



# FINANCIAL STATEMENTS

**For the Quarter Ended December 31, 2018**

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## EXECUTIVE SUMMARY

### Review of the Financial Statements For the Three Months Ending December 31, 2018

#### *Statement of Revenues and Expenses*

<i>Water Fund</i>
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#### **Overall**

Year-to-date revenues are reported at \$4,336,448, a decrease of \$474,290 or 10% under the same period of the prior year—6% under budget on a flat basis. Year-to-date operating expenses are reported at \$4,274,120, a decrease of \$254,454, 6% under the same period of the prior year—5% under budget on a flat basis. This resulted in year-to-date revenues over expenses of \$62,328 before the required transfers-out to fund the principal portion of debt service and capital replacements and improvements.

#### **Revenues**

##### ***Charges to Users***

Charges to user revenue for all categories of customers aggregates, \$3,795,862, which is \$510,147, 12% under the same period of the prior year, 6% under budget on a flat basis. The residential category experienced a 10% decrease in revenues primarily due to the 16% decrease in consumption during the three-month period, as indicated on page 3. The commercial category experienced a 13% decrease in revenues from the prior year and 16% decrease in consumption. The industrial category experienced 10% and 11% decreases in both revenues and in consumption, respectively. Historically, approximately 45% of consumption is used the first six months of the fiscal year with the remaining 55% consumed during the hotter, drier spring and summer months. When applying this ratio to year-to-date usage, consumption is 19% under the planned annual consumption of 9,301,975,000 gallons.

##### ***Tap Fees***

This revenue line item, at \$59,075, is 23% under last year and 12% under year-to-date budget.

##### ***Connects & Reconnects***

This revenue line item, at \$87,850, is 3% lower than last year and 1% under year-to-date budget.

##### ***Interest income***

Interest earnings are 60% over budget. As shown on the Investment Analysis, located on page 12 of the financial report, the M&O portion of the Water Fund earned a blended rate of 2.10% on cash and investments; the fund as a whole, 1.97%. The blended yield on investments, excluding cash and TexPool Prime, is reported at 1.64%.

#### **Expenses**

Almost without exception, expense line items, year-to-date, were under budget on a flat basis. The

more significant fluctuations are discussed on page 3.

### **Accounts**

The number of water accounts serviced increased 1% from the prior year. At December 31, 2018, 47,515 water accounts were serviced compared to 46,853 the prior year, an increase of 662 new accounts. During the first three months of the current fiscal year, the number of accounts increased by 116 new accounts.

<b><i>Sewer Fund</i></b>
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### **Overall**

As presented on page 5 of the report, year-to-date revenues are reported at \$4,129,632, a decrease of \$118,206, or 3%, under the same period of the prior year—5% under budget on a flat basis. Year-to-date operating expenses are reported at \$4,213,210, an increase of \$363,771, 9% over the same period of the prior year—2% under budget on a flat basis. This resulted in revenues under expenses of \$83,578 before the required transfers-out to fund the principal portion of debt service and capital replacements and improvements.

### **Revenues**

#### ***Charges to Users***

Charges to user revenue for all categories of customers for the three-month period aggregates \$3,686,975, which is \$222,966 or 6% under the same period of the prior year, 5% under budget. Generally, sewer rates are applied to metered water, therefore the water consumption comparison data on page 3 is relevant in explaining revenue variances between the fiscal years. The Sewer Fund experienced decreases in consumption in all three categories. Revenues within the residential category were 8% under the prior year, 5% under budget. Revenues within the commercial category were 3% under the prior year, 6% under budget, when combining both the commercial and City of Alton revenues. Finally, revenues within the industrial category came in 15% under the prior year, 12% under budget.

#### ***Industrial Waste Surcharge***

This revenue line, at \$247,457, is 5% over the annual budgeted amount of \$1,240,000 on a flat basis, due to the enforcement of the pre-treatment program.

#### ***Reuse Charges***

Water reuse charges, excluding effluent to the Calpine/Duke power plants, are reported at \$21,321, 4% below budget for the period. Effluent charges to the power plants are reported at \$105,000, 9% below budget for the period. Effluent charges to the power plants in excess of 4.11 mgd of effluent delivered are billed annually during the month of May.

#### ***Reimbursements***

Reimbursements, at \$19,369 are 4% under budget.

#### ***Interest income***

Interest earnings are out-performing budget for this period of the year. As indicated on page 12 of the financial report, the M&O portion of the Sewer Fund earned a blended rate of 0.37% on cash and investments; the fund as a whole, 2.11%. The blended yield on investments, excluding cash and TexPool Prime, is reported at 1.62%.

### ***Expenses***

Almost without exception, expense line items, year-to-date, were under budget. The more significant fluctuations are discussed on page 6.

### **Accounts**

The number of sewer accounts serviced increased 2% from the prior year. At December 31, 2018, 42,453 sewer accounts were serviced compared to 41,751 the prior year, an increase of 702 new accounts. During the three months of the current fiscal year, the number of accounts increased by 167 new accounts.

### ***Balance Sheets***

#### ***Water & Sewer Funds -- Combined***

Both the Water and Sewer Funds financial condition continues to present a stable showing, as indicated on pages 8 and 9. Combined working capital amounts to \$7,200,753, compared to \$6,850,919 the prior year. Debt-equity ratio is .92/1. The restricted accounts, the portion relating to debt service, are considered adequate.

#### ***Water & Sewer Funds***

A summary of the portfolio for the Water and Sewer Funds is presented on page 12 of the financial report. Overall the portfolio is allocated with \$648,242 in a non-interest-bearing demand deposit account; \$1,000,755 in certificates of deposit, earning 2.76%; \$22,252,384 in government securities, which are currently earning a blended rate of 1.58%; and \$24,796,485 in TexPool Prime, which earned 2.49% in December. The overall blend of the entire portfolio is presented as 2.05%, compared to 1.21% the prior year. The overall blended yield of the investment holdings, excluding cash and TexPool Prime, is presented as 1.63%.

**McALLEN PUBLIC UTILITY - WATER FUND & SEWER FUND**  
**COMBINED STATEMENT OF REVENUES AND EXPENSES & CHANGE IN NET ASSETS**

For the Quarter Ended December 31, 2018

	Water Fund	Sewer Fund	Combined
<b>OPERATING REVENUES</b>			
Residential Charges	\$ 2,407,292	\$ 2,411,447	\$ 4,818,739
Commercial Charges	1,289,211	922,984	2,212,195
Industrial Charges	79,909	50,394	130,304
City of Alton User Charges	-	175,829	175,829
Calpine/Duke Reuse Charges	-	105,000	105,000
Reuse-Water Charges	-	21,321	21,321
Regional Water Sales	19,449	-	19,449
Industrial Waste Surcharge	-	247,457	247,457
Reimbursements	6,778	19,369	26,147
Billing Charges	114,996	-	114,996
Connects/Reconnects	87,850	-	87,850
Tap Fees	59,075	-	59,075
Other Charges	205,065	133,189	338,254
Total Operating Revenues	4,269,625	4,086,991	8,356,615
<b>NON-OPERATING REVENUES</b>			
Sale of Property	-	-	-
Interest	66,823	42,641	109,465
Total Non-Operating Revenues	66,823	42,641	109,465
<b>TOTAL REVENUES</b>	<b>4,336,448</b>	<b>4,129,632</b>	<b>8,466,079</b>
<b>EXPENSES</b>			
Plants	1,047,398	928,865	1,976,263
Cost of Raw Water	198,234	-	198,234
Labs	98,018	110,103	208,121
Distribution & Collections	545,667	495,300	1,040,967
Meter Readers	217,777	-	217,777
Utility Billing	149,134	-	149,134
Customer Relations	198,263	-	198,263
Treasury Management	85,206	-	85,206
General & Administration	338,386	175,645	514,031
Employee Benefits	40,500	-	40,500
Insurance	9,765	10,632	20,397
Pension Expense-TMRS (GASB 68)	-	-	-
TMRS Benefits-Contra (GASB 68)	-	-	-
Debt Service	214,458	402,436	616,893
Billing Charges	-	57,498	57,498
Depreciation*	1,131,313 *	2,032,731 *	3,164,044
TOTAL EXPENSES	4,274,120	4,213,210	8,487,330
<b>INCOME(LOSS) PRIOR TO CONTRIBUTIONS &amp; TRANSFERS</b>			
	<b>\$ 62,328</b>	<b>\$ (83,578)</b>	<b>\$ (21,250)</b>
<b>Contributions - Acquired Assets</b>	-	-	-
<b>Change in net assets</b>	<b>\$ 62,328</b>	<b>\$ (83,578)</b>	<b>\$ (21,250)</b>
<i>Transfer to Capital Improvement Fund</i>	\$ 292,728	\$ 267,651	\$ 560,379
<i>Transfer to Depreciation Fund</i>	395,960	813,092	1,209,052
<i>Transfer to TWDB Construction-Loan Reimbursement</i>	-	538,840	538,840
<i>Capitalized Interest</i>	-	-	-
<i>Bond Refunding Costs</i>	-	-	-
<i>Health Insurance Fund</i>	118,161	67,275	185,436

\* Depreciation is recorded at 100% for financial statement purposes but funded at 35% within the Water Fund and 50% within the Sewer Fund.

**McALLEN PUBLIC UTILITY**  
**WATER FUND**  
**COMPARATIVE STATEMENT OF REVENUES AND EXPENSES**  
For the Quarter Ended December 31, 2018

	Budget	Year-To-Date				Inc/Dec	25.00% Completed Actual % to Budget
		Current	Prior	Variance			
<b>REVENUES</b>							
1 Residential Charges	\$ 13,354,613	\$ 2,407,292	\$ 2,680,950	\$ (273,658)	-10.21%	18.03%	
2 Commercial Charges	6,193,436	1,289,211	1,481,210	(191,999)	-12.96%	20.82%	
3 Industrial Charges	520,287	79,909	89,256	(9,347)	-10.47%	15.36%	
4 Backflow Testing Charges	-	-	-	-	0.00%	0.00%	
5 Regional Water Usage	340,000	19,449	54,593	(35,144)	-64.37%	5.72%	
<b>Total users' charges</b>	<b>20,408,336</b>	<b>3,795,862</b>	<b>4,306,009</b>	<b>(510,147)</b>	<b>-11.85%</b>	<b>18.60%</b>	
6 Tap Fees	450,000	59,075	76,300	(17,225)	-22.58%	13.13%	
7 Connects & Reconnects	370,000	87,850	90,975	(3,125)	-3.44%	23.74%	
8 Other Operating Revenues	400,000	120,688	124,140	(3,452)	-2.78%	30.17%	
9 Other Revenues - Sale of Property	-	-	-	-	0.00%	0.00%	
11 Reimbursements - Sharyland #2	-	-	-	-	0.00%	0.00%	
16 Reimbursements - Other	35,500	6,778	3,776	3,002	79.48%	19.09%	
17 Miscellaneous	235,000	84,377	73,842	10,535	14.27%	35.91%	
18 Interest Earned	78,355	66,823	20,700	46,123	222.82%	85.28%	
<b>19 Revenues before billing charges</b>	<b>21,977,191</b>	<b>4,221,452</b>	<b>4,695,742</b>	<b>(474,290)</b>	<b>-10.10%</b>	<b>19.21%</b>	
20 Billing Charges	460,000	114,996	114,996	-	0.00%	25.00%	
<b>21 TOTAL REVENUES</b>	<b>22,437,191</b>	<b>4,336,448</b>	<b>4,810,738</b>	<b>(474,290)</b>	<b>-9.86%</b>	<b>19.33%</b>	
<b>EXPENSES</b>							
22 Water Plants	4,607,361	1,047,398	1,165,854	D (118,456)	-10.16%	22.73%	
23 Cost of Raw Water	2,615,571	198,234	429,838	E (231,603)	-53.88%	7.58%	
24 Water Lab	418,111	98,018	77,262	F 20,756	26.86%	23.44%	
25 Trans & Distribution	2,740,585	545,667	520,479	G 25,188	4.84%	19.91%	
26 Meter Readers	1,024,058	217,777	221,626	H (3,849)	-1.74%	21.27%	
27 Utility Billing	830,118	149,134	149,838	I (704)	-0.47%	17.97%	
28 Customer Relations	1,083,367	198,263	189,801	J 8,463	4.46%	18.30%	
29 Treasury Management	509,386	85,206	89,449	K (4,242)	-4.74%	16.73%	
30 General & Admin	1,735,656	338,386	337,326	L 1,060	0.31%	19.50%	
31 Non-recurring Expense	-	-	-	-	0.00%	0.00%	
32 Employee Benefits	(6,119)	40,500	32,500	8,000	24.62%	-661.87%	
33 Insurance	55,099	9,765	9,765	-	0.00%	17.72%	
34 Pension Expense-TMRS (GASB 68)	-	-	-	-	0.00%	0.00%	
35 TMRS Benefits-Contra (GASB 68)	-	-	-	-	0.00%	0.00%	
<b>36 Sub-Total Expenses</b>	<b>15,613,193</b>	<b>2,928,349</b>	<b>3,223,738</b>	<b>(295,388)</b>	<b>-9.16%</b>	<b>18.76%</b>	
37 Debt Service	1,231,116	214,458	193,894	20,564	10.61%	17.42%	
38 Depreciation *	4,750,491	1,131,313	1,110,942	20,371	1.83%	23.81%	
<b>39 TOTAL EXPENSES</b>	<b>21,594,800</b>	<b>4,274,120</b>	<b>4,528,574</b>	<b>(254,454)</b>	<b>-5.62%</b>	<b>19.79%</b>	
<b>40 Revenues Over (Under) Expenses</b>	<b>842,391</b>	<b>62,328</b>	<b>282,164</b>				
<b>41 Contributions - Acquired assets</b>	<b>-</b>	<b>-</b>	<b>-</b>				
<b>42 Change in Net Assets</b>		<b>62,328</b>	<b>282,164</b>				
<b>NON-OPERATING EXPENSES</b>							
43 Capital Outlay	-	-	-	-			
44 Transfer to Capital Improvements	1,170,921	292,728	259,410	33,318			
45 Transfer to Misc. Gov't Grants	-	-	-	-			
46 Transfer to Depreciation	1,662,672	395,960	388,830	7,130			
47 Reserve for Water Rights	-	-	-	-			
48 Rebatale Arbitrage	-	-	-	-			
49 Capitalized Interest	-	-	-	-			
50 Bond Refunding Costs	-	-	-	-			
51 Health Insurance Fund	472,651	118,161	18,852	99,309			

\* Depreciation is recorded at 100% for financial statement purposes but funded at 35%

**McALLEN PUBLIC UTILITY**  
**WATER FUND REFERENCE NOTES**  
For the Quarter Ended December 31, 2018

Ref	Description	Month Ending				Fiscal Year-to-Date			% Inc (Dec)	
		CONSUMPTION	31-Dec-18	31-Dec-17	Inc(Dec)	% Inc(Dec)	31-Dec-18	31-Dec-17		Inc(Dec)
A	Residential		291,976,700	324,977,800	(33,001,100)	-10.15%	913,204,300	1,082,112,700	(168,908,400)	-15.61%
B	Commercial		223,880,000	250,509,500	(26,629,500)	-10.63%	720,042,800	856,813,500	(136,770,700)	-15.96%
C	Industrial *		17,608,500	18,916,800	(1,308,300)	-6.92%	52,983,400	59,649,300	(6,665,900)	-11.18%
	<b>Total</b>		<b>533,465,200</b>	<b>594,404,100</b>	<b>(60,938,900)</b>	<b>-10.25%</b>	<b>1,686,230,500</b>	<b>1,998,575,500</b>	<b>(312,345,000)</b>	<b>-15.63%</b>

\* Magic Valley Frozen Foods was sold and purchased by Superior Foods, Inc.

**NUMBER OF WATER ACCOUNTS**

A	Residential	**	39,922	39,366	556	1.41%
B	Commercial		7,440	7,330	110	1.50%
C	Industrial		153	157	(4)	-2.55%
	<b>Total</b>		<b>47,515</b>	<b>46,853</b>	<b>662</b>	<b>1.41%</b>

\* Gallons year-to-date for Sharyland accounts = 10,058,400

\*\* Number of Sharyland accounts = 267

Number of new accounts for the current fiscal year:

Number of accounts at 12/31/18 47,515

Number of accounts at 9/30/18 47,399

**Increase/(Decrease) in accounts 116**

**ANALYSIS OF NET CHANGE IN YEAR-TO-DATE OPERATING EXPENDITURES:**

	Wages/Benefits	Supplies & Chemicals	Other Services & Charges	Maintenance	Non-capitalized Capital Outlay	Net Change
D Water Plants	\$ (19,018)	\$ (51,086)	\$ (74,575)	\$ 10,921	\$ 15,302	\$ (118,456)
E Cost of Raw Water	-	-	(231,603)	-	-	(231,603)
F Water Lab	(1,742)	(373)	3,113	17,191	2,566	20,756
G Trans & Distribution	(21,222)	10,780	(843)	14,926	21,548	25,188
H Meter Readers	(7,193)	(2,814)	620	5,537	-	(3,849)
I Utility Billing	(2,455)	1,702	(228)	276	-	(704)
J Customer Relations	(1,035)	(755)	10,253	-	-	8,463
K Treasury Management	(209)	517	(4,590)	39	-	(4,242)
L General & Admin	53,370	508	(52,655)	(163)	-	1,060
	<b>\$ 497</b>	<b>\$ (41,521)</b>	<b>\$ (350,509)</b>	<b>\$ 48,728</b>	<b>\$ 39,416</b>	<b>\$ (303,388)</b>

**ANALYSIS OF ACTUAL TO BUDGETED CONSUMPTION & REVENUES**

<b>Budgeted Consumption for fy 2018-19 (gals.)</b>		<b>9,301,975,000</b>		<b>Monthly Planned Consumption</b>
* 45% of planned consumption		4,185,888,750		October 697,648,125
* 55% of planned consumption		5,116,086,250		November 697,648,125
				December 697,648,125
Planned consumption at 12/31/18		2,092,944,375		January 697,648,125
Actual consumption at 12/31/18		1,686,230,500		February 697,648,125
<b>Excess/(deficiency) to planned</b>		<b>(406,713,875)</b>	<b>-19.43%</b>	March 697,648,125
				April 852,681,042
<b>Budgeted User Charge Revenues for fy 2018-19</b>		<b>\$ 20,408,336</b>		May 852,681,042
* 45% of planned revenues		9,183,751		June 852,681,042
* 55% of planned revenues		11,224,585		July 852,681,042
				August 852,681,042
Planned revenues at 12/31/18		4,591,876		September 852,681,042
Actual revenues at 12/31/18		3,795,862		
<b>Excess/(deficiency) to planned</b>		<b>\$ (796,014)</b>	<b>-17.34%</b>	<b>Total 9,301,975,000</b>

\* Note: The usage percentages have been changed from 40%/60% to 45%/55% to more accurately reflect actual usage.

**McALLEN PUBLIC UTILITY**  
**WATER IMPROVEMENT FUNDS**  
**STATEMENT OF SOURCES AND USES**  
For the Quarter Ended December 31, 2018

**Water Depreciation**

	<b>Water Depreciation</b>			
	<b>Budget</b>	<b>YTD Budget</b>	<b>YTD</b>	<b>% to YTD Budget *</b>
<b>Sources</b>				
Interest Earned	\$ 83,226	\$ 20,807	\$ 35,580	171.01%
Miscellaneous	0	0	0	0.00%
Transfers In	1,662,672	415,668	395,960	95.26%**
<b>Total Sources</b>	<b>\$ 1,745,898</b>	<b>\$ 436,475</b>	<b>\$ 431,540</b>	<b>98.87%</b>

**Water Capital Improvement**

	<b>Water Capital Improvement</b>			
	<b>Budget</b>	<b>YTD Budget</b>	<b>YTD</b>	<b>% to YTD Budget *</b>
<b>Sources</b>				
Interest Earned	\$ 40,481	\$ 10,120	\$ 19,308	190.79%
Miscellaneous	0	0	0	0.00%
Transfers In	1,170,921	292,730	292,728	100.00%
<b>Total Sources</b>	<b>\$ 1,211,402</b>	<b>\$ 302,851</b>	<b>\$ 312,036</b>	<b>103.03%</b>

**Uses**

Replacement (Infrastructure)	2,903,239	725,810	91,351	12.59%
Capital Outlay	540,843	135,211	149,450	110.53%
Transfers Out	0	0	0	0.00%
<b>Total Uses</b>	<b>\$ 3,444,082</b>	<b>\$ 861,021</b>	<b>\$ 240,801</b>	<b>27.97%</b>

Replacement (Infrastructure)	0	0	0	0.00%
Capital Outlay	2,965,921	741,480	180,125	24.29%
Transfers Out	0	0	0	0.00%
<b>Total Uses</b>	<b>\$ 2,965,921</b>	<b>\$ 741,480</b>	<b>\$ 180,125</b>	<b>24.29%</b>

**Sources Over/  
(Under) Uses**

\$ (1,698,184) \$ (424,546) \$ 190,739

\$ (1,754,519) \$ (438,630) \$ 131,912

\*25% of the year completed



**McALLEN PUBLIC UTILITY  
SEWER FUND  
COMPARATIVE STATEMENT OF REVENUES AND EXPENSES  
For the Quarter Ended December 31, 2018**

	Budget	Year-To-Date				Inc/Dec	25.00%
		Current	Prior Year	Variance	Actual % To Budget		
<b>REVENUES</b>							
1 Residential Charges	\$ 12,255,208	\$ 2,411,447	\$ 2,608,429	A	\$ (196,982)	-7.55%	19.68%
2 Commercial Charges	5,271,464	922,984	986,640	A	(63,656)	-6.45%	17.51%
3 Industrial Charges	390,849	50,394	59,082	A	(8,687)	-14.70%	12.89%
4 City of Alton User Charges	650,000	175,829	140,590	A	35,239	25.06%	27.05%
5 Calpine/Duke Reuse Charges	640,000	105,000	105,000	A	-	0.00%	16.41%
6 Reuse-Water Charges	100,000	21,321	10,201	A	11,120	109.01%	21.32%
Total users' charges	<b>19,307,521</b>	<b>3,686,975</b>	<b>3,909,941</b>		<b>(222,966)</b>	<b>-5.70%</b>	<b>19.10%</b>
7 Ind. Waste Surcharge	1,240,000	247,457	223,717		23,740	10.61%	19.96%
8 Other Operating Revenues	-	-	-		-	0.00%	0.00%
9 Other Revenues - Sale of Property	-	-	-		-	0.00%	0.00%
10 Reimbursements	91,500	19,369	10,104		9,265	91.70%	21.17%
11 Miscellaneous	468,000	133,189	80,379		52,810	65.70%	28.46%
12 Interest Earned	54,344	42,641	23,697		18,944	79.94%	78.47%
<b>13 Total Revenues</b>	<b>21,161,365</b>	<b>4,129,632</b>	<b>4,247,838</b>		<b>(118,206)</b>	<b>-2.78%</b>	<b>19.51%</b>
<b>EXPENSES</b>							
14 Sewer Plant	4,821,433	928,865	1,085,097	B	(156,231)	-14.40%	19.27%
15 Sewer Lab	586,070	110,103	108,144	C	1,959	1.81%	18.79%
16 Sewer Collections	2,285,872	495,300	468,722	D	26,578	5.67%	21.67%
17 General & Admin.	1,391,104	175,645	280,544	E	(104,898)	-37.39%	12.63%
18 Employee Benefits	(6,947)	-	-		-	0.00%	0.00%
19 Insurance	65,261	10,632	10,632		-	0.00%	16.29%
20 Pension Expense-TMRS (GASB 68)	-	-	-		-	0.00%	0.00%
21 TMRS Benefits-Contra (GASB 68)	-	-	-		-	0.00%	0.00%
<b>22 Sub-Total Expenses</b>	<b>9,142,793</b>	<b>1,720,545</b>	<b>1,953,138</b>		<b>(232,593)</b>		<b>18.82%</b>
22 Debt Service	1,608,818	402,436	363,300		39,135	10.77%	25.01%
23 Depreciation *	7,517,038	2,032,731	1,475,503		557,228	37.77%	27.04%
24 Expenses Before Billing Charges	18,268,649	4,155,712	3,791,941		363,771	9.59%	22.75%
25 Billing Charges	230,000	57,498	57,498		-	0.00%	25.00%
<b>26 TOTAL EXPENSES</b>	<b>18,498,649</b>	<b>4,213,210</b>	<b>3,849,439</b>		<b>363,771</b>	<b>9.45%</b>	<b>22.78%</b>
<b>27 Revenues Over (Under) Expenses</b>	<b>\$ 2,662,717</b>	<b>\$ (83,578)</b>	<b>\$ 398,399</b>				
28 Contributions - Acquired assets	-	-	-				
<b>29 Change in Net Assets</b>		<b>(83,578)</b>	<b>398,399</b>				
<b>NON-OPERATING EXPENSES</b>							
30 Capital Outlay	-	-	-		-		
31 Transfer to Capital Improvement	1,070,609	267,651	259,548		8,103		
32 Transfer to Depreciation	3,006,815	813,092	737,751		75,341		
33 Transfer to TWDB Construction-Loan Reimbursement	-	538,840	1,411,296		(872,456)		
34 Rebutable Arbitrage	-	-	-		-		
35 Capitalized Interest	-	-	-		-		
36 Bond Refunding Costs	-	-	-		-		
37 Health Insurance	269,100	67,275	10,734		56,541		

\* Depreciation is recorded 100% for financial statement purposes but funded at 40% reduced from 50% effective October 1, 2018

**McALLEN PUBLIC UTILITY**  
**SEWER FUND REFERENCE NOTES**  
For the Quarter Ended December 31, 2018

**ANALYSIS OF YEAR-TO-DATE EXPENDITURES**

Ref Description	Month Ending				Fiscal Year-to-Date			
	31-Dec-18	31-Dec-17	Inc(Dec)	% Inc(Dec)	31-Dec-18	31-Dec-17	Inc(Dec)	(Dec)
<b>CONSUMPTION</b>								
A Residential	244,579,100	270,233,400	(25,654,300)	-9.49%	764,360,700	890,953,100	(126,592,400)	-14.21%
A Commercial	185,400,700	189,047,900	(3,647,200)	-1.93%	588,028,000	596,120,000	(8,092,000)	-1.36%
A Industrial	14,375,600	16,113,100	(1,737,500)	-10.78%	44,388,400	51,561,500	(7,173,100)	-13.91%
<b>Total</b>	<b>444,355,400</b>	<b>475,394,400</b>	<b>(31,039,000)</b>	<b>-6.53%</b>	<b>1,396,777,100</b>	<b>1,538,634,600</b>	<b>(141,857,500)</b>	<b>-9.22%</b>

Ref Description	Month Ending				Fiscal Year-to-Date			
	31-Dec-18	31-Dec-17	Inc(Dec)	% Inc(Dec)	31-Dec-18	31-Dec-17	Inc(Dec)	(Dec)
<b>REUSE CONSUMPTION *</b>								
Residential	3,115,400	75,500	3,039,900	4026.36%	8,572,300	1,293,300	7,279,000	562.82%
Commercial	4,496,600	2,146,800	2,349,800	109.46%	8,811,200	9,482,100	(670,900)	-7.08%
Industrial	0	0	0	0.00%	0	0	0	0.00%
<b>Total</b>	<b>7,612,000</b>	<b>2,222,300</b>	<b>5,389,700</b>	<b>242.53%</b>	<b>17,383,500</b>	<b>10,775,400</b>	<b>6,608,100</b>	<b>61.33%</b>

\* Excludes effluent to power plants

**NUMBER OF SEWER ACCOUNTS**

A Residential	**	36,820	36,185	635	1.75%
A Commercial		5,510	5,439	71	1.31%
A Industrial		123	127	(4)	-3.15%
<b>Total</b>		<b>42,453</b>	<b>41,751</b>	<b>702</b>	<b>1.68%</b>

Number of new accounts for the current fiscal year:

Number of accounts at 12/31/18	42,453
Number of accounts at 9/30/18	42,286
<b>Increase/(Decrease) in accounts</b>	<b>167</b>

**NUMBER OF REUSE ACCOUNTS**

A Residential	181	47	134	285.11%
A Commercial	14	12	2	16.67%
A Industrial	0	0	0	0.00%
<b>Total</b>	<b>195</b>	<b>59</b>	<b>136</b>	<b>230.51%</b>

**ANALYSIS OF NET CHANGE IN YEAR-TO-DATE OPERATING EXPENDITURES:**

	Wages/Benefits	Supplies	Other Services & Charges	Maintenance	Non-capitalized Capital Outlay	Total
B Sewer Plant	\$ (50,644)	\$ (15,286)	\$ (112,407)	\$ 8,507	\$ 13,598	\$ (156,231)
C Sewer Lab	(4,906)	943	203	1,557	4,162	1,959
D Sewer Collections	8,723	(4,875)	(10,877)	6,344	27,263	26,578
E General & Admin.	(53,810)	(198)	(54,612)	3,722	-	(104,898)
<b>\$ (100,638)</b>	<b>\$ (19,416)</b>	<b>\$ (177,693)</b>	<b>\$ 20,129</b>	<b>\$ 45,024</b>	<b>\$ (232,593)</b>	

**ANALYSIS OF ACTUAL TO BUDGETED CONSUMPTION & REVENUES**

<b>Budgeted Consumption for fy 2018-19 (gals.)</b>	<b>7,381,777,000</b>	<b>Monthly Planned Consumption</b>	
* 45% of planned consumption	3,321,799,650	October	553,633,275
* 55% of planned consumption	4,059,977,350	November	553,633,275
		December	553,633,275
Planned consumption at 12/31/18	1,660,899,825	January	553,633,275
Actual consumption at 12/31/18	1,396,777,100	February	553,633,275
<b>Excess/(deficiency) to planned</b>	<b>(264,122,725)</b>	March	553,633,275
		April	676,662,892
<b>Budgeted User Charge Revenues for fy 2018-19</b>	<b>\$ 18,667,521</b>	May	676,662,892
* 45% of planned revenues	8,400,384	June	676,662,892
* 55% of planned revenues	10,267,137	July	676,662,892
		August	676,662,892
Planned revenues at 12/31/18	4,200,192	September	676,662,892
Actual revenues at 12/31/18	3,581,975	<b>Total</b>	<b>7,381,777,000</b>
<b>Excess/(deficiency) to planned</b>	<b>\$(618,217)</b>		

\* Note: The usage percentages have been changed from 40%/60% to 45%/55% to more accurately reflect actual usage.

**McALLEN PUBLIC UTILITY**  
**SEWER IMPROVEMENT FUNDS**  
**STATEMENT OF SOURCES & USES**  
For the Quarter Ended December 31, 2018

	Sewer Depreciation				Sewer Capital Improvement			
	Budget	YTD Budget	YTD	To Y-T-D Budget *	Budget	YTD Budget	YTD	To Y-T-D Budget *
<b>Sources</b>								
Interest Earned	\$ 210,415	\$ 52,604	\$ 60,446	114.91%	\$ 45,103	\$ 11,276	\$ 23,944	212.35%
Miscellaneous	-	-	-	0.00%	-	-	-	0.00%
Transfers In	3,006,815	751,704	813,092	108.17%	1,070,609	267,652	267,651	100.00%
<b>Total Sources</b>	<b>\$ 3,217,230</b>	<b>\$ 804,308</b>	<b>\$ 873,539</b>	<b>108.61%</b>	<b>\$ 1,115,712</b>	<b>\$ 278,928</b>	<b>\$ 291,595</b>	<b>104.54%</b>

	Sewer Depreciation				Sewer Capital Improvement			
	Budget	YTD Budget	YTD	To Y-T-D Budget *	Budget	YTD Budget	YTD	To Y-T-D Budget *
<b>Uses</b>								
Replacement (Infrastructure)	550,000	137,500	11,018	8.01%	-	-	-	0.00%
Capital Outlay	1,132,209	283,052	32,325	11.42%	2,545,609	636,402	90,084	14.16%
Transfers Out	-	-	-	0.00%	-	-	-	0.00%
<b>Total Uses</b>	<b>\$ 1,682,209</b>	<b>\$ 420,552</b>	<b>\$ 43,343</b>	<b>10.31%</b>	<b>\$ 2,545,609</b>	<b>\$ 636,402</b>	<b>\$ 90,084</b>	<b>14.16%</b>

<b>Sources Over/ (Under) Uses</b>	<b>\$1,535,021</b>	<b>\$383,755</b>	<b>\$830,195</b>		<b>(\$1,429,897)</b>	<b>(\$357,474)</b>	<b>\$201,510</b>	
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\*25% of the year completed

**WATER & SEWER FUND  
COMBINED BALANCE SHEET**

as of December 31, 2018

	<u>WATER FUND *</u>	<u>SEWER FUND *</u>	<u>COMBINED</u>
<b>ASSETS</b>			
<u>Current Assets</u>			
Cash & Investments			
Demand.....	\$ 295,113	\$ 319,833	\$ 614,946
Time Deposits.....	0	0	0
Investments.....	4,633,329	55,263	4,688,593
Market Value Adjustment.....	(21,863)	0	(21,863)
Mgr/Trust Cash.....	0	0	0
Receivables, net:			
Accounts.....	1,631,488	1,645,185	3,276,673
Accrued Interest.....	24,356	0	24,356
Due From Other Funds.....	0	0	0
Water/Sewer Line Assessments.....	0	3,700	3,700
Inventories, at cost.....	61,608	0	61,608
Miscellaneous.....	0	0	0
Prepaid expenses.....	3,687	0	3,687
<b>Total Current Assets</b>	<b>\$ 6,627,719</b>	<b>\$ 2,023,981</b>	<b>\$ 8,651,700</b>
Notes Receivable	81,695	81,349	163,044
<u>Restricted Assets</u>			
Mgr/Trust Cash.....	0	0	0
Accrued Interest.....	18,876	46,224	65,099
Due From Other Funds.....	0	0	0
Notes Receivable - Airport	0	0	0
Accounts Receivable.....	0	0	0
Sub-Total	18,876	46,224	65,099
Demand.....	15,948	19,648	35,596
Time Deposits.....	0	0	0
Investments.....	16,523,132 **	24,205,283	40,728,415
Market Value Adjustment.....	(72,219)	(101,470)	(173,689)
<b>Total Restricted Cash &amp; Investments</b>	<b>16,466,862</b>	<b>24,123,461</b>	<b>40,590,323</b>
<b>Total Restricted Assets</b>	<b>16,485,738</b>	<b>24,169,685</b>	<b>40,655,423</b>
Propert, Plant, & Equipment.....	148,881,638	253,018,628	401,900,266
(Less: Accumulated Depreciation).....	(78,248,037)	(87,019,395)	(165,267,432)
Net Property, Plant, & Equipment	70,633,601	165,999,233	236,632,834
Other Assets, net.....	32,500,647	14,687,113	47,187,760
<b>TOTAL ASSETS</b>	<b>\$ 126,329,399</b>	<b>\$ 206,961,361</b>	<b>333,290,760</b>

\* Includes Depreciation Funds, Capital Improvement Funds, & Bond Construction Funds

\*\* Includes a portion of the restricted customer deposits totalling \$2,676,631

**WATER & SEWER FUND  
COMBINED BALANCE SHEET**

as of December 31, 2018

	<u>WATER FUND</u> *	<u>SEWER FUND</u> *	<u>COMBINED</u>
<b>LIABILITIES &amp; FUND EQUITY</b>			
<u>Current Liabilities</u>			
Accounts Payable.....	\$ 177,286	\$ 227,129	\$ 404,415
Accrued Expense.....	568,453	378,078	946,531
Due to Other Funds.....	0	0	0
Other.....	0	100,000	100,000
Total Current Liabilities	745,739	705,207	1,450,947
<u>Liabilities Payable from Restricted Assets</u>			
Accounts Payable.....	27,330	30,043	57,372
Accrued Expense.....	67,695	385,578	453,273
Due to Other Funds.....	0	0	0
Interest Payable.....	302,917	636,353	939,270
Customer Deposits.....	2,676,631	0	2,676,631
Current Portion of '96 Revenue Bonds.....	0	0	0
Current Portion of '99 and '00 Revenue Bonds.....	1,430,450	4,221,550	5,652,000
Total Liabilities Payable from Restricted Assets	4,505,022	5,273,523	9,778,545
<u>Other Non-Current Liabilities</u>			
Revenue Bonds.....	35,063,763	104,235,206	139,298,969
Arbitrage Payable.....	0	17,832	17,832
Deferred Revenues.....	292,078	1,975,383	2,267,462
Deferred inflows of resources.....	1,290,830	4,715,949	6,006,779
Noncurrent liabilities / net pension liability.....	734,795	455,926	1,190,720
<b>TOTAL LIABILITIES</b>	<b>42,632,227</b>	<b>117,379,027</b>	<b>160,011,254</b>
<b>FUND EQUITY</b>			
<u>Contributed Capital</u>			
Total Contributed Capital	0	0	0
<u>Retained Earnings</u>			
Reserve for Encumbrances.....	0	0	0
Reserve for Current Debt Service.....	0	3,814,498	3,814,498
Reserve for Capital Improvement.....	4,425,325	4,870,641	9,295,966
Reserve for Depreciation.....	7,790,754	13,358,028	21,148,782
Reserve for Water Rights Purchase.....	0	0	0
Unreserved.....	71,481,093	67,539,168	139,020,261
Total Retained Earnings	83,697,172	89,582,335	173,279,507
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 126,329,399</b>	<b>\$ 206,961,361</b>	<b>\$ 333,290,760</b>

\* Includes Depreciation Funds, Capital Improvement Funds, Debt Service & Bond Construction Funds

**WATER FUND  
COMBINED BALANCE SHEET**

as of December 31, 2018

ASSETS	Water Fund	RESTRICTED ASSETS				Combined
		Water Depr. Fund	Water Capital Impr. Fund	Water Revenue Bonds	Debt Service	
<b>ASSETS</b>						
<u>Current Assets</u>						
Cash & Investments						
Demand.....	\$ 295,113	\$ 5,256	\$ 10,692	\$ -	\$ -	\$ 311,061
Time Deposits.....	-	-	-	-	-	-
Investments & Securities.....	4,633,329	7,916,100	4,432,398	-	1,498,004	18,479,831
Market Value Adjustment.....	(21,863)	(48,371)	(23,848)	-	-	(94,082)
Mgr/Trust Cash.....	-	-	-	-	-	-
Receivables						
Accounts.....	1,631,488	-	-	-	-	1,631,488
Accrued Interest.....	24,356	12,150	6,726	-	-	43,232
Due From Other Funds.....	-	-	-	-	-	-
Water Line Assessments.....	-	-	-	-	-	-
Inventories, at cost.....	61,608	-	-	-	-	61,608
Prepaid expenses.....	3,687	-	-	-	-	3,687
<b>Total Current Assets</b>	<b>6,627,719</b>	<b>7,885,135</b>	<b>4,425,969</b>	<b>-</b>	<b>1,498,004</b>	<b>20,436,826</b>
Notes Receivable	81,695	-	-	-	-	81,695
CD's restricted for customer deposits.....	-	-	-	-	-	-
Investments restricted for customer deposits.....	2,676,631	-	-	-	-	2,676,631
Property, Plant, & Equipment.....	148,881,638	-	-	-	-	148,881,638
(Less: Accum. Depreciation/Amortization).....	(78,248,037)	-	-	-	-	(78,248,037)
<b>Net Property, Plant, &amp; Equipment</b>	<b>70,633,601</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70,633,601</b>
Other Assets, net.....	32,500,647	-	-	-	-	32,500,647
<b>TOTAL ASSETS</b>	<b>112,520,292</b>	<b>7,885,135</b>	<b>4,425,969</b>	<b>-</b>	<b>1,498,004</b>	<b>126,329,399</b>
<b>LIABILITIES &amp; FUND EQUITY</b>						
<u>Current Liabilities</u>						
Accounts Payable.....	177,286	-	-	-	-	177,286
Accrued Expense.....	568,453	-	-	-	-	568,453
Due To Other Funds.....	-	-	-	-	-	-
Other.....	-	-	-	-	-	-
<b>Total Current Liabilities</b>	<b>745,739</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>745,739</b>
<u>Liabilities Payable from Restricted Assets</u>						
Current Portion of Revenue Bonds.....	1,430,450	-	-	-	-	1,430,450
Accounts Payable.....	-	26,685	644	-	-	27,330
Accrued Expense.....	-	67,695	-	-	-	67,695
Interest Payable.....	-	-	-	-	302,917	302,917
Due To Other Funds.....	-	-	-	-	-	-
Customer Deposits.....	2,676,631	-	-	-	-	2,676,631
<b>Total Liabilities Payable from Restricted Assets</b>	<b>4,107,081</b>	<b>94,380</b>	<b>644</b>	<b>-</b>	<b>302,917</b>	<b>4,505,022</b>
<u>Other Non-Current Liabilities</u>						
Revenue Bonds	35,063,763	-	-	-	-	35,063,763
Arbitrage Payable.....	-	-	-	-	-	-
Deferred Revenues.....	292,078	-	-	-	-	292,078
Deferred inflows of resources.....	1,290,830	-	-	-	-	1,290,830
Noncurrent liabilities / net pension liability.....	734,795	-	-	-	-	734,795
<b>TOTAL LIABILITIES</b>	<b>42,234,286</b>	<b>94,380</b>	<b>644</b>	<b>-</b>	<b>302,917</b>	<b>42,632,227</b>
<b>FUND EQUITY</b>						
<u>Retained Earnings</u>						
Reserve for Encumbrances.....	-	-	-	-	-	-
Reserve for Current Debt Service.....	-	-	-	-	-	-
Reserve for Capital Improvement.....	-	-	4,425,325	-	-	4,425,325
Reserve for Depreciation.....	-	7,790,754	-	-	-	7,790,754
Reserve for Water Rights.....	-	-	-	-	-	-
Unreserved.....	70,286,006	-	-	-	1,195,087	71,481,093
<b>Total Retained Earnings</b>	<b>70,286,006</b>	<b>7,790,754</b>	<b>4,425,325</b>	<b>-</b>	<b>1,195,087</b>	<b>83,697,172</b>
<b>TOTAL LIABILITIES &amp; FUND EQUITY</b>	<b>\$ 112,520,292</b>	<b>\$ 7,885,135</b>	<b>\$ 4,425,969</b>	<b>\$ -</b>	<b>\$ 1,498,004</b>	<b>\$ 126,329,399</b>

**SEWER FUND  
COMBINED BALANCE SHEET**

as of December 31, 2018

ASSETS	Sewer Fund	RESTRICTED ASSETS				Combined
		Depreciation Fund	Sewer Capital Impr. Fund	Sewer Revenue Bonds	Debt Service	
<u>Current Assets</u>						
Cash & Investments						
Demand.....	\$ 319,833	\$ 10,235	\$ 6,830	\$ 2,583	\$ -	\$ 339,481
Time Deposits.....	-	-	-	-	-	-
Investments & Securities.....	55,263	13,422,783	4,872,537	1,459,112	4,450,851	24,260,546
Market Value Adjustment.....	-	(84,891)	(16,580)	-	-	(101,470)
Mgr/Trust Cash.....	-	-	-	-	-	-
Receivables						
Accounts.....	1,645,185	-	-	-	-	1,645,185
Accrued Interest.....	-	38,370	7,854	-	-	46,224
Due From Other Funds.....	-	-	-	-	-	-
Sewer Line Assessments.....	3,700	-	-	-	-	3,700
Miscellaneous.....	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Total Current Assets	2,023,981	13,386,498	4,870,641	1,461,695	4,450,851	26,193,667
Notes Receivables - Hunt	81,349	-	-	-	-	81,349
Property, Plant, & Equipment.....	253,018,628	-	-	-	-	253,018,628
(Less: Accumulated Depreciation).....	(87,019,395)	-	-	-	-	(87,019,395)
Net Property, Plant, & Equipment	165,999,233	-	-	-	-	165,999,233
Other Assets.....	14,687,113	-	-	-	-	14,687,113
<b>TOTAL ASSETS</b>	<b>182,791,676</b>	<b>13,386,498</b>	<b>4,870,641</b>	<b>1,461,695</b>	<b>4,450,851</b>	<b>206,961,361</b>
<u>LIABILITIES &amp; FUND EQUITY</u>						
<u>Current Liabilities</u>						
Accounts Payable.....	227,129	-	-	-	-	227,129
Accrued Expenses.....	378,078	-	-	-	-	378,078
Due to Other Funds.....	-	-	-	-	-	-
Other.....	100,000	-	-	-	-	100,000
Total Current Liabilities	705,207	-	-	-	-	705,207
<u>Liabilities Payable from Restricted Assets</u>						
Accounts Payable.....	-	28,470	-	1,573	-	30,043
Accrued Expenses.....	-	-	-	385,578	-	385,578
Due to Other Funds.....	-	-	-	-	-	-
Interest Payable.....	-	-	-	-	636,353	636,353
Current Portions of all Revenue Bonds....	4,221,550	-	-	-	-	4,221,550
Total Liabilities Payable from Restricted Assets	4,221,550	28,470	-	387,150	636,353	5,273,523
<u>Other Non-Current Liabilities</u>						
Deferred Revenue.....	1,975,383	-	-	-	-	1,975,383
Revenue Bonds.....	104,235,206	-	-	-	-	104,235,206
Deferred inflows of resources.....	4,715,949	-	-	-	-	4,715,949
Noncurrent liabilities/Net Pension Liability - TMRS.....	455,926	-	-	-	-	455,926
Arbitrage Payable	17,832	-	-	-	-	17,832
<b>TOTAL LIABILITIES</b>	<b>116,327,053</b>	<b>28,470</b>	<b>-</b>	<b>387,150</b>	<b>636,353</b>	<b>117,379,027</b>
<u>FUND EQUITY</u>						
<u>Retained Earnings</u>						
Reserve for Encumbrances.....	-	-	-	-	-	-
Reserve for Debt Service.....	-	-	-	-	3,814,498	3,814,498
Reserve for Depreciation.....	-	13,358,028	-	-	-	13,358,028
Reserve for Capital Improvement.....	-	-	4,870,641	-	-	4,870,641
Unreserved.....	66,464,623	-	-	1,074,545	-	67,539,168
Total Retained Earnings	66,464,623	13,358,028	4,870,641	1,074,545	3,814,498	89,582,335
	<b>\$ 182,791,676</b>	<b>\$ 13,386,498</b>	<b>\$ 4,870,641</b>	<b>\$ 1,461,695</b>	<b>\$ 4,450,851</b>	<b>\$ 206,961,361</b>

**McALLEN PUBLIC UTILITIES**  
**RECONCILED BANK BALANCES**  
As of December 31, 2018

	POOL	TIME		GROSS				BLENDED		BLENDED YIELD ON INVESTMENTS ONLY	TOTAL INVESTMENTS
		CASH	APR/ROI	DEPOSITS	APR/ROI	INVESTMENTS	APR/ROI	TEX POOL-PRIME	APR/ROI		
<b><u>WATER FUND</u></b>											
M & O	292,813	0.00%	1,000,754.79	2.76%	4,249,611	1.91%	2,060,349	2.49%	7,603,528	2.10%	5,250,366
% of Total	3.85%		13.16%		55.89%		27.10%				
			19.06%		80.94%		0.00%				
DEPRECIATION	5,256	0.00%	0	0.00%	4,252,758	1.30%	3,662,342	2.49%	7,921,355	1.85%	4,252,758
% of Total	0.07%		0.00%		53.69%		46.25%				
			0.00%		100.00%		0.00%				
DEBT SERVICE	-	-	-	-	-	-	1,530,782	2.49%	1,530,782	2.49%	0
% of Total	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
CAPITAL IMPROVEMENT	10,692	0.00%	0	0.00%	2,750,033	1.36%	1,682,366	2.49%	4,443,091	1.78%	2,750,033
% of Total	0.24%		0.00%		61.89%		37.86%				
			0.00%		100.00%		0.00%				
BOND CONSTRUCTION	0	-	-	-	-	-	15,945	0.00%	15,945	0.00%	0
% of Total	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
<b>TOTAL WATER</b>	<b>308,761</b>	<b>0.00%</b>	<b>1,000,755</b>	<b>2.76%</b>	<b>11,252,401</b>	<b>1.55%</b>	<b>8,952,783</b>	<b>2.49%</b>	<b>21,514,700</b>	<b>1.97%</b>	<b>12,253,156</b>
<b>% of Total</b>	<b>1.44%</b>		<b>4.65%</b>		<b>52.30%</b>		<b>41.61%</b>		<b>100.00%</b>		<b>1.64%</b>
			<b>8.17%</b>		<b>91.83%</b>		<b>0.00%</b>				
<b><u>SEWER FUND</u></b>											
M & O	319,833	0.00%	0	0.00%	-	-	55,263	2.49%	375,096	0.37%	0
% of Total	85.27%		0.00%		0.00%		14.73%				0.00%
			0.00%		0.00%		0.00%				
BOND RESERVE-TWDB 2009	-	0.00%	-	0.00%	-	-	2,583,139	2.49%	2,583,139	2.49%	0
% of Total	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
DEPRECIATION	10,235	0.00%	0	0.00%	7,999,833	1.56%	5,422,951	2.49%	13,433,019	1.93%	7,999,833
% of Total	0.08%		0.00%		59.55%		40.37%				
			0.00%		100.00%		67.79%				
DEBT SERVICE	-	0.00%	-	0.00%	-	-	1,567,882	2.49%	1,567,882	2.49%	0
% of Total	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
SEWER DEBT TWDB- 2009-2010	-	0.00%	-	0.00%	-	-	1,271,942	2.49%	1,271,942	2.49%	0
% of Total	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
SEWER BOND CONST TWDB - F492	(342,542)	0.00%	-	0.00%	-	-	0	0.00%	-342,542	0.00%	0
* Series 2012	100.00%		0.00%		0.00%		0.00%				0.00%
			0.00%		0.00%		0.00%				
TWDB CONSTR FUND SERIES 2015	(514,356)	0.00%	-	0.00%	-	-	0	0.00%	-514,356	0.00%	0
*FUND 494	100.00%		0.00%		0.00%		0.00%				0.00%
			0.00%		0.00%		0.00%				
SEWER TWDB Debt - 2012	-	0.00%	-	0.00%	-	-	1,611,027	2.49%	1,611,027	2.49%	0
	0.00%		0.00%		0.00%		100.00%				0.00%
			0.00%		0.00%		0.00%				
CAPITAL IMPROVEMENT	6,830	0.00%	0	0.00%	3,000,151	1.78%	1,872,387	2.49%	4,879,367	2.05%	3,000,151
% of Total	0.14%		0.00%		61.49%		38.37%				
			0.00%		100.00%		0.00%				
BOND CONSTRUCTION F491	859,482	0.00%	-	0.00%	-	-	1,459,112	2.49%	2,318,594	1.57%	0
% of Total	37.07%		0.00%		0.00%		62.93%				0.00%
			0.00%		0.00%		0.00%				
BOND CONSTRUCTION-TWDB	-	0.00%	-	0.00%	-	0.00%	0	0.00%	0	-	0
			0.00%		0.00%		0.00%				0.00%
			-		-		0				0.00%
*	0.00%		-		0.00%		0				
<b>TOTAL SEWER</b>	<b>339,481</b>	<b>0.00%</b>	<b>0</b>	<b>0.00%</b>	<b>10,999,983</b>	<b>1.62%</b>	<b>15,843,702</b>	<b>2.49%</b>	<b>27,183,166</b>	<b>2.11%</b>	<b>10,999,983</b>
<b>% of Total</b>	<b>1.25%</b>		<b>0.00%</b>		<b>40.47%</b>		<b>58.28%</b>		<b>100%</b>		<b>1.62%</b>
			<b>0.00%</b>		<b>100.00%</b>		<b>0.00%</b>				
<b>TOTAL PUB</b>	<b>648,242</b>	<b>0.00%</b>	<b>1,000,755</b>	<b>2.76%</b>	<b>22,252,384</b>	<b>1.58%</b>	<b>24,796,485</b>	<b>2.49%</b>	<b>48,697,866</b>	<b>2.05%</b>	<b>23,253,139</b>
<b>% of Total</b>	<b>1.33%</b>		<b>2.06%</b>		<b>45.69%</b>		<b>50.92%</b>		<b>100.00%</b>		<b>1.63%</b>
			<b>4.30%</b>		<b>95.70%</b>		<b>0.00%</b>				

\* Pending receipt of reimbursement funds from TWDB