



**Financial Report
September 30, 2017
(Unaudited)**



Table of Contents

	<u>Page</u>
Budget Performance Report - EAA Operations	1
Budget Performance Report - Habitat Conservation Plan	2
Budget Performance Charts (Net Income)	3
Budget Performance Charts (Expenses)	4
Internal Transfers	5
Statement of Net Position (Current Year)	6
Statement of Net Position (Comparative)	7
Cash & Investments Report	8
Net Position Designations	9
Capital Project Status Report	10

Budget Performance Report

September 2017

EAA Operations

	Current Month			Year to Date			Amended Budget	YTD %
	Budget	Actual	Variance \$	Budget	Actual	Variance \$	(75.00% Elapsed)	
Revenues								
Aquifer Management Fees	\$1,391,520	\$1,383,303	(\$8,217)	\$12,523,680	\$12,400,154	(\$123,526)	\$16,698,240	74%
Interest	833	4,695	3,862	7,500	25,069	17,569	10,000	251%
Compromise & Settlements	-	-	-	-	244,680	244,680	-	0%
Miscellaneous	10,159	(8,311)	(18,470)	91,425	27,388	(64,037)	121,900 ⁽¹⁾	22%
Subtotal Revenues	\$1,402,512	\$1,379,687	(\$22,825)	\$12,622,605	\$12,697,291	\$74,686	\$16,830,140	75%
Expenses								
Wages/Benefits	983,749	\$893,541	(\$90,208)	7,192,510	\$6,411,709	(\$780,801)	\$9,334,300	69%
Professional / Technical Services	322,128	213,085	(109,043)	2,899,148	2,007,912	(891,236)	3,865,531	52%
Property Services	82,461	22,897	(59,564)	742,156	396,885	(345,271)	989,542	40%
Supplies	41,390	9,038	(32,352)	372,509	243,241	(129,268)	496,678	49%
Other Services	57,647	30,455	(27,192)	518,824	229,397	(289,427)	691,765	33%
Other Expenses	34,823	-	(34,823)	313,407	79,210	(234,197)	417,876 ⁽¹⁾	19%
Capital	61,308	11,489	(49,819)	551,774	339,147	(212,627)	735,698 ⁽¹⁾	46%
Subtotal Expenses	\$1,583,506	\$1,180,505	(\$403,001)	\$12,590,328	\$9,707,501	(\$2,882,827)	\$16,531,390	59%
Net Income/(Loss) Before Depreciation	(\$180,994)	\$199,182	\$380,176	\$32,277	\$2,989,790	\$2,957,513	\$298,750	

(1) Budget Amendment of \$107,500 approved 9/12/2017.



Budget Performance Report

September 2017

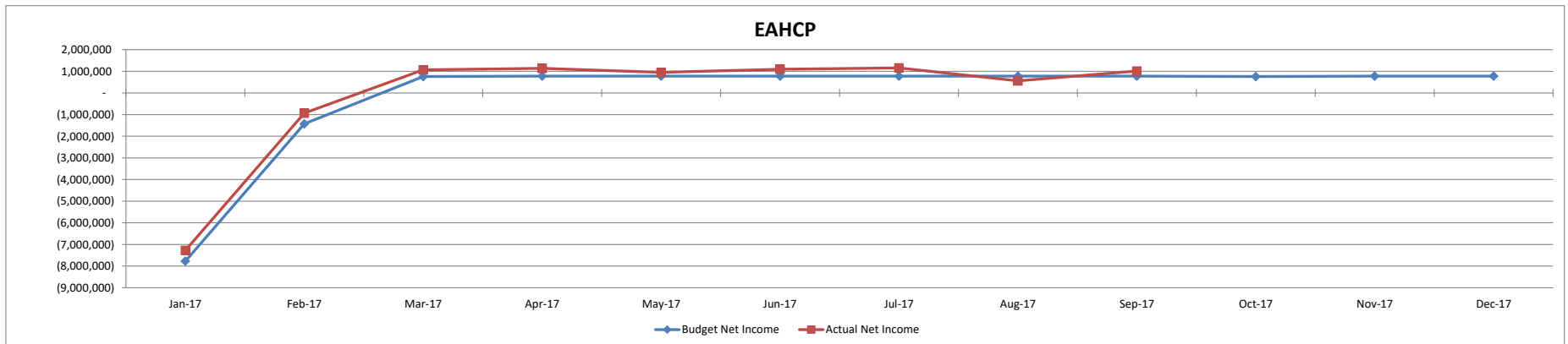
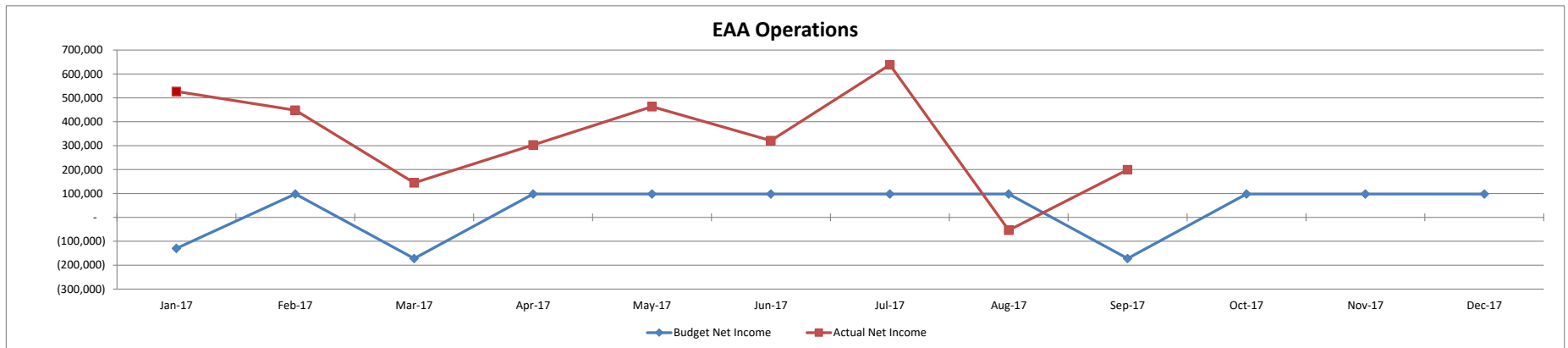
Habitat Conservation Plan Program

	Current Month			Year to Date			Amended Budget	YTD %
	Budget	Actual	Variance \$	Budget	Actual	Variance \$	(75.00% Elapsed)	
Revenues								
Program Aquifer Management Fees	\$1,254,033	\$1,255,070	\$1,037	\$11,286,300	\$11,270,330	(\$15,970)	\$15,048,400	75%
Interest	5,834	30,857	25,023	52,500	225,855	173,355	\$70,000	323%
Other Funding Sources	61,333	61,333	-	552,000	554,310	2,310	736,000	75%
Subtotal Revenues	\$1,321,200	\$1,347,260	\$26,060	\$11,890,800	\$12,050,495	\$159,695	\$15,854,400	76%
Expenses								
Wages/Benefits	\$71,851	\$65,806	(\$6,045)	\$526,559	\$451,319	(\$75,240)	\$683,140	66%
Professional / Technical Services	901,237	261,816	(639,421)	18,854,510	12,763,667	(6,090,843)	21,558,221 ⁽¹⁾⁽²⁾	59%
Property Services	126	-	(126)	1,136	751	(385)	1,515	50%
Supplies	1,417	380	(1,037)	12,750	9,018	(3,732)	17,000	53%
Other Services	3,721	1,903	(1,818)	33,487	19,797	(13,690)	44,650	44%
Capital	2,329	-	(2,329)	20,963	15,362	(5,601)	27,950	55%
Subtotal Expenses	\$980,681	\$329,905	(\$650,776)	\$19,449,405	\$13,259,914	(\$6,189,491)	\$22,332,476	59%
Net Income/(Loss) Before Depreciation	\$340,519	\$1,017,355	\$676,836	(\$7,558,605)	(\$1,209,419)	\$ 6,349,186	\$ (6,478,076)	

(1) Budget Amendment of \$4,429,579 approved 3/14/2017.

(2) Budget Amendment of \$590,500 approved 7/11/2017.

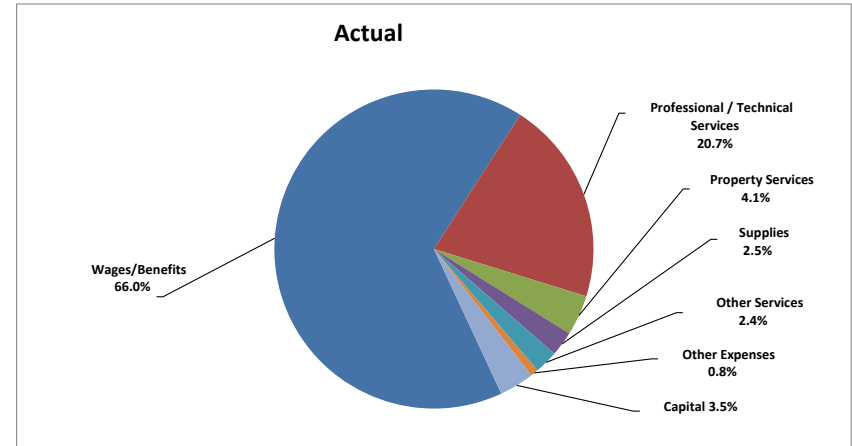
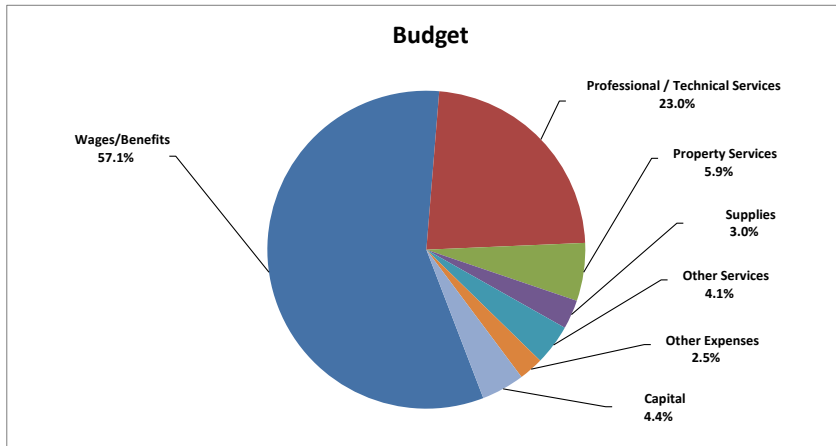
Revenue and Expense Performance FY2017



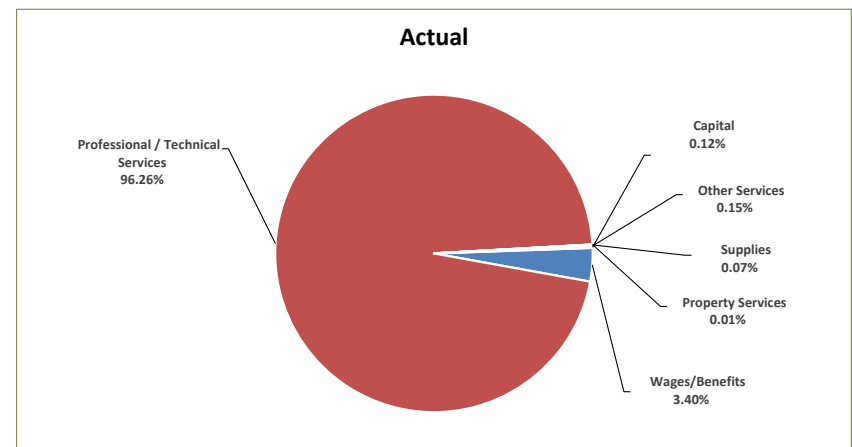
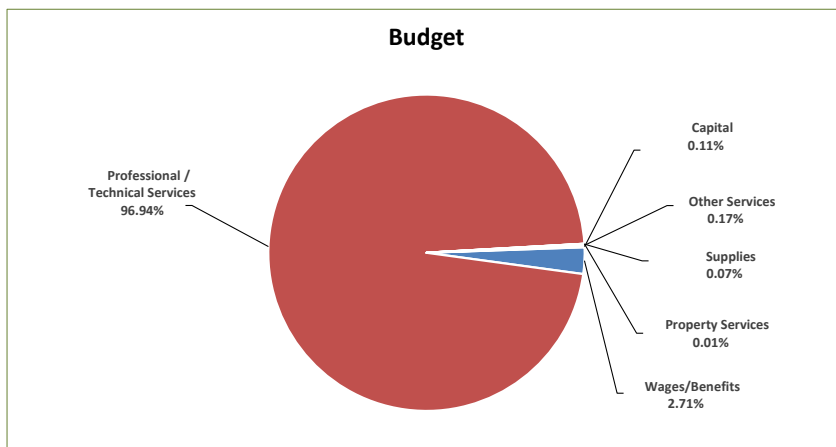
Budget Expense Performance Charts

YTD as of September 30, 2017

EAA Operations



HCP Program





Internal Transfers

September 2017

	<u>Fund</u>	<u>Dept.</u>	<u>Department Name</u>	<u>Account</u>	<u>Account Name</u>	<u>Amount</u>	<u>Purpose</u>
<u>EAA Operations</u>							
From	245	503	San Marcos Springs	17500-05	Water Sampling/Monitoring Equipment (capital)	(2,000)	Transfer for repair work on data sonde equipment.
To	245	503	San Marcos Springs	56103-00	Field Supplies	2,000	Transfer for repair work on data sonde equipment.
From	245	504	Comal Springs	17500-05	Water Sampling/Monitoring Equipment (capital)	(2,000)	Transfer for repair work on data sonde equipment.
To	245	504	Comal Springs	56103-00	Field Supplies	2,000	Transfer for repair work on data sonde equipment.
From	245	005	HCP Program Administration	55800-00	Travel	(6,000)	Transfer of funds for conference/training related travel expenses.
To	245	005	HCP Program Administration	55400-00	Conferences, Seminars & Training	6,000	Transfer of funds for conference/training related travel expenses.
From	100	302	Aquifer Science Research	54102-00	Equipment Maintenance	(5,900)	Transfer of funds for field truck upgrades/maintenance.
To	100	202	Authority Operations	54101-00	Vehicle Maintenance	5,900	Transfer of funds for field truck upgrades/maintenance.
From	100	403	Public Information	53100-00	Contractual Professional Services	(325)	Transfer of funds for share of professional services.
To	100	405	School Education	53100-00	Contractual Professional Services	325	Transfer of funds for share of professional services.
From	100	403	Information Technology	55400-00	Conferences, Seminars & Training	(500)	Transfer of funds for miscellaneous meeting expenses.
To	100	405	Information Technology	55500-00	Meeting Expenses	500	Transfer of funds for miscellaneous meeting expenses.
From	100	406	Meters	53100-00	Contractual Professional Services	(9,840)	Transfer of funds for support agreements (Meter Matters App, ClearScada).
To	100	406	Meters	54102-00	Equipment Maintenance	9,840	Transfer of funds for support agreements (Meter Matters App, ClearScada).
<u>Budget Amendment</u>							
	100	000	General Fund	45000-00	Grant Revenue	107,500	Budget Amendment; Board approved 9.12.17
	100	407	Regulatory and Water Affairs	58100-00	Conservation Grants	100,000	Budget Amendment; Board approved 9.12.17
	100	406	Meters	17500-03	Meters	7,500	Budget Amendment; Board approved 9.12.17



Statement of Net Position

September 2017

ASSETS

Current Assets

Cash	\$ 5,160,010
Restricted Cash - AMF Rebates	259,638
Investments	2,867,500
AMF Receivable (Net)	4,445,420
Restricted Assets (Habitat Conservation Plan):	
Cash	31,676,867
Investments	3,867,500
Program AMF Receivable	4,567,501
Total Restricted Assets	40,111,868
Notes Receivable	24,226
Property Taxes Receivable (Net)	15,620
Enforcement Receivable	10,012
Interest Receivable	1,979
Miscellaneous Receivable	7,259
Total Current Assets	52,903,532

Capital Assets

Land	2,210,901
Buildings & Improvements	10,733,861
Vehicles	581,211
Furniture & Equipment	6,844,297
Development in Progress	160,441
Accumulated Depreciation	(5,996,794)
Net Capital Assets	14,533,917

Long Term Assets

Notes Receivable	110,185
Total Long Term Assets	110,185

Deferred Outflows of Resources

Deferred Outflow related to pensions	2,719,868
--------------------------------------	-----------

Total Assets and Deferred Outflows of Resources \$ 70,267,502

LIABILITIES

Current Liabilities

Accounts Payable	\$ 790,407
Payroll Liabilities	5,311
Deferred Revenue - AMF	4,107,374
Deferred Revenue - HCP	3,913,977
Compensated Absences	797,442
AMF Rebates	259,638
Notes Payable	75,000
Total Current Liabilities	9,949,149

Long-Term Liabilities

Notes Payable	3,010,000
Net Pension Liability	2,689,342
Total Long-Term Liabilities	5,699,342

Deferred Inflows of Resources

Deferred Inflows related to pensions	49,524
--------------------------------------	--------

NET POSITION

Net Invested in Capital Assets	11,448,917
Restricted for HCP Program	35,544,367
Unrestricted	7,576,203
Total Net Position	54,569,487

Total Liabilities, Deferred Inflows of Resources and Net Position \$ 70,267,502



Statement of Net Position

Comparative

September 2017

ASSETS	2017	2016	LIABILITIES	2017	2016
Current Assets			Current Liabilities		
Cash	\$ 5,160,010	\$ 5,901,340	Accounts Payable	\$ 790,407	\$ 761,200
Restricted Cash - AMF Rebates	259,638	284,952	Payroll Liabilities	5,311	39,068
Investments	2,867,500	858,728	Deferred Revenue - AMF	4,107,374	3,801,237
AMF Receivable (Net)	4,445,420	3,246,952	Deferred Revenue - HCP	3,913,977	4,368,014
Restricted Assets (Habitat Conservation Plan):			Compensated Absences	797,442	834,507
Cash	31,676,867	36,465,138	AMF Rebates	259,638	284,952
Investments	3,867,500	858,728	Notes Payable	75,000	75,000
Program AMF Receivable	4,567,501	3,898,051	Total Current Liabilities	9,949,149	10,163,978
Total Restricted Assets (Habitat Conservation Plan)	40,111,868	41,221,917			
Notes Receivable	24,226	-	Long-term Liabilities		
Property Taxes Receivable (Net)	15,620	16,115	Notes Payable	3,010,000	3,085,000
Enforcement Receivable	10,012	12,444	Net Pension Liability	2,689,342	1,920,908
Interest Receivable	1,979	510	Total Long-Term Liabilities	5,699,342	5,005,908
Miscellaneous Receivable	7,259	-			
Total Current Assets	52,903,532	51,542,958	Deferred Inflows of Resources		
Capital Assets			Deferred Inflows related to pensions	49,524	-
Land	2,210,901	2,210,901			
Buildings & Improvements	10,733,861	10,302,454	NET POSITION		
Vehicles	581,211	587,959	Net Investment in Capital Assets	11,448,917	11,149,675
Furniture & Equipment	6,844,297	6,363,925	Restricted for HCP Program	35,544,367	37,323,866
Development in Progress	160,441	-	Unrestricted	7,576,203	4,133,981.00
Accumulated Depreciation	(5,996,794)	(5,155,564)	Total Net Position	54,569,487	52,607,522
Net Capital Assets	14,533,917	14,309,675			
Long Term Assets					
Notes Receivable - Long Term	110,185	-			
Total Long Term Assets	110,185	-			
Deferred Outflows of Resources					
Deferred Outflow related to pensions	2,719,868	1,924,775			
Total Assets and Deferred Outflows of Resources	\$ 70,267,502	\$ 67,777,408	Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 70,267,502	\$ 67,777,408



Cash & Investments

as of September 30, 2017

Cash	Balance	Rate	Settlement	Maturity	Collateral
Unrestricted					
Money Market - BBVA Compass	\$ 1,778,558	0.00%		N/A	Letter of Credit
Money Market - BBVA Compass (Interest Bearing)	809,429	0.35%		N/A	Letter of Credit
Money Market - BBVA Compass (Sinking Fund)	233,730	0.35%		N/A	Letter of Credit
NOW - Southside Bank	2,597,467	1.17%		N/A	Securities
Petty Cash	464	0.00%		N/A	N/A
	<u>\$ 5,419,648</u>				
Restricted - HCP					
Money Market - BBVA Compass - HCP	4,623,015	0.35%		N/A	Letter of Credit
NOW - Southside Bank - HCP	1,849,668	1.17%		N/A	Securities
Money Market - Green Bank MM - HCP	15,144,645	1.21%		N/A	Letter of Credit
Money Market - NexBank MM - HCP	10,059,539	1.47%		N/A	Letter of Credit
	<u>\$ 31,676,867</u>				
Total - Cash	<u>\$ 37,096,515</u>				
Investments - Certificates of Deposit	Balance	Rate	Settlement	Maturity	Collateral
Unrestricted					
Lubbock National Bank	500,000	1.35%	03/02/17	09/01/18	Securities
Southside Bank	500,000	1.35%	03/31/17	10/01/18	Securities
TexStar Bank - Comal	122,500	0.80%	10/28/16	10/29/18	FDIC
Castroville State Bank - Medina	122,500	0.90%	11/07/16	11/06/18	FDIC
LegacyTexas Bank	500,000	1.35%	05/12/17	11/12/18	Letter of Credit
LegacyTexas Bank	500,000	1.55%	06/26/17	12/26/18	Letter of Credit
Green Bank	500,000	1.54%	08/16/17	02/19/19	Letter of Credit
Hondo National Bank - Medina	122,500	1.50%	03/26/17	03/26/19	FDIC
	<u>\$ 2,867,500</u>				
Restricted - HCP					
Lubbock National Bank	1,000,000	1.25%	01/30/17	07/26/18	Securities
Lubbock National Bank	500,000	1.35%	03/02/17	09/01/18	Securities
Southside Bank	500,000	1.35%	03/31/17	10/01/18	Securities
TexStar Bank - Comal	122,500	0.80%	10/28/16	10/29/18	FDIC
Castroville State Bank - Medina	122,500	0.90%	11/07/16	11/06/18	FDIC
LegacyTexas Bank	500,000	1.35%	05/12/17	11/12/18	Letter of Credit
LegacyTexas Bank	500,000	1.55%	06/26/17	12/26/18	Letter of Credit
Green Bank	500,000	1.54%	08/16/17	02/19/19	Letter of Credit
Hondo National Bank - Medina	122,500	1.50%	03/26/17	03/26/19	FDIC
	<u>\$ 3,867,500</u>				
Total - Certificates of Deposit	<u>\$ 6,735,000</u>				
Total Cash and Cash Equivalents	<u>\$ 43,831,515</u>				
<i>Unrestricted</i>	<i>\$ 8,287,148</i>				
<i>Restricted</i>	<i>\$ 35,544,367</i>				



Net Position Designations September 2017

Restricted:

HCP	HCP Operating Reserve	35,544,367
Total Restricted		<u>\$ 35,544,367</u>

Unrestricted (Designated):

Abandoned Well Closure Fund	Fund established to help resolve abandoned well compliance matters.	458,390
Conservation/Aquifer Protection Fund	Fund established to provide funding for various mitigation efforts related to avoiding jeopardy to endangered species.	307,595
Operating Reserve	Established to protect against unforeseen budget needs or revenue shortfalls. Excess funds should be appropriated with caution as this figure will fluctuate monthly. EAA Operating Reserve	6,401,079
EAA Revenue Improvement Note	Principal Note Payment - General Revenue Improvement Note	-
EAA Capital	Capital purchases of the EAA - Excluding Principal Note Payment above	409,139
Total Unrestricted		<u>\$ 7,576,203</u>
Total Restricted/Unrestricted Net Position		<u><u>\$ 43,120,570</u></u>



Capital Project Status Report as of September 30, 2017

<u>Program</u>	<u>Description</u>	<u>Amended Budget</u>	<u>Expenditures</u>		<u>Balance</u>
			<u>September 2017</u>	<u>YTD 2017</u>	
Authority Operations	Note Principal	\$ 75,000	\$ -	\$ 75,000	\$ -
Authority Operations	Building	40,000	-	-	40,000
Authority Operations	Office Equipment	10,500	-	5,326	5,174
Authority Operations	Furniture & Equipment	5,000	-	-	5,000
Authority Operations	Vehicles	88,000	11,489	11,489	76,511
Information Technology	Computer Software	10,000	-	6,557	3,442
Information Technology	Computer Hardware	72,400	-	45,262	27,138
Application Solutions Management	Furniture & Equipment	1,500	-	-	1,500
Application Solutions Management	Development in Progress	145,000	-	110,323	34,677
Application Solutions Management	Computer Hardware	3,000	-	-	3,000
Aquifer Science Research	Office Equipment	10,000	-	-	10,000
Aquifer Science Research	Computer Software	36,000	-	31,398	4,602
Aquifer Science Research	Well Logging Equipment	5,000	-	-	5,000
Aquifer Science Research	Water Quality Monitoring Equipment	45,000	-	28,507	16,493
Modeling & Data Management	Computer Software	30,000	-	-	30,000
Modeling & Data Management	Computer Hardware	4,000	-	-	4,000
Modeling & Data Management	Water Quality Monitoring Equipment	35,000	-	5,284	29,716
Aquifer Protection	Computer Software	500	-	-	500
Groundwater Protection	Water Quality Monitoring Equipment	5,000	-	2,605	2,395
Remote Gauging	Remote Monitoring Equipment	64,459	-	884	63,575
External & Regulatory Affairs - General	Computer Hardware	3,000	-	-	3,000
Meters	Computer Hardware	3,400	-	-	3,400
Meters	Water Meters - Remote Metering	43,939	-	16,510	27,429
HCP - San Marcos Springs	Water Quality Monitoring Equipment	16,000	-	13,447	2,553
HCP - Comal Springs	Water Quality Monitoring Equipment	10,000	-	-	10,000
HCP - Modeling & Research	Computer Hardware	1,950	-	1,916	34
Total Capital Expenditures		\$ 763,648	\$ 11,489	\$ 354,508	\$ 409,139