

Flying "L" Public Utility District
Annual Financial Report
For the Year Ended June 30, 2020

| | <u>Page</u> |
|--|-------------|
| Table of Contents | |
| Annual Filing Affidavit | 1 |
| Independent Auditor's Report | 2 - 3 |
| Management's Discussion and Analysis | 4 - 9 |
| Statement of Net Position and Governmental Funds Balance Sheet | 10 |
| Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances | 11 |
| Notes to the Financial Statements | 12 - 18 |
| Required Supplementary Information | |
| Budgetary Comparison Statement - General Fund | 20 |
| Statistical Section | |
| Services and Rates | 23-24 |
| Schedule of General Fund Expenditures | 25 |
| Temporary Investments | 26 |
| Analysis of Taxes Receivable | 27 - 28 |
| Comparative Schedule of Revenues and Expenditures - Five Years | 29 |
| Board Members, Key Personnel, and Consultants | 30 |

ANNUAL FILING AFFIDAVIT

THE STATE OF TEXAS X
COUNTY OF BANDERA X

I, _____ of the FLYING "L" PUBLIC UTILITY DISTRICT hereby swear, or affirm, that the district named above has reviewed and approved at a meeting of the Board of Directors of the District on the 9th day of November, 2020, its annual audit report for the year ended June 30, 2020 and that copies of the annual report have been filed in the district office located, at BANDERA, TX .

This annual filing affidavit and the attached copy of the annual audit report are being submitted to the Texas Commission on Environmental Quality in satisfaction of all annual filing requirements within Section 49.194 of the Texas Water Code.

Dated _____, 2020

By: _____ (Signature of District Representative)

_____ (Type Name & Title of above District Representative)

Sworn to and Subscribed to before me this ____ day of _____, 2020.

_____ (Signature of Notary)

Commission Expires on _____

_____ (Print Name of Notary)

Notary Public in and for the State of Texas.

EDE & COMPANY, LLC

Certified Public Accountants

Eric Ede
Donna Ede Jones

P. O. Box 219
Knippa, Texas 78870
Telephone (830) 934-2148
Fax (830) 934-2799
edecpa@hotmail.com

Independent Auditor's Report

Board of Directors
Flying "L" Public Utility District
281 Stone Crest Dr.
Bandera, TX 78003

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Flying "L" Public Utility District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District'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. 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 governmental activities, each major fund, and the aggregate remaining fund information of the Flying "L" Public Utility District, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

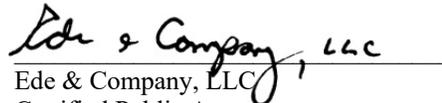
Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Flying "L" Public Utility District's basic financial statements. The statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The statistical sections 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 them.


Ede & Company, LLC
Certified Public Accountants
November 8, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 34, the management of the Flying "L" Public Utility District (the "District") offers the following narrative on the financial performance of the District for the year ended June 30, 2020. Please read it in connection with the District's financial statements that follow.

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the "Total Governmental Funds" column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the Statement of Net Position and the Statement of Activities.

FINANCIAL HIGHLIGHTS

- The District's total combined net position was \$1,730,438 at June 30, 2020.
- During the year, the District's expenses were \$11,688 less than the \$362,049 generated in service fees and other revenues for governmental activities.
- The total cost of the District's programs was virtually unchanged from last year, and no new programs were added this year.
- The general fund reported a fund balance this year of \$671,435.
- The District's net position increased \$21,688 which represents a 0.70 percent increase from 2019.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the District: The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the district's finances. All of the District's activities are accounted for in the General Fund.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position, the difference between the District's assets and liabilities is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional nonfinancial factors such as changes in the District's population.

The government-wide financial statements of the District include the *Governmental activities*. All of the District's basic services are included here, such as water and sewer service.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's combined net position was \$1,730.4 thousand at June 30, 2020. (See Table A-1).

Table A-1
Flying "L" Public Utility District's Net Position
(in thousands dollars)

| | Governmental Activities | | Total Percentage Change |
|--|----------------------------|-------------------|-------------------------------|
| | 2020 | 2019 | 2020 - 2019 |
| Current assets: | | | |
| Cash and cash equivalents | \$ 689.3 | \$ 660.3 | 4.39% |
| Property taxes receivable | 12.7 | 12.3 | 3.25% |
| Service receivables | 12.8 | 11.9 | 7.56% |
| Other receivables | 4.4 | 4.7 | -6.38% |
| Prepayments | 2.2 | 1.2 | 83.33% |
| Total current assets | <u>721.4</u> | <u>690.4</u> | <u>4.49%</u> |
| Noncurrent assets: | | | |
| Capital Assets | 2,070.0 | 2,042.5 | 1.35% |
| Less accumulated depreciation | (1,023.7) | (984.6) | 3.97% |
| Total noncurrent assets | <u>1,046.3</u> | <u>1,057.9</u> | <u>-1.10%</u> |
| Total Assets | <u>1,767.7</u> | <u>1,748.3</u> | <u>1.11%</u> |
| Current liabilities: | | | |
| Accounts payable and accrued liabilities | <u>37.2</u> | <u>29.8</u> | <u>24.83%</u> |
| Total current liabilities | <u>37.2</u> | <u>29.8</u> | <u>24.83%</u> |
| Total liabilities | <u>37.2</u> | <u>29.8</u> | <u>24.83%</u> |
| Net Assets: | | | |
| Invested in capital assets | 1,046.3 | 1,057.8 | -1.09% |
| Unrestricted | <u>684.1</u> | <u>660.6</u> | <u>3.56%</u> |
| Total Net Position | <u>\$ 1,730.4</u> | <u>\$ 1,718.4</u> | <u>0.70%</u> |

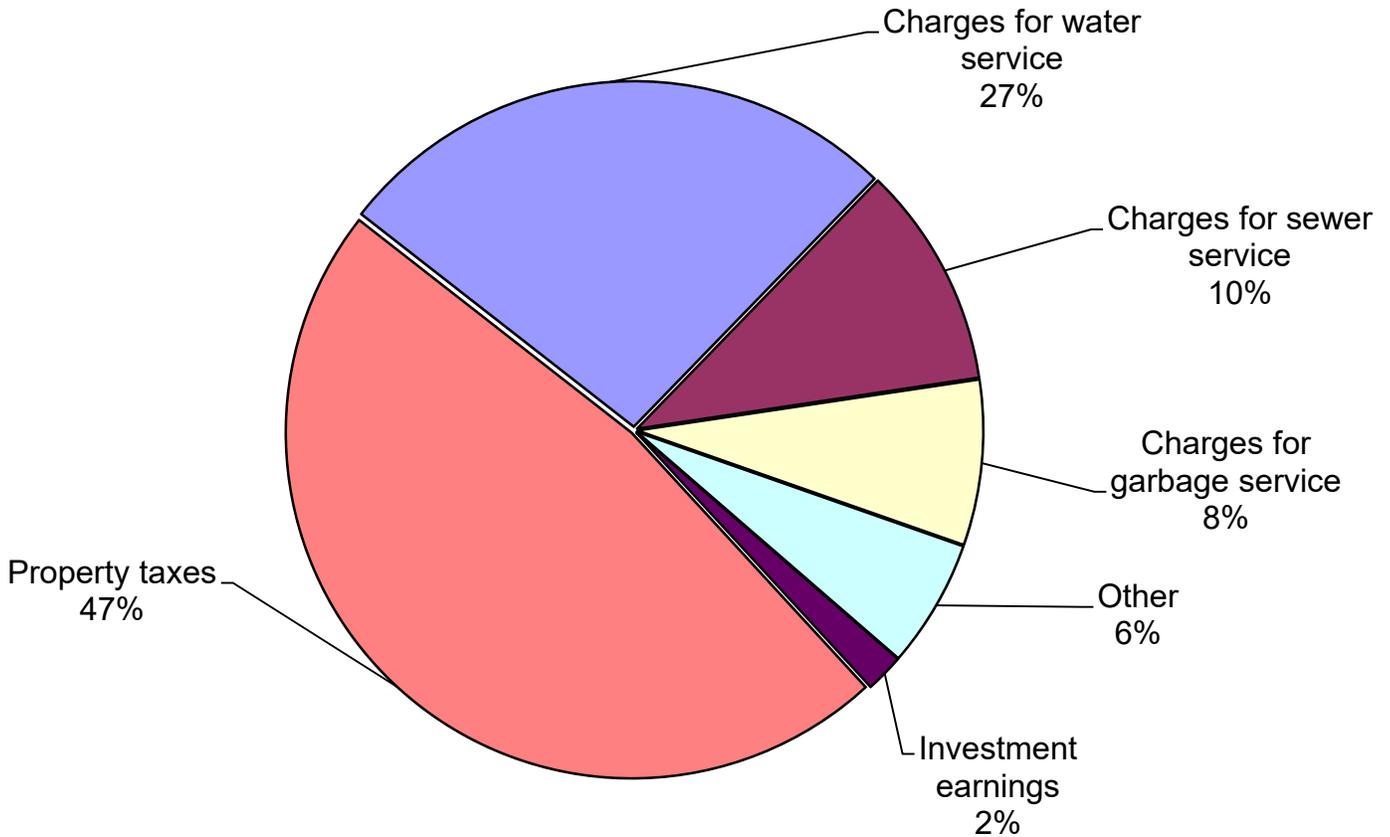
Changes in net position. The District's total revenues were \$362.1 thousand. A significant portion, 47 percent, of the District's revenue comes from property taxes. (See Figure A-3.) 27 percent comes from water service, 10 percent comes from sewer services, and 8 percent relates garbage services.

The total cost of all programs and services was \$350.4 thousand; 100 percent of these costs are for General Government.

Table A-2
 Changes in Flying "L" Public Utility District's Net Position
 (In thousands dollars)

| | Governmental Activities | | Total Percentage Change 2020-2019 |
|-------------------------------------|-------------------------|----------------|-----------------------------------|
| | 2020 | 2019 | |
| Program Revenues: | | | |
| Charges for Services | \$ 162.2 | \$ 144.0 | 12.64% |
| General Revenue | | | |
| Property Taxes | 171.6 | 159.5 | 7.59% |
| Investment Earnings | 6.5 | 6.3 | 3.17% |
| Other | 21.8 | 15.6 | 39.74% |
| Total Revenue | <u>362.1</u> | <u>325.4</u> | <u>11.28%</u> |
| Program Expenses | | | |
| General Government | <u>350.4</u> | <u>299.5</u> | <u>16.99%</u> |
| Total Expense | <u>350.4</u> | <u>299.5</u> | <u>16.99%</u> |
| Increase (Decrease) in Net Position | <u>\$ 11.7</u> | <u>\$ 25.9</u> | <u>-54.83%</u> |

2020 Revenue Sources



2020 Expenses

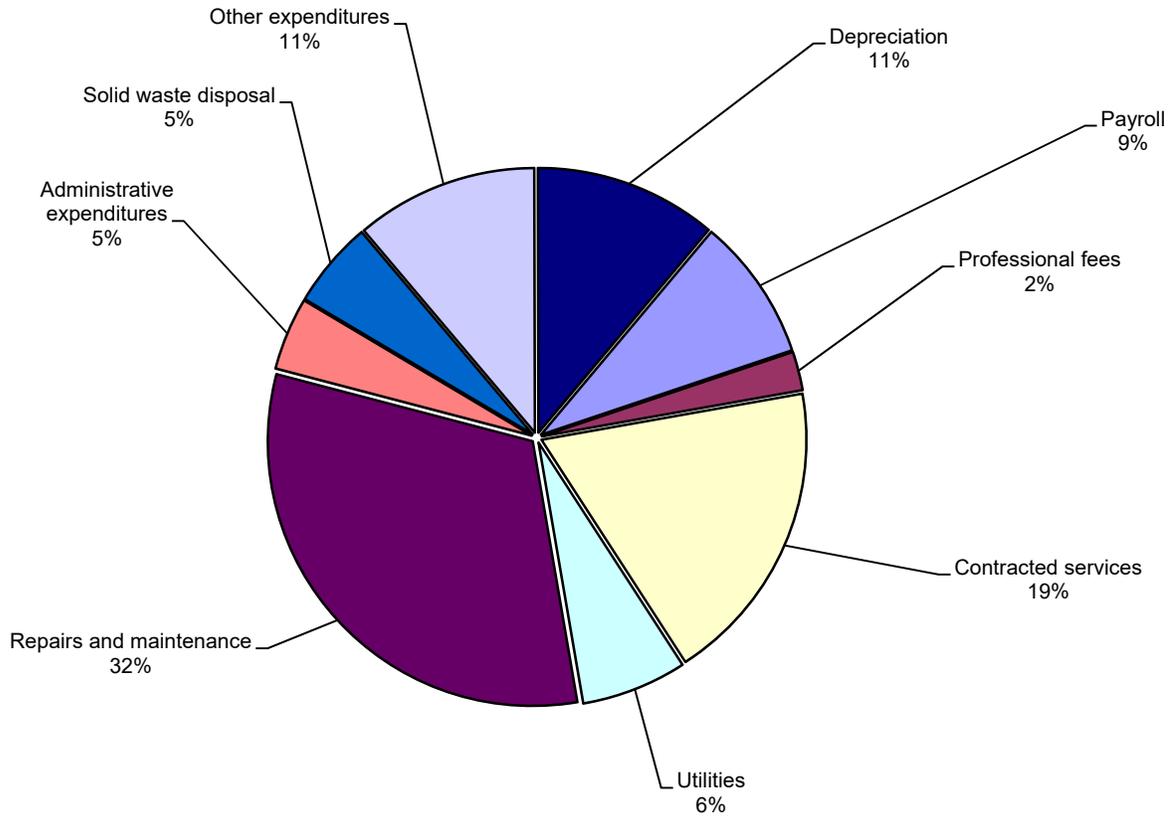


Table A-3 presents the cost of each of the District's largest functions as well as the major administrative categories.

- The cost of all *governmental* activities this year was \$350.4 thousand.
- The cost of all *governmental* activities in the previous year was \$299.5 thousand.

Table A-3

Net Cost of Selected District Functions & Major Administrative Categories
(in thousands of dollars)

| | Total Costs of Services | | |
|-----------------------------|-------------------------|---------|----------------|
| | 2020 | 2019 | Percent Change |
| Payroll | \$ 30.6 | \$ 39.1 | -21.74% |
| Professional fees | 8.3 | 11.2 | -25.89% |
| Contracted services | 65.3 | 52.2 | 25.10% |
| Utilities | 22.6 | 24.2 | -6.61% |
| Repairs and maintenance | 111.3 | 53.4 | 108.43% |
| Administrative expenditures | 15.6 | 10.7 | 45.79% |
| Solid waste disposal | 18.6 | 16.9 | 10.06% |
| Other expenditures | 39 | 53.5 | -27.10% |
| Depreciation | 39 | 38.4 | 1.56% |

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Revenues generated increased 11.28%. Expenses incurred increased 16.99%.

General Fund Budgetary Highlights

- Actual expenditures were \$17,838.67 above final budget amounts and resources available were \$46,124.48 above the final budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION**Capital Assets**

At the end of 2020, the District had invested \$2,042.5 in a broad range of capital assets, including land, equipment, buildings, and infrastructure. (See Table A-4.)

Table A-4

District's Capital Assets
(in thousands of dollars)

| | Governmental Activities | | Total Percentage Change |
|--------------------------------|-------------------------|------------|-------------------------|
| | 2020 | 2019 | 2020-2019 |
| Land | \$ 23.7 | \$ 23.7 | 0.00% |
| Construction in process | - | - | 0.00% |
| Infrastructure | 1,980.3 | 1,952.8 | 1.41% |
| Other capital assets | 66.0 | 66.0 | 0.00% |
| Totals at historical cost | 2,070.0 | 2,042.5 | 1.35% |
| Total Accumulated Depreciation | (1,023.7) | (984.7) | 3.96% |
| Net Capital Assets | \$ 1,046.3 | \$ 1,057.8 | -1.09% |

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Business Services Department.

Flying "L" Public Utility District
Statement of Net Position and Governmental Funds Balance Sheet
June 30, 2020

| | General Fund | Adjustments | Statement of Net Position |
|--|-----------------|-----------------|------------------------------|
| ASSETS | | | |
| Cash and investments | \$ 689,260.12 | \$ - | \$ 689,260.12 |
| Taxes receivable (net) | 12,656.09 | - | 12,656.09 |
| Service receivables | 12,749.09 | - | 12,749.09 |
| Other receivables | 4,451.46 | - | 4,451.46 |
| Prepayments | 2,195.76 | - | 2,195.76 |
| Capital assets (net of accumulated depreciation) | | | |
| Land | - | 23,718.34 | 23,718.34 |
| Infrastructure | - | 991,914.86 | 991,914.86 |
| Other capital assets | - | 30,714.21 | 30,714.21 |
| Total assets | \$ 721,312.52 | 1,046,347.41 | 1,767,659.93 |
| LIABILITIES | | | |
| Accounts payable | \$ 9,957.23 | - | 9,957.23 |
| TCEQ Assessment fee payable | 214.32 | - | 214.32 |
| Deposits payable | 27,050.00 | - | 27,050.00 |
| Total liabilities | 37,221.55 | - | 37,221.55 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable Revenue - Property Taxes | 12,656.09 | (12,656.09) | - |
| Total Deferred Inflows of Resources | 12,656.09 | (12,656.09) | - |
| FUND BALANCES/NET POSITION | | | |
| Fund balances: | | | |
| Unassigned | 671,434.88 | (671,434.88) | - |
| Total fund balances | 671,434.88 | (671,434.88) | - |
| Total liabilities deferred inflows, and fund balances | \$ 721,312.52 | | |
| Net Position: | | | |
| Invested in capital assets, net of related debt | | 1,046,347.41 | 1,046,347.41 |
| Unrestricted | | 684,090.97 | 684,090.97 |
| Total net position | | \$ 1,730,438.38 | \$ 1,730,438.38 |

The accompanying notes are an integral part of this statement.

Flying "L" Public Utility District
Statement of Activities and Governmental Funds
Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2020

| | General Fund | Adjustments | Statement of Activities |
|---------------------------------------|-----------------|-----------------|----------------------------|
| Revenues: | | | |
| Charges for water service | \$ 96,661.67 | \$ - | \$ 96,661.67 |
| Charges for sewer service | 37,584.58 | - | 37,584.58 |
| Charges for garbage service | 27,996.00 | | 27,996.00 |
| Property taxes | 171,492.61 | 76.85 | 171,569.46 |
| Property taxes penalty & interest | 1,785.84 | | 1,785.84 |
| Tap connection | 14,093.23 | - | 14,093.23 |
| Investment earnings | 6,522.87 | - | 6,522.87 |
| Other Income | 5,835.63 | - | 5,835.63 |
| Total revenues | 361,972.43 | 76.85 | 362,049.28 |
| Expenditures/expenses: | | | |
| Service operations: | | | |
| Payroll | 30,566.33 | - | 30,566.33 |
| Professional fees | 8,310.45 | - | 8,310.45 |
| Contracted services | 65,342.86 | - | 65,342.86 |
| Utilities | 22,579.07 | - | 22,579.07 |
| Repairs and maintenance | 111,336.49 | - | 111,336.49 |
| Administrative expenditures | 15,589.87 | - | 15,589.87 |
| Solid waste disposal | 18,586.57 | - | 18,586.57 |
| Other expenditures | 39,007.01 | - | 39,007.01 |
| Capital outlay | 27,545.00 | (27,545.00) | - |
| Depreciation | - | 39,042.53 | 39,042.53 |
| Total expenditures/expenses | 338,863.65 | 11,497.53 | 350,361.18 |
| Change in fund balance / net position | 23,108.78 | (11,420.68) | 11,688.10 |
| Beginning of the year | 648,326.10 | 1,070,424.18 | 1,718,750.28 |
| End of the year | \$ 671,434.88 | \$ 1,059,003.50 | \$ 1,730,438.38 |

The accompanying notes are an integral part of this statement.

Flying “L” Public Utility District

Notes to the Financial Statements

For the Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Flying “L” Public Utility District was created by Acts of the 62nd Legislature of the State of Texas, Regular Session 1971. The Board of Directors held their organizational meeting on September 14, 1971 and the first bonds were sold on January 16, 1973. The District was established to provide water and sewer services to the residence of the District.

The District’s Board of Directors, a five member group, has governance responsibilities over all activities related to the District’s operations within the jurisdiction of Flying “L” Public Utility District. Because members of the Board of Directors are elected by the public, they have the primary accountability for fiscal matters. The District is not included in any other governmental “reporting entity” as defined in Section 2100, Codification of Governmental Accounting and Financial reporting Standards.

The District receives no funding from local, state, or federal sources.

B. Government –wide and Fund Financial Statements

For purposes of GASB Statement No. 34, the District is considered a special purpose government. This allows the District to present the required fund and government-wide statements in a single schedule. The requirement for fund financial statements that are prepared on the modified accrual basis of accounting is met with the “Total Governmental Funds” column. An adjustment column includes those entries needed to convert to the full accrual basis government-wide statements. Government-wide statements are comprised of the statement of net position and the statement of activities.

The government-wide financial statements report information on all of the activities of the District. The effect of interfund activity has been removed from these statements.

The statement of activities demonstrates what the District did with the revenue it raised.. The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The general fund column of the government-wide financial statements is reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within thirty-one days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

No accrual for property taxes collected within sixty days of year end has been made as such amounts are deemed immaterial; delinquent property taxes at year end are reported as deferred inflows of resources.

Flying “L” Public Utility District

Notes to the Financial Statements

For the Year Ended June 30, 2020

Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The District only uses governmental funds.

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources.

Expendable assets are assigned to the various governmental funds according to the purpose for which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund.

D. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

E. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

F. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Balance

Cash and cash equivalents - The District’s cash and cash equivalents are considered to be cash-on-hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments -The District is entitled to invest any and all of its funds in certificates of deposit, direct debt securities of the United States of America or the State of Texas, certain Federal agency securities and other types of municipal bonds, fully collateralized repurchase agreements, commercial paper and local government investment pools. The District’s investment policies and types of investments are governed by Section 2256 of the Government Code (“Public Funds Investment Act”). The District’s management believes that it complied with the requirements of the Public Funds Investment Act and the District’s investment policies.

Capital Assets - General capital assets generally result from expenditures in the governmental funds. These assets are reported in the statement of net position column of the government-wide statement of net position but are not reported in the general fund column.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of \$5,000 for equipment, and all additions to infrastructure are capitalized. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset’s life are not. Wells, furniture and equipment of the District are depreciated using the straight line method over the estimated useful lives. Wells 20 years and Equipment 5 years.

Ad Valorem Property Taxes -. The District does not maintain an allowances for uncollectible property taxes. Based upon historical experience in collecting property taxes the district feels these amounts are immaterial. Uncollectible

Flying “L” Public Utility District

Notes to the Financial Statements

For the Year Ended June 30, 2020

personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature

Fund Balance -The District complies with GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Those fund balance classifications are described below.

Nonspendable- Amounts that cannot be spent because they are either not in a spendable form or are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constraints imposed by external providers, or imposed by constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to approval by formal action by the Board.

Assigned -The Board, or an official or body that has been delegated authority by the Board, may appropriate amounts that are to be used for a specific purpose.

Unassigned -Amounts that are available for any purpose; these amounts can be reported only in the District’s General Fund.

Fund balance of the District may be committed for a specific purpose by formal action of the Board, the District’s highest level of decision-making authority. Commitments may be established, modified, or rescinded only through a resolution approved by the Board. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, committed fund balance, assigned fund balance, and lastly, unassigned fund balance

G. Property Taxes

The Texas Water Code authorizes the District to levy a tax each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located within its boundaries. Assessed values are established annually by the Bandera County Appraisal District. District property tax revenues are recognized when levied to the extent that they are collected in the current year. The uncollected balance is reported as deferred inflows of resources. Taxes receivable are due January 1 and are delinquent if received after January 31 and are subject to penalty and interest charges.

Flying “L” Public Utility District
Notes to the Financial Statements
For the Year Ended June 30, 2020

H. Reconciliation of Government-wide and General Fund Financial Statements

**Reconciliation of General Fund Balance to
Net Position of Governmental Activities
June 30, 2020**

| | | |
|---|-----------|-----------------------------------|
| Total General Fund Balance | \$ | 671,434.88 |
| Amounts reported in governmental activities in the statement of net position are different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$2,042,494 and accumulate depreciation was \$984,649. The net effect of including the beginning balances for the capital assets (net of depreciation) is to increase net position. | | 1,057,844.94 |
| Accumulated depreciation has not been included in the general fund financial statements. | | (39,042.53) |
| Current year capital outlays a are expended in the fund financial statements, but the should be shown as increases in capital assets a in the government-wide financial statements. The net effect of including the 2020 capital outlays and debt principal ayments is to increase net position. | | 27,545.00 |
| Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue. | | <u>12,656.09</u> |
| Net Position of Governmental Activities | \$ | <u><u>1,730,438.38</u></u> |

Flying “L” Public Utility District

Notes to the Financial Statements

For the Year Ended June 30, 2020

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

| | | |
|--|--------|-----------------------------|
| Net Change in Governmental Fund Balances | \$ | 23,108.78 |
| Amounts reported for the governmental activities in the statement of activities are different because: | | |
| Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from taxes as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy. The net effect of these reclassifications and recognitions is to increase net position. | | |
| | | 76.85 |
| Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government-wide financial statements. The net effect of removing the 2020 capital outlays is to increase the change in net position | | |
| | | 27,545.00 |
| Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The effect of the current year's depreciation is to decrease net position. | | |
| | | <u>(39,042.53)</u> |
| Change in Net Position of Governmental Activities | \$ | <u><u>11,688.10</u></u> |

NOTE 2 – DEPOSITS, SECURITIES AND INVESTMENTS

District Policies and Legal and Contractual Provisions Governing Deposits

Custodial Credit Risk for Deposits State law requires governmental entities to contract with financial institutions in which funds will be deposited to secure those deposits with insurance or pledged securities with a fair value equaling or exceeding the amount on deposit at the end of each business day. The pledged securities must be in the name of the governmental entity and held by the entity or its agent. Since the District complies with this law, it has no custodial credit risk for deposits.

Foreign Currency Risk The District limits the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit by not participating in foreign currency transactions.

District Policies and Legal and Contractual Provisions Governing Investments

Compliance with the Public Funds Investment Act

The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires a governmental entity to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit.

Flying “L” Public Utility District

Notes to the Financial Statements

For the Year Ended June 30, 2020

Statutes authorize the entity to invest in (1) obligations of U.S. Treasury, certain U.S. agencies, and the State of Texas. (2) certificates of deposit, (3) certain municipal securities. (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances. (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the entity to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in compliance with the requirements of the Act and with local policies.

Additional polices and contractual provisions governing deposits and investments are specified below:

Credit Risk To limit the risk that an issuer or other counterparty to an investment will not fulfill its obligations the District limits investments to depository bank certificates of deposits and state sponsored investment pools.

Custodial Credit Risk for Investments To limit the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in possession of an outside party the District requires counterparties to register the securities in the name of the District and hand them over to the District or its designated agent. All of the securities are in the District's name and held by the District or its agent.

Concentration of Credit Risk To limit the risk of loss attributed to the magnitude of a government's investment in a single issuer, the District investments in both depository bank certificates of deposits and state sponsored investment pools.

Interest Rate Risk To limit the risk that changes in interest rates will adversely affect the fair value of investments, the District requires the investment portfolio to have maturities of less than one year on a weighted average maturity basis.

Foreign Currency Risk for investments The District limits the risk that changes in exchange rates will adversely affect the fair value of an investment by not investing in foreign currencies.

Flying “L” Public Utility District
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 3 – CAPITAL ASSET ACTIVITY

Capital asset activity for the twelve months ended June 30, 2020, was as follows:

| | Beginning Balances | Increases | Decreases | Ending Balances |
|--|-----------------------|--------------------|-------------|---------------------|
| <u>Governmental activities:</u> | | | | |
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | 23,718 | - | - | 23,718 |
| Construction in process | - | - | - | - |
| Total capital assets not being depreciated | <u>23,718</u> | <u>-</u> | <u>-</u> | <u>23,718</u> |
| <u>Governmental activities:</u> | | | | |
| <i>Capital assets being depreciated:</i> | | | | |
| Water Lines | 537,754 | 8,900 | - | 546,654 |
| Wells | 776,586 | - | - | 776,586 |
| Sewer Plant | 498,719 | 18,645 | - | 517,364 |
| Sewer Lines | 139,727 | - | - | 139,727 |
| Buildings | 49,990 | - | - | 49,990 |
| Automotive | 16,000 | - | - | 16,000 |
| Total capital assets being depreciated | <u>2,018,776</u> | <u>27,545</u> | <u>-</u> | <u>2,046,321</u> |
| Less accumulated depreciation for: | | | | |
| Water Lines | 264,484 | 7,414 | - | 271,898 |
| Wells | 237,873 | 21,118 | - | 258,991 |
| Sewer Plant | 229,753 | 8,617 | - | 238,370 |
| Sewer Lines | 118,263 | 894 | - | 119,157 |
| Buildings | 18,276 | 1,000 | - | 19,276 |
| Automotive | 16,000 | - | - | 16,000 |
| Total accumulated depreciation | <u>884,649</u> | <u>39,043</u> | <u>-</u> | <u>923,692</u> |
| Total capital assets being depreciated, net | <u>1,134,126</u> | <u>(11,498)</u> | <u>-</u> | <u>1,122,629</u> |
| Governmental activities capital assets, net | <u>\$ 1,157,844</u> | <u>\$ (11,498)</u> | <u>\$ -</u> | <u>\$ 1,146,347</u> |

NOTE 4 – PENSION PLAN OBLIGATION

The District’s employees do not participate in a public retirement system, but are covered by Social Security.

Required Supplementary Information

Flying "L" Public Utility District
Budgetary Comparison Statement - General Fund
For the Year Ended June 30, 2020

| | <u>Actual</u> | <u>Original Budget</u> | <u>Final Amended Budget</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------|----------------------------|-------------------------------------|---|
| Revenues: | | | | |
| Charges for water service | \$ 96,661.67 | \$ 70,000.00 | \$ 70,000.00 | \$ 26,661.67 |
| Charges for sewer service | 37,584.58 | 34,000.00 | 34,000.00 | 3,584.58 |
| Charges for garbage service | 27,996.00 | 26,000.00 | 26,000.00 | 1,996.00 |
| Property taxes | 171,492.61 | 177,109.00 | 168,396.00 | 3,096.61 |
| Property taxes penalty & interest | 1,785.84 | - | - | 1,785.84 |
| Tap connection | 14,093.23 | 6,100.00 | 12,250.00 | 1,843.23 |
| Investment earnings | 6,522.87 | 2,600.00 | 4,201.95 | 2,320.92 |
| Other Income | 5,835.63 | 1,000.00 | 1,000.00 | 4,835.63 |
| Total revenues | <u>361,972.43</u> | <u>316,809.00</u> | <u>315,847.95</u> | <u>46,124.48</u> |
| Expenditures/expenses: | | | | |
| Service operations: | | | | |
| Payroll | 30,566.33 | 40,700.00 | 30,621.67 | 55.34 |
| Professional fees | 8,310.45 | 9,250.00 | 8,310.45 | - |
| Contracted services | 65,342.86 | 57,650.00 | 59,910.46 | (5,432.40) |
| Utilities | 22,579.07 | 25,150.00 | 22,684.92 | 105.85 |
| Repairs and maintenance | 111,336.49 | 74,900.00 | 102,808.59 | (8,527.90) |
| Administrative expenditures | 15,589.87 | 14,126.00 | 15,594.65 | 4.78 |
| Solid waste disposal | 18,586.57 | 15,600.00 | 18,586.57 | - |
| Other expenditures | 39,007.01 | 32,650.00 | 34,962.67 | (4,044.34) |
| Capital outlay | <u>27,545.00</u> | <u>24,000.00</u> | <u>27,545.00</u> | <u>-</u> |
| Total expenditures/expenses | <u>338,863.65</u> | <u>294,026.00</u> | <u>321,024.98</u> | <u>(17,838.67)</u> |
| Excess (deficiency) of revenues over expenditures | 23,108.78 | 22,783.00 | (5,177.03) | 28,285.81 |
| Fund balance | | | | |
| Beginning of the year | 648,326.10 | 648,326.10 | 648,326.10 | - |
| End of the year | <u>\$ 671,434.88</u> | <u>\$ 671,109.10</u> | <u>\$ 643,149.07</u> | <u>\$ 28,285.81</u> |

STATISTICAL SECTION

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**Flying "L" Public Utility District
Service and Rates
For the Fiscal Year Ended June 30, 2020**

1. **Services Provided by the District:**

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

2. **Retail Rates Based on 5/8" Meter** Retail Rates Not Applicable

The most prevalent type of meter (if **not** a 5/8"):

| | Minimum Charge | Minimum Usage Y/N | Flat Rate | Rate per 1000 Gallons Over Usage Levels | |
|--------|----------------|-------------------|-----------|---|---------------------------|
| | | | Minimum | | |
| WATER: | <u>\$12.00</u> | <u>0</u> | <u>Y</u> | <u>\$3.45</u> | <u>0 to 10,000</u> |
| | | | | <u>\$3.65</u> | <u>10,001 to 20,000</u> |
| | | | | <u>\$4.20</u> | <u>20,001 to 30,000</u> |
| | | | | <u>\$4.85</u> | <u>30,001 to 50,000</u> |
| | | | | <u>\$5.50</u> | <u>30,001 to no limit</u> |

SEWER: \$ 10.50 Y

District employs winter averaging for wastewater usage Yes No

Total water and wastewater charges per 10,000 gallons usage (including surcharge) \$57.00

(Unaudited)

3. **Retail Service Providers:** Number of retail water and/or wastewater* connections within the District as of fiscal year ended June 30, 2019:

| | Active Connections | Active ESFC | Inactive Connections (ESFC)** |
|---------------|--------------------|-------------|-------------------------------|
| Single Family | <u>204</u> | <u>0</u> | <u>0</u> |
| Multi-Family | <u>0</u> | <u>0</u> | <u>0</u> |
| Commercial | <u>29</u> | <u>0</u> | <u>0</u> |
| Other | <u>6</u> | <u>0</u> | <u>0</u> |
| TOTAL | <u>239</u> | <u>0</u> | <u>0</u> |

* Number of Connections relates to water service, if provided. Otherwise, number of wastewater connections is provided.

** "Inactive" means that water and sewer connections were made, but service is not being provided.

4. Total water consumption (**rounded to the nearest 1,000**) during the fiscal year:

Gallons billed to customers: 16,553,330

5. **Standby Fees**

The District is currently assessing standby fees? Yes No X
If yes, state the amount and basis of the assessment.

6. **Anticipated sources of funds to be used for debt service payments in the District's following fiscal year:**

N/A

7. **Location of District**

County in which district is located. BANDERA

Is the District located entirely within one county? Yes No

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

Is the District located within a city's extra territorial jurisdiction (ETJ)?

Entirely Partly Not at all X

Is the general membership of the Board appointed by an office outside the district?

Yes No X

(Unaudited)

**Flying "L" Public Utility District
Schedule of General Fund Expenditures
For the Fiscal Year Ended June 30, 2020**

| | |
|-------------------------------------|-----------------------------|
| Personnel Expenditures: | \$ 30,566.33 |
| Professional Fees: | |
| Auditing | 4,900.00 |
| Bookkeeping | 469.45 |
| Legal | 2,941.00 |
| Contracted Services: | 65,342.86 |
| Utilities | 22,579.07 |
| Repairs and Maintenance | 111,336.49 |
| Administrative Expenditures: | |
| Office Supplies | 4,750.57 |
| Insurance | 2,408.44 |
| Other Administrative Expenses | 8,430.86 |
| Solid Waste Disposal: | 18,586.57 |
| Capital Outlay: | |
| Capitalized Assets | - |
| Other Expenditures | <u>66,552.01</u> |
| TOTAL EXPENDITURES | <u><u>\$ 338,863.65</u></u> |

(Unaudited)

Flying "L" Public Utility District
Temporary Investments
June 30, 2020

| Funds | Identification or Certificate Number | Interest Rate | Maturity Date | Balance at End of Year | Accrued Interest Received at End of Year |
|---------------------|---|------------------|------------------|---------------------------|--|
| <u>GENERAL FUND</u> | | | | | |
| Time Deposits | Acct# 804266 | VAR | | \$ 215,001.17 | \$ - |
| | Acct# 49816 | VAR | | 11,114.83 | - |
| | Acct# 9201443 | VAR | | 243,442.66 | - |
| | Acct# 193224445 | VAR | | 3,938.97 | - |
| | Acct# 193309913 | VAR | | 27,392.18 | - |
| | Acct# 193310003 | VAR | | 53,835.64 | - |
| | Acct# 193310012 | VAR | | 53,681.06 | - |
| | Acct# 193310021 | VAR | | 26,906.54 | - |
| | Acct# 195628980 | VAR | | 53,947.07 | - |
| | | | | <u>689,260.12</u> | <u>-</u> |
| Total - All Funds | | | | \$ <u>689,260.12</u> | \$ <u>-</u> |

(Unaudited)

FLYING "L" PUBLIC UTILITY DISTRICT
ANALYSIS OF TAXES LEVIED AND RECEIVABLE
For the Fiscal Year Ended June 30, 2020

| | Maintenance Taxes | Debt Service Taxes | Total (Memorandum) (Only) |
|---------------------------------------|-----------------------------|-----------------------------|---------------------------------|
| | <u> </u> | <u> </u> | <u> </u> |
| Taxes receivable at July 1, 2019 | \$ 12,938.77 | \$ - | \$ 12,938.77 |
| 2019 taxes - original tax roll | 172,312.74 | - | 172,312.74 |
| Adjustments and corrections | <u>(436.70)</u> | <u>-</u> | <u>(436.70)</u> |
| To be accounted for | 184,814.81 | - | 184,814.81 |
| Less collections: | | | |
| Current year | (165,745.29) | - | (165,745.29) |
| Prior years' taxes | <u>(5,747.32)</u> | <u>-</u> | <u>(5,747.32)</u> |
| Taxes receivable at June 30, 2019 | <u>\$ 13,322.20</u> | <u>\$ -</u> | <u>\$ 13,322.20</u> |
| Taxes receivable by years | | | |
| 2019 | \$ 6,130.71 | \$ - | \$ 6,130.71 |
| 2018 | 1,407.54 | | |
| 2017 | 1,785.91 | - | 1,785.91 |
| 2016 | 1,436.84 | - | 1,436.84 |
| 2015 | 1,032.18 | - | 1,032.18 |
| 2014 | 946.85 | - | 946.85 |
| 2013 | 179.43 | - | 179.43 |
| 2012 | 96.11 | - | 96.11 |
| 2011 | 64.70 | - | 64.70 |
| 2010 | 74.83 | - | 74.83 |
| 2009 | 53.79 | - | 53.79 |
| 2008 | 53.79 | - | 53.79 |
| 2007 | 5.98 | - | 5.98 |
| 2006 | 5.52 | - | 5.52 |
| 2005 | 5.92 | - | 5.92 |
| 2004 | 5.59 | - | 5.59 |
| 2003 | 5.47 | - | 5.47 |
| 2002 | 5.70 | - | 5.70 |
| 2001 | 8.21 | - | 8.21 |
| 2000 | 8.35 | - | 8.35 |
| 1999 | 8.78 | - | 8.78 |
| Total taxes receivable | <u>\$ 13,322.20</u> | <u>\$ -</u> | <u>\$ 11,914.66</u> |

(Unaudited)

**FLYING "L" PUBLIC UTILITY DISTRICT
ANALYSIS OF TAXES LEVIED AND RECEIVABLE**

For the Fiscal Year Ended June 30, 2020

(Continued)

| | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Property valuations: | | | | | |
| Land | \$ 9,180,492 | \$ 9,153,692 | \$ 11,673,165 | \$ 11,210,304 | \$ 12,569,096 |
| Improvements | 41,940,757 | 40,788,247 | 38,216,375 | 39,724,996 | 39,153,590 |
| Personal property | 835,870 | 583,640 | 643,110 | 281,110 | 685,790 |
| Exemptions | <u>(8,874,998)</u> | <u>(9,203,688)</u> | <u>(7,433,794)</u> | <u>(7,312,288)</u> | <u>(6,314,444)</u> |
| Total property tax valuation | <u>\$ 43,082,121</u> | <u>\$ 41,321,891</u> | <u>\$ 43,098,856</u> | <u>\$ 43,904,122</u> | <u>\$ 46,094,032</u> |
| Debt service tax rates | \$ 0.00000 |
| Maintenance tax rates | <u>0.40000</u> | <u>0.38664</u> | <u>0.39000</u> | <u>0.38000</u> | <u>0.38000</u> |
| Total tax rate per \$100 valuation | <u>\$ 0.40000</u> | <u>\$ 0.38664</u> | <u>\$ 0.39000</u> | <u>\$ 0.38000</u> | <u>\$ 0.38000</u> |
| Original Tax Levy | <u>\$ 172,312.74</u> | <u>\$ 160,569.13</u> | <u>\$ 168,085.54</u> | <u>\$ 166,835.66</u> | <u>\$ 175,157.32</u> |
| Percent of Taxes Collected to Taxes Levied | <u>96.44%</u> | <u>96.18%</u> | <u>98.94%</u> | <u>99.14%</u> | <u>99.41%</u> |

(Unaudited)

Flying "L" Public Utility District
Comparative Schedule of Revenues and Expenditures
General Fund - Five Years Ended
Year Ended June 30,

| | Amounts | | | | |
|-----------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| GENERAL FUND: | | | | | |
| Revenue: | | | | | |
| Water and sewer services | \$ 134,246.25 | \$ 117,096.07 | \$ 110,484.03 | \$ 106,463.97 | \$ 102,345.15 |
| Garbage collections | 27,996.00 | 26,904.00 | 26,300.00 | 21,377.55 | 18,181.50 |
| Tap connection fees | 14,093.23 | 12,000.00 | 13,750.00 | 4,500.00 | 1,500.00 |
| Property taxes | 171,492.61 | 158,901.99 | 188,678.47 | 140,338.64 | 174,771.58 |
| Penalty and interest | 1,785.84 | 1,028.76 | 9,244.56 | 3,076.00 | 1,470.28 |
| Investments and other revenues | 12,358.50 | 8,828.89 | 42,305.78 | 17,678.17 | 6,373.33 |
| Total revenues | 361,972.43 | 324,759.71 | 390,762.84 | 293,434.33 | 304,641.84 |
| Expenditures: | | | | | |
| Payroll | 30,566.33 | 39,087.78 | 38,273.17 | 37,905.61 | 36,875.07 |
| Professional fees | 8,310.45 | 11,167.90 | 11,378.16 | 12,855.69 | 6,047.00 |
| Purchased and contracted services | 65,342.86 | 52,177.94 | 50,392.40 | 51,780.29 | 49,401.38 |
| Capital outlay | 27,545.00 | - | - | - | - |
| Recurring operating expenditures | 207,099.01 | 158,674.37 | 504,488.28 | 163,072.99 | 136,939.94 |
| Total expenditures | 338,863.65 | 261,107.99 | 604,532.01 | 265,614.58 | 229,263.39 |
| Excess Revenues (Expenditures) | \$ 23,108.78 | \$ 63,651.72 | \$ (213,769.17) | \$ 27,819.75 | \$ 75,378.45 |

| | Percent of Fund Total Revenues | | | | |
|-----------------------------------|---------------------------------------|----------------|----------------|----------------|----------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| GENERAL FUND: | | | | | |
| Revenue: | | | | | |
| Water and sewer services | 37.09% | 36.06% | 28.27% | 36.28% | 33.60% |
| Garbage collections | 7.73% | 8.28% | 6.73% | 7.29% | 5.97% |
| Tap connection fees | 3.89% | 3.70% | 3.52% | 1.53% | 0.49% |
| Property taxes | 47.38% | 48.93% | 48.28% | 47.83% | 57.37% |
| Penalty and interest | 0.49% | 0.32% | 2.37% | 1.05% | 0.48% |
| Investments and other revenues | 3.41% | 2.72% | 10.83% | 6.02% | 2.09% |
| Total revenues | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| Expenditures: | | | | | |
| Payroll | 8.44% | 12.04% | 9.79% | 12.92% | 12.10% |
| Professional fees | 2.30% | 3.44% | 2.91% | 4.38% | 1.98% |
| Purchased and contracted services | 18.05% | 16.07% | 12.90% | 17.65% | 16.22% |
| Capital outlay | 7.61% | 0.00% | 0.00% | 0.00% | 0.00% |
| Recurring operating expenditures | 57.21% | 48.86% | 129.10% | 55.57% | 44.95% |
| Total expenditures | 93.62% | 80.40% | 154.71% | 90.52% | 75.26% |
| Excess Revenues (Expenditures) | 6.38% | 19.60% | -54.71% | 9.48% | 24.74% |

**Flying "L" Public Utility District
Board Members, Key Personnel, and Consultants
June 30, 2020**

Complete District Mailing Address: 281 Stone Crest Drive

District's Business Telephone Number: (830) 460-7611

| <u>Names</u> | <u>Term of Office Elected & Expires or Date Hired</u> | <u>Fees of Office Paid 6/30/2017</u> | <u>Expense Reimbursement 6/30/2017</u> | <u>Title at Year End</u> |
|--------------------------------------|---|--|--|------------------------------|
| Board Members: | | | | |
| Patrick C Raab | 11/16 -11/20 | 225.00 | -0- | President |
| Donald E. Bateman | 11/16 -11/20 | 275.00 | -0- | Vice President |
| Steve Childers | 11/16 -11/20 | 175.00 | -0- | Member |
| June Baker | 11/18 -11/22 | 225.00 | -0- | Member |
| Austin M Christensen | 11/18 -11/22 | 200.00 | -0- | Secretary |
| Key Administrative Personnel: | | | | |
| Janet Williams | | \$ 24,753.46 | -0- | Bookkeeper |
| Guadalupe Environmental LLC | | \$ 42,990.97 | -0- | Operator |
| Consultants: | | | | |
| Ede & Company | | \$ 4,900.00 | | Auditor |
| Lloyd, Gosselink, Rochelle, Townsend | | \$ 2,941.00 | | Attorney |

(Unaudited)