



**REGULAR MEETING
RIVERBEND WATER RESOURCES DISTRICT
PUBLIC NOTICE OF BOARD OF DIRECTORS' MEETING
WEDNESDAY, JANUARY 27, 2021
12:00 P.M.
228 TEXAS AVENUE, SUITE A, NEW BOSTON, TX 75570**

*Notice is hereby given pursuant to V.T.C.A., Government Code, Chapter 551, that the Board of Directors of the Riverbend Water Resources District will conduct a meeting; open to the public, on **WEDNESDAY, January 27, 2021, at 12:00 p.m.**, at the Riverbend Water Resources District ("Riverbend") office, in the Conference Room located at 228 Texas Avenue, Suite A, New Boston, TX 75570.*

The Board of Directors is authorized by the Texas Open Meetings Act to convene in closed or executive session for certain purposes. These purposes include receiving legal advice from its attorney (Section 551.071); discussing real property matters (Section 551.072); discussing gifts and donations (Section 551.073); discussing personnel matters (Section 551.074); discussing security personnel or devices (Section 551.076); or discussing economic development matters (Section 551.087). If the Board of Directors makes a determination to go into executive session on any item on this agenda, the Presiding Officer will announce that an executive session will be held and will identify the item to be discussed and provision of the Open Meetings Act that authorizes the closed or executive session.

A G E N D A

- I. CALL TO ORDER & ROLL CALL
- II. INVOCATION & PLEDGE
- III. PUBLIC COMMENTS

The Board of Directors allows individuals to speak to the Board. Prior to the meeting, speakers must sign in on the public comment sheet. The time limit is five (5) minutes per speaker. Subject to the provisions set forth under Section 551.007 of the Government Code.

- IV. CONSENT AGENDA ITEMS

- A. Discussion and possible action regarding November 18, 2020 Regular Meeting minutes.



V. REGIONAL ENTITY REPORTS

- A. Discussion and possible action regarding activities with Sulphur River Basin Authority.
- B. Discussion and possible action regarding activities with TexAmericas Center.
- C. Discussion and possible action regarding activities with REDI.

VI. AGENDA ITEMS FOR INDIVIDUAL CONSIDERATION

The Board of Directors will consider, discuss, and if appropriate, take action on the following item(s):

- A. Discussion and possible action regarding approval of a resolution approving a contract with KSA Engineering.
- B. Discussion and possible action regarding approval of a resolution approving the fourth quarter financials of FY 2019-2020.
- C. Discussion and possible action regarding approval of a resolution approving the fourth quarter investment report for FY 2019-2020.
- D. Discussion and possible action regarding approval of a resolution approving the FY 2019-2020 Annual Audit performed by Wilf and Henderson, P.C.
- E. Discussion and possible action regarding approval of a resolution approving the first quarter financials of FY 2020-2021.
- F. Discussion and possible action regarding approval of a resolution approving the first quarter investment report for FY 2020-2021.
- G. Discussion and possible action regarding approval of a resolution approving a contract with Environmental Systems Research Institute, Inc. (ESRI).

VII. REPORTS

- A. Board Members
- B. Executive Director/CEO



VIII. EXECUTIVE SESSION

The Board of Directors is authorized by the Texas Open Meetings Act to convene in closed or executive session for certain purposes. These purposes include receiving legal advice from its attorney (Section 551.071); discussing real property matters (Section 551.072); discussing gifts and donations (Section 551.073); discussing personnel matters (Section 551.074); discussing security personnel or devices (Section 551.076); or discussing economic development matters (Section 551.087). If the Board of Directors makes a determination to go into executive session on any item on this agenda, the Presiding Officer will announce that an executive session will be held and will identify the item to be discussed and provision of the Open Meetings Act that authorizes the closed or executive session.

IX. NEXT REGULAR MEETING

Riverbend Regular Meeting, February 24, 2021 at 12:00 p.m. at Riverbend Offices, 228 A Texas Avenue, New Boston, Texas 75570.

X. ADJOURNMENT

Kyle Dooley

Kyle Dooley, Executive Director/CEO
Riverbend Water Resources District

*Persons with disabilities who plan to attend the RWRD Board of Directors' meeting and who may need auxiliary aids or services are requested to contact the RWRD Administrative Offices at (903) 831-0091, as soon as possible. All reasonable efforts will be taken to make the appropriate arrangements.

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**CONSENT AGENDA ITEM IV. A.
November 18, 2020
Regular Meeting Minutes**

**Regular Called Meeting
Riverbend Water Resources District
Board Meeting Minutes**

November 18, 2020

228 Texas Avenue, Suite A, New Boston, Texas 75570

M I N U T E S

I. Call to Order, Roll Call, and Establishment of Quorum and Certification of Notice

Pursuant to a notice posted on the District website, the Chair, Sonja Hubbard, President of the Board, called the meeting to order at 12:01 p.m.

Directors Present:

Sonja Hubbard, President; via video conference
Tina Veal-Gooch, Vice President
Van Alexander, Treasurer
Marshall Wood, Secretary
Fred Milton, Past President

Directors Absent:

None

Administration Present:

Kyle Dooley, Executive Director/CEO
Tara Houck, CFO
Becky Melton, Executive Assistant/HR Manager

Public Present:

Please see the attached list for additional guests.

II. Invocation & Pledge

Sonja Hubbard led the invocation and the pledge of allegiance.

III. Public Comments

None.

IV. Consent Agenda Items

A. Discussion and possible action regarding October 28, 2020 Regular Meeting minutes and November 12, 2020 Special Called Meeting and Workshop minutes.

A single motion was made by **Fred Milton** and seconded by **Tina Veal Gooch** to approve the Consent Agenda Items as listed above. The motion passed unanimously.

V. Regional Entity Reports

A. Discussion and possible action regarding activities with Sulphur River Basin Authority (SRBA).

Kyle Dooley reported that the SRBA Board approved the contract with Chris Hartung to fulfill the roll of Interim Executive Director.

No action taken.

B. Discussion and possible action regarding activities with TexAmericas Center (TAC).

Scott Norton, Executive Director, provided that there will be a virtual groundbreaking for their new spec building today at 2pm. The video will be posted on their website as well as on their YouTube channel. The building is scheduled to be completed by July of 2021.

No action taken.

C. Discussion and possible action regarding activities with Ar-Tex REDI.

Sonja Hubbard provided that there is a contract ready for the purchase of property in Texarkana, Arkansas. That should close by the end of the year. The REDI Executive Director met with the Economic Director and the Governor of Arkansas to get a meeting set in Germany to push the Arkansas property as a parcel for an automobile plant that should initially bring around 250 jobs to the region. The property on the Texas side is being certified for development and get it listed in the database as available for sale.

No action taken.

VI. Agenda Items for Individual Consideration

A. Discussion regarding draft fourth quarter financials for FY 2019-2020 and any applicable quarterly investment reports.

Tara Houck presented the draft financials and investment report. These are in draft form pending the completion and approval of the audit for FY 2019-2020. The final draft of these financials, the audit and the first quarter financials for FY 2020-21 will be presented for approval in January 2021.

The only comment made by Mr. Dooley is that when REG moved out of the area, the wastewater budget took a hit. We may take a look at the wastewater rates in the next few years to offset some of that income change.

No action was taken.

B. Discussion and possible action regarding approval of a resolution authorizing the Executive Director/CEO to submit an application for consideration to perform all administrative duties for the North East Texas Regional Water Planning Group (Region D).

Kyle Dooley provided that Region D has issued an RFP for an entity to perform all of the administrative duties for the region. The deadline to have the proposal turned in is November 30. The role would last approximately 5 years. Marshall Wood asked if any other entities were interested in applying for this position. Mr. Dooley stated that there were not any other entities interested.

A motion was made by **Tina Veal Gooch** and seconded by **Van Alexander** to approve **RESO 20201118-01** authorizing the Executive Director/CEO to submit an application for consideration to perform all administrative duties for the North East Texas Regional Water Planning Group (Region D). The motion passed unanimously.

C. Discussion and possible action regarding approval of a resolution authorizing the Executive Director/CEO to enter into negotiations with an engineering firm chosen with the approval of the Master Engineering List to conduct a feasibility study on the TexAmericas Center East Campus water distribution system.

Kyle Dooley reminded the Board that at the last meeting he discussed the fire suppression issues in the building that TexAmericas Center is building. There is plenty of pressure to supply the building with water. The pressure that is required so supply a fire suppression system requires that a tank be built next to the building. Because there are other prospects looking for space in that area, staff recommends that a study be completed to answer several questions. The study should reveal how to ensure water supply and fire suppression requirements are met for future tenants; it will help Riverbend to plan for growth in this area as well as how quickly a resolution needs to be implemented; it will reveal if there will be any changes in the pressures with the change in the location of the treatment plant as the new plant comes on line.

A motion was made by **Marshall Wood** and seconded by **Van Alexander** to approve **RESO 20201118-02** authorizing the Executive Director/CEO to enter into negotiations with an engineering firm chosen with the approval of the Master Engineering List to conduct a feasibility study on the TexAmericas Center East Campus water distribution system. The motion passed unanimously.

D. Discussion regarding notification from Government Finance Officers Association (GFOA) regarding the status of a Comprehensive Annual Financial Report (CAFR) for Riverbend Water Resources District.

Kyle Dooley provided that Government Finance Officers Association of the United States and Canada has awarded the Certificate of Achievement for Excellence in Financial Reporting to Riverbend Water Resources District for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2019. This is the first time Riverbend has completed this process to get certified. Mr. Dooley stated that Tara Houck and staff did an outstanding job in getting the information together and sent in to the GFOA for certification. Marshall Wood

requested that Mr. Dooley inform Representative Gary VanDeaver of this award and recognition.

No action taken.

E. Discussion and possible action adopting a resolution confirming and approving the addition of certain members of the District pursuant to Section 9601.005(b), Special District Local Laws Code.

Kyle Dooley provided that as part of preparing for closing on the first round of bonds, the Attorney General has to review documents. As these documents have been requested of Riverbend and Member Entities, staff has been sending them to Bond Counsel. Some documents they have requested have been from the addition of members beyond the original 8. Nine more entities have been added since 2011. All documents related to the acceptance of those “newer” members must be turned in for review. Bond Counsel recommended the Board approve a resolution ratifying all members that have been added since 2011. The review has been done. The Attorney General is waiting on the approval of this resolution in order for them to submit their opinion to the Texas Water Development Board so that the scheduled closing on the bonds will be done on November 23.

A motion was made by **Marshall Wood** and seconded by **Van Alexander** to approve RESO 20201118-03 confirming and approving the addition of certain members of the District pursuant to Section 9601.005(b), Special District Local Laws Code. The motion passed unanimously.

F. Discussion and possible action amending the enabling statute of Riverbend Water Resources District.

Sonja Hubbard provided that there was a Special Called Meeting held at the New Boston Community Center on November 12, 2020 to discuss this matter. Mrs. Hubbard and Mr. Dooley had a conference call with Representative Gary VanDeaver and his staff. They provided some ways to give the Board more time to explore all of the options with regards to the Riverbend statute. Representative VanDeaver suggested that the Board receive advice from legal counsel in closed session.

The board stood at ease at 12:32 p.m.

The board reconvened in Executive Session at 12:35 p.m with quorum pursuant to section 551.071 of the Texas Open Meetings Act.

The board came out of Executive Session at 1:12 p.m.

The board reconvened with quorum at 1:15 p.m.

Marshall Wood recommended not taking any action on this item. He stated that every Board member is available to all member entities for discussion on this matter. Sonja Hubbard provided that every Board member feels as though they are representatives to every member entity. Not just to the municipality or organization that appoints them. Tabling this item gives

the Board two years before the next legislative session. During this time, all member entity concerns can be addressed.

VII. Riverbend Reports

A. Board Members

Fred Milton provided that Region D has a Request for Proposals out for someone to take over as Executive Director and the administrative duties for the entity.

Mr. Milton also relayed a message from former New Boston Mayor Johnny Branson. Mr. Branson was honored by the recognition for his service. He thanked the Riverbend Board for the Regional Leadership Award presented to him.

B. Executive Director/CEO

Kyle Dooley provided the following updates:

Regional Water System Project: The approved resolution 20201118-03 ratifying all member entities added since 2011 will be sent to Bond Counsel for Attorney General review. This will finalize the review process. At this time closing will still be on Monday, November 23, 2020.

Regarding the RFQ for Program Manager: Staff is still working with Susan Roth to have the RFQ finalized and published.

US Army Corps of Engineers (USACE)-Cultural Resources Study and Ultimate Rule Curve: The first monthly phone call in October went well. They have received the funds needed to continue to work on this study between now and when Riverbend closes on the bonds and receives funds and are able to start paying for the project. USACE is doing the preliminary work putting together cost estimates, schedules, and getting timelines ready to go. It will still be 18-24 months before this project is done.

New Industrial Wastewater Plant: Last month, the Board approved moving forward with an application for Clean Water SRF funds to build the new industrial wastewater plant. Riverbend will need an Engineer of Record in order to turn in the PIF. There are three engineering firms on the Master Engineering List that will be considered to be our Engineer of Record for this project.

Regarding the Water Rights Application: Dawn Pilcher is completing the accounting plan spreadsheet to prioritize old and new water rights and will get it turned in by the end of the month. As of now, we are still on schedule for January 2021 to have a draft water rights permit issued for public comment.

Regional Water Planning Group (Region D): Regarding the regional lines and boundaries-Marshall Wood asked at the last meeting when the open public comment period closed; does Riverbend need to make any comment; is this typical request or is it something special. Open public comment period is open through December 3rd. The Board can issue comment if they desire to do so but it is not required. This comment period happens every 5 years between

planning cycles. The Texas Water Development Board is required to go out and see if anything needs to be adjusted.

Due to the social distance requirements and restrictions on gatherings, the annual Riverbend holiday party has been cancelled. We will look at having a gathering next summer.

No action taken.

VIII. Executive Session

Please see Item VI. F for details on Executive Session.

IX. Next Riverbend Meetings

Riverbend Regular Meeting, Wednesday, January 28, 2021 at 12:00 p.m. at Riverbend Offices, 228 A Texas Avenue, New Boston, Texas 75570.

X. Adjournment

With no additional business to be discussed, a motion was made by **Fred Milton** and seconded by **Van Alexander** to adjourn the meeting at 1:30 p.m. The motion passed unanimously.

The minutes of Riverbend Water Resources District Board of Directors meeting, November 18, 2020 were read and approved on the _____ day of _____, 2020.

Sonja Hubbard, President

Attest:

Kyle Dooley, Executive Director/ CEO

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. A.
RWRD RESO 20210127-01
KSA Engineering Contract**



RIVERBEND RESOLUTION NO. 20210127-01

**AUTHORIZING THE EXECUTIVE DIRECTOR/CEO TO
ENTER INTO NEGOTIATIONS AND EXECUTE AN INTERLOCAL
AGREEMENT/CONTRACT FOR ENGINEERING SERVICES**

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 has a need for engineering design services as well as construction management to rehabilitate two drying beds at the Ron Collins Wastewater facility; and

WHEREAS, KSA Engineers, Inc. provides the needed engineering design services and construction management for the rehabilitation of the drying beds at the Ron Collins Wastewater facility.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Riverbend Water Resources District hereby authorizes the Executive Director/CEO to negotiate and enter into an agreement for Engineering Services with KSA Engineers, Inc. to complete design work and construction management on the rehabilitation on two drying beds located at the Ron Collins Wastewater facility. This contract is not to exceed an amount of \$40,000. Any agreement must be reviewed and approved by general counsel.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary

Attached: KSA Task Order



TASK ORDER FORM

This is Task Order No. RWR.009,
consisting of 7 pages,
dated _____.

KSA Project Number: RWR.009

Owner Project (or Purchase Order) Number:

Project Name: X-Plant Drying Beds Rehabilitation

In accordance with paragraph 1.01 of the Standard Form of Agreement Between Owner and Engineer for Professional Services – Task Order Edition, dated February 26, 2018 ("Agreement"), Owner and Engineer agree as follows:

1. Specific Project Data

- A. Owner: Riverbend Water Resources District
- B. Title: X-Plant Drying Beds Rehabilitation
- C. Description: Provide professional services for the development of plans and specifications and construction contract documents for the rehabilitation of 2 sludge drying beds at the Owner's X-Plant wastewater handling facility including preliminary design, final design, bidding phase services and construction phase services. The project's design will be based on information provided by the Owner and record drawing information. Field investigations, and surveys are not included.

The project consists of partial demolition of drying bed components, new concrete lined drying bed, bed underdrain system piping, gravel and sand, concrete access runners, and connection to existing drain line piping.

Work outside of the rehabilitation of two drying beds is excluded from the project scope along with additional services excluded detailed herein.

- D. Number of Construction Contracts: 1

2. Services of Engineer

- A. Provide the services in Exhibit A – Schedule of Engineer's Services as outlined below:
 - a. *Study and Report Phase:*
Not included.
 - b. *Preliminary Design Phase:*
Engineer shall provide the services outlined in Paragraph A1.02 of the Agreement.
 - c. *Final Design Phase:*
Engineer shall provide the services outlined in Paragraph A1.03 of the Agreement.
 - d. *Bidding or Negotiating Phase:*
Engineer shall provide the services outlined in Paragraph A1.04 of the Agreement.
 - e. *Construction Phase:*

Engineer shall provide the services outlined in Paragraph A1.05 of the Agreement.

- f. Commissioning Phase (or Operational Phase):*
Not included.

- B. Additional Services of ENGINEER: As noted below, the ENGINEER is hereby authorized to perform the following additional services as outlined in Exhibit A – Paragraphs 2.01 and 2.02:

Included	Excluded		
<input type="checkbox"/>	<input type="checkbox"/>	a.	Design Survey
<input type="checkbox"/>	<input type="checkbox"/>	b.	Grant or Loan Application
<input type="checkbox"/>	<input type="checkbox"/>	c.	Storm Water Pollution Prevention Plan
<input type="checkbox"/>	<input type="checkbox"/>	d.	Environmental Assessment
<input type="checkbox"/>	<input type="checkbox"/>	e.	Environmental Information Document
<input type="checkbox"/>	<input type="checkbox"/>	f.	Resident Project Representative Services
<input type="checkbox"/>	<input type="checkbox"/>	g.	Construction Survey (Baselines and Benchmarks)
<input type="checkbox"/>	<input type="checkbox"/>	h.	Geotechnical Investigation
<input type="checkbox"/>	<input type="checkbox"/>	i.	Materials Testing
<input type="checkbox"/>	<input type="checkbox"/>	j.	Analytical Testing
<input type="checkbox"/>	<input type="checkbox"/>	k.	Reimbursable Expenses (Mileage, Printing, Postage & etc.)
<input type="checkbox"/>	<input type="checkbox"/>	l.	Easement or Boundary Surveys
<input type="checkbox"/>	<input type="checkbox"/>	m.	Easement or Boundary Descriptions
<input type="checkbox"/>	<input type="checkbox"/>	n.	Land Acquisition Services
<input type="checkbox"/>	<input type="checkbox"/>	o.	TxDOT Utility Installation Request Applications
<input type="checkbox"/>	<input type="checkbox"/>	p.	Operation and Maintenance Manual
<input type="checkbox"/>	<input type="checkbox"/>	q.	Other: TCEQ Summary Transmittal Letter
<input type="checkbox"/>	<input type="checkbox"/>	r.	Other: TCEQ Permit Amendment
<input type="checkbox"/>	<input type="checkbox"/>	s.	Other: TCEQ Coordination
<input type="checkbox"/>	<input type="checkbox"/>	t.	Other: Construction Phase Consultation
<input type="checkbox"/>	<input type="checkbox"/>	u.	Other:
<input type="checkbox"/>	<input type="checkbox"/>	v.	Other:
<input type="checkbox"/>	<input type="checkbox"/>	w.	Other:

3. Owner's Responsibilities

Owner shall have those responsibilities set forth in Article 2 and in Exhibit B, except as modified by this Task Order.

4. Times for Rendering Services

[illegible]

Note:

Should review times exceed those identified above, the project schedule will be extended accordingly.

5. Payments to Engineer

A. Owner shall pay Engineer for services rendered as follows:

Work Task	Study & Report Phase	Preliminary Design Phase	Final Design Phase	Bidding Phase	Construction Phase (See Note 2)	Commissioning Phase	Total	Payment Method (See Note 1)
Basic Services		\$10,000.00	\$6,500.00	\$5,000.00			\$21,500.00	Lump Sum
Subtotal		\$10,000.00	\$6,500.00	\$5,000.00			\$21,500.00	

Reimbursable Expenses					\$2,500.00		\$2,500.00	Hourly Rate and Reimbursable Expenses
Construction Coordination					\$10,000.00		\$10,000.00	
Subtotal					\$12,500.00		\$12,500.00	
Total		\$10,000.00	\$6,500.00	\$5,000.00	\$12,500.00		\$34,000.00	

Notes:

¹ Payment Method: Fees shown for services to be provided on the basis of Hourly Rates and Reimbursable Expenses as shown in Par. 6 of this Task Order are estimated only and are not considered lump sum.

² Construction Phase Services assume a construction period of 60 consecutive calendar days. Construction phase fee and Reimbursable Expenses are not to exceed amounts without prior executed amendment. ENGINEER's work on this phase beyond the construction period will be billed at hourly rates.

6. Hourly Rates and Reimbursable Expenses Schedule

Rates for hourly work and reimbursable expenses effective on the date of this Agreement are:

Principal	\$260.00/hour
Senior Environmental Planner	\$215.00/hour
Environmental Planner	\$170.00/hour
Senior Aviation Planner	\$220.00/hour
Aviation Planner	\$168.00/hour
Senior Urban Design Planner	\$215.00/hour
Urban Design Planner	\$185.00/hour
Development Services Manager	\$195.00/hour
Electrical Engineer	\$230.00/hour
Mechanical Engineer	\$175.00/hour
Senior Project Manager	\$205.00/hour
Project Manager	\$175.00/hour
Senior Project Engineer	\$165.00/hour
Project Engineer	\$135.00/hour
Senior Design Engineer	\$120.00/hour
Design Engineer	\$110.00/hour
Senior Project Architect	\$190.00/hour
Project Architect	\$140.00/hour
Design Architect	\$100.00/hour
GIS Specialist	\$140.00/hour
Senior Engineering Technician	\$180.00/hour
Engineering Technician	\$100.00/hour
Senior Design Technician	\$120.00/hour
Design Technician	\$ 85.00/hour
Safety Manager	\$130.00/hour
Safety Specialist	\$ 95.00/hour
TCEQ Instructor	\$ 95.00/hour
Regulation Compliance Specialist	\$ 90.00/hour
Project Assistant	\$ 85.00/hour
Senior CAD Technician	\$ 85.00/hour
CAD Technician	\$ 75.00/hour
Senior Project Representative	\$100.00/hour
Senior Project Representative - After Hours	\$120.00/hour
Project Representative	\$ 90.00/hour
Project Representative - After Hours	\$110.00/hour
Graphic Designer	\$ 70.00/hour
Administrative Assistant	\$ 75.00/hour
Secretary	\$ 55.00/hour
Three-Man Survey Crew	\$185.00/hour
Two-Man Survey Crew	\$155.00/hour
Senior Registered Surveyor	\$160.00/hour
Registered Surveyor	\$130.00/hour
Senior Survey Technician	\$110.00/hour
Survey Technician	\$ 95.00/hour
Mileage	\$ 0.58/mile
ATV (4-Wheeler)	\$100.00/day
GPS	\$100.00/day
Reimbursable Expenses (Travel, Lodging, Copies, Printing)	Actual Cost
Outside Consultants	Cost + 15%

NOTE: The Standard Hourly Rates and Reimbursable Expenses Schedule shall be adjusted annually as of January to reflect equitable changes in the compensation payable to Engineer.

7. Terms and Conditions: Execution of this Task Order by Owner and Engineer shall make it subject to the terms and conditions of the Agreement (as modified above), which Agreement is incorporated by this reference. Engineer is authorized to begin performance upon its receipt of a copy of this Task Order signed by Owner.

The Effective Date of this Task Order is _____.

OWNER: Riverbend Water Resources
District

By: _____

Name: Kyle Dooley

Title: Executive Director/CEO

Date Signed: _____

ENGINEER: KSA Engineers, Inc.

By:  _____

Name: Joncie H. Young, P.E.

Title: Director of Municipal Services

Date Signed: 11/12/2020

Engineer License or Firm's
Certificate No. F-1356

State of: Texas

DESIGNATED REPRESENTATIVE FOR
TASK ORDER:

Name: Eli Hunt

Title: Operations Manager

Address: 228 Texas Avenue, Suite A
New Boston, Texas 75503

E-Mail Address: elihunt@rwr.org

Phone: 903.831.0091

Fax: 903.231.0096

DESIGNATED REPRESENTATIVE FOR TASK
ORDER:

Name: Lanny Buck, P.E.

Title: Project Manager

Address: 140 East Tyler Street
Suite 600
Longview, TX 75455

E-Mail Address: lbuck@ksaeng.com

Phone: 903.236.7700

Fax: 888.224.9418

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. B.
RWRD RESO 20210127-02
Fourth Quarter
FY 2019-2020 Financials**



RIVERBEND RESOLUTION NO. 20210127-02

APPROVING THE FOURTH QUARTER FY 2019-2020 FINANCIAL STATEMENTS

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 staff prepares and presents quarterly financial statements, which provide for the fiduciary guidance of Riverbend Water Resources funds.

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District Board of Directors accepts and approves the Fourth Quarter FY 2019-2020 financials.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary

Attached: Fourth Quarter FY 2019-2020 Financials



RIVERBEND WATER RESOURCES DISTRICT**STATEMENT OF NET POSITION****ENTERPRISE FUNDS****September 30, 2020**

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
ASSETS				
Current assets:				
Cash	\$ 167,451	\$ -	\$ 1,044,529	\$ 1,211,980
Accounts receivable	17,846	366,922	413,271	798,039
Due from other fund	1,040	-	-	1,040
Restricted assets:				
Cash restricted for bond debt reserves	-	98,401	2,248,360	2,346,761
Cash restricted for construction - bond proceeds	-	-	474,906	474,906
Cash restricted for operations	-	-	900,774	900,774
Prepaid expenses	-	-	73,384	73,384
Inventory	-	-	76,879	76,879
Total current assets	<u>186,337</u>	<u>465,323</u>	<u>5,232,103</u>	<u>5,883,763</u>
Noncurrent assets:				
Capital assets (net of accumulated depreciation):				
Equipment	-	-	343,220	343,220
Utility system	-	-	16,768,340	16,768,340
Intangible assets	-	-	296,537	296,537
Construction in progress	-	-	617,704	617,704
Total capital assets	<u>-</u>	<u>-</u>	<u>18,025,801</u>	<u>18,025,801</u>
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>18,025,801</u>	<u>18,025,801</u>
TOTAL ASSETS	<u>186,337</u>	<u>465,323</u>	<u>23,257,904</u>	<u>23,909,564</u>
LIABILITIES				
Current liabilities:				
Accounts payable	1,098	-	128,115	129,213
Payroll liabilities	-	-	33,977	33,977
Due to other fund	-	-	1,040	1,040
Accrued interest payable	-	-	179,457	179,457
Accrued compensated absences - current	-	-	19,005	19,005
Revenue bonds payable - current	-	-	740,000	740,000
Total current liabilities	<u>1,098</u>	<u>-</u>	<u>1,101,594</u>	<u>1,102,692</u>
Noncurrent liabilities:				
Accrued compensated absences - long term	-	-	40,813	40,813
Revenue bonds payable - long term	-	-	8,595,000	8,595,000
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>8,635,813</u>	<u>8,635,813</u>
TOTAL LIABILITIES	<u>1,098</u>	<u>-</u>	<u>9,737,407</u>	<u>9,738,505</u>
NET POSITION				
Net investment in capital assets	-	-	9,614,188	9,614,188
Restricted for bond reserves	-	465,323	2,249,134	2,714,457
Restricted for construction	-	-	474,906	474,906
Unrestricted	<u>185,239</u>	<u>-</u>	<u>1,182,269</u>	<u>1,367,508</u>
TOTAL NET POSITION	<u>\$ 185,239</u>	<u>\$ 465,323</u>	<u>\$ 13,520,497</u>	<u>\$ 14,171,059</u>

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION ENTERPRISE FUNDS

For the Year Ended September 30, 2020

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
OPERATING REVENUES				
Charges for services:				
Member fees	\$ 180,842	\$ -	\$ -	\$ 180,842
Army volumetric charge	-	-	2,890,837	2,890,837
Army water supply charge	-	-	241,890	241,890
Commercial & residential charge	-	-	245,850	245,850
Other revenue	-	-	4,703	4,703
Total operating revenues	<u>180,842</u>	<u>\$ -</u>	<u>3,383,280</u>	<u>3,564,122</u>
OPERATING EXPENSES				
Accounting & audit	4,500	-	-	4,500
Analyticals	-	-	109,811	109,811
Community relations	2,285	-	-	2,285
Conferences & seminars	2,783	-	-	2,783
Consulting	181,617	-	66,809	248,426
Dues & memberships	7,615	-	-	7,615
Engineering services	55,977	-	-	55,977
Equipment maintenance, repair & fuel	-	-	51,442	51,442
Equipment rental	-	-	(845)	(845)
Insurance	-	-	29,443	29,443
Legal & professional fees	51,200	-	-	51,200
Materials	-	-	221,802	221,802
Meetings expense	2,063	-	-	2,063
Military affairs	16,500	-	-	16,500
Office supplies and expense	330	-	-	330
Permits	-	-	33,335	33,335
Repairs	-	-	201,985	201,985
Salaries, wages, payroll taxes & benefits	157,727	-	896,999	1,054,726
Supplies	-	-	25,526	25,526
Travel & training	5,492	-	-	5,492
Utilities	-	-	152,289	152,289
Waste disposal	-	-	50,363	50,363
Water purchase cost	-	-	241,757	241,757
Web design & maintenance	2,258	-	-	2,258
Miscellaneous	499	-	-	499
Overhead allocation - water	-	-	194,930	194,930
Overhead allocation - wastewater	-	-	211,738	211,738
Overhead allocation - industrial wastewater	-	-	213,536	213,536
Total operating expenses	<u>490,846</u>	<u>-</u>	<u>2,700,920</u>	<u>3,191,766</u>
Operating income (loss) before depreciation	(310,004)	-	682,360	372,356
Depreciation	205	-	762,867	763,072
Operating income (loss)	<u>(310,209)</u>	<u>-</u>	<u>(80,507)</u>	<u>(390,716)</u>
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenue	-	-	1,192,433	1,192,433
Minimum monthly payments	-	465,323	-	465,323
Interest revenue	-	-	31,413	31,413
Other revenue	-	-	157,761	157,761
Project admin fees	-	-	(889)	(889)
Gain (loss) on disposal of asset	-	-	4,660	4,660
Interest expense	-	-	(392,130)	(392,130)
Franchise fees expense	-	-	(101,350)	(101,350)
Special projects expense	(42,960)	-	-	(42,960)
Total nonoperating revenues (expenses)	<u>(42,960)</u>	<u>465,323</u>	<u>891,898</u>	<u>1,314,261</u>
Income (loss) before capital contributions and transfers	(353,169)	465,323	811,391	923,545
Capital contributions			983,153	983,153
Transfers in (out)	200,000	-	(200,000)	-
Changes in net position	(153,169)	465,323	1,594,544	1,906,698
Net position, beginning of year	338,408	-	11,925,953	12,264,361
Net position, end of year	\$ 185,239	\$ 465,323	\$ 13,520,497	\$ 14,171,059

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM ADMINISTRATION For the Year Ended September 30, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ 176,000	\$ 180,842	\$ 4,842	102.75%
Total operating revenues	176,000	180,842	4,842	102.75%
OPERATING EXPENSES				
Advertising	1,400	42	1,358	3.00%
Accounting & audit	4,500	4,500	-	100.00%
Community relations	8,000	2,285	5,715	28.56%
Conferences & seminars	4,700	2,783	1,917	59.21%
Consulting	200,000	181,617	18,383	90.81%
Dues & memberships	7,735	7,615	120	98.45%
Engineering services	174,500	55,977	118,523	32.08%
Legal & professional fees	52,500	51,200	1,300	97.52%
Meetings expense	6,000	2,063	3,937	34.38%
Military affairs	16,500	16,500	-	100.00%
Office supplies & expense	3,200	330	2,870	10.31%
Salaries, wages & benefits	155,855	157,727	(1,872)	-101.20%
Subscriptions	500	457	43	91.40%
Travel & training	18,000	5,492	12,508	30.51%
Web design & maintenance	4,000	2,258	1,742	56.45%
Total operating expenses before depreciation	657,390	490,846	166,544	74.67%
Depreciation	-	205	(205)	
Total operating expenses	657,390	491,051	166,339	74.70%
Income (loss) before special projects expense and transfers	(481,390)	(310,209)	171,181	64.44%
Special projects expense	(50,500)	(42,960)	7,540	85.07%
Transfer in	200,000	200,000	-	100.00%
Change in net position	(331,890)	(153,169)	178,721	46.15%
Net position, beginning of year	338,408	338,408	-	100.00%
Net position, end of year	\$ 6,518	\$ 185,239	178,721	2841.96%

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM FACILITIES FUND For the Year Ended September 30, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ -	\$ -	\$ -	
Total operating revenues	-	-	-	
OPERATING EXPENSES				
Expenses	-	-	-	
Total operating expenses	-	-	-	
Operating income (loss)	-	-	-	
NONOPERATING REVENUES (EXPENSES)				
Minimum monthly payments	365,810	465,323	99,513	127.20%
Total nonoperating revenues (expenses)	365,810	465,323	99,513	127.20%
Change in net position	365,810	465,323	99,513	127.20%
Net position, beginning of year	\$ -	-	-	
Net position, end of year	\$ 365,810	\$ 465,323	\$ 99,513	127.20%

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE WET UTILITIES FUND For the Year Ended September 30, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ 3,541,962	\$ 3,378,577	\$ (163,385)	-95.39%
Other revenue	4,750	4,703	(47)	-99.01%
Total operating revenues	3,546,712	3,383,280	(163,432)	95.39%
OPERATING EXPENSES				
Analytical	149,600	109,811	39,789	73.40%
Consulting	67,000	66,809	191	99.71%
Equipment maintenance, repair & fuel	100,600	51,442	49,158	51.14%
Equipment rental	8,500	(845)	9,345	9.94%
Insurance	39,000	29,443	9,557	75.49%
Materials	233,000	221,802	11,198	95.19%
Miscellaneous	12,000	-	12,000	0.00%
Permits	55,000	33,335	21,665	60.61%
Repairs	426,800	201,985	224,815	47.33%
Salaries, wages, payroll taxes & benefits	1,038,851	896,999	141,852	86.35%
Supplies	49,700	25,526	24,174	51.36%
Utilities	188,000	152,289	35,711	81.00%
Waste disposal	62,000	50,363	11,637	81.23%
Water purchase cost	307,663	241,757	65,906	78.58%
Overhead allocation - water	213,006	194,930	18,076	91.51%
Overhead allocation - wastewater	231,372	211,738	19,634	91.51%
Overhead allocation - industrial wastewater	233,337	213,536	19,801	91.51%
Total operating expenses	3,415,428	2,700,920	714,508	79.08%
Operating income (loss) before depreciation	131,284	682,360	551,076	519.76%
Depreciation	780,000	762,867	17,133	97.80%
Operating income (loss)	(648,716)	(80,507)	568,209	12.41%
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenues	1,243,931	1,192,433	(51,498)	-95.86%
Interest revenue	52,000	31,413	(20,587)	-60.41%
Other revenue	194,015	161,532	(32,483)	-83.26%
Interest expense	(405,449)	(392,130)	13,319	96.71%
Franchise fees expense	(106,259)	(101,350)	4,909	95.38%
Total nonoperating revenues (expenses)	978,238	891,898	(86,340)	91.17%
Income (loss) before capital contributions and transfers	329,522	811,391	481,869	246.23%
Capital contributions	983,153	983,153	-	100.00%
Transfers in (out)	(200,000)	(200,000)	-	100.00%
Change in net position	1,112,675	1,594,544	481,869	143.31%
Net position, beginning of year	11,925,953	11,925,953	-	100.00%
Net position, end of year	\$ 13,038,628	\$ 13,520,497	\$ 481,869	103.70%

RIVERBEND WATER RESOURCES DISTRICT**COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION****REGIONAL WATER SYSTEM ADMINISTRATION****For the Year Ended September 30, 2020**

	<u>September 30, 2020</u>	<u>September 30, 2019</u>	<u>\$ Change</u>	<u>% Change</u>
OPERATING REVENUES				
Charges for services:				
Member fees	\$ 180,842	\$ 197,608	\$ (16,766)	-8.48%
Other revenue	-	72,841	(72,841)	-100.00%
Total operating revenues	<u>180,842</u>	<u>270,449</u>	<u>(89,607)</u>	<u>-33.13%</u>
OPERATING EXPENSES				
Accounting & audit	4,500	7,171	(2,671)	-37.25%
Community relations	2,285	5,936	(3,651)	-61.51%
Conferences & seminars	2,783	5,724	(2,941)	-51.38%
Consulting	181,617	198,929	(17,312)	-8.70%
Dues & memberships	7,615	7,694	(79)	-1.03%
Engineering services	55,977	78,924	(22,947)	-29.07%
Legal & professional fees	51,200	39,096	12,104	30.96%
Meetings expense	2,063	5,570	(3,507)	-62.96%
Member Services	-	19,469	(19,469)	-100.00%
Military affairs	16,500	8,202	8,298	101.17%
Office supplies and expense	330	2,854	(2,524)	-88.44%
Salaries, wages, payroll taxes & benefits	157,727	153,406	4,321	2.82%
Travel & training	5,492	17,716	(12,224)	-69.00%
Web design & maintenance	2,258	3,655	(1,397)	-38.22%
Miscellaneous	499	1,029	(530)	-51.51%
Total operating expenses	<u>490,846</u>	<u>555,375</u>	<u>(64,529)</u>	<u>-11.62%</u>
Operating income (loss) before depreciation	(310,004)	(284,926)	(25,078)	-8.80%
Depreciation	205	272	(67)	-24.63%
Operating income (loss)	<u>(310,209)</u>	<u>(285,198)</u>	<u>(25,011)</u>	<u>8.77%</u>
NONOPERATING REVENUES (EXPENSES)				
Special projects expense	(42,960)	(268,455)	225,495	84.00%
Total nonoperating revenues (expenses)	<u>(42,960)</u>	<u>(268,455)</u>	<u>225,495</u>	<u>84.00%</u>
Income (loss) before transfers	<u>(353,169)</u>	<u>(553,653)</u>	<u>200,484</u>	<u>-36.21%</u>
Transfers in (out)	<u>200,000</u>	<u>400,000</u>	<u>(200,000)</u>	<u>-50.00%</u>
Change in net position	<u>(153,169)</u>	<u>(153,653)</u>	<u>484</u>	<u>0.31%</u>
Net position, beginning of year	<u>338,408</u>	<u>492,061</u>	<u>(153,653)</u>	<u>-31.23%</u>
Net position, end of year	<u>\$ 185,239</u>	<u>\$ 338,408</u>	<u>\$ (153,169)</u>	<u>-45.26%</u>

RIVERBEND WATER RESOURCES DISTRICT**COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION
REGIONAL WATER SYSTEM FACILITIES FUND****For the Year Ended September 30, 2020**

	<i>September 30, 2020</i>	<i>September 30, 2019</i>	<i>\$ Change</i>	<i>% Change</i>
OPERATING REVENUES				
Charges for services:	-	-	-	
Total operating revenues	-	-	-	
OPERATING EXPENSES				
Expenses	-	-	-	
Total operating expenses	-	-	-	
Operating income (loss)	-	-	-	
NONOPERATING REVENUES (EXPENSES)			-	
Minimum monthly payments	465,323	-	465,323	
Total nonoperating revenues (expenses)	465,323	-	465,323	
Change in net position	465,323	-	465,323	
Net position, beginning of year	-	-	-	
Net position, end of year	<u>\$ 465,323</u>	<u>\$ -</u>	<u>\$ 465,323</u>	

RIVERBEND WATER RESOURCES DISTRICT

COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION

WET UTILITIES FUND

For the Year Ended September 30, 2020

	<u>September 30, 2020</u>	<u>September 30, 2019</u>	<u>\$ Change</u>	<u>% Change</u>
OPERATING REVENUES				
Charges for services:				
Army volumetric charge	\$ 2,890,837	\$ 2,693,840	\$ 196,997	7.31%
Army water supply charge	241,890	207,840	34,050	16.38%
Commercial & residential charge	245,850	410,164	(164,314)	-40.06%
Other revenue	4,703	6,528	(1,825)	-27.96%
Total operating revenues	<u>3,383,280</u>	<u>3,318,372</u>	<u>64,908</u>	<u>1.96%</u>
OPERATING EXPENSES			-	
Analyticals	109,811	91,156	18,655	20.46%
Consulting	66,809	13,200	53,609	406.13%
Equipment maintenance, repair & fuel	51,442	29,454	21,988	74.65%
Equipment rental	(845)	7,193	(8,038)	-111.75%
Insurance	29,443	15,039	14,404	95.78%
Materials	221,802	248,283	(26,481)	-10.67%
Permits	33,335	32,048	1,287	4.02%
Repairs	201,985	193,593	8,392	4.33%
Salaries, wages, payroll taxes & benefits	896,999	812,000	84,999	10.47%
Supplies & materials	25,526	37,344	(11,818)	-31.65%
Utilities	152,289	143,256	9,033	6.31%
Waste disposal	50,363	45,034	5,329	11.83%
Water purchase cost	241,757	318,684	(76,927)	-24.14%
Miscellaneous	-	470	(470)	-100.00%
Overhead allocation - water	194,930	174,671	20,259	11.60%
Overhead allocation - wastewater	211,738	232,896	(21,158)	-9.08%
Overhead allocation - industrial wastewater	213,536	174,671	38,865	22.25%
Total operating expenses	<u>2,700,920</u>	<u>2,568,992</u>	<u>131,928</u>	<u>5.14%</u>
Operating income (loss) before depreciation	682,360	749,380	(67,020)	-8.94%
Depreciation	762,867	684,591	78,276	11.43%
Operating income (loss)	<u>(80,507)</u>	<u>64,789</u>	<u>(145,296)</u>	<u>-224.26%</u>
NONOPERATING REVENUES (EXPENSES)			-	
Facility charges revenue	1,192,433	1,320,980	(128,547)	-9.73%
Interest revenue	31,413	51,417	(20,004)	-38.91%
Administrative fund salary revenue	157,761	127,612	30,149	23.63%
Project admin fees	(889)	101,491	(102,380)	-100.88%
Gain (loss) on disposal of asset	4,660	-	4,660	
Interest expense	(392,130)	(419,763)	27,633	-6.58%
Franchise fees expense	(101,350)	(99,059)	(2,291)	-2.31%
Total nonoperating revenues (expenses)	<u>891,898</u>	<u>1,082,678</u>	<u>(190,780)</u>	<u>-17.62%</u>
Income (loss) before capital contributions and transfers	<u>811,391</u>	<u>1,147,467</u>	<u>(336,076)</u>	<u>-29.29%</u>
			-	
Capital contributions	983,153	393,327	589,826	149.96%
Transfers in (out)	<u>(200,000)</u>	<u>(400,000)</u>	<u>200,000</u>	<u>50.00%</u>
Change in net position	<u>1,594,544</u>	<u>1,140,794</u>	<u>453,750</u>	<u>39.77%</u>
Net position, beginning of year	<u>11,925,953</u>	<u>10,680,926</u>	<u>1,245,027</u>	<u>11.66%</u>
Prior period adjustment		<u>104,233</u>	<u>(104,233)</u>	<u>-100.00%</u>
Net position, end of year	<u>\$ 13,520,497</u>	<u>\$ 11,925,953</u>	<u>\$ 1,594,544</u>	<u>13.37%</u>

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. C.
RWRD RESO 20210127-03
Fourth Quarter FY 2019-2020
Investment Report**



RIVERBEND RESOLUTION NO. 20210127-03

APPROVING THE FOURTH QUARTER FY 2019-2020 INVESTMENT REPORT

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 has adopted an Investment Policy as required by law to manage the funds of Riverbend Water Resources District; and

WHEREAS, the Investment Policy Reporting Section XIII requires that the Investment Officer prepare and sign a quarterly investment report that includes activity on all interest-bearing accounts held by Riverbend Water Resources District.

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District accepts and approves the Fourth Quarter FY 2019-2020 Investment Report.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary



Attached: Fourth Quarter FY 2019-2020 Investment Report

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF INVESTMENTS ENTERPRISE FUNDS For the Three Months Ended September 30, 2020

Funds	Identification Number	Maturity Date	Balance 06/30/2020	Interest Income 9/30/2020	Transfers In/(Out) Per Policy	Net Deposits/ Withdrawals	Balance 9/30/2020	Accrued Int Rec 9/30/2020
Administrative Fund								
Operations	50003704	Daily checking	\$ 219,490	\$ -	\$ 21,017	(73,095)	\$ 167,412	\$ -
Operations	457060	Daily savings	25	-	-	-	25	-
Operations	3011380	Daily savings	200	-	(186)	(14)	-	-
Wet Utilities Fund								
Operations	21695	Daily checking	1,066,818	-	(340,459)	316,909	1,043,269	-
Restricted bond sinking	21709	Daily checking	1,315,145	2,351	323,291	2,347	1,640,782	-
Restricted bond reserves	21217	Daily checking	607,757	945	(1,123)	-	607,578	-
Restricted construction funds	21741	Daily checking	475,046	739	(878)	-	474,906	-
Restricted operations	7967600001	Daily prime	901,661	774	(1,661)	-	900,774	-
Regional Water System Facilities Fund								
Restricted Savings	3011380	Daily Savings	-	-	0	98,401	98,401	-
Total - All Funds			\$ 4,586,142	\$ 4,808	\$ 0	\$ 344,549	\$ 4,933,147	\$ -

The investment schedule of Riverbend Water Resources District is in compliance with the Public Funds Investment Act and the District's Investment Policy.



Tara Houck, CPA
Chief Financial Officer

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. D.
RWRD RESO 20210127-04
FY 2019-2020 Audit**



RIVERBEND RESOLUTION NO. 20210127-04

**APPROVING THE FY 2019-2020 ANNUAL AUDIT
PERFORMED BY WILF & HENDERSON, P.C.**

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 Board of Directors deems it necessary to engage a qualified Certified Public Accounting firm to conduct an annual audit, which provides for increased fiduciary responsibility of Riverbend Water Resources District funds; and

WHEREAS, Wilf & Henderson, P.C. provides the necessary accounting and financial services to fully perform an annual audit; and

WHEREAS, Riverbend Water Resources District staff and Wilf & Henderson, P.C. staff collaborated to conduct the audit and represent the financial statements, management discussion and analysis, and management representations in accordance with applicable laws and regulations.

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District approves the FY 2019-2020 Annual Audit performed by Wilf and Henderson, P.C. for distribution.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary



Attached: FY 2019-2020 Annual Audit for Riverbend Water Resources District

**RIVERBEND WATER RESOURCES DISTRICT
NEW BOSTON, TEXAS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended
September 30, 2020**

Prepared by
Tara Houck, CPA
Chief Financial Officer
228 Texas Avenue, Suite A
New Boston, Texas 75570

RIVERBEND WATER RESOURCES DISTRICT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2020

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Introductory Section

January 27, 2021

The Board of Directors,
Members of Riverbend
Water Resources District

In accordance with state statutes, the Comprehensive Annual Financial Report (CAFR) of Riverbend Water Resources District for the fiscal year ended September 30, 2020 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the enterprise funds of the District. All disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activities have been included.

PROFILE OF THE DISTRICT

Riverbend Water Resources District was created in 2009 by Senate Bill 1223 of the Texas Legislature. It is a conservation and reclamation district with statutory powers including the authority to acquire any and all storage rights and storage capacity in a reservoir and to acquire the right to take water from that reservoir. The roots of the District can be found in the area's past regional water partnerships focused on utilizing Wright Patman Lake as their primary water supply source. In 1953, and again in 1968, the City of Texarkana, Texas, in cooperation and with the support of its neighboring cities, executed agreements with the U.S. Army Corps of Engineers to use a portion of the flood control pool at Wright Patman to meet their long-term water supply needs. Over time, Texarkana, Texas on behalf of itself and other area users, secured permits which allowed them to impound, divert, and appropriate water in Wright Patman lake for both municipal and industrial use.

In 1966, the Lake Texarkana Water Supply Corporation ("LTWSC") was created for the purpose of financing the acquisition, construction and maintenance of a new water treatment and distribution system to its members. In 1969 in order to support LTWSC's debt issue and facilitate administration of the new water treatment and distribution system, the City of Texarkana, Texas signed water supply contracts with surrounding Texas-side communities, known as the original Member Cities (including Annona, Avery, DeKalb, Hooks, Maud, New Boston, Texarkana, Texas, and Wake Village), collectively known as "Member City Contracts." Today, Riverbend has now grown to include eighteen (18) members that include communities within Bowie, Cass and Red River Counties in northeast Texas. District membership grew during 2011, after being reconstituted, and again in 2019, Texas Special District Local Law Code Section 9601.005(b) allowed water supply corporations to join the District. Current members include Annona, Atlanta, Avery, Central Bowie County WSC, DeKalb, Hooks, Leary, Maud, Nash, New Boston, Oak Grove Water Supply Corporation, Redwater, Texarkana, Wake Village, TexAmericas Center, as well as Bowie, Cass and Red River Counties.



The District provides water, wastewater, and industrial wastewater for Red River Army Depot and the tenants within the TexAmericas Center footprint for an estimated population of 6,000 people. The District represents, through Interlocal Agreements with our membership, the water supply interest for area communities. The District operates as a retail water supplier. The treated water is purchased from the City of Texarkana, Texas and Texarkana Water Utilities and supplied to customers on our system. The District serves as the local representative for Wright Patman Lake on issues with the U.S. Army Corps of Engineers, Texas Commission on Environmental Quality (TCEQ), the Texas Water Development Board (TWDB) as well as acting as representatives for our membership in the Region D state water planning area and will be working on the initial statewide flood planning effort over the next few years.

The District is governed by a Board of five directors consisting of two directors appointed by the City of Texarkana; one director appointed by the City of New Boston; one director appointed by TexAmericas Center; and one director appointed by the remaining member entities.

ECONOMIC INFORMATION/OUTLOOK

The largest employer in the District, Red River Army Depot (RRAD), is also the largest customer of the District and represents the majority of the operating revenue for the District. The FY 2021 RRAD budget is approximately 8% higher than the current year and the remaining business, commercial and residential retail water customers located in TexAmericas Center, are expected to remain the same.

MAJOR INITIATIVES/LONG TERM FINANCIAL PLANNING

Riverbend has major on-going initiatives that staff will be focusing on for this fiscal year and into the future. First, Riverbend has secured \$200M of funding, through the Texas Water Development Board's Drinking Water State Revolving Fund, for a new regional water treatment facility. Riverbend executed water supply contracts with the participating member entities to support the debt payback along with the operations and maintenance on the project. This project will utilize a multi-year bond issuance package, to be distributed as listed below.

- FY 2020-2021 \$18M bond issuance
- FY 2021-2022 \$93M bond issuance
- FY 2022-2023 \$14.4M bond issuance
- FY 2023-2024 \$74.6M bond issuance

Also, Riverbend and Texarkana, TX have submitted a water rights application to the Texas Commission on Environmental Quality (TCEQ). This water right application has been submitted to hopefully secure enough water for the region for the next fifty years. Currently, TCEQ is in the administrative review process. Staff is working closely with TCEQ in providing information to aid the review.

Riverbend is also working with RRAD to complete the design and construction of a new industrial wastewater treatment facility. Riverbend will be completing an application for funding through the Texas Water Development Board in the amount of \$13.5M during this fiscal year.

FINANCIAL INFORMATION

The District accounting system consists of three enterprise funds where all financial activities are recorded. Management of the District are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected. Because the cost of a control should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free from any material misstatements. Within this framework, management believes that the District's transactions are properly recorded, and the financial report is complete and reliable in all material respects.

Enterprise Operations. Total revenues for all funds for the fiscal year were \$5,257,062 compared to \$5,062,709 for FY2019.

Budget Controls. A budget is prepared annually in accordance with the Texas Water Code Chapter 49, Subchapter G, Sec. 49.199 and, after approval by the Board of Directors, is used in planning and controlling costs. During the year, necessary budget amendments are submitted and approved by the Board prior to implementation.

Debt Administration. Outstanding large debt on September 30, 2020 totaled \$9,335,000 which consisted of Water and Wastewater Revenue Bonds Taxable Series 2016A of \$4,420,000 and Water and Wastewater Revenue Bonds Taxable Series 2016B of \$4,915,000.

OTHER INFORMATION

As required by the Texas Water Code Chapter 49, Subchapter G, Sec. 49.191, an audit of the District's fiscal accounts and records must be conducted annually. Accordingly, the Board of Directors appointed the firm of Wilf & Henderson, P.C. to complete the audit of the District's records.

Wilf & Henderson, P.C. has issued an unmodified opinion of the District's financial statements for year ended September 30, 2020. The independent auditor's report is located at the front of the financial section of this report. Immediately following the reader will find Management's Discussion and Analysis (MD&A) that provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

AWARD AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Riverbend Water Resources District for its comprehensive annual financial report for the fiscal year ended September 30, 2019. This is the first year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of Riverbend Water Resources District and our independent auditors. I would like to express appreciation to the Board of Directors and Executive Director for their unfailing support and for maintaining the highest standards of professionalism in the management of Riverbend Water Resources District finances.

Respectfully submitted,

Tara Houck, CPA
Chief Financial Officer

January 27, 2021

PRINCIPAL OFFICIALS

BOARD OF DIRECTORS

SONJA YATES HUBBARD

President

City of Texarkana

TINA VEAL-GOOCH

Vice President

TexAmericas Center

MARSHALL WOOD

Secretary

City of Texarkana

VAN ALEXANDER

Treasurer

Member At-Large

FRED MILTON

Past President

City of New Boston

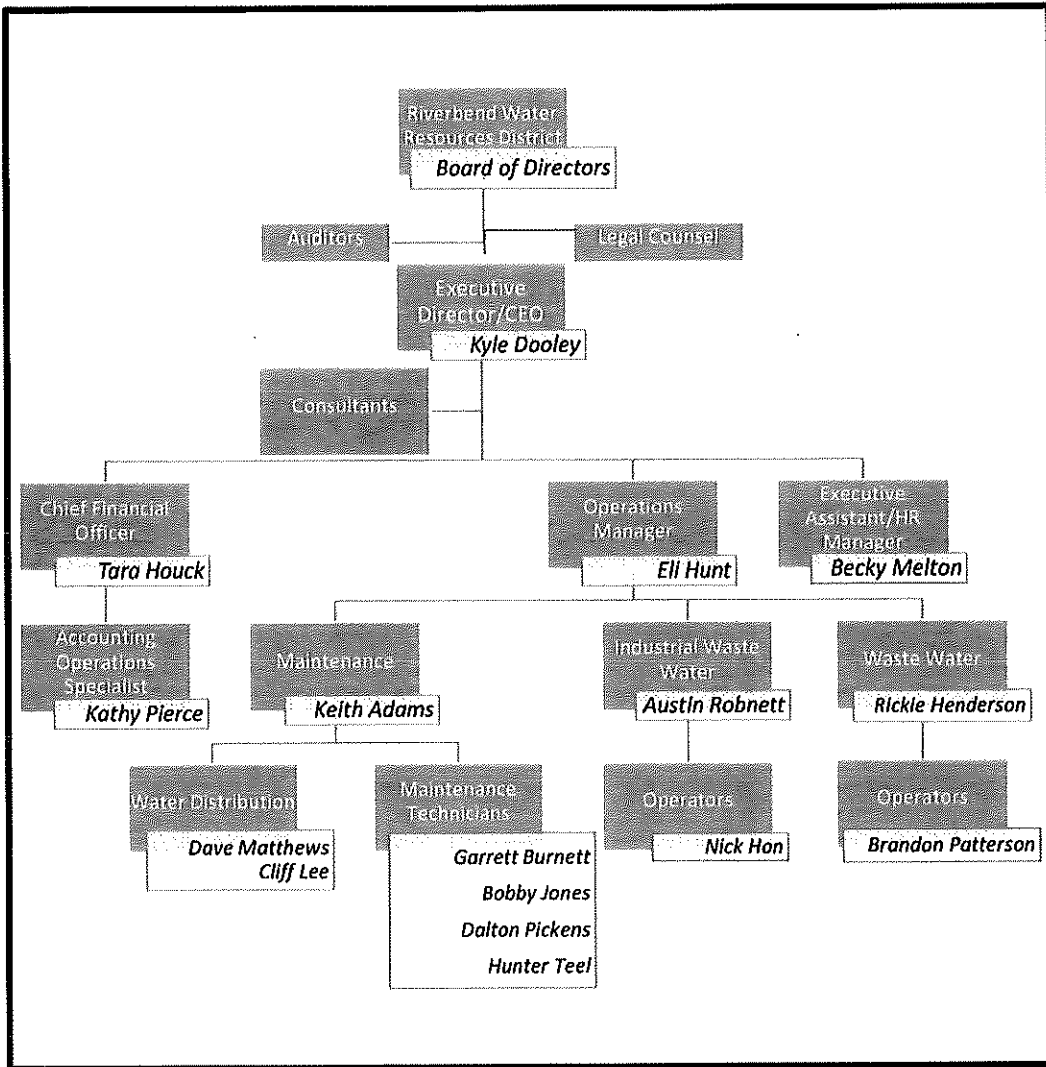
KYLE DOOLEY, P.E.

Executive Director/Chief Executive Officer

TARA HOUCK, CPA

Chief Financial Officer

Riverbend Water Resources District Organizational Chart





Government Finance Officers Association

**Certificate of
Achievement
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in Financial
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Presented to

**Riverbend Water Resources District
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morrell

Executive Director/CEO

Annual Filing Affidavit

THE STATE OF TEXAS }
COUNTY OF BOWIE }

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Financial Section



Independent Auditors' Report

Board of Directors
Riverbend Water Resources District
Texarkana, Texas

Members of the Board:

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of Riverbend Water Resources District (Riverbend) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise Riverbend's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of Riverbend Water Resources District as of September 30, 2020, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-6, be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Riverbend Water Resources District's basic financial statements. The supplementary information budgetary comparison schedules on pages 21-23 and the supplementary information schedules required by the Texas Commission on Environmental Quality on pages 24-35 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Introductory Section and Statistical Section

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Riverbend Water Resources District's basic financial statements. The introductory section on pages i-viii and the statistical section on pages 36-55 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2021, on our consideration of the Riverbend Water Resources District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Riverbend Water Resources District's internal control over financial reporting and compliance.

Wilf & Henderson, P.C.

WILF & HENDERSON, P.C.

Certified Public Accountants

Texarkana, Texas

January 12, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Comprehensive Annual Financial Report (CAFR) for Riverbend Water Resources District presents a discussion and analysis of the District's financial performance during the fiscal year ended September 30, 2020. Please read it in conjunction with the transmittal letter at the front of this report and the District's basic financial statements following this section.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$14,171,059 (net position). Of this amount \$9,614,188 (68%) are invested in capital assets for business-type uses and are not available to generate liquid capital. Net position restricted for specific purposes total \$3,189,363 (22%). The remaining \$1,367,508 (10%) is made up unrestricted funds which may be used to meet the District's ongoing obligations to members and creditors in accordance with the District's fiscal policies.
- In fiscal year 2020, Riverbend's combined net position increased \$1,906,698 to \$14,171,059. More than half of the increase (52%) is due to capital contributions received in the amount of \$983,153. The remaining increase can be attributed to an increase in non-operating revenues with the majority of the increase due to debt service payments received in the new Regional Water System Facilities Fund.
- The District's total long-term obligations decreased by \$729,418 (8%) due to regularly scheduled debt service payments.
- Riverbend's operating revenue decreased by \$24,699 to a total for fiscal year 2020 of \$3,564,122. The Administrative fund's operating revenue decreased by \$89,607, primarily due to a decrease in services provided to member cities. The Wet Utilities fund's operating revenue increased by \$64,908, the net of an increase in RRAD revenue over a decrease in residential and commercial volumetric charges due to the closure of a large commercial customer.
- Riverbend's combined operating expenses increased by \$145,608 to a total for fiscal year 2020 of \$3,954,838. The Administrative fund's operating expenses decreased \$64,530 due to decrease in meetings, travel, and training due to COVID-19 as well as a decrease in member services expenses. The Wet Utilities fund's operating expenses increased \$131,925 due to a complete year of salaries and benefits for staff positions filled in prior year as well as increased expenses related to additional services provided. Depreciation expense increased by \$78,213.
- Riverbend's combined nonoperating revenues/expenses increased by \$500,038 to a total for fiscal year 2020 of \$1,314,261. As stated above, the majority of this increase is due to debt service payments received in the new Regional Water System Facilities Fund.
- Riverbend's capital contributions increased by \$589,826 to a total for fiscal year 2020 of \$983,153.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to Riverbend Water Resources District's basic financial statements. Riverbend's basic financial statements consist of fund financial statements and the notes to the financial statements. The report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

The financial statements – The financial statements are designed to provide readers with a broad overview of Riverbend's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of Riverbend's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of

Riverbend is improving or deteriorating. The Statement of Revenues, Expenses and Changes in Net Position presents information showing how Riverbend's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Riverbend's activities are functions that are intended to recover all or a significant portion of their costs through user fees and charges and are thus, considered as business-type activities.

Riverbend like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Riverbend uses three enterprise funds. The Regional Water System Administration fund accounts for the revenue from its participating member entities based on the number of gallons of water purchased by the entities as well as supplemental contributions, as necessary, and consulting fees. The Wet Utilities fund, which is the second enterprise fund, is used to account for the water and wastewater operations. The Regional Water System Facilities Fund is an enterprise fund used to collect debt services payments from member entities and receive bond funds to be used for the construction of a regional water system facility. When placed in service, the new regional water system facility will provide wholesale water to the member entities in the three county region.

The basic financial statements of the enterprise funds can be found on pages 7 - 9 of this report.

Notes to the Financial Statements

The notes provide additional information that is necessary to acquire a full understanding of the data provided in the basic financial statements.

The notes to the financial statements can be found on pages 10 - 20 of this report.

Other Information

The District adopts an annual budget for planning, control and evaluation purposes.

The budgetary information may be found on pages 21 - 23 of this report.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information required by the Texas Commission on Environmental Quality.

This required information may be found on pages 24 – 35 of this report.

Statistical Section

Additional statistical information has been prepared to complete the comprehensive annual financial report (CAFR) in accordance with Governmental Financial Standards Board (GASB) guidance. The objective of the statistical section is to provide information on financial trends, revenue capacity, debt capacity, demographic and economic information and operating information.

The statistical information may be found on pages 36 – 55 of this report.

Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Riverbend Water Resources District, assets exceeded liabilities by \$14,171,059 as of September 30, 2020. The largest portion of Riverbend's net position are the amounts related to the net investment in capital assets totaling \$9,614,188. Restricted funds in the amount of \$3,189,363 are comprised of \$2,714,457 restricted for bond payments and \$474,906 restricted for Red River Army Depot construction projects. The unrestricted balance of \$1,367,508 may be used to meet the District's ongoing obligations. Riverbend had an increase in net position during the year of \$1,906,698.

NET POSITION			
	2020	2019	Total \$ Change
Assets:			
Current assets	\$ 5,883,763	\$ 5,214,874	\$ 668,889
Capital Assets	18,025,801	17,500,733	525,068
Total assets	23,909,564	22,715,607	1,193,957
Liabilities:			
Current liabilities	1,102,692	1,086,015	16,677
Long-term liabilities	8,635,813	9,365,231	(729,418)
Total liabilities	9,738,505	10,451,246	(712,741)
Net position:			
Net investment in capital assets	9,614,188	8,410,684	1,203,504
Restricted for bond reserves	2,714,457	2,077,519	636,938
Restricted for construction	474,906	525,217	(50,311)
Unrestricted	1,367,508	1,250,941	116,567
Total net position	\$ 14,171,059	\$ 12,264,361	\$ 1,906,698

CHANGES IN NET POSITION			
	2020	2019	Total \$ Change
Operating revenue:			
Charges for services	\$ 3,559,419	\$ 3,509,452	\$ 49,967
Other	4,703	79,369	(74,666)
Total operating revenue	3,564,122	3,588,821	(24,699)
Operating expenses:			
Administrative	490,846	555,376	(64,530)
Wet Utilities	2,700,920	2,568,995	131,925
Depreciation	763,072	684,859	78,213
Total operating expenses	3,954,838	3,809,230	145,608
Operating income	(390,716)	(220,409)	(170,307)
Nonoperating revenues/expenses	1,314,261	814,223	500,038
Capital contributions	983,153	393,327	589,826
Change in net position	1,906,698	987,141	919,557
Net position, beginning of year	12,264,361	11,172,987	1,091,374
Prior period adjustment	-	104,233	(104,233)
Net position, end of year	\$ 14,171,059	\$ 12,264,361	\$ 1,906,698

Riverbend's total operating revenues decreased by \$24,699 in fiscal year 2020 from the 2019 revenue. Charges for services fees for fiscal year 2020 of \$3,559,419 were increased from fiscal year 2019 of \$3,509,452 by \$49,967. Other operating revenues for the fiscal year 2020 decreased by \$74,666. Riverbend's combined operating expenses increased by \$145,608 for a fiscal year 2020 total of \$3,954,838. The Administrative fund's operating expenses decreased

\$64,530 and the Wet Utilities fund operating expenses increased \$131,925. Depreciation expense increased by \$78,213.

Budgetary Highlights

The fiscal year ended with a Wet Utilities Fund budget surplus of \$481,870 attributable to staff vacancies, capitalization of repair expenditures, and favorable expenditure variances. The Regional Water System Administration Fund budget surplus in the amount of \$178,721 is attributable to less expenditures for engineering services than anticipated and other favorable expenditure variances. The Regional Water System Facilities Fund budget surplus in the amount of \$99,513 is due to member city water usage exceeding contracted minimum volumes.

Capital Assets

Riverbend's capital assets as of September 30, 2020 amount to \$18,025,801. The capital assets include computer equipment, equipment, utility system, intangible assets, and construction in process. Major capital asset additions during the current fiscal year were 5th Street Water Line Replacement \$70,910, 2018 Sewerjet \$69,500, 2020 Ford F-350 Truck with custom bed \$52,197, 2021 Diamond C Trailer \$14,862, Cityworks Work Order System \$70,000, Toyota Forklift \$21,950, and a capital contribution of \$983,153 of TAC Oak Street sewer improvements. Additional information on the District's capital assets can be found in Note 5 on page 14 of this report.

CAPITAL ASSETS, NET OF DEPRECIATION

	2020	2019
Computer equipment	\$ -	\$ 205
Equipment	343,220	243,789
Utility system	16,768,340	16,412,422
Intangible assets	296,537	233,021
Construction in progress	617,704	611,296
Total capital assets	<u>\$ 18,025,801</u>	<u>\$ 17,500,733</u>

Debt Administration

In the year ended September 30, 2016, Riverbend issued Riverbend Water Resources Riverbend Water and Wastewater Revenue Bonds Taxable Series 2016A for \$4,925,000 and Riverbend Water Resources District Water and Wastewater Revenue Bonds Taxable Series 2016B for \$6,685,000. Payments of principal in the amount of \$710,000 and interest in the amount of \$404,879 were made during the fiscal year. Total bonded debt at September 30, 2020 totaled \$9,335,000. Additional information on the District's long-term debt can be found in Note 6 on pages 15-16 of this report.

Economic Factors and Next Year's Budget

The Wet Utilities Fund budget for fiscal year 2020-2021 includes an increase of approximately 8% in the Red River Army Depot (RRAD) revenue. The increase is due to RRAD's increase in percentage of usage of overall water and wastewater volumes and budgeting for planning, design, and construction of a new industrial wastewater treatment plant.

The Regional Water System Facilities Fund budget includes a full year of monthly fees, compared to one month in current year, from member entities for debt service on bonds to be issued in the next fiscal year. The bonds will be used for a new regional water treatment facility.

Request for Information

This financial report is designed to provide a general overview of Riverbend's finances for all those with an interest in the government's finances. Questions concerning any of the information included in this report or requests for additional information should be addressed to Kyle Dooley, Riverbend's Executive Director/CEO at kyledooley@rwr.org, 228 Texas Ave Suite A, New Boston, Texas 75570 or by telephone at 903-831-0091.

Basic Financial Statements

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF NET POSITION

ENTERPRISE FUNDS

SEPTEMBER 30, 2020

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 167,451	\$ -	\$ 1,044,529	\$ 1,211,980
Accounts receivable	17,846	366,922	413,271	798,039
Interfund accounts	1,040	-	-	1,040
Restricted assets:				
Cash and cash equivalents restricted for bond debt reserves	-	98,401	2,248,360	2,346,761
Cash and cash equivalents restricted for construction	-	-	474,906	474,906
Cash and cash equivalents restricted for operations	-	-	900,774	900,774
Prepaid expenses	-	-	73,384	73,384
Inventories	-	-	76,879	76,879
Total current assets	186,337	465,323	5,232,103	5,883,763
Noncurrent assets:				
Capital assets (net of accumulated depreciation):				
Equipment	-	-	343,220	343,220
Utility system	-	-	16,768,340	16,768,340
Intangible assets	-	-	296,537	296,537
Construction in progress	-	-	617,704	617,704
Total capital assets	-	-	18,025,801	18,025,801
Total noncurrent assets	-	-	18,025,801	18,025,801
TOTAL ASSETS	186,337	465,323	23,257,904	23,909,564
LIABILITIES				
Current liabilities:				
Accounts payable	1,098	-	128,115	129,213
Payroll liabilities	-	-	33,977	33,977
Interfund accounts	-	-	1,040	1,040
Accrued interest payable	-	-	179,457	179,457
Accrued compensated absences - current portion	-	-	19,005	19,005
Revenue bonds payable - current portion	-	-	740,000	740,000
Total current liabilities	1,098	-	1,101,594	1,102,692
Long-term liabilities:				
Accrued compensated absences - long term	-	-	40,813	40,813
Revenue bonds payable - long term	-	-	8,595,000	8,595,000
Total long-term liabilities	-	-	8,635,813	8,635,813
TOTAL LIABILITIES	1,098	-	9,737,407	9,738,505
NET POSITION				
Net investment in capital assets	-	-	9,614,188	9,614,188
Restricted for bond reserves	-	465,323	2,249,134	2,714,457
Restricted for construction	-	-	474,906	474,906
Unrestricted	185,239	-	1,182,269	1,367,508
TOTAL NET POSITION	\$ 185,239	\$ 465,323	\$ 13,520,497	\$ 14,171,059

The notes to the financial statements are an integral part of this statement.

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION ENTERPRISE FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Regional Water System Administration Fund	Regional Water System Facilities Fund	Wet Utilities Fund	Total
OPERATING REVENUES				
Charges for services:				
Member fees	\$ 180,842	\$ -	\$ -	\$ 180,842
Army volumetric charge	-	-	2,890,837	2,890,837
Army water supply charge	-	-	241,890	241,890
Commercial and residential charge	-	-	245,850	245,850
Other revenue	-	-	4,703	4,703
Total operating revenues	180,842	-	3,383,280	3,564,122
OPERATING EXPENSES				
Accounting and audit	4,500	-	-	4,500
Analyticals	-	-	109,811	109,811
Community relations	2,285	-	-	2,285
Conferences & seminars	2,783	-	-	2,783
Consulting	181,617	-	66,809	248,426
Dues and memberships	7,615	-	-	7,615
Engineering services	55,977	-	-	55,977
Equipment maintenance, repair and fuel	-	-	51,442	51,442
Equipment rental	-	-	(845)	(845)
Insurance	-	-	29,443	29,443
Legal and professional fees	51,200	-	-	51,200
Materials	-	-	221,802	221,802
Meetings expense	2,063	-	-	2,063
Military affairs	16,500	-	-	16,500
Miscellaneous	499	-	-	499
Office supplies and expense	330	-	-	330
Permits	-	-	33,335	33,335
Repairs	-	-	201,985	201,985
Salaries, wages, payroll taxes and benefits	157,727	-	896,999	1,054,726
Supplies	-	-	25,526	25,526
Travel and training	5,492	-	-	5,492
Utilities	-	-	152,289	152,289
Waste disposal	-	-	50,363	50,363
Water purchase cost	-	-	241,757	241,757
Web design and maintenance	2,258	-	-	2,258
Overhead allocation - water	-	-	194,930	194,930
Overhead allocation - wastewater	-	-	211,738	211,738
Overhead allocation - industrial wastewater	-	-	213,536	213,536
Total operating expenses before depreciation	490,846	-	2,700,920	3,191,766
Operating income (loss) before depreciation	(310,004)	-	682,360	372,356
Depreciation	205	-	762,867	763,072
Operating income (loss)	(310,209)	-	(80,507)	(390,716)
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenue	-	-	1,192,433	1,192,433
Minimum monthly payments	-	465,323	-	465,323
Interest revenue	-	-	31,413	31,413
Other revenue	-	-	157,761	157,761
Project admin fees	-	-	(889)	(889)
Gain (loss) on disposal of asset	-	-	4,660	4,660
Interest expense	-	-	(392,130)	(392,130)
Franchise fees expense	-	-	(101,350)	(101,350)
Special projects expense	(42,960)	-	-	(42,960)
Total nonoperating revenues (expenses)	(42,960)	465,323	891,898	1,314,261
Income (loss) before capital contributions and transfers	(353,169)	465,323	811,391	923,545
Capital contributions	-	-	983,153	983,153
Transfers in (out)	200,000	-	(200,000)	-
Changes in net position	(153,169)	465,323	1,594,544	1,906,698
Net position, beginning of year	338,408	-	11,925,953	12,264,361
Net position, end of year	\$ 185,239	\$ 465,323	\$ 13,520,497	\$ 14,171,059

The notes to the financial statements are an integral part of this statement.

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF CASH FLOWS

ENTERPRISE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Regional Water System Administration Fund	Regional Water System Facilities Fund	Wet Utilities Fund	Total
Cash flows from operating activities:				
Cash received from customers	\$ 201,268	\$ -	\$ 3,334,289	\$ 3,535,557
Cash paid to suppliers	(340,457)	-	(1,784,711)	(2,125,168)
Cash paid to employees	(157,727)	-	(879,348)	(1,037,075)
Net cash provided (used) by operating activities	(296,916)	-	670,230	373,314
Cash flows from noncapital financing activities:				
Net increase (decrease) in interfund receivable/liability accounts	(24,145)	-	24,145	-
Other revenue receipts	-	-	161,532	161,532
Other nonoperating expenses paid	(42,960)	-	(101,350)	(144,310)
Operating transfer in (out)	200,000	-	(200,000)	-
Net cash provided (used) by noncapital financing activities	132,895	-	(115,673)	17,222
Cash flows from capital and related financing activities:				
Receipt of facility charges revenues	-	98,401	1,192,433	1,290,834
Acquisition and construction of capital assets	-	-	(348,881)	(348,881)
Interest expense paid	-	-	(404,879)	(404,879)
Bonded debt principal reduction	-	-	(710,000)	(710,000)
Net cash provided (used) by capital and related financing activities	-	98,401	(271,327)	(172,926)
Cash flows from investing activities:				
Interest revenue received	-	-	31,413	31,413
Net cash provided (used) by investing activities	-	-	31,413	31,413
Net increase(decrease) in cash and cash equivalents	(164,021)	98,401	314,643	249,023
Cash and cash equivalents, beginning of year	331,472	-	4,353,926	4,685,398
Cash and cash equivalents, end of year	167,451	98,401	4,668,569	4,934,421
Cash and cash equivalents consists of:				
Unrestricted cash and cash equivalents	167,451	-	1,044,529	1,211,980
Cash and cash equivalents restricted for bonded debt purposes	-	98,401	2,248,360	2,346,761
Cash and cash equivalents restricted for construction	-	-	474,906	474,906
Cash and cash equivalents restricted for operations	-	-	900,774	900,774
Total cash and cash equivalents	167,451	98,401	4,668,569	4,934,421
Reconciliation of operating income (loss) to net cash provided (used) by operating activities				
Operating income (loss)	\$ (310,209)	\$ -	\$ (80,507)	\$ (390,716)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	205	-	762,867	763,072
(Increase) decrease in current assets:				
Accounts receivable	20,426	-	(48,991)	(28,565)
Inventory	-	-	4,516	4,516
Prepaid expenses	-	-	(50,957)	(50,957)
Increase (decrease) in current liabilities:				
Accounts payable	(7,338)	-	65,651	58,313
Payroll liabilities	-	-	7,553	7,553
Accrued compensated absences	-	-	10,098	10,098
Total adjustments	13,293	-	750,737	764,030
Net cash provided (used) by operating activities	\$ (296,916)	\$ -	\$ 670,230	\$ 373,314
Noncash Capital, Financing and Investing Activities				
Capital contributions	\$ -	\$ -	\$ 983,153	\$ 983,153

The notes to the financial statements are an integral part of this statement.

RIVERBEND WATER RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization and Operations of the Reporting Entity

The Riverbend Water Resources District (Riverbend) is a political subdivision of the State of Texas created with the passage of Texas Senate Bill 1223 in 2009, pursuant to the authority granted by Section 59, Article XVI of the Texas Constitution. This provision authorizes the legislature to create agencies to develop and conserve the natural resources of the State of Texas. In establishing Riverbend, legislature delegated to it all the power enumerated under Article 49 of the Texas Water Code along with the express authority to contract with other states and political subdivisions of other states of the United States in the performance of Riverbend's lawful duties.

In 2011 the Texas Legislature re-organized composition of the Riverbend Board of Directors and appointed a temporary conservator with the passage of HB 3847. The temporary conservator served as Riverbend's administrator until July 4, 2012. The current Board of Directors were appointed January 2012, drew lots to determine staggered terms, with three of the directors serving three-year terms and two of the directors serving four-year terms. The Riverbend Board consists of two directors appointed by the City of Texarkana, Texas, one director appointed by the City of New Boston, one director appointed by TexAmericas, and one director appointed by multiple general law communities within the region.

Riverbend currently serves eighteen (18) organizations including the cities of Annona, Atlanta, Avery, Central Bowie County Water Supply Corporation, DeKalb, Hooks, Leary, Maud, Nash, New Boston, Oak Grove Water Supply Corporation, Redwater, Texarkana, Texas, Wake Village and TexAmericas Center, Bowie, Cass, and Red River Counties. The organizations served by Riverbend desire to procure certain services from Riverbend and participate in the funding of the development of Riverbend projects in exchange for a specified fee and dollar-for-dollar credits towards participation in future water purchases should Riverbend develop such capability, and Riverbend is willing to provide such services and agree to such credits. Organizations served by Riverbend agree to pay or dedicate to Riverbend a fee of \$0.045 per 1,000 gallons of potable water processed through Lake Texarkana Water Supply Corporation facilities that each organization purchases from the City of Texarkana, Texas.

On May 1, 2016 Riverbend acquired and began operating the water, wastewater and industrial wastewater systems formerly owned and operated by TexAmericas Center. Riverbend provides water, domestic wastewater and industrial wastewater services to the Red River Army Depot, the TexAmericas Industrial Park as well as various commercial and residential customers.

In September, 2020 Riverbend began billing the participating members monthly fees as set forth in Water Supply Contracts completed and executed in 2020. The Water Supply Contracts set a fee of \$1.20 per 1,000 gallons of potable water processed through Lake Texarkana Water Supply Corporation facilities that each organization purchases from the City of Texarkana, Texas. The members are charged the greater of their actual usage for the month or the minimum monthly payment set in their water supply contract.

B. Measurement Focus and Basis of Accounting

For financial reporting purposes, Riverbend reports its operations on an enterprise fund basis. Enterprise funds (a proprietary fund type) are accounted for on a flow of economic resources measurement focus. This measurement focus provides that all assets and liabilities associated with operations are included on the Statement of Net Position.

The accrual basis of accounting is utilized by Riverbend for financial reporting. Under the accrual basis of accounting, income is recorded when earned and expenses are recorded at the time liabilities are incurred. The Statement of Revenue, Expenses, and Changes of Net Position present increases (income) and decreases (expenses) in Riverbend net position.

Riverbend distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with ongoing operations. Operating revenues

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

include charges for services, member contributions for acting as the designee, local sponsor, and agent for the member organizations regarding certain matters and supervising performance of agreements between the member organizations and the City of Texarkana, Texas as well as consulting revenue. Operating expenses include all necessary costs related to the performance and administration of Riverbend's ongoing activities. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Riverbend reports the following three major Enterprise Funds:

The Regional Water System Administration Fund accounts for the member contributions and expenses related to the activities as the agent for the member organizations regarding certain matters and supervising performance of agreements between the member organizations and the City of Texarkana, Texas.

The Wet Utilities Fund accounts for the operations of the wet utilities systems and facilities providing water, wastewater, and industrial wastewater to its customers.

The Regional Water System Facilities Fund accounts for member entity payments, according to their Water Supply Contracts, for the repayment of the multi-year debt issuance to build a new regional water system. The fund will also account for the bond funds received and capital expenditures for construction of the facility.

When both restricted and unrestricted resources are available for use, it is Riverbend's policy to use restricted resources first then unrestricted resources as they are needed.

C. Assets, Liabilities, and Net Position

1. Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand and cash on deposit, as well as highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

2. Investments

Investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

3. Receivables and payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

Accounts receivable are considered fully collectible; accordingly, no allowance for doubtful accounts is required. In the event an account in whole or in part becomes uncollectible in the future, such amount will be charged to operations when that determination is made.

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

5. Restricted Assets

Some of Riverbend's assets have certain constraints that have been placed on how they can be used. By definition, restricted assets are cash and cash equivalents or other assets whose use in whole or in part is restricted for specific purposes bound by virtue of contractual agreements, legal requirements or enabling legislation. Certain proceeds of revenue bonds, as well as resources set aside for their repayment, are classified as restricted assets on the statement

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

of net position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

6. Inventories

Inventories are stated at the lower of cost (determined by using the weighted average cost or first-in first-out) or market.

7. Capital Assets

Capital assets are stated at costs. Assets are recorded as property, plant, and equipment when valued at \$10,000 or more and have an estimated useful life in excess of one year. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset lives is not capitalized.

Capital assets of Riverbend are depreciated using the straight-line method over the following estimated useful lives:

Computer equipment	5 years
Equipment	5-10 years
Utility system	20-60 years
Intangible assets	20-60 years

8. Compensated Absences

Riverbend's policy is to permit the employee to accumulate earned vacation leave. Accumulated vacation time is accrued at year-end to account for Riverbend's obligation to the employee for the amount owed. The employee earns 15 days of vacation each year, or 120 hours. A maximum of 200 unused vacation hours can be carried forward from year to year. A maximum of 200 hours will be paid out upon termination for employees that have been employed for 6 months and worked 1,040 hours. The employee also earns 12 days of sick time each year, or 96 hours. Unused sick time can be carried forward from year to year but is not payable upon termination. The maximum allowable accumulation of sick leave is 600 hours. No accrual for sick time is reported.

9. Long-term Obligations

Long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses.

10. Contributions of Capital (Non-Monetary Transactions)

Contributions of capital in proprietary fund financial statements arise from outside contributions of resources restricted to capital acquisition and construction. During 2020, Riverbend recognized capital contributions of \$983,153 in the Wet Utility Fund for TAC Oak Street sewer line improvements.

11. Net Position

Unrestricted net position is the net amount of the assets and liabilities that are not included in the determination of the net investment in capital assets or restricted net position. Sometimes Riverbend may fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is Riverbend's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

12. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make some estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported changes in net position during the reporting period. Actual results could differ from those estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

While water district budgets are not “legally adopted” within the meaning of GASB 34, they are adopted according to Texas Law. Riverbend adopts an annual budget for planning, control, and evaluation purposes. Budgetary control and evaluation are affected by comparisons of actual revenues and expenses with planned revenues and expenses.

NOTE 3 – DEPOSITS AND INVESTMENTS

Riverbend adopted an investment policy in accordance with the Public Funds Investment Act which governs all deposits and investments of the District.

Custodial Credit Risk - Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, Riverbend’s deposits may not be returned to it. Riverbend’s demand deposit accounts, and time and saving deposit accounts with financial institutions are each insured by the FDIC up to a maximum of \$250,000. Riverbend requires collateralized securities for the excess over FDIC coverage. The deposits at one bank depository were fully insured by FDIC or additional coverage of pledged securities. The deposits at the other bank depository were not fully insured by FDIC or additional coverage of pledged securities. Uninsured/uncollateralized deposits totaled \$15,813 at September 30, 2020.

Concentration of Credit Risk - Riverbend does not have a formal policy for concentration of credit risk. The District’s investments in public investment pools were rated AAAM by Standard and Poor’s.

Interest Rate Risk - Riverbend does not have a formal policy for interest rate risk.

Investments - Riverbend had funds invested in one investment pool, TexPool for \$900,774 at September 30, 2020. The fair value was \$900,774. The investment maturity was less than 1 year, fair value hierarchy level 1.

Fair value is the amount at which a security could be exchanged in a current transaction between willing parties, other than in a forced liquidation. Under GASB 72, all investments are recorded at fair value.

Local government investment pools operate in a manner consistent with the SEC’s Rule 2a7 of the Investment Company Act of 1940. Local government investment pools use amortized cost rather than market value to report net position to compute share prices. Accordingly, the fair value of the position in these pools is the same as the value of the shares in each pool. Investments in local government pool are based upon a contract and not the security itself. The above investment pools, which are regulated by the Securities and Exchange Commission, have as one of their objectives the maintenance of a stable net asset value of \$1.00.

The Texas Local Government Investment Pool (“TexPool”) are organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The Texas Comptroller of Public Accounts is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company (“Trust Company”), which is authorized to operate TexPool. Pursuant to the TexPool Participation Agreement, administrative and investment services to TexPool are provided by Lehman Brothers Inc. and Federated Investor’s, Inc., under an agreement with the Comptroller, acting on behalf of the Trust Company.

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

In addition, the TexPool Advisory Board advises on TexPool's Investment Policy and approves any fee increases. As required by the Public Funds Investment Act, this Board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool.

NOTE 4 – ACCOUNTS RECEIVABLE

Riverbend's accounts receivable as of September 30, 2020 was \$798,039. Riverbend considers all accounts receivable to be fully collectible; therefore, no allowance for doubtful accounts is recorded. In the event an account in whole or in part becomes uncollectible in the future, such amount will be charged to operations when that determination is made.

NOTE 5 – CAPITAL ASSETS

Riverbend had several construction projects in process during the year ended September 30, 2020. The Regional Planning Master Study, Water Rate Study, Industrial Feasibility Study, and Elevated Water Storage Tank Project had accumulated \$617,704 of construction in progress cost at September 30, 2020. Major capital asset additions during the current fiscal year were 5th Street Water Line Replacement \$70,910, 2018 Sewerjet \$69,500, 2020 Ford F-350 Truck with custom bed \$52,197, 2021 Diamond C Trailer \$14,862, Cityworks Work Order System \$70,000, Toyota Forklift \$21,950, and a capital contribution of \$983,153 of TAC Oak Street sewer improvements. Total depreciation expense of \$763,072 was included in operating expenses. Administrative Fund depreciation expense was \$205 and Wet Utilities depreciation expense was \$762,867.

Capital asset activity for the year ended September 30, 2020 was as follows:

	<i>Balance October 1, 2019</i>	<i>Additions</i>	<i>Reclassifications/ Retirements</i>	<i>Balance September 30, 2020</i>
Capital assets, not being depreciated				
Construction in progress	\$ 611,296	\$ 6,408	\$ -	\$ 617,704
Capital assets, being depreciated				
Computer equipment	1,362	-	-	1,362
Equipment	326,255	158,509	1,645	483,119
Utility systems	18,267,383	1,054,063	-	19,321,446
Intangible assets	254,784	70,000	-	324,784
Total capital assets, being depreciated	18,849,784	1,282,572	1,645	20,130,711
Less accumulated depreciation for:				
Computer equipment	(1,157)	(205)	-	(1,362)
Equipment	(82,466)	(58,238)	(805)	(139,899)
Utility systems	(1,854,961)	(698,145)	-	(2,553,106)
Intangible assets	(21,763)	(6,484)	-	(28,247)
Total accumulated depreciation	(1,960,347)	(763,072)	(805)	(2,722,614)
Total capital assets, being depreciated	16,889,437	519,500	840	17,408,097
Total capital assets, net	\$ 17,500,733	\$ 525,908	\$ 840	\$ 18,025,801

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

NOTE 6 – LONG-TERM DEBT OBLIGATIONS

Riverbend has pledged future water, wastewater and industrial wastewater customer revenues, net of specific operating expenses to repay \$11,610,000 in water and wastewater system revenue bonds issued in 2016. Proceeds from the bonds provided financing for the water and wastewater facility acquisition and improvements. The bonds are payable solely from customer net revenues and are payable through 2045. The Series 2016 A bonds are callable in whole or in part inversely on any date at par. The Series 2016 B bonds are callable in whole or in part inversely at any date at par. Average annual principal and interest payments on the bonds are expected to require approximately 21% of net revenues. The total principal and interest remaining to be paid on the bonds is \$13,848,901. Riverbend made \$710,000 of principal payment and \$404,879 of interest payments during the fiscal year ended September 30, 2020. Riverbend incurred \$392,130 of interest expense during the year ended September 30, 2020.

Long-term debt at September 30, 2020 is comprised of the following:

	<i>Rate of Interest</i>	<i>Original Issue</i>	<i>Outstanding September 30, 2020</i>
Riverbend Water Resources District			
Water and Wastewater System Revenue			
Bonds Taxable Series 2016A -- Due serially			
in varying amounts from October 2017			
through October 2045	0.8-4.56%	\$ 4,925,000	\$ 4,420,000
Riverbend Water Resources District			
Water and Wastewater System Revenue			
Bonds Taxable Series 2016B -- Due serially			
varying amounts from October 2017			
through October 2030	4.24%	6,685,000	4,915,000
Total bonded indebtedness		\$ 11,610,000	9,335,000
Less current maturities			(740,000)
Total long-term debt			\$ 8,595,000

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

Annual requirements to amortize Riverbend's revenue bonds outstanding at September 30, 2020 including interest payments are as follows:

<i>Requirements</i>			
<i>Year Ending September 30</i>	<i>Water and Wastewater System Revenue Bonds</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2021	740,000	376,893	1,116,893
2022	775,000	346,686	1,121,686
2023	815,000	314,680	1,129,680
2024	410,000	290,288	700,288
2025-2029	2,290,000	1,614,395	3,904,395
2030-2034	1,690,000	793,431	2,483,431
2035-2039	925,000	493,896	1,418,896
2040-2044	1,150,000	258,780	1,408,780
2045-2046	540,000	24,852	564,852
	<u>\$ 9,335,000</u>	<u>\$ 4,513,901</u>	<u>\$ 13,848,901</u>

The following is a summary of the changes in long-term obligations for the year ended September 30, 2020.

	<i>Beginning Balance October 1, 2019</i>			<i>Ending Balance September 30, 2020</i>		<i>Due Within One Year</i>
	<i>Additions</i>	<i>Retirements</i>				
Revenue bonds	\$ 10,045,000	\$ -	\$ (710,000)	\$ 9,335,000	\$ 740,000	
Accrued compensated absences	49,720	61,859	(51,761)	59,818	19,005	
Total	<u>\$ 10,094,720</u>	<u>\$ 61,859</u>	<u>\$ (761,761)</u>	<u>\$ 9,394,818</u>	<u>\$ 759,005</u>	

NOTE 7 – RETIREMENT PLAN

Riverbend sponsors a defined contribution plan, Riverbend Water Resources District 457 Plan, for those employees that elect to participate. The plan is a Government Plan as defined in Internal Revenue Code Section 457(b) and is administered through InWest Retirement Solutions. All employees of Riverbend are eligible to elect participation in the plan. Employees may contribute, by salary reduction, a percentage as specified in the Internal Revenue Code. Employee contributions are immediately vested. Riverbend matches the employee contributions on a discretionary basis. Eligible employees may only participate in the matching program after the first 6 months of service. The current policy matches up to 12.5% of employee contributions based on the following rates: 2 for 1 up to the first 4% of contributions; 1 for 1 of 5-7% of contributions; 0.5 to 1 of 8-10% of contributions. Employer and employee contributions to the plan for the year ended September 30, 2020 totaled \$109,043 and \$83,450, respectively.

At the September 30, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	0
Inactive employees entitled to but not yet receiving benefits	3
Active employees	<u>16</u>
Total	<u>19</u>

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

NOTE 8 – RISK MANAGEMENT

Riverbend is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and other claims of various natures. Riverbend participates in the Texas Water Conservation Association Risk Management Fund (Fund) to ensure the appropriate insurance has been acquired for the fund year in relation to District operations and assets in the event of a loss. Riverbend has workers compensation coverage, general liability, errors and omissions liability, and automobile insurance through the Fund. Riverbend maintains coverage of \$1,000,000 per claim and \$9,000,000 additional per claim and annual aggregate in excess of \$1,000,000 for general liability, errors and omissions, and automobile insurance coverage. Riverbend has a deductible of \$1,000 under the policies. There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

NOTE 9 – INTERFUND BALANCES AND TRANSFERS

During the fiscal year ended September 30, 2020, a payable of \$1,040 was recorded by the Wet Utilities Fund to the Regional Water System Administration Fund with an offsetting receivable recorded by the Regional Water System Administration Fund to reclassify expenses between funds. These interfund balances will be repaid currently. During the fiscal year ended September 30, 2020, the Wet Utilities Fund transferred \$200,000 to the Regional Water System Administration Fund. Transfers totaling \$150,137 were used to cover special projects expenses, engineering, and legal fees associated with the completion of water supply contracts. The balance of the transfers will be used toward projects budgeted but not completed in the current year.

NOTE 10 – ACQUISITION OF WET UTILITIES OPERATIONS

On May 26, 2015 Riverbend and TexAmericas Center entered into an Agreement for Purchase and Sale of Assets and Assignment and Assumption of Contract Rights, providing for the sale of the water, wastewater and industrial wastewater systems that were owned and operated by TexAmericas Center. On April 25, 2016 the Riverbend Water Resources District Board of Directors issued Resolution No. 20160425-02 to close the sale of the water, wastewater, and industrial wastewater systems from TexAmericas Center. The closing date of the transfer was April 28, 2016 and the effective date of the transfer of the wet utility systems, its operations and its employees was May 1, 2016. Riverbend paid \$10,000 for the purchase of the wet utility operations from TexAmericas Center.

The water, wastewater and industrial wastewater operations were acquired as a transfer of operations from TexAmericas Center totaling \$8,318,334. Riverbend received capital assets with a net book value of \$11,026,495 from TexAmericas Center as part of the transfer of the wet utility operations.

Riverbend issued \$4,925,000 Revenue Bonds Taxable Series 2016A and \$6,685,000 Revenue Bonds Taxable Series 2016B which were utilized in part to redeem the TexAmericas Center bonds. As part of the agreement, TexAmericas Center funded a promissory note for \$900,000.

TexAmericas Center retained seven-twelfths (7/12) of the profits from the operation of the wet utility system budgeted by TexAmericas Center for FY 2015-2016. The remainder of the profits, or \$347,520, was transferred to Riverbend in September 2016 and reported as part of the transfer of operations.

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

NOTE 11 – WATER SUPPLY AND WASTEWATER TREATMENT CONTRACT WITH RED RIVER ARMY DEPOT

Volumetric Charges and Operating Revenues

Volumetric charges for the water, wastewater and industrial wastewater systems are equal to the annual budgeted amount for operations and maintenance plus an 8% margin/fee multiplied by the Army's actual percentage of overall usage from the prior fiscal year. Volumetric water supply charges are the water supply cost multiplied by the actual RRAD usage each month. During the year ending September 30, 2020 the Army's percentage of usage of the water system was 97.5%, wastewater system was 75.61%, and the industrial wastewater system was 100%. These percentages, applied to the budget for the year ended September 30, 2020, set annually with the Army, produce operating revenue for the system.

Facility Charges

Facility Charges 1 and 2 pay bonded indebtedness currently outstanding for capital improvements previously made in the water, wastewater, and industrial wastewater systems. Facility Charge 3 is for improvements to the industrial wastewater system currently in the design and planning stage. RRAD has requested the construction of a new industrial wastewater plant with an estimated cost of \$13.5M. The net proceeds from all Facility Charges collected are separated in restricted accounts on the statement of net position by Riverbend and managed consistent with generally accepted municipal investment practices.

NOTE 12 – MAJOR CUSTOMERS

Riverbend's Wet Utilities Fund has one major customer, Red River Army Depot (RRAD). At September 30, 2020, RRAD owed the District \$351,424, 85.03% of the billed receivables. Riverbend billed RRAD \$4,214,777, 91.58% of the operating revenue for the year ended September 30, 2020.

NOTE 13 – LEASE AGREEMENT WITH TEXAMERICAS CENTER

Riverbend has three contracts with TexAmericas Center to rent office space for \$1 for the term of the contract. The buildings rented are building 164 with 4,300 square feet, building 167 with 2,400 square feet and the west wing of building 228A with 3,562 square feet. The initial term began May 1, 2016 and terminates April 1, 2017 with options to extend the term for nine additional one-year periods. Riverbend will pay additional rent equal to the rental square feet times an initial rent of \$2.50 per square foot for building 164, \$1 per square foot for building 167, and \$5 per square foot for building 228A for the first year. The additional rent is earned upon the first day of each term and extended term of the lease and is payable by Riverbend in future credits for water or wastewater services redeemable by TAC or its assignees from Riverbend from the current Wet utility systems, any future additional or expansions and from any future new water treatment plant facilities by Riverbend. In order to redeem any accrued water or wastewater credits, TAC will give Riverbend notice for credits to be redeemed in the following budget year. TAC is not permitted to redeem more than twenty percent of the then-current balance of TAC's accrued water and wastewater credits arising from the additional rent during any ninety-day period. The requests are subject to Riverbend's budgetary ability to meet the request. The amount of future credits accrued by TexAmericas Center for the current year ending September 30, 2020 was \$34,845. The cumulative TAC rental water credits are included in the schedule in Note 15.

NOTE 14 – FRANCHISE FEES

A franchise fee of three percent (3%) of the gross revenues generated from the operation of any utility system owned by Riverbend which is located on any real property owned by TexAmericas Center is due to TexAmericas Center on a monthly basis. The amount of the franchise fee to be paid is based on the amount of billed charges for the preceding month. During the fiscal year ended September 30, 2020, Riverbend paid franchise fees of \$101,350.

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

NOTE 15 – CONTINGENCIES

Litigation

In the ordinary course of operations, Riverbend is subject to claims from outside parties. After consultation with legal counsel, Riverbend believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

Greg Abbott, Governor of Texas, issued a disaster proclamation on March 13, 2020, certifying under Section 418.014 of the Texas Government Code that the novel coronavirus (COVID-19) poses an imminent threat of disaster for all counties in the State of Texas; and in each subsequent month effective through today, he has issued proclamations renewing the disaster declaration for all Texas counties. Other states also have been declared disaster areas as a result of the COVID-19 pandemic. The pandemic will most probably have a profound effect on governmental and private entities. The extent of the effect cannot at this time be estimated or quantified.

Water fees and credits

An item of operating revenue for Riverbend represent fees paid by member organization for future water credits should Riverbend develop a project with the capability of providing potable water. Each one dollar in advances may be exchanged for one dollar in credits that Riverbend will accept for the purchase of water.

The amount of advances paid by each member organization for Riverbend fees, supplemental contributions and rental credits by year is as follows:

<i>Member Organization</i>	<i>2020</i>	<i>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>Prior Years</i>	<i>Total</i>
City of Annona	\$ 374	\$ 407	\$ 350	\$ 689	\$ 734	\$ 1,317	\$ 3,871
City of Atlanta	14,988	15,165	15,622	21,997	30,583	45,877	144,232
City of Avery	782	904	1,054	1,292	2,287	3,723	10,042
Central Bowie Co. WSC	9,414	-	-	-	-	-	9,414
City of DeKalb	3,192	3,482	3,218	5,385	7,650	12,671	35,598
City of Hooks	7,274	7,253	7,238	12,645	13,956	22,311	70,677
City of Leary	975	945	807	1,238	1,747	2,939	8,651
City of Maud	2,059	2,163	1,881	3,160	4,946	7,774	21,983
City of Nash	4,249	4,319	4,450	6,656	9,242	11,947	40,863
City of New Boston	15,350	17,756	17,944	26,369	35,367	58,663	171,449
Oak Grove WSC	96	-	-	-	-	-	96
City of Redwater	5,661	5,449	6,224	8,818	10,387	13,116	49,655
City of Texarkana, TX	97,893	122,404	120,039	196,878	276,759	381,428	1,195,401
City of Wake Village	7,024	7,470	7,297	12,726	17,012	27,162	78,691
TexAmericas Center	-	-	-	-	20,444	39,854	60,298
TexAmericas Center Rental Credit	34,845	33,830	32,845	31,889	30,960	-	164,369
Wet Utilities Fund	11,511	9,891	11,960	24,260	3,369	-	60,991
Total	\$ 215,687	\$ 231,438	\$ 230,929	\$ 354,002	\$ 465,443	\$ 628,782	\$ 2,126,281

RIVERBEND WATER RESOURCES DISTRICT

Notes to Financial Statements continued.

NOTE 16 – CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

The District has been approved for \$200M of funding from the Texas Water Development Board's Drinking Water State Revolving Fund for the construction of a new regional water treatment facility. Water supply contracts with the participating member entities have been completed. The water supply contracts support the payment of the multi-year bond issuance package. The District and the City of Texarkana, Texas have submitted a water rights application to the Texas Commission on Environmental Quality (TCEQ) seeking to secure the future water needs of the region.

The District is also working with RRAD to build a new industrial wastewater treatment facility. Application for funding will be completed in FY2021.

NOTE 17 – SUBSEQUENT EVENTS

In preparing these financial statements, management of Riverbend has evaluated events and transactions for potential recognition or disclosure through January 12, 2021, the date the financial statements were available to be issued.

On November 23, 2020 the District closed on the first of four bond issuance packages through the Texas Water Development Board's Drinking Water State Revolving Fund for the construction of a new regional water treatment facility. The revenue bonds payable over 30 years are Riverbend Water Resources District Contract Revenue Bond (Regional Water System Project), Taxable Series 2020A in the amount of \$10,800,000 and Riverbend Water Resources District Contract Revenue Bond (Regional Water System Project) Series 2020B in the amount of \$7,200,000.

Supplementary Information
Budgetary Comparison Schedules

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM ADMINISTRATION FUND FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance with Final Budget</i>
OPERATING REVENUES				
Charges for services	\$ 176,000	\$ 176,000	\$ 180,842	\$ 4,842
Member services	31,000	-	-	-
Total operating revenues	<u>207,000</u>	<u>176,000</u>	<u>180,842</u>	<u>4,842</u>
OPERATING EXPENSES				
Accounting and audit	4,500	4,500	4,500	-
Community relations	8,000	8,000	2,285	5,715
Conferences and seminars	4,700	4,700	2,783	1,917
Consulting	200,000	200,000	181,617	18,383
Dues and memberships	7,735	7,735	7,615	120
Engineering services	150,000	174,500	55,977	118,523
Legal and professional fees	27,500	52,500	51,200	1,300
Meetings expense	6,000	6,000	2,063	3,937
Military affairs	10,000	16,500	16,500	-
Miscellaneous	1,800	1,900	499	1,401
Office supplies and expense	3,300	3,200	330	2,870
Salaries, wages, payroll taxes and benefits	155,855	155,855	157,727	(1,872)
Subscriptions	400	-	-	-
Travel and training	18,000	18,000	5,492	12,508
Web design and maintenance	4,000	4,000	2,258	1,742
Member services	23,400	-	-	-
Total operating expenses before depreciation	<u>625,190</u>	<u>657,390</u>	<u>490,846</u>	<u>166,544</u>
Depreciation	-	-	205	(205)
Total operating expenses	<u>625,190</u>	<u>657,390</u>	<u>491,051</u>	<u>166,339</u>
Operating Income (loss) before special projects expense and transfers	<u>(418,190)</u>	<u>(481,390)</u>	<u>(310,209)</u>	<u>171,181</u>
Non-operating revenues (expenses)				
Special projects expense	(100,000)	(50,500)	(42,960)	7,540
Transfer in	200,000	200,000	200,000	-
Changes in net position	(318,190)	(331,890)	(153,169)	178,721
Net position, beginning of year	<u>338,408</u>	<u>338,408</u>	<u>338,408</u>	<u>-</u>
Net position, end of year	<u>\$ 20,218</u>	<u>\$ 6,518</u>	<u>\$ 185,239</u>	<u>\$ 178,721</u>

Note: GAAP serves as the basis of budgeting.

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE

WET UTILITIES FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance with Final Budget</i>
OPERATING REVENUES				
Charges for services	\$ 3,541,962	\$ 3,541,962	\$ 3,378,577	\$ (163,385)
Other revenue	-	4,750	4,703	(47)
Total operating revenues	<u>3,541,962</u>	<u>3,546,712</u>	<u>3,383,280</u>	<u>(163,432)</u>
OPERATING EXPENSES				
Analytical	150,000	149,600	109,811	39,789
Consulting	60,000	67,000	66,809	191
Equipment maintenance, repair and fuel	43,000	100,600	51,442	49,158
Equipment rental	11,000	8,500	(845)	9,345
Insurance	39,000	39,000	29,443	9,557
Materials	233,000	233,000	221,802	11,198
Miscellaneous	12,000	12,000	-	12,000
Permits	55,000	55,000	33,335	21,665
Repairs	491,000	426,800	201,985	224,815
Salaries, wages, payroll taxes and benefits	1,069,101	1,038,851	896,999	141,852
Supplies	51,700	49,700	25,526	24,174
Utilities	188,000	188,000	152,289	35,711
Waste disposal	60,000	62,000	50,363	11,637
Water purchase cost	307,663	307,663	241,757	65,906
Overhead allocation - water	209,199	213,006	194,930	18,076
Overhead allocation - wastewater	227,237	231,372	211,738	19,634
Overhead allocation - industrial wastewater	229,167	233,337	213,536	19,801
Total operating expenses before depreciation	<u>3,436,067</u>	<u>3,415,429</u>	<u>2,700,920</u>	<u>714,509</u>
Operating income (loss) before depreciation	105,895	131,283	682,360	551,077
Depreciation	780,000	780,000	762,867	17,133
Operating income (loss)	<u>(674,105)</u>	<u>(648,717)</u>	<u>(80,507)</u>	<u>568,210</u>
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenues	1,243,931	1,243,931	1,192,433	(51,498)
Interest revenue	52,000	52,000	31,413	(20,587)
Other revenue	191,855	194,015	161,532	(32,483)
Interest expense	(405,449)	(405,449)	(392,130)	13,319
Franchise fees expense	(106,259)	(106,259)	(101,350)	4,909
Total nonoperating revenues (expenses)	<u>976,078</u>	<u>978,238</u>	<u>891,898</u>	<u>(86,340)</u>
Income (loss) before capital contributions and transfers	301,973	329,521	811,391	481,870
Capital contributions	-	983,153	983,153	-
Transfers in (out)	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
Changes in net position	101,973	1,112,674	1,594,544	481,870
Net position, beginning of year	<u>11,925,953</u>	<u>11,925,953</u>	<u>11,925,953</u>	<u>-</u>
Net position, end of year	<u>\$ 12,027,926</u>	<u>\$ 13,038,627</u>	<u>\$ 13,520,497</u>	<u>\$ 481,870</u>

Note: GAAP serves as the basis of budgeting.

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM FACILITIES FUND FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>
OPERATING REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Total operating revenues	-	-	-	-
OPERATING EXPENSES				
Expenses	-	-	-	-
Total operating expenses	-	-	-	-
Operating income (loss)	-	-	-	-
NONOPERATING REVENUES (EXPENSES)				
Minimum monthly payments	-	365,810	465,323	99,513
Total nonoperating revenues (expenses)	-	365,810	465,323	99,513
Change in net position	-	365,810	465,323	99,513
Net position, beginning of year	\$ -	\$ -	-	-
Net position, end of year	\$ -	\$ 365,810	\$ 465,323	\$ 99,513

Supplementary Information
Required by Texas Commission on Environmental Quality

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF SERVICES AND RATES FOR THE YEAR ENDED SEPTEMBER 30, 2020

1. Services Provided by the District during the Fiscal Year:

- | | | |
|---|--|-------------------------------------|
| <input checked="" type="checkbox"/> Retail Water | <input checked="" type="checkbox"/> Wholesale Water | <input type="checkbox"/> Drainage |
| <input checked="" type="checkbox"/> Retail/Wastewater | <input checked="" type="checkbox"/> Wholesale Wastewater | <input type="checkbox"/> Irrigation |
| <input type="checkbox"/> Parks/Recreation | <input checked="" type="checkbox"/> Fire Protection | <input type="checkbox"/> Security |
| <input type="checkbox"/> Solid Waste/Garbage | <input type="checkbox"/> Flood Control | <input type="checkbox"/> Roads |
| <input checked="" type="checkbox"/> Participates in joint ventures, regional system, and/or wastewater service
(other than emergency interconnect) | | |
| <input type="checkbox"/> Other (specify): _____ | | |

2. Retail Service Providers

a. Retail Rates for a 5/8" meter (or equivalent):

	Minimum Charge	Minimum Usage	Flat Rate Y/N	Rate per 1,000 Gallons Over Minimum Use	Usage Levels
WATER:	\$ _____	SEE _____	_____	\$ _____.	_____ to _____
WASTEWATER:	\$ _____	ATTACHED	_____	\$ _____.	_____ to _____
SURCHARGE:	\$ _____	SCHEDULE	_____	\$ _____.	_____ to _____

District employs winter averaging for wastewater usage? Yes ☐ No ☒
 Total charges per 10,000 gallons usage: Water: \$ _____ Wastewater: \$ _____

b. Water and Wastewater Retail Connections:

Meter Size	Total Connections	Active Connections	ESFC Factor	Active ESFCs
Unmetered	0	0	x 1.0	_____
≤ 3/4"	20	14	x 1.0	_____
1"	33	27	x 2.5	_____
1 1/2"	8	6	x 5.0	_____
2"	14	11	x 8.0	_____
3"	12	7	x 15.0	_____
4"	4	4	x 25.0	_____
6"	3	3	x 50.0	_____
8"	3	3	x 80.0	_____
12"	2	1	x 115.0	_____
Total Water	97	74	_____	_____
Total Wastewater	72	58	x 1.0	_____

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF SERVICES AND RATES (CONTINUED) FOR THE YEAR ENDED SEPTEMBER 30, 2020

3. Total Water Consumption during the Fiscal Year (rounded to the nearest thousand):

Gallon pumped into system:	262,682,254	Water Accountability Ratio: (Gallons billed/Gallon pumped)
Gallons billed to customers:	262,682,254	<u>100%</u>

4. Location of District:

County(ies) in which District is located: Bowie, Cass, Red River

Is the District entirely within one county? Yes ☐ No ☒

Is the District located within a city? Entirely ☐ Partly ☐ Not at all ☒

City(ies) in which the District is located? _____

Is the District located within a city's extra territorial jurisdiction (ETJ)?
Entirely ☐ Partly ☒ Not at all ☐

ETJs in which the District is located: See above

Are board members appointed by an office outside the district: Yes ☐ No ☒

If Yes, by whom? _____

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF SERVICES AND RATES (CONTINUED) FOR THE YEAR ENDED SEPTEMBER 30, 2020

WATER/SEWER RATE SCHEDULE

	<i>Commercial sewer only</i>	<i>Commercial water/sewer</i>	<i>Private water/sewer</i>	<i>Private 1" sprinkler</i>	<i>Commercial hydrant / sprinkler</i>
Standard water rate (\$/1,000)	\$ -	\$ 6.50	\$ 3.50	\$ 3.50	\$ -
Standard sewer rate (\$/1,000)	7.00	7.00	7.00	-	-
Facility charge					
Water	-	3.25	2.75	2.50	-
Sewer	3.25	3.25	2.75	-	-
Total charge (\$/1,000)	10.25	20.00	16.00	6.00	9.75
Fixed minimum charge	20.00	35.00	20.00	10.00	15.00
Water rate		10.00	7.00	7.00	10.00
Sewer rate	15.00	15.00	10.00	-	-
Facility charge water		5.00	1.50	3.00	5.00
Facility charge wastewater	5.00	5.00	1.50	-	-
Backflow Device					
Annual Calibration	75.00	-	-	-	-
Customer Service Inspection					
New Connections	85.00				

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF ENTERPRISE FUND EXPENSES FOR THE YEAR ENDED SEPTEMBER ENDED SEPTEMBER 30, 2020

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
Personnel Expenses (including benefits)*	\$ 157,727	-	\$ 1,453,777	\$ 1,611,504
Professional Fees:				
Auditing and financial consulting	4,500	-	16,935	21,435
Legal	51,200	-	-	51,200
Engineering services	55,977	-	-	55,977
Consulting	181,617	-	66,809	248,426
Purchased Services for Resale:				
Water purchase cost	-	-	241,757	241,757
Utilities	-	-	152,289	152,289
Repairs and Maintenance:				
Analytical	-	-	109,811	109,811
Repairs and maintenance - equipment	-	-	50,596	50,596
Repairs and maintenance - utility system	-	-	430,322	430,322
Supplies and materials	-	-	25,526	25,526
Insurance	-	-	29,443	29,443
Waste disposal	-	-	50,363	50,363
Administrative Expenses:				
Office supplies and expenses	330	-	5,278	5,608
Utilities	-	-	12,697	12,697
Insurance	-	-	200	200
Franchise fees	-	-	101,350	101,350
Other administrative expenses	39,495	-	55,117	94,612
Other Expenditures:				
Depreciation	205	-	762,867	763,072
Interest expense	-	-	392,130	392,130
TOTAL EXPENSES	\$ 491,051	-	\$ 3,957,267	\$ 4,448,318

* Number of persons employed by the District: 16 Full-Time 0 Part-Time

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF INVESTMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2020

<i>Funds</i>	<i>Identification Number</i>	<i>Maturity Date</i>	<i>Balance at End of Year</i>	<i>Accrued Int Rec End of Year</i>
Regional Water System				
Administrative Fund				
Operations	50003704	Daily checking	\$ 167,412	\$ -
Operations	457060	Daily savings	25	-
Wet Utilities Fund				
Operations	21695	Daily checking	1,043,269	-
Restricted bond sinking	21709	Daily checking	1,640,782	-
Restricted bond reserves	21217	Daily checking	607,578	-
Restricted construction funds	21741	Daily checking	474,906	-
Restricted operations	7967600001	Daily prime	900,774	-
Regional Water System				
Facilities Fund				
Restricted Savings	3011380	Daily Savings	98,401	-
Total - All Funds			<u>\$ 4,933,147</u>	<u>\$ -</u>

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF LONG-TERM DEBT SERVICE REQUIREMENTS SERIES 2016A - BY YEARS FOR THE YEAR ENDED SEPTEMBER 30, 2020

<i>Due During Fiscal Year Ending</i>	<i>Series 2016A</i>		<i>Total</i>
	<i>Principal Due 10/15</i>	<i>Interest Due 10/15, 4/15</i>	
2016	\$ -	\$ -	\$ -
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	105,000	181,959	286,959
2022	105,000	179,418	284,418
2023	110,000	176,562	286,562
2024	115,000	173,370	288,370
2025	115,000	169,914	284,914
2026	120,000	166,235	286,235
2027	125,000	162,215	287,215
2028	130,000	157,743	287,743
2029	130,000	152,848	282,848
2030	140,000	147,597	287,597
2031	145,000	142,053	287,053
2032	150,000	135,926	285,926
2033	155,000	129,200	284,200
2034	160,000	122,255	282,255
2035	170,000	114,978	284,978
2036	175,000	107,370	282,370
2037	185,000	99,294	284,294
2038	195,000	90,630	285,630
2039	200,000	81,624	281,624
2040	210,000	72,276	282,276
2041	220,000	62,472	282,472
2042	230,000	52,212	282,212
2043	240,000	41,496	281,496
2044	250,000	30,324	280,324
2045	265,000	18,582	283,582
2046	275,000	6,270	281,270
	<u>\$ 4,420,000</u>	<u>\$ 2,974,823</u>	<u>\$ 7,394,823</u>

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT SERVICE REQUIREMENTS
SERIES 2016B - BY YEARS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

<i>Due During Fiscal Year Ending</i>	<i>Series 2016B</i>		<i>Total</i>
	<i>Principal Due 10/15</i>	<i>Interest Due 10/15, 4/15</i>	
2016	\$ -	\$ -	\$ -
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	635,000	194,934	829,934
2022	670,000	167,268	837,268
2023	705,000	138,118	843,118
2024	295,000	116,918	411,918
2025	315,000	103,986	418,986
2026	325,000	166,854	491,854
2027	300,000	218,400	518,400
2028	340,000	180,000	520,000
2029	390,000	136,200	526,200
2030	440,000	86,400	526,400
2031	500,000	30,000	530,000
	<u>\$ 4,915,000</u>	<u>\$ 1,539,078</u>	<u>\$ 6,454,078</u>

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF LONG-TERM DEBT SERVICE REQUIREMENTS ALL BONDED DEBT SERIES - BY YEARS FOR THE YEAR ENDED SEPTEMBER 30, 2020

<i>Due During Fiscal Year Ending</i>	<i>Combined</i>		<i>Total</i>
	<i>Principal Due 10/15</i>	<i>Interest Due 10/15, 4/15</i>	
2016	\$ -	\$ -	\$ -
2017	-	-	-
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	740,000	376,893	1,116,893
2022	775,000	346,686	1,121,686
2023	815,000	314,680	1,129,680
2024	410,000	290,288	700,288
2025	430,000	273,900	703,900
2026	445,000	333,089	778,089
2027	425,000	380,615	805,615
2028	470,000	337,743	807,743
2029	520,000	289,048	809,048
2030	580,000	233,997	813,997
2031	645,000	172,053	817,053
2032	150,000	135,926	285,926
2033	155,000	129,200	284,200
2034	160,000	122,255	282,255
2035	170,000	114,978	284,978
2036	175,000	107,370	282,370
2037	185,000	99,294	284,294
2038	195,000	90,630	285,630
2039	200,000	81,624	281,624
2040	210,000	72,276	282,276
2041	220,000	62,472	282,472
2042	230,000	52,212	282,212
2043	240,000	41,496	281,496
2044	250,000	30,324	280,324
2045	265,000	18,582	283,582
2046	275,000	6,270	281,270
	<u>\$ 9,335,000</u>	<u>\$ 4,513,901</u>	<u>\$ 13,848,901</u>

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGE IN LONG-TERM BONDED DEBT FOR THE YEAR ENDED SEPTEMBER 30, 2020

		<i>Bond Issues</i>		
		<i>Series</i>	<i>Series</i>	<i>Total</i>
		<i>2016A</i>	<i>2016B</i>	
Interest rate		0.8-4.56%	4.24%	
Dates interest payable		4/15; 10/15	4/15; 10/15	
Maturity dates		10/15/2045	10/15/2030	
Beginning bonds outstanding		\$ 4,525,000	\$ 5,520,000	\$10,045,000
Bonds sold during the fiscal year		-	-	-
Bonds retires during the fiscal year		(105,000)	(605,000)	(710,000)
Ending Bonds Outstanding		<u>\$4,420,000</u>	<u>\$4,915,000</u>	<u>\$9,335,000</u>
Interest paid during the fiscal year		\$184,227	\$220,652	\$404,879
Paying agent's name and city				
Series 2016A	BOK Financial		Tulsa, OK	
Series 2016B	Regions Bank		Birmingham, AL	
Bond authority:	<u>Revenue Bonds</u>			
Amount authorized	\$11,610,000			
Amount issued	\$11,610,000			
Remaining to be issued	-			
Debt Service restricted cash balances as of September 30, 2020:		\$2,248,360		
Cash restricted for construction as of September 30, 2020:		\$474,906		
Unspent bond funds for planning & acquisition as of September 30, 2020:		\$0		
Average annual debt service payment (principal and interest) for remaining term of all debt:		\$516,525		

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION

COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES - FIVE YEARS ENDED

Last Five Years

	Amounts				
	(Audited) 2020	(Audited) 2019	(Audited) 2018 Restated	(Audited) 2017	(Audited) 2016 Restated
OPERATING REVENUES					
Charges for services	\$ 3,559,419	\$ 3,509,452	\$ 3,349,857	\$ 3,052,742	\$ 1,320,363
Supplemental member contributions	-	-	-	120,000	236,138
Other revenues	4,703	79,369	29,250	53,024	15,167
Total operating revenues	\$ 3,564,122	\$ 3,588,821	3,379,107	3,225,766	1,571,668
OPERATING EXPENSES					
Accounting & audit	21,435	25,042	37,557	36,963	35,952
Analytics	109,811	91,156	82,511	101,904	47,914
Community relations	2,285	5,936	5,040	4,268	-
Conferences & seminars	2,783	5,724	3,595	2,291	-
Consulting	248,426	212,129	163,913	196,228	160,885
Dues and memberships	7,615	7,694	2,089	1,818	-
Engineering services	55,977	78,924	18,475	58,193	-
Insurance	29,643	15,239	24,268	27,298	7,228
Legal and professional fees	51,200	41,414	12,580	25,478	14,285
Meetings	3,991	5,570	4,621	3,636	-
Miscellaneous	(348)	8,692	5,120	1,791	3,385
Office supplies & expense	5,608	2,854	50,628	12,959	25,419
Office administrative expenses	36,329	41,949	22,270	-	3,303
Permits	33,335	32,048	24,268	36,680	-
Repairs & maintenance - equipment	51,442	29,454	33,339	15,308	8,386
Repairs & maintenance	208,520	199,058	207,187	175,738	81,031
Salaries, wages, payroll taxes & benefits	1,611,504	1,474,270	1,242,362	1,062,691	473,115
Start up costs	-	-	-	-	30,810
Supplies & materials	247,328	285,627	212,358	179,122	69,133
Travel & training	5,518	18,018	6,677	13,373	11,426
Utilities	164,986	156,731	126,604	122,260	48,026
Waste disposal	50,363	45,034	55,388	36,545	14,662
Water purchase cost	241,757	318,684	357,728	280,382	70,821
Wastewater services - Hooks & Maud	-	19,469	-	-	-
Web design and maintenance	2,258	3,655	2,335	4,621	-
Depreciation	763,072	684,859	585,935	490,799	198,682
Total operating expense	3,954,838	3,809,230	3,286,848	2,890,346	1,304,463
Operating income (loss)	(390,716)	(220,409)	92,259	335,420	267,205
NONOPERATING REVENUES (EXPENSES)					
Facility charges	1,192,433	1,320,980	1,148,078	1,143,681	467,438
Minimum monthly payments	465,323	-	-	-	-
Interest income	31,413	51,417	37,349	42,018	16,717
Other income	161,532	229,103	131,580	33,397	-
Interest expense	(392,130)	(419,763)	(445,946)	(486,992)	(182,882)
Franchise fees expense	(101,350)	(99,059)	(91,963)	(84,424)	(33,477)
Special projects expense	(42,960)	(268,455)	(174,712)	(8,870)	-
Bond issuance costs	-	-	-	-	(302,263)
Total nonoperating revenues (expenses)	1,314,261	814,223	604,386	638,810	(34,467)
Income (loss) before capital contributions	923,545	593,814	696,645	974,230	232,738
Capital contributions	983,153	393,327	818,535	157,705	27,030
Acquisition of wet utilities facility	-	-	-	-	8,318,334
Change in net position	\$ 1,906,698	\$ 987,141	\$ 1,515,180	\$ 1,131,935	\$ 8,578,102

Percent of Fund Total Revenues				
(Audited) 2020	(Audited) 2019	(Audited) 2018 Restated	(Audited) 2017	(Audited) 2016 Restated
99.9%	97.8%	99.1%	94.6%	84.0%
-	-	-	3.8	15.0
0.1	2.2	0.9	1.6	1.0
100.0	100.0	100.0	100.0	100.0
0.6	0.7	1.1	1.1	2.3
3.1	2.5	2.4	3.2	3.0
0.1	0.2	0.1	0.1	-
0.1	0.2	0.1	0.1	-
7.0	5.9	4.9	6.1	10.2
0.2	0.2	0.1	0.1	-
1.6	2.2	0.5	1.8	-
0.8	0.4	0.7	0.8	0.5
1.4	1.2	0.4	0.8	0.9
0.1	0.2	0.1	0.1	-
(0.0)	0.2	0.2	0.1	0.2
0.2	0.1	1.5	0.4	1.6
1.0	1.2	0.7	-	0.2
0.9	0.9	0.7	1.1	-
1.4	0.8	1.0	0.5	0.5
5.9	5.5	6.1	5.4	5.2
45.2	41.1	36.8	32.9	30.1
-	-	-	-	2.0
6.9	8.0	6.3	5.6	4.4
0.2	0.5	0.2	0.4	0.7
4.6	4.4	3.7	3.8	3.1
1.4	1.3	1.6	1.1	0.9
6.8	8.9	10.6	8.7	4.5
-	0.5	-	-	-
0.1	0.1	0.1	0.1	-
21.4	19.1	17.3	15.2	12.6
111.0	106.1	97.3	89.6	83.0
(11.0)	(6.1)	2.7	10.4	17.0
33.5	36.8	34.0	35.5	29.7
13.1	-	-	-	-
0.9	1.4	1.1	1.3	1.1
4.5	6.4	3.9	1.0	-
(11.0)	(11.7)	(13.2)	(15.1)	(11.6)
(2.8)	(2.8)	(2.7)	(2.6)	(1.0)
(1.2)	(7.5)	(5.2)	(0.3)	-
-	-	-	-	(19.2)
36.9	22.7	17.9	19.8	(1.1)
25.9	16.5	21.6	30.2	14.8
27.6	11.0	25.4	4.9	1.7
-	-	-	-	529.3
53.5%	27.5%	44.8%	35.1%	545.8%

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION

LIST OF BOARD MEMBERS, KEY PERSONNEL, AND CONSULTANTS FOR THE YEAR ENDED SEPTEMBER 30, 2020

Complete district mailing address: 228 Texas Ave, Ste A, New Boston, Texas 75570

District business telephone number: (903) 831-0091

Submission date of the most recent district registration form (TWC Sections 36.054 and 49.054): 4/6/2017

Limit on fees of office that a director may receive during a fiscal year: \$0

<u>Names:</u>	<u>Term of Office (Elected or Appointed) or Date Hired</u>	<u>Fees of Office Paid* (FYE 09/30/2020)</u>	<u>Expense Reimbursements (FYE 9/30/2020)</u>	<u>Title at Year End</u>
Board Members:				
Sonja Yates Hubbard	(Appointed) 01/2019-12/2022	\$0	\$153 **	President
Tina Veal-Gooch	(Appointed) 01/2019-12/2022	\$0	\$0	Vice President
Marshall Wood	(Appointed) 01/2019-12/2022	\$0	\$656 **	Secretary
Van Alexander	(Appointed) 04/2019-12/2022	\$0	\$605 **	Treasurer
Fred Milton	(Appointed) 01/2019-12/2022	\$0	\$562 **	Past President
Key Administrative Personnel:				
Kyle Dooley	4/29/2019	\$205,858 ***	\$918 **	Executive Director
Consultants:				
Cross Oak Group	3/1/2013	\$60,000		Consultant
Fancher Legal, PLLC	10/15/2018	\$49,202		Attorney
LJA Engineering, Inc.	7/23/2018	\$19,823		Engineer
Meyers & Associates, LLC	8/1/2015	\$120,000	\$1,067 **	Consultant
MTG Engineers & Surveyors,	8/12/2018	\$62,167		Engineer
NewGen Strategies & Solution	5/17/2017	\$27,333		Consultant
RSAH2O, LLC	12/1/2016	\$550		Consultant
Smith Weber, LLP	2/1/2014	\$5,044		Attorney
Stokes & Associates, Inc.	8/5/2016	\$1,360		Engineer
Susan Roth Consulting, LLC	5/11/2016	\$55,977		Consultant
Wilf & Henderson, P.C.	10/19/2018	\$19,975		Auditor

* Fees of office are amounts actually paid to a director during the District's fiscal year.

** Travel and mileage reimbursements.

*** Includes monthly car and cell phone allowances.

Statistical Section

This part of the District's comprehensive annual financial report represents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health. Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Financial Trends – Schedule 1 through Schedule 2 - These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity – Schedule 3 through Schedule 5 - These schedules contain information to help the reader assess the District's most significant revenue sources.

Debt Capacity – Schedule 6 through 7 - The schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information – Schedule 8 through 10 - These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information – Schedule 11 through 13 - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

Riverbend Water Resources District

Net Position

Last Nine Fiscal Years

Schedule 1

(Accrual Basis of Accounting)

(Unaudited)

	2020	2019	2018	2017	2016	2015	2014	2013	2012
Primary Government									
Net investment in capital assets	9,614,188	8,410,684	6,604,940	2,936,607	340,840	1,294	-	-	-
Restricted	3,189,363	2,602,736	3,654,226	6,294,453	8,092,084	-	-	-	-
Unrestricted	1,367,508	1,250,941	1,018,054	530,980	197,181	50,709	163,515	319,854	430,326
Total primary government net position	14,171,059	12,264,361	11,277,220	9,762,040	8,630,105	52,003	163,515	319,854	430,326

Riverbend Water Resources District
Changes in Net Position
Last Nine Fiscal Years
Schedule 2
(Accrual Basis of Accounting)
(Unaudited)

Fiscal Year	Operating Revenues	Operating Expenses	Operating Income/(Loss)	Total Nonoperating Revenues/(Expenses)	Income/(Loss) Before Capital Contributions	Extraordinary Items/ Capital Contributions	Change In Net Position
2012	-	201,132	(201,132)	-	(201,132)	-	(201,132)
2013	65,000	175,834	(110,834)	362	(110,472)	-	(110,472)
2014	230,430	387,166	(156,736)	397	(156,339)	-	(156,339)
2015	217,773	329,288	(111,515)	3	(111,512)	-	(111,512)
2016	1,571,668	1,304,463	267,205	(34,467)	232,738	8,345,364	8,578,102
2017	3,225,766	2,890,346	335,420	638,810	974,230	157,705	1,131,935
2018	3,379,107	3,286,848	92,259	604,386	696,645	818,535	1,515,180
2019	3,588,821	3,809,230	(220,409)	814,223	593,814	393,327	987,141
2020	3,564,122	3,954,838	(390,716)	1,314,261	923,545	983,153	1,906,698

Riverbend Water Resources District
Operating Revenues by Source
Last Nine Fiscal Years
Schedule 3
(Accrual Basis of Accounting)
(Unaudited)

Fiscal Year	Member City Fees	Water Sales	Wastewater Treatment	Industrial		Total
				Wastewater Treatment	Other	
2012	-	-	-	-	-	-
2013	-	-	-	-	65,000	65,000
2014	230,430	-	-	-	25,000	255,430
2015	202,773	-	-	-	15,000	217,773
2016	465,443	360,846	421,053	342,431	251,305	1,841,078
2017	354,002	924,099	1,023,161	855,104	33,397	3,189,763
2018	197,728	1,031,353	1,110,177	968,166	29,250	3,336,674
2019	197,608	1,005,286	1,274,830	1,031,728	79,369	3,588,821
2020	180,842	1,094,339	1,187,955	1,096,283	4,703	3,564,122

Riverbend Water Resources District
Operating Expenses
Last Nine Fiscal Years
Schedule 4
(Accrual Basis of Accounting)
(Unaudited)

Fiscal Year	Administrative	Operation and Maintenance	Depreciation	Total Operating Expenses
2012	16,253	-	-	16,253
2013	175,834	-	-	175,834
2014	387,166	-	-	387,166
2015	329,220	-	68	329,288
2016	287,886	817,895	198,682	1,304,463
2017	366,940	2,032,607	490,799	2,890,346
2018	314,163	2,386,750	585,935	3,286,848
2019	555,376	2,568,995	684,859	3,809,230
2020	490,846	2,700,920	763,072	3,954,838

RIVERBEND WATER RESOURCES DISTRICT
FIVE LARGEST CUSTOMERS
Current Year and Four Years Ago
Schedule 5
(Unaudited)

CUSTOMER	FISCAL YEAR 2016			FISCAL YEAR 2017			FISCAL YEAR 2018		
	AMOUNT	PERCENTAGE	RANK	AMOUNT	PERCENTAGE	RANK	AMOUNT	PERCENTAGE	RANK
Red River Army Depot	1,522,523	95.65%	1	3,850,706	96.33%	1	3,987,717	92.89%	1
REG New Boston	42,195	2.65%	2	62,609	1.57%	2	128,649	3.00%	2
Day & Zimmermann	9,503	0.60%	3	29,068	0.73%	3	51,912	1.21%	3
Oak Grove Apartments	4,471	0.28%	4	12,350	0.31%	4	12,580	0.29%	5
TAZKID	2,091	0.13%	5						
Excel Utility Construction Inc				6,176	0.15%	5			
Harrison Walker & Harper LP							16,544	0.39%	4
SUBTOTAL (5 LARGEST)	1,580,783	99.31%		3,960,909	99.09%		4,197,402	97.78%	
Balance from other customers	10,984	0.69%		36,558	0.91%		95,408	2.22%	
	1,591,767	100.00%		3,997,467	100.00%		4,292,810	100.00%	

CUSTOMER	FISCAL YEAR 2019			FISCAL YEAR 2020		
	AMOUNT	PERCENTAGE	RANK	AMOUNT	PERCENTAGE	RANK
Red River Army Depot	4,135,295	87.90%	1	4,214,777	91.58%	1
Day & Zimmermann	322,955	6.86%	2	273,212	5.94%	2
REG New Boston	142,711	3.03%	3			
Oak Grove Apartments	17,827	0.38%	4	16,561	0.36%	4
Expal USA, Inc.	20,713	0.44%	5			
City of Maud				22,069	0.48%	3
IsoNova Technologies				11,254	0.24%	5
SUBTOTAL (5 LARGEST)	4,639,501	98.61%		4,537,873	98.60%	
Balance from other customers	65,280	1.39%		64,289	1.40%	
	4,704,781	100.00%		4,602,162	100.00%	

Note: Receipts from customers may include expense reimbursement and project admin fees

Riverbend Water Resources District
Ratio of Outstanding Debt by Type
Last Five Fiscal Years
Schedule 6
(Unaudited)

Fiscal Year	Revenue Bonds	Personal Income	Percentage of Personal Income	Population	Debt per Capita
2016	11,610,000	1,506,238,302	0.77%	64,172	181
2017	11,375,000	1,533,407,018	0.74%	64,141	177
2018	10,725,000	N/A	N/A	64,365	167
2019	10,045,000	N/A	N/A	N/A	N/A
2020	9,335,000	N/A	N/A	N/A	N/A

N/A-Not Available

Riverbend Water Resources District
Pledged Revenue Coverage
Last Four Fiscal Years
Schedule 7
(Unaudited)

Fiscal Year	Operating Revenues *	Less: Operating Expenses * (Excluding Depreciation)	Facility Charges *	Net		Debt Service		Coverage Ratio
				Available Funds	Principal	Interest	Total	
2017	2,853,652	2,032,607	1,143,681	1,964,726	235,000	219,458	454,458	4.32
2018	3,160,903	2,386,750	1,148,078	1,922,231	650,000	457,171	1,107,171	1.74
2019	3,318,372	2,568,992	1,320,980	2,070,360	680,000	431,750	1,111,750	1.86
2020	3,383,280	2,700,920	1,192,433	1,874,793	710,000	404,879	1,114,879	1.68

* Wet Fund Revenue and Expenses

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 8
(Unaudited)

Annona, TX - Red River County						
Fiscal Year	Population¹	Per Capita Income²	Personal Income	Unemployment Rate City²	Unemployment Rate State³	
2010	315	12,135	3,822,525	3.0%	8.1%	
2011	310	13,865	4,298,150	2.2%	7.8%	
2012	311	13,225	4,112,975	7.0%	6.7%	
2013	305	12,968	3,955,240	9.3%	6.3%	
2014	303	14,537	4,404,711	10.7%	5.1%	
2015	298	12,201	3,635,898	15.1%	4.4%	
2016	293	12,738	3,732,234	9.7%	4.3%	
2017	295	12,378	3,651,510	17.1%	4.3%	
2018	291	13,844	4,028,604	15.7%	3.9%	
2019	293	N/A	-	N/A	3.4%	
2020	295	N/A	-	N/A	6.9%	

Atlanta, TX - Cass County						
Fiscal Year	Population¹	Per Capita Income²	Personal Income	Unemployment Rate City²	Unemployment Rate State³	
2010	5,655	19,129	108,174,495	8.1%	8.1%	
2011	5,622	17,988	101,128,536	7.6%	7.8%	
2012	5,563	17,692	98,420,596	14.5%	6.7%	
2013	5,578	19,568	109,150,304	16.6%	6.3%	
2014	5,543	19,747	109,457,621	14.6%	5.1%	
2015	5,539	20,318	112,541,402	10.2%	4.4%	
2016	5,525	22,287	123,135,675	9.3%	4.3%	
2017	5,484	22,821	125,150,364	3.7%	4.3%	
2018	5,515	22,217	122,526,755	8.1%	3.9%	
2019	5,474	N/A	-	N/A	3.4%	
2020	5,433	N/A	-	N/A	6.9%	

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 8
(Unaudited)

Avery, TX - Red River County						
Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³	Unemployment Rate
2010	477	18,400	8,776,800	1.4%	8.1%	
2011	469	16,843	7,899,367	2.1%	7.8%	
2012	470	14,658	6,889,260	2.2%	6.7%	
2013	461	15,645	7,212,345	0.0%	6.3%	
2014	460	16,920	7,783,200	0.0%	5.1%	
2015	456	17,026	7,763,856	0.0%	4.4%	
2016	451	17,777	8,017,427	7.5%	4.3%	
2017	450	19,281	8,676,450	8.0%	4.3%	
2018	450	17,580	7,911,000	7.1%	3.9%	
2019	450	N/A	-	N/A	3.4%	
2020	450	N/A	-	N/A	6.9%	

DeKalb, TX - Bowie County						
Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³	Unemployment Rate
2010	1,678	16,876	28,317,928	12.5%	8.1%	
2011	1,668	17,269	28,804,692	14.7%	7.8%	
2012	1,657	17,404	28,838,428	14.7%	6.7%	
2013	1,659	16,764	27,811,476	12.8%	6.3%	
2014	1,658	21,362	35,418,196	9.8%	5.1%	
2015	1,651	21,560	35,595,560	7.4%	4.4%	
2016	1,639	26,101	42,779,539	8.0%	4.3%	
2017	1,628	26,769	43,579,932	3.9%	4.3%	
2018	1,622	26,798	43,466,356	7	3.9%	
2019	1,611	N/A	-	N/A	3.4%	
2020	1,600	N/A	-	N/A	6.9%	

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

**Riverbend Water Resources District
Demographic and Economic Statistics**

Last Ten Fiscal Years

Schedule 8 (Continued)

(Unaudited)

Hooks, TX - Bowie County

Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³
2010	2,767	16,678	46,148,026	0.0%	8.1%
2011	2,755	17,678	48,702,890	0.0%	7.8%
2012	2,742	17,859	48,969,378	2.0%	6.7%
2013	2,764	18,021	49,810,044	2.5%	6.3%
2014	2,755	17,159	47,273,045	5.0%	5.1%
2015	2,750	15,238	41,904,500	6.0%	4.4%
2016	2,749	15,440	42,444,560	6.0%	4.3%
2017	2,747	18,381	50,492,607	4.7%	4.3%
2018	2,746	19,669	54,011,074	6.6%	3.9%
2019	2,744	N/A	-	N/A	3.4%
2020	2,742	N/A	-	N/A	6.9%

Leary, TX - Bowie County

Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³
2010	483	20,314	9,811,662	1.3%	8.1%
2011	483	21,609	10,437,147	2.4%	7.8%
2012	483	20,666	9,981,678	4.4%	6.7%
2013	486	23,372	11,358,792	5.1%	6.3%
2014	486	24,333	11,825,838	5.8%	5.1%
2015	488	23,812	11,620,256	8.5%	4.4%
2016	491	23,731	11,651,921	6.9%	4.3%
2017	492	22,339	10,990,788	6.8%	4.3%
2018	496	20,701	10,267,696	5.8%	3.9%
2019	497	N/A	-	N/A	3.4%
2020	498	N/A	-	N/A	6.9%

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 8 (Continued)
(Unaudited)

Maud, TX - Bowie County		Per Capita		Personal		Unemployment Rate	
Fiscal Year	Population ¹	Income ²	Income	City ²	State ³		
2010	1,058	19,270	20,387,660	3.3%	8.1%		
2011	1,063	18,962	20,156,606	7.7%	7.8%		
2012	1,060	18,863	19,994,780	7.4%	6.7%		
2013	1,065	19,045	20,282,925	7.2%	6.3%		
2014	1,065	15,745	16,768,425	10.2%	5.1%		
2015	1,071	16,965	18,169,515	9.0%	4.4%		
2016	1,069	17,132	18,314,108	5.2%	4.3%		
2017	1,067	19,638	20,953,746	6.6%	4.3%		
2018	1,068	22,246	23,758,728	6.3%	3.9%		
2019	1,066	N/A	-	N/A	3.4%		
2020	1,064	N/A	-	N/A	6.9%		

Nash, TX - Bowie County		Per Capita		Personal		Unemployment Rate	
Fiscal Year	Population ¹	Income ²	Income	City ²	State ³		
2010	2,965	19,201	56,930,965	5.1%	8.1%		
2011	3,017	19,404	58,541,868	8.5%	7.8%		
2012	3,054	26,317	80,372,118	6.9%	6.7%		
2013	3,100	23,578	73,091,800	9.8%	6.3%		
2014	3,158	23,414	73,941,412	8.5%	5.1%		
2015	3,159	23,942	75,632,778	8.7%	4.4%		
2016	3,348	26,031	87,151,788	6.6%	4.3%		
2017	3,415	15,982	54,578,530	3.4%	4.3%		
2018	3,681	17,499	64,413,819	0.0%	3.9%		
2019	3,748	N/A	-	N/A	3.4%		
2020	3,815	N/A	-	N/A	6.9%		

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 8 (Continued)
(Unaudited)

New Boston, TX - Bowie County						
Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³	Unemployment Rate
2010	4,800	18,183	87,278,400	10.6%	8.1%	
2011	4,775	17,793	84,961,575	13.7%	7.8%	
2012	4,759	17,669	84,086,771	10.8%	6.7%	
2013	4,763	18,230	86,829,490	11.4%	6.3%	
2014	4,723	17,659	83,403,457	11.6%	5.1%	
2015	4,689	17,493	82,024,677	9.0%	4.4%	
2016	4,684	17,853	83,623,452	7.1%	4.3%	
2017	4,688	19,614	91,950,432	9.7%	4.3%	
2018	4,678	22,411	104,838,658	9.2%	3.9%	
2019	4,682	N/A	-	N/A	3.4%	
2020	4,686	N/A	-	N/A	6.9%	

Redwater, TX - Bowie County						
Fiscal Year	Population ¹	Per Capita Income ²	Personal Income	City ²	State ³	Unemployment Rate
2010	1,057	19,391	20,496,287	8.5%	8.1%	
2011	1,056	20,077	21,201,312	4.7%	7.8%	
2012	1,056	21,241	22,430,496	5.7%	6.7%	
2013	1,068	19,593	20,925,324	8.7%	6.3%	
2014	1,069	21,410	22,887,290	5.2%	5.1%	
2015	1,081	20,570	22,236,170	6.2%	4.4%	
2016	1,087	20,586	22,376,982	5.9%	4.3%	
2017	1,093	20,181	22,057,833	7.4%	4.3%	
2018	1,098	23,959	26,306,982	3.9%	3.9%	
2019	1,104	N/A	-	N/A	3.4%	
2020	1,110	N/A	-	N/A	6.9%	

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Scheduled 8 (Continued)
(Unaudited)

Texarkana, TX - Bowie County		Per Capita		Personal		Unemployment Rate	
Fiscal Year	Population ¹	Income ²	Income	City ²	State ³		
2010	36,408	23,007	837,638,856	10.5%	8.1%		
2011	36,787	23,326	858,093,562	12.2%	7.8%		
2012	37,057	22,892	848,308,844	12.8%	6.7%		
2013	37,209	23,569	876,978,921	11.8%	6.3%		
2014	37,126	23,973	890,021,598	10.3%	5.1%		
2015	37,182	23,505	873,962,910	10.4%	4.4%		
2016	37,402	25,238	943,951,676	9.6%	4.3%		
2017	37,350	26,019	971,809,650	8.9%	4.3%		
2018	37,295	26,730	996,895,350	9.0%	3.9%		
2019	37,243	N/A	-	N/A	3.4%		
2020	37,191	N/A	-	N/A	6.9%		

Wake Village, TX - Bowie County		Per Capita		Personal		Unemployment Rate	
Fiscal Year	Population ¹	Income ²	Income	City ²	State ³		
2010	5,491	23,957	131,547,887	4.1%	8.1%		
2011	5,478	23,994	131,439,132	3.6%	7.8%		
2012	5,454	25,948	141,520,392	5.1%	6.7%		
2013	5,467	26,149	142,956,583	4.3%	6.3%		
2014	5,454	24,683	134,621,082	5.0%	5.1%		
2015	5,449	21,884	119,245,916	5.5%	4.4%		
2016	5,434	21,910	119,058,940	7.2%	4.3%		
2017	5,432	23,843	129,515,176	5.3%	4.3%		
2018	5,425	24,400	132,370,000	3.9%	3.9%		
2019	5,423	N/A	-	N/A	3.4%		
2020	5,421	N/A	-	N/A	6.9%		

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 8 (Continued)
(Unaudited)

Total All Members		Per Capita		Personal
Fiscal	Population	Income	Income	
Year				
2010	63,154	21,524	1,359,331,491	
2011	63,483	21,670	1,375,664,837	
2012	63,666	21,894	1,393,925,716	
2013	63,925	22,376	1,430,363,244	
2014	63,800	22,536	1,437,805,875	
2015	63,813	22,007	1,404,333,438	
2016	64,172	23,472	1,506,238,302	
2017	64,141	23,907	1,533,407,018	
2018	64,365	24,715	1,590,795,022	
2019	64,335	N/A	N/A	
2020	64,305	N/A	N/A	

1-<http://worldpopulationreview.com/us-cities>

2-<https://factfinder.census.gov>

3-<https://www.statista.com/statistics/190726/unemployment-rate-in-texas-since-1992/>

N/A-Not Available

Riverbend Water Resources District
Percentage of Member Counties in RWRD
Last Ten Fiscal Years
Schedule 9
(Unaudited)

Member City	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Central Bowie Water Supply Corporation ¹	-	-	-	-	-	-	-	-	-	8,748
DeKalb, TX	1,668	1,657	1,659	1,658	1,651	1,639	1,628	1,622	1,611	1,600
Hooks, TX	2,755	2,742	2,764	2,755	2,750	2,749	2,747	2,746	2,744	2,742
Leary, TX	483	483	486	486	488	491	492	496	497	498
Maud, TX	1,063	1,060	1,065	1,065	1,071	1,069	1,067	1,068	1,066	1,064
Nash, TX	3,017	3,054	3,100	3,158	3,159	3,348	3,415	3,681	3,748	3,815
New Boston, TX	4,775	4,759	4,763	4,723	4,689	4,684	4,688	4,678	4,682	4,686
Oak Grove Water Supply Corporation ¹	-	-	-	-	-	-	-	-	-	831
Redwater, TX	1,056	1,056	1,068	1,069	1,081	1,087	1,093	1,098	1,104	1,110
Texarkana, TX	36,787	37,057	37,209	37,126	37,182	37,402	37,350	37,295	37,243	37,191
Wake Village, TX	5,478	5,454	5,467	5,454	5,449	5,434	5,432	5,425	5,423	5,421
	57,082	57,322	57,581	57,494	57,520	57,903	57,912	58,109	58,118	67,706
Bowie County²	92,922	93,129	93,487	93,502	93,494	93,994	93,977	94,324	93,245	N/A
RWRD	61.43%	61.55%	61.59%	61.49%	61.52%	61.60%	61.62%	61.61%	62.33%	N/A
Atlanta, TX	5,622	5,563	5,578	5,543	5,539	5,525	5,484	5,515	5,474	5,433
Cass County²	30,275	30,029	30,236	30,121	30,141	30,073	29,980	30,119	30,026	N/A
Percentage of Cass County in RWRD	18.57%	18.53%	18.45%	18.40%	18.38%	18.37%	18.29%	18.31%	18.23%	N/A
Annona, TX	310	311	305	303	298	293	295	291	293	295
Avery, TX	469	470	461	460	456	451	450	450	450	450
	779	781	766	763	754	744	745	741	743	745
Red River County²	12,685	12,729	12,496	12,452	12,355	12,190	12,203	12,175	12,023	N/A
RWRD	6.14%	6.14%	6.13%	6.13%	6.10%	6.10%	6.11%	6.09%	6.18%	N/A

N/A-Not Available

¹-<https://tceq.texas.gov>

²-<https://txcnp.org/tac/census/morecountyinfo.php>

Riverbend Water Resources District
Principal Employers
Current Year and Nine Years Ago
Schedule 10
(Unaudited)

	2020				2011			
Employer	Employees	Rank	Percentage of Total Employment		Employees	Rank	Percentage of Total Employment	
Red River Army Depot & Tenants	3,797	1	7.63%		6,000	1	11.43%	
CHRISTUS St. Michael Health System	1,902	2	3.82%		1,900	2	3.62%	
Texarkana, TX Independent School District	1,200	3	2.41%		795	5	1.51%	
Graphic Packaging (formerly International Paper)	800	4	1.61%		925	3	1.76%	
DLA Distribution	755	5	1.52%					
Wadley Regional Medical	710	6	1.43%		850	4	1.62%	
Walmart Department Stores	655	7	1.32%		660	6	1.26%	
	<u>9,819</u>		<u>19.74%</u>		<u>11,130</u>		<u>21.20%</u>	

Source:

Texarkana Chamber of Commerce, Texas Workforce Commission LMI

Notes:

(1) Employment for Bowie, Cass and Red River Counties for 2020 is 49,735

(2) Employment for Bowie, Cass and Red River Counties for 2011 is 52,512

RIVERBEND WATER RESOURCES DISTRICT

Operating Indicators by Function

Last Ten Years

Schedule 11

(Unaudited)

Water	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Avg. Gallons of Water Consumed (MGD)	-	-	-	-	-	0.726	0.958	0.711	0.737	0.810
Number of Water Meters	-	-	-	-	-	82	78	78	80	97
Wastewater										
Average Gallons of Domestic Wastewater Treated (MGD)	-	-	-	-	-	0.499	0.456	0.514	0.536	0.589
Industrial Wastewater										
Average Gallons of Industrial Wastewater Treated (MGD)	-	-	-	-	-	0.192	0.184	0.172	0.198	0.210

RIVERBEND WATER RESOURCES DISTRICT
Operating Indicators by Function
Full Time Employees as of September 30
Last Ten Fiscal Years
Schedule 12
(Unaudited)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Administration	1	1	1	1	1	4	4	4	4	4
Water	-	-	-	-	-	5	5	5	6	4
Wastewater	-	-	-	-	-	2	4	4	3	4
Industrial Wastewater	-	-	-	-	-	3	1	2	3	4
Totals	1	1	1	1	1	14	14	15	16	16

Note: Some personnel perform more than one function and the manpower is split accordingly

RIVERBEND WATER RESOURCES DISTRICT
Capital Asset Statistics by Function
Last Ten Years
Schedule 13
(Unaudited)

Water	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
500,000 Gallon Elevated Storage Tank	-	-	-	-	-	1	1	1	1	1
500,000 Gallon Ground Water Storage Tank	-	-	-	-	-	0	0	0	2	2
Miles of Water Line	-	-	-	-	-	83	83	135	135	137
Fire Hydrants	-	-	-	-	-	313	313	375	375	368
Water Meters	-	-	-	-	-	82	78	78	80	97
Water Valves	-	-	-	-	-	883	921	1151	1151	1141
Wastewater										
1.5 MG SBR Plant	-	-	-	-	-	1	1	1	1	1
Miles of Wastewater Line	-	-	-	-	-	35	35	35	35	38
Manholes	-	-	-	-	-	477	477	477	477	513
Lift Stations	-	-	-	-	-	32	32	32	32	34
Air Relief Valves	-	-	-	-	-	30	30	30	30	30
Wastewater Meters	-	-	-	-	-	65	65	72	79	72
Industrial Wastewater										
750,000 Gallon Industrial Wastewater Plant	-	-	-	-	-	1	1	1	1	1
Miles of Industrial Wastewater Line	-	-	-	-	-	5	5	5	5	5

Overall Internal Controls and Compliance



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENTAL AUDITING STANDARDS***

Independent Auditor's Report

Board of Directors
Riverbend Water Resources District
Texarkana, TX

Members of the Board:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Riverbend Water Resources District (Riverbend), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Riverbend's basic financial statements, and have issued our report thereon dated January 12, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Riverbend Water Resources District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Riverbend's internal control. Accordingly, we do not express an opinion on the effectiveness of Riverbend's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Riverbend's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



WILF & HENDERSON, P.C.
Certified Public Accountants
Texarkana, Texas

January 12, 2021



WILF & HENDERSON, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Member of American Institute of Certified Public Accountants
Member of Private Company Practice Section
Member of AICPA Governmental Audit Quality Center

Communication with Those Charged with Governance

January 16, 2020

Board of Directors
Riverbend Water Resources District
Texarkana, Texas

Members of the Board:

We have audited the financial statements of Riverbend Water Resources District (Riverbend) for the year ended September 30, 2019. Professional standards require that we provide you with the information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated October 17, 2019. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Riverbend are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during 2019. We noted no transactions entered into by Riverbend during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

The estimate for depreciation lives and estimated residual value of capital assets in the basic financial statements. We evaluated the key factors and assumptions used to develop these estimates in determining that it was reasonable in relation to the financial statements as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 16, 2020.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Riverbend's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountants to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Riverbend's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the management's discussion and analysis on pages 3-6, and the budgetary comparisons on pages 20-21 which are required supplemental information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We applied certain limited procedures to the supplemental schedules required by the Texas Commission on Environmental Quality on pages 22-33 that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the supplementary information and do not express an opinion or provide any assurance on the supplementary information.

The introductory information on pages i-vi and the statistical sections on pages 34-50 have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

We would also like to express our appreciation for the cooperation and assistance received from you and from the personnel during the course of our audit.

Restriction on Use

This information is intended solely for the use of the Riverbend's Board of Directors and management and is not intended to be, and should not be, used by anyone other than these specified parties.

Wilf & Henderson, P.C.

WILF & HENDERSON, P. C.
Certified Public Accountants
Texarkana, Texas

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. E.
RWRD RESO 20210127-05
First Quarter
FY 2020-2021 Financials**



RIVERBEND RESOLUTION NO. 20210127-05

APPROVING THE FIRST QUARTER FY 2020-2021 FINANCIAL STATEMENTS

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 staff prepares and presents quarterly financial statements, which provide for the fiduciary guidance of Riverbend Water Resources funds.

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District Board of Directors accepts and approves the First Quarter FY 2020-2021 financials.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary



Attached: First Quarter FY 2020-2021 Financials

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF NET POSITION ENTERPRISE FUNDS DECEMBER 31, 2020

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
ASSETS				
Current assets:				
Cash	\$ 125,088	\$ -	\$ 840,823	\$ 965,911
Accounts receivable	16,730	286,077	805,542	1,108,349
Due from other fund	2,130	-	-	2,130
Restricted assets:				
Cash restricted for bond debt reserves	-	1,457,620	1,612,373	3,069,993
Cash restricted for construction - bond proceeds	-	-	438,924	438,924
Cash restricted for operations	-	-	900,404	900,404
Prepaid expenses	-	-	74,468	74,468
Inventory	-	-	76,879	76,879
Total current assets	<u>143,948</u>	<u>1,743,697</u>	<u>4,749,413</u>	<u>6,637,058</u>
Noncurrent assets:				
Capital assets (net of accumulated depreciation):				
Equipment	-	-	325,784	325,784
Utility system	-	-	16,600,943	16,600,943
Intangible assets	-	-	293,778	293,778
Construction in progress	-	-	647,153	647,153
Total capital assets	<u>-</u>	<u>-</u>	<u>17,867,658</u>	<u>17,867,658</u>
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>17,867,658</u>	<u>17,867,658</u>
TOTAL ASSETS	<u>143,948</u>	<u>1,743,697</u>	<u>22,617,071</u>	<u>24,504,716</u>
LIABILITIES				
Current liabilities:				
Accounts payable	1,531	-	58,952	60,483
Payroll liabilities	-	-	32,339	32,339
Due to other fund	-	-	2,130	2,130
Accrued interest payable	-	-	75,468	75,468
Accrued compensated absences - current	-	-	19,005	19,005
Revenue bonds payable - current	-	-	740,000	740,000
Total current liabilities	<u>1,531</u>	<u>-</u>	<u>927,894</u>	<u>929,425</u>
Noncurrent liabilities:				
Prepaid minimum monthly payment	-	-	-	-
Accrued compensated absences - long term	-	-	40,813	40,813
Revenue bonds payable - long term	-	-	7,855,000	7,855,000
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>7,895,813</u>	<u>7,895,813</u>
TOTAL LIABILITIES	<u>1,531</u>	<u>-</u>	<u>8,823,707</u>	<u>8,825,238</u>
NET POSITION				
Net investment in capital assets	-	-	10,272,660	10,272,660
Restricted for bond reserves	-	1,743,697	1,612,777	3,356,474
Restricted for construction	-	-	438,924	438,924
Unrestricted	142,416	-	1,469,006	1,611,422
TOTAL NET POSITION	<u>\$ 142,416</u>	<u>\$ 1,743,697</u>	<u>\$ 13,793,367</u>	<u>\$ 15,679,480</u>

RIVERBEND WATER RESOURCES DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION ENTERPRISE FUNDS FOR THE THREE MONTHS ENDED DECEMBER 31, 2020

	<i>Regional Water System Administration Fund</i>	<i>Regional Water System Facilities Fund</i>	<i>Wet Utilities Fund</i>	<i>Total</i>
OPERATING REVENUES				
Charges for services:				
Member fees	\$ 49,947	\$ -	\$ -	\$ 49,947
Army volumetric charge	-	-	785,422	785,422
Army water supply charge	-	-	54,634	54,634
Commercial & residential charge	-	-	47,134	47,134
Other revenue	-	-	402	402
Total operating revenues	<u>49,947</u>	<u>\$ -</u>	<u>887,592</u>	<u>937,539</u>
OPERATING EXPENSES				
Accounting & audit	-	-	-	-
Analyticals	-	-	24,491	24,491
Community relations	339	-	-	339
Conferences & seminars	-	-	-	-
Consulting	45,000	-	-	45,000
Dues & memberships	1,324	-	-	1,324
Engineering services	-	-	-	-
Equipment maintenance, repair & fuel	-	-	4,637	4,637
Equipment rental	-	-	(1,050)	(1,050)
Insurance	-	-	15,080	15,080
Legal & professional fees	3,564	-	-	3,564
Materials	-	-	43,961	43,961
Meetings expense	934	-	-	934
Military affairs	2,750	-	-	2,750
Office supplies and expense	152	-	-	152
Permits	-	-	22,378	22,378
Repairs	-	-	44,788	44,788
Salaries, wages, payroll taxes & benefits	38,435	-	257,693	296,128
Supplies	-	-	6,607	6,607
Travel & training	-	-	-	-
Utilities	-	-	35,460	35,460
Waste disposal	-	-	2,385	2,385
Water purchase cost	-	-	51,436	51,436
Web design & maintenance	260	-	-	260
Miscellaneous	12	-	-	12
Overhead allocation - water	-	-	64,222	64,222
Overhead allocation - wastewater	-	-	69,760	69,760
Overhead allocation - industrial wastewater	-	-	70,352	70,352
Total operating expenses	<u>92,770</u>	<u>-</u>	<u>712,200</u>	<u>804,970</u>
Operating income (loss) before depreciation	(42,823)	-	175,392	132,569
Depreciation	-	-	200,202	200,202
Operating income (loss)	<u>(42,823)</u>	<u>-</u>	<u>(24,810)</u>	<u>(67,633)</u>
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenue	-	-	370,211	370,211
Minimum monthly payments	-	1,278,331	-	1,278,331
Interest revenue	-	43	3,073	3,116
Administrative fund salary revenue	-	-	38,434	38,434
Project admin fees	-	-	4,124	4,124
Gain (loss) on disposal of asset	-	-	-	-
Interest expense	-	-	(91,782)	(91,782)
Franchise fees expense	-	-	(26,380)	(26,380)
Special projects expense	-	-	-	-
Total nonoperating revenues (expenses)	<u>-</u>	<u>1,278,374</u>	<u>297,680</u>	<u>1,576,054</u>
Changes in net position	<u>(42,823)</u>	<u>1,278,374</u>	<u>272,870</u>	<u>1,508,421</u>
Net position, beginning of year	<u>185,239</u>	<u>465,323</u>	<u>13,520,497</u>	<u>14,171,059</u>
Net position, end of year	<u>\$ 142,416</u>	<u>\$ 1,743,697</u>	<u>\$ 13,793,367</u>	<u>\$ 15,679,480</u>

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM ADMINISTRATION FOR THE THREE MONTHS ENDED DECEMBER 31, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ 203,928	\$ 49,947	\$ (153,981)	24.49%
Total operating revenues	203,928	49,947	(153,981)	24.49%
OPERATING EXPENSES				
Advertising	1,400	-	1,400	0.00%
Accounting & audit	4,500	-	4,500	0.00%
Community relations	8,000	340	7,660	4.25%
Conferences & seminars	4,700	-	4,700	0.00%
Consulting	200,000	45,000	155,000	22.50%
Dues & memberships	7,735	1,324	6,411	17.12%
Engineering services	150,000	-	150,000	0.00%
Legal & professional fees	27,500	3,564	23,936	12.96%
Meetings expense	6,000	934	5,066	15.57%
Military affairs	11,000	2,750	8,250	25.00%
Office supplies & expense	3,300	163	3,137	4.94%
Salaries, wages & benefits	157,922	38,435	119,487	-24.34%
Subscriptions	400	-	400	0.00%
Travel & training	18,000	-	18,000	0.00%
Web design & maintenance	4,000	260	3,740	6.50%
Total operating expenses before depreciation	604,457	92,770	511,687	15.35%
Depreciation	-	0	-	
Total operating expenses	604,457	92,770	511,687	15.35%
Income (loss) before special projects expense and transfers	(400,529)	(42,823)	357,706	10.69%
Special projects expense	(100,000)	-	100,000	0.00%
Transfer in	300,000	-	(300,000)	0.00%
Change in net position	(200,529)	(42,823)	157,706	21.36%
Net position, beginning of year	185,239	185,239	-	100.00%
Net position, end of year	\$ (15,290)	\$ 142,416	157,706	-931.43%

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE REGIONAL WATER SYSTEM FACILITIES FUND FOR THE THREE MONTHS ENDED DECEMBER 31, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ -	\$ -	\$ -	
Total operating revenues	-	-	-	
OPERATING EXPENSES				
Expenses	-	-	-	
Total operating expenses	-	-	-	
Operating income (loss)	-	-	-	
NONOPERATING REVENUES (EXPENSES)				
Minimum monthly payments	4,389,715	1,278,331	(3,111,384)	29.12%
Interest income	-	43	43	
Bond Interest Expense	(24,705)	-	24,705	
Bond Issuance Costs	(650,000)	-	650,000	
Total nonoperating revenues (expenses)	3,715,010	1,278,374	(2,436,636)	34.41%
Change in net position	3,715,010	1,278,374	(2,436,636)	34.41%
Net position, beginning of year	\$ 465,323	465,323	-	100.00%
Net position, end of year	\$ 4,180,333	\$ 1,743,697	\$ (2,436,636)	41.71%

RIVERBEND WATER RESOURCES DISTRICT

SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE WET UTILITIES FUND

FOR THE THREE MONTHS ENDED DECEMBER 31, 2020

	<i>Budget</i>	<i>Actual</i>	<i>Variance with Budget</i>	<i>% of Budget</i>
OPERATING REVENUES				
Charges for services	\$ 3,617,400	\$ 887,190	\$ (2,730,210)	-24.53%
Other revenue	-	402	402	
Total operating revenues	3,617,400	887,592	(2,729,808)	24.54%
OPERATING EXPENSES				
Analytical	150,000	24,491	125,509	16.33%
Capital Replacement	414,000	-	414,000	0.00%
Consulting	60,000	-	60,000	0.00%
Equipment maintenance, repair & fuel	42,356	4,537	37,819	10.71%
Equipment rental	11,000	(1,050)	12,050	9.55%
Insurance	45,263	15,080	30,183	33.32%
Materials	233,000	43,961	189,039	18.87%
Miscellaneous	12,000	100	11,900	0.83%
Permits	55,000	22,378	32,622	40.69%
Repairs	207,000	44,788	162,212	21.64%
Salaries, wages, payroll taxes & benefits	1,077,111	257,693	819,418	23.92%
Supplies	51,700	6,607	45,093	12.78%
Utilities	188,000	35,460	152,540	18.86%
Waste disposal	70,000	2,385	67,615	3.41%
Water purchase cost	307,663	51,436	256,227	16.72%
Overhead allocation - water	214,012	64,222	149,789	30.01%
Overhead allocation - wastewater	232,464	69,760	162,705	30.01%
Overhead allocation - industrial wastewater	234,439	70,352	164,087	30.01%
Total operating expenses	3,605,008	712,200	2,892,808	19.76%
Operating income (loss) before depreciation	12,392	175,392	163,000	1415.36%
Depreciation	799,500	200,202	599,298	25.04%
Operating income (loss)	(787,108)	(24,810)	762,298	3.15%
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenues	1,485,628	370,211	(1,115,417)	-24.92%
Interest revenue	52,000	3,073	(48,927)	-5.91%
Other revenue	235,651	42,558	(193,093)	-18.06%
Interest expense	(585,182)	(91,782)	493,400	15.68%
Franchise fees expense	(108,504)	(26,380)	82,124	24.31%
Total nonoperating revenues (expenses)	1,079,593	297,680	(781,913)	27.57%
Income (loss) before capital contributions and transfers	292,485	272,870	(19,615)	93.29%
Transfers in (out)	(300,000)	0	300,000	0.00%
Change in net position	(7,515)	272,870	280,385	-3631.00%
Net position, beginning of year	13,520,497	13,520,497	-	100.00%
Net position, end of year	\$ 13,512,982	\$ 13,793,367	\$ 280,385	102.07%

RIVERBEND WATER RESOURCES DISTRICT**COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION
REGIONAL WATER SYSTEM ADMINISTRATION
FOR THE THREE MONTHS ENDED DECEMBER 31, 2020**

	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>\$ Change</u>	<u>% Change</u>
OPERATING REVENUES				
Charges for services:				
Member fees	\$ 49,947	\$ 44,544	\$ 5,403	12.13%
Other revenue	-	-	-	
Total operating revenues	<u>49,947</u>	<u>44,544</u>	<u>5,403</u>	<u>12.13%</u>
OPERATING EXPENSES				
Accounting & audit	-	-	-	
Community relations	339	532	(193)	-36.28%
Conferences & seminars	-	73	(73)	-100.00%
Consulting	45,000	46,617	(1,617)	-3.47%
Dues & memberships	1,324	1,003	321	32.00%
Engineering services	-	-	-	
Legal & professional fees	3,564	8,803	(5,239)	-59.51%
Meetings expense	934	660	274	41.52%
Military affairs	2,750	8,250	(5,500)	-66.67%
Office supplies and expense	152	-	152	
Salaries, wages, payroll taxes & benefits	38,435	37,557	878	2.34%
Travel & training	-	3,440	(3,440)	-100.00%
Web design & maintenance	260	830	(570)	-68.67%
Miscellaneous	12	342	(330)	-96.49%
Total operating expenses	<u>92,770</u>	<u>108,107</u>	<u>(15,337)</u>	<u>-14.19%</u>
Operating income (loss) before depreciation	(42,823)	(63,563)	20,740	32.63%
Depreciation	-	68	(68)	-100.00%
Operating income (loss)	<u>(42,823)</u>	<u>(63,631)</u>	<u>20,808</u>	<u>-32.70%</u>
NONOPERATING REVENUES (EXPENSES)				
Special projects expense	-	(12,870)	12,870	100.00%
Total nonoperating revenues (expenses)	<u>-</u>	<u>(12,870)</u>	<u>12,870</u>	<u>100.00%</u>
Change in net position	<u>(42,823)</u>	<u>(76,501)</u>	<u>33,678</u>	<u>44.02%</u>
Net position, beginning of year	<u>185,239</u>	<u>338,408</u>	<u>(153,169)</u>	<u>-45.26%</u>
Net position, end of year	<u>\$ 142,416</u>	<u>\$ 261,907</u>	<u>\$ (119,491)</u>	<u>-45.62%</u>

RIVERBEND WATER RESOURCES DISTRICT**COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION
REGIONAL WATER SYSTEM FACILITIES FUND
FOR THE THREE MONTHS ENDED DECEMBER 31, 2020**

	<i>December 31, 2020</i>	<i>December 31, 2019</i>	<i>\$ Change</i>	<i>% Change</i>
OPERATING REVENUES				
Charges for services:	-	-	-	
Total operating revenues	-	-	-	
OPERATING EXPENSES				
Expenses	-	-	-	
Total operating expenses	-	-	-	
Operating income (loss)	-	-	-	
NONOPERATING REVENUES (EXPENSES)			-	
Minimum monthly payments	1,278,331	-	1,278,331	
Interest revenue	43	-	43	
Total nonoperating revenues (expenses)	1,278,374	-	1,278,374	
Change in net position	1,278,374	-	1,278,374	
Net position, beginning of year	465,323	-	465,323	
Net position, end of year	<u>\$ 1,743,697</u>	<u>\$ -</u>	<u>\$ 1,743,697</u>	

RIVERBEND WATER RESOURCES DISTRICT

COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION

WET UTILITIES FUND

FOR THE THREE MONTHS ENDED DECEMBER 31, 2020

	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>\$ Change</u>	<u>% Change</u>
OPERATING REVENUES				
Charges for services:				
Army volumetric charge	\$ 785,422	\$ 722,707	\$ 62,715	8.68%
Army water supply charge	54,634	58,265	(3,631)	-6.23%
Commercial & residential charge	47,134	33,924	13,210	38.94%
Other revenue	402	20,282	(19,880)	-98.02%
Total operating revenues	<u>887,592</u>	<u>835,178</u>	<u>52,414</u>	<u>6.28%</u>
OPERATING EXPENSES				
Analyticals	24,491	22,988	1,503	6.54%
Consulting	-	1,242	(1,242)	-100.00%
Equipment maintenance, repair & fuel	4,637	5,665	(1,028)	-18.15%
Equipment rental	(1,050)	521	(1,571)	-301.54%
Insurance	15,080	4,770	10,310	216.14%
Materials	43,961	57,428	(13,467)	-23.45%
Member services		13,649		
Permits	22,378	21,018	1,360	6.47%
Repairs	44,788	49,427	(4,639)	-9.39%
Salaries, wages, payroll taxes & benefits	257,693	199,589	58,104	29.11%
Supplies	6,607	8,415	(1,808)	-21.49%
Utilities	35,460	37,256	(1,796)	-4.82%
Waste disposal	2,385	8,177	(5,792)	-70.83%
Water purchase cost	51,436	74,361	(22,925)	-30.83%
Miscellaneous	-	67	(67)	-100.00%
Overhead allocation - water	64,222	45,538	18,685	41.03%
Overhead allocation - wastewater	69,760	49,464	20,296	41.03%
Overhead allocation - industrial wastewater	70,352	49,884	20,468	41.03%
Total operating expenses	<u>712,200</u>	<u>649,459</u>	<u>62,741</u>	<u>9.66%</u>
Operating income (loss) before depreciation	175,392	185,719	(10,327)	-5.56%
Depreciation	200,202	187,250	12,952	6.92%
Operating income (loss)	<u>(24,810)</u>	<u>(1,531)</u>	<u>(23,279)</u>	<u>1520.51%</u>
NONOPERATING REVENUES (EXPENSES)				
Facility charges revenue	370,211	285,513	84,698	29.67%
Interest revenue	3,073	10,197	(7,124)	-69.86%
Other revenue	38,434	37,557	877	2.34%
Project admin fees	4,124	-	4,124	
Gain (loss) on disposal of asset	-	-	-	
Interest expense	(91,782)	(99,044)	7,262	-7.33%
Franchise fees expense	(26,380)	(24,562)	(1,818)	-7.40%
Total nonoperating revenues (expenses)	<u>297,680</u>	<u>209,661</u>	<u>88,019</u>	<u>41.98%</u>
Change in net position	272,870	208,130	64,740	31.11%
Net position, beginning of year	<u>13,520,497</u>	<u>10,785,159</u>	<u>2,735,338</u>	<u>25.36%</u>
Net position, end of year	<u>\$ 13,793,367</u>	<u>\$ 10,993,289</u>	<u>\$ 2,800,078</u>	<u>25.47%</u>

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. F.
RWRD RESO 20210127-06
First Quarter FY 2020-2021
Investment Report**



RIVERBEND RESOLUTION NO. 20210127-06

APPROVING THE FIRST QUARTER FY 2020-2021 INVESTMENT REPORT

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 has adopted an Investment Policy as required by law to manage the funds of Riverbend Water Resources District; and

WHEREAS, the Investment Policy Reporting Section XIII requires that the Investment Officer prepare and sign a quarterly investment report that includes activity on all interest-bearing accounts held by Riverbend Water Resources District.

NOW, THEREFORE, BE IT RESOLVED that the Riverbend Water Resources District accepts and approves the First Quarter FY 2020-2021 Investment Report.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary



Attached: First Quarter FY 2020-2021 Investment Report

RIVERBEND WATER RESOURCES DISTRICT

SCHEDULE OF INVESTMENTS ENTERPRISE FUNDS

For the Three Months Ended December 31, 2020

Funds	Identification Number	Maturity Date	Balance 9/30/2020	Interest Income 12/31/2020	Transfers In/(Out) Per Policy	Net Deposits/ Withdrawals	Balance 12/31/2020	Accrued Int Rec 12/31/2020
Administrative Fund								
Operations	50003704	Daily checking	\$ 167,412	\$ -	\$ (39,377)	(2,973)	\$ 125,063	\$ -
Operations	457060	Daily savings	25	-	-	-	25	-
Wet Utilities Fund								
Operations	21695	Daily checking	1,043,269	-	(257,064)	53,502	839,707	-
Restricted bond sinking	21709	Daily checking	1,640,782	1,238	298,898	(935,995)	1,004,923	-
Restricted bond reserves	21217	Daily checking	607,578	816	(945)	-	607,450	-
Restricted construction funds	21741	Daily checking	474,906	613	(739)	(35,857)	438,924	-
Restricted operations	7967600001	Daily prime	900,774	404	(774)	-	900,404	-
Regional Water System Facilities Fund								
Restricted Savings	3011380	Daily Savings	98,401	-	-	1,359,219	1,457,620	-
Total - All Funds			\$ 4,933,147	\$ 3,071	\$ (0)	\$ 437,897	\$ 5,374,116	\$ -

The investment schedule of Riverbend Water Resources District is in compliance with the Public Funds Investment Act and the District's Investment Policy.



Tara Houck, CPA
Chief Financial Officer

**REGULAR CALLED MEETING
RIVERBEND WATER RESOURCES DISTRICT
WEDNESDAY, JANUARY 27, 2021**

**AGENDA ITEM VI. G.
RWRD RESO 20210127-07
ESRI Contract**



RIVERBEND RESOLUTION NO. 20210127-07

**AUTHORIZING THE EXECUTIVE DIRECTOR/CEO TO
ENTER INTO NEGOTIATIONS AND EXECUTE A CONTRACT WITH
ENVIRONMENTAL SYSTEMS RESEARCH INSTITUTE, INC. FOR SOFTWARE
UPDATES AND MANAGEMENT**

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 has a need to upgrade the Geographical Information System (GIS) software technology in order to ensure cohesion with software processes of CityWorks for workorder and asset management; and

WHEREAS, Environmental Systems Research Institute, Inc. (ESRI) provides this software and the upgrade installation capabilities.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Riverbend Water Resources District hereby authorizes the Executive Director/CEO to negotiate and enter into an agreement with Environmental Systems Research Institute, Inc. to upgrade software technology. The cost of this three-year agreement will not exceed \$30,000. Any agreement must be reviewed and approved by general counsel.

PASSED and APPROVED this 27th day of January 2021

Sonja Hubbard, President

ATTEST:

Marshall Wood, Secretary



Attached: Environmental Systems Research Institute, Inc. Agreement and Services Quote

January 12, 2021

Mr. Eli Hunt
Riverbend Water Resources District
228 Texas Ave
New Boston, TX 75570-7247

Dear Eli,

The Esri Small Utility Enterprise Agreement (SUEA) is a three-year agreement that will grant your organization access to Esri term license software. The EA will be effective on the date executed and will require a firm, three-year commitment.

Based on Esri's work with several organizations similar to yours, we know there is significant potential to apply Geographic Information System (GIS) technology in many operational and technical areas within your organization. For this reason, we believe that your organization will greatly benefit from an Enterprise Agreement (EA).

An EA will provide your organization with numerous benefits including:

- A lower cost per unit for licensed software
- Substantially reduced administrative and procurement expenses
- Complete flexibility to deploy software products when and where needed

The following business terms and conditions will apply:

- All current departments, employees, and in-house contractors of the organization will be eligible to use the software and services included in the EA.
- If your organization wishes to acquire and/or maintain any Esri software during the term of the agreement that is not included in the EA, it may do so separately at the Esri pricing that is generally available for your organization for software and maintenance.
- The organization will establish a single point of contact for orders and deliveries and will be responsible for redistribution to eligible users.
- The organization will establish a Tier 1 support center to field calls from internal users of Esri software. The organization may designate individuals as specified in the EA who may directly contact Esri for Tier 2 technical support.
- The organization will provide an annual report of installed Esri software to Esri.
- Esri software and updates that the organization is licensed to use will be automatically available for downloading.
- The fee and benefits offered in this EA proposal are contingent upon your acceptance of Esri's Small Utility EA terms and conditions.

- Licenses are valid for the term of the EA.

The terms and conditions in this Small Utility EA offer are for utilities with a total meter count which falls under the applicable tier in the Esri EA Small Utility Program. By accepting this offer, you confirm that your organization's meter count falls within this range on the date of signature and that you are therefore eligible for this pricing. If your organization's meter count does not fall within this range, please confirm your current meter count, and Esri will provide a revised quotation.

This program offer is valid for 90 days. To complete the agreement within this time frame, please contact me within the next seven days to work through any questions or concerns you may have.

To expedite your acceptance of this EA offer:

1. Sign and return the EA contract with a Purchase Order or issue a Purchase Order that references this EA Quotation and includes the following statement on the face of the Purchase Order:

"THIS PURCHASE ORDER IS GOVERNED BY THE TERMS AND CONDITIONS OF THE ESRI SMALL UTILITY EA, AND ADDITIONAL TERMS AND CONDITIONS IN THIS PURCHASE ORDER WILL NOT APPLY."

Have it signed by an authorized representative of the organization.

2. On the first page of the EA, identify the central point of contact/agreement administrator. The agreement administrator is the party that will be the contact for management of the software, administration issues, and general operations. Information should include name, title (if applicable), address, phone number, and e-mail address.
3. In the purchase order, identify the "Ship to" and "Bill to" information for your organization.
4. Send the purchase order and agreement to the address, email or fax noted below:

Esri
Attn: Customer Service SU-EA
380 New York Street
Redlands, CA 92373-8100

e-mail: service@esri.com
fax documents to: 909-307-3083

I appreciate the opportunity to present you with this proposal, and I believe it will bring great benefits to your organization.

Thank you very much for your consideration.

Best Regards,



Jay Hoffman



Quotation # Q-432879

Date: January 12, 2021

Customer # 598090 Contract #

Riverbend Water Resources District
228 Texas Ave
New Boston, TX 75570-7247

ATTENTION: Eli Hunt
PHONE: 903-831-0091
EMAIL: elihunt@rwr.org

Environmental Systems Research Institute, Inc.
380 New York St
Redlands, CA 92373-8100
Phone: (909) 793-2853 Fax: (909) 307-3049
DUNS Number: 06-313-4175 CAGE Code: 0AMS3

*To expedite your order, please attach a copy of
this quotation to your purchase order.
Quote is valid from: 1/12/2021 To: 4/12/2021*

Material	Qty	Term	Unit Price	Total
168088	1	Year 1	\$10,000.00	\$10,000.00
Meter Counts of 0 to 10,000 Small Utility Term Enterprise License Agreement				
168088	1	Year 2	\$10,000.00	\$10,000.00
Meter Counts of 0 to 10,000 Small Utility Term Enterprise License Agreement				
168088	1	Year 3	\$10,000.00	\$10,000.00
Meter Counts of 0 to 10,000 Small Utility Term Enterprise License Agreement				
Subtotal:				\$30,000.00
Sales Tax:				\$0.00
Estimated Shipping and Handling (2 Day Delivery):				\$0.00
Contract Price Adjust:				\$0.00
Total:				\$30,000.00

Esri may charge a fee to cover expenses related to any customer requirement to use a proprietary vendor management, procurement, or invoice program.

For questions contact: Jay Hoffman	Email: jhoffman@esri.com	Phone: 1-800-447-9778 x5675
The items on this quotation are subject to and governed by the terms of this quotation, the most current product specific scope of use document found at https://assets.esri.com/content/dam/esrisites/media/legal/product-specific-terms-of-use/e300.pdf , and your applicable signed agreement with Esri. If no such agreement covers any item quoted, then Esri's standard terms and conditions found at https://go.esri.com/MAPS apply to your purchase of that item. Federal government entities and government prime contractors authorized under FAR 51.1 may purchase under the terms of Esri's GSA Federal Supply Schedule. Supplemental terms and conditions found at https://www.esri.com/en-us/legal/terms/state-supplemental apply to some state and local government purchases. All terms of this quotation will be incorporated into and become part of any additional agreement regarding Esri's offerings. Acceptance of this quotation is limited to the terms of this quotation. Esri objects to and expressly rejects any different or additional terms contained in any purchase order, offer, or confirmation sent to or to be sent by buyer. Unless prohibited by law, the quotation information is confidential and may not be copied or released other than for the express purpose of system selection and purchase/license. The information may not be given to outside parties or used for any other purpose without consent from Esri. Delivery is FOB Origin.		

HOFFMANJ

This offer is limited to the terms and conditions incorporated and attached herein.

Esri Use Only:

Cust. Name _____
 Cust. # _____
 PO # _____
 Esri Agreement # _____



SMALL ENTERPRISE AGREEMENT SMALL UTILITY (E215-1)

This Agreement is by and between the organization identified in the Quotation ("**Customer**") and **Environmental Systems Research Institute, Inc. ("Esri")**.

This Agreement sets forth the terms for Customer's use of Products and incorporates by reference (i) the Quotation and (ii) the Master Agreement. Should there be any conflict between the terms and conditions of the documents that comprise this Agreement, the order of precedence for the documents shall be as follows: (i) the Quotation, (ii) this Agreement, and (iii) the Master Agreement. This Agreement shall be governed by and construed in accordance with the laws of the state in which Customer is located without reference to conflict of laws principles, and the United States of America federal law shall govern in matters of intellectual property. The modifications and additional rights granted in this Agreement apply only to the Products listed in Table A.

Table A
List of Products

Uncapped Quantities**Desktop Software and Extensions** (Single Use)

ArcGIS Desktop Advanced
 ArcGIS Desktop Standard
 ArcGIS Desktop Basic
 ArcGIS Desktop Extensions: ArcGIS 3D Analyst,
 ArcGIS Spatial Analyst, ArcGIS Geostatistical Analyst,
 ArcGIS Publisher, ArcGIS Network Analyst, ArcGIS
 Schematics, ArcGIS Workflow Manager, ArcGIS Data
 Reviewer

Enterprise Software and Extensions

ArcGIS Enterprise and Workgroup
 (Advanced and Standard)
 ArcGIS Monitor
 ArcGIS Enterprise Extensions: ArcGIS 3D Analyst,
 ArcGIS Spatial Analyst, ArcGIS Geostatistical Analyst,
 ArcGIS Network Analyst, ArcGIS Schematics, ArcGIS
 Workflow Manager

Enterprise Additional Capability Servers

ArcGIS Image Server

Developer Tools

ArcGIS Engine
 ArcGIS Engine Extensions: ArcGIS 3D Analyst, ArcGIS
 Spatial Analyst, ArcGIS Engine Geodatabase Update,
 ArcGIS Network Analyst, ArcGIS Schematics
 ArcGIS Runtime (Standard)
 ArcGIS Runtime Analysis Extension

Limited Quantities

One (1) Professional subscription to ArcGIS Developer
 Two (2) ArcGIS CityEngine Single Use Licenses
 10 ArcGIS Online Viewers
 10 ArcGIS Online Creators
 5,000 ArcGIS Online Service Credits
 10 ArcGIS Enterprise Creators
 2 ArcGIS Insights in ArcGIS Enterprise
 2 ArcGIS Insights in ArcGIS Online
 5 ArcGIS Tracker for ArcGIS Enterprise
 5 ArcGIS Tracker for ArcGIS Online
 10 ArcGIS Utility Network User Type Extensions (Enterprise)
 1 ArcGIS Business Analyst Web App

OTHER BENEFITS

Number of Esri User Conference registrations provided annually	1
Number of Tier 1 Help Desk individuals authorized to call Esri	2
Maximum number of sets of backup media, if requested*	2
Five percent (5%) discount on all individual commercially available instructor-led training classes at Esri facilities purchased outside this Agreement	

*Additional sets of backup media may be purchased for a fee

Customer may accept this Agreement by signing and returning the whole Agreement with (i) the Quotation attached, (ii) a purchase order, or (iii) another document that matches the Quotation and references this Agreement ("**Ordering Document**"). **ADDITIONAL OR CONFLICTING TERMS IN CUSTOMER'S PURCHASE ORDER OR OTHER DOCUMENT WILL NOT APPLY, AND THE TERMS OF THIS AGREEMENT WILL GOVERN.** This Agreement is effective as of the date of Esri's receipt of an Ordering Document, unless otherwise agreed to by the parties ("**Effective Date**").

Term of Agreement: Three (3) years

This Agreement supersedes any previous agreements, proposals, presentations, understandings, and arrangements between the parties relating to the licensing of the Products. Except as provided in Article 4—Product Updates, no modifications can be made to this Agreement.

Accepted and Agreed:

(Customer)

By: _____
Authorized Signature

Printed Name: _____

Title: _____

Date: _____

CUSTOMER CONTACT INFORMATION

Contact: _____

Telephone: _____

Address: _____

Fax: _____

City, State, Postal Code: _____

E-mail: _____

Country: _____

Quotation Number (if applicable): _____

1.0—ADDITIONAL DEFINITIONS

In addition to the definitions provided in the Master Agreement, the following definitions apply to this Agreement:

"Case" means a failure of the Software or Online Services to operate according to the Documentation where such failure substantially impacts operational or functional performance.

"Deploy", "Deployed" and "Deployment" mean to redistribute and install the Products and related Authorization Codes within Customer's organization(s).

"Fee" means the fee set forth in the Quotation.

"Maintenance" means Tier 2 Support, Product updates, and Product patches provided to Customer during the Term of Agreement.

"Master Agreement" means the applicable master agreement for Esri Products incorporated by this reference that is (i) found at <https://www.esri.com/en-us/legal/terms/full-master-agreement> and available in the installation process requiring acceptance by electronic acknowledgment or (ii) a signed Esri master agreement or license agreement that supersedes such electronically acknowledged master agreement.

"Product(s)" means the products identified in Table A—List of Products and any updates to the list Esri provides in writing.

"Quotation" means the offer letter and quotation provided separately to Customer.

"Technical Support" means the technical assistance for attempting resolution of a reported Case through error correction, patches, hot fixes, workarounds, replacement deliveries, or any other type of Product corrections or modifications.

"Tier 1 Help Desk" means Customer's point of contact(s) to provide all Tier 1 Support within Customer's organization(s).

"Tier 1 Support" means the Technical Support provided by the Tier 1 Help Desk.

"Tier 2 Support" means the Esri Technical Support provided to the Tier 1 Help Desk when a Case cannot be resolved through Tier 1 Support.

2.0—ADDITIONAL GRANT OF LICENSE

2.1 Grant of License. Subject to the terms and conditions of this Agreement, Esri grants to Customer a personal, nonexclusive, nontransferable license solely to use, copy, and Deploy quantities of the Products listed in Table A—List of Products for the Term of Agreement (i) for the applicable Fee and (ii) in accordance with the Master Agreement.

2.2 Consultant Access. Esri grants Customer the right to permit Customer's consultants or contractors to use the Products exclusively for Customer's benefit. Customer will be solely responsible for compliance by consultants and contractors with this Agreement and will ensure that the consultant or contractor discontinues use of Products upon completion of work for Customer. Access to or use of Products by consultants or contractors not exclusively for Customer's benefit is prohibited. Customer may not permit its consultants or contractors to install Software or Data on consultant, contractor, or third-party computers or remove Software or Data from Customer locations, except for the purpose of hosting the Software or Data on Contractor servers for the benefit of Customer.

3.0—TERM, TERMINATION, AND EXPIRATION

3.1 Term. This Agreement and all licenses hereunder will commence on the Effective Date and continue for the duration identified in the Term of Agreement, unless this Agreement is terminated earlier as provided herein. Customer is only authorized to use Products during the Term of Agreement. For an Agreement with a limited term, Esri does not grant Customer an indefinite or a perpetual license to Products.

3.2 No Use upon Agreement Expiration or Termination. All Product licenses, all Maintenance, and Esri User Conference registrations terminate upon expiration or termination of this Agreement.

3.3 Termination for a Material Breach. Either party may terminate this Agreement for a material breach by the other party. The breaching party will have thirty (30) days from the date of written notice to cure any material breach.

3.4 Termination for Lack of Funds. For an Agreement with government or government-

owned entities, either party may terminate this Agreement before any subsequent year if Customer is unable to secure funding through the legislative or governing body's approval process.

3.5 Follow-on Term. If the parties enter into another agreement substantially similar to this Agreement for an additional term, the effective date of the follow-on agreement will be the day after the expiration date of this Agreement.

4.0—PRODUCT UPDATES

4.1 Future Updates. Esri reserves the right to update the list of Products in Table A—List of Products by providing written notice to Customer. Customer may continue to use all Products that have been Deployed, but support and upgrades for deleted items may not be available. As new Products are incorporated into the standard program, they will be offered to Customer via written notice for incorporation into the Products schedule at no additional charge. Customer's use of new or updated Products requires Customer to adhere to applicable additional or revised terms and conditions in the Master Agreement.

4.2 Product Life Cycle. During the Term of Agreement, some Products may be retired or may no longer be available to Deploy in the identified quantities. Maintenance will be subject to the individual Product Life Cycle Support Status and Product Life Cycle Support Policy, which can be found at <https://support.esri.com/en/other-resources/product-life-cycle>. Updates for Products in the mature and retired phases may not be available. Customer may continue to use Products already Deployed, but Customer will not be able to Deploy retired Products.

5.0—MAINTENANCE

The Fee includes standard maintenance benefits during the Term of Agreement as specified in the most current applicable Esri Maintenance and Support Program document (found at <https://www.esri.com/en-us/legal/terms/maintenance>). At Esri's sole discretion, Esri may make patches, hot fixes, or updates available for download. No Software other

than the defined Products will receive Maintenance. Customer may acquire maintenance for other Software outside this Agreement.

a. Tier 1 Support

1. Customer will provide Tier 1 Support through the Tier 1 Help Desk to all Customer's authorized users.
2. The Tier 1 Help Desk will be fully trained in the Products.
3. At a minimum, Tier 1 Support will include those activities that assist the user in resolving how-to and operational questions as well as questions on installation and troubleshooting procedures.
4. The Tier 1 Help Desk will be the initial point of contact for all questions and reporting of a Case. The Tier 1 Help Desk will obtain a full description of each reported Case and the system configuration from the user. This may include obtaining any customizations, code samples, or data involved in the Case.
5. If the Tier 1 Help Desk cannot resolve the Case, an authorized Tier 1 Help Desk individual may contact Tier 2 Support. The Tier 1 Help Desk will provide support in such a way as to minimize repeat calls and make solutions to problems available to Customer's organization.
6. Tier 1 Help Desk individuals are the only individuals authorized to contact Tier 2 Support. Customer may change the Tier 1 Help Desk individuals by written notice to Esri.

b. Tier 2 Support

1. Tier 2 Support will log the calls received from Tier 1 Help Desk.
2. Tier 2 Support will review all information collected by and received from the Tier 1 Help Desk including preliminary documented troubleshooting provided by the Tier 1 Help Desk when Tier 2 Support is required.
3. Tier 2 Support may request that Tier 1 Help Desk individuals provide verification of information, additional information, or answers to additional questions to

supplement any preliminary information gathering or troubleshooting performed by Tier 1 Help Desk.

4. Tier 2 Support will attempt to resolve the Case submitted by Tier 1 Help Desk.
5. When the Case is resolved, Tier 2 Support will communicate the information to Tier 1 Help Desk, and Tier 1 Help Desk will disseminate the resolution to the user(s).

6.0—ENDORSEMENT AND PUBLICITY

This Agreement will not be construed or interpreted as an exclusive dealings agreement or Customer's endorsement of Products. Either party may publicize the existence of this Agreement.

7.0—ADMINISTRATIVE REQUIREMENTS

7.1 OEM Licenses. Under Esri's OEM or Solution OEM programs, OEM partners are authorized to embed or bundle portions of Esri products and services with their application or service. OEM partners' business model, licensing terms and conditions, and pricing are independent of this Agreement. Customer will not seek any discount from the OEM partner or Esri based on the availability of Products under this Agreement. Customer will not decouple Esri products or services from the OEM partners' application or service.

7.2 Annual Report of Deployments. At each anniversary date and ninety (90) calendar days prior to the expiration of this Agreement, Customer will provide Esri with a written report detailing all Deployments. Upon request, Customer will provide records sufficient to verify the accuracy of the annual report.

8.0—ORDERING, ADMINISTRATIVE PROCEDURES, DELIVERY, AND DEPLOYMENT

8.1 Orders, Delivery, and Deployment

- a. Upon the Effective Date, Esri will invoice Customer and provide Authorization Codes to activate the nondestructive copy protection program that enables Customer to download,

operate, or allow access to the Products. If this is a multi-year Agreement, Esri may invoice the Fee up to thirty (30) calendar days before the annual anniversary date for each year.

- b. Undisputed invoices will be due and payable within thirty (30) calendar days from the date of invoice. Esri reserves the right to suspend Customer's access to and use of Products if Customer fails to pay any undisputed amount owed on or before its due date. Esri may charge Customer interest at a monthly rate equal to the lesser of one percent (1.0%) per month or the maximum rate permitted by applicable law on any overdue fees plus all expenses of collection for any overdue balance that remains unpaid ten (10) days after Esri has notified Customer of the past-due balance.

- c. Esri's federal ID number is 95-2775-732.

- d. If requested, Esri will ship backup media to the ship-to address identified on the Ordering Document, FOB Destination, with shipping charges prepaid. Customer acknowledges that should sales or use taxes become due as a result of any shipments of tangible media, Esri has a right to invoice and Customer will pay any such sales or use tax associated with the receipt of tangible media.

8.2 Order Requirements. Esri does not require Customer to issue a purchase order. Customer may submit a purchase order in accordance with its own process requirements, provided that if Customer issues a purchase order, Customer will submit its initial purchase order on the Effective Date. If this is a multi-year Agreement, Customer will submit subsequent purchase orders to Esri at least thirty (30) calendar days before the annual anniversary date for each year.

- a. All orders pertaining to this Agreement will be processed through Customer's centralized point of contact.
- b. The following information will be included in each Ordering Document:
 - (1) Customer name; Esri customer number, if known; and bill-to and ship-to addresses
 - (2) Order number
 - (3) Applicable annual payment due

9.0—MERGERS, ACQUISITIONS, OR DIVESTITURES

If Customer is a commercial entity, Customer will notify Esri in writing in the event of (i) a consolidation, merger, or reorganization of Customer with or into another corporation or entity; (ii) Customer's acquisition of another entity; or (iii) a transfer or sale of all or part of Customer's organization (subsections i, ii, and iii, collectively referred to as "**Ownership Change**"). There will be no decrease in Fee as a result of any Ownership Change.

- 9.1** If an Ownership Change increases the cumulative program count beyond the maximum level for this Agreement, Esri reserves the right to increase the Fee or terminate this Agreement and the parties will negotiate a new agreement.
- 9.2** If an Ownership Change results in transfer or sale of a portion of Customer's organization, that portion of Customer's organization will transfer the Products to Customer or uninstall, remove, and destroy all copies of the Products.
- 9.3** This Agreement may not be assigned to a successor entity as a result of an Ownership Change unless approved by Esri in writing in advance. If the assignment to the new entity is not approved, Customer will require any successor entity to uninstall, remove, and destroy the Products. This Agreement will terminate upon such Ownership Change.

Quotation – 01210001

ArcGIS Enterprise Implementation



Date: January 14, 2021

Customer: Riverbend Water Resources District
228 Texas Avenue, Suite A
New Boston, TX 75570

Attention: Eli Hunt, Systems Manager
(903)831-0091
elihunt@rwrdd.org

Quoted By: Brad Daugherty, President
469-888-5044
bdaugherty@newedgeservice.com

Item	Description	Total Fee
1.0	<p>ArcGIS Enterprise Install and Configuration</p> <p>NewEdge Services, LLC (NewEdge) will work with the Riverbend Water Resources District (RWRD) to review the existing GIS setup, install and configure ArcGIS Enterprise on District hardware, and educate staff on the system functionality. NewEdge will work remotely to perform the following tasks:</p> <ul style="list-style-type: none"> • ArcGIS Enterprise Review –NewEdge will review RWRD's current GIS environment including datasets, ArcGIS Online configuration, and hardware availability • ArcGIS Enterprise Install – NewEdge will install ArcGIS Enterprise components on RWRD hardware utilizing software (ArcGIS and SQL) licensed to RWRD. Enclosed is a separate quote from Esri for a Small Utility Enterprise License Agreement for \$10,000 annually. This agreement would license the needed software for the implementation. • ArcGIS Enterprise Configuration – NewEdge will configure ArcGIS Enterprise components. This includes: <ul style="list-style-type: none"> ○ Creating an enterprise geodatabase based on RWRD's existing GIS data and data being developed under the Cityworks Implementation Project ○ Load RWRD's existing GIS data into the enterprise geodatabase. Existing data will be loaded as is without additional editing. Data created under the Cityworks Implementation Project will be loaded as it is generated. ○ Install ArcGIS Desktop License Manager ○ User configuration ○ Establishing database maintenance plans ○ Confirm connectivity to Portal including federation with current login requirements ○ Ensuring all components have proper connectivity and authentication both within the network and externally 	\$7,500.00

Item	Description	Total Fee
	<ul style="list-style-type: none"> Go-Live – Once the installs have been completed, NewEdge will assist with the official go-live of the Enterprise environment to include: assisting with publishing services and geolocators, recommendations on web and mobile apps. Knowledge Transfer – Through the entire project, NewEdge will share best practices and educate RWRD staff on the system configuration. In addition, NewEdge will provide a bulleted list of recommendations on the next steps for the RWRD's ongoing GIS deployment. 	

NOTE:

The above fee is in addition to the existing Cityworks Implementation quote that has been approved by RWRD. In addition to the services listed above, RWRD will need to purchase the needed ArcGIS software license from Esri. The enclosed quote from Esri is for a Small Utility Enterprise License Agreement that will be purchased directly from Esri. The agreement is a 3-year agreement at a cost of \$10,000 per year. The continued use of the Esri software requires the \$10,000 per year agreement.

BY SIGNING BELOW, YOU CONFIRM THAT YOU ARE AUTHORIZED TO OBLIGATE FUNDS FOR YOUR ORGANIZATION, AND YOU ARE AUTHORIZING NEWEDGE SERVICES, LLC TO COMMENCE THE SERVICES AS DESCRIBED ABOVE AND INVOICE THE FEES LISTED ABOVE.

Signature of Authorized Representative

Date

Name (Please Print)

Title