

CITY OF BAYOU VISTA
FINANCIAL STATEMENTS
PERIOD ENDED JANUARY 31, 2019

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, 2019

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 January 31, 2019, and the related statement of activities and governmental fund revenues and expenditures, and changes in fund balances for 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, the schedule of changes in net pension liability and related ratios, and the schedule of employer contributions 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
February 28, 2019

CITY OF BAYOU VISTA
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JANUARY 31, 2019

Assets

	General Fund	Adjustments	Statement of Net Position
Cash and cash equivalents	\$ 1,309,272	\$ -	\$ 1,309,272
Receivables, net of allowance	145,223	-	145,223
Prepaid items	37,544	-	37,544
Capital assets, net of accumulated depreciation:			
Capital assets not being depreciated	-	232,453	232,453
Capital assets, being depreciated	-	4,388,094	4,388,094
Total Assets	\$ 1,492,039	\$ 4,620,547	\$ 6,112,586
Deferred outflows - pension	-	360,097	360,097

Liabilities

Current liabilities:			
Accounts payable and accrued liabilities	\$ 55,787	\$ -	\$ 55,787
Deposits	1,695	-	1,695
Builder bond payable	13,025	-	13,025
Unearned revenue - other	41,070	-	41,070
State court costs	11,020	-	11,020
Noncurrent liabilities:			
Limited tax notes - non-current	-	122,000	122,000
Net pension liability	-	337,912	337,912
Total Liabilities	122,597	459,912	582,509

Deferred Inflows of Resources

Unavailable property taxes	145,223	-	145,223
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Fund Balances/Net Position

Nonspendable - Prepaid items	37,544	(37,544)	-
Unassigned	841,203	(841,203)	-
Assigned to contingency reserves	198,777	(198,777)	-
Assigned to capital improvements	27,419	(27,419)	-
Assigned to road repairs	119,276	(119,276)	-
Total Fund Balances	1,224,219	(1,224,219)	-

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

\$ 1,492,039	\$ (764,307)	\$ 727,732
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Net Position

Investment in capital assets	4,620,547	4,620,547
Restricted - debt service	122,000	122,000
Unrestricted	1,002,404	1,002,404
Total Net Position	\$ 5,744,951	\$ 5,744,951

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, 2019

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Revenues				
Ad Valorem Taxes	\$ 652,181	\$ 652,181	\$ -	\$ 652,181
Franchise Taxes	36,601	36,601	-	36,601
Sales Tax	34,330	34,330	-	34,330
Sales Tax Road Repair	5,374	5,374	-	5,374
Building Permits	11,159	11,159	-	11,159
City - Revenue Other	23,325	23,325	-	23,325
Interest	1,568	1,568	-	1,568
Court - Fees And Fines	3,382	3,382	-	3,382
Court - Administration Fees	2,192	2,192	-	2,192
Rental - Community Center	1,030	1,030	-	1,030
Island Quilters	1,110	1,110	-	1,110
Pool - Daily	125	125	-	125
Police - Revenue Other	1,050	1,050	-	1,050
Total Revenues	\$ 773,427	\$ 773,427	\$ -	\$ 773,427
Expenditures / Expenses				
Administrative:				
Salaries - City Secretary	16,942	16,942	-	16,942
City Secretary's - Payroll Tax	1,370	1,370	-	1,370
City Secretary's - Health Credit	3,792	3,792	-	3,792
City Secretary's - Retirement	506	506	-	506
Payroll - Court Clerk	10,846	10,846	-	10,846
Court Clerk's - Payroll Tax	871	871	-	871
Court Clerk's - Health Credit	632	632	-	632
Court Clerk's - Retirement	428	428	-	428
Legal Notices	594	594	-	594
Subscription / Dues	581	581	-	581
Office Supplies	1,598	1,598	-	1,598
Rent / Utilities	6,200	6,200	-	6,200
Telephone	483	483	-	483
Internet - Comcast	1,295	1,295	-	1,295
Website Host	36	36	-	36
City Hall Mileage	30	30	-	30
Records Mgt / B. Up	60	60	-	60
Bank Charges	123	123	-	123
Awards / Plaques	43	43	-	43
Total Administrative	46,430	46,430	-	46,430

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, 2019

	<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	10,807	10,807	-	10,807
Prosecutor	2,400	2,400	-	2,400
City Maintenance	6,031	6,031	-	6,031
Cm - Payroll Tax	474	474	-	474
Building Inspector	6,628	6,628	-	6,628
Building Inspector Payroll Tax	539	539	-	539
Mowing Contract	7,480	7,480	-	7,480
Property Maintenance Mowing	275	275	-	275
Accounting	5,112	5,112	-	5,112
Central Appraisal District	1,422	1,422	-	1,422
Total Professional	<u>45,568</u>	<u>45,568</u>	-	<u>45,568</u>
Police Department:				
Salaries - Chief	17,743	17,743	-	17,743
Chief - Payroll Tax	1,701	1,701	-	1,701
Health Credit - Chief	509	509	-	509
Chief - Retirement	835	835	-	835
Payroll - Patrol - F.T.	73,164	73,164	-	73,164
Patrol Officer - Payroll Tax	7,487	7,487	-	7,487
Payroll - Patrol - P.T.	4,740	4,740	-	4,740
Police Department P.T. - Payroll Tax	340	340	-	340
Police Department Overtime	21,924	21,924	-	21,924
Health Credit - Patrol	16,150	16,150	-	16,150
Patrol - Retirement	3,656	3,656	-	3,656
Subscription / Dues	346	346	-	346
Office Supplies	1,116	1,116	-	1,116
Postage	137	137	-	137
Uniforms	579	579	-	579
Telephone	856	856	-	856
Small Equipment	3,410	3,410	-	3,410
Vehicle Fuel	6,712	6,712	-	6,712
Vehicle - Repair/Maintenance	1,405	1,405	-	1,405
O.S.S.I - Radio	2,592	2,592	-	2,592
Police Training	1,230	1,230	-	1,230
Total Police Department	<u>166,632</u>	<u>166,632</u>	-	<u>166,632</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, 2019

	<u>General Fund</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
Court:				
Prisoner Housing	\$ 75	\$ 75	\$ -	\$ 75
Office Supplies / Equip.	117	117	-	117
Computer Software	96	96	-	96
Total Court	<u>288</u>	<u>288</u>	<u>-</u>	<u>288</u>
Recreation Complex:				
Telephone - 911	503	503	-	503
Pool House - Utilities	1,976	1,976	-	1,976
Community Center - Utilities	701	701	-	701
Community Center - Maintenance	2,266	2,266	-	2,266
Pool Expense	677	677	-	677
Total Recreation Complex	<u>6,123</u>	<u>6,123</u>	<u>-</u>	<u>6,123</u>
General Safety/Maintenance:				
Animal Control	2,856	2,856	-	2,856
Ambulance	6,250	6,250	-	6,250
Fire Department	15,000	15,000	-	15,000
Street Lights	5,919	5,919	-	5,919
Property Purchase	930	930	-	930
Contingency	11,221	11,221	-	11,221
Insurance	46,222	46,222	-	46,222
Flood Insurance	581	581	-	581
Depreciation	-	-	35,475	35,475
Total General Safety/Maintenance	<u>88,979</u>	<u>88,979</u>	<u>35,475</u>	<u>124,454</u>
Total Expenditures / Expenses	<u>354,020</u>	<u>354,020</u>	<u>35,475</u>	<u>389,495</u>
Net change in fund balance	<u>419,407</u>	<u>419,407</u>	<u>(35,475)</u>	<u>383,932</u>
Net position, beginning of year	<u>804,812</u>	<u>804,812</u>	<u>-</u>	<u>2,959,078</u>
Net position, end of year	<u>\$ 1,224,219</u>	<u>\$ 1,224,219</u>	<u>\$ -</u>	<u>\$ 3,343,010</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 JANUARY 31, 2019**

Total fund balance - governmental funds	\$ 1,224,219
Capital assets, net of depreciation used in governmental activities are not financial resources and, therefore, are not reported in the funds	4,620,547
Pension assets, net of pension liabilities, are not financial resources and therefore, are not reported in the funds	22,185
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)
Net position of governmental activities	\$ 5,744,951

**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, 2019**

Net change in fund balances - total governmental funds	\$ 419,407
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	(35,475)
Change in net position of governmental activities	\$ 383,932

See accountant's compilation report.

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, 2019

	1 MONTH	YTD	2018-2019	REMAINING	REMAINING
	01/31/2019	01/31/2019	BUDGET	BUDGET	BUDGET %
Revenues					
Ad Valorem Taxes	\$ 400,793	\$ 652,181	\$ 765,970	\$ 113,789	14.86
Franchise Taxes	7,370	36,601	100,000	63,399	63.40
Sales Tax	8,506	34,330	100,000	65,670	65.67
Sales Tax Road Repair	1,256	5,374	16,667	11,293	67.76
Building Permits	3,001	11,159	25,000	13,841	55.36
City - Revenue Other	-	23,325	7,500	(15,825)	(211.00)
Interest	516	1,568	2,200	632	28.73
Court - Fees And Fines	361	3,382	25,000	21,618	86.47
Court - Administration Fees	406	2,192	8,000	5,808	72.60
Rental - Community Center	(40)	1,030	5,000	3,970	79.40
Island Quilters	570	1,110	720	(390)	(54.17)
Police - Revenue Other	-	1,050	500	(550)	(110.00)
3rd Friday Nite	-	-	600	600	100.00
Daily Pool Pass	-	125	3,000	2,875	95.83
Total Revenues	422,739	773,427	1,069,657	296,230	27.69
Expenditures					
Administrative:					
Salaries - City Secretary	4,134	16,942	48,000	31,058	64.70
City Secretary's - Payroll Tax	390	1,370	3,840	2,470	64.32
City Secretary's - Health Credit	-	3,792	9,100	5,308	58.33
City Secretary's - Retirement	-	506	1,896	1,390	73.31
Payroll - Court Clerk	2,298	10,846	38,854	28,008	72.09
Court Clerk's - Payroll Tax	217	871	3,108	2,237	71.98
Court Clerk's - Health Credit	75	632	9,100	8,468	93.05
Court Clerk's - Retirement	90	428	1,535	1,107	72.11
Court Clerk OT.	-	-	500	500	100.00
Legal Notices	336	594	1,000	406	40.60
Subs. & Dues	46	581	2,200	1,619	73.59
Office Supplies	891	1,598	4,500	2,902	64.49
Rent / Utilities	1,550	6,200	18,600	12,400	66.67
Postage	-	-	750	750	100.00
Telephone	121	483	1,560	1,077	69.04
IT Support	-	-	1,000	1,000	100.00
Internet	259	1,295	2,275	980	43.08
Printing	-	-	500	500	100.00
Special Events	-	-	5,000	5,000	100.00
Election	-	-	7,000	7,000	100.00
Website Host	9	36	135	99	73.33
City Hall Mileage	30	30	0	(30)	-
Records Mgt / B. Up	-	60	1,200	1,140	95.00
Bank Charges	-	123	500	377	75.40
City Business Mileage	-	-	200	200	100.00
Hurricane Prep	-	-	250	250	100.00
Flower Fund	-	-	150	150	100.00
Awards/Plaques	43	43	175	132	75.43
Total Administrative	10,489	46,430	162,928	116,498	71.50

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, 2019

	1 MONTH	YTD	2018-2019	REMAINING	REMAINING
	01/31/2019	01/31/2019	BUDGET	BUDGET	BUDGET %
Professional:					
Judge	\$ 1,100	\$ 4,400	\$ 13,200	\$ 8,800	66.67
City Attorney	0	10,807	35,000	24,193	69.12
Court Prosecutor	600	2,400	7,200	4,800	66.67
City Maintenance	1,377	6,031	16,500	10,469	63.45
Cm - Payroll Tax	118	474	1,320	846	64.09
Building Inspector	1,754	6,628	17,100	10,472	61.24
Building Inspector Payroll Tax	166	539	1,368	829	60.60
Building Inspector Training	0	-	1,000	1,000	100.00
Mowing Contract	0	7,480	25,000	17,520	70.08
Force Mow	0	275	1,500	1,225	81.67
Accounting	1,200	5,112	13,000	7,888	60.68
Audit Fee	(6,000)	-	6,000	6,000	100.00
Tax Collection	0	-	375	375	100.00
Court Appraisal	0	1,422	4,250	2,828	66.54
Fire Marshal	0	-	1,000	1,000	100.00
Total Professional	315	45,568	143,813	98,245	68.31
Police Department:					
Salaries - Chief	4,327	17,743	60,000	42,257	70.43
Chief - Payroll Tax	436	1,701	4,800	3,099	64.56
Health Credit - Chief	82	509	9,200	8,691	94.47
Chief - Retirement	182	835	2,370	1,535	64.77
Payroll - Patrol - F.T.	15,391	73,164	233,000	159,836	68.60
Patrol Officer - Payroll Tax - F.T.	2,131	7,487	18,640	11,153	59.83
Patrol Officer - Health Credit	375	16,150	45,500	29,350	64.51
Patrol Officer - Retirement	891	3,656	9,204	5,548	60.28
Payroll - Patrol - P.T.	525	4,740	10,000	5,260	52.60
Patrol Officer - Payroll Tax - P.T.	50	340	800	460	57.50
Police Department Overtime	7,446	21,924	5,000	(16,924)	(338.48)
Subs. & Dues	-	346	500	154	30.80
Office Supplies	247	1,116	2,500	1,384	55.36
Postage	40	137	150	13	8.67
Uniforms	128	579	2,500	1,921	76.84
Telephone	121	856	3,200	2,344	73.25
911-Dispatching	-	-	1,200	1,200	100.00
Small Equipment	3,410	3,410	5,000	1,590	31.80
Fuel	2,181	6,712	15,000	8,288	55.25
Vehicle - Repair/Maintenance	783	1,405	5,000	3,595	71.90
O.S.S.I. Radio	-	2,592	2,000	(592)	(29.60)
New Car	-	-	10,000	10,000	100.00
License/Software/MDT	-	-	1,500	1,500	100.00
Random Drug Testing	-	-	500	500	100.00
Police Training	-	1,230	2,500	1,270	50.80
Total Police Department	38,746	166,632	450,065	283,433	62.98

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, 2019

	1 MONTH	YTD	2018-2019	REMAINING	REMAINING
	01/31/2019	01/31/2019	BUDGET	BUDGET	BUDGET %
Court:					
Prisoner Housing	\$ -	\$ 75	\$ 500	\$ 425	85.00
Office Supplies / Equip.	0	117	500	383	76.60
Training	0	-	1,000	1,000	100.00
Computer Software	48	96	1,500	1,404	93.60
Subs. & Dues	0	-	250	250	100.00
Printing Tickets	0	-	800	800	100.00
Total Court	48	288	4,550	4,262	93.67
Telephone - 911	123	503	950	447	47.05
Pool House - Utilities	214	1,976	10,000	8,024	80.24
Community Center - Utilities	143	701	3,000	2,299	76.63
Center Maint.	410	2,266	4,500	2,234	49.64
Center Elevator	-	-	4,500	4,500	100.00
Pool Expense	-	677	5,000	4,323	86.46
Pool Repairs	-	-	4,000	4,000	100.00
Paint Trim/Deck	-	-	5,000	5,000	100.00
Total Recreation Complex	890	6,123	59,550	53,427	89.72
General Safety/Maintenance:					
Animal Control	-	2,856	11,500	8,644	75.17
Ambulance	-	6,250	25,000	18,750	75.00
Fire Department	3,750	15,000	45,000	30,000	66.67
Street Lights	1,190	5,919	5,000	(919)	(18.38)
New Street Lights	-	-	1,000	1,000	100.00
Road Repair	-	-	16,667	16,667	100.00
Capital Improvement	-	-	20,000	20,000	100.00
Property Purchase	930	930	19,150	18,220	95.14
Blkhd/Outfall Mod.	-	-	2,000	2,000	100.00
City Property Bulkhead	-	-	35,000	35,000	100.00
Contingency	3,663	11,221	16,300	5,079	31.16
Insurance	8,567	46,222	22,000	(24,222)	(110.10)
Windstorm Ins.	-	-	13,800	13,800	100.00
Flood	-	581	4,000	3,419	85.48
Infrastructure	-	-	5,000	5,000	100.00
Term Benefits	-	-	2,500	2,500	100.00
Vehicle Repair	-	-	2,000	2,000	100.00
Grant Writer	-	-	2,835	2,835	100.00
Total General Safety/Maintenance	18,100	88,979	248,751	159,772	64.23
Total Expenditures	68,588	354,020	1,069,657	715,637	66.90
Net change in fund balance/net position	\$ 354,151	\$ 419,407	\$ -	\$ (419,407)	
Fund balance/net position, beginning of year	<u>169,671</u>	<u>804,812</u>			