

# Sunset Advisory Commission

Annual Financial Report  
(Unaudited)

For the Year Ended August 31, 2024



Eric Beverly  
Executive Director



# SUNSET ADVISORY COMMISSION

PO Box 13066 ❖ Austin Texas 78711-3066

## House Members

Chair  
Rep. Keith Bell  
Forney

Rep. Terry Canales  
Edinburg

Rep. Lacey Hull  
Houston

Rep. Stan Kitzman  
Pattison

Rep. Matt Shaheen  
Plano

Jeff Austin III  
Jacksonville

September 26, 2024

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

## Senate Members

Vice Chair  
Sen. Tan Parker  
Flower Mound

Sen. César Blanco  
El Paso

Sen. Mayes Middleton  
Galveston

Sen. Angela Paxton  
McKinney

Sen. Kevin Sparks  
Midland

Roger Elswick  
Houston

Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Sunset Advisory Commission for the year ended August 31, 2024, 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 blue ink that reads "Eric V. Beverly".

Eric Beverly  
Executive Director

## Executive Director

Eric Beverly

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General

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**TEXAS SUNSET COMMISSION**

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

**Governmental Funds**

For the Fiscal Year Ended August 31, 2024

	<b>General Funds</b>	<b>Governmental Funds Total</b>
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Current Assets:		
Legislative Appropriations	2,810,665.00	2,810,665.00
Total Current Assets	<u>\$ 2,810,665.00</u>	<u>\$ 2,810,665.00</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>\$ 2,810,665.00</u></u>	<u><u>\$ 2,810,665.00</u></u>
<b>LIABILITIES AND FUND BALANCES</b>		
Current Liabilities:		
Payables from		
Accounts Payable		-
Payroll Payable	304,369.72	304,369.72
Employees Compensable Leave	-	
Total Current Liabilities	<u>\$ 304,369.72</u>	<u>\$ 304,369.72</u>
Noncurrent Liabilities:		
Interfund Payable		
Employees Compensable Leave		
Total Noncurrent Liabilities	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities	<u><u>\$ 304,369.72</u></u>	<u><u>\$ 304,369.72</u></u>
Fund Financial Statement-Fund Balances		
Fund Balances (Deficits):		
Nonspendable for:		
Unassigned	1,996,406.56	1,996,406.56
Total fund balances	<u>\$ 1,996,406.56</u>	<u>\$ 1,996,406.56</u>
Total Liabilities and Fund Balance	<u><u>\$ 2,300,776.28</u></u>	<u><u>\$ 2,300,776.28</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, 2024

	<b>General Funds</b>	<b>Governmental Funds Total</b>
<b>REVENUES</b>		
Legislative Appropriations:		
Original Appropriations	\$ 2,810,665.00	\$ 2,810,665.00
Additional Appropriations	693,285.46	693,285.46
Sales of Supplies, Equipment and Services	23,556.00	23,556.00
Sales of Goods and Services	-	-
Other	92,476.26	92,476.26
Total Revenues	<u>\$ 3,619,982.72</u>	<u>\$ 3,619,982.72</u>
<b>EXPENDITURES</b>		
Salaries and Wages	\$ 2,801,607.85	\$ 2,801,607.85
Payroll Related Costs	732,244.97	732,244.97
Professional Fees and Services	14,926.69	14,926.69
Travel	46,487.88	46,487.88
Materials and Supplies	11,304.23	11,304.23
Communication and Utilities	16,577.74	16,577.74
Repairs and Maintenance	430.29	430.29
Rentals & Leases	15,095.51	15,095.51
Printing and Reproduction	1,802.84	1,802.84
Claims and Judgements	40,705.00	40,705.00
Other Expenditures	53,200.20	53,200.20
Capital Outlay	-	-
Depreciation Expense	-	-
Total Expenditures/Expenses	<u>\$ 3,734,383.20</u>	<u>\$ 3,734,383.20</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (114,400.48)</u>	<u>\$ (114,400.48)</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Legislative Transfers In		-
Legislative Transfers Out	-	-
Total other financing sources and uses	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances/net assets	<u>\$ (114,400.48)</u>	<u>\$ (114,400.48)</u>
<b>Fund Financial Statement-Fund Balances</b>		
Fund Balances--Beginning, Sept. 1, 2023	\$ 2,110,807.04	\$ 2,110,807.04
Restatements		
Fund Balances, September 1, 2023, as Restated	<u>2,110,807.04</u>	<u>2,110,807.04</u>
Appropriations Lapsed		-
	<u>\$ 1,996,406.56</u>	<u>\$ 1,996,406.56</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, 2024, the following changes occurred in liabilities:

<b>Governmental Activities</b>	<b>Balance 09/01/2023</b>	<b>Additions</b>	<b>(Reductions)</b>	<b>Balance 08/31/24</b>	<b>Due Within One Year</b>
Compensable Leave	\$254,797.56	\$347,525.49	(\$175,643.26)	\$426,679.79	\$248,694.43
Total Governmental Activities	\$254,797.56	\$347,525.49	(\$175,643.26)	\$426,679.79	\$248,694.43

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, 2024, the following changes occurred in risk management:

	<b>Beginning balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
2023	0	\$7,032.76	\$7,032.76	0
2024	0	\$40,705.00	\$40,705.00	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