

**HUNTINGTON CITY COUNCIL
ANNUAL AUDIT REVIEW MEETING
April 23, 2025**

Huntington City Council met in an Annual Audit Review Meeting April 23, 2025 at the city office building located at 20 South Main Street. Meeting started at 1:00 p.m. with Mayor Leonard Norton presiding.

Agenda Item – 1 – Roll Call: The following were in attendance.

Mayor: Leonard Norton

Council members: Judd Beagley, Tom Kay, Lesa Miller, Devin Wilson, Gloria Wilson

Recorder: Jenene Hansen

Treasurer: Ronni Torre

Auditor: Doug Rasmussen from, Smuin Rich and Marsing

Agenda Item – 2 – Audit Review/Doug Rasmussen (Smuin Rich & Marsing)

Huntington City Financial Statements for the year ending June 30, 2024 were given to those in attendance. Doug Rasmussen began by thanking Huntington City for working with them. He then stated that as listed on page 1; they did not find any material qualifications that need to be presented in the audit report. Page 4 shows Management’s Discussion and Analysis of the Audit report.

FINANCIAL HIGHLIGHTS (page 4) provide readers with an overall understanding of what’s happened with the city.

- Total net position is \$10,824,571 as compared to \$10,976,382 in the prior fiscal year. Net position of our governmental activities decreased \$477,803. Net position of our business-type activities increased \$325,992.
- In the city’s governmental activities, program revenues of \$356,683 were \$238,855 less than the program expenses of \$595,538 for these types of governmental activities.
- In the city’s business-type activities, revenues of \$752,492 were \$259,918 more than the expenses of \$492,574 for these business-type activities.
- Property Tax revenue for the year ended June 30, 2023 was \$82,337, Sales and Franchise Tax was \$656,592 and Fee in Lieu was \$9,733 Property Tax revenue decreased by \$3,201, Sales and Franchise Tax increased by \$7,063 and Fee in Lieu decreased by \$640 from the previous fiscal year.

Page 15, 17 and 59 GOVERNMENTAL FUNDS was explained, saying that the Unassigned amount in the General Fund is \$133,122; because of transfers that were made, we are in much better shape than before. Total Revenue and Expenditures of each Governmental Funds were explained. Detailed revenue is on page 59. The **General Fund** had a deficit of \$127,305 which reduced the fund balance to \$538,074. **Capital Projects** had a deficit and ended the year at \$66,255. **Perpetual Care** had an increase of \$10,170 ending the year at \$178,430. **Community Reinvestment Fund** ended at \$3,509. Municipal Building Authority ended at \$109,845.

UTILITY FUND AND SECONDARY WATER SYSTEM

Pages 19 – 21 – 54 Utility Fund and Secondary Fund both have a positive increase. Auditor Doug Rasmussen added that it is better to have continuous annual increases.

Budgeting has to be done by departments and looking at the Fire station there is a deficit of a little over \$14,000 in your budget and the Park Improvements has a deficit of \$17,000 or over expenditure. These are areas that you need to make a line item for.

Recommendation: The auditor recommends including all lease obligations in the budget and reconciling them regularly with the MBA

COUNCIL MEMBER G WILSON MOVED TO ADJOURN; MOTION SECONDED BY COUNCIL MEMBER MILLER AND CARRIED. MEETING ADJOURNED AT 1:25 P.M.

Jenene Hansen,
Huntington City Recorder