



RIVERBEND RESOLUTION NO. 20180124-01

**APPROVING THE 1ST QUARTER FY 2017-2018 FINANCIAL STATEMENTS
PERFORMED BY HOLLIDAY, LEMONS & COX, PC**

WHEREAS, Riverbend Water Resources District is a conservation and reclamation district created under and essential to accomplish the purposes of Section 59 Article XVI, Texas Constitution, existing pursuant to and having the powers set forth in Chapter 9601 of the Special District Local Laws Code of the State of Texas; and

WHEREAS, Riverbend Water Resources District monitors its financials on a monthly basis and prepares quarterly financial statements; and

WHEREAS, Riverbend Water Resources District has prepared financials for the months of October 2017, November 2017, and December 2017; and

WHEREAS, Holliday, Lemons & Cox, PC has completed a compilation of the quarterly financials and presents the financials for approval; and

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District accepts and approves the 1st Quarter FY 2017-2018 financial statements as compiled by Holliday, Lemons & Cox, PC for distribution.

PASSED and APPROVED this 24th day of January, 2018

A handwritten signature in black ink that reads "Marshall Wood".

Marshall Wood, President

ATTEST:

A handwritten signature in blue ink that reads "Sean Rommel".

Sean Rommel, Secretary

Attached: December 2017 Financial Statements for Riverbend Water Resources District (1st Quarter FY 2017-2018)



HOLLIDAY, LEMONS & COX, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
Riverbend Water Resources District
New Boston, Texas

Management is responsible for the accompanying financial statements of the business-type activities and the related budgetary information of Riverbend Water Resources District as of December 31, 2017 and for the quarter then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about Riverbend Water Resources District's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

The supplementary information contained in the schedules on pages 3 through 8 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

January 19, 2018

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RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF NET POSITION ENTERPRISE FUNDS December 31, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
Assets			
Current assets:			
Cash	\$ 254,269	934,272	1,188,541
Accounts receivable	18,098	700,224	718,322
Due from other fund		2,766	2,766
Restricted assets:			
Cash restricted for construction - bond proceeds		3,833,961	3,833,961
Cash restricted for bonded debt reserves		1,077,059	1,077,059
Cash restricted for planning & acquisition - bond proceeds		612,134	612,134
Total current assets	<u>272,367</u>	<u>7,160,416</u>	<u>7,432,783</u>
Noncurrent assets:			
Capital assets (net of accumulated depreciation):			
Computer equipment	681		681
Equipment		124,601	124,601
Utility system		12,201,874	12,201,874
Intangible assets		244,168	244,168
Construction in progress		918,097	918,097
Total capital assets	<u>681</u>	<u>13,488,740</u>	<u>13,489,421</u>
Total noncurrent assets	<u>681</u>	<u>13,488,740</u>	<u>13,489,421</u>
Total assets	<u>273,048</u>	<u>20,649,156</u>	<u>20,922,204</u>
Liabilities			
Current liabilities:			
Accounts payable	8,853	120,300	129,153
Retainage payable		4,794	4,794
Payroll liabilities		37,109	37,109
Due to other fund	2,766		2,766
Accrued interest payable		92,814	92,814
Accrued compensated absences - current		14,472	14,472
Revenue bonds payable - current		680,000	680,000
Total current liabilities	<u>11,619</u>	<u>949,489</u>	<u>961,108</u>
Non current liabilities:			
Accrued compensated absences - long term		32,123	32,123
Revenue bonds payable - long term		10,045,000	10,045,000
Total non current liabilities	<u>-</u>	<u>10,077,123</u>	<u>10,077,123</u>
Total liabilities	<u>11,619</u>	<u>11,026,612</u>	<u>11,038,231</u>
Net position			
Net investment in capital assets	681	3,143,170	3,143,851
Restricted for bond reserves		1,074,059	1,074,059
Restricted for construction		3,833,961	3,833,961
Restricted for planning and acquisition		612,134	612,134
Unrestricted	260,748	959,220	1,219,968
Total net position	<u>\$ 261,429</u>	<u>9,622,544</u>	<u>9,883,973</u>

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF REVENUES & EXPENSES ENTERPRISE FUNDS For the Year Ended December 31, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
Operating revenues			
Charges for services	\$ 50,595	768,960	819,555
Other revenue	-	3,330	3,330
Total operating revenues	<u>50,595</u>	<u>772,290</u>	<u>822,885</u>
Operating expenses			
Administrative	72,170		72,170
Water		230,540	230,540
Wastewater		285,879	285,879
Industrial wastewater		219,100	219,100
Total operating expense	<u>72,170</u>	<u>735,519</u>	<u>807,689</u>
Operating income (loss)	(21,575)	36,771	15,196
Nonoperating revenues (expenses)		<u>182,884</u>	<u>182,884</u>
Income (loss) before capital contributions and transfers	(21,575)	219,655	198,080
Capital contributions		<u>5,248</u>	<u>5,248</u>
Change in net position	(21,575)	224,903	203,328
Net position, beginning of year	283,004	9,397,641	9,680,645
Net position, end of year	<u>\$ 261,429</u>	<u>9,622,544</u>	<u>9,883,973</u>

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF DETAILED REVENUES, EXPENSES, & CHANGE IN NET POSITION ENTERPRISE FUNDS For the Year Ended December 31, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
Operating revenues			
Charges for services:			
Member fees	\$ 50,595		50,595
Army volumetric charge		647,694	647,694
Army water supply charge		93,415	93,415
Commercial & residential charge		27,851	27,851
Other revenue		3,330	3,330
Total operating revenues	<u>50,595</u>	<u>772,290</u>	<u>822,885</u>
Operating expenses			
Community relations	2,506		2,506
Conferences & seminars	375		375
Consulting	42,442	-	42,442
Dues & memberships	251		251
Legal & professional fees	1,485		1,485
Meetings	432		432
Office supplies	348		348
Subscriptions	276		276
Travel	396	11	407
Web design & maintenance	650		650
Salaries & benefits	21,935	201,782	223,717
Analyticals		16,509	16,509
Repairs		75,000	75,000
Insurance		5,982	5,982
Other maintenance		103	103
Equipment maintenance, repair & fuel		6,590	6,590
Materials		49,102	49,102
Supplies		8,385	8,385
Permits		21,288	21,288
Utilities	1,007	23,182	24,189
Water purchase cost		75,320	75,320
Waste disposal		5,893	5,893
Wastewater services		445	445
Overhead allocation		110,148	110,148
Total operating expenses before depreciation	<u>72,103</u>	<u>599,740</u>	<u>671,843</u>
Operating income (loss) before depreciation	(21,508)	172,550	151,042
Depreciation	67	135,779	135,846
Operating income (loss)	<u>(21,575)</u>	<u>36,771</u>	<u>15,196</u>
Nonoperating revenues (expenses)			
Facility charges revenue		287,019	287,019
Administrative fund salary revenue		21,935	21,935
Interest revenue		9,094	9,094
Interest expense		(112,398)	(112,398)
Franchise fees expense		(22,766)	(22,766)
Total nonoperating revenues (expenses)	<u>-</u>	<u>182,884</u>	<u>182,884</u>
Income (loss) before capital contributions	(21,575)	219,655	198,080
Capital contributions		5,248	5,248
Change in net position	(21,575)	224,903	203,328
Net position, beginning of year	283,004	9,397,641	9,680,645
Net position, end of year	<u>\$ 261,429</u>	<u>9,622,544</u>	<u>9,883,973</u>

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF OPERATING REVENUES & EXPENSES

ADMINISTRATIVE FUND

For the Year Ended December 31, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
Operating revenues			
Charges for services	\$ 50,595	190,000	27%
Total operating revenues	50,595	190,000	27%
 Operating expenses			
Advertising		1,400	0%
Accounting & audit	-	10,000	0%
Bank service fees		300	0%
Community relations	2,506	5,000	50%
Conferences & seminars	375	4,000	9%
Consulting	42,442	200,000	21%
Dues & memberships	251	2,235	11%
Engineering services	-	45,000	0%
Legal & professional fees	1,485	7,500	20%
Meetings	432	3,900	11%
Office supplies	348	1,800	19%
Subscriptions	276	900	31%
Travel	396	10,000	4%
Utilities	1,007	2,400	42%
Web design & maintenance	650	4,000	16%
Salaries & benefits	21,935	81,534	27%
Total operating expenses before depreciation	72,103	379,969	19%
 Depreciation	67		
Total operating expenses	72,170	379,969	19%
 Change in net position	\$ (21,575)	(189,969)	11%

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF OPERATING REVENUES & EXPENSES

WET UTILITIES FUND - WATER

For the Year Ended December 31, 2017

	<u>Actual</u>	<u>Annual Budget</u>	<u>Percentage of Budget</u>
Operating revenues			
Charges for services:			
Army volumetric charge	\$ 156,845	627,381	25%
Army water supply charge	93,415	310,253	30%
Commercial & residential charge	19,754	33,766	59%
Other revenue	1,300		
Total operating revenues	<u>271,314</u>	<u>971,400</u>	28%
Operating expenses			
Salaries & benefits	64,219	265,495	24%
Analyticals	660	10,000	7%
Repairs	18,299	95,000	19%
Insurance	1,994	13,000	15%
Other maintenance	103	5,000	2%
Equipment maintenance, repair & fuel	2,494	15,000	17%
Equipment rental		5,000	0%
Materials		6,500	0%
Supplies	615	10,000	6%
Permits	4,256	15,000	28%
Utilities	2,380	15,000	16%
Water purchase cost	75,320	321,426	23%
Consulting		20,000	0%
Overhead allocation	33,044	156,391	21%
Total operating expenses before depreciation	<u>203,384</u>	<u>952,812</u>	21%
Depreciation	27,156		
Total operating expenses	<u>230,540</u>	<u>952,812</u>	24%
Operating income	<u>\$ 40,774</u>	<u>18,588</u>	219%

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - WASTEWATER For the Year Ended December 31, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
Operating revenues			
Charges for services:			
Army volumetric charge	\$ 248,807	995,227	25%
Commercial & residential charge	8,097	136,305	6%
Other revenue	2,030	12,180	
Total operating revenues	258,934	1,143,712	23%
 Operating expenses			
Salaries & benefits	68,074	363,468	19%
Analyticals	8,747	95,000	9%
Repairs	37,022	130,000	28%
Insurance	1,994	13,000	15%
Other maintenance		5,000	0%
Equipment maintenance, repair & fuel	2,776	17,000	16%
Equipment rental		4,000	0%
Materials	12,589	56,500	22%
Supplies	2,810	25,200	11%
Permits	8,516	20,000	43%
Utilities	12,810	100,000	13%
Waste disposal	4,558	30,000	15%
Consulting		20,000	0%
Wastewater services	445		
Travel	11		
Overhead allocation	44,060	208,522	21%
Total operating expenses before depreciation	204,412	1,087,690	19%
Depreciation	81,467		
Total operating expenses	285,879	1,087,690	26%
 Operating income (loss)	\$ (26,945)	56,022	-48%

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - INDUSTRIAL WASTEWATER For the Year Ended December 31, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
Operating revenues			
Charges for services:			
Army volumetric charge	\$ 242,042	968,166	25%
Total operating revenues	242,042	968,166	25%
 Operating expenses			
Salaries & benefits	69,489	310,104	22%
Analyticals	7,102	45,000	16%
Repairs	19,679	95,000	21%
Insurance	1,994	13,000	15%
Other maintenance		2,000	0%
Equipment maintenance, repair & fuel	1,320	11,000	12%
Equipment rental		2,000	0%
Materials	36,513	80,000	46%
Supplies	4,960	14,000	35%
Permits	8,516	20,000	43%
Utilities	7,992	46,000	17%
Waste disposal	1,335	30,000	4%
Consulting	-	20,000	0%
Building Pretreatment		82,500	0%
Overhead allocation	33,044	156,391	21%
Total operating expenses before depreciation	191,944	926,995	21%
Depreciation	27,156		
Total operating expenses	219,100	926,995	24%
 Operating income	\$ 22,942	41,171	56%

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - OVERHEAD For the Year Ended December 31, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
Operating revenues			
Total operating revenues	\$ -	-	
Operating expenses			
Salaries & benefits	96,013	401,104	24%
Travel	423	5,600	8%
Meetings	153	3,000	5%
Insurance	-	1,000	0%
Accounting	4,346	36,000	12%
Legal	-	30,000	0%
Computer, reproduction & maintenance	3,713	12,000	31%
Office supplies	905	6,000	15%
Postage	209	2,600	8%
Utilities	2,593	13,000	20%
Building maintenance	1,320	7,000	19%
Licenses & fees	-	2,000	0%
Advertising	320	2,000	16%
Miscellaneous	153		
Total operating expenses	110,148	521,304	21%
Operating income (loss)	(110,148)	(521,304)	21%
 Allocation of overhead operating expenses			
Water - 30%	33,044	156,391	
Wastewater - 40%	44,060	208,522	
Industrial Wastewater - 30%	33,044	156,391	
Total overhead allocated	\$ 110,148	521,304	