



**Financial Report
December 31, 2018
(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

December 2018

EAA Operations

	Current Month			Year to Date			Amended Budget	YTD %
	Budget	Actual	Variance \$	Budget	Actual	Variance \$		(100.00% Elapsed)
Revenues								
Aquifer Management Fees	\$1,314,066	\$1,270,943	(\$43,123)	\$15,768,790	\$15,306,800	(\$461,990)	\$15,768,790	97%
Interest	1,125	18,096	16,971	13,500	173,318	159,818	13,500	1284%
Miscellaneous	1,250	13,064	11,814	15,000	92,093	77,093	15,000	614%
Subtotal Revenues	\$1,316,441	\$1,302,103	(\$14,338)	\$15,797,290	\$15,572,211	(\$225,079)	\$15,797,290	99%
Expenses								
Wages/Benefits	\$754,262	\$1,025,465	\$271,203	\$9,848,284	\$8,842,816	(\$1,005,468)	\$9,848,284	90%
Professional / Technical Services	386,395	1,168,117	781,722	4,636,735	3,566,014	(1,070,721)	4,636,735 ^{(3) (9)}	77%
Property Services	98,455	56,429	(42,026)	1,181,453	768,294	(413,159)	1,181,453 ⁽⁵⁾	65%
Supplies	39,535	45,487	5,952	474,412	399,629	(74,783)	474,412 ⁽⁷⁾	84%
Other Services	53,315	45,768	(7,547)	639,774	436,082	(203,692)	639,774 ⁽⁶⁾	68%
Other Expenses	26,742	197,744	171,002	320,912	320,904	(8)	320,912	100%
Capital	81,692	211,723	130,031	1,079,867	984,473	(95,394)	1,079,867 ^{(1) (2) (4) (8)}	91%
Subtotal Expenses	\$1,440,396	\$2,750,733	\$1,310,337	\$18,181,437	\$15,318,212	(\$2,863,225)	\$18,181,437	84%
Net Income/(Loss) Before Depreciation	<u>(\$123,955)</u>	<u>(\$1,448,630)</u>	<u>(\$1,324,675)</u>	<u>(\$2,384,147)</u>	<u>\$253,999</u>	<u>\$2,638,146</u>	<u>(\$2,384,147)</u>	

(1) Budget Amendment of \$97,582 approved on 2/13/2018.

(2) Budget Amendment of \$90,600 approved on 3/13/2018.

(3) Budget Amendment of \$49,700 approved on 7/10/2018.

(4) Budget Amendment of \$104,641 approved on 7/10/2018.

(5) Budget Amendment/Transfer of (\$22,500) approved on 8/14/2018.

(6) Budget Amendment/Transfer of (\$15,000) approved on 8/14/2018.

(7) Budget Amendment/Transfer of (\$1,000) approved on 8/14/2018.

(8) Budget Amendment/Transfer of \$38,500 approved on 8/14/2018.

(9) Budget Amendment of \$250,000 approved on 11/13/2018.



Budget Performance Report

December 2018

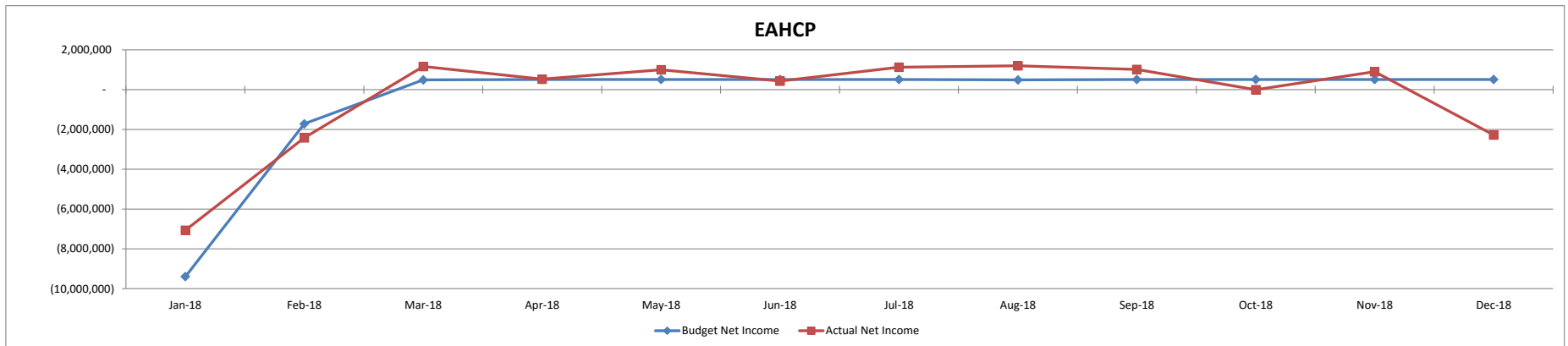
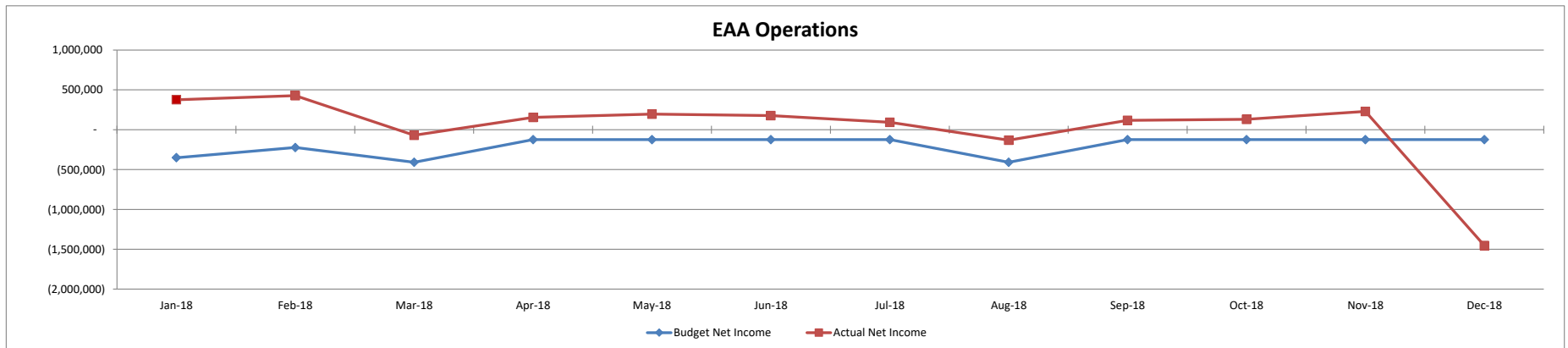
Habitat Conservation Plan Program

	Current Month			Year to Date			Amended Budget	YTD %
	Budget	Actual	Variance \$	Budget	Actual	Variance \$	(100.00% Elapsed)	
Revenues								
Program Aquifer Management Fees	\$1,301,983	\$1,266,444	(\$35,539)	\$15,623,796	\$15,292,060	(\$331,736)	\$15,623,790	98%
Interest	13,033	71,000	57,967	156,396	613,786	457,390	156,400	392%
Other Funding Sources	61,333	61,333	-	735,998	761,693	25,695	736,000	103%
Subtotal Revenues	\$1,376,349	\$1,398,777	\$22,428	\$16,516,190	\$16,667,539	\$151,349	\$16,516,190	101%
Expenses								
Wages/Benefits	\$54,287	\$40,740	(\$13,547)	\$709,751	\$478,770	(\$230,981)	\$709,751	67%
Professional / Technical Services	804,123	3,627,166	2,823,043 ⁽²⁾	21,760,828	20,518,245	(1,242,583)	21,760,828 ⁽¹⁾	94%
Property Services	292	545	253	3,515	2,358	(1,157)	3,515	67%
Supplies	2,326	909	(1,417)	27,900	21,415	(6,485)	27,900	77%
Other Services	2,488	3,526	1,038	29,860	26,759	(3,101)	29,860	90%
Capital	3,300	2,100	(1,200)	39,600	16,510	(23,090)	39,600	42%
Subtotal Expenses	\$866,816	\$3,674,986	\$2,808,170	\$22,571,454	\$21,064,057	(\$1,507,397)	\$22,571,454	93%
Net Income/(Loss) Before Depreciation	\$509,533	(\$2,276,209)	(\$2,785,742)	(\$6,055,264)	(\$4,396,518)	\$1,658,746	(\$6,055,264)	

(1) Budget Amendment of \$3,519,427 approved on 3/13/2018.

(2) Accruals for 2019 VISPO Stand-by payments and ASR Forbearance payments have been included as of 12/31/18 per GAAP.

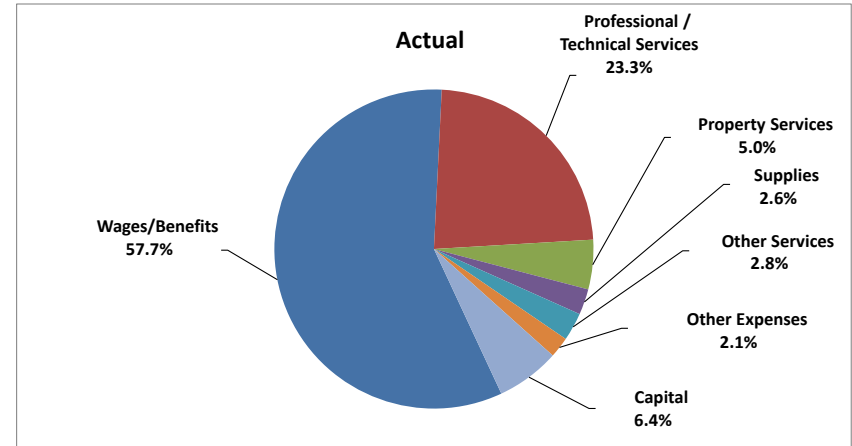
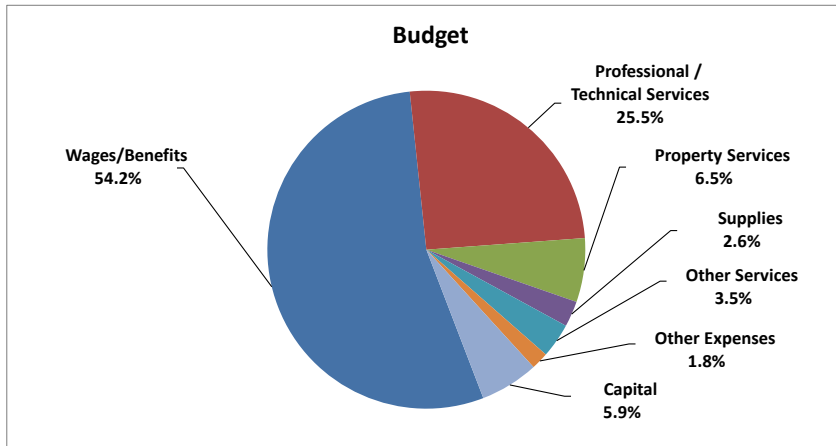
Revenue and Expense Performance FY2018



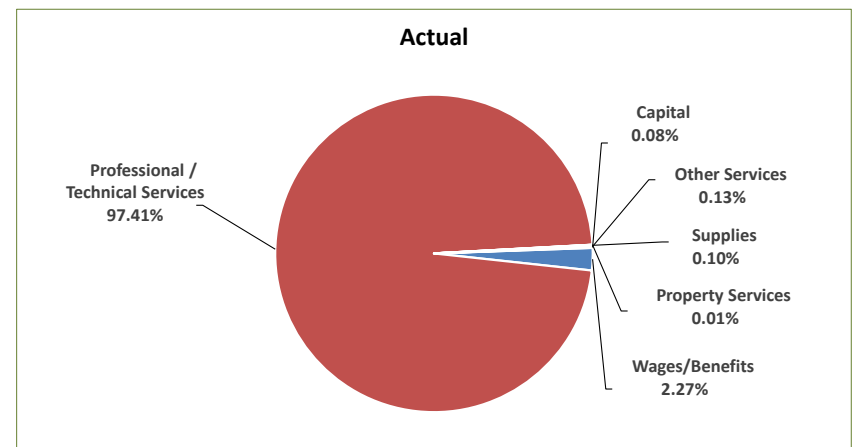
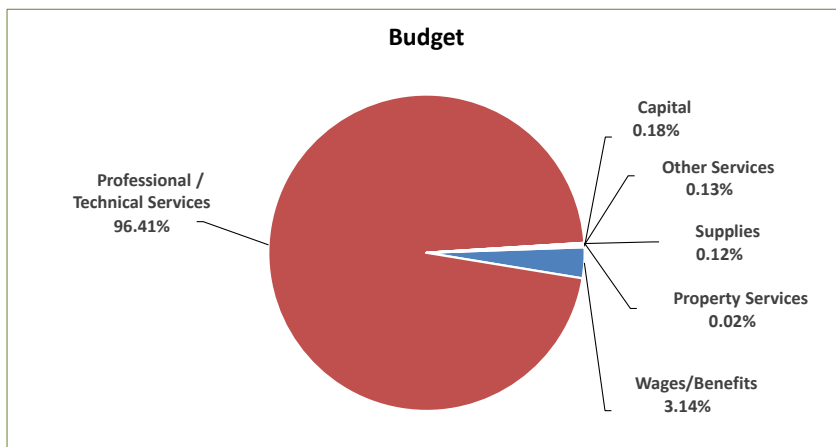
Budget Expense Performance Charts

YTD as of December 31, 2018

EAA Operations



HCP Program





Internal Transfers

December 2018

	Fund	Dept.	Department Name	Account	Account Name	Amount	Purpose
EAA Operations							
From	100	205	Information Technology	54102-00	Equipment Maintenance	(7,000)	Transfer funds to cover the replacement printers, toner & telecommunication services for Dec 2018
To	100	205	Information Technology	56101-00	Computer Supplies	2,000	Transfer funds to cover the replacement printers, toner & telecommunication services for Dec 2018
To	100	205	Information Technology	55300-00	Telecommunication Services	2,500	Transfer funds to cover the replacement printers, toner & telecommunication services for Dec 2018
To	100	205	Information Technology	54500-00	Non-Capital Furniture & Equipment	2,500	Transfer funds to cover the replacement printers, toner & telecommunication services for Dec 2018
From	100	406	Meters	17500-03	Water Meters CY	(2,300)	Transfer funds to cover work on fleet vehicles
To	100	202	Authority Operations	54101-00	Vehicles Maintenance	2,300	Transfer funds to cover work on fleet vehicles
From	100	205	Information Technology	54102-00	Equipment Maintenance	(6,000)	Transfer funds to cover work of Camera & Parking lot network
To	100	202	Authority Operations	54004-00	Security/Fire	6,000	Transfer funds to cover work of Camera & Parking lot network
From	100	204	Human Resources	55400-00	Conferences, Seminars & Training	(75)	Transfer funds to cover additional cost of SAHRMA membership for staff
To	100	204	Human Resources	56501-00	Memberships	75	Transfer funds to cover additional cost of SAHRMA membership for staff
From	100	204	Human Resources	55200-00	Public & Legal Notices	(1,500)	Transfer funds to cover additional cost of 2 interviewees plus cost of background checks
To	100	204	Human Resources	53500-00	Pre-Employment Services	1,500	Transfer funds to cover additional cost of 2 interviewees plus cost of background checks
From	100	204	Human Resources	55400-00	Conferences, Seminars & Training	(1,500)	Transfer funds to cover additional cost of coffee supplies
From	100	204	Human Resources	56105-00	Office Supplies	(1,000)	Transfer funds to cover additional cost of coffee supplies
To	100	204	Human Resources	56104-00	Kitchen & Janitorial	2,500	Transfer funds to cover additional cost of coffee supplies
From	100	202	Authority Operations	56502-00	Subscriptions & Publications	(800)	Transfer funds to cover remaining 2018 building and maintenance costs
From	100	202	Authority Operations	17400-01	Vehicles CY	(959)	Transfer funds to cover remaining 2018 building and maintenance costs
From	100	202	Authority Operations	55400-00	Conferences, Seminars & Training	(801)	Transfer funds to cover remaining 2018 building and maintenance costs
From	100	202	Authority Operations	54500-00	Non-Capital Furniture & Equipment	(1,393)	Transfer funds to cover remaining 2018 building and maintenance costs
From	100	202	Authority Operations	54201-00	Equipment Rental	(746)	Transfer funds to cover remaining 2018 building and maintenance costs
To	100	202	Authority Operations	54102-00	Equipment Maintenance	4,699	Transfer funds to cover remaining 2018 building and maintenance costs
From	100	202	Authority Operations	54002-00	Water & Sewage	(2,127)	Transfer funds to cover remaining 2018 fuel costs
From	100	202	Authority Operations	17400-01	Vehicles CY	(1,125)	Transfer funds to cover remaining 2018 fuel costs
To	100	202	Authority Operations	56200-00	Fuel	3,252	Transfer funds to cover remaining 2018 fuel costs
From	100	401	Elections	53150-00	Election expense	(50,000)	Transfer funds to cover expert witness for the Uvalde BIG lawsuit
To	100	100	Legal Service	53104-00	Legal Services	50,000	Transfer funds to cover expert witness for the Uvalde BIG lawsuit
From	100	202	Authority Operations	54004-00	Security/Fire	(170)	Transfer funds to cover purchase of Ford truck
To	100	202	Authority Operations	17400-01	Vehicles CY	170	Transfer funds to cover purchase of Ford truck
From	100	406	Meters	53100-00	Contractual Professional Svcs	(600)	T-Mobile AMR data service
To	100	406	Meters	55300-00	Telecommunication Services	600	T-Mobile AMR data service



Statement of Net Position

December 2018

ASSETS

Current Assets

Cash	\$ 4,648,524
Restricted Cash - AMF Rebates	81,985
Investments	5,633,601
AMF Receivable (Net)	59,022
Restricted Assets (Habitat Conservation Plan):	
Cash	29,269,880
Investments	6,133,600
Program AMF Receivable	75,686
Total Restricted Assets	35,479,166
Notes Receivable	25,785
Property Taxes Receivable (Net)	15,122
Miscellaneous Receivable	11,186
Interest Receivable	59,177
Total Current Assets	46,013,568

Capital Assets

Land	2,210,901
Buildings & Improvements	10,818,350
Vehicles	680,217
Furniture & Equipment	7,641,573
Construction/Development in Progress	349,515
Accumulated Depreciation	(6,701,871)
Net Capital Assets	14,998,685

Long Term Assets

Notes Receivable	78,152
Total Long Term Assets	78,152

Deferred Outflows of Resources

Deferred Outflow related to pensions	2,291,011
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Total Assets and Deferred Outflows of Resources \$ 63,381,416

LIABILITIES

Current Liabilities

Accounts Payable & Other Liabilities	\$ 3,744,836
VISPO Liability	2,320,308
ASR Forbearance Liability	1,862,687
Payroll Liabilities	340,446
Deferred Revenue - AMF	590
Deferred Revenue - HCP	71
Compensated Absences	909,465
AMF Rebates	81,985
Notes Payable	85,000
Total Current Liabilities	9,345,388

Long-Term Liabilities

Notes Payable	2,920,000
Net Pension Liability	2,544,108
Total Long-Term Liabilities	5,464,108

Deferred Inflows of Resources

Deferred Inflows related to pensions	82,899
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NET POSITION

Net Invested in Capital Assets	11,993,685
Restricted for HCP Program	31,220,485
Unrestricted	5,274,851
Total Net Position	48,489,021

Total Liabilities, Deferred Inflows of Resources and Net Position \$ 63,381,416



Statement of Net Position

Comparative

December 2018

ASSETS	2018	2017	LIABILITIES	2018	2017
Current Assets			Current Liabilities		
Cash	\$ 4,648,524	\$ 5,911,016	Accounts Payable & Other Liabilities	\$ 3,744,836	\$ 4,187,098
Restricted Cash - AMF Rebates	81,985	259,628	VISPO Liability	2,320,308	2,228,299
Investments	5,633,601	3,367,500	ASR Forbearance Liability	1,862,687	-
AMF Receivable (Net)	59,022	254,717	Payroll Liabilities	340,446	302,613
Restricted Assets (Habitat Conservation Plan):			Deferred Revenue - AMF	590	-
Cash	29,269,880	34,146,428	Deferred Revenue - HCP	71	-
Investments	6,133,600	4,367,500	Compensated Absences	909,465	909,465
Program AMF Receivable	75,686	131,314	AMF Rebates	81,985	82,467
Total Restricted Assets (Habitat Conservation Plan)	35,479,166	38,645,242	Notes Payable	85,000	80,000
			Total Current Liabilities	9,345,388	7,789,942
Grant Receivable	-	100,000	Long-term Liabilities		
Notes Receivable	25,785	24,530	Notes Payable	2,920,000	3,005,000
Property Taxes Receivable (Net)	15,122	15,505	Net Pension Liability	2,544,108	2,544,108
Miscellaneous Receivable	11,186	-	Total Long-Term Liabilities	5,464,108	5,549,108
Interest Receivable	59,177	1,718			
Total Current Assets	46,013,568	48,579,856			
Capital Assets			Deferred Inflows of Resources		
Land	2,210,901	2,210,901	Deferred Inflows related to pensions	82,899	82,899
Buildings & Improvements	10,818,350	10,801,204			
Vehicles	680,217	610,534	NET POSITION		
Furniture & Equipment	7,641,573	6,807,419	Net Investment in Capital Assets	11,993,685	10,992,701
Construction/Development in Progress	349,515	349,514	Restricted for HCP Program	31,220,485	36,285,629
Accumulated Depreciation	(6,701,871)	(6,701,871)	Unrestricted	5,274,851	4,352,226
Net Capital Assets	14,998,685	14,077,701	Total Net Position	48,489,021	51,630,556
Long Term Assets					
Notes Receivable - Long Term	78,152	103,937			
Total Long Term Assets	78,152	103,937			
Deferred Outflows of Resources					
Deferred Outflow related to pensions	2,291,011	2,291,011			
Total Assets and Deferred Outflows of Resources	\$ 63,381,416	\$ 65,052,505	Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 63,381,416	\$ 65,052,505



Cash & Investments

as of December 31, 2018

Cash	Balance	Rate	Settlement	Maturity	Collateral
Unrestricted					
Money Market - BBVA Compass	1,299,292	0.000%		N/A	Letter of Credit
Money Market - BBVA Compass (Interest Bearing)	23,321	2.170%		N/A	Letter of Credit
Money Market - BBVA Compass (Sinking Fund)	236,774	2.170%		N/A	Letter of Credit
NOW - Southside Bank	3,170,120	2.440%		N/A	Securities
Petty Cash	1,002	0.000%		N/A	N/A
	<u>\$ 4,730,509</u>				
Restricted - HCP					
Money Market - BBVA Compass - HCP	2,693,620	2.170%		N/A	Letter of Credit
NOW - Southside Bank - HCP	3,713,058	2.440%		N/A	Securities
Money Market - NexBank MM - HCP	109,434	2.560%		N/A	Letter of Credit
Insured Cash Sweep - NexBank ICS - HCP	22,753,768	2.530%		N/A	Letter of Credit
	<u>\$ 29,269,880</u>				
Total - Cash	<u>\$ 34,000,389</u>				
Investments - Certificates of Deposit	Balance	Rate	Settlement	Maturity	Collateral
Unrestricted					
Green Bank	500,000	1.540%	08/16/17	02/19/19	Letter of Credit
Hondo National Bank - Medina	122,500	1.500%	03/26/17	03/26/19	FDIC
Green Bank	500,000	1.760%	11/30/17	05/30/19	Letter of Credit
East West Bank	500,000	2.690%	12/28/18	06/28/19	Letter of Credit
East West Bank	500,000	2.670%	07/27/18	07/29/19	Letter of Credit
East West Bank	1,011,101	2.770%	11/05/18	08/04/19	Letter of Credit
East West Bank	1,000,000	2.770%	11/06/18	08/06/19	Letter of Credit
East West Bank	500,000	2.730%	09/04/18	09/04/19	Letter of Credit
Wallis State Bank	500,000	2.784%	10/02/18	10/02/19	Letter of Credit
Dallas Capital Bank	500,000	2.920%	11/15/18	11/14/19	Letter of Credit
	<u>\$ 5,633,601</u>				
Restricted - HCP					
Green Bank	500,000	1.540%	08/16/17	02/19/19	Letter of Credit
Hondo National Bank - Medina	122,500	1.500%	03/26/17	03/26/19	FDIC
Green Bank	500,000	1.760%	11/30/17	05/30/19	Letter of Credit
East West Bank	500,000	2.690%	12/28/18	06/28/19	Letter of Credit
East West Bank	1,000,000	2.670%	07/27/18	07/29/19	Letter of Credit
East West Bank	1,011,100	2.770%	11/05/18	08/04/19	Letter of Credit
East West Bank	1,000,000	2.770%	11/06/18	08/06/19	Letter of Credit
East West Bank	500,000	2.730%	09/04/18	09/04/19	Letter of Credit
Wallis State Bank	500,000	2.784%	10/02/18	10/02/19	Letter of Credit
Dallas Capital Bank	500,000	2.920%	11/15/18	11/14/19	Letter of Credit
	<u>\$ 6,133,600</u>				
Total - Certificates of Deposit	<u>\$ 11,767,201</u>				
Total Cash and Cash Equivalents	<u>\$ 45,767,590</u>				
<i>Unrestricted</i>	<i>\$ 10,364,110</i>				
<i>Restricted</i>	<i>\$ 35,403,480</i>				



Net Position Designations

December 2018

Restricted:

HCP	HCP Cash and Investments	35,403,480
HCP	HCP VISPO Liabilities (subsequent year)	(2,320,308)
HCP	HCP ASR Forbearance (subsequent year)	(1,862,687)
Total Restricted		<u>\$ 31,220,485</u>

Unrestricted (Designated):

Abandoned Well Closure Fund	Fund established to help resolve abandoned well compliance matters.	469,189
Conservation/Aquifer Protection Fund	Fund established to provide funding for various mitigation efforts related to avoiding jeopardy to endangered species.	353,457
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	4,446,367
EAA Revenue Improvement Note	Principal Note Payment - General Revenue Improvement Note	5,838
EAA Capital	Capital purchases of the EAA - Excluding Principal Note Payment above	-
Total Unrestricted		<u>\$ 5,274,851</u>
Total Restricted/Unrestricted Net Position		<u><u>\$ 36,495,336</u></u>



Capital Project Status Report as of December 31, 2018

<u>Program</u>	<u>Description</u>	<u>Amended Budget</u>	<u>Expenditures</u>		<u>Balance</u>
			<u>December 2018</u>	<u>YTD 2018</u>	
Aquifer Protection	Computer Software	\$ 9,574	\$ -	\$ 3,736	\$ 5,838
Aquifer Science Research	Computer Hardware	41,310	-	41,310	-
Aquifer Science Research	Computer Software	5,500	-	2,873	2,627
Aquifer Science Research	Water Quality Monitoring Equipment	39,725	8,323	39,725	-
Aquifer Science Research	Well Logging Equipment	5,000	-	-	5,000
Authority Operations	Building	5,900	-	5,828	72
Authority Operations	Furniture & Equipment	110,382	3,900	110,242	140
Authority Operations	Improvements Other than Building	90,600	-	90,600	-
Authority Operations	Note Principal	80,000	-	80,000	-
Authority Operations	Vehicles	69,686	32,995	69,683	3
Communications and Development	Furniture & Equipment	-	-	1,085	(1,085)
External & Regulatory Affairs - General	Computer Hardware	3,000	-	-	3,000
Groundwater Protection	Water Quality Monitoring Equipment	10,000	-	-	10,000
HCP - Comal Springs	Water Quality Monitoring Equipment	23,000	-	12,910	10,090
HCP - Modeling & Research	Computer Software	5,000	-	-	5,000
HCP - Program Administration	Computer Hardware	2,100	2,100	2,100	-
HCP - Program Administration	Computer Software	1,500	-	1,500	-
HCP - San Marcos Springs	Water Quality Monitoring Equipment	8,000	-	-	8,000
Human Resources	Computer Hardware	11,300	-	7,592	3,708
Human Resources	Furniture & Equipment	2,750	-	2,715	35
Information Technology	Building	11,318	-	11,318	-
Information Technology	Computer Hardware	173,737	75,793	173,107	630
Information Technology	Computer Software	194,748	63,000	166,874	27,874
Karst Initiatives	Computer Hardware	1,750	1,699	1,699	51
Meters	Computer Hardware	15,000	-	2,635	12,365
Meters	Water Meters - Remote Metering	47,700	-	32,177	15,523
Modeling & Data Management	Computer Hardware	2,000	-	-	2,000
Modeling & Data Management	Computer Software	12,766	3,595	5,670	7,096
Modeling & Data Management	Water Quality Monitoring Equipment	26,122	22,418	25,604	518
Remote Gauging	Remote Monitoring Equipment	110,000	-	110,000	-
	Total Capital Expenditures	\$ 1,119,468	\$ 213,823	\$ 1,000,983	\$ 113,485