

Webb County, Texas
Statement of Net Assets
Proprietary Funds
September 30, 2009

	<u>Business Type Activities</u> <u>Enterprise Funds</u>			<u>Governmental</u> <u>Activities</u>
	(Non-Major Fund)			<u>Internal Service</u> <u>Funds</u>
	<u>Water Utility</u>	<u>Casa Blanca</u> <u>Golf Course</u>	<u>Total</u>	
ASSETS				
Current assets:				
Cash and investments	\$ 731,642	\$ 168,678	\$ 900,320	\$ 6,198,046
Accounts Receivable, net	260,542	1,678	262,220	-
Deferred charges	314,023	9,084	323,107	-
Due from other funds	7,559	-	7,559	617,071
Inventories	17,925	19,254	37,179	-
Total current assets	<u>1,331,691</u>	<u>198,694</u>	<u>1,530,385</u>	<u>6,815,117</u>
Non-current assets:				
Capital Assets:				
Land and improvements	216,295	1,574,766	1,791,061	-
Infrastructure in progress	576,206	-	576,206	-
Infrastructure	12,257,073	-	12,257,073	-
Utility System	747,627	-	747,627	-
Buildings	574,357	305,315	879,672	-
Equipment and furniture	924,441	681,507	1,605,948	84,068
Less Accumulated depreciation	<u>(2,375,041)</u>	<u>(323,586)</u>	<u>(2,698,627)</u>	<u>(84,068)</u>
Total non-current assets	<u>12,920,958</u>	<u>2,238,002</u>	<u>15,158,960</u>	<u>-</u>
Total assets	<u><u>14,252,649</u></u>	<u><u>2,436,696</u></u>	<u><u>16,689,345</u></u>	<u><u>6,815,117</u></u>

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

Webb County, Texas
Statement of Net Assets
Proprietary Funds
September 30, 2009

	Business Type Activities			Governmental
	Enterprise Funds			Activities
	(Non-Major Fund)			Internal Service
	<u>Water Utility</u>	<u>Casa Blanca Golf Course</u>	<u>Total</u>	<u>Funds</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	123,354	71,646	195,000	631,379
Salaries payable	43,839	-	43,839	-
Accrued interest payable	50,762	3,206	53,968	-
Due to other funds	2,075,590	226,748	2,302,338	760,497
Other accrued expenses	106,553	5,349	111,902	-
Deferred revenue	-	3,642	3,642	-
Compensated absences	23,433	-	23,433	-
Capital lease obligation	-	103,980	103,980	-
Claims and judgments	-	-	-	985,824
Bonds, notes and loans payable	478,353	115,939	594,292	-
Total current liabilities	<u>2,901,884</u>	<u>530,510</u>	<u>3,432,394</u>	<u>2,377,700</u>
Non-current liabilities:				
Compensated absences	49,494	-	49,494	-
Capital lease obligation	-	363,526	363,526	-
Claims and judgments	-	-	-	308,375
Bonds, notes and loans payable	6,123,224	746,281	6,869,505	-
Total non-current liabilities	<u>6,172,718</u>	<u>1,109,807</u>	<u>7,282,525</u>	<u>308,375</u>
Total liabilities	<u>9,074,602</u>	<u>1,640,317</u>	<u>10,714,919</u>	<u>2,686,075</u>
NET ASSETS				
Invested in capital assets, net of related debt	6,236,371	908,276	7,144,647	-
Restricted for debt service	423,007	-	423,007	-
Restricted for capital projects	83,010	163,804	246,814	-
Unrestricted	(1,564,341)	(275,701)	(1,840,042)	4,129,042
Total net assets	<u>\$ 5,178,047</u>	<u>\$ 796,379</u>	<u>\$ 5,974,426</u>	<u>\$ 4,129,042</u>
Adjustment to reflect the consolidation of internal service fund activities related to the Water Utility Fund.			110,237	
Net assets of business-type activities			<u>\$ 6,084,663</u>	

The assets and liabilities of certain internal service funds are not included in the fund financial statement, but are included in the Business Activities of the Statement of Net Assets.

Total net assets per Government-Wide financial statements

Webb County, Texas
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended September 30, 2009

	Business Type Activities			Governmental
	Enterprise Funds			Activities
	(Non-Major Fund)			Internal Service
	<u>Water Utility</u>	<u>Casa Blanca Golf Course</u>	<u>Total</u>	<u>Funds</u>
REVENUES				
Charges for services	\$ 1,749,499	\$ 688,527	\$ 2,438,026	\$ 10,845,085
Total operating revenues	<u>1,749,499</u>	<u>688,527</u>	<u>2,438,026</u>	<u>10,845,085</u>
OPERATING EXPENSES				
Personnel services	914,006	-	914,006	-
Contractual services	23,109	-	23,109	66,301
Utilities	324,274	86,646	410,920	-
Repairs and maintenance	114,125	24,490	138,615	-
Other supplies and expenses	244,419	707,117	951,536	-
Depreciation	324,871	109,071	433,942	-
Amortization	24,357	268	24,625	-
Total Operating Expenses	<u>1,969,161</u>	<u>927,592</u>	<u>2,896,753</u>	<u>9,778,246</u>
Operating income (loss)	<u>(219,662)</u>	<u>(239,065)</u>	<u>(458,727)</u>	<u>1,066,839</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue	11,044	121	11,165	56,395
Interest expense	<u>(248,818)</u>	<u>(61,934)</u>	<u>(310,752)</u>	<u>-</u>
Total non-operating revenue (expenses)	<u>(237,774)</u>	<u>(61,813)</u>	<u>(299,587)</u>	<u>56,395</u>
Income (loss) before contributions and transfers	<u>(457,436)</u>	<u>(300,878)</u>	<u>(758,314)</u>	<u>1,123,234</u>
Capital contributions	-	1,773,865	1,773,865	-
Transfers in	561,538	-	561,538	616,192
Transfers out	<u>(3,609)</u>	<u>-</u>	<u>(3,609)</u>	<u>(1,478,942)</u>
Change in net assets	<u>100,493</u>	<u>1,472,987</u>	<u>1,573,480</u>	<u>260,484</u>
Total net assets - beginning, restated	<u>5,077,554</u>	<u>(676,608)</u>	<u>4,400,946</u>	<u>3,868,558</u>
Total net assets - ending	<u>\$ 5,178,047</u>	<u>\$ 796,379</u>	<u>\$ 5,974,426</u>	<u>\$ 4,129,042</u>
Change in net assets, per above				
Adjustment to reflect the consolidation of internal service fund activities related to the Water Utility Fund.			21,627	
Change in net assets of business-type activities (page 45)			<u>\$ 1,595,107</u>	

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

Webb County, Texas
Statement of Cash Flows
Proprietary Funds
For Year Ended September 30, 2009

	Business Type Activities			Governmental
	Enterprise Fund			Activities
	(Non-Major Fund)			Internal
	Water Utility	Casa Blanca Golf Course	Total	Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 1,706,529	690,491	2,397,020	
Premiums from participants				10,845,085
Payments to employees	(891,191)		(891,191)	
Payments to vendors, suppliers, and insurance administrators	(1,127,240)	(768,865)	(1,896,105)	(10,070,353)
Internal Transactions	159,892	226,748	386,640	
Net cash provided by operating activities	<u>(152,010)</u>	<u>148,374</u>	<u>(3,636)</u>	<u>774,732</u>
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES				
Transfers In	561,538		561,538	616,192
Transfers Out	(3,609)		(3,609)	(1,478,942)
Net cash provided by non capital financing activities	<u>557,929</u>		<u>557,929</u>	<u>(862,750)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital Contributions				
Infrastructure	(1,124,546)		(1,124,546)	
Infrastructure in Progress	168,441		168,441	
Equipment and Furniture	(58,224)	(573,208)	(631,432)	
Short Term Notes Payable	146,767	50,067	196,834	
Interest Paid on Debt	(253,961)	(62,134)	(316,095)	
Capital Lease Obligation		467,506	467,506	
Long Term Bonds Payable	(462,329)	(101,826)	(564,155)	
Issuance Cost for Bonds	9,041	2,369	11,410	
Net cash provided by capital financing activities	<u>(1,574,811)</u>	<u>(217,226)</u>	<u>(1,792,037)</u>	
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment earnings	11,044	121	11,165	56,395
Net cash provided by investing activities	<u>11,044</u>	<u>121</u>	<u>11,165</u>	<u>56,395</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>(1,157,848)</u>	<u>(68,731)</u>	<u>(1,226,579)</u>	<u>(31,623)</u>
Cash and pooled investments, beginning of year	1,889,490	237,409	2,126,899	6,229,671
Cash and pooled investments, end of year	<u>\$ 731,642</u>	<u>168,678</u>	<u>900,320</u>	<u>6,198,048</u>
Reconciliation of operating income to net cash provided (used) by operations:				
Operating income	\$ (219,662)	(239,065)	(458,727)	1,066,839
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense	324,871	109,071	433,942	
Amortization expense	24,357	268	24,625	
(Increase) Decrease in Accounts Receivable	(42,970)	(1,678)	(44,648)	
(Increase) Decrease in Due from Other Funds	141,952		141,952	(190,476)
(Increase) Decrease in Inventories	316	(19,254)	(18,938)	
(Increase) Decrease in Prepaids & Other Assets		3,642	3,642	
Increase (Decrease) in Accounts Payable	(405,126)	63,293	(341,833)	9,553
Increase (Decrease) in Other Payables	(16,503)	5,349	(11,154)	
Increase (Decrease) in Accrued Liabilities				(42,502)
Increase (Decrease) in Accrued Wages Payable	8,090		8,090	
Increase (Decrease) in Due to Other Funds	17,940	226,748	244,688	(81,307)
Increase (Decrease) in Short-Term Risk Liability				(15,666)
Increase (Decrease) in Long Term Risk Liability				28,291
Increase (Decrease) in Short Term Accrued Compensated Absences	4,489		4,489	
Increase (Decrease) in Long Term Accrued Compensated Absences	10,236		10,236	
Total adjustments	<u>67,652</u>	<u>387,439</u>	<u>455,091</u>	<u>(292,107)</u>
Net cash provided by operating activities	<u>\$ (152,010)</u>	<u>148,374</u>	<u>(3,636)</u>	<u>774,732</u>
Non-Cash investing, capital, and financing activities:				
Contributions of capital assets from governmental-activities	\$	1,773,865		

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