

CITY OF BAYOU VISTA
FINANCIAL STATEMENTS
PERIOD ENDED JANUARY 31, 2018

ACCOUNTANT'S COMPILATION REPORT

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

Re: Financial Statements as of the Period Ended January 31, 2018

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 4 months and the period ended January 31, 2018, and the related statement of activities and governmental fund revenues and expenditures for one month and the period 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.

Texas City, TX
February 26th, 2018

Whitley Penn LLP

CITY OF BAYOU VISTA
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JANUARY 31, 2018

Assets

	General Fund	Adjustments	Statement of Net Position
Cash and cash equivalents	\$ 1,171,933	\$ -	\$ 1,171,933
Receivables, net of allowance	125,262	-	125,262
Prepaid items	33,087	-	33,087
Capital assets, net of accumulated depreciation:			
Capital assets not being depreciated	-	232,453	232,453
Capital assets, being depreciated	-	2,248,997	2,248,997
Total Assets	\$ 1,330,282	\$ 2,481,450	\$ 3,811,732
Deferred outflows - pension	-	320,522	320,522

Liabilities

Current liabilities:			
Accounts payable and accrued liabilities	\$ 34,299	\$ -	\$ 34,299
Deposits	1,455	-	1,455
Builder bond payable	17,525	-	17,525
Unearned revenue - other	33,174	-	33,174
State court costs	18,524	-	18,524
Noncurrent liabilities:			
Limited tax notes - non-current	-	122,000	122,000
Notes payable	-	7,438	7,438
Net pension liability	-	294,540	294,540
Total Liabilities	104,977	423,978	528,955

Deferred Inflows of Resources

Unavailable property taxes	125,262	-	125,262
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Fund Balances/Net Position

Nonspendable - Prepaid items	33,087	(33,087)	-
Unassigned	742,294	(742,294)	-
Assigned to contingency reserves	198,167	(198,167)	-
Assigned to capital improvements	27,359	(27,359)	-
Assigned to road repairs	99,136	(99,136)	-
Total Fund Balances	1,100,043	(1,100,043)	-

**Total Liabilities, Deferred Inflows of Resources
and Fund Balances**

\$ 1,330,282	\$ (676,065)	\$ 654,217
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Net Position

Net investment in capital assets	2,481,450	2,481,450
Restricted - debt service	129,438	129,438
Unrestricted	867,149	867,149
Total Net Position	\$ 3,478,037	\$ 3,478,037

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 ENDED JANUARY 31, 2018

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Revenues				
Ad Valorem Taxes	\$ 645,462	\$ 645,462	\$ -	\$ 645,462
Franchise Taxes	24,986	24,986	-	24,986
Sales Tax	52,287	52,287	-	52,287
Sales Tax Road Repair	16,335	16,335	-	16,335
Building Permits	8,935	8,935	-	8,935
City - Revenue Other	21,908	21,908	-	21,908
Interest	644	644	-	644
Court - Fees And Fines	10,753	10,753	-	10,753
Court - Administration Fees	2,759	2,759	-	2,759
Rental - Community Center	1,440	1,440	-	1,440
Club - 3rd Friday Night	300	300	-	300
Island Quilters	360	360	-	360
Morning Quilters	-	-	-	-
Sewer's Bee	-	-	-	-
Pool - Daily	210	210	-	210
Police - Revenue Other	10	10	-	10
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	\$ 786,389	\$ 786,389	\$ -	\$ 786,389
Expenditures / Expenses				
Administrative:				
Salaries - City Secretary	15,031	15,031	-	15,031
City Secretary's - Payroll Tax	1,153	1,153	-	1,153
City Secretary's - Health Credit	2,207	2,207	-	2,207
City Secretary's - Retirement	621	621	-	621
Payroll - Court Clerk	10,749	10,749	-	10,749
Court Clerk's - Payroll Tax	264	264	-	264
Court Clerk's - Health Credit	-	-	-	-
Court Clerk's - Retirement	143	143	-	143
Court Clerk's - Overtime	-	-	-	-
Legal Notices	311	311	-	311
Subscription / Dues	653	653	-	653
Office Supplies	752	752	-	752
Rent / Utilities	7,250	7,250	-	7,250
Postage	176	176	-	176
Telephone	603	603	-	603
Internet - Comcast	470	470	-	470
Website Host	36	36	-	36
Records Mgt / B. Up	-	-	-	-
Bank Charges	118	118	-	118
Hurricane Prep	-	-	-	-
Flower Fund	130	130	-	130
Awards / Plaques	-	-	-	-
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Total Administrative	40,667	40,667	-	40,667

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 ENDED JANUARY 31, 2018

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Professional:				
Municipal Court Judge	\$ 4,400	\$ 4,400	\$ -	\$ 4,400
City Attorney	8,175	8,175	-	8,175
Prosecutor	2,400	2,400	-	2,400
City Maintenance	5,235	5,235	-	5,235
Cm - Payroll Tax	967	967	-	967
Building Inspector	5,400	5,400	-	5,400
Building Inspector Payroll Tax	419	419	-	419
Mowing Contract	8,610	8,610	-	8,610
Property Maintenance Mowing	2,100	2,100	-	2,100
Accounting	3,283	3,283	-	3,283
Tax Collection	-	-	-	-
Central Appraisal District	1,457	1,457	-	1,457
Fire Marshal	-	-	-	-
Total Professional	<u>42,446</u>	<u>42,446</u>	<u>-</u>	<u>42,446</u>
Police Department:				
Salaries - Chief	19,998	19,998	-	19,998
Chief - Payroll Tax	1,535	1,535	-	1,535
Health Credit - Chief	27	27	-	27
Chief - Retirement	826	826	-	826
Salaries - Captain	15,975	15,975	-	15,975
Captain - Payroll Tax	1,226	1,226	-	1,226
Health Credit - Captain	2,207	2,207	-	2,207
Captain - Retirement	313	313	-	313
Payroll - Patrol - F.T.	65,770	65,770	-	65,770
Patrol Officer - Payroll Tax	5,050	5,050	-	5,050
Police Department Overtime	-	-	-	-
Health Credit - Patrol	8,253	8,253	-	8,253
Patrol - Retirement	1,995	1,995	-	1,995
Subscription / Dues	317	317	-	317
Office Supplies	1,332	1,332	-	1,332
Postage	-	-	-	-
Uniforms	1,167	1,167	-	1,167
Telephone	969	969	-	969
911 - Dispatching	-	-	-	-
Small Equipment	1,313	1,313	-	1,313
Vehicle Fuel	4,246	4,246	-	4,246
Vehicle - Repair/Maintenance	3,149	3,149	-	3,149
O.S.S.I - Radio	1,260	1,260	-	1,260
License/Software/MDT	-	-	-	-
Random Drug Testing	64	64	-	64
Police Training	392	392	-	392
Total Police Department	<u>137,384</u>	<u>137,384</u>	<u>-</u>	<u>137,384</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 ENDED JANUARY 31, 2018

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Court:				
Prisoner Housing	\$ 525	\$ 525	\$ -	\$ 525
Office Supplies / Equip.	-	-	-	-
Training	-	-	-	-
Computer Software	12	12	-	12
Subs. & Dues	153	153	-	153
Printing Tickets	795	795	-	795
Total Court	1,485	1,485	-	1,485
Recreation Complex:				
Lifeguard Salaries	281	281	-	281
Life Guard - Payroll Taxes	22	22	-	22
Pool House Maint.	-	-	-	-
Telephone - 911	365	365	-	365
Pool House - Utilities	2,227	2,227	-	2,227
Community Center - Utilities	526	526	-	526
Community Center - Maintenance	1,159	1,159	-	1,159
Community Center - Elevator Inspection	-	-	-	-
Pool Expense	1,141	1,141	-	1,141
Pool Repairs	-	-	-	-
Total Recreation Complex	5,721	5,721	-	5,721
General Safety/Maintenance:				
Animal Control	5,448	5,448	-	5,448
Ambulance	6,250	6,250	-	6,250
Fire Department	15,000	15,000	-	15,000
Street Lights	11,137	11,137	-	11,137
Road Repair	3,407	3,407	-	3,407
Capital Improvement	750	750	-	750
Property Purchase	1,153	1,153	-	1,153
Blkhd/Outfall Mod.	-	-	-	-
City Property Bulkhead	12,400	12,400	-	12,400
Contingency	4,163	4,163	-	4,163
Insurance	31,610	31,610	-	31,610
Windstorm Insurance	-	-	-	-
Flood Insurance	567	567	-	567
Infrastructure - repairs	1,900	1,900	-	1,900
Term Benefits	-	-	-	-
Vehicle Repair	-	-	-	-
Flood Map Appeal Engineering	-	-	-	-
Depreciation	-	-	47,300	47,300
Total General Safety/Maintenance	93,785	93,785	47,300	141,085
Total Expenditures / Expenses	321,488	321,488	47,300	368,788
Net change in fund balance/net position	464,901	464,901	(47,300)	417,601
Fund balance/net position, beginning of year	635,142	635,142	-	3,060,436
Fund balance/net position, end of year	\$ 1,100,043	\$ 1,100,043	\$ -	\$3,478,037

See accountant's compilation report.

**CITY OF BAYOU VISTA
RECONCILIATION OF BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
AS OF JANUARY 31, 2018**

Total fund balance - governmental funds	\$ 1,100,043
Capital assets, net of depreciation used in governmental activities are not financial resources and, therefore, are not reported in the funds	2,481,450
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	<u>\$ 3,478,037</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE PERIOD ENDED JANUARY 31, 2018**

Net change in fund balances - total governmental funds	\$ 464,901
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	(47,300)
Change in net position of governmental activities	<u>\$ 417,601</u>

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 ENDED JANUARY 31, 2018

	1 MONTH	YTD	2017-2018	REMAINING	REMAINING
	01/31/2018	01/31/2018	BUDGET	BUDGET	BUDGET %
Revenues					
Ad Valorem Taxes	\$ 177,059	\$ 645,462	\$ 751,256	\$ 105,794	14.08
Franchise Taxes	125	24,986	100,000	75,014	75.01
Sales Tax	8,914	52,287	95,000	42,713	44.96
Sales Tax Road Repair	1,334	16,335	15,833	(502)	(3.17)
Building Permits	988	8,935	20,000	11,065	55.33
City - Revenue Other	180	21,908	2,000	(19,908)	(995.40)
Interest	231	644	1,200	556	46.33
Court - Fees And Fines	2,707	10,753	18,000	7,247	40.26
Court - Administration Fees	151	2,759	4,000	1,241	31.03
Rental - Community Center	120	1,440	5,000	3,560	71.20
Island Quilters	-	360	600	240	40.00
Sewer's Bee	-	-	-	-	-
Police - Revenue Other	-	10	1,500	1,490	99.33
3rd Friday Nite	-	300	600	300	50.00
Morning Quilters	-	-	600	600	100.00
Daily Pool Pass	-	210	3,000	2,790	93.00
Individual Pass	-	-	2,000	2,000	100.00
Family Pass	-	-	7,500	7,500	100.00
Total Revenues	191,809	786,389	1,028,090	241,701	23.51
Expenditures					
Administrative:					
Salaries - City Secretary	3,469	15,031	45,000	29,969	66.60
City Secretary's - Payroll Tax	268	1,153	3,600	2,447	67.97
City Secretary's - Health Credit	-	2,207	8,221	6,014	73.15
City Secretary's - Retirement	287	621	1,859	1,238	66.59
Payroll - Court Clerk	2,380	10,749	36,774	26,025	70.77
Court Clerk's - Payroll Tax	-	264	2,942	2,678	91.03
Court Clerk's - Health Credit	-	-	8,221	8,221	100.00
Court Clerk's - Retirement	-	143	1,519	1,376	90.58
Court Clerk OT.	-	-	500	500	100.00
Legal Notices	-	311	900	589	65.44
Subs. & Dues	80	653	2,200	1,547	70.32
Office Supplies	150	752	4,500	3,748	83.29
Rent / Utilities	1,450	7,250	17,400	10,150	58.33
Postage	156	176	750	574	76.53
Telephone	122	603	1,560	957	61.35
IT Support	-	-	1,000	1,000	100.00
Internet	245	470	1,550	1,080	69.68
Printing	-	-	200	200	100.00
Election	-	-	7,000	7,000	100.00
Website Host	9	36	135	99	73.33
Records Mgt / B. Up	-	-	1,200	1,200	100.00
Bank Charges	22	118	750	632	84.27
City Business Mileage	-	-	200	200	100.00
Hurricane Prep	-	-	250	250	100.00
Flower Fund	-	130	150	20	13.33
Awards/Plaques	-	-	175	175	100.00
Total Administrative	8,638	40,667	148,556	107,889	72.63

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 ENDED JANUARY 31, 2018

	1 MONTH 01/31/2018	YTD 01/31/2018	2017-2018 BUDGET	REMAINING BUDGET	REMAINING BUDGET %
Professional:					
Judge	\$ 1,100	\$ 4,400	\$ 13,200	\$ 8,800	66.67
City Attorney	3,975	8,175	35,000	26,825	76.64
Court Prosecutor	600	2,400	7,200	4,800	66.67
City Maintenance	977	5,235	16,120	10,885	67.52
Cm - Payroll Tax	260	967	1,290	323	25.02
Building Inspector	1,200	5,400	15,600	10,200	65.38
Building Inspector Payroll Tax	93	419	1,248	829	66.43
Building Inspector Training			1,000	1,000	100.00
Mowing Contract	1,870	8,610	25,000	16,390	65.56
Force Mow	-	2,100	750	(1,350)	(180.00)
Accounting	0	3,283	11,500	8,217	71.45
Audit Fee	-	-	6,000	6,000	100.00
Tax Collection	-	-	375	375	100.00
Court Appraisal	-	1,457	4,250	2,793	65.72
Fire Marshal	-	-	1,000	1,000	100.00
Total Professional	10,075	42,446	139,533	97,087	69.58
Police Department:					
Salaries - Chief	4,960	19,998	54,000	34,002	62.97
Chief - Payroll Tax	385	1,535	4,320	2,785	64.47
Health Credit - Chief	-	27	8,221	8,194	99.67
Chief - Retirement	381	826	2,230	1,404	62.96
Salaries - Captain	3,871	15,975	47,091	31,116	66.08
Captain - Payroll Tax	300	1,226	3,767	2,541	67.46
Health Credit - Captain	-	2,207	8,221	6,014	73.15
Captain - Retirement	313	313	1,945	1,632	83.91
Payroll - Patrol - F.T.	16,327	65,770	172,850	107,080	61.95
Patrol Officer - Payroll Tax - F.T.	1,267	5,050	13,828	8,778	63.48
Patrol Officer - Health Credit	-	8,253	32,885	24,632	74.90
Patrol Officer - Retirement	907	1,995	7,139	5,144	72.05
Payroll - Patrol - P.T.			10,000	10,000	100.00
Patrol Officer - Payroll Tax - P.T.			800	800	100.00
Police Department Overtime	-	-	5,000	5,000	100.00
Subs. & Dues	317	317	500	183	36.60
Office Supplies	306	1,332	2,300	968	42.09
Postage	-	-	150	150	100.00
Uniforms	284	1,167	1,500	333	22.20
Telephone	241	969	3,200	2,231	69.72
911-Dispatching	-	-	1,200	1,200	100.00
Small Equipment	-	1,313	6,000	4,687	78.12
Fuel	969	4,246	11,000	6,754	61.40
Vehicle - Repair/Maintenance	681	3,149	5,000	1,851	37.02
O.S.S.I. Radio	1,260	1,260	2,000	740	37.00
License/Software/MDT	-	-	1,500	1,500	100.00
Random Drug Testing	-	64	500	436	87.20
Police Training	188	392	2,500	2,108	84.32
Total Police Department	32,957	137,384	409,648	272,264	66.46

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 ENDED JANUARY 31, 2018

	1 MONTH	YTD	2017-2018	REMAINING	REMAINING
	01/31/2018	01/31/2018	BUDGET	BUDGET	BUDGET %
Court:					
Prisoner Housing	\$ 150	\$ 525	\$ 500	\$ (25)	(5.00)
Office Supplies / Equip.	-	-	500	500	100.00
Training	-	-	2,000	2,000	100.00
Computer Software	-	12	1,750	1,738	99.31
Subs. & Dues	-	153	100	(53)	(53.00)
Printing Tickets	-	795	500	(295)	(59.00)
Total Court	<u>150</u>	<u>1,485</u>	<u>5,350</u>	<u>3,865</u>	<u>72.24</u>
Recreation Complex:					
Lifeguard Salaries	-	281	20,000	19,719	98.60
Life Guard - Payroll Taxes	-	22	1,600	1,578	98.63
Pool House Maint.	-	-	600	600	100.00
Telephone - 911	146	365	950	585	61.58
Pool House - Utilities	476	2,227	10,000	7,773	77.73
Community Center - Utilities	143	526	3,000	2,474	82.47
Center Maint.	39	1,159	4,500	3,341	74.24
Center Elevator	-	-	4,500	4,500	100.00
Pool Expense	-	1,141	5,000	3,859	77.18
Pool Repairs	-	-	4,000	4,000	100.00
Paint Trim/Deck	-	-	5,000	5,000	100.00
Total Recreation Complex	<u>804</u>	<u>5,721</u>	<u>59,150</u>	<u>53,429</u>	<u>90.33</u>
General Safety/Maintenance:					
Animal Control	-	5,448	11,312	5,864	51.84
Ambulance	-	6,250	25,000	18,750	75.00
Fire Department	3,750	15,000	45,000	30,000	66.67
Street Lights	8,740	11,137	13,000	1,863	14.33
New Street Lights	-	-	9,000	9,000	100.00
Road Repair	-	3,407	15,833	12,426	78.48
Capital Improvement	-	750	27,190	26,440	97.24
Property Purchase	1,153	1,153	19,150	17,997	93.98
Blkhhd/Outfall Mod.	-	-	2,000	2,000	100.00
City Property Bulkhead	-	12,400	27,000	14,600	54.07
Contingency	264	4,163	23,869	19,706	82.56
Insurance	-	31,610	20,000	(11,610)	(58.05)
Windstorm Ins.	-	-	12,600	12,600	100.00
Flood	-	567	4,000	3,433	85.83
Infrastructure	-	1,900	3,500	1,600	45.71
Term Benefits	-	-	2,500	2,500	100.00
Vehicle Repair	-	-	2,000	2,000	100.00
Flood Map Appeal Engineering	-	-	3,500	3,500	100.00
Total General Safety/Maintenance	<u>13,907</u>	<u>93,785</u>	<u>266,453</u>	<u>172,668</u>	<u>64.80</u>
Total Expenditures	<u>66,531</u>	<u>321,488</u>	<u>1,028,690</u>	<u>707,202</u>	<u>68.75</u>
Net change in fund balance/net position	<u>\$ 125,278</u>	<u>\$ 464,901</u>	<u>\$ (600)</u>	<u>\$ (465,501)</u>	
Fund balance/net position, beginning of year	<u>-</u>	<u>635,142</u>			
Fund balance/net position, end of year	<u>\$ 125,278</u>	<u>\$1,100,043</u>			