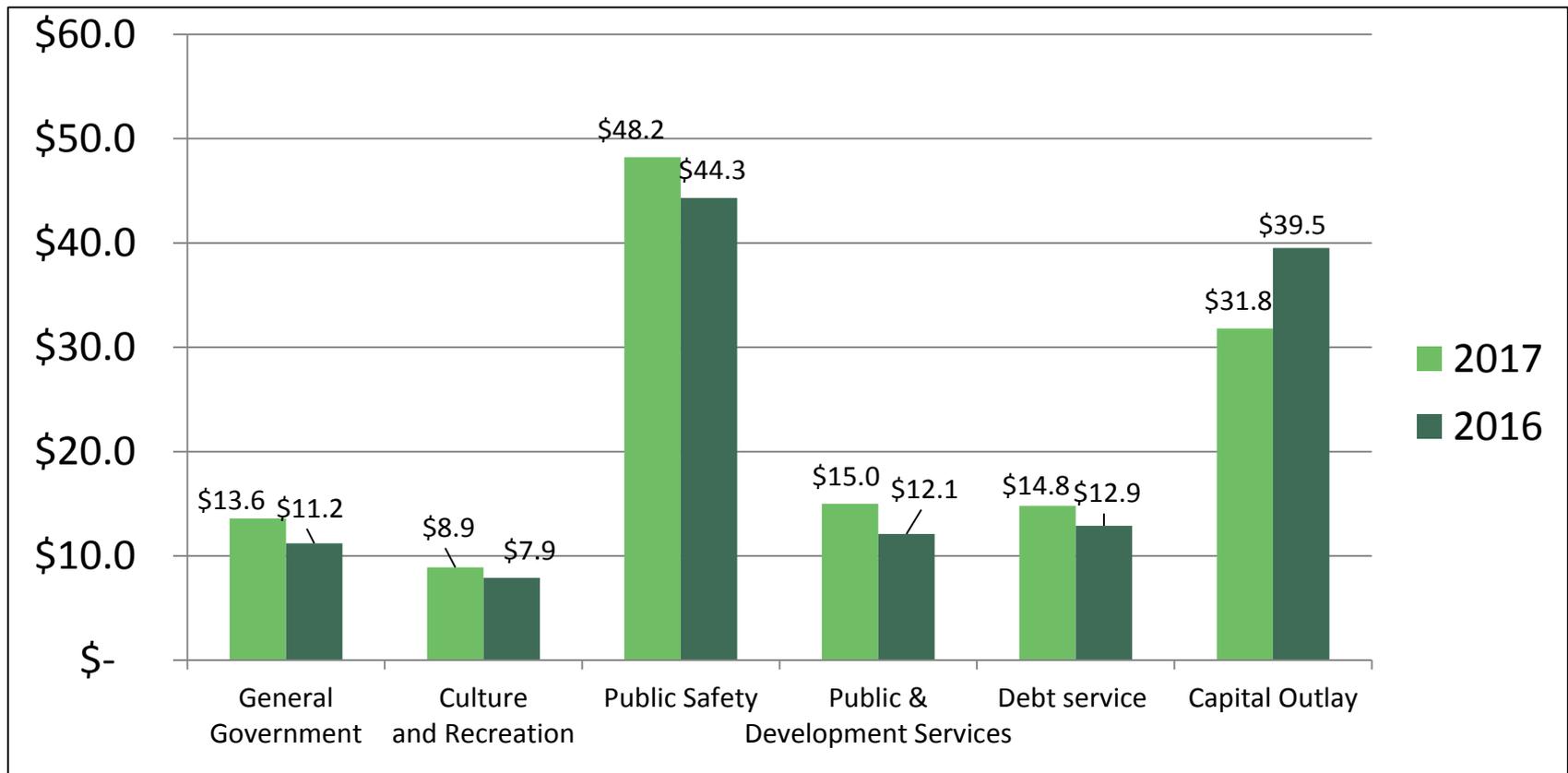


Governmental Funds Expenditures for FY2017 totaled \$132.2M, a \$4.4M or 3.4% increase.

- Expenditures increased in Public Safety (\$3.9 M), Public & Development Services (\$2.9M), General Government (\$2.4M), Debt Service (\$1.9M) and Culture & Recreation(\$1.0M).
- Capital Outlay decreased \$7.7M.

Financial Highlights

Comparison of Governmental Funds Expenditures *



*(2-year comparison in millions of dollars)

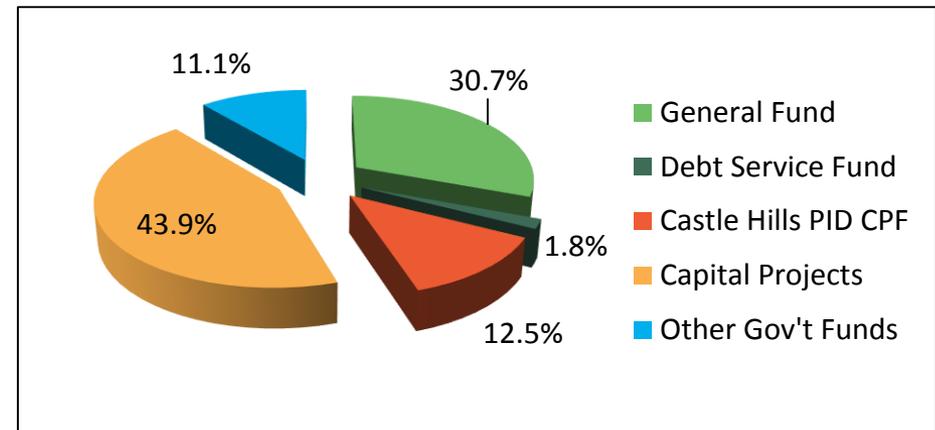
Financial Highlights

Fund Balances

Governmental Funds' Fund Balances

The City's governmental funds reported a combined ending fund balance of \$131.5 million at September 30, 2017 as follows:

• General Fund	\$40,288,130
• Debt Service	2,388,199
• Castle Hills PID CPF	16,450,750
• Capital Projects	57,723,905
• Other Gov't Funds	<u>14,672,778</u>
	<u>\$131,523,762</u>



- Governmental funds' fund balance increased by \$26.4 million, primarily the result of a \$14.1 million increase in the General Capital Projects Fund a \$13.3 million increase in the Castle Hills PID Capital Projects Fund.
- Unassigned fund balance in the General Fund (\$39 million) represents 51.2% of General Fund expenditures.



Budgetary Highlights – General Fund

The City's General Fund had a favorable budget variance of \$8.7M (net change in fund balance):

- Actual revenues were \$5.6M more than budgeted. The most significant components of this variance were:
 - Tax revenues - 3.6 million more than estimated
 - Charges for services - \$1.2 million more than budgeted
- Actual expenditures were below budget by \$2.6M or 3%, primarily due to:
 - Salary savings from employee vacancies

Financial Highlights

Comparison of Utility Fund Operating Revenues and Expenses – FY 2017 and FY2016 (in millions)



- Utility Fund net position increase by \$5 million during fiscal year 2017 primarily the result of \$4.5 million in operating income.
 - Operating revenue increased \$1.1 million primarily due to a 3.5% rate increase.
 - Operating expenses increased \$2.1 million primarily the result of a \$0.6M increase in the cost of water purchases as well as increases in administrative and depreciation expense.
 - Non-cash capital contributions from developers and cash receipts in the form of development impact fees amounted to \$5.5 million. This revenue decreased \$5.9 million from 2016 due to a decrease in the amount of dedicated Castle Hills infrastructure.



Strengths & Accomplishments

Strengths & Accomplishments

- **No material weaknesses in internal controls** over financial reporting
- **No compliance findings or material weaknesses in internal control over compliance** for the City's major federal assistance program
- **No significant audit adjustments or passed adjustments**
- **Received Certificate of Excellence in Financial Reporting** on the City's 2016 CAFR from the Government Finance Officers' Association (GFOA)

Upcoming Changes



Upcoming Changes

GASB 75:

Effective
for periods
beginning
after
6/15/2017

*Accounting and Financial Reporting
for Postemployment Benefits Other
than Pensions (OPEB)*

The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for OPEB.

It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.

Upcoming Changes

GASB 86:

Effective
for periods
beginning
after
6/15/2017

GASB Statement No. 86, Certain Debt Extinguishment Issues

The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt.

Thank you!

We appreciate
the opportunity
to serve the
City of Lewisville
and look forward
to working with
you next year.

weaver 
Insurance • Tax • Advisory



Discussion

Contact us:

John DeBurro

Partner, Assurance Services

Direct: (972) 448.6970

Email: john.deburro@weaver.com