

CITY OF BAYOU VISTA
FINANCIAL STATEMENTS
APRIL 30, 2017

ACCOUNTANT'S COMPILATION REPORT

The Honorable Mayor and
Members of City Aldermen
City of Bayou Vista
Bayou Vista, TX

Re: Financial Statements as of April 30, 2017

Management is responsible for the accompanying financial statements of City of Bayou Vista, (A Texas Municipality), which comprise the statement of net position and governmental fund balance sheet as of the period ending April 30, 2017, and the related statement of activities and governmental fund revenues and expenditures for the seven months then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The City has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the City's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Required Supplementary Information

The statement of revenue and expenditures – budget and actual is 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. Such information has been compiled by us without audit or review and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on it.

The City of Bayou Vista has elected to omit the management's discussion and analysis ordinarily included in financial statements prepared in accordance with accounting principles generally accepted in the United States of America. 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 operational, economic or historic context.

We are not independent with respect to City of Bayou Vista.

Whitley Penn LLP
Texas City, TX
May 17, 2017

CITY OF BAYOU VISTA
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF APRIL 30, 2017

Assets

	General Fund	Adjustments	Statement of Net Position
Cash and cash equivalents	\$ 878,493	\$ -	\$ 878,493
Receivables	56,018	-	56,018
Prepaid items	7,438	-	7,438
Capital assets, net of accumulated depreciation:			
Capital assets not being depreciated	-	232,453	232,453
Capital assets, being depreciated	-	2,213,522	2,213,522
Total Assets	\$ 941,949	\$ 2,445,975	\$ 3,387,924
Deferred outflows - pension	-	320,522	320,522

Liabilities

Accrued Liabilities	\$ 7,813	\$ -	\$ 7,813
Deposits	1,955	-	1,955
Builder bond payable	20,525	-	20,525
Unearned revenue - other	29,733	-	29,733
State court costs	10,096	-	10,096
Net pension liability	-	294,540	294,540
Noncurrent liabilities:			
Limited tax notes - non-current	-	122,000	122,000
Notes payable	-	7,438	7,438
Total Liabilities	70,122	423,978	494,100

Deferred Inflows of Resources

Unavailable property taxes	56,018	-	56,018
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Fund Balances/Net Position

Unrestricted:

Nonspendable - Prepaid items	7,438	(7,438)	-
Unassigned	516,776	(516,776)	-
Assigned to contingency reserves	197,890	(197,890)	-
Assigned to capital improvements	9,639	(9,639)	-
Assigned to road repairs	84,066	(84,066)	-
Total Fund Balances	815,809	(815,809)	-

Total Liabilities and Fund Balances

\$ 941,949	\$ (391,831)	\$ 550,118
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Net Position

Net investment in capital assets	2,445,975	2,445,975
Restricted - pension plan	25,982	25,982
Restricted - debt service	129,438	129,438
Unrestricted	556,933	556,933
Total Net Position	\$ 3,158,328	\$ 3,158,328

See accountant's compilation report.

CITY OF BAYOU VISTA
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Revenues				
Ad Valorem Taxes	\$ 650,007	\$ 650,007	\$ -	\$ 650,007
Franchise Taxes	55,275	55,275	-	55,275
Sales Tax	52,971	52,971	-	52,971
Sales Tax Road Repair	8,413	8,413	-	8,413
Building Permits	25,649	25,649	-	25,649
City - Revenue Other	14,584	14,584	-	14,584
Interest	852	852	-	852
Court - Fees And Fines	15,167	15,167	-	15,167
Court - Administration Fees	2,585	2,585	-	2,585
Rental - Community Center	2,340	2,340	-	2,340
Club - 3rd Friday Night	450	450	-	450
Island Quilters	360	360	-	360
Morning Quilters	600	600	-	600
Sewer's Bee	180	180	-	180
Pool - Daily	426	426	-	426
Police - Revenue Other	1,526	1,526	-	1,526
Total Revenues	\$ 831,385	\$ 831,385	\$ -	\$ 831,385
Expenditures / Expenses				
Administrative:				
Salaries - City Secretary	44,801	44,801	-	44,801
City Secretary's - Payroll Tax	3,585	3,585	-	3,585
City Secretary's - Health Credit	3,496	3,496	-	3,496
City Secretary's - Retirement	1,334	1,334	-	1,334
Payroll - Court Clerk	23,537	23,537	-	23,537
Court Clerk's - Payroll Tax	1,655	1,655	-	1,655
Court Clerk's - Health Credit	4,692	4,692	-	4,692
Court Clerk's - Retirement	754	754	-	754
Court Clerk's - Overtime	64	64	-	64
Legal Notices	404	404	-	404
Subscription / Dues	898	898	-	898
Office Supplies	3,423	3,423	-	3,423
Rent / Utilities	13,050	13,050	-	13,050
Postage	335	335	-	335
Telephone	1,040	1,040	-	1,040
Internet - Comcast	822	822	-	822
Website Host	110	110	-	110
Records Mgt / B. Up	1,065	1,065	-	1,065
Bank Charges	349	349	-	349
Flower Fund	92	92	-	92
Awards / Plaques	57	57	-	57
Total Administrative	105,563	105,563	-	105,563

See accountant's compilation report.

CITY OF BAYOU VISTA
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES - continued
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Professional:				
Municipal Court Judge	7,000	7,000	-	7,000
City Attorney	22,005	22,005	-	22,005
Prosecutor	4,200	4,200	-	4,200
City Maintenance	8,022	8,022	-	8,022
Cm - Payroll Tax	618	618	-	618
Building Inspector	8,665	8,665	-	8,665
Building Inspector Payroll Tax	639	639	-	639
Mowing Contract	17,455	17,455	-	17,455
Property Maintenance Mowing	105	105	-	105
Accounting	8,663	8,663	-	8,663
Tax Collection	337	337	-	337
Central Appraisal District	2,667	2,667	-	2,667
Fire Marshal	694	694	-	694
Total Professional	<u>81,070</u>	<u>81,070</u>	-	<u>81,070</u>
Police Department:				
Salaries - Chief	\$ 32,808	\$ 32,808	\$ -	\$ 32,808
Chief - Payroll Tax	2,519	2,519	-	2,519
Health Credit - Chief	4,078	4,078	-	4,078
Chief - Retirement	1,187	1,187	-	1,187
Salaries - Captain	28,667	28,667	-	28,667
Captain - Payroll Tax	2,251	2,251	-	2,251
Health Credit - Captain	708	708	-	708
Captain - Retirement	1,059	1,059	-	1,059
Payroll - Patrol - F.T.	90,677	90,677	-	90,677
Patrol Officer - Payroll Tax	(1,331)	(1,331)	-	(1,331)
Police Department Overtime	2,790	2,790	-	2,790
Health Credit - Patrol	13,884	13,884	-	13,884
Patrol - Retirement	2,781	2,781	-	2,781
Payroll - Code Enforcement - Overtime	0	0	-	0
Subscription / Dues	345	345	-	345
Office Supplies	1,926	1,926	-	1,926
Postage	81	81	-	81
Uniforms	1,226	1,226	-	1,226
Telephone	1,740	1,740	-	1,740
911 - Dispatching	1,080	1,080	-	1,080
Bullet Proof Vests	5,058	5,058	-	5,058
Vehicle Fuel	7,189	7,189	-	7,189
Vehicle - Repair/Maintenance	9,538	9,538	-	9,538
O.S.S.I - Radio	105	105	-	105
License/Software/MDT	1,208	1,208	-	1,208
Police Training	1,210	1,210	-	1,210
Total Police Department	<u>212,784</u>	<u>212,784</u>	-	<u>212,784</u>

See accountant's compilation report.

CITY OF BAYOU VISTA
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES - continued
EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Court:				
Prisoner Housing	\$ 100	\$ 100	\$ -	\$ 100
Office Supplies / Equip.	823	823	-	823
Training		-	-	-
Computer Software	1,533	1,533	-	1,533
Subs. & Dues		-	-	-
Printing Tickets	250	250	-	250
Total Court	<u>2,706</u>	<u>2,706</u>	<u>-</u>	<u>2,706</u>
Recreation Complex:				
Lifeguard Salaries	998	998	-	998
Life Guard - Payroll Taxes	150	150	-	150
Telephone - 911	488	488	-	488
Pool House - Utilities	5,152	5,152	-	5,152
Community Center - Utilities	1,566	1,566	-	1,566
Community Center - Maintenance	701	701	-	701
Community Center - Elevator Inspection	3,418	3,418	-	3,418
Pool Expense	1,021	1,021	-	1,021
Total Recreation Complex	<u>13,494</u>	<u>13,494</u>	<u>-</u>	<u>13,494</u>
General Safety/Maintenance:				
Animal Control	7,744	7,744	-	7,744
Ambulance	18,750	18,750	-	18,750
Fire Department	26,250	26,250	-	26,250
Street Lights	8,450	8,450	-	8,450
Road Repair	40	40	-	40
Property Purchase	1,371	1,371	-	1,371
City Property Bulkhead	26,200	26,200	-	26,200
Contingency	22,368	22,368	-	22,368
Insurance	20,306	20,306	-	20,306
Windstorm Insurance	10,999	10,999	-	10,999
Infrastructure - repairs	6,306	6,306	-	6,306
Term Benefits	13,673	13,673	-	13,673
Depreciation	-	-	82,775	82,775
Total General Safety/Maintenance	<u>162,457</u>	<u>162,457</u>	<u>82,775</u>	<u>245,232</u>
Total Expenditures / Expenses	<u>578,074</u>	<u>578,074</u>	<u>82,775</u>	<u>660,849</u>
Net change in fund balance/net position	<u>253,311</u>	<u>253,311</u>	<u>(82,775)</u>	<u>170,536</u>
Fund balance/net position, beginning of year	<u>562,498</u>	<u>562,498</u>	<u>-</u>	<u>2,987,792</u>
Fund balance/net position, end of year	<u>\$ 815,809</u>	<u>\$ 815,809</u>	<u>\$ -</u>	<u>\$3,158,328</u>

See accountant's compilation report.

**CITY OF BAYOU VISTA
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
AS OF APRIL 30, 2017**

Total fund balance - governmental funds	815,809
Capital assets, net of depreciation used in governmental activities are not financial resources and, therefore, are not reported in the funds	2,445,975
Pension assets, net of pension liabilities, are not financial resources and therefore, are not reported in the funds	25,982
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the funds	(122,000) (7,438)
Net position of governmental activities	\$ 3,158,328

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE PERIOD ENDED APRIL 30, 2017**

Net change in fund balances - total governmental funds	\$ 253,311
Governmental funds report capital outlay as expenditures. In the statement of activities, cost of those assets is allocated over their estimated lives and reported as depreciation. This is the amount by which depreciation exceeds capital outlays	(82,775)
Change in net position of governmental activities	\$ 170,536

See accountant's compilation report.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF BAYOU VISTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
IN FUND BALANCE, BUDGET AND ACTUAL - GENERAL FUND
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>1 MONTH</u> <u>04/30/2017</u>	<u>YTD</u> <u>04/30/2017</u>	<u>2016-2017</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET %</u>
Revenues					
Ad Valorem Taxes	\$ 8,576	\$ 650,007	\$ 679,032	\$ 29,025	4.27
Franchise Taxes	-	55,275	100,000	44,725	44.73
Sales Tax	6,899	52,971	95,000	42,029	44.24
Sales Tax Road Repair	1,020	8,413	15,833	7,420	46.87
Building Permits	2,845	25,649	25,000	(649)	(2.60)
City - Revenue Other	1,618	14,584	2,000	(12,584)	(629.20)
Interest	140	852	1,200	348	29.00
Court - Fees And Fines	934	15,167	17,500	2,333	13.33
Court - Administration Fees	126	2,585	2,500	(85)	(3.40)
Rental - Community Center	460	2,340	4,060	1,720	42.36
Island Quilters	-	360	600	240	40.00
Sewer's Bee	-	180	800	620	77.50
Police - Revenue Other	667	1,526	1,500	(26)	(1.73)
3rd Friday Nite	-	450	700	250	35.71
Morning Quilters	-	600	800	200	25.00
Daily Pool Pass	-	426	3,000	2,574	85.80
Individual Pass	-	-	2,000	2,000	100.00
Family Pass	-	-	7,500	7,500	100.00
Total Revenues	23,285	831,385	959,025	127,640	13.31
Expenditures					
Administrative:					
Salaries - City Secretary	13,014	44,801	52,000	7,199	13.84
City Secretary's - Payroll Tax	996	3,585	4,160	575	13.82
City Secretary's - Health Credit	583	3,496	7,108	3,612	50.82
City Secretary's - Retirement	413	1,334	1,586	252	15.89
Payroll - Court Clerk	2,566	23,537	34,000	10,463	30.77
Court Clerk's - Payroll Tax	198	1,655	2,720	1,065	39.15
Court Clerk's - Health Credit	1,185	4,692	7,108	2,416	33.99
Court Clerk's - Retirement	124	754	1,037	283	27.29
Court Clerk OT.	-	64	500	436	87.20
Legal Notices	-	404	900	496	55.11
Subs. & Dues	-	898	2,200	1,302	59.18
Office Supplies	238	3,423	4,500	1,077	23.93
Rent / Utilities	2,900	13,050	17,400	4,350	25.00
Postage	54	335	1,000	665	66.50
Telephone	260	1,040	1,560	520	33.33
Internet	117	822	1,550	728	46.97
Printing	-	-	400	400	100.00
Election	-	-	7,000	7,000	100.00
Website Host	9	110	135	25	18.52
Records Mgt / B. Up	-	1,065	350	(715)	(204.29)
Bank Charges	43	349	800	451	56.38
City Business Mileage	-	-	200	200	100.00
Hurricane Prep	-	-	250	250	100.00
Flower Fund	92	92	150	58	38.67
Awards/Plaques	-	57	175	118	67.43
Total Administrative	22,792	105,563	148,789	43,226	29.05

CITY OF BAYOU VISTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - continued
IN FUND BALANCE, BUDGET AND ACTUAL - GENERAL FUND
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>1 MONTH</u> <u>04/30/2017</u>	<u>YTD</u> <u>04/30/2017</u>	<u>2016-2017</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET %</u>
Professional:					
Judge	\$ 1,000	\$ 7,000	\$ 12,000	\$ 5,000	41.67
City Attorney	4,463	22,005	40,000	17,995	44.99
Court Prosecutor	600	4,200	7,200	3,000	41.67
City Maintenance	1,174	8,022	15,080	7,058	46.80
Cm - Payroll Tax	91	618	1,206	588	48.77
Building Inspector	1,207	8,665	14,000	5,335	38.11
Building Inspector Payroll Tax	93	639	1,120	481	42.95
Mowing Contract	3,710	17,455	25,000	7,545	30.18
Force Mow	-	105	1,000	895	89.50
Accounting	875	8,663	9,600	937	9.76
Audit Fee	-	-	5,800	5,800	100.00
Tax Collection	-	337	300	(37)	(12.33)
Court Appraisal	-	2,667	4,250	1,583	37.25
Fire Marshal	-	694	1,000	306	30.60
Total Professional	<u>13,213</u>	<u>81,070</u>	<u>137,556</u>	<u>56,486</u>	<u>41.06</u>
Police Department:					
Salaries - Chief	4,148	32,808	57,500	24,692	42.94
Chief - Payroll Tax	318	2,519	4,600	2,081	45.24
Health Credit - Chief	582	4,078	7,108	3,030	42.63
Chief - Retirement	171	1,187	1,754	567	32.32
Salaries - Captain	3,827	28,667	47,000	18,333	39.01
Captain - Payroll Tax	292	2,251	3,760	1,509	40.13
Health Credit - Captain	9	708	7,108	6,400	90.04
Captain - Retirement	159	1,059	1,434	375	26.12
Payroll - Patrol - F.T.	14,746	90,677	164,320	73,643	44.82
Patrol Officer - Payroll Tax	1,130	(1,331)	13,146	14,477	110.13
Police Department Overtime	-	2,790	6,000	3,210	53.50
Health Credit - Patrol	1,733	13,884	28,432	14,548	51.17
Patrol - Retirement	379	2,781	5,012	2,231	44.51
Payroll - Code Enforcement - Overtime	-	-	-	-	0.00
Subs. & Dues	-	345	800	455	56.88
Office Supplies	401	1,926	2,300	374	16.26
Postage	-	81	200	119	59.50
Uniforms	176	1,226	1,500	274	18.27
Telephone	402	1,740	3,200	1,460	45.63
911-Dispatching	180	1,080	990	(90)	(9.09)
Small Equipment	-	5,058	1,000	(4,058)	(405.80)
Fuel	2,104	7,189	10,000	2,811	28.11
Vehicle - Repair/Maintenance	859	9,538	3,500	(6,038)	(172.51)
O.S.S.I. Radio	-	105	2,000	1,895	94.75
License/Software/MDT	-	1,208	1,400	192	13.71
Random Drug Testing	-	-	500	500	100.00
Police Training	-	1,210	2,500	1,290	51.60
Total Police Department	<u>31,616</u>	<u>212,784</u>	<u>377,064</u>	<u>164,280</u>	<u>43.57</u>

CITY OF BAYOU VISTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - continued
IN FUND BALANCE, BUDGET AND ACTUAL - GENERAL FUND
FOR THE PERIOD ENDING APRIL 30, 2017

	<u>1 MONTH</u> <u>04/30/2017</u>	<u>YTD</u> <u>04/30/2017</u>	<u>2016-2017</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET</u>	<u>REMAINING</u> <u>BUDGET %</u>
Court:					
Prisoner Housing	\$ -	\$ 100	\$ 500	400	80.00
Office Supplies / Equip.	242	823	300	(523)	(174.33)
Training	-	-	100	100	100.00
Computer Software	90	1,533	1,400	(133)	(9.50)
Subs. & Dues	-	-	200	200	100.00
Printing Tickets	-	250	500	250	50.00
Total Court	332	2,706	3,000	294	9.80
Recreation Complex:					
Lifeguard Salaries	-	998	20,000	19,002	95.01
Life Guard - Payroll Taxes	-	150	1,600	1,450	90.63
Pool House Maint.	-	-	800	800	100.00
Telephone - 911	69	488	950	462	48.63
Pool House - Utilities	747	5,152	10,000	4,848	48.48
Community Center - Utilities	213	1,566	3,000	1,434	47.80
Center Maint.	-	701	4,500	3,799	84.42
Center Elevator	-	3,418	4,500	1,082	24.04
Pool Expense	2	1,021	6,000	4,979	82.98
Pool Repairs	-	-	5,939	5,939	100.00
Paint Trim/Deck	-	-	5,000	5,000	100.00
Total Recreation Complex	1,031	13,494	62,289	48,795	78.34
General Safety/Maintenance:					
Animal Control	2,620	7,744	10,560	2,816	26.67
Ambulance	6,250	18,750	25,000	6,250	25.00
Fire Department	3,750	26,250	45,000	18,750	41.67
Street Lights	975	8,450	14,000	5,550	39.64
Road Repair	-	40	15,833	15,793	99.75
Capital Improvement	-	-	10,000	10,000	100.00
Property Purchase	-	1,371	19,150	17,779	92.84
Blkhd/Outfall Mod.	-	-	2,000	2,000	100.00
City Property Bulkhead	-	26,200	27,284	1,084	3.97
Contingency	18,179	22,368	10,000	(12,368)	(123.68)
Insurance	-	20,306	20,000	(306)	(1.53)
Windstorm Ins.	-	10,999	12,000	1,001	8.34
Flood	-	-	4,000	4,000	100.00
Infrastructure	-	6,306	3,500	(2,806)	(80.17)
Term Benefits	13,673	13,673	2,500	(11,173)	(446.92)
Vehicle Repair	-	-	2,000	2,000	100.00
Flood Map Appeal Engineering	-	-	7,500	7,500	100.00
Total General Safety/Maintenance	45,447	162,457	230,327	67,870	29.47
Total Expenditures	114,431	578,074	959,025	380,951	39.72
Excess Revenues (Expenditures)	<u>\$ (91,146)</u>	<u>\$ 253,311</u>	<u>\$ -</u>	<u>\$ (253,311)</u>	