

HARRIS COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 156

General Fund  
Budget and Expenditures

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with Budget for Year Ended 2017		

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**HARRIS COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 156  
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED AUGUST 31, 2015**

	General Fund	Debt Service Fund
<b>REVENUES</b>		
Property Taxes	\$ 163,360	\$ 457,377
Water Service	140,570	
Wastewater Service	109,846	
Penalty and Interest	1,825	2,369
Investment Revenues	1,734	252
Miscellaneous Revenues	109	
<b>TOTAL REVENUES</b>	<b>\$ 417,444</b>	<b>\$ 459,998</b>
<b>EXPENDITURES/EXPENSES</b>		
Service Operations:		
Professional Fees	\$ 61,853	\$ 856
Contracted Services	346,593	11,218
Utilities	851	
Exclusion Contract Payment		2,649
Repairs and Maintenance	2,800	
Depreciation		
Other	13,353	1,887
Capital Outlay	50,107	
Debt Service:		
Bond Principal		390,000
Bond Interest		46,260
<b>TOTAL EXPENDITURES/EXPENSES</b>	<b>\$ 475,557</b>	<b>\$ 452,870</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (58,113)</b>	<b>\$ 7,128</b>
<b>CHANGE IN NET POSITION</b>		
<b>FUND BALANCES/NET POSITION - SEPTEMBER 1, 2014</b>	<b>500,583</b>	<b>146,811</b>
<b>FUND BALANCES/NET POSITION - AUGUST 31, 2015</b>	<b>\$ 442,470</b>	<b>\$ 153,939</b>

**HARRIS COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 156  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE – BUDGET AND ACTUAL –GENERAL FUND  
FOR THE YEAR ENDED AUGUST 31, 2015**

	Original and Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 150,000	\$ 163,360	\$ 13,360
Penalty and Interest		1,825	1,825
Water/Wastewater Services	(See CLCWA collections below and Note 2)		
Investment Revenues	<u>2,500</u>	<u>1,734</u>	<u>(766)</u>
<b>TOTAL REVENUES</b>	<u>\$ 152,500</u>	<u>\$ 166,919</u>	<u>\$ 14,419</u>
<b>EXPENDITURES</b>			
CLCWA (Clear Lake City Water Authority):			
Water/Wastewater	\$ 400,000	\$ 294,419	\$ 105,581
Less: CLCWA Collections	<u>340,000</u>	<u>250,525</u>	<u>89,475</u>
Net Water and Wastewater Charges	\$ 60,000	\$ 43,894	\$ 16,106
CLCWA Administrative Charges	<u>45,500</u>	<u>42,624</u>	<u>2,876</u>
Total CLCWA Expenditures	\$ 105,500	\$ 86,518	\$ 18,982
Other Operating Expenditures:			
Laboratory Fees	3,000	743	2,257
Utilities	900	851	49
Repairs and Maintenance	6,000		6,000
Ditch Maintenance	3,000	2,800	200
Director Fees	5,600	4,800	800
Payroll Taxes	500	344	156
Travel	750	512	238
Miscellaneous	2,500	2,051	449
Publication/Legal Notice	1,000		1,000
Insurance and Bonds	3,250	2,918	332
Consultants:			
Legal Fees	35,000	25,707	9,293
Legal Fees-Houston Drainage Fee	5,000		5,000
Auditing Fees	11,500	11,250	250
Engineering	5,000	24,896	(19,896)
Bookkeeping	9,800	9,550	250
Office	950	1,985	(1,035)
Capital Outlay	<u>35,000</u>	<u>50,107</u>	<u>(15,107)</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 234,250</u>	<u>\$ 225,032</u>	<u>\$ 9,218</u>
<b>NET CHANGE IN FUND BALANCE</b>	\$ (81,750)	\$ (58,113)	\$ 23,637
<b>FUND BALANCE - SEPTEMBER 1, 2014</b>	<u>500,583</u>	<u>500,583</u>	
<b>FUND BALANCE - AUGUST 31, 2015</b>	<u>\$ 418,833</u>	<u>\$ 442,470</u>	<u>\$ 23,637</u>

See accompanying independent auditor's report.

**HARRIS COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 156  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE – BUDGET AND ACTUAL –GENERAL FUND  
FOR THE YEAR ENDED AUGUST 31, 2015**

	Original and Final Budget	Actual	Variance Positive (Negative)
<b>GENERAL OPERATING RESERVES</b>			
Fund Balance	<u>\$ 418,833</u>	<u>\$ 442,470</u>	<u>\$ 23,637</u>
<b>Note (1)</b>			
Recommended Year-end Reserves	<u>\$ 234,250</u>	<u>\$ 282,840</u>	<u>\$ 48,590</u>
Reserves in Excess of Recommended	<u>\$ 184,583</u>	<u>\$ 159,630</u>	<u>\$ (24,953)</u>
Ratio Year-end Reserves to Budget	1.8	1.6	
Years of deficit coverage with greater reserve than one year of expense	2.3	2.7	

**Note (2)**

The format of the SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-GENERAL FUND differs from the schedule on page 13. It provides greater detail and places the collection for water and wastewater services made by CLCWA on behalf of the District as an offset to CLCWA's charges to the District. This format is in closer alignment to the District's working relationship with CLCWA. CLCWA does not invoice the District for service costs incurred by the District until after receipt of scheduled payment by the District's customers. The District is invoiced only for the difference between service costs and receipts.

**HARRIS COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NO. 156  
GENERAL FUND EXPENDITURES  
FOR THE YEAR ENDED AUGUST 31, 2015**

PROFESSIONAL FEES:	
Auditing	\$ 11,250
Engineering	24,896
Legal	<u>25,707</u>
TOTAL PROFESSIONAL FEES	<u>\$ 61,853</u>
CONTRACTED SERVICES:	
Bookkeeping	\$ 9,550
Operations and Billing	<u>337,043</u>
TOTAL CONTRACTED SERVICES	<u>\$ 346,593</u>
UTILITIES - Electricity	<u>\$ 851</u>
REPAIRS AND MAINTENANCE	<u>\$ 2,800</u>
ADMINISTRATIVE EXPENDITURES:	
Director Fees	\$ 4,800
Dues	646
Insurance	2,918
Office Supplies and Postage	1,985
Payroll Taxes	344
Travel and Meetings	<u>512</u>
TOTAL ADMINISTRATIVE EXPENDITURES	<u>\$ 11,205</u>
CAPITAL OUTLAY:	
Capitalized Assets	\$ 50,107
Expenditures Not Capitalized	<u>          </u>
TOTAL CAPITAL OUTLAY	<u>\$ 50,107</u>
OTHER EXPENDITURES:	
Laboratory Fees	\$ 743
Regulatory Assessment	<u>1,405</u>
TOTAL OTHER EXPENDITURES	<u>\$ 2,148</u>
TOTAL EXPENDITURES	<u><u>\$ 475,557</u></u>

See accompanying independent auditor's report.

**HARRIS COUNTY W.C.I.D. #156**  
**ADOPTED OPERATING BUDGET**  
**For Fiscal Year Ending 8/31/2017**  
**AND BUDGET AND ACTUAL**  
**For Fiscal Year Ending 8/31/2016**  
(unAudited)

**Receipts :**

	Approved Budget YE 8/31/16	Revised Budget YE 8/31/16	Actual YE 8/31/16	Variance	Adopted Budget YE 8/31/17
Maintenance Tax	150,000	175,000	172,627	(2,373)	169,800
Interest Earnings	2,500	2,000	1,638	(362)	2,000
	<b>152,500</b>	<b>177,000</b>	<b>174,265</b>	<b>(2,735)</b>	<b>171,800</b>

**Disbursements:**

	Annual Budget	Revised Budget	Actual		Annual Budget
<b>CONTRACTED SERVICES</b>					
CLCWA Water / Sewer Services	400,000	400,000	328,819	(71,181)	400,000
CLCWA Billing, Collecting, Support	45,000	45,000	42,020	(2,980)	45,000
Web Presence Support	500	500	75	(425)	500
less: Water Revenue	(195,000)	(195,000)	(156,796)	38,204	(195,000)
less: Sewer Revenue	(145,000)	(145,000)	(112,911)	32,089	(145,000)
Net Water Expense	105,500	105,500	101,208	(4,292)	105,500
Bookkeeping	9,800	9,800	9,400	(400)	9,804
<b>UTILITIES</b>					
Electricity	900	800	977	177	960
<b>REPAIRS/MAINTENANCE</b>					
Repairs/Maint (includes permits)	6,000	6,000	1,304	(4,696)	6,000
Ditch Maintenance/Bio Landscape	3,000	3,500	5,300	1,800	3,500
<b>PROFESSIONAL FEES</b>					
Auditing Fees	11,500	11,500	11,500	-	11,500
Engineering	5,000	8,000	5,138	(2,862)	8,000
Legal Fees-District	35,000	25,000	23,715	(1,285)	25,000
Legal Fees-Houston Storm Drainage	5,000	5,000	-	(5,000)	5,000
<b>ADMINISTRATIVE EXPENDITURES</b>					
Directors Fees	5,600	4,800	3,900	(900)	4,800
Payroll Taxes	500	550	321	(229)	550
Insurance & Bonds	3,250	3,250	3,009	(241)	3,250
Office Expenses	950	1,000	1,047	47	1,200
Publication Legal Notice	1,000	1,000	-	(1,000)	1,000
Election Expense	-	-	855	855	-
Travel Expenses	750	600	288	(312)	600
<b>OTHER EXPENDITURES</b>					
Lab Expenses	3,000	1,500	721	(779)	1,500
Misc Exp (includes AWBD)	2,500	2,500	580	(1,920)	2,500
<b>FUTURE CAPITAL EXPENSES</b>					
Capital Expense (2016)	35,000	35,000	23,195	(11,805)	-
<b>TOTAL DISBURSEMENTS:</b>	<b>234,250</b>	<b>225,300</b>	<b>192,457</b>	<b>(32,843)</b>	<b>190,664</b>
<b>SURPLUS (DEFICIT)</b>	<b>(81,750)</b>	<b>(48,300)</b>	<b>(18,192)</b>	<b>30,108</b>	<b>(18,864)</b>
<b>Estimated Balances</b>	<b>400,000</b>	<b>400,000</b>	<b>378,803</b>		<b>381,136</b>
<i>Months reserve*</i>	<b>20</b>	<b>21</b>	<b>24</b>		<b>24</b>

\* Financial Adviser recommends maintaining a minimum of 12 months disbursements

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