

Sunset Advisory Commission

Annual Financial Report
(Unaudited)

For the Year Ended August 31, 2023



Eric Beverly
Executive Director



SUNSET ADVISORY COMMISSION

PO Box 13066 ❖ Austin, Texas 78711-3066

Executive Director

Eric Beverly

September 29, 2023

The Honorable Greg Abbott
Governor of Texas

The Honorable Glenn Hegar
Comptroller of Public Accounts

Jerry McGinty
Director
Legislative Budget Board

Lisa Collier
State Auditor
Texas State Auditor's Office

Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Sunset Advisory Commission for the year ended August 31, 2023, in compliance with the Texas Government Code Annotated, Section 2101.011, and in accordance with the requirements established by the Texas Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board (GASB) 34, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the state auditor as part of the audit of the State of Texas Annual Comprehensive Financial Report (ACFR); therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact Trisha Linebarger at (512) 936-1770.

Sincerely,

A handwritten signature in black ink that reads "Eric Beverly". The signature is written in a cursive style with a long, sweeping underline.

Eric Beverly
Executive Director

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General

Purpose

Financial

Statements

TEXAS SUNSET COMMISSION

Exhibit I - Combined Balance Sheet/Statement of Net Assets -

Governmental Funds

For the Fiscal Year Ended August 31, 2023

	General Funds	Governmental Funds Total
	<u> </u>	<u> </u>
ASSETS		
Current Assets:		
Legislative Appropriations	2,341,421.89	2,341,421.89
Total Current Assets	<u>\$ 2,341,421.89</u>	<u>\$ 2,341,421.89</u>
Noncurrent Assets:		
Capital Assets:		
Non-Depreciable		
Depreciable		
Furniture and Equipment		
Accumulated Depreciation		
Other Assets		
Accumulated Depreciation		
Total Noncurrent Assets	<u>\$ -</u>	<u>\$ -</u>
Total Assets	<u><u>\$ 2,341,421.89</u></u>	<u><u>\$ 2,341,421.89</u></u>
LIABILITIES AND FUND BALANCES		
Current Liabilities:		
Payables from		
Accounts Payable	(22.40)	(22.40)
Payroll Payable	230,637.25	230,637.25
Employees Compensable Leave	-	-
Total Current Liabilities	<u>\$ 230,614.85</u>	<u>\$ 230,614.85</u>
Noncurrent Liabilities:		
Interfund Payable		
Employees Compensable Leave		
Total Noncurrent Liabilities	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities	<u><u>\$ 230,614.85</u></u>	<u><u>\$ 230,614.85</u></u>
Fund Financial Statement-Fund Balances		
Fund Balances (Deficits):		
Nonspendable for:		
Unassigned	1,813,774.26	1,813,774.26
Total fund balances	<u>\$ 1,813,774.26</u>	<u>\$ 1,813,774.26</u>
Total Liabilities and Fund Balance	<u><u>\$ 2,044,389.11</u></u>	<u><u>\$ 2,044,389.11</u></u>

TEXAS SUNSET COMMISSION

Exhibit II - Combined Statement of Revenues, Expenditures, and Changes in

Fund Balances/Statement of Activities - Governmental Funds

For the Fiscal Year Ended August 31, 2023

	General Funds	Governmental Funds Total
	<u> </u>	<u> </u>
REVENUES		
Legislative Appropriations:		
Original Appropriations	\$ 2,268,722.00	\$ 2,268,722.00
Additional Appropriations	535,072.76	535,072.76
Sales of Supplies, Equipment and Services	35,245.00	35,245.00
Sales of Goods and Services	-	-
Other	321,523.97	321,523.97
Total Revenues	<u>\$ 3,160,563.73</u>	<u>\$ 3,160,563.73</u>
EXPENDITURES		
Salaries and Wages	\$ 2,226,211.94	\$ 2,226,211.94
Payroll Related Costs	555,117.07	555,117.07
Professional Fees and Services	12,654.28	12,654.28
Travel	12,725.66	12,725.66
Materials and Supplies	4,132.38	4,132.38
Communication and Utilities	11,394.78	11,394.78
Repairs and Maintenance	-	-
Rentals & Leases	13,111.17	13,111.17
Printing and Reproduction	-	-
Claims and Judgements	7,032.76	7,032.76
Other Expenditures	21,150.91	21,150.91
Capital Outlay	-	-
Depreciation Expense	-	-
Total Expenditures/Expenses	<u>\$ 2,863,530.95</u>	<u>\$ 2,863,530.95</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 297,032.78</u>	<u>\$ 297,032.78</u>
OTHER FINANCING SOURCES (USES)		
Legislative Transfers In		-
Legislative Transfers Out	-	-
Total other financing sources and uses	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances/net assets	<u>\$ 297,032.78</u>	<u>\$ 297,032.78</u>
Fund Financial Statement-Fund Balances		
Fund Balances--Beginning, Sept. 1, 2022	\$ 1,813,774.26	\$ 1,813,774.26
Restatements		
Fund Balances, September 1, 2022, as Restated	<u>1,813,774.26</u>	<u>1,813,774.26</u>
Appropriations Lapsed		-
Fund Balances--August 31, 2022	<u>\$ 2,110,807.04</u>	<u>\$ 2,110,807.04</u>

Notes
to the
Financial
Statements

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Not required)

NOTE 2: CAPITAL ASSETS

(Non-applicable, No reportable assets)

NOTE 3: DEPOSITS, INVESTMENTS, & REPURCHASE AGREEMENTS

(Non-applicable)

NOTE 4: SHORT-TERM DEBT

(Non-applicable)

NOTE 5: LONG-TERM LIABILITIES

Changes in Long-Term Liabilities

During the year that ended August 31, 2023, the following changes occurred in liabilities:

Governmental Activities	Balance 09/01/2022	Additions	(Reductions)	Balance 08/31/23	Due Within One Year
Compensable Leave	\$258,910.63	\$237,689.45	(\$241,802.52)	\$254,797.56	\$159,660.42
Total Governmental Activities	\$258,910.63	\$237,689.45	(\$241,802.52)	\$254,797.56	\$159,660.42

UNAUDITED

SUNSET ADVISORY COMMISSION (116)

Employees' Compensable Leave

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from state employment, provided the employee has had continuous employment with the state for six months. Expenditures for accumulated annual leave balances are recognized in the period paid or taken in governmental fund types. For these fund types, the liability for unpaid benefits is recorded in the Statement of Net Assets. An expense and liability for proprietary fund types are recorded in the proprietary funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

NOTE 6: BONDED INDEBTEDNESS

(Non-applicable)

NOTE 7: DERIVATIVES

(Non-applicable)

NOTE 8: LEASES

(Non-applicable)

NOTE 9: EMPLOYEES RETIREMENT PLANS

(Not required)

NOTE 10: DEFERRED COMPENSATION

(Not required)

NOTE 11: POST EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

(Not required)

NOTE 12: INTERFUND BALANCES

(Non-applicable)

NOTE 13: CONTINUANCE SUBJECT TO REVIEW

(Non-applicable)

NOTE 14: ADJUSTMENT OF FUND BALANCES/NET ASSETS

(Non-applicable)

NOTE 15: CONTINGENCIES AND COMMITMENTS

(Non-applicable)

NOTE 16: SUBSEQUENT EVENTS

(Non-applicable)

NOTE 17: RISK MANAGEMENT

During the year that ended August 31, 2023, the following changes occurred in risk management:

	Beginning balance	Increases	Decreases	Ending Balance
2022	0	0	0	0
2023	0	\$7,032.76	\$7,032.76	0

NOTE 18: MANAGEMENT DISCUSSION AND ANALYSIS

(Non-applicable)

NOTE 19: THE FINANCIAL REPORTING ENTITY & JOINT VENTURE

(Non-applicable)

NOTE 20: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(Non-applicable)

NOTE 21:

(Non-applicable)

NOTE 22: DONOR-RESTRICTED ENDOWMENTS

(Not required)

NOTE 23: EXTRAORDINARY AND SPECIAL ITEMS

(Non-applicable)

NOTE 24: DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES

(Non-applicable)

NOTE 25: TERMINATION BENEFITS

(Not required)

NOTE 26: SEGMENT INFORMATION

(Not required)

NOTE 27: SERVICE CONCESSION ARRANGEMENTS

(Not required)

NOTE 28: DEFERRED OUTFLOWS OF RESOURCES/DEFERRED INFLOW OF RESOURCES

(Not required)

NOTE 29: TROUBLED DEBT RESTRUCTURING

(Not required)

NOTE 30: NON-EXCHANGE FINANCIAL GUARANTEES

(Not applicable)

NOTE 31: TAX ABATEMENTS

(Not required)

NOTE 32: FUND BALANCE

(Not required)

Effective 08/31/2020 - inventory is no longer required to be reported on the AFR for GCA
This is because of the change in statute and also due to GCAs not having the same reporting
requirements as full reporting agencies. GCAs no longer need to report based on House Bill 2042