

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Thrall, Texas (the City) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting and reporting policies and practices used by the City are described below.

***Reporting Entity***

The City is a general law city in Williamson County, which is incorporated in the State of Texas. The City operates under a Council form of government and provides such services as public safety, highways, streets, sanitation and water, judicial, community improvements, planning and zoning, culture-recreation, general administrative, and other services as are authorized by its code of ordinances and its citizens.

The City Council, which is elected at large, is the level of government that has governing responsibilities over all activities related to the City. The City is not included in any other governmental reporting entity. Aldermen are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters.

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City and its component units. In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in accounting principles generally accepted in the United States of America. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant indication of this ability is financial interdependency. Other indications of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the City is able to exercise oversight responsibilities. The City had no component units in the year ended September 30, 2006.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Financial Reporting Model***

In June 1999, GASB issued Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. This statement, known as the "Reporting Model" statement, affects the way the City prepares and presents financial information. GASB Statement No. 34 establishes requirements and a reporting model for the annual financial reports of state and local governments. The Statement was developed to make annual reports easier to understand and more useful to the people who use governmental financial information to make decisions.

***Management's Discussion and Analysis***

GASB Statement No. 34 requires that financial statements be accompanied by a narrative introduction and analytical overview of the government's financial activities in the form of "management's discussion and analysis" (MD&A). This analysis is similar to analysis the private sector provides in their annual reports.

***Government-Wide Financial Statements***

The reporting model includes financial statements prepared using full accrual accounting for all of the government's activities. This approach includes not just current assets and liabilities (such as cash and accounts payable) but also capital assets and long-term liabilities (such as buildings and infrastructure, including bridges and roads, and general obligation debt). Accrual accounting also reports all of the revenues and cost of providing services each year, not just those received or paid in the current year or soon thereafter.

***Statement of Net Assets***

The Statement of Net Assets is designed to display the financial position of the primary government (government and business-type activities). Governments will report all capital assets, including infrastructure, in the government-wide Statement of Net Assets and will report depreciation expense - the cost of "using up" capital assets - in the Statement of Activities. The net assets of a government will be reported in three categories - 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)***Statement of Activities*

The government-wide statement of activities reports expenses and revenues in a format that focuses on the cost of each of the government's functions. The expense of individual functions is compared to the revenues generated directly by the function (for instance, through user charges or intergovernmental grants).

*Fund Financial Statements*

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, and revenues and expenditures, or expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. In the financial statements in this report, the funds are grouped into two broad fund categories as follows:

*Governmental Funds*General Fund

This Fund is used to account for financial resources used for general operations. This is a budgeted fund and any fund balances are considered resources available for current operations. The General Fund is the principal fund of the City which accounts for all financial transactions not accounted for in other funds.

*Proprietary Funds*Enterprise Fund

This Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the City is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the City has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The City's Enterprise Fund is used to account for the operations that provide water and wastewater services to the public on a continuing basis.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)*****Budgetary Comparison Schedules***

Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in one way or another in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. Many governments revise their original budgets during the period for a variety of reasons. Under the reporting model, governments compare the government's original budget to the comparison of final budget and actual results.

***Basis of Presentation***

The accounting and reporting policies of the City relating to the funds included in the accompanying financial statements conform to generally accepted accounting principles as applicable to cities. Generally accepted accounting principles for cities include those principles prescribed by the Governmental Accounting Standards Board (GASB), the Financial Accounting Standards Board (FASB), and appropriate pronouncements of the American Institute of Certified Public Accountants (AICPA).

***Basic Financial Statements***

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. These financial statements focus on either the City as a whole or major individual funds (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business-type.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis, and are reflected on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations. The City categorizes net assets as restricted or unrestricted. The City generally first uses restricted assets for expenses incurred for which both restricted and unrestricted assets are available. The City may defer the use of restricted assets based on a review of the specific transaction.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (public safety, public works, parks and recreation, etc.), which are otherwise being

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function (public safety, public works, parks and recreation, etc.) or a business-type activity. The City does not allocate indirect expenses. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The governmental fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the governmental column in the government-wide statements, a reconciliation is presented which briefly explains the adjustments necessary to reconcile fund financial statements with the governmental column of the government-wide presentation.

The focus of this reporting model is on the City as a whole and the fund financial statements, including the major individual funds of the governmental and business-type categories. Each presentation provides valuable information that can be analyzed and compared (between periods and between governments) to enhance the usefulness of the information.

***Basis of Accounting***

Basis of accounting refers to the method by which revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All revenue and expenditure recognition for governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. The City's revenues are recognized when they become measurable and available as current assets. Available means collectible within the current year or as soon enough thereafter to be used to pay liabilities of the current year. For this purpose, the government considers revenue to be available if they are collected within 60 days of the end of the current fiscal year. Utility franchise taxes, penalties and interest, and miscellaneous revenues are recorded when received in cash because they are generally not measurable until actually received. Expenditures are

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

generally recognized under the modified accrual basis of accounting when the related liability is incurred.

The government-wide statements of net assets and statements of activities and all proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these activities are either included on the statement of net assets or the statement of net assets-proprietary funds.

Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for the business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water and sanitation function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund and the government's internal service funds are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)*****Budgets***

Prior to August of each fiscal year, the mayor submits a proposed operating budget for the fiscal year commencing the following October 1 to the City Council. The operating budget includes proposed expenditures and means of financing them for the upcoming years, along with estimates for the current year and actual data for the preceding year. Public hearings are conducted to obtain taxpayer comments. Prior to September 30, the budget is legally enacted through passage by majority vote of the Council. The Council may authorize supplemental appropriations during the year.

The final amended budget is used in this report. Unused appropriations lapse at the end of the year unless carried forward to the next year by Council action. No encumbrances are recognized or recorded. The operating budget includes proposed expenditures for the General Fund and the Enterprise Fund. The City adopted the current year's budget on a line item basis.

***Cash and Cash Equivalents***

The City considers all highly liquid investments with an original maturity of one year or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. The carrying amounts for cash and cash equivalents equal fair value.

***Receivables***

Receivables include amounts due from customers for water and wastewater services. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts. Allowances are reported when accounts are proven to be uncollectible. Allowances for uncollectible accounts netted with accounts receivable were \$7,255 for the year ended September 30, 2006.

***Capital Assets***

Capital outlays are recorded as expenditures of the General Fund and as assets in the government-wide financial statements of the City. In accordance with GASB Statement No. 34, the City is not required to report infrastructure retrospectively. Therefore, infrastructure has been capitalized prospectively beginning July 1, 2002. Depreciation is recorded on general fixed assets on a government-wide basis. All fixed assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenditures that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of land, buildings, and equipment, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows:

Machinery and equipment	5-20 years
Buildings and improvements	20-40 years
Street improvements	20 years
Water system	50 years
Wastewater system	24-50 years

***General Obligation Enterprise Bonds***

The Proprietary Fund provides the annual debt service requirements on certain certificate of enterprise bonds issued to finance system improvements. Since the Proprietary Fund provides the annual debt service on these general obligation enterprise bonds, the bonds are considered to be obligations of the Proprietary Fund and have been reported on the balance sheet of the Proprietary Fund.

***Compensated Absences***

The City accrues a liability for compensated absences which meet the following criteria:

- (a) The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
- (b) The obligation relates to rights that vest or accumulate.
- (c) Payment of the compensation is probable.
- (d) The amount can be reasonably estimated.

In accordance with the above criteria, the City has accrued a liability for vacation pay which has been earned but not taken by employees. As of the balance sheet date, the City expected that all of the liability for accrued vacation would be liquidated with expendable resources. Therefore, the liability for accrued vacation is reflected as a current liability in the financial statements for the year ended September 30, 2006.



**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)*****Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting year. Actual results could differ from those estimates.

***Risk Management***

The City is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During the year ended September 30, 2006, the City obtained general liability coverage at a cost that is considered to be economically justifiable by joining together with other governmental entities in the state as a member of the Texas Municipal League Intergovernmental Risk Pool (TML). TML is a self-funded pool operating as a common risk management and insurance program. The City pays an annual premium to TML for its insurance coverage. The agreement for the formation of TML provides that TML will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of acceptable risk levels; however, each category of coverage has its own level of reinsurance. There were no significant reductions in commercial insurance coverage in the year ended September 30, 2006, and settled claims resulting from these risks have not exceeded coverage in any of the past three fiscal years.

***Commitments and Contingencies***

The City participates in grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required, and the collectibility of any related receivable may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

**NOTE 2 - PROPERTY TAXES**

Property taxes are levied each October 1 on the assessed value listed as of the previous January 1 for all real, business, and personal property located in the City in conformity with Subtitle E, Texas Property Tax Code. Taxes are due in January following the October 1 statement date. The lien date is January 1 of that year, and they become delinquent on February 1.

**NOTE 2 - PROPERTY TAXES (Continued)**

The tax assessment of October 1, 2005 sets a tax levy at \$.41 per \$100 of assessed valuation at 100 percent of market value.

Delinquent property taxes estimated to be collectible within the next fiscal year are recognized as revenues. Other delinquent property taxes receivable at year end that are deemed to be ultimately collectible are recorded as deferred revenues.

**NOTE 3 - EMPLOYEE BENEFITS**

The City's policy is to account for the cost of employees' vacation time benefits as they are earned. At September 30, 2006, accrued vacation benefits related to employees of the General Fund totaling \$8,675 have been recorded on the General Fund. Accrued vacation benefits related to Enterprise Fund employees have been recorded on the Enterprise Fund in the amount of \$284.

**NOTE 4 - DEPOSITS***Deposits*

The City maintains its cash deposits in interest bearing accounts which are all insured to a limit of \$100,000 by the FDIC. As of the balance sheet date, the City's deposits totaled \$154,983, and the bank balance was \$141,379. At September 30, 2006 \$41,379 of the City's balances were uninsured and uncollateralized above the FDIC amounts.

**NOTE 5 - RESTRICTED TEMPORARY INVESTMENTS***Governmental Activities Assets Restricted*

Temporary investments consist of cash and other highly liquid investments that are dedicated to the following:

Capital Equipment Purchases	\$ <u>23,126</u>
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**NOTE 5 - RESTRICTED TEMPORARY INVESTMENTS (Continued)*****Business-Type Activities Assets Restricted***

Temporary investments consist of cash and other highly liquid investments that are dedicated to the following:

Debt Service	\$ <u>25,047</u>
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**NOTE 6 - CHANGES IN GOVERNMENTAL CAPITAL ASSETS**

Changes in governmental capital assets during the year ended September 30, 2006, were as follows:

	Balance September 30, 2005	Increases	Decreases	Balance September 30, 2006
Capital Assets Not Being Depreciated				
Land	\$ <u>2,971</u>	\$ -	\$ -	\$ <u>2,971</u>
Other Capital Assets				
Machinery and equipment	165,695	-	29,369	136,326
Buildings and improvements	62,653	-	-	62,653
Street improvements	<u>157,413</u>	-	-	<u>157,413</u>
Total Other Capital Assets	385,761	-	29,369	356,392
Less accumulated depreciation	(251,178)	(27,558)	(29,369)	(249,367)
Other Capital Assets, Net	<u>134,583</u>	(27,558)	-	<u>107,025</u>
Total Capital Assets, Net of Depreciation	\$ <u>137,554</u>	\$ (27,558)	\$ -	\$ <u>109,996</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General government	\$ 10,846
Public safety	14,562
Court	<u>2,150</u>
Total depreciation expense - Governmental Activities	\$ <u>27,558</u>

**NOTE 7 - CHANGES IN BUSINESS-TYPE CAPITAL ASSETS**

Changes in business-type capital assets during the year ended September 30, 2006, were as follows:

	Balance September 30, 2005	Increases	Decreases	Balance September 30, 2006
Capital Assets Not Being Depreciated				
Land	\$ 114,209	\$ -	\$ -	\$ 114,209
Certificate of convenience and necessity	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Total Capital Assets not being Depreciated	<u>134,209</u>	<u>-</u>	<u>-</u>	<u>134,209</u>
Other Capital Assets				
Machinery and equipment	67,475	66,921	6,238	128,158
Buildings and improvements	4,203	-	-	4,203
Work in progress	-	182,870	-	182,870
Water system	1,392,001	-	-	1,392,001
Wastewater system	<u>1,269,129</u>	<u>-</u>	<u>-</u>	<u>1,269,129</u>
Total Other Capital Assets	2,732,808	249,791	6,238	2,976,361
Less accumulated depreciation	<u>(790,742)</u>	<u>(66,716)</u>	<u>(6,238)</u>	<u>(851,220)</u>
Other Capital Assets, Net	<u>1,942,066</u>	<u>183,075</u>	<u>-</u>	<u>2,125,141</u>
Total Capital Assets, Net of Depreciation	\$ <u>2,076,275</u>	\$ <u>183,075</u>	\$ <u>-</u>	\$ <u>2,259,350</u>

**NOTE 8 - CHANGES IN GOVERNMENTAL ACTIVITIES NON-CURRENT  
LIABILITIES**

The following is a summary of long-term debt transactions in the governmental activities for the year ended September 30, 2006:

	Balance September 30, 2005	Additions	Reductions	Balance September 30, 2006
Notes and leases payable	\$ <u>16,720</u>	\$ <u>-</u>	\$ <u>9,900</u>	\$ <u>6,820</u>
	\$ <u>16,720</u>	\$ <u>-</u>	\$ <u>9,900</u>	\$ <u>6,820</u>

**NOTE 8 - CHANGES IN GOVERNMENTAL ACTIVITIES NON-CURRENT  
LIABILITIES (Continued)**

Long-term debt in the governmental activities consists of the following at September 30, 2006:

<u>Payee and Terms</u>	<u>Balance at September 30, 2006</u>
<u>Notes and Lease Obligations Payable</u>	
Capital lease payable to Diversified Lenders, secured by the incode software system, payable in monthly installments of \$258 including interest at 6%, with the final installment due February 2009.	\$ 6,820
Less current portion	(2,674)
Total Long-Term Debt	\$ <u>4,146</u>

The annual requirements to amortize debt outstanding in the governmental activities as of September 30, 2006, are as follows:

<u>Year Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 2,674	\$ 420	\$ 3,094
2008	2,881	213	3,094
2009	<u>1,265</u>	<u>23</u>	<u>1,288</u>
	\$ <u>6,820</u>	\$ <u>656</u>	\$ <u>7,476</u>

**NOTE 9 - CHANGES IN BUSINESS-TYPE NON-CURRENT LIABILITIES**

The following is a summary of long-term debt transactions in the business-type activities for the year ended September 30, 2006:

	Balance September 30, 2005	Additions	Reductions	Balance September 30, 2006
Note Payable	\$ 5,000	\$ 48,345	\$ 11,649	\$ 41,696
1989 Revenue Bond	<u>385,000</u>	<u>-</u>	<u>-</u>	<u>385,000</u>
	\$ <u>390,000</u>	\$ <u>48,345</u>	\$ <u>11,649</u>	\$ <u>426,696</u>

Long-term debt in the business-type activities consists of the following at September 30, 2006:

<u>Payee and Terms</u>		<u>Balance at September 30, 2006</u>
<u>Note Payable</u>		
Franklin Bank, payable in monthly installments of \$327 including interest, beginning November 2005, due October 2006, secured by Equipment.	8.4%	\$ 4,347
Capital lease obligation for a Backhoe dated January 2006, payable in monthly installments of \$684, final payment due January 2012, secured by the Backhoe recorded in machinery and equipment at \$41,145.	6.107%	37,349
<u>Bond Payable</u>		
\$489,000 1989 Revenue Bond Series, due in annual installments through October, 2030, plus interest.	5.00%	<u>385,000</u>
Total		426,696
Less current portion		<u>(20,465)</u>
Total Long-Term Debt		\$ <u>406,231</u>

**NOTE 9 - CHANGES IN BUSINESS-TYPE NON-CURRENT LIABILITIES (Continued)**

The annual requirements to amortize all debt as of September 30, 2006, are as follows:

<u>Year Ending</u> <u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 20,465	\$ 21,152	\$ 41,617
2008	16,500	20,212	36,712
2009	16,904	19,308	36,212
2010	17,334	18,378	35,712
2011	17,790	17,422	35,212
2012 to 2016	62,703	77,034	139,737
2017 to 2021	75,000	59,375	134,375
2022 to 2026	100,000	37,500	137,500
2027 to 2030	<u>100,000</u>	<u>10,000</u>	<u>110,000</u>
	\$ <u>426,696</u>	\$ <u>280,381</u>	\$ <u>707,077</u>

**NOTE 10 - RESERVED AND DESIGNATED FUND BALANCES**

Certain amounts have been segregated within the equity section of the governmental fund type balance sheets as reserved for specific purposes to indicate that these amounts are not available for the general operations of the City. Reserves indicate a legal, contractual, or moral segregation of funds.

**NOTE 11 - INTERFUND TRANSACTIONS**

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The financial statements for the governmental and proprietary type funds generally reflect some transactions as transfers and others as receivables and payables.

**NOTE 11 - INTERFUND TRANSACTIONS (Continued)**

Operating transfers and receivables or payables as of September 30, 2006, were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 11,236	\$ -	\$ -	\$ -
Enterprise Fund		-	11,236	-
		-		-
Total Operating Transfers	\$ <u>11,236</u>	\$ <u>11,236</u>	\$ <u>-</u>	\$ <u>-</u>

**NOTE 12 - GRANT FUNDED PROGRAMS**

In August 2005, the City entered into a contract and agreement with the Texas Department of Housing and Community Affairs for a grant, in the amount of \$275,000 to rehabilitate or reconstruct four owner occupied residences. As of September 30, 2006, \$121,054 has been spent, reimbursed, or recorded as a receivable.

In August 2005, the City (Enterprise Fund) was awarded a grant, Contract No. 725859, in the amount of \$250,000, funded through the Office of Rural Community Affairs. These funds are designated for water and wastewater system improvements. The grant requires the City to provide matching funds of \$14,000. During the year ended September 30, 2006, \$182,870 has been spent, reimbursed, or recorded as a receivable.



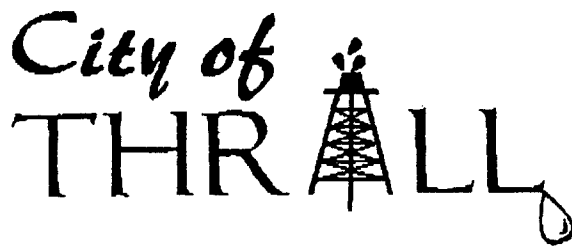
**REQUIRED SUPPLEMENTARY INFORMATION**

# City of Thrall, Texas

## Budgetary Comparison Schedule General Fund

For the Year Ended September 30, 2006

	General Fund			Variance with Final Budget Positive (Negative)
	Budget			
	Original	Final	Actual	
Revenues				
Tax collections, penalties and interest	\$ 67,668	\$ 67,668	\$ 98,118	\$ 30,450
Sales tax	14,512	14,512	22,895	8,383
Franchise taxes	21,741	21,741	26,681	4,940
Municipal court fines	152,869	152,869	120,198	(32,671)
Garbage collection	48,438	48,438	54,987	6,549
Miscellaneous	5,912	5,912	15,906	9,994
Total Revenues	<u>311,140</u>	<u>311,140</u>	<u>338,785</u>	<u>27,645</u>
Expenditures				
General government	89,212	89,212	112,066	(22,854)
Public safety	121,528	121,528	116,122	5,406
Municipal court	<u>50,956</u>	<u>50,956</u>	<u>94,510</u>	<u>(43,554)</u>
Total Expenditures	<u>261,696</u>	<u>261,696</u>	<u>322,698</u>	<u>(61,002)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>49,444</u>	<u>49,444</u>	<u>16,087</u>	<u>(33,357)</u>
Other Financing Sources (Uses):				
Grant proceeds	-	-	121,054	121,054
Grant expenditures	-	-	(119,954)	(119,954)
Transfers	(9,000)	(9,000)	11,236	20,236
Interest income	<u>-</u>	<u>-</u>	<u>222</u>	<u>222</u>
Total Other Financing Sources (Uses)	<u>(9,000)</u>	<u>(9,000)</u>	<u>12,558</u>	<u>21,558</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other (Uses)	\$ <u>40,444</u>	\$ <u>40,444</u>	28,645	\$ <u>(11,799)</u>
Fund Balance - Beginning of Year			<u>(9,697)</u>	
Fund Balance - End of Year			\$ <u>18,948</u>	



Sheila Pausewang City Secretary

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Fax 512-898-5306

Here is a list of debt the City of Thrall has:

The Bank of New York Trust, N.A.

USDA

City of Thrall Waterworks & Sewer System Revenue Bonds, Ser 1989

1-800-705-0384 Loan No. 92-20-01

Next payment due: 10-1-09 \$8,875.00 (paid off in 2029)

Community Bank of Louisiana

2005 Case 580M Loader/Backhoe

Consolidated Financial Resources, Inc.

1-903-454-4000

Loan No. 612001326

Next payment due: 8-31-09 \$684.32 (paid off in 2011)

Frontier Bank of Texas

Jetter Eagle 200 (sewer jet)

512-281-1500

Loan No. 000004001034800

Next payment due: 8-22-09 \$247.53 (paid off in 2014)

## **ATTACHMENT 13**

### **LIST OF NEIGHBORING PUBLIC UTILITIES & CITIES PROVIDING WATER SERVICE**



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

**SITE SEARCH:**

please enter search phrase

Go

**SUBJECT INDEX**

› Air › Water › Waste

› Search TCEQ Data

› Agency Organization Map

▪ TCEQ Home

Districts

Utilities

PWSs

Maps

Documents

Reports

WUD Main

## Utility details for NOACK WSC (12359)



Affiliations



Documents

### Properties

CR Regulated Entity Number: RN101457729

CCEDS Status: NO ACTIVE NOE EXISTS

Utility Type: WATER UTILITY

Ownership Type: WATER SUPPLY CORPORATION

Primary County: WILLIAMSON

County Code: 246

### Customers

Reference Number  
CN600667448

Name  
NOACK WSC

Role  
RESPONSIBLE PARTY

### Official Address / Phone

Address: PO BOX 323  
THRALL, TX 76578-0000

Telephone: (512) 352-2005

### PWS for this Utility

PWS Name	PWS ID	Status	District(Number)
NOACK WSC	2460020	A	

Water System occurrences retrieved

### Counties

Code	County Name	Primary
246	WILLIAMSON	Y

### Activity

Activity Status: ACTIVE

End Date: 12/31/9999

Run Utility Summary Report

Utility successfully retrieved.

Show Map

[Comments](#) | [Webmaster](#) | [Disclaimer](#)

Version V2.2.3



**TEXAS COMMISSION ON ENVIRONMENTAL QUALITY**

**SITE SEARCH:**

please enter search phrase

**Go**

**SUBJECT INDEX**

› Air › Water › Waste

› Search TCEQ Data

› Agency Organization Map

• [TCEQ Home](#)

**Districts**

**Utilities**

**PWSs**

**Maps**

**Documents**

**Reports**

**WUD Main**

## Utility details for SOUTHWEST MILAM WSC (10027)

**Affiliations**

**Documents**

### Properties

CR Regulated Entity Number: **RN101248318**

CCEDS Status: **NO ACTIVE NOE EXISTS**

Utility Type: **WATER UTILITY**

Ownership Type: **WATER SUPPLY CORPORATION**

Primary County: **MILAM**

County Code: **166**

### Customers

**Reference Number**  
CN600684062

**Name**  
SOUTHWEST MILAM WSC

**Role**  
RESPONSIBLE PARTY

### Official Address / Phone

Address: **PO BOX 232  
ROCKDALE, TX 76567-0000**

Telephone: **(512) 446-2604**

### PWS for this Utility

PWS Name	PWS ID	Status	District(Number)
SOUTHWEST MILAM WSC	1660015	A	

Water System occurrences retrieved

### Counties

Code	County Name	Primary
26	BURLESON	N
144	LEE	N
166	MILAM	Y
246	WILLIAMSON	N

### Activity

Activity Status: **ACTIVE**  
End Date: **12/31/9999**

[Run Utility Summary Report](#)  
[Show Map](#)

Utility successfully retrieved.

[Comments](#) | [Webmaster](#) | [Disclaimer](#)

Version V2.2.3





Protecting Texas by  
Reducing and  
Preventing Pollution

RECEIVED  
TCEQ  
WATER SUPPLY DIV.  
2010 JAN 28 AM 8:38

Texas Commission on Environmental Quality  
P.O. Box 13087  
Austin, Texas 78711-3087  
For more information  
concerning this map, please contact the  
Water Supply Division at (512) 239-4691  
05/11/2009

**PROPOSED CITY OF THRALL  
WATER CCN BOUNDARY**  
(CURRENTLY NOT CERTIFIED  
BY ANY UTILITY PROVIDER)



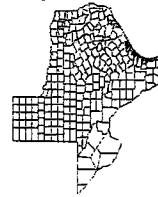
**WATER CCN 13063**  
**CITY OF THRALL 13063**  
**NOACK WSC 12359**  
The Selected Area  
of Interest

0 0.03 0.06 0.08 0.12  
miles



#### Legend

- Water CCN Facility Line
- Sewer CCN Facility Line
- Sanitary Districts
- House - Districts
- TCEQ Service Region Boundary
- County Boundary
- Sewer CCN Service Area
- Water CCN Service Area
- City Boundary
- CCN Overlay Key
- Sewer-Water CCN Service Area



#### Disclaimer

This map was generated by the Integrated Water Utilities Database (IWUD) from the Texas Commission on Environmental Quality. No claim is made to the accuracy or completeness of the data or to its suitability for a particular use.

HEAL, LEE & ASSOCIATES, INC.  
ENGINEERING - SURVEYING - PLANNING  
281 ED SCHMIDT BLVD., SUITE 100, BAYTOWN, TX 77624  
PH: (409) 442-2222 FAX: (409) 442-4220  
TEXAS BOARD OF PROFESSIONAL ENGINEERS  
CERTIFICATE OF REGISTRATION NO. F-755

HILA PROJECT NO. 1095B  
PREPARED: 1-20-2010

## Protecting Texas by Reducing and Preventing Pollution












**Texas Commission on Environmental Quality**  
P.O. Box 13087  
Austin, Texas 78711-3087  
For more information  
concerning this map, please contact the  
Water Supply Division at (512) 239-4691  
05/11/2009

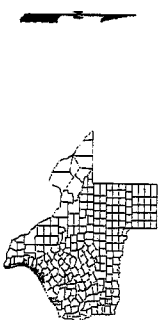
RECEIVED  
FOED  
WATER SUPPLY DIV.  
2010 JUN 28 AM 8 38

### The Selected Area of Interest



### Legend

-  Water CEN Facility Line  
 Sewer CEN Facility Line  
 Sewer - Districts  
 House - Districts  
 TCEQ Service Region Boundary  
 County Boundary  
 Sewer CEN Service Area  
 Water CEN Service Area  
 City Boundary  
 CEN Overlay Key  
 Sewer/Water CEN Service Area



This map was generated by the Integrated Water Utilities Database (IWUD) from the Texas Commission on Environmental Quality. No claims are made to the accuracy or completeness of the data or to its suitability for a particular use.



EXHIBIT

ED-A

## Texas Commission on Environmental Quality

APPLICATION NO. 36627-C

AFFIDAVIT OF NOTICE TO NEIGHBORING UTILITIES AND AFFECTED PARTIES  
STATE OF TEXASCOUNTY OF WILLIAMSON

CITY OF THRALL has provided individual notice to the following entities:

NEIGHBORING UTILITY/AFFECTED PARTY	DATE
<u>Noack Water Supply Corporation</u>	<u>July 12, 2010</u>
<u>Southwest Milam Water Supply Corporation</u>	<u>July 12, 2010</u>
<u>City of Taylor</u>	<u>July 12, 2010</u>
<u>City of Thorndale</u>	<u>July 12, 2010</u>
<u>Williamson County</u>	<u>July 12, 2010</u>

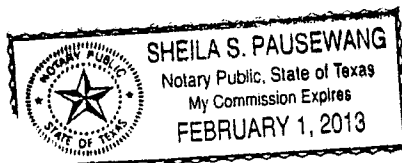
## OATH

I, Troy Marx, being duly sworn, file this form as Mayor (indicate relationship to applicant, that is, owner, member of partnership, title of officer of corporation, or other authorized representative of applicant); that in such capacity, I am qualified and authorized to file and verify such form, am personally familiar with the notices given with this application, and have complied with all notice requirements in the application and application acceptance letter; and that all such statements made and matters therein are true and correct.

[Signature]  
Applicant's Authorized Representative

If the applicant to this form is any person other than the sole owner, partner, officer of the applicant, or its' attorney, a properly verified Power of Attorney must be enclosed.

Subscribed and sworn to before me this 26 day of July, 2010, to certify which witness my hand and seal of office.



Sheila Pausewang  
Notary Public in and for the State of Texas

Print or Type Name of Notary Public  
Commission Expires 2-1-2013

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY  
(CCN) TO PROVIDE WATER UTILITY SERVICE IN WILLIAMSON COUNTY, TEXAS

To: Noack Water Supply Corporation  
(Neighboring System)  
P.O. Box 323  
(Address)  
Thrall, Texas 76578  
(City, State, Zip)

Date Notice Mailed: July 12, 2010

City of Thrall has filed an application to amend CCN No. 13063 with the Texas Commission on Environmental Quality to provide water utility service in Williamson County.

The proposed utility service area is located adjacent to the city limits of Thrall, Texas, and is generally bounded on the north by approximately 1,000 feet north of US 79; on the east by approximately 1,800 feet east of CR 424; on the south by approximately 2,500 feet south of US 79; and on the west by approximately 1,500 feet west of Neil St. The total area being requested includes approximately 47.6 acres and 0 current customers. The proposed amendment affects customers and/or areas located in the following zip code: 76578. See enclosed map of the proposed service area.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

CCN 13063-6-PP-1  
JUL 21 6:17:33

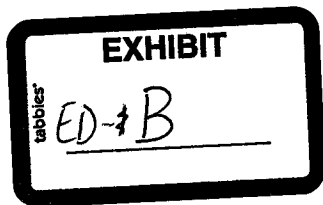
If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to exclude the tract from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All request to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-512-239-0200.



Texas Commission on Environmental Quality

APPLICATION NO. 36627-C  
AFFIDAVIT OF NOTICE TO LANDOWNERS  
STATE OF TEXAS

JAN -3 2011

COUNTY OF WILLIAMSON

CITY OF THRALL has provided individual notice to the following entities:

LANDOWNER	DATE
<u>Stiles Farm Foundation Texas A&amp;M University Trustees</u>	<u>July 12, 2010</u>
<u>JR Austin Realty, LLC.</u>	<u>July 12, 2010</u>
<u>Pierce, Ethel &amp; T F Estate &amp; Chisum</u>	<u>July 12, 2010</u>

OATH

I, Troy Marx, being duly sworn, file this form as Mayor (indicate relationship to applicant, that is, owner, member of partnership, title of officer of corporation, or other authorized representative of applicant); that in such capacity, I am qualified and authorized to file and verify such form, am personally familiar with the notices given with this application, and have complied with all notice requirements in the application and application acceptance letter; and that all such statements made and matters therein are true and correct.

[Signature]  
Applicant's Authorized Representative

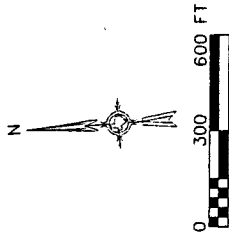
If the applicant to this form is any person other than the sole owner, partner, officer of the applicant, or its' attorney, a properly verified Power of Attorney must be enclosed.

Subscribed and sworn to before me this 12 day of July, 2010, to certify which witness my hand and seal of office.



Jennifer L. Eargle  
Notary Public in and for the State of Texas  
Jennifer L. Eargle  
Print or Type Name of Notary Public  
Commission Expires May 3, 2014

# CITY OF THRALL PROPOSED WATER CCN



## LEGEND

- EXIST. CITY LIMITS
- ▨ PROP. WATER CCN

NOTE(S):  
SEE ATTACHED SPREADSHEET FOR  
COORDINATES OF PROPOSED CCN AREAS.

PREPARED BY:

HEJL, LEE & ASSOCIATES, INC.  
ENGINEERING • SURVEYING • PLANNING  
321 ED SCHMIDT BLVD., STE. 100, HUTTO, TX 78634  
PH. (512) 642-3292 FAX (512) 642-4230  
TYPE FIRM REGISTRATION NO. F-755

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY  
(CCN) TO PROVIDE WATER UTILITY SERVICE IN WILLIAMSON COUNTY, TEXAS

To: Stiles Farm Foundation  
(Neighboring Landowner)  
Texas A&M University Trustees  
P.O. Box 405  
(Address)  
Thrall, Texas 76578-0405  
(City, State, Zip)

Date Notice Mailed: July 12, 2010

City of Thrall has filed an application to amend CCN No. 13063 with the Texas Commission on Environmental Quality to provide water utility service in Williamson County.

The proposed utility service area is located adjacent to the city limits of Thrall, Texas, and is generally bounded on the north by approximately 1,000 feet north of US 79; on the east by approximately 1,800 feet east of CR 424; on the south by approximately 2,500 feet south of US 79; and on the west by approximately 1,500 feet west of Neil St. The total area being requested includes approximately 47.6 acres and 0 current customers. The proposed amendment affects customers and/or areas located in the following zip code: 76578. See enclosed map of the proposed service area.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.



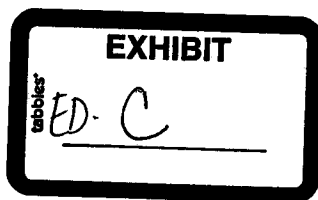
If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to exclude the tract from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All request to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-512-239-0200.



## Texas Commission on Environmental Quality

APPLICATION NO. 36627-C

## PUBLISHER'S AFFIDAVIT

STATE OF TEXAS

COUNTY OF Williamson

Before me, the undersigned authority, on this day personally appeared

Mike Eddlemanwho being by me duly sworn, deposes and says that (s)he is the publisher of the \_\_\_\_\_

TITLE

Taylor Daily Press

said

NAME OF NEWSPAPER

newspaper is regularly published in \_\_\_\_\_

County(ies) and generally circulated in

Williamson

County (Counties), Texas; and that

the attached notice was published in said-newspaper on the following date(s), to wit: 7-9-10 & 7-16-10Mike Eddleman

Newspaper Representative's Signature

Subscribed and sworn to before me this 16 day of July, 2010 to certify which

witness my hand and seal of office.

Carol Renee Lozano  
Notary Public in and for the State of TexasCarol Renee Lozano  
Print or Type Name of Notary PublicCommission Expires 5-28-14

JAN -3 2011

JAN 21 11:17:33

COPY

tuesday health | wednesday education | thursday eco

Friday  
July 9, 2010

TAYLOR  
**DAILY PRESS**

# Lives

## BIRTHDAY NEWS

### Cox

Kaylee Dane Cox of Leander turned two June 27 and celebrated June 26 with a ladybug themed party at Kiddie Acres with her twin sister, family and friends. She is the daughter of Chris and Shelley Cox of Leander and the sister of Presley. Her grandparents are Wayne and Dannis Roznovak of Taylor and Nancy and Charles Cox of Gun Barrel City. Her great-grandmothers are Vera Roznovak of Taylor and Dorothy Krouse of Gun Barrel City.



the sister of Kaylee. Her grandparents are Wayne and Dannis Roznovak of Taylor and Nancy and Charles Cox of Gun Barrel City. Her great-grandmothers are Vera Roznovak of Taylor and Dorothy Krouse of Gun Barrel City.



### Cox

Presley Kate Cox turned two June 27 and celebrated June 26 with a ladybug themed party at Kiddie Acres with her twin sister, family and friends. She is the daughter of Chris and Shelley Cox of Leander and

### Daniel

Alexandra Daniel turned four Saturday, June 5 and celebrated with family and friends with a Princess and the Frog party at her home. She is the daughter of Alli and David Daniel of San Antonio and the sister of David II (Deuce). Her grandparents are Gayle and Crawford Daniel of Taylor



## ONE DAY ONLY!

### CZECH AND GERMAN MENU

Made From Scratch

**Saturday, July 10**

**11AM-10 PM**

(or until it's gone)



Wienerschnitzel, Jaegerschnitzel,  
Paprika Rahmschnitzel, Bacon-Wrapped Pork Loin,  
Chicken and Dumplings, Czech Sausage,  
Sauerkraut, Red Cabbage,  
Czech Fried Potatoes,



Czech Style Potatoes and Gravy, Czech Cucumber Dill Salad,  
3 Bean Salad, Czech Fried Cabbage, and Homemade Kolache!

## STEAK AND SEAFOOD NIGHT

5-10 • FRIDAY AND SATURDAY!

Fresh Cut Choice Petite Sirloin Baked Potato, and Salad	9.99
Full Pound Sirloin Baked Potato and Salad	13.99
Full Pound Ribeye Baked Potato, and Salad	15.99

the eastern and southern U.S. and the District of Columbia were affected by a massive recall of lettuce linked to an E. coli O145 outbreak. Salmonella was behind another lettuce recall in 26 mid-western and western states (including Texas) later in the month. In June five states had fresh spinach recalled after some tested positive for Listeria monocytogenes, a particularly nasty bacterium responsible for a particularly nasty illness, listeriosis.

So how can you eat enough fruits and vegetables to make mom (and Uncle Sam) happy without making yourself sick? A first step is "know who grows." Ideally, that grower would be you with

farm to exactly how that arugula is grown. Web site [www.localharvest.com/csa](http://www.localharvest.com/csa) allows you to search by zip code for CSA's across the United States.

Another option is to buy certified organic produce from the grocery store. Organic produce generally cost more than conventionally-grown produce, so one way to get "more bang for your buck" (or "less poison for your pennies") is to focus on the fruits and vegetables testing highest in pesticide levels. According to the nonprofit Environmental Working Group, apples, celery, cherries, grapes (especially imported ones), lettuce, nectarines,

See EARTH • page 4

## NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (GCN) TO PROVIDE WATER UTILITY SERVICE IN WILLIAMSON COUNTY, TEXAS

City of Thrall has filed an application to amend GCN No. 13063 with the Texas Commission on Environmental Quality to provide water utility service in Williamson County.

The proposed utility service areas located adjacent to the city limits of Thrall, Texas, and is generally bounded on the north by approximately 1,000 feet north of US 79, on the east by approximately 1,800 feet east of CR 424, on the south by approximately 2,500 feet south of US 79, and on the west by approximately 1,500 feet west of Neil St. The total area being requested includes approximately 476 acres and 40 current customers. The proposed amendment affects customers and/or areas located in the following zip code: 76578.

A copy of the proposed service area map is available at 104 S. Main Street, Thrall, Texas 76578 or by calling 512/898-5306.

A request for a public hearing must be in writing. You must state: (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent would be adversely affected by the granting of the application for a GCN; and (5) your proposed adjustment to the application for a GCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to comment on or comment should write the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and District Section, MG-453  
P.O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request and written request to be notified at hearing as set will receive notice of a hearing as indicated.

The public hearing is required. The applicant will submit a GCN and will forward the application to the Texas Commission on Environmental Quality (TCEQ) for the final decision. If no public hearing is held and an evidentiary hearing is held, the TCEQ will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a trial in state district court.

If you are a landowner with a tract of land (at least 2 acres or more) that is partially or wholly located within the proposed area, you may request to exclude the tract from the proposed area (or to opt out) by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All request to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and District Section, MG-453  
P.O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

tuesday health | wednesday education | thursday

Friday  
July 16, 2010

## TAYLOR DAILY PRESS

# Lifes

### BIRTHDAY NEWS

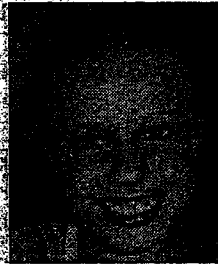
#### Alderete

Ignacio Caleb Alderete IV turns two Sunday. He is the son of Ignacio and Nicole Alderete and brother of Bethany, 11, and Natalie, 6. His grandparents are Mr. and Mrs. Gabriel Cantu, Mr. and Mrs. Raphael Guerrero and the late Ignacio Alderete Sr., all of Taylor.



#### Brooks

Keragan Christine Brooks will turn 10 July 18 and will celebrate at Schlitterbahn Friday and also with a swim party with her friends Sunday. She is the daughter of Wendy Brooks and Kevin Brooks and the little sister of Dawson and Eric Brooks, all of Taylor. Her grandparents are Mary and Richard Ivins of Lake Granger, Bonnie Brooks of Taylor and the late Walter Brooks. Her great-grandmother is Winona Miller of Austin.



#### Carranza

Mateo Elijah (Mattie) Carranza, of Taylor, turned one July 13 and will celebrate Saturday with family and friends in Round Rock. He is the son of Victor and Nelda Carranza of Round Rock. His grandparents are Camilo and Virginia Carranza of Taylor, Linda Nunez of Round Rock and Raul Garcia Sr. of Corpus Christi. Her great-grandparents are Maria Avila of Corpus Christi.



#### Fields

Alizan Fields of Hutto turned five July 12. She is the daughter of Brandon and Brittany Fields of Taylor. Her grandparents are Thomas and Sharon Pokorny and Vera and David Fields of Taylor.



#### Ford

Brandon Thomas Ford will turn five Sunday, July 18 and will celebrate with Ghostbusters swimming party at Grand

### TAYLOR GARDENER

## Hummingb

Female hummingbirds often will use the same site year after year to build their nest. Once completed, the nest is about one and a half inches in diameter. There are usually two white pea-sized eggs, and you have to look hard to see them hidden way down in the bottom of the tiny nest. The nest is made of bits

half of the babies survive, as their predators include squirrels, other birds like the Grackle, Starling and Blue Jay, snakes and even Praying Mantis have been observed eating baby hummingbirds! Cold, heat, high winds and heavy rain accounts for the loss of many nestlings. It takes about 40 days from egg to fledgling.

#### South America

Hummingbirds lick the nectar from flowers; they do not suck it out. They also eat small bugs, and lots of them, which they catch with their mouth open on the wing, much like nighthawks (commonly called Bull Bats). Hummingbirds eat half their weight each day, and eight times their weight

# WINDMILL MINI STORAGE

512-352-8833  
204 Commercial Drive • Taylor  
(next to Moss True Value)

and do not sleep. They suddenly begin to peep after they have flown the nest, but mama will still feed them, even though by then they are nearly as big as she is. Fledglings will taste everything, and they have to learn what to eat and what tastes good, so baby hummingbirds have a very precarious life. Sometimes female hummingbirds start a second clutch in July, but the babies have to get big and strong enough if they are to survive the trip back to feed in a pouring rain if it doesn't matter at all. They spend half of the time in the tropics, and all. They will drink and bathe in a birdbath, and enjoy flying through law sprinklers. They fly and out of the spray as they enjoy just cooling off but hummingbirds have very high body temperature of 104 degrees F, and the heat doesn't bother them as much as other animals. They actually go into a torpor state at night to conserve energy by so

## NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER UTILITY SERVICE IN WILLIAMSON COUNTY, TEXAS

City of Thrall has filed an application to amend CCN No. 13063 with the Texas Commission on Environmental Quality to provide water utility service in Williamson County.

The proposed utility service area is located adjacent to the city limits of Thrall, Texas, and is generally bounded on the north by approximately 1,000 feet north of US 79; on the east by approximately 1,800 feet east of CR 424; on the south by approximately 2,500 feet south of US 79; and on the west by approximately 1,500 feet west of Neil St. The total area being requested includes approximately 47.6 acres and 0 current customers. The proposed amendment affects customers and/or areas located in the following zip code: 76578.

A copy of the proposed service area map is available at 104 S. Main Street, Thrall, Texas 76578 or by calling 512/898-5306.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P.O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to exclude the tract from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All request to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P.O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.



Texas Commission on Environmental Quality

APPLICATION NO. 36627-C

AFFIDAVIT OF NOTICE TO NEIGHBORING UTILITIES AND AFFECTED PARTIES  
STATE OF TEXAS

COUNTY OF WILLIAMSON

CITY OF THRALL has provided individual notice to  
the following entities:

NEIGHBORING UTILITY/AFFECTED PARTY	DATE
<u>Noack Water Supply Corporation</u>	<u>July 12, 2010</u>
<u>Southwest Milam Water Supply Corporation</u>	<u>July 12, 2010</u>
<u>City of Taylor</u>	<u>July 12, 2010</u>
<u>City of Thorndale</u>	<u>July 12, 2010</u>

OATH

I, Troy Marx, being duly sworn, file this form as  
Mayor (indicate relationship to applicant, that is,  
owner, member of partnership, title of officer of corporation, or other authorized representative of  
applicant); that in such capacity, I am qualified and authorized to file and verify such form, am  
personally familiar with the notices given with this application, and have complied with all notice  
requirements in the application and application acceptance letter; and that all such statements made  
and matters therein are true and correct.

[Signature]  
Applicant's Authorized Representative

If the applicant to this form is any person other than the sole owner, partner, officer of the applicant, or  
its' attorney, a properly verified Power of Attorney must be enclosed.

Subscribed and sworn to before me this 12 day of July, 2010, to certify  
which witness my hand and seal of office.



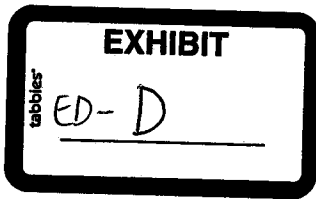
Jennifer L. Eargle  
Notary Public in and for the State of Texas

Jennifer L. Eargle

Print or Type Name of Notary Public  
Commission Expires May 3, 2014



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY



STATE OF TEXAS §

COUNTY OF TRAVIS §

I, LaDonna Castañuela, Chief Clerk of the Texas Commission on Environmental Quality, do hereby certify that the attached mailing list provides the persons to whom the notice of the public hearing for City of Thrall, SOAH Docket No. 582-11-1316, TCEQ Docket No. 2010-1674-UCR, was mailed on November 19, 2010.

Given under my hand and the seal of the Texas Commission on Environmental Quality, this the 19th day of November, 2010.

LaDonna Castañuela, Chief Clerk  
Texas Commission on Environmental Quality

(SEAL)

THE STATE OF TEXAS  
COUNTY OF TRAVIS  
NOTED FOR THE  
STATE OF TEXAS  
BOOK

JAN -3 2011

SEAL OF THE  
STATE OF TEXAS

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY



# TEXAS COMMISSION ON ENVIRONMENTAL QUALITY



## NOTICE OF HEARING CITY OF THRALL SOAH Docket No. 582-11-1316 TCEQ Docket No. 2010-1674-UCR

**APPLICATION.** City of Thrall, P.O. Box 346, Thrall, Texas 76578, has applied with the Texas Commission on Environmental Quality (TCEQ) to amend Certificate of Convenience and Necessity (CCN) No. 13063, in Williamson County, Texas (Application No. 36627-C).

**CONTESTED CASE HEARING.** The State Office of Administrative Hearings (SOAH) will conduct a preliminary hearing on this application at:

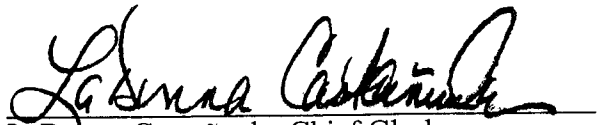
**10:00 a.m. – January 5, 2011  
William P. Clements Building  
300 West 15th Street, 4th Floor  
Austin, Texas 78701**

The purpose of a preliminary hearing is to establish jurisdiction, name the parties, establish a procedural schedule for the remainder of the proceeding, allow an opportunity for settlement discussions, and to address other matters as determined by the judge. The evidentiary hearing phase of the proceeding will be similar to a civil trial in state district court. The hearing will be conducted in accordance with Chapter 2001, Texas Government Code; Chapter 13, Texas Water Code; TCEQ rules, including 30 Texas Administrative Code (TAC) Chapter 291; and the procedural rules of the TCEQ and SOAH, including 30 TAC Chapter 80 and 1 TAC Chapter 155. To participate in the evidentiary hearing as a party, you must attend the preliminary hearing and show you would be affected by the petition in a way not common to members of the general public.

**INFORMATION.** For information concerning the hearing process, please contact the TCEQ Office of the Public Interest Counsel (MC 103), P.O. Box 13087, Austin, TX 78711-3087, telephone 512-239-6363. For additional information, contact the TCEQ Water Supply Division, Utilities & Districts Section (MC 153), P.O. Box 13087, Austin, TX 78711-3087, telephone 512-239-4691. General information regarding the TCEQ can be found at our web site at [www.TCEQ.state.tx.us](http://www.TCEQ.state.tx.us).

Persons with disabilities who plan to attend this hearing and who need special accommodations at the hearing should call the SOAH Docketing Department at 512-475-3445, at least one week prior to the hearing.

Issued: November 19, 2010

  
LaDonna Castañuela, Chief Clerk  
Texas Commission on Environmental Quality

JAN -3 2011

**MAILING LIST**  
**CITY OF THRALL**  
**SOAH Docket No. 582-11-1316**  
**TCEQ Docket No. 2010-1674-UCR**

Daniel P. Hejl, Jr., P.E., P.P.L.S., AICP Principal  
Hejl, Lee & Associates, Inc.  
321 Ed Schmidt Boulevard, Suite 100  
Hutto, Texas 78634  
*Representing: City of Thrall*

The Honorable Troy Marx  
Mayor of Thrall  
P.O. Box 346  
Thrall, Texas 76578-0346

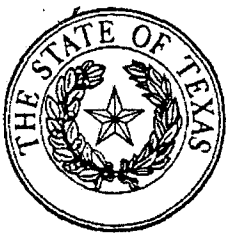
The Stiles Farm Foundation  
The Texas A&M University System  
Box 405  
Thrall, Texas 76578-0405

Leland R. Enochs  
Attorney at Law  
P.O. Box 751  
700 North Main Street  
Taylor, Texas 76574

Texas Commission on Environmental Quality  
P. O. Box 13087  
Austin, Texas 78711-3087

***Via electronic mail:***

Doug Brown, Staff Attorney, Environmental Law Division (MC 173)  
Heidi Graham, Technical Staff, Water Supply Division, Utilities & Districts Section  
(MC 153)  
Sheresia Perryman, Financial Staff, Water Supply Division, Utilities & Districts Section  
(MC 153)  
Blas Coy, Office of Public Interest Counsel (MC 103)



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: 1/5/10

Name: Douglas Brown Occupation: Attorney

Mailing Address: 1201 Park 35 Circle Austin TX 78753  
Street or P.O. Box City State Zip

Daytime Phone: (512) 239-2253 Fax #: (512) 239-3434

E-Mail address (if available): dobrown@tceq.state.tx.us

Representing: ☐ Self ☒ Other (specify): TCEQ ED

Title of matter being considered: City of Thrall

SOAH Docket No. (if known): 582-11 1316

Your position regarding the matter being considered: ☐ In Favor ☐ Opposed ☐ Undecided ☐ Observer

BRIAN D: DICKEY

Water Supply Division  
Utilities & Districts Section

**OFFICE OF ADMINISTRATIVE HEARINGS  
HEARING REGISTRATION**

*ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY*



**Texas Commission on Environmental Quality**  
12100 Park 35 Circle, Bldg. F, Austin, TX 78753  
Mail: MC-153, P.O. Box 13087, Austin, TX 78711-3087  
512/239-0963 ■ Fax 512/239-6972  
bdickey@tceq.state.tx.us

printed on recycled paper

Name: \_\_\_\_\_ Occupation: \_\_\_\_\_

Mailing Address: \_\_\_\_\_  
Street or P.O. Box City State Zip

Daytime Phone: ( ) \_\_\_\_\_ Fax #: ( ) \_\_\_\_\_

E-Mail address (if available): \_\_\_\_\_

Representing: ☐ Self ☐ Other (specify): \_\_\_\_\_

Title of matter being considered: \_\_\_\_\_

SOAH Docket No. (if known): \_\_\_\_\_

Your position regarding the matter being considered: ☐ In Favor ☐ Opposed ☐ Undecided ☐ Observer



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: 1/5/2011

Name: Sheresia Perryman Occupation: Auditor

Mailing Address: P.O. Box 13087, Austin, TX 78711-3087  
Street or P.O. Box City State Zip

Daytime Phone: (512) 239-3654 Fax #: (512) 239-6972

E-Mail address (if available): sperryma@tceq.state.tx.us

Representing: ☐ Self ☐ Other (specify): ED - TCEQ

Title of matter being considered: City of Thrall

SOAH Docket No. (if known): 582-11-1316

Your position regarding the matter being considered: ☐ In Favor ☐ Opposed ☐ Undecided ☐ Observer



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: 11/5/11

Name: Mark J. Schroeder Occupation: attorney

Mailing Address: PO Box 198 Taylor TX 70574  
Street or P.O. Box City State Zip

Daytime Phone: (512) 365-6348 Fax #: (512) 365-2226

E-Mail address (if available): mark@hejlawfirm.com

Representing: ☐ Self ☒ Other (specify): City of Throck

Title of matter being considered:

SOAH Docket No. (if known): ~~36627-C~~ 2010-1674-UCR

Your position regarding the matter being considered: ☒ In Favor ☐ Opposed ☐ Undecided ☐ Observer



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: JANUARY 5, 2011

Name: LELAND R. ENOCHS Occupation: ATTORNEY

Mailing Address: P.O. Box 751 TAYLOR TX 76574  
Street or P.O. Box City State Zip

Daytime Phone: (512) 352-3626 Fax #: ( )

E-Mail address (if available): lelandenochs@gmail.com

Representing: ☐ Self ☒ Other (specify): NOACK WATER SUPPLY CORP.

Title of matter being considered:

SOAH Docket No. (if known): CITY OF THRAU DOCKET # 582-15-1316

Your position regarding the matter being considered: ☐ In Favor ☒ Opposed ☐ Undecided ☐ Observer



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: 1-5-11

Name: Archie Abramert Occupation: Farm Mgr.

Mailing Address: Po Box 405 Thrall TX 76578  
Street or P.O. Box City State Zip

Daytime Phone: (512) 898-2214 Fax #: (512) 898-2834

E-Mail address (if available): ah-abramert@tama.edu

Representing: ☐ Self ☒ Other (specify): STILES Farm Foundation

Title of matter being considered:

SOAH Docket No. (if known): 582-11-1316 City of Thrall

Your position regarding the matter being considered: ☐ In Favor ☒ Opposed ☐ Undecided ☐ Observer





STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: 1-5-11

Name: Troy Marx Occupation: Mayor, City of Thrall

Mailing Address: P.O. Box 346 Thrall TX 76578  
Street or P.O. Box City State Zip

Daytime Phone: (512) 845-6305 Fax #: (512) 898-5306

E-Mail address (if available): tmarx@riverbend.com

Representing: ☐ Self ☐ Other (specify): \_\_\_\_\_

Title of matter being considered:

SOAH Docket No. (if known): 2010-1674-UCR

Your position regarding the matter being considered: ☐ In Favor ☐ Opposed ☐ Undecided ☐ Observer



STATE OFFICE OF ADMINISTRATIVE HEARINGS  
PUBLIC HEARING REGISTRATION

ALL PERSONS IN ATTENDANCE ARE REQUESTED TO COMPLETE  
PLEASE PRINT CLEARLY

Date: JAN. 05, 2011

Name: DANIEL HEJL Occupation: ENGINEER

Mailing Address: 321 ED SCHMIDT BLVD. Ste 100 Hutto, TX. 78634  
Street or P.O. Box City State Zip

Daytime Phone: (512) 642-3292 Fax #: (512) 642-4230

E-Mail address (if available): hlaine@austin.rr.com

Representing: ☐ Self ☒ Other (specify): CITY OF THRALL

Title of matter being considered:

SOAH Docket No. (if known): 2010 - 1674 - UCR

Your position regarding the matter being considered: ☐ In Favor ☐ Opposed ☐ Undecided ☐ Observer