

**SOUTH CENTRAL CALHOUN COUNTY WATER  
CONTROL AND IMPROVEMENT DISTRICT NO. 1**

**Annual Financial Report  
For the Year Ended December 31, 2023**

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**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT  
DISTRICT NO. 1  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2023**

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ANNUAL FILING AFFIDAVIT

STATE OF TEXAS }

COUNTY OF CALHOUN }

I, Tamera Atkins (Name of Duly Authorized District Representative) of the South Central Calhoun County Water Control and Improvement District No. 1 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 23rd day of May, 2024, its annual audit report for the fiscal year ended December 31, 2023 and that copies of the annual audit report have been filed in the district's office, located at Port Lavaca, Texas.

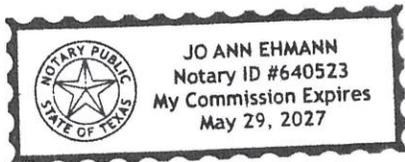
The annual filing affidavit and the attached copy of the annual audit report are being submitted to the Texas Commission on Environmental Quality in satisfaction of all annual filing requirements within Section 49.194 of the Texas Water Commission.

Date: 5/23/2024

By: Tamera Atkins  
(Signature of District Representative)

Tamera Atkins, President  
(Typed Name & Title of above  
District Representative)

Sworn to and subscribed to before me this 23rd day of May, 2024.



(Seal)

Jo Ann EhmANN  
(Signature of Notary)

Notary Public in and for the State of Texas

Commission Expires on: 5/29/2024

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FINANCIAL SECTION

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# **S. NOEL SNEDEKER, II**

*CERTIFIED PUBLIC ACCOUNTANT*

*517 Gregory - P.O. Box 974*

*Taft, Texas 78390*

*(361) 960-7610 - (866)599-9860 (fax)*

## **Report on Basic Financial Statements Accompanied by Required Supplementary Information, Supplementary Information, and Other Information**

### **INDEPENDENT AUDITOR'S REPORT**

Board of Directors,  
South Central Calhoun County Water Control and Improvement District No. 1  
Port Lavaca, Texas

#### **Opinions**

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South Central Calhoun County Water Control and Improvement District No. 1, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In my 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 South Central Calhoun County Water Control and Improvement District No. 1, as of December 31, 2023 and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of South Central Calhoun County Water Control and Improvement District No.1 and to meet my ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

#### **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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about South Central Calhoun County Water Control and Improvement District No. 1's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditor's Responsibility for the Audit of the Financial Statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards,

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 South Central Calhoun County Water Control and Improvement District No. 1's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgement, there are conditions, or events, considered in the aggregate, that raise substantial doubt about South Central Calhoun County Water Control and Improvement District No. 1's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

### **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 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Auditing Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

**Supplementary Information**

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise South Central Calhoun County Water Control and Improvement District No. 1's basic financial statements. The accompanying supplementary information such as the individual non-major fund financial statements and the other information, such as the TSI Schedules 1 thru 8 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information and the TSI Schedules 1 thru 8 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information and the TSI Schedules 1 thru 8 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and my auditor's report thereon. My opinions on the basic financial statements do not cover the other information, and I do not express an opinion or any form of assurance thereon.

In connection with my audit of the basic financial statements, my responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, I conclude that an uncorrected material misstatement of the other information exists, I am required to describe it in the report.



S. Noel Snedeker, II  
Certified Public Accountant  
May 20, 2024

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**Management's Discussion and Analysis**  
**Fiscal Year ended December 31, 2023**

May 20, 2024

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

In this section of the Annual Financial Report, we, the managers of South Central Calhoun County Water Control and Improvement District No. 1, discuss and analyze the District's financial performance for the fiscal year ended December 31, 2023. Please read it in conjunction with the independent auditors' report on pages 5 - 7, and the District's Basic Financial Statements which begin on page 14.

**FINANCIAL HIGHLIGHTS**

The District's net position increased by \$1,225 as a result of the current year's operations.

The general fund ended the year with a fund balance of \$77,307.

**USING THIS ANNUAL REPORT**

Within this section of the South Central Calhoun County Water Control and Improvement District No. 1 (the "District") annual report, the District's Board of Directors provided narrative discussion and analysis of the financial activities of the District for the fiscal year ended December 31, 2023.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Government-Wide Financial Statements; 2) Fund Financial Statements, and 3) Notes to Financial Statements. This report also contains supplementary information required by the Governmental Accounting Standards Board and other supplementary information required by the District's state oversight agency, the Texas Commission on Environmental Quality.

In accordance with required reporting standards, the District reports its financial activities as a special-purpose government. Special-purpose governments are governmental entities which engage in a single governmental program, such as the provision of water and sanitary sewer services. The financial statements of special-purpose governments combine two types of financial statements into one statement. These two types of financial statements are the government-wide financial statements and the fund financial statements. The fund financial statements are presented on the left side of the statements, a column for adjustments is to the right of the fund financial statements, and the government-wide financial statements are presented to the right side of the adjustment's column. The following sections describe the measurement focus of the two types of statements and the significant differences in the information they provide.

**Government-Wide Financial Statements**

The focus of government-wide financial statements is on the overall financial position and activities of the District. The District's government-wide financial statements include the statement of net position and statement of activities, which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the statement of net position is to attempt to report all the assets owned by and liabilities of the District. The District reports all its assets when it acquires or begins to maintain the assets and reports all of its liabilities when they are incurred.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**Management's Discussion and Analysis**  
**Fiscal Year ended December 31, 2023**

The difference between the District's total assets and total liabilities is labeled as net position and this difference is similar to the total owner's equity presented by a commercial enterprise.

The purpose of the statement of activities is to present the revenues and expenses of the District. Again, the items presented on the statement of activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied, and expenses are reported when incurred by the District. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues are reported even when they may not be collected for several months or years after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Although the statement of activities looks different from a commercial enterprise's income statement, the financial statement is different only in format, not substance. Whereas the bottom line in a commercial enterprise is its net income, the District reports an amount described as change in net position.

#### **Fund Financial Statements**

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the general fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance-related legal requirements established by external parties or governmental statutes or regulations.

#### **Governmental Funds**

Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures and changes in fund balances and are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted into cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land utility systems. Fund liabilities include amounts that are to be paid within a very short period after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the fiscal year.

Because the focus of the government-wide and fund financial statements are different, there are significant differences between the totals presented in these financial statements. For this reason, there is an analysis in the notes to financial statements sheet that reconciles the total fund balances to the amount of net position presented in the governmental activities' column on the statement of net position. Also, there is an analysis in the notes to financial statements that reconciles the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities' column in the statement of activities.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**Management's Discussion and Analysis**  
**Fiscal Year ended December 31, 2023**

**Notes to Financial Statements**

The notes to financial statements provide additional information that is essential to a full understanding of the data found in the government-wide and fund financial statements.

**Financial Analysis of the District as a Whole**

The District's overall financial position and operations for the past year is summarized as follows based on the information included in the government-wide financial statements.

**Summary of Net Position**

	<b>2023</b>	<b>2022</b>
Cash and Investment	\$ 94,141	\$ 77,755
Other Assets	8,465	6,668
Capital assets	152,000	168,436
Total assets	<u>254,606</u>	<u>252,859</u>
Other liabilities	24,746	24,777
Total liabilities	<u>24,746</u>	<u>24,777</u>
Net Position:		
Invested in net assets, net of related debt	152,000	168,436
Unrestricted	77,307	59,646
Total Net Position	<u>\$ 229,307</u>	<u>\$ 228,082</u>

The total net position of the District increased by \$1,225 over the prior year. The increase is liquid in that it is unrelated to capital assets. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**Management's Discussion and Analysis**  
**Fiscal Year ended December 31, 2023**

**Summary of Changes in Net Position**

	<u>2023</u>	<u>2022</u>
<b>Revenues:</b>		
Charges for Service	\$ 159,653	\$ 168,542
Other Revenues	8,355	187
Total Revenues	<u>168,008</u>	<u>168,729</u>
<b>Expenditures:</b>		
Salaries and Benefits	23,669	31,586
Maintenance	4,130	12,746
Utilities	10,653	11,958
Insurance	3,680	2,346
Contracted Services	36,260	30,471
Professional Fees	30,252	45,788
Other Expenditures	41,703	19,849
Depreciation	16,436	13,984
Total Expenditures	<u>166,783</u>	<u>168,728</u>
Net Change in Fund Balance	1,225	1
Net Position, Beginning of Year	<u>228,082</u>	<u>228,081</u>
Net Position, End of Year	<u><u>\$ 229,307</u></u>	<u><u>\$ 228,082</u></u>

**Financial Analysis of the District's Funds**

The District's combined fund balances as of the end of the fiscal year ended December 31, 2023 were \$77,307 an increase of \$17,661 from the prior year.

The General Fund fund balance increase of \$17,661 is primarily due to a decrease of expenditures in 2023 over 2022.

**General Fund Budgetary Highlights**

The Board of Directors did not amend the budget during the fiscal year. The original budget adopted by the Board of Directors anticipated an increase in fund balance of \$27,607.

Actual expenditures were under budget expenditures by \$4,155. The revenues were more than budget by \$1,488. The anticipated budgetary fund balance as of December 31, 2023 was expected to be \$71,663 and the actual end of year fund balance was \$77,307.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**Management's Discussion and Analysis**  
**Fiscal Year ended December 31, 2023**

**Capital Assets and Related Debt**

**Capital Assets**

Capital assets held by the District at the end of the current and previous fiscal years are summarized as follows:

**Capital Assets at Year-End**

	<b>2023</b>	<b>2022</b>
Land	\$25,000	\$ 25,000
Office Building	19,845	19,845
Sewer System	861,161	883,335
Equipment Fixtures	155,365	133,191
Subtotal	1,061,371	1,061,371
Accumulated Depreciation	909,371	892,935
Capital Assets, Net	\$ 152,000	\$ 168,436

During the current year, capital assets increased by \$-0-.

**Debt**

The District has no outstanding debt at December 31, 2023.

**OTHER RELEVANT FACTORS**

The District has no plans to annex property or issue additional bonds in the near future.

The District does not anticipate any change in the property tax base for the year ending December 31, 2023.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the South Central Calhoun County Water Control and Improvement District No. 1's finances for anyone with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to South Central Calhoun County Water Control and Improvement District No. 1, c/o Tamera Atkins at #1 Wedig Street, P.O. Box 833, Port Lavaca, TX 77979.

## BASIC FINANCIAL STATEMENTS

SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET  
DECEMBER 31, 2023

	<u>General</u> <u>Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of</u> <u>Net Position</u>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ 94,141	\$ 94,141	\$ 0	\$ 94,141
Accounts Receivables - Trade	8,465	8,465	0	8,465
Prepaid Items	0	0	0	0
Capital Assets (Note 3)				
Land	\$ 0	\$ 0	\$ 25,000	\$ 25,000
Sewer Plant, net	0	0	72,990	72,990
Building, net	0	0	14,443	14,443
Machinery and Equipment, net	0	0	39,567	39,567
<b>TOTAL ASSETS</b>	<b>\$ 102,606</b>	<b>\$ 102,606</b>	<b>\$ 152,000</b>	<b>\$ 254,606</b>
<b><u>LIABILITIES</u></b>				
Accounts Payable	\$ 8,594	\$ 8,594	\$ 0	\$ 8,594
Wages Payable	279	279	0	279
Unearned Revenue	16,426	16,426	0	16,426
<b>TOTAL LIABILITIES</b>	<b>\$ 25,299</b>	<b>\$ 25,299</b>	<b>\$ 0</b>	<b>\$ 25,299</b>
<b><u>FUND BALANCE / NET POSITION</u></b>				
<b>Fund Balance</b>				
Unassigned	\$ 77,307	\$ 77,307	\$ (77,307)	\$ 0
<b>Total Fund Balance</b>	<b>77,307</b>	<b>77,307</b>	<b>(77,307)</b>	<b>0</b>
<b>TOTAL LIABILITIES AND</b>				
<b>FUND BALANCE</b>				
	<b>\$ 102,606</b>	<b>\$ 102,606</b>		
<b>Net Position</b>				
Invested in Capital Assets, Net of Related Debt			\$ 152,000	\$ 152,000
Unrestricted Net Position			77,307	77,307
<b>Total Net Position</b>			<b>\$ 229,307</b>	<b>\$ 229,307</b>

The accompanying notes are an integral part of these financial statements.

SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
RECONCILIATION OF THE BALANCE SHEET  
TO THE STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2023

Total Fund Balances - Governmental Funds \$ 77,307

Amounts reported for governmental activities in the statements of nets assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets	\$	1,061,371	
Less accumulated depreciation		<u>(892,935)</u>	168,436

Deferred revenue and penalty and interest in governmental funds are susceptible to full accrual on the entity-wide statements.

Taxes Receivable	\$	0	
Deferred Revenue		<u>0</u>	<u>0</u>

Current year capital outlays are expenditures in the fund financial statements but they should be shown as increases in capital assets.

2023 Capital Outlays			0
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Depreciation expense increases accumulated depreciation

2023 Depreciation Expense			<u>(16,436)</u>
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Net Position of Governmental Activities	\$		<u><u>229,307</u></u>
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The accompanying notes are an integral part of these financial statements.

SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
DECEMBER 31, 2023

	<u>General</u> <u>Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of</u> <u>Activities</u>
<b><u>REVENUES</u></b>				
Charges for Services	\$ 159,653	\$ 159,653	\$ 0	\$ 159,653
Investment Earning	899	899	0	899
Other Revenue	7,456	7,456	0	7,456
Total	<u>\$ 168,008</u>	<u>\$ 168,008</u>	<u>\$ 0</u>	<u>\$ 168,008</u>
<b><u>EXPENDITURES / EXPENSES</u></b>				
Service Operations:				
Maintenance and Operations	<u>150,347</u>	<u>150,347</u>	<u>16,436</u>	<u>166,783</u>
Total	<u>\$ 150,347</u>	<u>\$ 150,347</u>	<u>\$ 16,436</u>	<u>\$ 166,783</u>
Change in Net Position	<u>17,661</u>	<u>17,661</u>	<u>16,436</u>	<u>1,225</u>
Fund Balance / Net Position				
January 1, 2023	<u>59,646</u>	<u>59,646</u>	<u>0</u>	<u>228,082</u>
Prior Period Adjustments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
December 31, 2023	<u><u>\$ 77,307</u></u>	<u><u>\$ 77,307</u></u>	<u><u>\$ 16,436</u></u>	<u><u>\$ 229,307</u></u>

The accompanying notes are an integral part of these financial statements.

SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
 RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
 TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES  
 DECEMBER 31, 2023

Net change in fund balances - total governmental funds \$ 17,661

Amounts reported for governmental activities in the statements of nets assets are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

2023 Capital Outlays	\$	0	
Current year depreciation		<u>(16,436)</u>	<u>(16,436)</u>

Some revenues reported in the statement of activities are not accrued and therefore are reported in governmental funds:

Other		0	
Deferred Revenue		<u>0</u>	<u>0</u>

Change in Net Position of Governmental Activities \$ 1,225

The accompanying notes are an integral part of these financial statements.

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NOTES TO FINANCIAL STATEMENTS

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. CREATION OF DISTRICT**

The South Central Calhoun County Water Control and Improvement District No. 1 was created by an election on May 7, 1988 by authority of the Calhoun County Commissioners Court, within the provisions of Article XVI, Section 59, of the Constitution of Texas, and Chapter 51 of the Texas Water Code. The Board of Directors has oversight responsibility and control over all activities in the District. The District was created to provide residential wastewater and sewer services to households in the south central area of Calhoun County.

**B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The governmental fund financial statements and government-wide financial statements include a Statement of Net Position and Governmental Funds Balance Sheet and a Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances. These statements present summaries of governmental activities for the District.

Major individual governmental funds are reported as separate columns in the fund financial statements.

**C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position and Governmental Funds Balance Sheet. The Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances presents changes in fund balance Net Position. Under the accrual basis of accounting revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) property taxes, and 3) investment earnings.

All governmental funds are accounted for on a spending, or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Statement of Net Position and Governmental Funds Balance Sheet. The Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District are charges for sewer, capital recovery revenue, and interest income. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)**

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The accounting and reporting policies of the District relating to the funds included in the accompanying financial statements conform to generally accepted accounting principles applicable to state and local governments. Generally accepted accounting principles for local government include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units, and by the Financial Accounting Standards Board (when applicable).

The following are the District's Governmental Fund types:

General Fund

The General Fund is the general operating fund of the District. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of the State of Texas and its enabling legislation. The District budgets the General Fund each year.

**D. ASSETS, LIABILITIES AND NET POSITION OR EQUITY**

Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposits. At year end, the carrying amount of the District's deposits was \$94,141, and the bank balance was \$98,560. The entire bank balance was covered by federal depository insurance.

Accounting Estimates

The preparation of the basic financial statements in conformity with general accepted accounting principles requires the District to make estimates and assumptions. These estimates and assumptions may affect the reported amounts of assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenditures/ expenses during the reporting period. Actual results could differ from the estimates.

Unearned Revenue

The District reports unearned revenue in the governmental balance sheet. Unearned revenue arises when potential revenue does not meet both the measurable and available criteria for recognition in the current period. The District classifies prepaid sewer service charges and prepaid regulatory assessment fees as unearned revenue.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. ASSETS, LIABILITIES AND NET POSITION OR EQUITY (Continued)**

The District reports deferred revenue on its General Fund balance sheet. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the District receives resources before it has legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Capital Assets

Capital assets purchased or acquired are carried at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date donated. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on capital assets is calculated on the straight-line basis over the following estimated useful lives:

Land	Not Depreciated
Buildings	20 Years
Wastewater System	25 Years
Other Assets	5 - 40 Years

Inventory

There is no material inventory at December 31, 2023.

Employees Retirement Plan

The District had employees during the year, however, no amounts were paid for any pension benefits.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. ASSETS, LIABILITIES AND NET POSITION OR EQUITY (Continued)**

**Fund Balances - Governmental Funds**

Fund balances of the governmental funds are classified as follows:

**Nonspendable Fund Balance** - represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund.)

**Restricted Fund Balance** - represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

**Committed Fund Balance** - represents amounts that can only be used for a specific purpose because of a formal action by the District's board. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the Board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provision, or enabling legislation.

**Assigned Fund Balance** - represents amounts which the District intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the Board or by an official or body to which the Board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the District itself.

**Unassigned Fund Balance** - represents amount which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at year end are reported as reservations of fund balances, because they do not constitute expenditures or liabilities. At year end, the District had no outstanding encumbrances.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Budgets and Budgetary Accounting

The Board of Directors prepares and votes on the adopted budget. Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP) in the United States of America. Any revisions to the budget are approved by the Board of Directors. The original budget is used in this report. The District does not employ the use of encumbrances in its budgetary accounting. For the 2023 fiscal year, actual expenditures were \$9,159 less than budgeted expenditures.

**OTHER DISCLOSURES**

Related Party Transactions

There are no material related party transactions.

Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

Location of District

The District is located in Calhoun County, Texas. The general membership of the board is elected within the District

**CASH DEPOSITS WITH FINANCIAL INSTITUTIONS**

State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations or obligations of Texas and its agencies that have a market value of not less than the principal amount of the deposits. The District's deposits, including certificates of deposit, were fully collateralized at December 31, 2023 and through-out the fiscal year ended December 31, 2023. At year-end, the carrying amount of the District's deposits was \$94,141 and the respective bank balances totaled \$98,560. Of the total bank balance, \$98,560 was covered by Federal Depository Insurance Corporation (FDIC).

Texas Statutes authorize the South Central Calhoun County Water Control and Improvement District No. 1 to invest in:

1. Obligations of the U.S. Treasury or its agencies and instrumentalities.
2. Direct obligations of the State of Texas or its agencies.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

3. Other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States.
4. Obligations of states, agencies, counties or cities rated A or better by a national investment rating firm.
5. Certificates of deposit that are insured by the Federal Deposit Insurance Corporation or Secured by obligations having a market value of at least the principal amount of the certificates; and
6. Fully collateralized direct repurchase agreements.

The District complied with the Texas Public Funds Investment Act and its investment policy for year ended December 31, 2023.

**NOTE 3. CHANGES IN CAPITAL**

	<b>Beginning Balance</b>	<b>Primary Government</b>		<b>Ending Balance</b>
		<b>Additions</b>	<b>Deductions</b>	
<b>Governmental Activities:</b>				
Capital assets not being depreciated				
Land	\$ 25,000	\$ -	\$ -	\$ 25,000
Total capital assets not being depreciated	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Capital assets, being depreciated				
Sewer Plant	883,335		-	883,335
Buildings	19,845	-	-	19,845
Equipment and Fixtures	133,191	-	-	133,191
Total capital assets being depreciated	<u>1,036,371</u>	<u>-</u>	<u>-</u>	<u>1,036,371</u>
Less accumulated depreciation for:				
Sewer Plant	783,434	4,737	-	788,171
Equipment and Fixtures	105,132	10,666	-	115,798
Buildings	4,369	1,033	-	5,402
Total accumulated depreciation	<u>892,935</u>	<u>16,436</u>	<u>-</u>	<u>909,371</u>
Total capital assets, being depreciated, net	<u>151,626</u>	<u>(16,436)</u>	<u>-</u>	<u>127,000</u>
Governmental activities capital assets, net	<u>\$ 176,626</u>	<u>\$ (16,436)</u>	<u>\$ -</u>	<u>\$ 152,000</u>

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

**NOTE 4. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. During the year ended December 31, 2023, the District purchased commercial insurance to cover general liabilities. Contractors have the required general liability coverage as required by the various construction contracts.

**NOTE 5. ADJUSTMENTS**

The adjustments on the Statement of Net Position and Governmental Funds Balance Sheet are to add the capital assets net of accumulated depreciation and record all taxes as earned rather than deferred.

The adjustments to the Statement of Activities and Governmental Funds Revenues, Expenditures, and Changes in Fund Balances are the difference in deferred revenues at the beginning and end of the year, to record acquisition of assets as capital assets and to record depreciation expense for the year.

**NOTE 6. COMMITMENTS**

None.

**NOTE 7. SUBSEQUENT EVENTS**

The District has evaluated subsequent events through May 20, 2024, the date which the financial statements were available to be issued.

**NOTE 8. GASB 87**

The District implemented GASB 87 for reporting leases during the reporting period. A right-to-use lease is defined as a contract that conveys control of another entity's nonfinancial asset as specified in the contract for a period of time in an exchange or exchange-like transaction. To be accounted for as a lease, the lease must meet the definition of a "long-term" lease provided in GASB 87 and must meet the capitalization level set by the Board. The right-to-use lease liability is reported in the government-wide statements. The lease liability is calculated as the present value of the reasonably certain expected payments to be made over the term of the lease and the interest included in the lease payment is recorded as an expense.

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**Fiscal Year ended December 31, 2023**

With GASB 87, the initial measure of a new right-to-use lease arrangement is reported in government fund types as an other financial source during the current period. Monthly payments are reported as principal and interest payments during the reporting period of the fund level statements.

The right-to-use lease asset capitalization level is determined by the Board of Directors. The term of the lease must be the noncancelable period during which the District has the right to use the tangible assets of another entity plus any periods in which either the lessee or the lessor has the sole option to extend the lease if it is reasonably certain the option will be exercised, plus any periods in which either the lessee or the lessor has the sole option to terminate the lease if it is reasonably certain the option will not be exercised by that party and must not meet the definition of a short-term lease under GASB 87. If the lease is in a governmental fund, the full amount of the lease asset will be reported as an expenditure in the fund level statements the year the agreement is made. This statement had no significant impact to the District.

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REQUIRED SUPPLEMENTAL INFORMATION

SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL & IMPROVEMENT DISTRICT NO.1  
 BUDGETARY COMPARISON SCHEDULE - GENERAL FUND  
 BUDGET (GAAP BASIS) AND ACTUAL  
 YEAR ENDED DECEMBER 31, 2023

Revenues:	Adopted Budget	Revised Budget	Actual	Variance Favorable
Additional Connections	\$ 1,830	\$ 11,817	\$ 11,817	\$ 0
Commercial Taps	1,834	5,742	5,743	1
Fee Income	433	1,100	1,290	190
Revenue for all new fees	172,933	-	-	0
Equipment surcharge Fee	1,965	1,020	1,020	0
New Tap Con. Fee	1,500	6,000	6,000	0
Residential Taps	15,692	126,118	126,150	32
Rate Case Surcharge Fee	3,308	1,716	1,716	0
TCEQ Fee	96	764	779	15
Late Fees	-	2,300	2,650	350
Interest	-	-	899	899
Commercial Additional	-	9,943	9,943	0
Total Revenues	<u>199,590</u>	<u>166,519</u>	<u>168,008</u>	<u>1,488</u>
<b>Expenditures:</b>				
Advertising & Promotion	-	250	250	0
Bonds	200	200	200	0
Building Repairs & Maint.	1,000	1,000	1,224	(224)
Contract Labor	39,000	39,000	36,260	2,740
Bank Service Charge	-	200	193	7
Directors Fees	13,482	11,208	11,208	0
Disconnect Fees	-	-	-	0
Dues & Subscription	-	75	75	0
Office Supplies	772	300	550	(250)
Engineering Services	-	-	-	0
Insurance	2,800	3,680	3,680	0
Plant Maintenance	24,247	9,067	8,829	238
Mileage Expense	3,050	4,500	3,638	862
Regulatory Assessment Fees	700	700	1,866	(1,166)
Payroll Expense	2,663	2,663	2,478	185
Professional Fees	42,492	35,000	33,841	1,159
Plant Supplies	2,015	1,400	1,063	337
Telephone & Internet	1,517	4,342	5,011	(669)
Postage & delivery	1,688	2,000	2,165	(165)
Utilities	11,717	11,717	10,566	1,151
Water Testing	3,996	6,010	6,060	(51)
Wages	20,644	21,190	21,190	0
Total Expenditures	<u>171,983</u>	<u>154,502</u>	<u>150,347</u>	<u>4,155</u>
Excess of Revenues over (under) expenditures	27,607	12,017	17,661	
Fund Balance January 1, 2023	<u>59,646</u>	<u>59,646</u>	<u>59,646</u>	
Fund Balance December 31, 2023	<u>\$ 87,253</u>	<u>\$ 71,663</u>	<u>\$ 77,307</u>	

See accompany auditor's report

SUPPLEMENTAL INFORMATION REQUIRED BY THE  
WATER DISTRICT FINANCIAL MANAGEMENT GUIDE

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# S. NOEL SNEDEKER, II

*CERTIFIED PUBLIC ACCOUNTANT*

*517 Gregory - P.O. Box 974*

*Taft, Texas 78390*

*(361) 960-7610 - (866)599-9860 (fax)*

## AUDITOR'S REPORT ON SUPPLEMENTAL SCHEDULES

Board of Directors,  
South Central Calhoun County Water Control and Improvement District No. 1  
Calhoun County, Texas

In my opinion, the accompanying information is stated fairly in all material respects in relation to the basic financial statements of South Central Calhoun County Water Control and Improvement District No. 1 as of and for the year ended December 31, 2023, which are covered by my opinion presented in the first section of this report. The accompanying information is supplemental to the combined financial statements and is not essential for a fair presentation of the financial position, and the results of its operation. My audit, which was made primarily for the purpose of forming an opinion on the basic financial statements taken as a whole, included such tests of the accounting records, from which supplementary information was compiled, and such other auditing procedures as I considered necessary in the circumstances.



S. Noel Snedeker, II  
Certified Public Accountant  
May 20, 2024

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**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-1 SERVICES AND RATES  
YEAR ENDED DECEMBER 31, 2023**

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

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

**2. Retail Service Providers**

**a. Retail Rates Based on 5/8" Meter (or equivalent):**

District employs winter averaging for wastewater usage? Yes  No

Total charges per 10,000 gallons usage: Water: NA Wastewater: NA

**b. Water and Wastewater Retail Connections:**

Meter Size	Total Connections	Active Connections	ESFC Factor	Active ESFC's
Unmetered	312	304	X1.0	
<= 3/4"			X1.0	
1"			X2.5	
1 1/2"			X5.0	
2"			X8.0	
3"			X15.0	
4"			X25.0	
6"			X50.0	
8"			X80.0	
10"			X115.0	
Total Water				
Total Wastewater	312	304	X1.0	0

See accompanying auditor's report

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-1 SERVICES AND RATES  
YEAR ENDED DECEMBER 31, 2023**

**3 Total Water consumption during the Fiscal Year (rounded to the nearest thousand):**

Gallons pumped into system: \_\_\_\_\_ Water Accountability Ratio: \_\_\_\_\_  
(Gallons billed/Gallons pumped)  
Gallons billed to customers: \_\_\_\_\_

**4 Standby Fees:** (authorized only under TWC Section 49.231):

Does the District have Debt Service standby fees? Yes \_\_\_\_\_ No \_\_X\_\_

If yes, Date of the most recent Commission Order: \_\_\_\_\_

Does the District have Operation and Maintenance standby fees?: Yes \_\_\_\_\_ No \_\_X\_\_

If yes, Date of the most recent Commission Order: \_\_\_\_\_

**5 Location of District:**

County(ies) in which district is located           Calhoun          

Is the District located entirely within one county? Yes \_\_X\_\_ No \_\_\_\_\_

Is the District located within a city? Entirely \_\_\_\_\_ Not at all \_\_X\_\_

City(ies) in which district is located. \_\_\_\_\_

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

Entirely \_\_\_\_\_ Not at all \_\_X\_\_

ETJ's in which district is located.           N/A          

Are Board members appointed by an office outside the district? Yes \_\_\_\_\_ No \_\_X\_\_

If Yes, by whom? \_\_\_\_\_

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-2 GENERAL FUND EXPENDITURES  
YEAR ENDED DECEMBER 31, 2023**

Personnel Expenditures (including benefits)	\$	23,669
Professional Fees		33,841
Contracted Services		
Contract Labor		36,260
Water Testing		6,140
Engineering		-
Utilities		10,653
Repairs and Maintenance		9,518
Administrative Expenditures		
Director Fees		11,208
Insurance		3,680
Computer Lease		-
Other Administrative		15,378
Capital Outlay		<u>-</u>
<b>TOTAL EXPENDITURES</b>		<b><u><u>\$ 150,347</u></u></b>

Number of persons employed by the District:                      2 Part-time    5 Elected Directors

See accompany auditor's report

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-3 TEMPORARY INVESTMENTS  
YEAR ENDED DECEMBER 31, 2023**

N/A

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-4 TAXES LEVIED AND RECEIVABLE  
YEAR ENDED DECEMBER 31, 2023**

N/A

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-5 LONG- TERM DEBT SERVICE REQUIREMENTS BY YEARS  
YEAR ENDED DECEMBER 31, 2023**

N/A

See accompanying auditor's report

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-6 CHANGES IN LONG-TERM BONDED DEBT  
YEAR ENDED DECEMBER 31, 2023**

N/A

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-7 COMPARATIVE SCHEDULE – REVENUES AND EXPENDITURES  
GENERAL FUND – FIVE YEARS ENDED  
YEAR ENDED DECEMBER 31, 2023**

**GENERAL FUND**

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
<b>REVENUES:</b>					
Sewer Service	\$ 126,149	\$ 98,221	\$ 99,203	\$ 128,929	\$142,288
Tap Connections & Other Fees	40,960	70,320	70,622	42,407	24,300
Fee Income	-	-	-	-	4,738
Interest Income	899	188	115	183	514
Other Income	-	-	-	-	1,134
<b>Total Revenues</b>	<b>\$ 168,008</b>	<b>\$ 168,729</b>	<b>\$ 169,940</b>	<b>\$ 171,519</b>	<b>\$ 172,974</b>
<b>EXPENDITURES:</b>					
Professional Fees	30,252	45,788	26,146	30,288	41,698
Contracted Services	36,260	30,471	25,030	16,338	32,840
Utilities	10,653	11,957	14,332	9,419	6,859
Repairs and Maintenance	4,130	12,746	12,356	2,385	17,401
Other	69,052	53,782	63,867	60,108	42,683
Capital Outlay	-	22,174	51,014	49,698	25,060
	<b>\$ 150,347</b>	<b>\$ 176,918</b>	<b>\$ 192,745</b>	<b>\$ 168,236</b>	<b>\$ 166,541</b>
<b>Excess Revenues Over (under) Expenditures</b>	<b>\$ 17,661</b>	<b>\$ (8,189)</b>	<b>\$ (22,805)</b>	<b>\$ 3,283</b>	<b>\$ 6,433</b>

See accompanying auditor's report

**PERCENTAGE**

<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
75.03%	58.21%	58.17%	75.17%	82.20%
24.43%	41.68%	41.76%	24.72%	14.10%
0.00%	0.00%	0.00%	0.00%	2.70%
0.54%	0.11%	0.07%	0.11%	0.30%
0.00%	0.00%	0.00%	0.00%	0.70%
<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>
20.81%	25.88%	13.57%	18.00%	25.04%
24.95%	17.22%	12.99%	10.00%	19.72%
7.33%	6.76%	7.44%	5.64%	4.12%
2.84%	7.20%	6.41%	0.10%	10.45%
44.07%	30.40%	33.14%	36.00%	25.63%
0.00%	12.53%	26.47%	30.26%	15.05%
<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>
<u>13.30%</u>	<u>-4.85%</u>	<u>-13.98%</u>	<u>1.91%</u>	<u>3.72%</u>

See accompanying auditor's report

**SOUTH CENTRAL CALHOUN COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1  
TSI-8 BOARD MEMBERS, KEY ADMINISTRATIVE PERSONNEL AND CONSULTANTS  
YEAR ENDED DECEMBER 31, 2023**

Complete District Mailing Address : P.O. Box 833, Port Lavaca, Texas 77979

District Business Telephone Number : (361) 552-0160

Submission Date of the most recent District Registration Form : April 26, 2023

Limit on Fees of Office that a Director may receive during a fiscal year:  
\$7,200 set by Board Resolution on September 29, 2019.

<b>Name</b>	<b>Term of Office (Elected or Appointed) or Date Hired</b>	<b>Fees of Office Paid 12/31/2023</b>	<b>Expense Reimbursements 12/31/2023</b>	<b>Title at Year End</b>
<b>BOARD MEMBERS</b>				
Tamera Atkins	Appointed 5/20-5/24	\$ 2,436	\$ 998	President
Windell Durant	Elected 5/22-5/26	\$ 1,949	\$ -	Secretary
Arthur Mims	Appointed 5/22-5/24	\$ 1,949	\$ -	Treasurer
Richard White	Elected 5/22-5/26	\$ 2,924	\$ -	Vice-President
Michael Ardoin	Appointed 11/20-5/24	\$ 1,949	\$ -	Director

**KEY ADMINISTRATIVE PERSONNEL**

Tamera Atkins  
39 La Lucia Street  
Port Lavaca, Texas 77963

General  
Manager

Rene's Water Operations  
P.O. Box 2182  
Bloomington, Tx. 77951

Wastewater  
Superintendent

**Consultants:**

S. Noel Snedeker, II CPA  
517 Gregory  
Taft, Texas 78390

Auditor

See accompanying auditor's report