



**RIVERBEND RESOLUTION NO. 20171213-01**

**APPROVING THE 4<sup>th</sup> QUARTER FY 2016-2017 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 July 2017, August 2017 and September 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 4<sup>th</sup> Quarter FY 2016-2017 financial statements as compiled by Holliday, Lemons & Cox, PC for distribution.

**PASSED and APPROVED this 13<sup>th</sup> day of December, 2017**

  
\_\_\_\_\_  
Marshall Wood, President

ATTEST:  
  
\_\_\_\_\_  
Sean Rommel, Secretary

Attached: September 2017 Financial Statements for Riverbend Water Resources District (4<sup>th</sup> Quarter FY 2016-2017)



# HOLLIDAY, LEMONS & COX, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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

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 and for the year ended September 30, 2017, 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.

November 22, 2017

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AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS  
AICPA'S PRIVATE COMPANIES PRACTICE SECTION  
TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS  
ARKANSAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

# RIVERBEND WATER RESOURCES DISTRICT

## STATEMENT OF NET POSITION ENTERPRISE FUNDS September 30, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
<b>Assets</b>			
Current assets:			
Cash	\$ 250,156	789,241	1,039,397
Accounts receivable	31,620	681,830	713,450
Due from other fund	8,745		8,745
Restricted assets:			
Cash restricted for construction - bond proceeds		3,945,178	3,945,178
Cash restricted for bonded debt reserves		1,653,975	1,653,975
Cash restricted for planning & acquisition - bond proceeds		695,300	695,300
Total current assets	<u>290,521</u>	<u>7,765,524</u>	<u>8,056,045</u>
Noncurrent assets:			
Capital assets (net of accumulated depreciation):			
Computer equipment	749		749
Equipment		129,801	129,801
Utility system		12,330,861	12,330,861
Intangible assets		245,760	245,760
Construction in progress		819,973	819,973
Total capital assets	<u>749</u>	<u>13,526,395</u>	<u>13,527,144</u>
Total noncurrent assets	<u>749</u>	<u>13,526,395</u>	<u>13,527,144</u>
Total assets	<u>291,270</u>	<u>21,291,919</u>	<u>21,583,189</u>
<b>Liabilities</b>			
Current liabilities:			
Accounts payable	8,266	179,472	187,738
Contracts payable		49,278	49,278
Retainage payable		2,464	2,464
Payroll liabilities		17,308	17,308
Due to other fund		8,745	8,745
Accrued interest payable		19,583	19,583
Accrued compensated absences - current		14,472	14,472
Revenue bonds payable - current		650,000	650,000
Total current liabilities	<u>8,266</u>	<u>941,322</u>	<u>949,588</u>
Non current liabilities:			
Accrued compensated absences - long term		32,123	32,123
Revenue bonds payable - long term		10,725,000	10,725,000
Total non current liabilities	<u>-</u>	<u>10,757,123</u>	<u>10,757,123</u>
Total liabilities	<u>8,266</u>	<u>11,698,445</u>	<u>11,706,711</u>
<b>Net position</b>			
Net investment in capital assets	749	2,935,858	2,936,607
Restricted for bond reserves		1,653,975	1,653,975
Restricted for construction		3,945,178	3,945,178
Restricted for planning and acquisition		695,300	695,300
Unrestricted (deficit)	282,255	363,163	645,418
Total net position	<u>\$ 283,004</u>	<u>9,593,474</u>	<u>9,876,478</u>

# RIVERBEND WATER RESOURCES DISTRICT

## STATEMENT OF REVENUES & EXPENSES ENTERPRISE FUNDS For the Year Ended September 30, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
<b>Operating revenues</b>			
Charges for services	\$ 202,114	2,850,628	3,052,742
Supplemental member contributions	111,130		111,130
Supplemental contributions - Riverbend (RRAD)	8,870		8,870
Other revenue	50,000	3,024	53,024
Total operating revenues	<u>372,114</u>	<u>2,853,652</u>	<u>3,225,766</u>
<b>Operating expenses</b>			
Administrative	400,126		400,126
Water		841,144	841,144
Wastewater		1,080,248	1,080,248
Industrial wastewater		682,934	682,934
Total operating expense	<u>400,126</u>	<u>2,604,326</u>	<u>3,004,452</u>
Operating income (loss)	(28,012)	249,326	221,314
Nonoperating revenues (expenses)		948,749	948,749
Income (loss) before capital contributions and transfers	(28,012)	1,198,075	1,170,063
Capital contributions		157,705	157,705
Transfer in (out)	100,000	(100,000)	
Change in net position	71,988	1,255,780	1,327,768
Net position, beginning of year	211,016	8,337,694	8,548,710
Net position, end of year	<u>\$ 283,004</u>	<u>9,593,474</u>	<u>9,876,478</u>

# RIVERBEND WATER RESOURCES DISTRICT

## SCHEDULE OF DETAILED REVENUES, EXPENSES, & CHANGE IN NET POSITION ENTERPRISE FUNDS For the Year Ended September 30, 2017

	<i>Administrative Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
<b>Operating revenues</b>			
Charges for services:			
Member fees	\$ 202,114		202,114
Army volumetric charge		2,430,639	2,430,639
Army water supply charge		276,293	276,293
Commercial & residential charge		143,696	143,696
Supplemental member contributions	111,130		111,130
Supplemental contributions - Riverbend (RRAD)	8,870		8,870
Other revenue	50,000	3,024	53,024
Total operating revenues	<u>372,114</u>	<u>2,853,652</u>	<u>3,225,766</u>
<b>Operating expenses</b>			
Accounting & audit	7,221		7,221
Community relations	4,268		4,268
Conferences & seminars	2,291		2,291
Consulting	189,028	7,200	196,228
Dues & memberships	1,818		1,818
Engineering services	58,193		58,193
Legal & professional fees	6,965		6,965
Meetings	2,272		2,272
Office supplies	1,240		1,240
Subscriptions	276		276
Travel	5,767		5,767
Web design & maintenance	4,621		4,621
Salaries & benefits	114,106	679,096	793,202
Analyticals		101,904	101,904
Repairs		141,640	141,640
Insurance		3,879	3,879
Other maintenance		288	288
Equipment maintenance, repair & fuel		27,189	27,189
Materials		137,912	137,912
Supplies		41,210	41,210
Permits		36,680	36,680
Licenses & fees		222	222
Utilities	1,788	110,603	112,391
Water purchase cost		280,382	280,382
Waste disposal		36,545	36,545
Overhead allocation		509,050	509,050
Total operating expenses before depreciation	<u>399,854</u>	<u>2,113,800</u>	<u>2,513,654</u>
Operating income (loss) before depreciation	(27,740)	739,852	712,112
Depreciation	272	490,526	490,798
Operating income (loss)	<u>(28,012)</u>	<u>249,326</u>	<u>221,314</u>
<b>Nonoperating revenues (expenses)</b>			
Facility charges revenue		1,143,681	1,143,681
Administrative fund salary revenue		114,106	114,106
Interest revenue		42,018	42,018
Other revenue		33,397	33,397
Interest expense		(291,159)	(291,159)
Franchise fees expense		(84,424)	(84,424)
Administrative fund supplemental fee expense		(8,870)	(8,870)
Total nonoperating revenues (expenses)	<u>-</u>	<u>948,749</u>	<u>948,749</u>
Income (loss) before capital contributions and transfers	(28,012)	1,198,075	1,170,063
Capital contributions		157,705	157,705
Transfer in (out)	100,000	(100,000)	-
Change in net position	71,988	1,255,780	1,327,768
Net position, beginning of year	211,016	8,337,694	8,548,710
Net position, end of year	<u>\$ 283,004</u>	<u>9,593,474</u>	<u>9,876,478</u>

# RIVERBEND WATER RESOURCES DISTRICT

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## SCHEDULE OF OPERATING REVENUES & EXPENSES ADMINISTRATIVE FUND For the Year Ended September 30, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
<b>Operating revenues</b>			
Charges for services	\$ 202,114	190,000	106%
Supplemental member contributions	111,130	110,400	101%
Supplemental contributions - Riverbend (RRAD)	8,870	9,600	92%
Other income	50,000	50,000	100%
Total operating revenues	<u>372,114</u>	<u>360,000</u>	103%
<b>Operating expenses</b>			
Accounting & audit	7,221	15,500	47%
Community relations	4,268	5,000	85%
Conferences & seminars	2,291	5,000	46%
Consulting	189,028	260,000	73%
Dues & memberships	1,818	1,835	99%
Engineering services	58,193	59,000	99%
Legal & professional fees	6,965	7,500	93%
Meetings	2,272	2,400	95%
Office supplies	1,240	2,700	46%
Subscriptions	276	1,200	23%
Travel	5,767	6,000	96%
Utilities	1,788	2,400	75%
Web design & maintenance	4,621	5,000	92%
Salaries & benefits	81,193	80,726	101%
Salary reimbursement - prior year	32,913		
Total operating expenses before depreciation	<u>399,854</u>	<u>454,261</u>	88%
Depreciation	272		
Total operating expenses	<u>400,126</u>	<u>454,261</u>	88%
Income before transfers	(28,012)	(94,261)	30%
Transfer in	<u>100,000</u>	<u>100,000</u>	
Change in net position	<u>\$ 71,988</u>	<u>5,739</u>	1254%

# RIVERBEND WATER RESOURCES DISTRICT

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## SCHEDULE OF OPERATING REVENUES & EXPENSES

### WET UTILITIES FUND - WATER

For the Year Ended September 30, 2017

	<u>Actual</u>	<u>Annual Budget</u>	<u>Percentage of Budget</u>
<b>Operating revenues</b>			
Charges for services:			
Army volumetric charge	\$ 593,005	593,189	100%
Army water supply charge	276,293	257,197	107%
Commercial & residential charge	83,256	38,684	215%
Other revenue	94		
Total operating revenues	<u>952,648</u>	<u>889,070</u>	107%
<b>Operating expenses</b>			
Salaries & benefits	221,108	239,567	92%
Analyticals	2,287	15,000	15%
Repairs	36,711	100,000	37%
Insurance	1,293		
Other maintenance	288	5,000	6%
Equipment maintenance, repair & fuel	11,961	10,000	120%
Equipment rental		10,000	0%
Materials	1,689	10,500	16%
Supplies	10,629	10,000	106%
Permits	12,767	6,000	213%
Licenses & fees	222		
Utilities	10,987	15,000	73%
Water purchase cost	280,382	270,000	104%
Consulting		15,000	0%
Overhead allocation	152,715	164,561	93%
Total operating expenses before depreciation	<u>743,039</u>	<u>870,628</u>	85%
Depreciation	98,105		
Total operating expenses	<u>841,144</u>	<u>870,628</u>	97%
Operating income	<u>\$ 111,504</u>	<u>18,442</u>	605%

# RIVERBEND WATER RESOURCES DISTRICT

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## SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - WASTEWATER For the Year Ended September 30, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
<b>Operating revenues</b>			
Charges for services:			
Army volumetric charge	\$ 982,530	944,810	104%
Commercial & residential charge	60,440	173,671	35%
Other revenue	2,930		
Total operating revenues	<u>1,045,900</u>	<u>1,118,481</u>	94%
<b>Operating expenses</b>			
Salaries & benefits	243,908	340,806	72%
Analyticals	58,459	95,000	62%
Repairs	85,799	135,000	64%
Insurance	1,293		
Other maintenance		5,000	0%
Equipment maintenance, repair & fuel	8,486	17,000	50%
Equipment rental		4,000	0%
Materials	59,638	56,500	106%
Supplies	21,073	25,200	84%
Permits	15,532	20,000	78%
Utilities	64,287	120,000	54%
Waste disposal	20,237	15,000	135%
Consulting	3,600	15,000	24%
Overhead allocation	203,620	219,414	93%
Total operating expenses before depreciation	<u>785,932</u>	<u>1,067,920</u>	74%
Depreciation	294,316		
Total operating expenses	<u>1,080,248</u>	<u>1,067,920</u>	101%
Operating income (loss)	<u>\$ (34,348)</u>	<u>50,561</u>	-68%



# RIVERBEND WATER RESOURCES DISTRICT

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## SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - INDUSTRIAL WASTEWATER For the Year Ended September 30, 2017

	<i>Actual</i>	<i>Annual Budget</i>	<i>Percentage of Budget</i>
<b>Operating revenues</b>			
Charges for services:			
Army volumetric charge	\$ 855,104	855,104	100%
Total operating revenues	<u>855,104</u>	<u>855,104</u>	100%
<b>Operating expenses</b>			
Salaries & benefits	214,080	291,420	73%
Analyticals	41,158	50,000	82%
Repairs	19,130	100,000	19%
Insurance	1,293		
Other maintenance		2,000	0%
Equipment maintenance, repair & fuel	6,742	11,000	61%
Equipment rental		2,000	0%
Materials	76,585	80,000	96%
Supplies	9,508	9,000	106%
Permits	8,381	20,000	42%
Utilities	35,329	30,000	118%
Waste disposal	16,308	41,000	40%
Consulting	3,600	15,000	24%
Overhead allocation	152,715	164,561	93%
Total operating expenses before depreciation	<u>584,829</u>	<u>815,981</u>	72%
Depreciation	98,105		
Total operating expenses	<u>682,934</u>	<u>815,981</u>	84%
Operating income	<u>\$ 172,170</u>	<u>39,123</u>	440%

# RIVERBEND WATER RESOURCES DISTRICT

## SCHEDULE OF OPERATING REVENUES & EXPENSES WET UTILITIES FUND - OVERHEAD For the Year Ended September 30, 2017

	<u>Actual</u>	<u>Annual Budget</u>	<u>Percentage of Budget</u>
<b>Operating revenues</b>			
Total operating revenues	\$ -	-	
<b>Operating expenses</b>			
Salaries & benefits	383,596	389,336	99%
Travel	5,818	5,600	104%
Meetings	1,364	5,000	27%
Insurance	23,419	46,000	51%
Accounting	29,742	30,000	99%
Legal	18,513	30,000	62%
Computer, reproduction & maintenance	15,308	10,000	153%
Office supplies	6,644	5,000	133%
Postage	1,550	2,600	60%
Utilities	11,657	16,000	73%
Building maintenance	6,909	6,000	115%
Licenses & fees	1,005	2,000	50%
Advertising	3,525	1,000	353%
Total operating expenses	<u>509,050</u>	<u>548,536</u>	93%
Operating income (loss)	<u>(509,050)</u>	<u>(548,536)</u>	93%
 <b>Allocation of overhead operating expenses</b>			
Water - 30%	152,715	164,561	
Wastewater - 40%	203,620	219,414	
Industrial Wastewater - 30%	152,715	164,561	
Total overhead allocated	<u>\$ 509,050</u>	<u>548,536</u>	